

Ms. Kirsten Walli Board Secretary Ontario Energy Board 2300 Yonge Street 26th Floor, Box 2319 Toronto, ON M4P 1E4

March 12, 2010

Dear Ms. Walli

Re: PowerStream Inc.-Barrie

(Licence: Barrie Hydro Distribution Inc. ED-2002-0534)

Account 1562 Deferred PILs EB-2008-0381 Response to Board Staff Interrogatories

Please find enclosed two (2) paper copies. This document has been filed on the Board's web portal in PDF format. The document, along with the SIMPILs models have been sent by email.

If you have any questions, please do not hesitate to contact the undersigned.

Yours truly,

(Original signed by Tom Barrett)

Tom Barrett Manager, Rate Applications

INDEX

DESCRIPTION

Responses to Board Staff Interrogatories

Schedules

- 1. Account 1562 Deferred PILs Continuity Schedule
- 2. 2001 SIMPIL Model Revised March 12, 2010
- 3. 2003 SIMPIL Model Revised March 12, 2010
- 4. 2004 SIMPIL Model Revised March 12, 2010
- 5. 2005 SIMPIL Model Revised March 12, 2010
- 6. April 30/09 Response to Board Staff IR BH2
- 7. OEB Accounting Procedures Handbook FAQ April 2003
- 8. 2004 and 2005 PILs Variance Analysis Sheet with Footnotes

Barrie Hydro Distribution Inc. EB-2008-0381 Interrogatory Responses – Board Staff Filed March 12, 2010 Page 1 of 24

IN THE MATTER OF the *Ontario Energy Board Act,* 1998, S.O. 1998, c. 15, (Schedule B);

AND IN THE MATTER OF a proceeding commenced by the Ontario Energy Board on its own motion to determine the accuracy of the final account balances with respect to account 1562 Deferred PILs (for the period October 1, 2001 to April 30, 2006) for certain 2008 and 2009 distribution rate applications before the Board.

BOARD STAFF INTERROGATORIES: BARRIE HYDRO DISTRIBUTION INC.

Barrie Hydro Distribution Inc. EB-2008-0381 Interrogatory Responses – Board Staff Filed March 12, 2010 Page 2 of 24

Barrie Hydro Inc. (Barrie)

BH1. Re: Issue #2: What is the adjusted balance of deferred PILs in account 1562 that Barrie is now requesting for disposition as at February 28, 2010?

Response:

Barrie is requesting to dispose of a credit of \$248,777 in account 1562 as at December 31, 2009 plus interest at the prescribed rate accrued to the date of when disposition commences.

Barrie Hydro Distribution Inc. EB-2008-0381 Interrogatory Responses – Board Staff Filed March 12, 2010 Page 3 of 24

BH2. Please provide the PILs continuity schedule that supports this amount.

Response:

Please see Schedule 1. The original entries have been replaced by the revised amounts and interest recalculated.

Barrie Hydro Distribution Inc. EB-2008-0381 Interrogatory Responses – Board Staff Filed March 12, 2010 Page 4 of 24

BH3. Barrie has submitted SIMPIL and other models in evidence. If Barrie now has a new set of models other than those already filed that supports this requested amount, please file the active Excel versions in evidence.

Response:

Barrie is filing updated Board approved SIMPILs models as described herein.

As discussed in BH12 and BH13, Barrie is filing an updated 2001 SIMPILs model. This corrects the tax rate used for the gross up and incorporates tax credits from filed or amended tax returns. See Schedule 2.

As discussed in BH12, Barrie is filing an updated 2003 SIMPILs model. This incorporates tax credits from filed or amended tax returns. See Schedule 3.

As discussed in BH12, Barrie is filing an updated 2004 SIMPILs model. This incorporates tax credits from filed or amended tax returns. See Schedule 4.

As discussed in BH12, Barrie is filing an updated 2005 SIMPILs model. This incorporates tax credits from filed or amended tax returns. See Schedule 5.

Barrie Hydro Distribution Inc. EB-2008-0381 Interrogatory Responses – Board Staff Filed March 12, 2010 Page 5 of 24

BH4. Prior to the August 2009 non-transcribed meeting with parties, Board staff provided Barrie with completed SIMPIL models for Barrie for the years 2001 through 2005 and a summary or PILs continuity schedule of the variances produced from these models.

Please file these active Excel models on the public record. Please explain why and where Barrie disagrees with staff's interpretations of the SIMPIL methodology as displayed in these models.

Response:

In 2009, Board staff created a new SIMPILs model and transferred data from the original SIMPILs models filed by Barrie into the new model. Barrie received these files in emails from Board staff. The emails referred to these as "Draft Staff PILs Models" and stated:

"The draft PILs models prepared by Board staff are not evidence and are for discussion purposes only. The models reflect the assumptions made by staff and have not been reviewed or endorsed by the Board. Staff may revise it's the position on any of these matters when the full evidentiary record has been received and reviewed."

In light of the Board's decision on December 18, 2009 in this proceeding, Barrie submits that these new staff models are not relevant and it is not prepared to file these.

The decision states on page 5, last paragraph: "The Board agrees that the appropriate approach is a review of the account in terms of whether the distributors applied the methodology appropriately as the methodology existed at the time. The Board finds that it would be inappropriate to now change the methodology which was used in the past."

The Board approved SIMPILs models are a significant part of the methodology that existed at the time. Accordingly, it is suggested that the appropriate way to proceed is for Board staff to address the Board approved models filed by Barrie. It appears to Barrie that Board staff has done this in their other interrogatories.

Barrie notes that the Staff Models differ from the Board approved SIMPILs models with respect to the tax rates that are used for the true-up variance adjustment and the deferral account variance adjustment.

The Board approved SIMPILs models filed by Barrie use the actual tax rates for the year that correspond to the "Regulatory Taxable Income "in the "Initial Estimate" column of the TAXCALC sheet. These are the same rates that were presented in the Board Staff IR#2 and confirmed as correct by Barrie in the April 30, 2009 responses. See Schedule 6.

Barrie Hydro Distribution Inc. EB-2008-0381 Interrogatory Responses – Board Staff Filed March 12, 2010 Page 6 of 24

Barrie's treatment is consistent with the operation of the Board approved SIMPIL models and the Accounting Procedures Handbook ("APH") Frequently Asked Questions ("FAQs") April 2003 (see Schedule 7) which on page 2 states:

"Please note that if there is no change in tax legislation affecting the utility industry, the Deferral Account Allowance Column will be the same as the Initial Estimate Column and the Deferral Account Variance will be zero".

The staff models use other tax rates for calculating the true-up variance adjustment and the deferral account variance adjustment. This results in a deferral account variance that is not \$0 when there has been no change in tax legislation and is not compliant with the methodology outlined in the April 2003 FAQ. Accordingly these staff models do not represent the methodology that existed at the time and further consideration is not helpful to this proceeding.

Barrie Hydro Distribution Inc. EB-2008-0381 Interrogatory Responses – Board Staff Filed March 12, 2010 Page 7 of 24

- **BH5. Re: Issue #1**: Should the stand-alone principle be applied when determining the allocation of the following tax attributes for federal and Ontario tax purposes: business limits; capital thresholds and deductions (exemptions); and eligibility for the small business deduction? That is, should the regulated distributor (licensed utility) use 100% of the tax attributes when calculating the regulatory PILs and SIMPIL true-up entitlements?
 - a) Please explain with reference to Barrie's PILs tax evidence.

Response:

a) In the setting of the PILs proxy in Barrie's rates for the 2002 to 2005 rate years, 100% of the Ontario Capital Tax (OCT) and large Corporations Tax (LCT) exemptions were allocated to Barrie Hydro. The level of regulatory taxable income was such that the small business deduction was not applicable.

In the actual tax returns, the majority (99% or more) of the OCT and LCT exemptions were allocated to Barrie Hydro. The difference was minor and did not result in the SIMPILs model creating any adjustments to the balance in account 1562.

In Barrie's case the regulatory taxable income was at a level where the small business deduction did not apply in any of the years under review.

Barrie considers this a rate setting matter and not an issue for account 1562. The SIMPILs model provided by the Board used the allocation approved in setting rates, when calculating the 1562 deferral account adjustment for tax changes and made no adjustments for the actual allocation. The model indicates that this was the methodology at the time.

Barrie Hydro Distribution Inc. EB-2008-0381 Interrogatory Responses – Board Staff Filed March 12, 2010 Page 8 of 24

- **BH6. Re: Issue #3:** One Example: Ontario Capital Tax (OCT) and Large Corporation Tax (LCT) were meant to be trued up if there was a capital tax rate or threshold deduction change after the Board's decision and during the intervening period until the next decision.
 - a) Does Barrie believe that Ontario Capital Tax and Large Corporation Tax should be trued up for income tax purposes in the SIMPIL methodology? That is, should the difference between the accrual for accounting purposes and the deduction from the actual tax returns be included in the list of items on which the income tax SIMPIL true-up variance is calculated? Please explain.

Response:

a) No, Barrie believes that differences between accrual for accounting and actual amounts of OCT and LCT should not be trued up. The accrual for accounting amounts for OCT and LCT are not used in setting the PILs in rates or in determining actual taxable income or taxes payable.

Barrie Hydro Distribution Inc. EB-2008-0381 Interrogatory Responses – Board Staff Filed March 12, 2010 Page 9 of 24

BH7. Re: Issue #4: On May 27, 2009 in answer to staff interrogatories (IR) #6 and #9 shown below, Barrie responded as follows:

<u>IR#6:</u> Please confirm that there is no adjustment for changes in regulatory assets in the fourth quarter 2001 SIMPIL reconciliation. Please explain the assumptions that Barrie made for its 2001 tax returns that resulted in no addition or deduction for regulatory assets in SIMPIL.

<u>Response:</u> "Barrie Hydro ("BH") did use the regulatory assets in the Ministry filing of our tax returns. BH determined regulatory asset/liabilities should not be included in the PILs filing, due to the fact that these are not considered when setting the PILs Proxy and only represent a timing difference of when income tax is paid."

<u>IR#9</u>: Please confirm that there are no adjustments for changes in regulatory assets in the 2002 SIMPIL reconciliation. Please explain the assumptions that Barrie made for its 2002 tax returns that resulted in no addition or deduction for regulatory assets in SIMPIL.

<u>Response:</u> There are no adjustments for changes in our regulatory assets for 2002, as discussed in [IR] BH6. It was felt that the write off of our regulatory asset is only a timing issue and should not be part of the PILs submission.

In its SIMPIL evidence, <u>EnWin</u> has included the movement in regulatory assets to calculate the balance in 1562 to be recovered from or refunded to ratepayers. The variance is material to the total amount applied for recovery.

a) Does Barrie believe that <u>EnWin</u> should include the movement in regulatory assets in the determination of the PILs balance in 1562 to be recovered from or refunded to ratepayers? Please explain.

Response:

a) This is a complex issue and the circumstances of each individual situation need to be considered. Barrie has dealt with this issue in the context of its own situation and believes that it has treated this appropriately. Barrie is not familiar with ENWIN's circumstances and is unable to comment on their treatment.

- **BH8. Re: Issue #5**: Barrie calculated the amount recovered from customers as the billed amount. Barrie used the PILs "rate slivers" from the PILs application filing models to calculate the amount that represents billed to customers and submitted Sch_10_BH39 in evidence on May 27, 2009.
 - **a)** Does Barrie believe that this method is the best method to use? Please explain.
 - **b)** Please provide a table that shows how Barrie calculated the rate slivers used in Sch_10_BH39 with reference to the applications that support this rate component.

Response:

a) Barrie feels that this is the most accurate way to determine the PILs amount billed to customers. The approved rate models identify the amounts added to rates representing the PILs portion of revenue requirement. Barrie was able to apply these adders to the billed quantities to determine the amount of PILs billed to customers.

The following table shows PILs "rate slivers" taken from the approved 2002 RAM, 2004 RAM and 2005 RAM, that were used to calculate the amount that represents billed to customers and submitted Sch_10_BH39 in evidence on May 27, 2009.

Table 1: PILs "Rate Slivers" from Approved Rate Adjustment Models (RAM)

		2001		2002		2004		2005	
Customer Class	per	Fixed	Variable	Fixed	Variable	Fixed	Variable	Fixed	Variable
Residential	kWh	0.7976	0.000455	2.5883	0.001477	1	0.005169	1	0.0046
GS<50 kW	kWh	0.8128	0.000666	2.6375	0.002162	1	0.003231	1	0.0029
GS>50 kW	kW	22.4794	0.046927	72.9457	0.152277	-	0.521666	-	0.4531
Large Use	kW	34.9140	0.044284	113.2962	0.143702	1	1	1	•
Street Lighting	kW	0.0181	0.042843	0.0588	0.139026	-	0.503342	-	0.4185

GS = General Service

2001 and 2002 taken from approved 2002 RAM (EB-2002-0020) sheets 6 and 7 2004 taken from approved 2004 RAM (EB-2004-0011) sheet 7 2005 taken from approved 2005 RAM (EB-2005-0006) sheet 4

Barrie Hydro Distribution Inc. EB-2008-0381 Interrogatory Responses – Board Staff Filed March 12, 2010 Page 11 of 24

BH9. Re: Issue #6: Barrie responded to staff's IR #40 on May 27, 2009 as follows.

<u>IR# 40:</u> Please describe how Barrie extracted the PILs amounts from unbilled revenue during the period 2001 through December 31, 2006.

Response: Distribution rates containing PILS commenced March 1, 2002. The amounts shown in the continuity schedule are PILS collected on actual billed amounts, no true up for unbilled was performed on a monthly basis. You will note that the continuity schedule shows amounts collected from customers in May & June 2006, these amounts are calculated on consumption prior to May 1, 2006 which was not actually billed to the customer until May and June. In effect these two months are the "catch up" for unbilled at April 30, 2006.

- **a)** Does Barrie believe that this is the only method to deal with unbilled revenue for purposes of the SIMPIL calculations? Are there other alternatives that could also be considered? Please explain.
- **b)** If the information is not available by an applicant to calculate unbilled revenue as at April 30, 2006, how does Barrie believe this should be treated?

Response:

- a) There are many ways to estimate and accrue unbilled amounts, requiring varying degrees of effort and with varying degrees of accuracy. Barrie's processes were to prepare an unbilled entry only at year end. Accordingly Barrie continued to record actual PILs amounts billed for the period up to April 30, 2006 in the subsequent months and book this into account 1562.
- **b)** Barrie believes that the approach it has taken is a reasonable alternative to calculating an unbilled revenue amount as at April 30, 2006.

Barrie Hydro Distribution Inc. EB-2008-0381 Interrogatory Responses – Board Staff Filed March 12, 2010 Page 12 of 24

BH10. Re: Issue # 7: If a regulated distributor has a service company or parent company that provides services to the LDC, and the service company or parent charges the distribution utility for labour including all overhead burdens, does Barrie believe that the change in the post-employment benefit liability should be reflected in the distributor's PILs reconciliations? Please explain.

Response:

This situation does not apply to Barrie. Barrie has no comment.

Barrie Hydro Distribution Inc. EB-2008-0381 Interrogatory Responses – Board Staff Filed March 12, 2010 Page 13 of 24

BH11. Re: Issue #8: The materiality threshold incorporated into the SIMPIL models can produce perverse results. In <u>Halton Hills</u>' evidence in its 2004 SIMPIL TAXREC2, the accounting bad debt expense was added back, and because it was above the materiality threshold it generated a tax provision on the amount. However, the deduction for the tax deductible bad debt expense was below the materiality threshold and was ignored in the true-up calculations. The net amount between the accounting number and the actual tax deductible amount should be considered in the calculation.

The original intent of the materiality threshold was to reduce the number of reconciling items that the applicant would have to submit evidence to defend.

- **a)** If evidence on non-material items, other than for policy matters, is not required to be filed in this proceeding, should the materiality threshold be retained in the model given that errors like those identified above are created? Please explain.
- **b)** If Barrie believes that the materiality threshold should be retained in the model, how should the materiality threshold be applied to determine which amounts should be trued up to avoid the situation described above? Please explain.

Response:

- a) Barrie agrees that as a practical matter only material items should be considered.
- **b)** Barrie feels that issues, like the one identified above, could be resolved by requiring directly related items to be considered together when determining materiality.

Barrie Hydro Distribution Inc. EB-2008-0381 Interrogatory Responses – Board Staff Filed March 12, 2010 Page 14 of 24

BH12. Re: Issue #9: Correct tax rates.

- **a)** What income tax rate should be used for true-up calculations and how should this rate be determined?
- **b)** Should Investment Tax Credits, like apprenticeship training, be considered in the determination of the taxes and the tax rate(s) for the SIMPIL true-up calculations? Please explain.
- c) <u>EnWin</u> incurred losses for income tax purposes in 2001 and 2002 and utilized tax loss carry-forwards in 2003, 2004 and 2005 to reduce taxable income to zero.

How would <u>Barrie</u> determine the appropriate income tax rate to use in the true-up calculations when there is no taxable income?

Response:

- a) Barrie considers the appropriate income tax rates to be the legislated Federal and Ontario tax rates for the year corresponding to the amounts used in the PILs calculation approved in setting rates with the sole purpose of adjusting for changes in tax rates for the year that occurred after the setting of rates. The Board approved SIMPILs models filed by Barrie operated in this manner and represented the methodology at the time. This is discussed in BH4 above.
- b) On revisiting the SIMPILs model and instructions, Barrie concludes that these tax credits were meant to be included on the TAXCALC sheet under "IV b) Calculation of the Deferral Account Variance caused by changes in legislation" on the "Less: Revised Miscellaneous Tax Credits" line. Barrie is filing updated SIMPILS models for 2001, 2003, 2004 and 2005 to reflect this. There were no miscellaneous tax credits in the 2002 tax returns. In the 2005 SIMPILs we have included a true-up amount for the SR&ED tax credits in 2004 and 2005 that were added back in arriving at taxable income in 2005 and 2006 respectively.
- c) As stated in (a) above and BH4, Barrie believes that the 1562 PILs methodology was to use the legislated rates corresponding to the amounts and rates in the tax calculation used in setting rates.

A loss occurs when revenues, received from customers, are inadequate to cover costs and no return on investment is received. It would be inappropriate to further reduce the LDC's revenue by treating this as a "tax rate change" in the SIMPILs model, which it is not. Similarly if an LDC "over earned" and this put it into a higher tax rate, it would not be appropriate to recover additional PILs from rate payers in this situation.

Barrie Hydro Distribution Inc. EB-2008-0381 Interrogatory Responses – Board Staff Filed March 12, 2010 Page 15 of 24

BH13. In Barrie's 2001 SIMPIL model submitted in May 2009, the 2001 tax rate should be 40.62% less 1.12%, or 39.50%, for the true-up calculations on TAXCALC based on the methodology. Please explain why this rate was not used. Please provide a corrected model.

Response:

This was a clerical error.

Please see Schedule 2 for the corrected SIMPILs model for 2001.

Barrie Hydro Distribution Inc. EB-2008-0381 Interrogatory Responses – Board Staff Filed March 12, 2010 Page 16 of 24

BH14. In Barrie's 2003 SIMPIL model submitted in May 2009, the 2002 proxy does not agree with the 2002 decision and supporting application model. The tax rate should be 38.62% for 2002 proxy and 36.62% (less 1.12%) for the true-up calculations in 2003. Please explain why this rate was not used. Please file a corrected SIMPIL model.

Response:

This was a locked model from the Board. The rates used were driven by the model and not by the inputs made by Barrie. Barrie relied upon the Board model in booking its entries to account 1562. This model was filed in 2004 and Barrie was not advised of any issues with the model at that time. Barrie is unable to make the requested change to the locked Board approved 2003 SIMPIL model.

