

Updated Ex F4-2-1 Table 5 for Impact Statement Ex N2-1-1 for 2014 and 2015
Calculation of Regulatory Income Taxes for Prescribed Facilities (\$M)
Years Ending December 31, 2013, 2014 and 2015

Line No.	Particulars	Note	2013 Budget ¹	2014 Plan ²	2015 Plan ²
			(a)	(a)	(b)
	Determination of Regulatory Taxable Income				
1	Regulatory Earnings Before Tax	3	88.4	598.6	517.1
	Additions for Regulatory Tax Purposes:				
2	Depreciation and Amortization		305.9	418.0	433.6
3	Nuclear Waste Management Expenses		28.8	59.3	62.2
4	Receipts from Nuclear Segregated Funds		53.3	62.6	116.5
5	Pension and OPEB/SPP Accrual	4	314.0	675.8	618.1
6	Regulatory Asset Amortization - Bruce Lease Net Revenues Variance Account		62.9	41.9	0.0
7	Regulatory Liability Amortization - Income and Other Taxes Variance Account		(18.7)	(12.4)	0.0
8	Adjustment Related to Financing Cost for Nuclear Liabilities		76.9	74.6	70.3
9	Taxable SR&ED Investment Tax Credits		21.4	14.8	10.4
10	Other		33.4	45.9	49.7
11	Total Additions		878.0	1,380.5	1,360.8
	Deductions for Regulatory Tax Purposes:				
12	CCA		316.7	419.0	467.0
13	Cash Expenditures for Nuclear Waste & Decommissioning		131.6	148.8	197.5
14	Contributions to Nuclear Segregated Funds		98.1	170.1	172.8
15	Pension Plan Contributions	5	305.7	357.6	407.6
16	OPEB/SPP Payments	6	85.4	89.6	95.8
17	Reversal of Return on Rate Base Recorded in Capacity Refurbishment Variance Account		53.3	0.0	0.0
18	SR&ED Qualifying Capital Expenditures		14.3	0.0	0.0
19	Other		0.5	0.5	0.5
20	Total Deductions		1,005.6	1,185.6	1,341.2
21	Regulatory Taxable Income (line 1 + line 11 - line 20)		(39.2)	793.5	536.6
22	Regulatory Income Taxes - Federal (line 21 x line 26)		(5.9)	119.0	80.5
23	Regulatory Income Taxes - Provincial (line 21 x (line 27 + line 28))		(3.9)	79.3	53.7
24	Regulatory Income Taxes - SR&ED Investment Tax Credits		(14.8)	(10.4)	(10.4)
25	Total Regulatory Income Taxes (line 22 + line 23 + line 24)		(24.6)	188.0	123.8
	Income Tax Rate:				
26	Federal Tax		15.00%	15.00%	15.00%
27	Provincial Tax		11.00%	11.00%	11.00%
28	Provincial Manufacturing & Processing Profits Deduction		-1.00%	-1.00%	-1.00%
29	Total Income Tax Rate		25.00%	25.00%	25.00%

Notes:

- From Ex. F4-2-1 Table 5, col. (a)
- The regulatory income tax calculation for 2014 and 2015 is as shown at Ex. N2-1-1, Att. 5, p. 9, cols. (b) and (f), respectively. With the exception of lines 1, 5, 11, 15, 16, 20, 21 and 25, amounts are also as shown at corresponding lines of Ex. F4-2-1, Table 5, col. (b) for 2014 and col. (c) for 2015.
- Regulatory Earnings Before Tax for are calculated as follows:

Table to Note 3 - Calculation of Regulatory EBT for 2014 and 2015 (\$M)

Line No.	Item	Reference	2014 (a)	2015 (b)
1a	Requested After Tax Return on Equity	Ex. N2-1-1, Att. 5, p. 8, line 52, cols. (b) and (f)	438.0	446.3
2a	Less: Bruce Lease Net Revenues	Ex. G2-2-1 Table 1, line 3	39.7	40.6
3a	Single Payment Amounts Adjustment		12.3	(12.3)
4a		line 1a - line 2a + line 3a	410.6	393.3
5a	Additions for Regulatory Tax Purposes	line 11	1,380.5	1,360.8
6a	Deductions for Regulatory Tax Purposes	line 20	1,185.6	1,341.2
7a		line 4a+ line 5a - line 6a	605.5	412.9
8a	Regulatory Income Taxes - Federal	(lines 7a + 24) x line 26 / (1 - line 29)	119.0	80.5
9a	Regulatory Income Taxes - Provincial	(lines 7a + 24) x (lines 27 + 28) / (1 - line 29)	79.3	53.7
10a	Regulatory Income Taxes - SR&ED Investment Tax Credits	line 24	(10.4)	(10.4)
11a	Total Regulatory Income Taxes	line 8a + line 9a + line 10a	188.0	123.8
12a	Requested After Tax Return on Equity	line 1a	438.0	446.3
13a	Less: Bruce Lease Net Revenues	line 2a	39.7	40.6
14a	Add: Total Regulatory Income Taxes	line 11a	188.0	123.8
15a	Single Payment Amounts Adjustment		12.3	(12.3)
16a	Regulatory Earnings Before Tax	lines 12a - 13a + 14a + 15a	598.6	517.1

- For 2014 and 2015, from Ex. N2-1-1 Chart 2, line 1
- For 2014 and 2015, from Ex. N2-1-1 Chart 2, line 4
- For 2014 and 2015, from Ex. N2-1-1 Chart 2, line 5