

**EXHIBIT TC-9**  
**ESTIMATED COSTS OF INCENTIVE-ADJUSTED RETURN**  
**ON NEW TRANSMISSION INVESTMENTS**

	(1)	(2)	(3)	(4)	(5)
Year	Projected Net Plant- End of Year <sup>a,b</sup>	Net Plant Increase <sup>c</sup>	Cumulative New Net Plant <sup>d</sup>	200-Basis Point Adjustment on Unrecovered New Investment <sup>e</sup>	Present Value @ 6% Discount Rate
2001	\$ 848,213				
2002	\$ 919,148	\$ 70,935	\$ 70,935	\$ 709	\$ 709
2003	\$ 1,225,854	\$ 306,706	\$ 377,641	\$ 3,776	\$ 3,563
2004	\$ 1,209,331	\$ (16,523)	\$ 361,118	\$ 3,611	\$ 3,214
2005	\$ 1,192,088	\$ (17,243)	\$ 343,875	\$ 3,439	\$ 2,887
<u>2006</u>	\$ 1,166,428	\$ (25,660)	\$ 318,215	<u>\$ 3,182</u>	<u>\$ 2,521</u>
<b>Total</b>				<b>\$ 14,718</b>	<b>\$ 12,894</b>

Notes: <sup>a</sup>All amounts in thousands. <sup>b</sup>Projection provided by TransConnect Applicants. <sup>c</sup>Represents amount to be eligible for intra-rate-cap-period recovery. <sup>d</sup>Represents unrecovered new plant investment. <sup>e</sup>Based on assumption of 50% equity financing of new investment.