Barrie Hydro Distribution Inc. EB-2008-0381 Interrogatory Responses – Board Staff Filed March 12, 2010 Page 17 of 24

BH15. Re: Issue #10: Barrie has included the 2001 PILs proxy (positive number) in the account 1562 continuity schedule in each period until it was removed from rates. As well, Barrie has shown the amount collected (negative number) from customers by using the 2001 proxy "rate slivers" for the same time period as the proxy remained in rates.

Re: Issue #11: For 2002 RRR, Barrie filed the 2001 SIMPIL model. In that document there was a true-up amount of \$136,041 [evidence filed May 27, 2009] which Barrie showed in the continuity schedule in the 2002 column.

The true-up amount of \$136,041 appears only once in the 2002 column. It does not appear in the 2003 column; and no proration of this amount appears in the 2004 column up to the date the 2001 proxy was removed from rates.

a) Does Barrie consider this treatment to be inconsistent? Please explain.

Response:

a) Barrie considers this treatment to be consistent wit the methodology that existed at the time as explained below.

Re: Issue #10:

Barrie considers it appropriate to compare the PILs approved in rates to the PILs billed to customers for purposes of determining the variance that is recorded in account 1562. This is the methodology that existed and was followed for each year.

Please see Schedule 8 which contains the "PILS Variance Analysis" page from the 2004 and 2005 SIMPILs models and Schedule 7 for the April 2003 Ontario Energy Board Accounting Procedures Handbook Frequently Asked Questions (FAQ). The FAQ indicates what amounts are to be booked into account 1562. Entry one is a monthly entry for 1/12th of the Board approved PILS amount. Entry 3 is to record the amount of PILs billed to customers. The "PILS Variance Analysis" page from the 2004 and 2005 SIMPILs models clearly indicates that both the 2001 and 2002 PILs amounts are to be debited to account 1562 for the period where these are included in rates.

Re: Issue #11:

Barrie understands the PILs methodology to require the SIMPIL model true up to the actual tax return to be done once for each tax year. This is based in part on the fact that utilities were only asked to file the 2003 SIMPILs model and that model did not ask for a true-up to the 2001 tax return.

Barrie Hydro Distribution Inc. EB-2008-0381 Interrogatory Responses – Board Staff Filed March 12, 2010 Page 18 of 24

- **BH16.** Re: Issue #12: In the 2005 SIMPIL model continuity schedule, Barrie has shown prorated amounts for the PILs proxy and the amount collected for the period January 1 to April 30, 2006. It has also shown the true-up items of \$157,780 from the 2005 tax year SIMPIL RRR filing in the 2006 column. There are no true-up items shown that relate specifically to the 2006 fourmonth stub period.
 - **a)** Does Barrie believe that its disclosure reflects the correct interpretation of the SIMPIL methodology? Please explain.

Response:

a) Please see the response to BH15 above. Barrie's treatment is consistent with the guidance in the April 2003 FAQ (Schedule 7) in regards to the recording of the PILs proxy versus PILs billed variance.

Barrie understands that the adjustment resulting from the completion of the 2005 SIMPILs model is booked in 2006 when the tax returns for 2005 have been filed and the SIMPILS model is completed. That is why the 2005 SIMPILs adjustments are shown in the 2006 column.

No SIMPILs model was ever issued for 2006 and there is no tax return that covers this four month period. The methodology did not provide for a true-up for this period.

Barrie Hydro Distribution Inc. EB-2008-0381 Interrogatory Responses – Board Staff Filed March 12, 2010 Page 19 of 24

- **BH17.** Re: Issue #13: Financing fees are included in the all-in cost of debt by Enbridge, Union Gas and Hydro One when they file rate applications. Barrie has shown the amortization of financing fees in its SIMPIL evidence.
 - a) Does Barrie consider the amortization of financing fees as shown in its evidence to be interest expense? Please explain.
 - **b)** Should this cost be included in interest expense for the purpose of the interest claw-back calculations? Please explain.

Response:

- a) Yes, Barrie considers this to be interest expense.
- b) This expense is related to the long term debt, specifically the EDFIN debentures. As such it should be included in interest expense for purposes of the interest claw-back calculation. This amount has no impact on the results of this calculation for Barrie; the adjustment remains \$0.

Barrie Hydro Distribution Inc. EB-2008-0381 Interrogatory Responses – Board Staff Filed March 12, 2010 Page 20 of 24

- BH18: Re: Issue #13: In <u>Halton Hills'</u> evidence filed on January 8, 2010, the Board's maximum deemed interest, which should have been used in the variance calculation under the established methodology, was replaced with <u>Halton Hills'</u> actual interest expense in the 2003, 2004 and 2005 SIMPIL models. In so doing, <u>Halton Hills</u> eliminated the established methodology for truing up excess interest above the deemed amount.
 - **a)** What is Barrie's understanding of the Board's established methodology regarding the excess interest claw-back and has <u>Halton Hills</u> followed that guidance?

Response:

a) Barrie's understanding of this issue, which was considered during the 2006 rate setting process and discussed in the "2006 Electricity Distribution Rate Handbook Report Of The Board 2005 May 11 RP-2004-0188" and the "2006 Electricity Distribution Rate Handbook", is that the excess interest claw-back calculation was designed to capture situations where utilities were gaining tax savings through excessive leveraging or paying excessive interest rates on shareholder or affiliate debt.

Barrie believes this is a complex situation that has not been fully addressed in the Board guidance and methodology and requires careful consideration of the facts in each case. There are many circumstances that could lead to actual interest expense exceeding the deemed interest expense in rates that was used to calculate the PILs allowance.

A factor to consider is that the deemed interest used in the interest claw-back calculation is based on 1999 rate base. A growth in rate base, from an increasing numbers of customers and additional assets to connect them, at the prescribed debt – equity ratio would lead to additional borrowing. This may cause the utility's actual interest expense to exceed the deemed, despite having the Board prescribed debt—equity ratio and affiliate debt at the Board prescribed rate of interest.

Another factor to be considered is what should be included in the interest expense used in the interest claw-back calculation. For example it would be inappropriate to compare interest expense on regulatory liabilities with deemed interest as the deemed interest does not take regulatory liabilities into consideration.

Barrie is not familiar with Halton Hills' circumstances and is unable to comment on their treatment.

Barrie Hydro Distribution Inc. EB-2008-0381 Interrogatory Responses – Board Staff Filed March 12, 2010 Page 21 of 24

- **BH19.** Re: Issue #16: Barrie changed its evidence and recalculated interest carrying charges which are shown on the 2005 SIMPIL model continuity schedule.
 - **a)** How did Barrie recalculate the interest after the principal balances were modified?
 - **b)** Does Barrie believe that this is the correct method? Please explain.
 - c) Can Barrie suggest another method? Please explain.

Response:

- a) Barrie prepared a monthly continuity schedule of account 1562, in an Excel spreadsheet, revised the principal balances at the point in time that the original entry was booked and recalculated interest from that point onwards.
- **b)** Barrie feels that this is the appropriate method for corrections to its errors in the original filings. For changes which arise where the utility's reasonable interpretation is different than what is decided in this proceeding, this may not be appropriate.
- **c)** For the types of changes referred to in the second part of point (b) above, interest from the time of the decision to the time of disposal may be more appropriate in the circumstances.

Barrie Hydro Distribution Inc. EB-2008-0381 Interrogatory Responses – Board Staff Filed March 12, 2010 Page 22 of 24

- BH20. Re: Issue #18: The Large Corporation Tax (LCT) was repealed with effect from January 1, 2006. Barrie received \$54,578 for its 2005 LCT PILs proxy as shown in the 2005 SIMPIL model (TAXCALC cell C92). In its PILs continuity schedule Barrie has not shown an entry for the repeal of the LCT during the January 1 to April 30, 2006 period.
 - **a)** Does Barrie consider this to be the correct treatment in accordance with the Board's *FAQ July 2007*? Please explain.
 - **b)** Does Barrie consider that because of the date of issuance of the FAQ in July 2007, the guidance should not apply to the 2006 stub period? Please explain.
 - **c)** Expressed another way, how important is the sequence of the Board's guidance in determining how and when to apply that guidance in this proceeding? Please elaborate.
 - **d)** Does Barrie believe that there is a regulatory hierarchy in the Board's various decisions, handbooks, FAQs, guidelines and instructions? Please elaborate.

Response:

- a) Barrie has booked the amount of the LCT in rates for the period January 1, 2006 to April 30, 2006 into account 1562. This entry, in the amount of \$18,193 credit and dated June 30, 2007, is shown in the continuity schedule filed in the responses to Board Staff IRs filed April 30, 2009 under Schedule 11.
- **b)** Barrie has followed this guidance as discussed in (a) above.
- c) Barrie is unable to offer a conclusive answer to this question. Barrie however notes that subsequent changes that retroactively apply to previously reported financial periods are detrimental to the stability and financial viability of this sector and could result in higher interest costs which would impact rates.
- **d)** The relevance of a hierarchy is not entirely apparent. The Board's Scoping Decision noted as follows (at p. 6):

'Board direction in the form of letters from the Board Secretary, the Accounting Procedures Handbook and the associated FAQ, and the SIMPIL models all provided direction to distributors. The Board finds that it would be inappropriate to review those changes now, or the methodology itself, with a view to making retrospective changes. While those instruments were not the result of a rates proceeding, they were all sanctioned by the Board and formed the directions under which distributors were expected to operate.'

As a result, all of these instruments are binding on the Board for the purposes of this proceeding.

Barrie Hydro Distribution Inc. EB-2008-0381 Interrogatory Responses – Board Staff Filed March 12, 2010 Page 23 of 24

BH21: Re: Issues #: 14, 15, 17, 19, 20, 21, 22.

Should Barrie wish to provide its comments to assist the Board with these issues, please do so with reference to each issue number.

Response:

The issues are shown in italics below. Barrie's comments are in regular font.

14) Should the final balances in account 1562 that will be approved for disposition be transferred to account 1590 Recovery of Regulatory Asset Balances or account 1595?

Barrie considers account 1595 to be the appropriate account as it expects 1590 to be cleared as part of its 2010 rate application.

15) Should the disposition of account 1562 be final in this proceeding? How and if at all should subsequent reassessments be handled in the future?

Barrie submits that the disposition of account 1562 should be declared final in this proceeding and the Board should allow any changes affecting the SIMPILs adjustments arising from subsequent reassessments to be recorded in account 1592. Distributors may have tax years that have not yet been audited, are under appeal or a waiver has been signed holding open a tax year for designated issues. If a policy of not allowing subsequent reassessments to be recorded in account 1592 is adopted, it may result in discrimination in the treatment of distributors depending on where they are in the tax authority's auditing cycle, the status of distributor's appeal process and potential tax authority policy rulings.

17) Should the final tax items in the original, amended, assessed or reassessed tax returns be used for the purposes of calculating true-up calculations?

The most recent tax information at the time of filing should be used, which could be the original, amended, assessed or re-assessed tax returns. Please see comments on point 15 above regarding changes subsequent to filing and clearing of account 1562.

19) How should the final balance in account 1562 be allocated to the customer classes for rate recovery?

This should be allocated on the same basis as PILs are allocated – based on the revenue requirement allocation to customer classes. For practical purposes and based on when these variances arose, this could be based on the approved 2006 revenue requirement allocation.

Barrie Hydro Distribution Inc. EB-2008-0381 Interrogatory Responses – Board Staff Filed March 12, 2010 Page 24 of 24

20) Over what time period should the final balance in account 1562 be disposed by rate rider?

This should be from one to three years depending on the size of the amounts and the rate impact.

21) Should interest carrying charges be forecast to a future date of disposition? If so, what date? What interest rate(s) should be used?

Yes, interest charges should be forecast to the date of disposition in a similar manner has been used in disposition of other variance and deferral accounts.

22) What billing determinant(s) should be used to recover the final amount in account 1562? That is, by the fixed and variable charges, fixed charge only, or variable charge only?

For much of the period in question, PILs were collected through the variable charge only. Barrie feels that it would be appropriate to use this as the basis for recovery.

Barrie Hydro Distribution Inc EB-2008-0381 Schedules to Interrogatory Responses – Board Staff Filed March 12, 2010

Schedule 1 ACCOUNT 1562 DEFERRED PILS CONTINUITY SCHEDULE

Account Number:

1562

		Defered .	PILs			
Date:	Description:	Adjustment	Balance	Deferred PILs Interest	Balance	Total
31-Oct-01	PILs monthly accrual	376,608	376,608	-	-	
30-Nov-01	PILs monthly accrual	376,608	753,216			
	Interest on previous mths balance	-	-	2,197	2,197	
31-Dec-01	PILs monthly accrual	376,609	1,129,825	-	-	
	Interest on previous mths balance	-	-	4,394	6,591	1,136,416
31-Jan-02	PILs montly accrual	305,524	1,435,349			
	Recovery of Pils from Customers	-	1,435,349			
	Interest on previous mths balance			6,591	13,181	
28-Feb-02	PILs montly accrual	305,524	1,740,873			
	Recovery of Pils from Customers	-	1,740,873			
	Interest on previous mths balance			8,373	21,554	
31-Mar-02	PILs montly accrual	305,524	2,046,397			
	Recovery of Pils from Customers	(165,731)	1,880,666			
	Interest on previous mths balance			10,155	31,709	
30-Apr-02	PILs montly accrual	305,524	2,186,190			
	Recovery of Pils from Customers	(426,564)	1,759,626			
	Interest on previous mths balance			10,971	42,680	
31-May-02	PILs montly accrual	305,524	2,065,150			
	Recovery of Pils from Customers	(227,684)	1,837,466			
	Interest on previous mths balance			10,264	52,944	
30-Jun-02	PILs montly accrual	305,524	2,142,990			
	Recovery of Pils from Customers	(335,706)	1,807,284			
	Interest on previous mths balance			10,719	63,663	
	2001 SIMPILs adjustment	148,996	1,956,280			
31-Jul-02	PILs montly accrual	305,524	2,261,804			
	Recovery of Pils from Customers	(429,417)	1,832,387			
	Interest on previous mths balance			11,412	75,074	
31-Aug-02	PILs montly accrual	305,524	2,137,911			
	Recovery of Pils from Customers	(383,882)	1,754,029			
	Interest on previous mths balance			10,689	85,763	
30-Sep-02	PILs montly accrual	305,524	2,059,553			
	Recovery of Pils from Customers	(387,374)	1,672,179			

Account Number:

1562

Det	fered	PII.s

		Defered .	PILs			
Date:	Description:	Adjustment	Balance	Deferred PILs Interest	Balance	Total
	Interest on previous mths balance			10,232	95,995	
31-Oct-	-02 PILs montly accrual	305,524	1,977,703			
	Recovery of Pils from Customers	(461,814)	1,515,889			
	Interest on previous mths balance			9,754	105,750	
30-Nov-	-02 PILs montly accrual	305,524	1,821,413			
	Recovery of Pils from Customers	(381,201)	1,440,212			
	Interest on previous mths balance			8,843	114,592	
31-Dec-	-02 PILs montly accrual	305,521	1,745,733			
	Recovery of Pils from Customers	(247,012)	1,498,721			
	Interest on previous mths balance			8,401	122,994	1,621,715
31-Jan-	-03 PILs montly accrual	399,676	1,898,397			
	Recovery of Pils from Customers	(507,354)	1,391,043			
	Interest on previous mths balance			8,743	131,736	
28-Feb-	-03 PILs montly accrual	399,676	1,790,719			
	Recovery of Pils from Customers	(468,296)	1,322,423			
	Interest on previous mths balance			8,114	139,850	
31-Mar-	-03 PILs montly accrual	399,676	1,722,099			
	Recovery of Pils from Customers	(469,149)	1,252,950			
	Interest on previous mths balance			7,714	147,565	
30-Apr-	-03 PILs montly accrual	399,676	1,652,626			
	Recovery of Pils from Customers	(417,457)	1,235,169			
	Interest on previous mths balance			7,309	154,873	
31-May-	-03 PILs montly accrual	399,676	1,634,845			
	Recovery of Pils from Customers	(438,491)	1,196,354			
	Interest on previous mths balance			7,205	162,079	
30-Jun-	-03 PILs montly accrual	399,676	1,596,030			
	Recovery of Pils from Customers	(416,381)	1,179,649			
	Interest on previous mths balance			6,979	169,057	
	2002 SIMPILs adjustment	122,608	1,302,257			
31-Jul-	-03 PILs montly accrual	399,676	1,701,933			
	Recovery of Pils from Customers	(437,876)	1,264,057			
	Interest on previous mths balance			6,881	175,939	

Account Number:

