GREEN MOUNTAIN POWER
Generating Possibilities Together

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June 1, 2018

Honorable Kimberly D. Bose
Secretary
Federal Energy Regulatory Commission
888 First Street, N.E.
Washington, D.C. 20426

VIA E-FILING

Re: Green Mountain Power Corporation
Annual Informational Filing; Docket No. ER12-2304-000

Dear Secretary Bose:

Enclosed is Green Mountain Power's ("GMP") Annual Informational Filing containing the true up calculation of its costs for the Service Year based on its Annual Transmission Revenue Requirement and load information as reported on its FERC Form 1 for the time period January 1, 2017 through December 31, 2017 ("time period").

This Annual Informational Filing is filed to comply with the requirements of Section 4 of Schedule 21-GMP. Pursuant to the terms of Schedule 21-GMP, billings to customers for the time period referenced were based on cost estimates. The enclosed true ups reflect actual costs for the time period now that these costs are known.

As required by Section 4.1.1.3(i)(3) of Schedule 21-GMP, GMP discloses that it is not using historical Accumulated Deferred Income Taxes ("ADIT") values from 2017. The Tax Cuts and Jobs Act of 2017 ("Tax Reform") reduced the federal corporate income tax rate to a flat 21%, effective January 1, 2018. Because GMP is on a fiscal year (October 1 to September 30), its book income tax rate, as adjusted for the change in the blended federal corporate income tax rate for the last three months of calendar year 2017, reflects a federal corporate income tax rate for calendar year 2017 of approximately 32%. As a result of Tax Reform, income taxes previously collected from customers and not paid to taxing authorities because of book and tax temporary differences will need to be returned to customers. Consistent with Tax Reform, in December 2017, GMP transferred the ADIT to be returned to customers from FERC Account number 282 to a regulatory liability account (FERC Account number 254). ADIT is based on an average of prior end-of-year and current year-end balances.

In order to properly reflect the ADIT balance in the true-up, GMP is not using the historic cost basis for FERC Account number 282 (ADIT) but rather has pro-formed the ADIT values using

the balances in Account 282 and the Tax Reform regulatory liability values set forth in FERC account number 254. GMP believes that its treatment of these accounts in the formula rate is allowed as long as this disclosure is made pursuant to Section 4.1.1.3(i)(3) of the tariff. Of course, GMP will comply with any additional requirements set forth in the final policy statement or rulemaking ultimately issued by the Commission in Docket No. RM18-12 to address changes relating to ADIT caused by the Tax Cuts and Jobs Act.

Green Mountain Power thanks the Commission for its consideration of this filing. In the event that additional information is required, please contact the undersigned.

Sincerely,

Carolyn Browne Anderson
CBA
Encl.

ATTESTATION
Annual True Up

I, Kristin Carlson, Vice President, Strategic and External Affairs, hereby attest that to the best of my knowledge, information and belief, the data employed in the Annual True-up contained herein for Green Mountain Power Corporation (the "Company"), reflects the Company's per book costs for the Service Year, conforms to the Company's FERC Form 1 Report for the Service Year, conforms in all material respects to the FERC Uniform System of Accounts, and has been developed in accordance with the provisions of the Company's Schedule 21 rate schedule.

Kristin Carlson, Vice President,
Strategic and External Affairs
June 1, 2018

ATTESTATION
Supplementary Information

I, Kristin Carlson, Vice President, Strategic and External Affairs, hereby attest that to the best of my knowledge, information and belie(the data employed in the Supplementary Information referenced in the Annual True-up contained herein for Green Mountain Power Corporation (the "Company"), reflects the Company's per book costs for the Service Year, conforms to the Company's FERC Form 1 Report for the Service Year, conforms in all material respects to the FERC Uniform System of Accounts, and has been developed in accordance with the provisions of the Company's Schedule 21 rate schedule.

Kristin Carlson, Vice President,
Strategic and External Affairs
June 1, 2018