

UI Solutions Group's

Targets & Assumptions Module



Available typically
as part of our
**Financial Planning
Solution**

During time constrained rate case or month end processes, bottoms up recalculation of adjustments to attain targeted financial performance is not always possible. Because of this, accuracy can be sacrificed to allow for process completion. Integrating required metric calculations into their model solution provides automated recalculation that allows for timely analysis of change in projected financial performance.

UI's Targets and Assumptions Module **creates and centralizes** assumptions core to the business, such as global or local inflation rates, growth rates, or LIBOR rates, **to enable consistency** across functional areas and other key modules. This module also allows for the **standardized calculation** of strategic and regulated metrics providing the ability to **analyze and compare** the impacts of changes in strategic guidance.

UI'S TARGETS & ASSUMPTIONS MODULE ENABLES UTILITIES TO:

- ▶ **Align assumptions across the business:** Consolidate assumptions into one location used across instances to create consistency among teams and reduce margin for error caused by differing variables across business units.
- ▶ **Streamline analysis and improve cycle time:** Leverage user-controlled targeting inputs to enable quick and easy analysis into potential regulatory or strategic guidance during month or year-end closings.
- ▶ **Increase metric modeling accuracy:** Retarget metrics with any model change, allowing for more accurate, faster model results.

COMPONENT EXAMPLES

Our **Targets & Assumptions Module** can be configured with robust components, including:

Time-Dependent (or Independent) Global Assumptions:

Provides a method to input time-dependent (or independent) global assumptions that are required for a model's functionality.

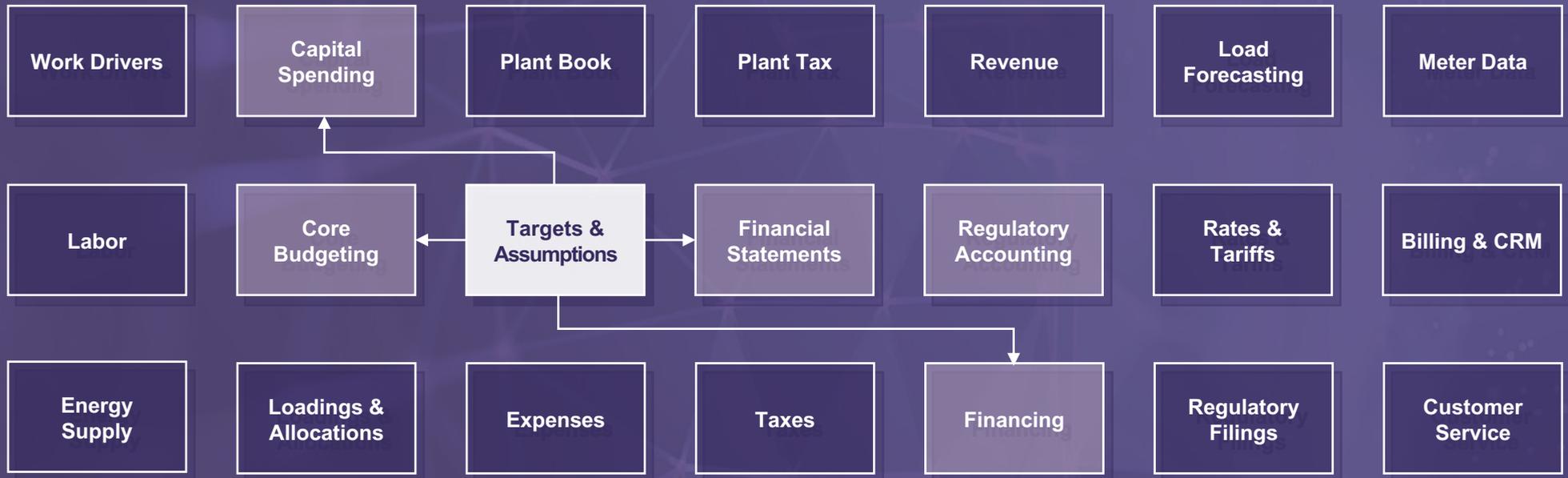
Capital Structure Targeting:

Targets a capital structure through the adjustment of either equity or debt. Takes into account any changes to modeling assumptions.

ROE Targeting:

Targets a Return on Equity, whether strategic or defined by the regulatory commission. Takes into account any changes to modeling assumptions.

The Power of Integration: UI's Targets & Assumptions Module integrates with other modules, ensuring data accuracy and saving time.



All modules can utilize global assumptions, and therefore can be related to Targets & Assumptions.