1562

Description:	Adjustment	Balance	Deferred PILs Interest	Balance	Total
03 PILs montly accrual	399,676	1,663,733			
Recovery of Pils from Customers	(384,680)	1,279,053			
Interest on previous mths balance			7,374	183,312	
3 PILs montly accrual	399,676	1,678,729			
Recovery of Pils from Customers	(424,061)	1,254,668			
Interest on previous mths balance			7,461	190,773	
3 PILs montly accrual	399,676	1,654,344			
Recovery of Pils from Customers	(453,911)	1,200,433			
Interest on previous mths balance			7,319	198,092	
3 PILs montly accrual	399,676	1,600,109			
Recovery of Pils from Customers	(373,186)	1,226,923			
Interest on previous mths balance			7,003	205,095	
3 PILs montly accrual	399,676	1,626,599			
Recovery of Pils from Customers	(433,161)	1,193,438			
Interest on previous mths balance			7,157	212,252	1,405,690
04 PILs montly accrual	329,062	1,522,500			
Recovery of Pils from Customers	(412,163)	1,110,337			60,140
Interest on previous mths balance			6,962	219,214	
04 PILs montly accrual	329,062	1,439,399			
Recovery of Pils from Customers	(419,019)	1,020,380			
Interest on previous mths balance			6,477	225,691	
04 PILs montly accrual	329,062	1,349,442			
Recovery of Pils from Customers	(554,978)	794,464			
Interest on previous mths balance			5,952	231,643	
04 PILs montly accrual	329,062	1,123,526			
Recovery of Pils from Customers	(390,172)	733,354			
Interest on previous mths balance			4,634	236,277	
04 PILs montly accrual	329,062	1,062,416			
Recovery of Pils from Customers	(354,228)	708,188			
Interest on previous mths balance			4,278	240,555	
4 PILs montly accrual	329,062	1,037,250			
Recovery of Pils from Customers	(337,369)	699,881			
	Recovery of Pils from Customers Interest on previous mths balance 3 PILs montly accrual Recovery of Pils from Customers Interest on previous mths balance 3 PILs montly accrual Recovery of Pils from Customers Interest on previous mths balance 3 PILs montly accrual Recovery of Pils from Customers Interest on previous mths balance 3 PILs montly accrual Recovery of Pils from Customers Interest on previous mths balance 4 PILs montly accrual Recovery of Pils from Customers Interest on previous mths balance 4 PILs montly accrual Recovery of Pils from Customers Interest on previous mths balance 4 PILs montly accrual Recovery of Pils from Customers Interest on previous mths balance 4 PILs montly accrual Recovery of Pils from Customers Interest on previous mths balance 4 PILs montly accrual Recovery of Pils from Customers Interest on previous mths balance 4 PILs montly accrual Recovery of Pils from Customers Interest on previous mths balance 4 PILs montly accrual Recovery of Pils from Customers Interest on previous mths balance 4 PILs montly accrual Recovery of Pils from Customers Interest on previous mths balance	399,676 Recovery of Pils from Customers Interest on previous mths balance 3 PILs montly accrual 399,676 Recovery of Pils from Customers Interest on previous mths balance 3 PILs montly accrual 399,676 Recovery of Pils from Customers Interest on previous mths balance 3 PILs montly accrual 399,676 Recovery of Pils from Customers Interest on previous mths balance 3 PILs montly accrual 399,676 Recovery of Pils from Customers Interest on previous mths balance 3 PILs montly accrual 399,676 Recovery of Pils from Customers Interest on previous mths balance 4 PILs montly accrual 329,062 Recovery of Pils from Customers Interest on previous mths balance 4 PILs montly accrual 329,062 Recovery of Pils from Customers Interest on previous mths balance 4 PILs montly accrual 329,062 Recovery of Pils from Customers Interest on previous mths balance 4 PILs montly accrual 329,062 Recovery of Pils from Customers Interest on previous mths balance 4 PILs montly accrual 329,062 Recovery of Pils from Customers Interest on previous mths balance 4 PILs montly accrual 329,062 Recovery of Pils from Customers Interest on previous mths balance 4 PILs montly accrual 329,062 Recovery of Pils from Customers Interest on previous mths balance 4 PILs montly accrual 329,062 Recovery of Pils from Customers Interest on previous mths balance 4 PILs montly accrual 329,062 Recovery of Pils from Customers Interest on previous mths balance	3 PILs montly accrual 399,676 1,663,733 Recovery of Pils from Customers (384,680) 1,279,053 Interest on previous mths balance 3 PILs montly accrual 399,676 1,678,729 Recovery of Pils from Customers (424,061) 1,254,668 Interest on previous mths balance 3 PILs montly accrual 399,676 1,654,344 Recovery of Pils from Customers (453,911) 1,200,433 Interest on previous mths balance 3 PILs montly accrual 399,676 1,600,109 Recovery of Pils from Customers (373,186) 1,226,923 Interest on previous mths balance 3 PILs montly accrual 399,676 1,626,599 Recovery of Pils from Customers (433,161) 1,193,438 Interest on previous mths balance 4 PILs montly accrual 329,062 1,522,500 Recovery of Pils from Customers (412,163) 1,110,337 Interest on previous mths balance 4 PILs montly accrual 329,062 1,439,399 Recovery of Pils from Customers (419,019) 1,020,380 Interest on previous mths balance 4 PILs montly accrual 329,062 1,349,442 Recovery of Pils from Customers (554,978) 794,464 Interest on previous mths balance 4 PILs montly accrual 329,062 1,123,526 Recovery of Pils from Customers (390,172) 733,354 Interest on previous mths balance 4 PILs montly accrual 329,062 1,062,416 Recovery of Pils from Customers (354,228) 708,188 Interest on previous mths balance	3 PILs montly accrual 399,676 1,663,733 Recovery of Pils from Customers (384,680) 1,279,053 Interest on previous miths balance 7,374 3 PILs montly accrual 399,676 1,678,729 Recovery of Pils from Customers (424,061) 1,254,668 Interest on previous miths balance 7,461 3 PILs montly accrual 399,676 1,654,344 Recovery of Pils from Customers (453,911) 1,200,433 Interest on previous miths balance 7,319 3 PILs montly accrual 399,676 1,600,109 Recovery of Pils from Customers (373,186) 1,226,923 Interest on previous miths balance 7,003 3 PILs montly accrual 399,676 1,626,599 Recovery of Pils from Customers (433,161) 1,193,438 Interest on previous miths balance 7,157 4 PILs montly accrual 329,062 1,522,500 Recovery of Pils from Customers (412,163) 1,110,337 Interest on previous miths balance 6,962 4 PILs montly accrual 329,062 1,439,399 Recovery of Pils from Customers (419,019) 1,020,380 Interest on previous miths balance 6,477 4 PILs montly accrual 329,062 1,349,442 Recovery of Pils from Customers (554,978) 794,464 Interest on previous miths balance 5,952 4 PILs montly accrual 329,062 1,123,526 Recovery of Pils from Customers (390,172) 733,354 Interest on previous miths balance 4,634 4 PILs montly accrual 329,062 1,062,416 Recovery of Pils from Customers (354,228) 708,188 Interest on previous miths balance 4,278 4 PILs montly accrual 329,062 1,037,250	3 PILs montly accrual 399,676 1,663,733 183,312 3 PILs montly accrual 399,676 1,678,729 183,312 3 PILs montly accrual 399,676 1,678,729 1,664,344 190,773 3 PILs montly accrual 399,676 1,654,344 1,200,433 1,200,

Deferred

Total

Account Number:

1562

	-			
Dø	fere	od.	PΙ	T.s

Date:	Description:	Adjustment	Balance	PILs Interest	Balance	Total
	2003 SIMPILs adjustment	101,657	801,538			
	Interest on previous mths balance			4,131	244,686	
31-Jul-0	04 PILs montly accrual	329,062	1,130,600			
	Recovery of Pils from Customers	(308,735)	821,865			
	Interest on previous mths balance			4,676	249,362	
31-Aug-0	04 PILs montly accrual	329,062	1,150,927			
	Recovery of Pils from Customers	(357,661)	793,266			
	Interest on previous mths balance			4,794	254,156	
30-Sep-0	04 PILs montly accrual	329,062	1,122,328			
	Recovery of Pils from Customers	(331,873)	790,455			
	Interest on previous mths balance			4,627	258,783	
31-Oct-0	04 PILs montly accrual	329,062	1,119,517			
	Recovery of Pils from Customers	(346,564)	772,953			
	Interest on previous mths balance			4,611	263,394	
30-Nov-0	04 PILs montly accrual	329,062	1,102,015			
	Recovery of Pils from Customers	(332,576)	769,439			
	Interest on previous mths balance			4,509	267,903	
31-Dec-0	04 PILs montly accrual	329,062	1,098,501			
	Recovery of Pils from Customers	(340,210)	758,291			
	Interest on previous mths balance			4,488	272,392	1,030,683
31-Jan-0	05 PILs montly accrual	305,524	1,063,815			
	Recovery of Pils from Customers	(324,529)	739,286			
	Interest on previous mths balance			4,423	276,815	
28-Feb-0	05 PILs montly accrual	305,524	1,044,810			
	Recovery of Pils from Customers	(470,269)	574,541			
	Interest on previous mths balance			4,313	281,128	
31-Mar-0	95 PILs montly accrual	305,524	880,065			
	Recovery of Pils from Customers	(387,976)	492,089			
	Interest on previous mths balance			3,351	284,479	
30-Apr-0	05 PILs montly accrual	310,179	802,268			
	Recovery of Pils from Customers	(352,728)	449,540			
	Interest on previous mths balance			2,871	287,350	

Account Number:

1562

110000000000000000000000000000000000000		1002		1002 540 11		
		Defered .	PILs	D.C. I		T I
Date:	Description:	Adjustment	Balance	Deferred PILs Interest	Balance	Total
31-May-05	5 PILs montly accrual	310,179	759,719			
	Recovery of Pils from Customers	(295,403)	464,316			
	Interest on previous mths balance			2,622	289,972	
30-Jun-05	5 PILs montly accrual	310,179	774,495			
	Recovery of Pils from Customers	(297,214)	477,281			
	2004 SIMPILs adjustment	-	477,281			
	Interest on previous mths balance			2,709	292,680	
31-Jul-05	5 PILs montly accrual	310,179	787,460			
	Recovery of Pils from Customers	(289,668)	497,792			
	2004 SIMPILs adjustment	(555,483)	(57,691)			
	Interest on previous mths balance			2,784	295,465	
31-Aug-05	5 PILs montly accrual	310,179	252,488			
	Recovery of Pils from Customers	(451,440)	(198,952)			
	Interest on previous mths balance			2,178	297,643	
30-Sep-05	5 PILs montly accrual	310,179	111,227			
	Recovery of Pils from Customers	(320,652)	(209,425)			
	Interest on previous mths balance			(1,161)	296,483	
31-Oct-05	5 PILs montly accrual	310,179	100,754			
	Recovery of Pils from Customers	(301,090)	(200,336)			
	Interest on previous mths balance			(1,222)	295,261	
30-Nov-05	5 PILs montly accrual	310,179	109,843			
	Recovery of Pils from Customers	(301,588)	(191,745)			
	Interest on previous mths balance			(1,169)	294,092	
31-Dec-05	5 PILs montly accrual	310,179	118,434			
	Recovery of Pils from Customers	(309,988)	(191,554)			
	Interest on previous mths balance			(1,119)	292,974	101,420
31-Jan-06	6 PILs montly accrual	310,179	118,625			
	Recovery of Pils from Customers	(364,672)	(246,047)			
	Interest on previous mths balance			(1,117)	291,856	
28-Feb-06	6 PILs montly accrual	310,179	64,132			
	Recovery of Pils from Customers	(337,749)	(273,617)			
	Interest on previous mths balance			(1,435)	290,421	

Deferred

Barrie Hydro EB-2008-0381 Filed March 12, 2010 Schedule 1

Total

Account Number:

1562

Defered PILs

Date:	Description:	Adjustment	Balance	PILs Interest	Balance	Total
31-Mar-0	6 PILs montly accrual	310,179	36,562			
	Recovery of Pils from Customers	(374,451)	(337,889)			
	Interest on previous mths balance			(1,596)	288,825	
30-Apr-0	6 PILs montly accrual	310,179	(27,710)			
	Recovery of Pils from Customers	(254,514)	(282,224)			
	Interest on previous mths balance			(1,971)	286,854	
31-May-0	6 PILs montly accrual	-	(282,224)			
	Recovery of Pils from Customers	(313,839)	(596,063)			
	Interest on previous mths balance			(976)	285,878	
30-Jun-0	6 PILs montly accrual	-	(596,063)			
	Recovery of Pils from Customers	(27,493)	(623,556)			
	True-up Variance	-	(623,556)			
	Interest on previous mths balance			(2,061)	283,817	
31-Jul-0	6 PILs montly accrual	-	(623,556)			
	Recovery of Pils from Customers	-	(623,556)			
	2004 SIMPILs adjustment	167,859	(455,697)			
	Interest on previous mths balance			(2,156)	281,660	
31-Aug-0	6 PILs montly accrual	-	(455,697)			
	Recovery of Pils from Customers	-	(455,697)			
	Interest on previous mths balance			(1,743)	279,917	
30-Sep-0	6 PILs montly accrual	-	(455,697)			
	Recovery of Pils from Customers	-	(455,697)			
	Interest on previous mths balance			(1,743)	278,174	
31-Oct-0	6 PILs montly accrual	-	(455,697)			
	Recovery of Pils from Customers	-	(455,697)			
	Interest on previous mths balance			(1,743)	276,431	
30-Nov-0	6 PILs montly accrual	-	(455,697)			
	Recovery of Pils from Customers	-	(455,697)			
	Interest on previous mths balance			(1,743)	274,688	
31-Dec-0	6 PILs montly accrual	-	(455,697)			
	Recovery of Pils from Customers	-	(455,697)			
	Interest on previous mths balance			(1,743)	272,945	(182,752)

Account Number:

1562

Defered PILs	De	fered	PILS
--------------	----	-------	------

		Defered I	PILs		
Date:	Description:	Adjustment	Balance	Deferred PILs Interest	Balance
31-Jan-07	PILs montly accrual	-	(455,697)		
	Recovery of Pils from Customers	-	(455,697)		
	Interest on previous mths balance			(1,743)	271,202
28-Feb-07	PILs montly accrual	-	(455,697)		
	Recovery of Pils from Customers	-	(455,697)		
	Interest on previous mths balance			(1,743)	269,459
31-Mar-07	PILs montly accrual	-	(455,697)		
	Recovery of Pils from Customers	-	(455,697)		
	Interest on previous mths balance			(1,743)	267,716
30-Apr-07	PILs montly accrual	-	(455,697)		
	Recovery of Pils from Customers	-	(455,697)		
	Interest on previous mths balance			(1,743)	265,973
31-May-07	PILs montly accrual	-	(455,697)		
	Recovery of Pils from Customers	-	(455,697)		
	Interest on previous mths balance			(1,743)	264,230
30-Jun-07	PILs montly accrual	-	(455,697)		
	LCT adjustment	(18,193)	(473,890)		
	Interest on previous mths balance			(1,743)	262,487
31-Jul-07	PILs montly accrual	-	(473,890)		
	Recovery of Pils from Customers	-	(473,890)		
	Interest on previous mths balance			(1,813)	260,674
31-Aug-07	PILs montly accrual	-	(473,890)		
	Recovery of Pils from Customers	-	(473,890)		
	Interest on previous mths balance			(1,813)	258,861
30-Sep-07	PILs montly accrual	-	(473,890)		
	LCT adjustment	-	(473,890)		
	Interest on previous mths balance			(1,813)	257,049
31-Oct-07	PILs montly accrual	-	(473,890)		
	Recovery of Pils from Customers	-	(473,890)		
	Interest on previous mths balance			(1,813)	255,236
30-Nov-07	PILs montly accrual	-	(473,890)		
	Recovery of Pils from Customers	-	(473,890)		

Account Number:

1562

1562 Sub-Account

Defered PILs

		Defered PILs		5.4		
Date:	Description:	Adjustment	Balance	Deferred PILs Interest	Balance	Total
	Interest on previous mths balance			(2,030)	253,206	
31-Dec-07	PILs montly accrual	-	(473,890)			
	LCT adjustment	-	(473,890)			
	Interest on previous mths balance			(2,030)	251,177	(222,713)
31-Jan-08	PILs montly accrual	-	(473,890)			
	Recovery of Pils from Customers	-	(473,890)			
	Interest on previous mths balance			(2,030)	249,147	
29-Feb-08	PILs montly accrual	-	(473,890)			
	Recovery of Pils from Customers	-	(473,890)			
	Interest on previous mths balance			(2,030)	247,117	
31-Mar-08	PILs montly accrual	-	(473,890)			T-4-1
	LCT adjustment	-	(473,890)			Total
	Interest on previous mths balance			(2,030)	245,087	(228,803)
30-Apr-08	PILs montly accrual	-	(473,890)			
	Recovery of Pils from Customers	-	(473,890)			
	Interest on previous mths balance			(2,030)	243,057	
31-May-08	PILs montly accrual	-	(473,890)			
	Recovery of Pils from Customers	-	(473,890)			
	Interest on previous mths balance			(1,611)	241,446	
30-Jun-08	PILs montly accrual	-	(473,890)			Total
	LCT adjustment	-	(473,890)			Total
	Interest on previous mths balance			(1,611)	239,835	(234,055)
31-Jul-08	PILs montly accrual	-	(473,890)			
	Recovery of Pils from Customers	-	(473,890)			
	Interest on previous mths balance			(1,611)	238,224	
31-Aug-08	PILs montly accrual	-	(473,890)			
	Recovery of Pils from Customers	-	(473,890)			
	Interest on previous mths balance			(1,323)	236,901	
30-Sep-08	PILs montly accrual	-	(473,890)			Total
	LCT adjustment	-	(473,890)			1 Otal
	Interest on previous mths balance			(1,323)	235,578	(238,312)
31-Oct-08	PILs montly accrual	-	(473,890)			

Account Number:

1562

1562 Sub-Account

Defered PILs

		Defered PILs		D. 4		
Date:	Description:	Adjustment	Balance	Deferred PILs Interest	Balance	Total
	LCT adjustment	-	(473,890)			
	Interest on previous mths balance			(1,323)	234,255	
30-Nov-	08 PILs montly accrual	-	(473,890)			
	LCT adjustment	-	(473,890)			
	Interest on previous mths balance			(1,323)	232,932	
31-Dec-08	08 PILs montly accrual	-	(473,890)			m . 1
	LCT adjustment	-	(473,890)			Total
	Interest on previous mths balance			(1,323)	231,609	(242,281)
31-Jan-09	09 PILs montly accrual	-	(473,890)			
	LCT adjustment	-	(473,890)			
	Interest on previous mths balance			(1,323)	230,286	
28-Feb-09	09 PILs montly accrual	-	(473,890)			
	LCT adjustment	-	(473,890)			
	Interest on previous mths balance			(968)	229,318	
31-Mar-09	09 PILs montly accrual	-	(473,890)			
	LCT adjustment	-	(473,890)			
	Interest on previous mths balance			(968)	228,351	
30-Apr-09	09 PILs montly accrual	-	(473,890)			
	LCT adjustment	-	(473,890)			
	Interest on previous mths balance			(968)	227,383	
31-May-09	09 PILs montly accrual	-	(473,890)			
	LCT adjustment	-	(473,890)			
	Interest on previous mths balance			(395)	226,988	
30-Jun-09	09 PILs montly accrual	-	(473,890)			
	LCT adjustment	-	(473,890)			
	Interest on previous mths balance			(395)	226,593	
31-Jul-09	09 PILs montly accrual	-	(473,890)			
	LCT adjustment	-	(473,890)			
	Interest on previous mths balance			(395)	226,199	
31-Aug-09	09 PILs montly accrual	-	(473,890)			
	LCT adjustment	-	(473,890)			
	Interest on previous mths balance			(217)	225,981	

Barrie Hydro EB-2008-0381 Filed March 12, 2010 Schedule 1

Account Number:

1562

1562 Sub-Account

Defered PILs

		Dejereu	IILS			
				Deferred		Total
Date:	Description:	Adjustment	Balance	PILs Interest	Balance	
30-Sep-0	9 PILs montly accrual	-	(473,890)			
	LCT adjustment	-	(473,890)			
	Interest on previous mths balance			(217)	225,764	
31-Oct-0	9 PILs montly accrual	-	(473,890)			
	LCT adjustment	-	(473,890)			
	Interest on previous mths balance			(217)	225,547	
30-Nov-0	9 PILs montly accrual	-	(473,890)			
	LCT adjustment	-	(473,890)			
	Interest on previous mths balance			(217)	225,330	
31-Dec-0	9 PILs montly accrual	-	(473,890)			Total
	LCT adjustment	-	(473,890)			1 Otal
	Interest on previous mths balance			(217)	225,113	(248

Barrie Hydro Distribution Inc EB-2008-0381 Schedules to Interrogatory Responses – Board Staff Filed March 12, 2010

Schedule 2 2001 SIMPIL MODEL REVISED MARCH 12, 2010

	A	В	С	D	Е
1	SECTION 93 PILs TAX GROSS-UP "SIMPIL"		C		Version 2004.2
	REGULATORY INFORMATION (REGINFO)				RRR # 2.1.8
3	Utility Name: Barrie Hydro Distribution Inc.				
4	Reporting period: Dec. 31, 2001 Revised March 12, 2010				
5					
6	Days in reporting period:	92	days		
7	Total days in the calendar year:	365	days		
8					
	BACKGROUND				
	Has the utility reviewed section 149(1) ITA to				
11	confirm that it is not subject to regular corporate		Y/N	V00	
12	tax (and therefore subject to PILs)?		T/IN	yes	
14	Was the utility recently acquired by Hydro One				
15	and now subject to s.89 & 90 PILs?		Y/N	no	
17	Is the utility a non-profit corporation?		Y/N	no	
18	(If it is a non-profit corporation, please contact the Rates Manager at the OEB)		1/11	110	
	Are the Ontario Capital Tax & Large Corporations Tax Exemptions	OCT	Y/N	V00	
	shared among the corporate group?		Y/N	yes	
_	Please identify the % used to allocate the OCT and LCT exemptions in	LCT OCT	1/IN	no 99%	
	Cells C65 & C74 in the TAXCALC spreadsheet.	LCT		99% 100%	
23		LUI		10076	
24	Accounting Year End		Date	12-31-2004	
26	MARR NO TAX CALCULATIONS				Regulatory
	SHEET #7 FINAL RUD MODEL DATA				Income
	(FROM 1999 FINANCIAL STATEMENTS)				moomo
	USE BOARD-APPROVED AMOUNTS				
30					
31	Rate Base (wires-only)			108,021,367	
33	Common Equity Ratio (CER)			45.00%	
υT					
35	1-CER			55.00%	
37	Target Return On Equity			9.88%	
39	Debt rate			7.00%	
40					
41	Market Adjusted Revenue Requirement			8,961,453	
43	1999 return from RUD Sheet #7			3,237,888	3,237,888
45	Total Incremental revenue			5,723,565	
	Input: Board-approved dollar amounts phased-in			-,,	
47	Amount allowed in 2001			1,907,855	1,907,855
48	Amount allowed in 2002			1,907,855	1,907,855
49	Amount allowed in 2003 and 2004 (will be zero due to Bill 210			0	0
50	unless authorized by the Minister and the Board)				0
51					0
52	Total Danielatani India				0
53	Total Regulatory Income				7,053,598
54	Equity			48,609,615	
56	Lyuny			40,009,015	
	Return at target ROE			4,802,630	
58	at target to E			1,002,000	
	Debt			59,411,752	
60				, , , , , ,	
	Deemed interest amount in 100% of MARR			4,158,823	
62					
	Phase-in of interest - Year 1 (2001)			2,388,032	
64	((D43+D47)/D41)*D61				
	Phase-in of interest - Year 2 (2002)			3,273,427	
66	((D43+D47+D48)/D41)*D61			0.070.407	
	Phase-in of interest - Year 3 (2003) and forward			3,273,427	
68 69	((D43+D47+D48)/D41)*D61 (due to Bill 210)				
70					
71					
<u>'''</u>					

EB-2008-0381 1 of 16

											Schedule 2	
	A	В	С	D	Е	F	G	Н		J	K	L
1	SECTION 93 PILs TAX GROSS-UP "SIMPIL"	ITEM	Initial						M of F	M of F	M of F	
2	DEFERRAL/VARIANCE ACCOUNTS		Estimate						Filing	Filing	Filing	
3	TAX CALCULATIONS (TAXCALC)								Variance	Variance		
4	("Wires-only" business - see Tab TAXREC)								K-C	Explanation	(June)	
5	RRR # 2.1.8										Version 2004.2	
6			\$						\$		\$	
7	Utility Name: Barrie Hydro Distribution Inc.											
8	Reporting period: Dec. 31, 2001 Revised March 12, 2010										Column	
9	Days in reporting period:	92	days								Brought	
10	Total days in the calendar year:	365	days								From	
11											TAXREC	
12												
13	I) CORPORATE INCOME TAXES											
14												
15	Regulatory Net Income REGINFO E53	1	1,286,436						-4,146,843		-2,860,407	
16	,		, ,						, ,		,	
17	BOOK TO TAX ADJUSTMENTS											
18												
19	Additions:											
	Depreciation & Amortization	2	1,322,677						223,564		1,546,241	
21	Employee Benefit Plans - Accrued, Not Paid	3	1,022,011						231,845		231,845	
22		4							0		0	
23	Reserves from financial statements - end of year	4							0		0	
	Regulatory Adjustments - increase in income	5	0			l —			0		0	
25			U						U		U	
26		6			_				0		0	
27	Other Additions (not "Material") "TAXREC"	6				1			-5,129		-5,129	
28	"Material Items from "TAXREC 2" worksheet	6				l -			-5,129		-5,129	
28	Other Additions (not "Material") "TAXREC 2"	6				 	 	 	0		0	
	Other Additions (not "Material") "TAXREC 2"	ь							0		U	
30	Deductions, Innut positive numb	-				-						
31		-	E00 E45			 			005.010		4 504 504	
32		7	539,545						995,046		1,534,591	
	Employee Benefit Plans - Paid Amounts	8							0		0	
	Items Capitalized for Regulatory Purposes	9	0						0		0	
	Regulatory Adjustments - deduction for tax purposes in Item 5	10	0						0		0	
	Interest Expense Deemed/ Incurred	11	597,008						-270,271		326,737	
37		4							0		0	
	Reserves from financial statements - beginning of year	4							0		0	
39		3							0		0	
40		3							0		0	
41	Interest capitalized for accounting but deducted for tax	11							0		0	
42	Other Deductions (See Tab entitled "TAXREC")											
43	"Material" Items from "TAXREC" worksheet	12							0		0	
44	Other Deductions (not "Material") "TAXREC"	12							83,338		83,338	
45	Material Items from "TAXREC 2" worksheet	12							0		0	
46	Other Deductions (not "Material") "TAXREC 2"	12							0		0	
47												
48	TAXABLE INCOME/ (LOSS)		1,472,560						(2,888,450)	Before loss C/F	(3,032,116)	
49												
50	BLENDED INCOME TAX RATE											
51	Tab Tax Rates - Regulatory from Table 1; Actual from Table 3	13	40.62%						0.0000%		40.62%	
52												
53	REGULATORY INCOME TAX		598,154						-598,154	Actual	0	
54			,									
55												
_	Miscellaneous Tax Credits	14				l			0	Actual	0	
57									O	Totali	o o	
58	Total Regulatory Income Tax		598,154		-				-598,154	Actual	0	
59	Total Regulatory Internet rax		330,134				H	H	-000,104	Actual	U	
60						l —						
	II) CAPITAL TAXES					1						
ا ت	III ON THE TAKES	+			-	 						
	Ontario				-	 						
62			108,021,367		_	-			7,176,391		115,197,758	
62 63			100.021.00/				1	1	-14,155		4,985,845	
62 63 64	Base	15 16									4,500,040	
62 63 64 65	Base Less: Exemption -Tax Rates - Regulatory, Table 1; Actual, Table 3	15	5,000,000		_						110 211 012	
62 63 64 65 66	Base								7,162,236		110,211,913	
62 63 64 65 66	Base Less: Exemption -Tax Rates - Regulatory, Table 1; Actual, Table 3 Taxable Capital	16	5,000,000 103,021,367						7,162,236			
62 63 64 65 66 67	Base Less: Exemption -Tax Rates - Regulatory, Table 1; Actual, Table 3 Taxable Capital		5,000,000								110,211,913 0.3000%	
62 63 64 65 66 67 68 69	Base Less: Exemption -Tax Rates - Regulatory, Table 1; Actual, Table 3 Taxable Capital Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3	16	5,000,000 103,021,367 0.3000%						7,162,236 0.0000%		0.3000%	
62 63 64 65 66 67 68 69 70	Base Less: Exemption -Tax Rates - Regulatory, Table 1; Actual, Table 3 Taxable Capital Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3	16	5,000,000 103,021,367						7,162,236			
62 63 64 65 66 67 68 69 70	Base Less: Exemption -Tax Rates - Regulatory, Table 1; Actual, Table 3 Taxable Capital Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3 Ontario Capital Tax	16	5,000,000 103,021,367 0.3000%						7,162,236 0.0000%		0.3000%	
62 63 64 65 66 67 68 69 70 71 72	Base Less: Exemption -Tax Rates - Regulatory, Table 1; Actual, Table 3 Taxable Capital Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3 Ontario Capital Tax Federal Large Corporations Tax	16	5,000,000 103,021,367 0.3000% 77,901						7,162,236 0.0000% 5,437		0.3000%	
62 63 64 65 66 67 68 69 70 71 72	Base Less: Exemption -Tax Rates - Regulatory, Table 1; Actual, Table 3 Taxable Capital Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3 Ontario Capital Tax Federal Large Corporations Tax Base	16	5,000,000 103,021,367 0.3000% 77,901						7,162,236 0.0000%		0.3000% 83,338 114,872,901	
62 63 64 65 66 67 68 69 70 71 72 73	Base Less: Exemption -Tax Rates - Regulatory, Table 1; Actual, Table 3 Taxable Capital Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3 Ontario Capital Tax Federal Large Corporations Tax Base Less: Exemption -Tax Rates - Regulatory, Table 1; Actual, Table 3	16	5,000,000 103,021,367 0.3000% 77,901 108,021,367 10,000,000						7,162,236 0.0000% 5,437 6,851,534 0		0.3000% 83,338 114,872,901 10,000,000	
62 63 64 65 66 67 68 69 70 71 72 73 74 75	Base Less: Exemption -Tax Rates - Regulatory, Table 1; Actual, Table 3 Taxable Capital Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3 Ontario Capital Tax Federal Large Corporations Tax Base	16	5,000,000 103,021,367 0.3000% 77,901						7,162,236 0.0000% 5,437		0.3000% 83,338 114,872,901	
62 63 64 65 66 67 68 69 70 71 72 73 74 75 76	Base Less: Exemption -Tax Rates - Regulatory, Table 1; Actual, Table 3 Taxable Capital Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3 Ontario Capital Tax Federal Large Corporations Tax Base Less: Exemption -Tax Rates - Regulatory, Table 1; Actual, Table 3 Taxable Capital	16 17 18 19	5,000,000 103,021,367 0.3000% 77,901 108,021,367 10,000,000 98,021,367						7,162,236 0.0000% 5,437 6,851,534 0 6,851,534		0.3000% 83,338 114,872,901 10,000,000 104,872,901	
62 63 64 65 66 67 68 69 70 71 72 73 74 75 76 77	Base Less: Exemption -Tax Rates - Regulatory, Table 1; Actual, Table 3 Taxable Capital Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3 Ontario Capital Tax Federal Large Corporations Tax Base Less: Exemption -Tax Rates - Regulatory, Table 1; Actual, Table 3 Taxable Capital	16	5,000,000 103,021,367 0.3000% 77,901 108,021,367 10,000,000						7,162,236 0.0000% 5,437 6,851,534 0		0.3000% 83,338 114,872,901 10,000,000	
62 63 64 65 66 67 68 69 70 71 72 73 74 75 76 77	Base Less: Exemption -Tax Rates - Regulatory, Table 1; Actual, Table 3 Taxable Capital Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3 Ontario Capital Tax Federal Large Corporations Tax Base Less: Exemption -Tax Rates - Regulatory, Table 1; Actual, Table 3 Taxable Capital Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3	16 17 18 19	5,000,000 103,021,367 0.3000% 77,901 108,021,367 10,000,000 98,021,367 0.2250%						7,162,236 0.0000% 5,437 6,851,534 0 6,851,534		0.3000% 83,338 114,872,901 10,000,000 104,872,901 0.2250%	
62 63 64 65 66 67 68 69 70 71 72 73 74 75 76 77 78	Base Less: Exemption -Tax Rates - Regulatory, Table 1; Actual, Table 3 Taxable Capital Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3 Ontario Capital Tax Federal Large Corporations Tax Base Less: Exemption -Tax Rates - Regulatory, Table 1; Actual, Table 3 Taxable Capital Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3 Gross Amount of LCT before surtax offset (Taxable Capital x Rate)	16 17 18 19 20	5,000,000 103,021,367 0.3000% 77,901 108,021,367 10,000,000 98,021,367 0.2250%						7,162,236 0.0000% 5,437 6,851,534 0,0000% 0.0000% 3,886		0.3000% 83,338 114,872,901 10,000,000 104,872,901	
62 63 64 65 66 67 68 69 70 71 72 73 74 75 76 77 78 79 80	Base Less: Exemption -Tax Rates - Regulatory, Table 1; Actual, Table 3 Taxable Capital Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3 Ontario Capital Tax Federal Large Corporations Tax Base Less: Exemption -Tax Rates - Regulatory, Table 1; Actual, Table 3 Taxable Capital Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3	16 17 18 19	5,000,000 103,021,367 0.3000% 77,901 108,021,367 10,000,000 98,021,367 0.2250%						7,162,236 0.0000% 5,437 6,851,534 0 6,851,534		0.3000% 83,338 114,872,901 10,000,000 104,872,901 0.2250%	
62 63 64 65 66 67 70 71 72 73 74 75 76 77 78 80 81	Base Less: Exemption -Tax Rates - Regulatory, Table 1; Actual, Table 3 Taxable Capital Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3 Ontario Capital Tax Federal Large Corporations Tax Base Less: Exemption -Tax Rates - Regulatory, Table 1; Actual, Table 3 Taxable Capital Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3 Gross Amount of LCT before surtax offset (Taxable Capital x Rate) Less: Federal Surtax 1.12% x Taxable Income	16 17 18 19 20	5,000,000 103,021,367 0.3000% 77,901 108,021,367 10,000,000 98,021,367 0.2250% 55,590 16,493						7,162,236 0.0000% 5,437 6,851,534 0.0000% 3,886 -16,493		0.3000% 83,338 114,872,901 10,000,000 104,872,901 0.2250% 59,476 0	
62 63 64 65 66 67 68 69 70 71 72 73 74 75 76 77 78 80 81	Base Less: Exemption -Tax Rates - Regulatory, Table 1; Actual, Table 3 Taxable Capital Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3 Ontario Capital Tax Federal Large Corporations Tax Base Less: Exemption -Tax Rates - Regulatory, Table 1; Actual, Table 3 Taxable Capital Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3 Gross Amount of LCT before surtax offset (Taxable Capital x Rate)	16 17 18 19 20	5,000,000 103,021,367 0.3000% 77,901 108,021,367 10,000,000 98,021,367 0.2250%						7,162,236 0.0000% 5,437 6,851,534 0,0000% 0.0000% 3,886		0.3000% 83,338 114,872,901 10,000,000 104,872,901 0.2250%	

EB-2008-0381 2 of 16

	Δ	-	0	_	- 1	F			,		1/	
1	A SECTION 93 PILS TAX GROSS-UP "SIMPIL"	B ITEM	C Initial	D	Е	г	G	Н	M of F	J M of F	K M of F	L
	DEFERRAL/VARIANCE ACCOUNTS	11 EW	Estimate						Filing	Filing	Filing	
	TAX CALCULATIONS (TAXCALC)								Variance	Variance		
	("Wires-only" business - see Tab TAXREC)								K-C	Explanation	(June)	
5	RRR # 2.1.8		\$						\$		Version 2004.2	
-	III) INCLUSION IN RATES		Φ						Φ		Φ	
85	III) INCLUSION IN RATES											
86	Income Tax Rate used for gross- up (exclude surtax)		39.50%									
87												
	Income Tax (proxy tax is grossed-up) LCT (proxy tax is grossed-up)	22 23	988,684 64,624							Actual 2004 Actual 2004	59,476	
	Ontario Capital Tax (no gross-up since it is deductible)	24	77,901							Actual 2004	83,338	
91			,								55,555	
92												
	Total PILs for Rate Adjustment MUST AGREE WITH 2002	25	1,131,209							Actual 2004	142,814	
94 95	RAM DECISION											
96												
	IV) FUTURE TRUE-UPS											
98	V a) Calculation of the True-up Variance								DR/(CR)			
	In Additions:											
	Employee Benefit Plans - Accrued, Not Paid	3							231,845			
	Tax reserves deducted in prior year Reserves from financial statements-end of year	4			\vdash				0		<u> </u>	-
	Reserves from financial statements-end of year Regulatory Adjustments	5					ļ		0			-
	Other additions "Material" Items TAXREC	6							0			
	Other additions "Material" Items TAXREC 2	6	-						0			
	In Deductions - positive numbers											
	Employee Benefit Plans - Paid Amounts tems Capitalized for Regulatory Purposes	8							0		-	
	Regulatory Adjustments	10							0			
	Interest Adjustment for tax purposes (See Below - cell I204)	11							0			
	Tax reserves claimed in current year	4							0			
	Reserves from F/S beginning of year	4							0			
	Contributions to deferred income plans Contributions to pension plans	3							0			
	Other deductions "Material" Items TAXREC	12							0			
	Other deductions "Material" Item TAXREC 2	12							0			
117												
	Total TRUE-UPS before tax effect	26						=	231,845			
119	Income Tax Rate (excluding surtax) from 2004 Utility's tax return							·	20 500/			
121	income Tax Rate (excluding surfax) from 2004 Offility's fax return							X	39.50%			
	ncome Tax Effect on True-up adjustments							=	91,579			
123	·								,			
	Less: Miscellaneous Tax Credits	14							0			
125	Total Income Tax on True-ups								91,579			
127	Total Income Tax on True-ups								91,379			
	ncome Tax Rate used for gross-up (exclude surtax)								39.50%			
129	•											
	TRUE-UP VARIANCE ADJUSTMENT								151,370			
132	IV b) Calculation of the Deferral Account Variance caused by changes in legislation											
133	DECLII ATODV TAVADI E INICOME #1 000E0: 4				\vdash						-	
	REGULATORY TAXABLE INCOME /(LOSSES) (as reported in the initial estimate column)							=	1,472,560			ĺ
135	·							-	1,472,000		1	
136	REVISED CORPORATE INCOME TAX RATE							х	40.62%			
137	DEVICED DECILI ATODY INCOME TAY										<u> </u>	
138 139	REVISED REGULATORY INCOME TAX				\vdash			=	598,154		<u> </u>	-
	Less: Revised Miscellaneous Tax Credits							-	1,436		 	
141									.,.50			L
	Total Revised Regulatory Income Tax							=	596,718			
143	Loop Regulatory Income Toy reported in the Initial Enterests Online (O. II.				\vdash						-	
144	Less: Regulatory Income Tax reported in the Initial Estimate Column (Cell C58)							_	598,154			
145	,								030,134			
146	Regulatory Income Tax Variance							=	(1,436)			
147												
	Ontario Capital Tax								100.001.007			
	Base Less: Exemption from tab Tax Rates, Table 2, cell C39				\vdash			=	108,021,367 5,000,000			-
	Revised deemed taxable capital							=	103,021,367			
152	·											
	Rate - Tab Tax Rates cell C54							х	0.3000%		<u> </u>	
154	Revised Ontario Capital Tax							_	77.004		 	
	Revised Ontario Capital Tax Less: Ontario Capital Tax reported in the initial estimate column (Cell				\vdash			=	77,901		 	<u> </u>
	C70)							-	77,901			ĺ
157	Regulatory Ontario Capital Tax Variance							=	(0)			
158												
	Federal LCT								100 004 007			
	Base Less: Exemption from tab Tax Rates, Table 2, cell C40							-	108,021,367 10,000,000		 	
	Revised Federal LCT						ļ	=	98,021,367			
163					L		L					

EB-2008-0381 3 of 16

											Scriedule 2	
	A	В	С	D	Е	F	G	Н		J	K	L
1	SECTION 93 PILs TAX GROSS-UP "SIMPIL"	ITEM	Initial						M of F	M of F	M of F	
	DEFERRAL/VARIANCE ACCOUNTS		Estimate						Filing	Filing	Filing	
3	TAX CALCULATIONS (TAXCALC)								Variance	Variance		
4	("Wires-only" business - see Tab TAXREC)								K-C	Explanation	(June)	
5	RRR # 2.1.8									•	Version 2004.2	
6			\$						\$		\$	
164	Rate (as a result of legislative changes) tab 'Tax Rates' cell C51								0.2250%			
165	(000,0			
	Gross Amount								55,590			
	Less: Federal surtax							-	16,493			
	Revised Net LCT							=	39,097			
169	1011000 1101 20 1								00,001			
	Less: Federal LCT reported in the initial estimate column (Cell C82)							-	39,098			
	Regulatory Federal LCT Variance			-				=	(0)			
172	regulatory i odoral EOT variando			-				_	(0)			
	Actual Income Tax Rate used for gross-up (exclude surtax)			-					39.50%			
174	Actual income Tax Nate used for gross-up (exclude surfax)			-					39.30 /8			
	Income Tax (grossed-up)			-				+	(2,374)			
	LCT (grossed-up)			-				+				
	Ontario Capital Tax			-					(0)			
177	Ontario Capitai Tax			-				+	(0)			
_				-					(0.07.1)			
	DEFERRAL ACCOUNT VARIANCE ADJUSTMENT			-				=	(2,374)			
180				-								
	TRUE-UP VARIANCE (from cell I130)			-				+	151,370			
182												
	Total Deferral Account Entry (Positive Entry = Debit)							=	148,996			
	(Deferral Account Variance + True-up Variance)											
185												
186												
187												
188	V) INTEREST PORTION OF TRUE-UP											
189	Variance Caused By Phase-in of Deemed Debt											
190												
	Total deemed interest (REGINFO)								4,158,823			
192	Interest phased-in (Cell C36)								597,008			
193	(11)								, , , , , , , , , , , , , , , , , , , ,			
	Variance due to phase-in of debt component of MARR in rates								3,561,815			
195									0,001,010			
196												
	Other Interest Variances (i.e. Borrowing Levels											
198	Above Deemed Debt per Rate Handbook)											
	Interest deducted on MoF filing (Cell K36+K41)			+					326,737			
	Total deemed interest (REGINFO CELL D61)			1					4,158,823			
201	Total decined intelest (INEONAL O OFFE DOL)			+					4,100,020			-
	Variance caused by excess debt			+					0			-
202	variance caused by excess uebt			+					0			-
	Interest Adjustment for Tax Purposes (carry forward to Cell I110)			+					0			-
205	interest Aujustinent for Tax Purposes (carry forward to Cell 1110)			+					U			
	Total Interest Variance			+					3,561,815			
	TOTAL INTEREST VARIANCE			+	-	-		\vdash	3,100,610			\vdash
207		1	l .	1	1	ı	1	1	l .		l .	1

EB-2008-0381 4 of 16

2					
2	A A HOMBU II	В	C	D	E
	SECTION 93 PILs TAX GROSS-UP "SIMPIL" TAX RETURN RECONCILIATION (TAXREC)	LINE	M of F Corporate	Non-wires	Wires-only
				Eliminations	Tax Return
	(for "wires-only" business - see s. 72 OEB Act)		Tax		Return
	RRR # 2.1.8		Return		V 0004.0
5					Version 2004.2
	Section A: Identification:				
	Utility Name: Barrie Hydro Distribution Inc.				
	Reporting period: Dec. 31, 2001 Revised March 12, 2010				
	Taxation Year's start date:				
	Taxation Year's end date:				
11	Number of days in taxation year:		92	days	
12					
13	Please enter the Materiality Level :		121,524	< - enter materiality	level
14	(0.25% x Rate Base x CER)	Y/N			
15	(0.25% x Net Assets)	Y/N			
16	Or other measure (please provide the basis of the amount)	Y/N			
17	Does the utility carry on non-wires related operation?	Y/N			
18	(Please complete the questionnaire in the Background question	naire v	orksheet.)		
19					
20	Note: Carry forward Wires-only Data to Tab "TAXCALC" Column K				
21					
22	Section B: Financial statements data:				
23	Input unconsolidated financial statement data submitted with Tax re	turns.			
24	The actual categories of the income statements should be used.				
25	If required please change the descriptions except for amortization, ir	iterest e	expense and provisi	on for income tax	
26	,				
	Please enter the non-wire operation's amount as a positive number,	the pro	gram automatically	treats all amounts	
	in the "non-wires elimination column" as negative values in TAXREC				
29					
	Income:				
31	Energy Sales	+	0		0
32	Distribution Revenue	+	26,927,311		26,927,311
33	Other Income	+	313,000		313,000
34	Miscellaneous income	+	510,000		0
35	.,	+			0
_	Revenue should be entered above this line	<u> </u>			3
37	TOTOLICO OFFICIAL DO OFFICIAL ADOVE LING IIIIC				
	Costs and Expenses:				+
39	Cost of energy purchased	_	25,441,377		25,441,377
40	Administration	-	1,059,378		1,059,378
41	Customer billing and collecting	-	1,009,078		1,038,378
42	Operations and maintenance	-	2,053,722		2,053,722
42	Operations and maintenance Amortization	-	1,546,241		2,053,722 1,546,241
44	Amortization Ontario Capital Tax	-	1,540,241		1,546,241
45	опало Оаркагтах	-			0
46		-			0
		-			
47					0
48		-			0
49			0.000.407		0.000.407
	Net Income Before Interest & Income Taxes EBIT	=	-2,860,407	0	-2,860,407
	Less: Interest expense for accounting purposes	-	326,737		326,737
52	Provision for payments in lieu of income taxes	-	190,000		190,000
53	Net Income (loss)	=	-3,377,144	0	-3,377,144
- 1	(The Net Income (loss) on the MoF column should equal to the net income (loss) per financial statements on Schedule 1 of the tax return.)				
54	(, F: Illianolai statemento ori contodulo i oi tile tax return.)				
55					
	Section C: Reconciliation of accounting income to taxable inco				
	From T2 Schedule 1	IIE			
	BOOK TO TAX ADDITIONS:				
	Provision for income tax	+	190,000	0	190,000
	Federal large corporation tax	+	190,000	U	190,000
	Depreciation & Amortization	+	1,546,241	0	1,546,241
	Employee benefit plans-accrued, not paid	+	231,845	0	231,845
	Employee benefit plans-accrued, not paid Tax reserves - beginning of year	+	231,845		231,845
	Reserves from financial statements- end of year	+	0		0
	Reserves from mancial statements- end of year Regulatory adjustments	+	0		0
64	Regulatory adjustments Material addition items from TAXREC 2	+	0		0
64 65			U		0
64 65 66	Other addition items (not Material) from TAYPEC 2	4.	0	Δ.	U
64 65 66 67	Other addition items (not Material) from TAXREC 2	+	0	0	
64 65 66 67 68	,	+			1 060 000
64 65 66 67 68 69	Other addition items (not Material) from TAXREC 2 Subtotal	+	1,968,086	0	1,968,086
64 65 66 67 68 69 70	Subtotal	+			1,968,086
64 65 66 67 68 69 70 71	Subtotal Other Additions: (Please explain the nature of the additions)				
64 65 66 67 68 69 70 71 72	Subtotal Other Additions: (Please explain the nature of the additions) Recapture of CCA	+	1,968,086	0	0
64 65 66 67 68 69 70 71 72 73	Subtotal Other Additions: (Please explain the nature of the additions) Recapture of CCA Non-deductible meals and entertainment expense	+ +			0 -5,129
64 65 66 67 68 69 70 71 72 73 74	Subtotal Other Additions: (Please explain the nature of the additions) Recapture of CCA	+ + + +	1,968,086	0	0 -5,129 0
64 65 66 67 68 69 70 71 72 73 74 75	Subtotal Other Additions: (Please explain the nature of the additions) Recapture of CCA Non-deductible meals and entertainment expense	+ + + + +	1,968,086	0	0 -5,129 0
64 65 66 67 68 69 70 71 72 73 74 75 76	Subtotal Other Additions: (Please explain the nature of the additions) Recapture of CCA Non-deductible meals and entertainment expense	+ + + + + + +	1,968,086	0	0 -5,129 0 0
64 65 66 67 68 69 70 71 72 73 74 75 76	Subtotal Other Additions: (Please explain the nature of the additions) Recapture of CCA Non-deductible meals and entertainment expense	+ + + + + + + + + + + + + + + + + + + +	1,968,086	0	0 -5,129 0 0 0
64 65 66 67 68 69 70 71 72 73 74 75 76 77	Subtotal Other Additions: (Please explain the nature of the additions) Recapture of CCA Non-deductible meals and entertainment expense Capital items expensed	+ + + + + + + + + + + + + + + + + + + +	1,968,086	6,800	0 -5,129 0 0 0 0
64 65 66 67 68 69 70 71 72 73 74 75 76 77 78	Subtotal Other Additions: (Please explain the nature of the additions) Recapture of CCA Non-deductible meals and entertainment expense	+ + + + + + + + + + + + + + + + + + + +	1,968,086	0	0 -5,129 0 0 0
64 65 66 67 68 69 70 71 72 73 74 75 76 77 8 79 80	Subtotal Other Additions: (Please explain the nature of the additions) Recapture of CCA Non-deductible meals and entertainment expense Capital items expensed Total Other Additions	+ + + + + + + + + =	1,968,086 1,671	6,800	0 -5,129 0 0 0 0 0 0 0 -5,129
64 65 66 67 68 69 70 71 72 73 74 75 76 77 78 80 81	Subtotal Other Additions: (Please explain the nature of the additions) Recapture of CCA Non-deductible meals and entertainment expense Capital items expensed	+ + + + + + + + + + + + + + + + + + + +	1,968,086	6,800	0 -5,129 0 0 0 0
64 65 66 67 68 69 70 71 72 73 74 75 76 77 78 80 81 82	Subtotal Other Additions: (Please explain the nature of the additions) Recapture of CCA Non-deductible meals and entertainment expense Capital items expensed Total Other Additions Total Additions	+ + + + + + + + + =	1,968,086 1,671	6,800	0 -5,129 0 0 0 0 0 0 0 -5,129
64 65 66 67 68 69 70 71 72 73 74 75 76 77 78 80 81 82 83	Subtotal Other Additions: (Please explain the nature of the additions) Recapture of CCA Non-deductible meals and entertainment expense Capital items expensed Total Other Additions	+ + + + + + + + + =	1,968,086 1,671 1,671 1,969,757	6,800 6,800	0 -5,129 0 0 0 0 0 0 -5,129 1,962,957
64 65 66 67 68 69 70 71 72 73 74 75 76 77 78 80 81 82 83 84	Subtotal Other Additions: (Please explain the nature of the additions) Recapture of CCA Non-deductible meals and entertainment expense Capital items expensed Total Other Additions Total Additions	+ + + + + + + + + =	1,968,086 1,671 1,671 1,969,757	6,800 6,800 6,800	0 -5,129 0 0 0 0 0 0 -5,129 1,962,957
64 65 66 67 68 69 70 71 72 73 74 75 76 77 78 80 81 82 83 84 85	Subtotal Other Additions: (Please explain the nature of the additions) Recapture of CCA Non-deductible meals and entertainment expense Capital items expensed Total Other Additions Total Additions	+ + + + + + + + + =	1,968,086 1,671 1,671 1,969,757	6,800 6,800 6,800	0 -5,129 0 0 0 0 0 -5,129 1,962,957
64 65 66 67 68 69 70 71 72 73 74 75 76 77 78 80 81 82 83 84 85 86	Subtotal Other Additions: (Please explain the nature of the additions) Recapture of CCA Non-deductible meals and entertainment expense Capital items expensed Total Other Additions Total Additions	+ + + + + + + + + =	1,968,086 1,671 1,671 1,969,757 0 0	6,800 6,800 0 0	0 -5,129 0 0 0 0 0 -5,129 1,962,957
64 65 66 67 68 69 70 71 72 73 74 75 76 77 78 79 80 81 82 83 84 85 86 87	Subtotal Other Additions: (Please explain the nature of the additions) Recapture of CCA Non-deductible meals and entertainment expense Capital items expensed Total Other Additions Total Additions	+ + + + + + + + + =	1,968,086 1,671 1,671 1,969,757 0 0 0 0	6,800 6,800 0 0 0	0 -5,129 0 0 0 0 0 -5,129 1,962,957
644 655 666 677 688 699 707 717 72 73 74 75 76 77 78 79 80 81 82 83 84 85 86 87 88	Subtotal Other Additions: (Please explain the nature of the additions) Recapture of CCA Non-deductible meals and entertainment expense Capital items expensed Total Other Additions Total Additions	+ + + + + + + + + =	1,968,086 1,671 1,671 1,969,757 0 0 0 0	6,800 6,800 0 0 0 0	0 -5,129 0 0 0 0 0 -5,129 1,962,957
644 655 666 677 688 699 700 711 722 733 744 755 766 777 788 80 81 82 83 84 85 86 87 88	Subtotal Other Additions: (Please explain the nature of the additions) Recapture of CCA Non-deductible meals and entertainment expense Capital items expensed Total Other Additions Total Additions	+ + + + + + + + + =	1,968,086 1,671 1,671 1,969,757 0 0 0 0 0	6,800 6,800 0 0 0 0 0	1,962,957
644 655 666 677 688 699 700 711 722 733 744 755 766 777 788 80 81 82 83 84 85 86 87 88 89 90	Subtotal Other Additions: (Please explain the nature of the additions) Recapture of CCA Non-deductible meals and entertainment expense Capital items expensed Total Other Additions Total Additions Recap Material Additions:	+ + + + + + + + + =	1,968,086 1,671 1,671 1,969,757 0 0 0 0 0 0 0	6,800 6,800 0 0 0 0 0 0	0 -5,129 0 0 0 0 0 0 -5,129 1,962,957 0 0 0 0
64 65 66 67 68 69 70 71 72 73 74 75 76 77 78 80 81 82 83 84 85 86 87 88 89 90 91	Subtotal Other Additions: (Please explain the nature of the additions) Recapture of CCA Non-deductible meals and entertainment expense Capital items expensed Total Other Additions Total Additions Recap Material Additions: Total Other additions:	+ + + + + + + + + =	1,968,086 1,671 1,671 1,969,757 0 0 0 0 0 0 0 0 0 0	6,800 6,800 0 0 0 0 0 0 0	0 -5,129 0 0 0 0 0 -5,129 1,962,957 0 0 0 0
64 65 66 67 68 69 70 71 72 73 74 75 76 77 78 80 81 82 83 84 85 86 87 88 89 90 91 92	Subtotal Other Additions: (Please explain the nature of the additions) Recapture of CCA Non-deductible meals and entertainment expense Capital items expensed Total Other Additions Total Additions Recap Material Additions:	+ + + + + + + + + =	1,968,086 1,671 1,671 1,969,757 0 0 0 0 0 0 0	6,800 6,800 0 0 0 0 0 0	0 -5,129 0 0 0 0 0 0 -5,129 1,962,957 0 0 0 0

EB-2008-0381 5 of 16

		В	С	D	Е
	SECTION 93 PILs TAX GROSS-UP "SIMPIL"	LINE	M of F	Non-wires	Wires-only
2	TAX RETURN RECONCILIATION (TAXREC)		Corporate	Eliminations	Tax
3	(for "wires-only" business - see s. 72 OEB Act)		Tax		Return
	RRR # 2.1.8		Return		1/ / 000/0
5	BOOK TO TAX DEDUCTIONS:				Version 2004.2
	Capital cost allowance	-	1,534,235		1,534,235
	Cumulative eligible capital deduction	-	356		356
	Employee benefit plans-paid amounts	-	0		0
	Items capitalized for regulatory purposes	-			0
100 101	Regulatory adjustments : CCA	-			0
102		-	0	0	0
	Tax reserves - end of year		0	0	0
104	Reserves from financial statements- beginning of year	-	0	0	0
	Contributions to deferred income plans	-			0
	Contributions to pension plans Interest capitalized for accounting deducted for tax	-	0	0	0
	Material deduction items from TAXREC 2	-	0	0	0
109	Other deduction items (not Material) from TAXREC 2	-	0	0	0
110					
111	Subtotal (Classification (Classification)	=	1,534,591	0	1,534,591
	Other deductions (Please explain the nature of the deductions) Charitable donations - tax basis	-	0	0	0
	Gain on disposal of assets	-	Ü	0	0
	Capital Tax	-	83,338		83,338
116	·				0
117	Total Other Ded others	-	00.00		0 22 220
118 119	Total Other Deductions	=	83,338	0	83,338
120	Total Deductions	=	1,617,929	0	1,617,929
121			.,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		.,,
122	Recap Material Deductions:				
123			0	0	0
124 125			0	0	0
126			0	0	0
127			0	0	0
	Total Other Deductions exceed materiality level		0	0	0
	Other Deductions less than materiality level		83,338	0	83,338
130 131	Total Other Deductions		83,338	0	83,338
	TAXABLE INCOME	=	-3,025,316	6,800	-3,032,116
	DEDUCT:		0,0-0,0.0	0,000	0,000,110
134					0
135		-			0
136	NET TAXABLE INCOME		(3,025,316)	6,800	(3,032,116)
138		_	(5,025,510)	0,000	(3,032,110)
139	FROM ACTUAL TAX RETURNS				
1/10	Net Federal Income Tax (Must agree with tax return)	+	0		0
			0		0
141	Net Ontario Income Tax (Must agree with tax return)	+	0	0	0
141 142	Subtotal	+		0	0
141 142 143		+	0	0	0
141 142 143 144 145	Subtotal Less: Miscellaneous tax credits (Must agree with tax returns) Total Income Tax	+ = -	0		0
141 142 143 144 145 146	Subtotal Less: Miscellaneous tax credits (Must agree with tax returns) Total Income Tax FROM ACTUAL TAX RETURNS	+ = -	0 0		0 0 0
141 142 143 144 145 146 147	Subtotal Less: Miscellaneous tax credits (Must agree with tax returns) Total Income Tax FROM ACTUAL TAX RETURNS Net Federal Income Tax Rate (Must agree with tax return)	+ = -	0 0 0		0 0 0 0
141 142 143 144 145 146 147 148	Subtotal Less: Miscellaneous tax credits (Must agree with tax returns) Total Income Tax FROM ACTUAL TAX RETURNS	+ = -	0 0		0 0 0
141 142 143 144 145 146 147 148 149	Subtotal Less: Miscellaneous tax credits (Must agree with tax returns) Total Income Tax FROM ACTUAL TAX RETURNS Net Federal Income Tax Rate (Must agree with tax return) Net Ontario Income Tax Rate (Must agree with tax return) Blended Income Tax Rate	+ = -	0 0 0 28.12% 12.50%		0 0 0 0 0 28.12% 12.50%
141 142 143 144 145 146 147 148 149 150	Subtotal Less: Miscellaneous tax credits (Must agree with tax returns) Total Income Tax FROM ACTUAL TAX RETURNS Net Federal Income Tax Rate (Must agree with tax return) Net Ontario Income Tax Rate (Must agree with tax return) Blended Income Tax Rate Section D: Detailed calculation of Ontario Capital Tax	+ = -	0 0 0 28.12% 12.50%		0 0 0 0 0 28.12% 12.50%
141 142 143 144 145 146 147 148 149 150 151	Subtotal Less: Miscellaneous tax credits (Must agree with tax returns) Total Income Tax FROM ACTUAL TAX RETURNS Net Federal Income Tax Rate (Must agree with tax return) Net Ontario Income Tax Rate (Must agree with tax return) Blended Income Tax Rate Section D: Detailed calculation of Ontario Capital Tax	+ = -	0 0 0 28.12% 12.50%		0 0 0 0 0 28.12% 12.50%
141 142 143 144 145 146 147 148 149 150 151 152	Subtotal Less: Miscellaneous tax credits (Must agree with tax returns) Total Income Tax FROM ACTUAL TAX RETURNS Net Federal Income Tax Rate (Must agree with tax return) Net Ontario Income Tax Rate (Must agree with tax return) Blended Income Tax Rate Section D: Detailed calculation of Ontario Capital Tax ONTARIO CAPITAL TAX	+ = -	0 0 0 28.12% 12.50%		0 0 0 0 0 28.12% 12.50%
141 142 143 144 145 146 147 148 150 151 152 153	Subtotal Less: Miscellaneous tax credits (Must agree with tax returns) Total Income Tax FROM ACTUAL TAX RETURNS Net Federal Income Tax Rate (Must agree with tax return) Net Ontario Income Tax Rate (Must agree with tax return) Blended Income Tax Rate Section D: Detailed calculation of Ontario Capital Tax	+ = -	0 0 0 28.12% 12.50%		0 0 0 0 0 28.12% 12.50%
141 142 143 144 145 146 147 148 150 151 152 153 154 155	Subtotal Less: Miscellaneous tax credits (Must agree with tax returns) Total Income Tax FROM ACTUAL TAX RETURNS Net Federal Income Tax Rate (Must agree with tax return) Net Ontario Income Tax Rate (Must agree with tax return) Blended Income Tax Rate Section D: Detailed calculation of Ontario Capital Tax ONTARIO CAPITAL TAX (From Ontario CT23) PAID-UP CAPITAL	+ = -	0 0 0 28.12% 12.50% 40.62%		0 0 0 0 28.12% 12.50% 40.62%
141 142 143 144 145 146 147 151 151 152 153 154 155 156 157	Subtotal Less: Miscellaneous tax credits (Must agree with tax returns) Total Income Tax FROM ACTUAL TAX RETURNS Net Federal Income Tax Rate (Must agree with tax return) Net Ontario Income Tax Rate (Must agree with tax return) Blended Income Tax Rate Section D: Detailed calculation of Ontario Capital Tax ONTARIO CAPITAL TAX (From Ontario CT23) PAID-UP CAPITAL Paid-up capital stock	+ = - = =	0 0 0 28.12% 12.50% 40.62%		0 0 0 0 28.12% 12.50% 40.62%
141 142 143 144 145 146 147 148 150 151 152 153 154 155 156 157	Subtotal Less: Miscellaneous tax credits (Must agree with tax returns) Total Income Tax FROM ACTUAL TAX RETURNS Net Federal Income Tax Rate (Must agree with tax return) Net Ontario Income Tax Rate (Must agree with tax return) Blended Income Tax Rate Section D: Detailed calculation of Ontario Capital Tax ONTARIO CAPITAL TAX (From Ontario CT23) PAID-UP CAPITAL Paid-up capital stock Retained earnings (if deficit, deduct)	+ + + +/-	0 0 0 28.12% 12.50% 40.62%		28.12% 12.50% 40.62% 81,491,374 -2,558,449
141 142 143 144 145 146 147 148 150 151 152 153 154 155 156 157 158	Subtotal Less: Miscellaneous tax credits (Must agree with tax returns) Total Income Tax FROM ACTUAL TAX RETURNS Net Federal Income Tax Rate (Must agree with tax return) Net Ontario Income Tax Rate (Must agree with tax return) Blended Income Tax Rate Section D: Detailed calculation of Ontario Capital Tax ONTARIO CAPITAL TAX (From Ontario CT23) PAID-UP CAPITAL Paid-up capital stock Retained earnings (if deficit, deduct) Capital and other surplus excluding	+ + + +/- +	0 0 0 28.12% 12.50% 40.62%		0 0 0 0 28.12% 12.50% 40.62%
141 142 143 144 145 146 147 150 151 152 153 154 155 157 158 159 160	Subtotal Less: Miscellaneous tax credits (Must agree with tax returns) Total Income Tax FROM ACTUAL TAX RETURNS Net Federal Income Tax Rate (Must agree with tax return) Net Ontario Income Tax Rate (Must agree with tax return) Blended Income Tax Rate Section D: Detailed calculation of Ontario Capital Tax ONTARIO CAPITAL TAX (From Ontario CT23) PAID-UP CAPITAL Paid-up capital stock Retained earnings (if deficit, deduct) Capital and other surplus excluding	+ + + +/-	0 0 0 28.12% 12.50% 40.62%		0 0 0 0 128.12% 12.50% 40.62% 81,491,374 -2,558,449
141 142 143 144 145 146 147 148 149 150 151 152 153 154 155 156 157 158 159 160 161 162	Subtotal Less: Miscellaneous tax credits (Must agree with tax returns) Total Income Tax FROM ACTUAL TAX RETURNS Net Federal Income Tax Rate (Must agree with tax return) Net Ontario Income Tax Rate (Must agree with tax return) Blended Income Tax Rate Section D: Detailed calculation of Ontario Capital Tax ONTARIO CAPITAL TAX (From Ontario CT23) PAID-UP CAPITAL Paid-up capital stock Retained earnings (if deficit, deduct) Capital and other surplus excluding appraisal surplus Loans and advances Bank loans	+ = - = + +/- + + +	0 0 0 28.12% 12.50% 40.62% 81,491,374 -2,558,449		81,491,374 -2,558,449 0 6,148,254 30,400,000
141 142 143 144 145 146 147 148 149 150 151 152 153 154 155 156 157 158 159 160 161 162 163	Subtotal Less: Miscellaneous tax credits (Must agree with tax returns) Total Income Tax FROM ACTUAL TAX RETURNS Net Federal Income Tax Rate (Must agree with tax return) Net Ontario Income Tax Rate (Must agree with tax return) Blended Income Tax Rate Section D: Detailed calculation of Ontario Capital Tax ONTARIO CAPITAL TAX (From Ontario CT23) PAID-UP CAPITAL Paid-up capital stock Retained earnings (if deficit, deduct) Capital and other surplus excluding appraisal surplus Loans and advances Bank loans Bank loans Bankers acceptances	+ = - = = + +/- + + + +	81,491,374 -2,558,449 6,148,254 30,400,000		81,491,374 -2,558,449 0 0 6,148,254 30,400,000
141 142 143 144 145 146 147 148 150 151 152 153 154 155 156 157 158 159 160 161 162 163	Subtotal Less: Miscellaneous tax credits (Must agree with tax returns) Total Income Tax FROM ACTUAL TAX RETURNS Net Federal Income Tax Rate (Must agree with tax return) Net Ontario Income Tax Rate (Must agree with tax return) Blended Income Tax Rate Section D: Detailed calculation of Ontario Capital Tax ONTARIO CAPITAL TAX (From Ontario CT23) PAID-UP CAPITAL Paid-up capital stock Retained earnings (if deficit, deduct) Capital and other surplus excluding appraisal surplus Loans and advances Bank loans Bank loans Bankers acceptances Bonds and debentures payable	+ + - =	0 0 0 28.12% 12.50% 40.62% 81,491,374 -2,558,449		81,491,374 -2,558,449 0 0 6,148,254 30,400,000 0 0
141 142 143 144 145 146 147 148 150 151 152 153 154 155 156 157 158 159 160 161 162 163 164 165	Subtotal Less: Miscellaneous tax credits (Must agree with tax returns) Total Income Tax FROM ACTUAL TAX RETURNS Net Federal Income Tax Rate (Must agree with tax return) Net Ontario Income Tax Rate (Must agree with tax return) Blended Income Tax Rate Section D: Detailed calculation of Ontario Capital Tax ONTARIO CAPITAL TAX (From Ontario CT23) PAID-UP CAPITAL Paid-up capital stock Retained earnings (if deficit, deduct) Capital and other surplus excluding appraisal surplus Loans and advances Bank loans Bankers acceptances Bonds and debentures payable Mortgages payable	+ = - = = + +/- + + + +	81,491,374 -2,558,449 6,148,254 30,400,000		81,491,374 -2,558,449 0 0 6,148,254 30,400,000
141 142 143 144 145 146 147 150 151 152 153 154 155 156 161 162 163 164 165	Subtotal Less: Miscellaneous tax credits (Must agree with tax returns) Total Income Tax FROM ACTUAL TAX RETURNS Net Federal Income Tax Rate (Must agree with tax return) Net Ontario Income Tax Rate (Must agree with tax return) Blended Income Tax Rate (Must agree with tax return) Blended Income Tax Rate Section D: Detailed calculation of Ontario Capital Tax ONTARIO CAPITAL TAX (From Ontario CT23) PAID-UP CAPITAL Paid-up capital stock Retained earnings (if deficit, deduct) Capital and other surplus excluding appraisal surplus Loans and advances Bank loans Bankers acceptances Bonds and debentures payable Mortgages payable Lien notes payable Deferred credits	+ = - = = + +/- + + + + + + +	81,491,374 -2,558,449 6,148,254 30,400,000		81,491,374 -2,558,449 0 6,148,254 30,400,000 0 0
141 142 143 144 145 146 147 150 151 152 153 154 155 156 161 162 163 164 165 166 167	Subtotal Less: Miscellaneous tax credits (Must agree with tax returns) Total Income Tax FROM ACTUAL TAX RETURNS Net Federal Income Tax Rate (Must agree with tax return) Net Ontario Income Tax Rate (Must agree with tax return) Blended Income Tax Rate (Must agree with tax return) Blended Income Tax Rate Section D: Detailed calculation of Ontario Capital Tax ONTARIO CAPITAL TAX (From Ontario CT23) PAID-UP CAPITAL Paid-up capital stock Retained earnings (if deficit, deduct) Capital and other surplus excluding appraisal surplus Loans and advances Bank loans Bankers acceptances Bonds and debentures payable Mortgages payable Lien notes payable Deferred credits Contingent, investment, inventory and similar reserves	+ = - = = + +/- + + + + + + + + + + + +	81,491,374 -2,558,449 6,148,254 30,400,000		81,491,374 -2,558,449 0 0 0 12.50% 40.62% 81,491,374 -2,558,449 0 0 6,148,254 30,400,000 0 0 0 0
141 142 143 144 145 146 150 151 152 153 154 155 156 161 162 163 164 165 166 167 168	Subtotal Less: Miscellaneous tax credits (Must agree with tax returns) Total Income Tax FROM ACTUAL TAX RETURNS Net Federal Income Tax Rate (Must agree with tax return) Net Ontario Income Tax Rate (Must agree with tax return) Blended Income Tax Rate (Must agree with tax return) Blended Income Tax Rate Section D: Detailed calculation of Ontario Capital Tax ONTARIO CAPITAL TAX (From Ontario CT23) PAID-UP CAPITAL Paid-up capital stock Retained earnings (if deficit, deduct) Capital and other surplus excluding appraisal surplus Loans and advances Bank loans Bankers acceptances Bonds and debentures payable Mortgages payable Lien notes payable Deferred credits Contingent, investment, inventory and similar reserves Other reserves not allowed as deductions	+ = = = = + +/- + + + + + + + + +	81,491,374 -2,558,449 6,148,254 30,400,000		81,491,374 -2,558,449 0 0 0 0 0 0 0 0 0 0 0 0 0 0
141 142 143 144 145 146 147 150 151 152 153 154 155 156 161 162 163 164 165 166 167 168	Subtotal Less: Miscellaneous tax credits (Must agree with tax returns) Total Income Tax FROM ACTUAL TAX RETURNS Net Federal Income Tax Rate (Must agree with tax return) Net Ontario Income Tax Rate (Must agree with tax return) Blended Income Tax Rate (Must agree with tax return) Blended Income Tax Rate Section D: Detailed calculation of Ontario Capital Tax ONTARIO CAPITAL TAX (From Ontario CT23) PAID-UP CAPITAL Paid-up capital stock Retained earnings (if deficit, deduct) Capital and other surplus excluding appraisal surplus Loans and advances Bank loans Bankers acceptances Bonds and debentures payable Mortgages payable Lien notes payable Deferred credits Contingent, investment, inventory and similar reserves Other reserves not allowed as deductions Share of partnership(s), joint venture(s) paid-up capital	+ + + + + + + + + + + + + + + + + + + +	81,491,374 -2,558,449 6,148,254 30,400,000 0	0	81,491,374 -2,558,449 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0
141 142 143 144 145 146 151 151 152 153 154 155 156 161 162 163 164 165 167 168 169 170	Subtotal Less: Miscellaneous tax credits (Must agree with tax returns) Total Income Tax FROM ACTUAL TAX RETURNS Net Federal Income Tax Rate (Must agree with tax return) Net Ontario Income Tax Rate (Must agree with tax return) Blended Income Tax Rate (Must agree with tax return) Blended Income Tax Rate Section D: Detailed calculation of Ontario Capital Tax ONTARIO CAPITAL TAX (From Ontario CT23) PAID-UP CAPITAL Paid-up capital stock Retained earnings (if deficit, deduct) Capital and other surplus excluding appraisal surplus Loans and advances Bank loans Bankers acceptances Bonds and debentures payable Mortgages payable Lien notes payable Deferred credits Contingent, investment, inventory and similar reserves Other reserves not allowed as deductions Share of partnership(s), joint venture(s) paid-up capital	+ = = = = + +/- + + + + + + + + +	81,491,374 -2,558,449 6,148,254 30,400,000		81,491,374 -2,558,449 0 0 6,148,254 30,400,000 0 0 0 0 0 0
141 142 143 144 145 146 147 150 151 152 153 154 155 156 161 162 163 164 165 166 167 171 172	Subtotal Less: Miscellaneous tax credits (Must agree with tax returns) Total Income Tax FROM ACTUAL TAX RETURNS Net Federal Income Tax Rate (Must agree with tax return) Net Ontario Income Tax Rate (Must agree with tax return) Blended Income Tax Rate Section D: Detailed calculation of Ontario Capital Tax ONTARIO CAPITAL TAX (From Ontario CT23) PAID-UP CAPITAL Paid-up capital stock Retained earnings (if deficit, deduct) Capital and other surplus excluding appraisal surplus Loans and advances Bank loans Bankers acceptances Bonds and debentures payable Mortgages payable Lien notes payable Deferred credits Contingent, investment, inventory and similar reserves Other reserves not allowed as deductions Share of partnership(s), joint venture(s) paid-up capital Subt-total Subtract: Amounts deducted for income tax purposes in excess of amounts	+ + + + + + + + + + + + + + + + + + + +	81,491,374 -2,558,449 6,148,254 30,400,000 0	0	81,491,374 -2,558,449 0 6,148,254 30,400,000 0 0 115,366,206
141 142 143 144 145 146 147 150 151 152 153 154 155 156 161 162 163 164 165 166 167 171 172	Subtotal Less: Miscellaneous tax credits (Must agree with tax returns) Total Income Tax FROM ACTUAL TAX RETURNS Net Federal Income Tax Rate (Must agree with tax return) Net Ontario Income Tax Rate (Must agree with tax return) Blended Income Tax Rate (Must agree with tax return) Blended Income Tax Rate Section D: Detailed calculation of Ontario Capital Tax ONTARIO CAPITAL TAX (From Ontario CT23) PAID-UP CAPITAL Paid-up capital stock Retained earnings (if deficit, deduct) Capital and other surplus excluding appraisal surplus Loans and advances Bank loans Bankers acceptances Bonds and debentures payable Mortgages payable Lien notes payable Deferred credits Contingent, investment, inventory and similar reserves Other reserves not allowed as deductions Share of partnership(s), joint venture(s) paid-up capital Sub-total Sub-total Subrace:	+ + + + + + + + + + +	81,491,374 -2,558,449 6,148,254 30,400,000 0	0	81,491,374 -2,558,449 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0
141 142 143 144 145 146 147 150 151 152 153 154 155 156 161 162 163 164 165 167 170 171 172	Subtotal Less: Miscellaneous tax credits (Must agree with tax returns) Total Income Tax FROM ACTUAL TAX RETURNS Net Federal Income Tax Rate (Must agree with tax return) Net Ontario Income Tax Rate (Must agree with tax return) Blended Income Tax Rate (Must agree with tax return) Blended Income Tax Rate Section D: Detailed calculation of Ontario Capital Tax ONTARIO CAPITAL TAX (From Ontario CT23) PAID-UP CAPITAL Paid-up capital stock Retained earnings (if deficit, deduct) Capital and other surplus excluding appraisal surplus Loans and advances Bank loans Bankers acceptances Bonds and debentures payable Mortgages payable Lien notes payable Deferred credits Contingent, investment, inventory and similar reserves Other reserves not allowed as deductions Share of partnership(s), joint venture(s) paid-up capital Sub-total Subtract: Amounts deducted for income tax purposes in excess of amounts booked Deductible R&D expenditures and ONTTI costs deferred for income	+ = = = = + +/- + + + + + + + + + + + + + + + + +	81,491,374 -2,558,449 6,148,254 30,400,000 0	0	81,491,374 -2,558,449 0 6,148,254 30,400,000 0 0 115,366,206
141 142 143 144 145 150 151 152 153 154 155 156 157 158 159 161 162 163 164 165 167 170 171 172	Subtotal Less: Miscellaneous tax credits (Must agree with tax returns) Total Income Tax FROM ACTUAL TAX RETURNS Net Federal Income Tax Rate (Must agree with tax return) Net Ontario Income Tax Rate (Must agree with tax return) Blended Income Tax Rate (Must agree with tax return) Blended Income Tax Rate Section D: Detailed calculation of Ontario Capital Tax ONTARIO CAPITAL TAX (From Ontario CT23) PAID-UP CAPITAL Paid-up capital stock Retained earnings (if deficit, deduct) Capital and other surplus excluding appraisal surplus Loans and advances Bank loans Bankers acceptances Bonds and debentures payable Mortgages payable Lien notes payable Deferred credits Contingent, investment, inventory and similar reserves Other reserves not allowed as deductions Share of partnership(s), joint venture(s) paid-up capital Sub-total Sub-total Sub-total Subract: Amounts deducted for income tax purposes in excess of amounts booked	+ + + + + + + + +	0 0 0 28.12% 12.50% 40.62% 81,491,374 -2,558,449 6,148,254 30,400,000 0 -114,973	0	81,491,374 -2,558,449 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0
141 142 143 144 145 150 151 152 155 156 157 158 159 160 161 162 163 164 165 169 170 171 172 173	Subtotal Less: Miscellaneous tax credits (Must agree with tax returns) Total Income Tax FROM ACTUAL TAX RETURNS Net Federal Income Tax Rate (Must agree with tax return) Net Ontario Income Tax Rate (Must agree with tax return) Blended Income Tax Rate (Must agree with tax return) Blended Income Tax Rate Section D: Detailed calculation of Ontario Capital Tax ONTARIO CAPITAL TAX (From Ontario CT23) PAID-UP CAPITAL Paid-up capital stock Retained earnings (if deficit, deduct) Capital and other surplus excluding appraisal surplus Loans and advances Bank loans Bankers acceptances Bonds and debentures payable Mortgages payable Lien notes payable Deferred credits Contingent, investment, inventory and similar reserves Other reserves not allowed as deductions Share of partnership(s), joint venture(s) paid-up capital Sub-total Subtract: Amounts deducted for income tax purposes in excess of amounts booked Deductible R&D expenditures and ONTT1 costs deferred for income tax Total (Net) Paid-up Capital	+ + + + + + + + + + +	81,491,374 -2,558,449 6,148,254 30,400,000 0	0	81,491,374 -2,558,449 0 6,148,254 30,400,000 0 0 115,366,206
141 142 143 144 145 146 147 150 151 152 153 154 155 156 161 162 163 164 165 167 171 172 173 174 175 176	Subtotal Less: Miscellaneous tax credits (Must agree with tax returns) Total Income Tax FROM ACTUAL TAX RETURNS Net Federal Income Tax Rate (Must agree with tax return) Net Ontario Income Tax Rate (Must agree with tax return) Blended Income Tax Rate (Must agree with tax return) Blended Income Tax Rate Section D: Detailed calculation of Ontario Capital Tax ONTARIO CAPITAL TAX (From Ontario CT23) PAID-UP CAPITAL Paid-up capital stock Retained earnings (if deficit, deduct) Capital and other surplus excluding appraisal surplus Loans and advances Bank loans Bankers acceptances Bonds and debentures payable Mortgages payable Lien notes payable Deferred credits Contingent, investment, inventory and similar reserves Other reserves not allowed as deductions Share of partnership(s), joint venture(s) paid-up capital Sub-total Subtract: Amounts deducted for income tax purposes in excess of amounts booked Deductible R&D expenditures and ONTT1 costs deferred for income tax Total (Net) Paid-up Capital	+ + + + + + + + +	0 0 0 28.12% 12.50% 40.62% 81,491,374 -2,558,449 6,148,254 30,400,000 0 -114,973	0	81,491,374 -2,558,449 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0
141 142 143 144 145 146 151 152 153 154 155 156 157 158 160 161 162 163 164 170 171 172 173	Subtotal Less: Miscellaneous tax credits (Must agree with tax returns) Total Income Tax FROM ACTUAL TAX RETURNS Net Federal Income Tax Rate (Must agree with tax return) Net Ontario Income Tax Rate (Must agree with tax return) Blended Income Tax Rate (Must agree with tax return) Blended Income Tax Rate Section D: Detailed calculation of Ontario Capital Tax ONTARIO CAPITAL TAX (From Ontario CT23) PAID-UP CAPITAL Paid-up capital stock Retained earnings (if deficit, deduct) Capital and other surplus excluding appraisal surplus Loans and advances Bank loans Bankers acceptances Bonds and debentures payable Mortgages payable Lien notes payable Deferred credits Contingent, investment, inventory and similar reserves Other reserves not allowed as deductions Share of partnership(s), joint venture(s) paid-up capital Sub-total Subtract: Amounts deducted for income tax purposes in excess of amounts booked Deductible R&D expenditures and ONTTI costs deferred for income tax Total (Net) Paid-up Capital	+ + + + + + + + + = =	0 0 0 28.12% 12.50% 40.62% 81,491,374 -2,558,449 6,148,254 30,400,000 0 -114,973	0	81,491,374 -2,558,449 0 6,148,254 30,400,000 0 -114,973 0 115,366,206
141 142 143 144 145 146 150 151 152 153 154 155 156 157 160 161 162 163 164 165 166 170 171 172 173 174 175 176 177 177 177 177 177 177 177 177 177	Subtotal Less: Miscellaneous tax credits (Must agree with tax returns) Total Income Tax FROM ACTUAL TAX RETURNS Net Federal Income Tax Rate (Must agree with tax return) Net Ontario Income Tax Rate (Must agree with tax return) Blended Income Tax Rate (Must agree with tax return) Blended Income Tax Rate Section D: Detailed calculation of Ontario Capital Tax ONTARIO CAPITAL TAX (From Ontario CT23) PAID-UP CAPITAL Paid-up capital stock Retained earnings (if deficit, deduct) Capital and other surplus excluding appraisal surplus Loans and advances Bank loans Bankers acceptances Bonds and debentures payable Mortgages payable Lien notes payable Deferred credits Contingent, investment, inventory and similar reserves Other reserves not allowed as deductions Share of partnership(s), joint venture(s) paid-up capital Sub-total Subtract: Amounts deducted for income tax purposes in excess of amounts booked Deductible R&D expenditures and ONTTI costs deferred for income tax Total (Net) Paid-up Capital ELIGIBLE INVESTMENTS	+ + + + + + + + + + + + + + + + + + + +	0 0 0 28.12% 12.50% 40.62% 81,491,374 -2,558,449 6,148,254 30,400,000 0	0	0 0 0 0 128.12% 12.50% 40.62% 40.62% 81,491,374 -2,558,449 0 0 6,148,254 30,400,000 0 0 0 -114,973 0 115,366,206
141 142 143 144 145 146 151 152 153 154 155 156 157 160 161 162 163 164 165 167 171 172 173 174 175 176 177 178	Subtotal Less: Miscellaneous tax credits (Must agree with tax returns) Total Income Tax FROM ACTUAL TAX RETURNS Net Federal Income Tax Rate (Must agree with tax return) Net Ontario Income Tax Rate (Must agree with tax return) Blended Income Tax Rate (Must agree with tax return) Blended Income Tax Rate Section D: Detailed calculation of Ontario Capital Tax ONTARIO CAPITAL TAX (From Ontario CT23) PAID-UP CAPITAL Paid-up capital stock Retained earnings (if deficit, deduct) Capital and other surplus excluding appraisal surplus Loans and advances Bank loans Bankers acceptances Bonds and debentures payable Mortgages payable Lien notes payable Deferred credits Contingent, investment, inventory and similar reserves Other reserves not allowed as deductions Share of partnership(s), joint venture(s) paid-up capital Sub-total Sub-total Subract: Amounts deducted for income tax purposes in excess of amounts booked Deductible R&D expenditures and ONTTI costs deferred for income tax Total (Net) Paid-up Capital ELIGIBLE INVESTMENTS Bonds, lien notes, interest coupons Mortgages due from other corporations	+ + + + + + + + + + + + + + + + + + + +	0 0 0 128.12% 12.50% 40.62% 81,491,374 -2,558,449 6,148,254 30,400,000 0 -114,973 115,366,206	0	0 0 0 0 128.12% 12.50% 40.62% 81,491,374 -2,558,449 0 0 6,148,254 30,400,000 0 0 0 1115,366,206
141 142 143 144 145 146 147 148 150 151 153 154 155 156 161 162 163 164 166 167 171 172 173 174 175 176 177 177 178 179 179 179 179 179 179 179 179 179 179	Subtotal Less: Miscellaneous tax credits (Must agree with tax returns) Total Income Tax FROM ACTUAL TAX RETURNS Net Federal Income Tax Rate (Must agree with tax return) Net Ontario Income Tax Rate (Must agree with tax return) Blended Income Tax Rate (Must agree with tax return) Blended Income Tax Rate Section D: Detailed calculation of Ontario Capital Tax ONTARIO CAPITAL TAX (From Ontario CT23) PAID-UP CAPITAL Paid-up capital stock Retained earnings (if deficit, deduct) Capital and other surplus excluding appraisal surplus Loans and advances Bank loans Bankers acceptances Bonds and debentures payable Mortgages payable Lien notes payable Deferred credits Contingent, investment, inventory and similar reserves Other reserves not allowed as deductions Share of partnership(s), joint venture(s) paid-up capital Sub-total Subtract: Amounts deducted for income tax purposes in excess of amounts booked Deductible R&D expenditures and ONTTI costs deferred for income tax Total (Net) Paid-up Capital ELIGIBLE INVESTMENTS	+ + + + + + + + + + + + + + + + + + + +	0 0 0 28.12% 12.50% 40.62% 81,491,374 -2,558,449 6,148,254 30,400,000 0	0	0 0 0 0 128.12% 12.50% 40.62% 40.62% 81,491,374 -2,558,449 0 0 6,148,254 30,400,000 0 0 0 -114,973 0 115,366,206
141 142 143 144 145 146 147 150 151 152 153 154 155 156 161 162 163 164 165 166 167 171 172 173 174 175 176 177 178 179 180 181 182 183	Subtotal Less: Miscellaneous tax credits (Must agree with tax returns) Total Income Tax FROM ACTUAL TAX RETURNS Net Federal Income Tax Rate (Must agree with tax return) Net Ontario Income Tax Rate (Must agree with tax return) Blended Income Tax Rate (Must agree with tax return) Blended Income Tax Rate Section D: Detailed calculation of Ontario Capital Tax ONTARIO CAPITAL TAX (From Ontario CT23) PAID-UP CAPITAL Paid-up capital stock Retained earnings (if deficit, deduct) Capital and other surplus excluding appraisal surplus Loans and advances Bank loans Bankers acceptances Bonds and debentures payable Mortgages payable Lien notes payable Deferred credits Contingent, investment, inventory and similar reserves Other reserves not allowed as deductions Share of partnership(s), joint venture(s) paid-up capital Sub-total Sub-total Subtract: Amounts deducted for income tax purposes in excess of amounts booked Deductible R&D expenditures and ONTTI costs deferred for income tax Total (Net) Paid-up Capital ELIGIBLE INVESTMENTS Bonds, lien notes, interest coupons Mortgages due from other corporations Shares in other corporations	+ - - = + +/- + + + + + + + + + + + + + + + + +	0 0 0 28.12% 12.50% 40.62% 81,491,374 -2,558,449 6,148,254 30,400,000 0 -114,973 115,366,206	0	0 0 0 0 128.12% 12.50% 40.62% 40.62% 81,491,374 -2,558,449 0 0 6,148,254 30,400,000 0 0 0 115,366,206

EB-2008-0381 6 of 16

	A	В	С	D	E	F
1	SECTION 93 PILs TAX GROSS-UP "SIMPIL"	LINE	M of F	Non-wires	Wires-only	
2	TAX RETURN RECONCILIATION (TAXREC)		Corporate	Eliminations	Tax	
3	(for "wires-only" business - see s. 72 OEB Act)		Tax		Return	
4	RRR # 2.1.8		Return			
5					Version 2004.2	
185						
186	Total Eligible Investments	=	190,562	0	190,562	
187						

EB-2008-0381 7 of 16

SECTION SPILL TAX CROSS-UP SIMPL: UNE OF PROPERTY Tax PREVIOUR Tax Corporate Eliminations Tax Return Tax Tax Return Tax	_		-	•		_	
TAX	4	A SECTION 02 DIL 2 TAX CROSS LID. "SIMDIL"	В	C	D Non wires	E Wines and	F
RR # 2.1.8	_		LINE			,	
Temporary Section Se					Liiiiiiations		
Section		,				Return	
188	_	THE TELLIO		rtotam		Version 2004.2	
1988 TOTAL ASSETS						70.0.0	
190	_	TOTAL ASSETS					
1917 Total assets per balance sheet	_						
1987 Mortagages or other liabilities deducted from assets + 0 0 198 Share of partnership(s) (piori venture(s) - 0 198 Mortact. Investment in partnership(s) (piori venture(s) - 0 130.626,347 0 130.626,347 197 197 197 197 198 Mortact. Investment in partnership(s) (piori venture(s) - 0 0 130.626,347 0 130.626,347 197 198 Mortact. Investment in investment investment investment investment investment investment investment investment investment investment, investment i		Total assets per balance sheet	+	130,626,347		130,626,347	
1981 Subtract investment in partnership(s)/pint venture(s)	192	Mortgages or other liabilities deducted from assets	+			0	
195 Total assets as adjusted	193	Share of partnership(s)/ joint venture(s) total assets	+			0	
196 Total assets as adjusted	194	Subtract: Investment in partnership(s)/joint venture(s)	-			0	
197	195						
1988 Doctiniquent, investment, investment, investory and similar reserves		Total assets as adjusted	=	130,626,347	0	130,626,347	
198 Contingent, Investment, Investment, Investment allowance +							
200 Other reserves not allowed as deductions + 0 0							
201 Subtract:	_						
Amounts deducted for income tax purposes in excess of amounts - 114,974 114,974	_		+				
114,974	201					0	
Deductible RAD expenditures and ONTTI costs deferred -			-				
203 Subtract. Other adjustments	202			114,974			
204 Subtract: Appraisal surplus if booked -	200	·	-			0	
205 Add or subtract: Other adjustments	_						
207 Total Assets						0	
207 Total Assets		Aud of Subtract: Other adjustments	+/-			0	
209		Total Assets		120 544 270	^	120 544 270	
209		Total Assets	=	130,511,373	0	130,511,373	
168,448							
212 Taxable Capital		Investment Allowance		160 //0	0	160 //0	
212 Taxable Capital		IIIVESUIIEIIL AIIUWAIICE		100,448	U	100,448	
213 Net paid-up capital		Tayable Canital	-				
214 Net paid-up capital		Taxable Capital					
215 Subtract: Investment Allowance		Net paid-up capital	_	115 366 206	0	115 366 206	
216							
217 Taxable Capital		Cubitadi: III/Countrie / III/Owaniec		100,110		100,440	
219 Capital Tax Calculation		Tayable Capital	_	115 197 758	0	115 197 758	
219 Capital Tax Calculation		Taxable Capital		110,107,700	Ŭ	110,107,700	
220 Deduction from taxable capital up to maximum of \$5,000,000 4,985,845 0 4,985,845		Capital Tax Calculation					
221 Net Taxable Capital 110,211,913 0 110,211,913 0 110,211,913 0 110,211,913 0 120,211,913 0				4.985.845	0	4,985,845	
110,211,913	_			, , .		,,.	
223				110.211.913	0	110.211.913	
224 Rate	_			-, ,-		-, ,-	
92 92 92 92 92 92 92 92	224	Rate		0.3000%	0.3000%	0.3000%	
227 Divide days by 365 0.25 0.25 0.25 0.25	225						
228	226	Days in taxation year		92	92	92	
Ontario Capital Tax (Must agree with CT23 return)	227	Divide days by 365		0.25	0.25	0.25	
230 Section E: Detailed calculation of Large Corporation Tax	228						
Section E: Detailed calculation of Large Corporation Tax		Ontario Capital Tax (Must agree with CT23 return)		83,338	0	83,338	
233 LARGE CORPORATION TAX	_						
ARGE CORPORATION TAX		Section E: Detailed calculation of Large Corporation Tax					
234 From Federal Schedule 33 235 CAPITAL							
235 CAPITAL							
ADD: Reserves that have not been deducted in computing income for the Reserves that have not been deducted in computing income for the Reserves that have not been deducted in computing income for the Reserves that have not been deducted in computing income for the Reserves that have not been deducted in computing income for the Reserves that have not been deducted in computing income for the Reserves that have not been deducted in computing income for the Reserves that have not been deducted in computing income for the Reserves that have not been deducted in computing exchange for the Reserves that have not been deducted in computing income for the Reserves that have not been deducted in computing exchange for the Reserves that have not been deducted in computing income for the Reserves that have not been deducted in computing income for the Reserves that have not been deducted in computing exchange for the Reserves that have not been deducted in computing income for the Reserves that have not been deducted in the Reserves that have not the Reserves that have not the Reserves that have not the Reserve							
Reserves that have not been deducted in computing income for the 237 year under Part I			-				
237 year under Part	236		ļ				
237 year under Part	00-		+				
239 Retained earnings + 0 0 0 0	000	0 11 1 1		04 404 074			
240 Contributed surplus +							
241 Any other surpluses + 0 242 Deferred unrealized foreign exchange gains + 0 243 All loans and advances to the corporation + 5,662,646 All indebtedness- bonds, debentures, notes, mortgages, bankers + 30,400,000 244 acceptances, or similar obligations + 30,400,000 245 Any dividends declared but not paid + 0 246 All other indebtedness outstanding for more than 365 days + 0 247 - - - 248 Subtotal = 117,554,020 0 117,554,020 249 DEDUCT: - - - - 250 DEDUCT: - - - - 251 Deferred tax debit balance - - - - - 252 Any deficit deducted in computing shareholders' equity - 2,558,449 2,558,449 Any patronage dividends 135(1) deducted in computing income - - - 253 under Part I included in amounts above 0 0 256 Subtotal = 2,558,449 0 2,558,449 257 - -				0			
242 Deferred unrealized foreign exchange gains + 0 243 All loans and advances to the corporation + 5,662,646 All indebtedness- bonds, debentures, notes, mortgages, bankers + 30,400,000 244 acceptances, or similar obligations + 0 245 Any dividends declared but not paid + 0 246 All other indebtedness outstanding for more than 365 days + 0 247 - - - 248 Subtotal = 117,554,020 0 117,554,020 249 - - - - - - 250 DEDUCT: - <							
243 All loans and advances to the corporation + 5,662,646 5,662,646 All indebtedness- bonds, debentures, notes, mortgages, bankers + 30,400,000 30,400,000 244 acceptances, or similar obligations + 0 0 245 Any dividends declared but not paid + 0 0 246 All other indebtedness outstanding for more than 365 days + 0 0 247 - - 0 117,554,020 0 117,554,020 248 Subtotal = 117,554,020 0 117,554,020 0 117,554,020 249 - - 0 <							
All indebtedness- bonds, debentures, notes, mortgages, bankers 244 acceptances, or similar obligations 4 30,400,000 30,400,000 245 Any dividends declared but not paid 4 0 246 All other indebtedness outstanding for more than 365 days 4 0 247 248 Subtotal 5 117,554,020 6 117,554,020 7 117,554,020 8 117,554,020 9 117,554,02				E 000 0 10		-	
244 acceptances, or similar obligations * 30,400,000 30,400,000 245 Any dividends declared but not paid + 0 246 All other indebtedness outstanding for more than 365 days + 0 247 - - 248 Subtotal = 117,554,020 0 117,554,020 249 DEDUCT: - <td>243</td> <td></td> <td>+</td> <td>5,662,646</td> <td></td> <td>5,662,646</td> <td></td>	243		+	5,662,646		5,662,646	
245 Any dividends declared but not paid + 0 246 All other indebtedness outstanding for more than 365 days + 0 247 - - 248 Subtotal = 117,554,020 0 117,554,020 249 - - 0 - <td>244</td> <td></td> <td>+</td> <td>30,400,000</td> <td></td> <td>30,400,000</td> <td></td>	244		+	30,400,000		30,400,000	
246 All other indebtedness outstanding for more than 365 days + 0 247 - - 248 Subtotal = 117,554,020 0 117,554,020 249			.1.	30,400,000		,,	
247 = 117,554,020 0 117,554,020 249 = 117,554,020 0 117,554,020 250 DEDUCT: = 0 25,258,449 0 25,258,449 2,558,449 2,558,449 2,558,449 2,558,449 0 2,55							
248 Subtotal = 117,554,020 0 117,554,020 249 -		mi other indepteditiess outstanding tot more than 505 days	+			U	
249 250 DEDUCT: 251 Deferred tax debit balance - 0 252 Any deficit deducted in computing shareholders' equity - 2,558,449 Any patronage dividends 135(1) deducted in computing income - 253 under Part I included in amounts above 0 254 Deferred unrealized foreign exchange losses - 0 255 Subtotal = 2,558,449 257 = 2,558,449 0 2,558,449 256 Capital for the year 114,995,571 0 114,995,571		Subtotal	_	117 554 020	0	117 554 020	
250 DEDUCT:			_	117,004,020	U	117,004,020	
251 Deferred tax debit balance -							
252 Any deficit deducted in computing shareholders' equity			_			n	
Any patronage dividends 135(1) deducted in computing income 253 under Part I included in amounts above 254 Deferred unrealized foreign exchange losses 255 256 Subtotal 257 258 Capital for the year 259 Capital for the year 250 Included in amounts above 250 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0				2 558 440		2 558 440	
253 under Part I included in amounts above 0	202			2,000,743		2,000,743	
254 Deferred unrealized foreign exchange losses -	253					0	
255 256 Subtotal = 2,558,449 0 2,558,449 257 = 2,558,449 114,995,571 0 114,995,571 258 Capital for the year 114,995,571 0 114,995,571			_			0	
256 Subtotal = 2,558,449 0 2,558,449 257 = 2,558,449 258 Capital for the year 114,995,571 0 114,995,571		20101100 Amounizod foroign oxonalige 100000				0	
257 258 Capital for the year 114,995,571 0 114,995,571		Subtotal	_	2 558 449	n	2 558 449	
258 Capital for the year 114,995,571 0 114,995,571				2,000,1-10		2,000,140	
		Capital for the year		114,995,571	n	114,995,571	
						,000,011	

EB-2008-0381 8 of 16

	A	В	С	D	E	F
1	SECTION 93 PILS TAX GROSS-UP "SIMPIL"	LINE	M of F	Non-wires	Wires-only	Г
	TAX RETURN RECONCILIATION (TAXREC)	LINE	Corporate	Eliminations	Tax	
	(for "wires-only" business - see s. 72 OEB Act)		Tax	Eliminations	Return	
	RRR # 2.1.8		Return		Return	
5	KKK # 2.1.8		Return		V' 0004.0	
					Version 2004.2	
	INVESTMENT ALLOWANCE					
261						
	Shares in another corporation	+	122,670		122,670	
	Loan or advance to another corporation	+			0	
	Bond, debenture, note, mortgage, or	+			0	
	similar obligation of another corporation	+			0	
	Long term debt of financial institution	+			0	
267	Dividend receivable from another corporation	+			0	
268	Debts of corporate partnerships that were not exempt from tax under Part I.3	+			0	
269	Interest in a partnership	+			0	
270						
271	Investment Allowance	=	122,670	0	122,670	
272			.22,070	· ·	.22,010	
273						
	TAXABLE CAPITAL					
275	TOWNS OF THE					
_	Capital for the year	=	114,995,571	0	114,995,571	
277	Capital for the year		114,995,571	U	114,995,571	
	Deduct: Investment allowance	-	122,670	0	122,670	
279	Deduct. Investment allowance	-	122,070	U	122,070	
	Tayable Carital for tayating year		444.070.004	0	444.070.004	
280	Taxable Capital for taxation year	=	114,872,901	U	114,872,901	
281	Deduct: Capital Deduction - maximum of \$50,000,000	-	10,000,000	0	10,000,000	
		-	10,000,000	U	10,000,000	
283	(Input in tab 'Tax Rates')		404.070.004	0	404 070 004	
284	Taxable Capital	=	104,872,901	0	104,872,901	
285						
	Rate 0.225% in 2002 and 2003; 0.200% in 2004	-	0.22500%	0.22500%	0.22500%	
287						
	Days in year		92	92	92	
	Divide days by 366		0.2521	0.2521	0.2521	
290						
	Gross Part I.3 Tax LCT (Must agree with tax return)	=	59,476	0	59,476	
292						
	Federal Surtax Rate	\bot	1.1200%	1.1200%	1.1200%	
294						
	Less: Federal Surtax = Actual Surtax from tax return	-	0		0	
296						
297	Net Part I.3 Tax - LCT Payable (Must agree with tax return)	= [59,476	0	59,476	
298	(If surtax is greater than Gross LCT, then zero)					
299	·					
300	Section F: Income and Capital Taxes					
301	·					
	RECAP FROM ABOVE:					
	Total Income Taxes	+	0	0	0	
	Ontario Capital Tax	+	83,338	0	83,338	
	Federal Large Corporations Tax	+	59,476	0	59,476	
306	i euciai Laige Culpulatiulis Tax	+	39,476	U	J9,476	
307	Total income and capital taxes	=	142,814	0	142,814	
	rotal income and capital taxes	=	142,814	U	142,814	
308						

EB-2008-0381 9 of 16

	Α	В	С	D	Е	F
1	SECTION 93 PILS TAX GROSS-UP "SIMPIL"	LINE	M of F	Non-wires	Wires-only	•
	Tax and Accounting Reserves		Corporate	Eliminations	Tax	
3	For MoF Column of TAXCALC		Tax		Return	
	(for "wires-only" business - see s. 72 OEB Act)		Return			
5	RRR # 2.1.8				Version 2004.2	
6						
	Utility Name: Barrie Hydro Distribution Inc.					
	Reporting period: Dec. 31, 2001 Revised March 12,	2010				
9						
	TAX RESERVES					
11	Designing of Veen					
13	Beginning of Year:				0	
	Reserve for doubtful accounts ss. 20(1)(I)		0		0	
	Reserve for goods & services ss.20(1)(m)		0		0	
	Reserve for unpaid amounts ss.20(1)(n)				0	
	Debt and share issue expenses ss.20(1)(e)				0	
	Other				0	
19	Other				0	
20					0	
21					0	
22	Total (carry forward to the TAXREC worksheet)		0	0	0	
23						
	End of Year:					
25			_		0	
	Reserve for doubtful accounts ss. 20(1)(I)		0		0	
	Reserve for goods & services ss.20(1)(m)				0	
	Reserve for unpaid amounts ss.20(1)(n)				0	
	Debt and share issue expenses ss.20(1)(e) Other				0	
	Other				0	
32	Ottlei				0	
33					0	
	Insert line above this line					
	Total (carry forward to the TAXREC worksheet)		0	0	0	
36	total (call) formata to the 17 but 20 memoritory			<u> </u>		
37						
38	FINANCIAL STATEMENT RESERVES					
39						
	Beginning of Year:					
41					0	
42					0	
	Environmental		0		0	
	Allowance for doubtful accounts		0		0	
	Inventory obsolescence Property taxes				0	
	Other				0	
	Other				0	
49					0	
	Total (carry forward to the TAXREC worksheet)		0	0	0	
51	(220) (200)					
	End of Year:					
53	_				0	
54					0	
	Environmental				0	
	Allowance for doubtful accounts		0		0	
	Inventory obsolescence				0	
	Property taxes				0	
	Other				0	
	Other				0	
61	Incort line above this line				0	
	Insert line above this line		0	^	0	
64	Total (carry forward to the TAXREC worksheet)		0	0	0	
04						

EB-2008-0381 10 of 16

	A	В	С	D	Е	F
1				-	_	
	SECTION 93 PILs TAX GROSS-UP "SIMPIL"	LINE	M of F	Non-wires	Wires-only	
	TAX RETURN RECONCILIATION (TAXREC 2)		Corporate	Eliminations	Tax	
	(for "wires-only" business - see s. 72 OEB Act) RRR # 2.1.8		Tax Return		Return	
6	KKK # 2.1.0		Retuin		Version 2004.2	
7					VC131011 2004.2	
	Utility Name: Barrie Hydro Distribution Inc.					
9	Reporting period: Dec. 31, 2001 Revised March 12, 2010					
	Number of days in taxation year:		92			
	Materiality Level:		121,524			
12	Section C: Reconciliation of accounting income to taxable income					
	Add:					
	Recapture of capital cost allowance	+			0	
	Gain on sale of eligible capital property	+			0	
	Income or loss for tax purposes- joint ventures or partnerships	+	0		0	
	Loss in equity of subsidiaries and affiliates	+			0	
	Loss on disposal of assets Charitable donations	+	0		0	
	Taxable capital gains	+	0		0	
	Depreciation in inventory -end of year	+			0	
	Scientific research expenditures deducted	+			0	
	per financial statements	+			0	
	Capitalized interest	+			0	
	Non-deductible club dues and fees	+			0	
	Non-deductible automobile expenses Non-deductible life insurance premiums	+			0	
	Soft costs on construction and renovation of buildings	+			0	
	Non-deductible meals and entertainment	+			0	
31	Book loss on joint ventures or partnerships	+			0	
	Capital items expensed	+			0	
	Debt issue expense	+			0	
	Deemed dividend income	+			0	
	Dividends credited to investment account Financing fees deducted in books	+			0	
	Gain on settlement of debt	+			0	
	Interest paid on income debentures	+			0	
	Recapture of SR&ED expenditures	+			0	
	Share issue expense	+			0	
	Write down of capital property	+			0	
42	Amounts received in respect of qualifying environment trust	+			0	
	Other Additions: (please explain in detail the nature of the item) Debt financing expenses	+			0	
45	Amortization of deferred financing costs	+	0		0	
46		+			0	
47		+			0	
48		+			0	
49		+			0	
50 51		+			0	
52		+			0	
53		+			0	
54	Total Additions	=	0	0	0	
55						
	Recap of Material Additions:					
57 58			0	0		
59			0	0		
60			0	0		
61			0	0		
62			0	0		
63			0	0		
64			0	0		
65 66			0	0		
67			0	0		
68			0	0		
69			0	0		
70			0	0		
71			0	0		
72			0	0		
73 74			0	0		
75			0	0		
76			0	0		
77			0	0		
78			0	0		
79			0	0		
80			0	0		
81 82			0	0		
02			0	0	0	

EB-2008-0381 11 of 16

2	A SECTION 93 PILs TAX GROSS-UP "SIMPIL"	B LINE	C M of F	D Non wires	E Wires-only	F
	TAX RETURN RECONCILIATION (TAXREC 2)	LINE	Corporate	Non-wires Eliminations	Tax	
	(for "wires-only" business - see s. 72 OEB Act)		Tax	Liiiiiiations	Return	
	RRR # 2.1.8		Return		rtotarri	
6					Version 2004.2	
83			0	0	0	
84			0	0	0	
85			0	0	0	
86			0	0	0	
87			0	0	0	
88			0	0	0	
89			0	0	0	
90			0	0	0	
91 92			0	0	0	
93			0	0	0	
94			Ü	0	Ü	
	Total Material additions		0	0	0	
	Other additions less than materiality level		0	0	0	
97	Total Additions		0	0	0	
98						
	Deduct:					
	Gain on disposal of assets per f/s	-			0	
	Dividends not taxable under section 83	-			0	
	Terminal loss from Schedule 8	-			0	
103	Depreciation in inventory, end of prior year	-			0	
	Scientific research expenses claimed in year from Form T661 Bad debts	-			0	
	Book income of joint venture or partnership	-			0	
	Equity in income from subsidiary or affiliates				0	
	Contributions to a qualifying environment trust	_			0	
	Other income from financial statements	_			0	
	Other deductions: (Please explain in detail the nature of the item)	-				
111	Imputed interest on Reg Assets	-			0	
	Ont Cap Tax	-	0	0	0	
113	employee future benefit expense	-			0	
114		-			0	
115		-			0	
116		-			0	
117		-			0	
119		-			0	
120		-			0	
121		_			0	
	Total Deductions	=	0	0	0	
123						
124	Recap of Material Deductions:					
125			0	0	0	
126			0	0	0	
127			0	0	0	
128			0	0	0	
129			0	0	0	
131			0	0	0	
132			0	0	0	
133			0	0	0	
134			0	0	0	
135			0	0	0	
136			0	0	0	
137			0	0	0	
138			0	0	0	
139			0	0	0	
140			0	0	0	
141			0	0	0	
142			0	0	0	
143 144			0	0	0	
144			0	0	0	
	Total Deductions exceed materiality level		0	0	0	
	Other deductions less than materiality level		0	0	0	
148	Total Deductions		0	0	0	

EB-2008-0381 12 of 16

SECTION 93 PILS TAX GROSS-UP "SIMPIL." Corporate Tax Rates Exemptions, Deductions, or Thresholds Rates Used in 2002 RAM PILS Applications Income Range Income Rate Year 200,000 700,000 RAM 2002 to 0 20,001 RAM 2002 to 0 700,000 Income Tax Rate Proxy Tax Year 2002 Federal (Includes surtax) 0.00% Surtax 0.00% 34.12% 40.62% Blanded rate 0.030% 1.12% Corporations Tax Exemption ** **Exemption amounts must agree with the Board-approved 2002 RAM PILS filling Expected Rates and Exemptions for 2004 Income Range 0 20,000 40,000 1.128,000 Income Tax Rate 0 2.50% 34.12% 40.62% Blanded rate 1.12% 1.2% 1.2% 1.2% 1.2% 1.2% 1.2% 1.2		A	В	С	D	Е	F
Corporate Tax Rates Exemptions, Deductions, or Thresholds Table 1	t	· · · · · · · · · · · · · · · · · · ·		_			
Utility Name: Barrie Hydro Distribution Inc. Reporting period: Dec. 31, 2001 Revised March 12, 2010 Table 1		Corporate Tax Rates				٧	ersion 2004
Table 1 Tabl							RRR # 2.1.8
Table 1 Rates Used in 2002 RAM PILs Applications					2010		
Rates Used in 2002 RAM PILs Applications	6	Reporting period. Dec. 31,	ZUUT KEVI	eu maich 12	, 2010		
Income Range	7						Table 1
RAM 2002			Ls Applica				
New Part 190,000 100		<u> </u>					700.000
Income Tax Rate	11	KAW 2002	Year				>700,000
Federal (Includes surtax)		Income Tax Rate	i cui	200,000		700,000	
### State			2002				
Second							
Capital Tax Rate	_				0.000/		
LCT rate	17	Dierided rate		19.12%	0.00%	34.12%	40.02%
LCT rate		Capital Tax Rate		0.300%			
Ontario Capital Tax SSMM S,000,000 SMAX SMMM To,000,000 SMAX To,000,000				0.225%			
S5MM				1.12%			
Table 2				5,000,000			
Corporations Tax							
Exemption * **Exemption amounts must agree with the Board-approved 2002 RAM PILs filling Table 2 Expected Rates and Exemptions for 2004 Income Range		Corporations Tax		10,000,000			
Table 2 Table 3 Tabl	22	Exemption **					
Expected Rates and Exemptions for 2004 Income Range	23	**Exemption amounts must	t agree with	the Board-a	pproved 200	2 RAM PILS	filing
Expected Rates and Exemptions for 2004 Income Range	24 25						Table 2
Income Range		Expected Rates and Exemp	otions for 2	004			i abic Z
Near 250,000 400,000 1,128,000 1	27	Income Range			250,001	400,001	
Income Tax Rate		Expected Rates 2004	,				>1,128,000
Current year	29 30	Income Tay Pate	Year	250,000	400,000	1,128,000	
Table 3 Tabl			2004				
Blended rate				13.12%	22.12%	22.12%	22.12%
Capital Tax Rate				5.50%	5.50%	9.75%	14.00%
CT rate		Blended rate		18.62%	27.62%	31.87%	36.12%
CT rate	35	O!(- T D-(-		0.0000/			
Surtax							
Ontario Capital Tax Exemption *** \$5MM 5,000,000							
SSMM			MAX				
Corporations Tax SoMM So,000,000 So,000,000 So,000,000 SoMM So,000,000 SoMM So,000,000 SoMM So,000,000 SoMM So,000,000 SoMM Some state Some st	39	Exemption ***	\$5MM	5,000,000			
Table 3		•	MAX	E0 000 000			
***Allocation of exemptions must comply with the Board's instructions regarding regulated activities. Table 3 Input Information from Utility's Actual 2004 Tax Returns Income Range			\$50MM	50,000,000			
Table 3 Input Information from Utility's Actual 2004 Tax Returns Income Range			s must com	ply with the	Board's instr	uctions reg	arding
Input Information from Utility's Actual 2004 Tax Returns		regulated activities.					
Income Range	43 44	Innut Information from Litili	itu'a Aatual	2004 Tay Bo	turno		Table 3
to to 400,000 1,128,000 250,000 400,000 1,128,			y a Actual			400.001	
Income Tax Rate	46			_			>1,128,000
Current year 2004 Federal (Includes surtax) 13.12% 22.12% 22.12% 22.12% Ontario 5.50% 5.50% 9.75% 14.00% Blended rate 18.62% 27.62% 31.87% 36.12% Capital Tax Rate 0.300% LCT rate 0.225% LCT rate 0.225% LCT rate 0.225% LCT rate MAX \$5MM 4,969,248 LCT rate LCT rate LCT rate 1.12% LCT rate	47		Year				
Tederal (Includes surtax)			600:				
Ontario 5.50% 5.50% 9.75% 14.00% Blended rate 18.62% 27.62% 31.87% 36.12% Capital Tax Rate 0.300% LCT rate 0.225% Surtax 1.12% Ontario Capital Tax Exemption * MAX \$5MM 4,969,248 Federal Large Corporations Tax Exemption * MAX \$50MM 10,000,000 Include copies of the actual tax return allocation calculations in your submission:			2004	13 12%	22 12%	22 12%	22 12%
Blended rate							
Capital Tax Rate Capital Tax Rate 0.300% LCT rate 0.225% Surtax 1.12% Ontario Capital Tax Exemption * Federal Large Corporations Tax Exemption * * Include copies of the actual tax return allocation calculations in your submission:	_						
LCT rate 0.225% 1.12% 1.	53						
Surtax 1.12%							
Ontario Capital Tax Exemption * Federal Large Corporations Tax Exemption * * Include copies of the actual tax return allocation calculations in your submission:							
Exemption * \$5MM 4,969,248			MAY	1.12%			
Federal Large Corporations Tax Exemption * * Include copies of the actual tax return allocation calculations in your submission:				4,969,248			
Corporations Tax Exemption * * Include copies of the actual tax return allocation calculations in your submission:							
* Include copies of the actual tax return allocation calculations in your submission:		Corporations Tax		10,000,000			
· · · · · · · · · · · · · · · · · · ·			·	m allonett	andardari	in 116 ::::	mine!
Omano 0123 page 11, Teuerai 12 Schedule 30					calculations	ın your sub	mission:
	61	Omano Grzo page 11; fedi	erai 12 3CN	euule 30			
	62						
	63						
	4						

EB-2008-0381 13 of 16

	Α	В	С	D
1		SECTION 93 PILs TAX GROSS-UP "SIMPIL"		Б
2		Filing Requirements related to the "SIMPIL" model		Version 2004.2
3		Utility Name: Barrie Hydro Distribution Inc.		RRR # 2.1.8
4		Reporting period: Dec. 31, 2001 Revised March 12, 2010		Ι(Ι(Ι(# 2.1.0
5		Reporting period. Dec. 31, 2001 Revised March 12, 2010		
6				
7				
8				
9		Documents to be submitted to the Board when filing the Ministry of Finance Column	info	rmation:
10		(Stage 3 filing: normally in July of the year following the reporting period)	11110	illiation.
11		totage 5 ming. normally in only of the year following the reporting period)		
12		Please file 3 copies of each paper document and 1 CD or disk		
13		Trease the 3 copies of each paper document and 1 00 of disk		
14	1\	REGINFO	Yes	
15	''	REGINFO	163	
16	2)	TAXCALC	Yes	
17	۷)	IAAUALU	162	
	2)	TAVREC	Voc	
18	3)	TAXREC	Yes	
19			\ /	
20	4)	Tax Reserves	Yes	
21				
22	5)	TAXREC 2	Yes	
23				
24	6)	Tax Rates	Yes	
25				
26	7)	Checklist	Yes	
27				
28	8)	Background Questionnaire	Yes	
29				
30	9)	PILs Variance Analysis	Yes	
31				
	10)	Financial statements used to prepare tax returns if different from the audited	N/A	
32		financial statements submitted to the Board in April 2005		
33		•		
34	11)	Electronic Excel format of the SIMPIL worksheets	Yes	
35	T			
	12)	Notices of assessments, and any re-assessments, for:		
37		2001	Yes	
38	1	2002		
39	1	2003		
40		2004		
41		2004	. 55	
42	13)	Schedules or pages from CT23 and T2 tax returns	Yes	
43	13)	oriedates of pages from 0125 and 12 tax returns	1 62	
44				
45	1			
46				
47	 			
48	 			
49	 			
50	 			
00				

EB-2008-0381 14 of 16

Schedule 2 Α В **SECTION 93 PILs TAX GROSS-UP** "SIMPIL" 1 2 **Background Questionnaire Version 2004.2** 3 Utility Name: Barrie Hydro Distribution Inc. RRR # 2.1.8 4 Reporting period: Dec. 31, 2001 Revised March 12, 2010 5 6 1 Does the company engage in non-regulated activities? 7 Answer: 8 No 9 10 If the answer to question 1 is "NO", please skip questions 2 to 6. 11 12 2 Please identify the types of non-wire operations carried on by the LDC. 13 Answer: 14 15 16 3 Does the LDC intend to transfer the non-wire operations to a separate legal entity and the 17 expected date? 18 Answer: 19 20 21 4 Please identify the percentage and amount of gross revenues arising from non-wire 22 operations. 23 Answer: 24 25 5 Please identify the percentage and amount of operating expense incurred pertaining to non-26 wire operations. 27 Answer: 28 29 6 Please identify the percentage and amount of depreciation and capital cost allowance 30 expenses pertaining to non-wire operations. 31 Answer: 32 33 34 7 Did the company incur any OPEBs (post employment benefits other than pensions) for 35 accounting and tax purposes? (Please identify the amount.) 36 Answer: Yes - a total recovery of \$72,739 was included 37 38 8 Did the company have any reserves for accounting and tax purposes? (Please identify the 39 amount.) 40 Answer: Only for Allowance for doubtful accounts used in schedule 1 - tax and 41 accounting adjustments were the same. 42 43 44

EB-2008-0381 15 of 16

	А	В	С	D	Е	F	G	Н	1	J	K	Ν	0
1	SECTION 93 PILs TAX GROS	S-UP	"SIMPIL"										
2	Analysis of Account 1562:	Defer	red Payments i	n lie	eu of Taxes								
	Utility Name: Barrie Hydro D												Version 2004.2
4	Reporting period: Dec. 31, 2	001 Re	vised March 12	2, 2(010								RRR # 2.1.8
5			Sign Convention	on:	+ for increase;	- fo	r decrease						
6													
7													
8													
	Year start:		10/1/2001		1/1/2002		1/1/2003		1/1/2004		1/1/2005		
	Year end:		12/31/2001		12/31/2002		12/31/2003		12/31/2004		12/31/2005		Total
11													
	Opening balance:	=	0		1,136,416		1,285,412		1,285,412		1,285,412		0
	Initial Estimate PILs Rate	+/-											
13	Adjustment (1)		1,129,825										1,129,825
	True-up Variance	+/-											
	Adjustment (2)				151,370								151,370
	Deferral Account Variance	+/-											
-	Adjustment (3)				-2,374								-2,374
	Adjustments to reported												0
	prior years' variances (4)	. 1			-								0
17	Carrying charges	+/-	6,591										6,591
	PILs collected from	-											
	customers - Proxy (5)		0				1						0
19					1.00= 110		1.00-110						
	Ending balance: # 1562		1,136,416		1,285,412		1,285,412		1,285,412		1,285,412		1,285,412
21													
	PILs collected from	-											
	customers - Reg Assets (6)		0	ł	0		0		0		0		0
23													
24	Note:												

EB-2008-0381 16 of 16

Barrie Hydro Distribution Inc EB-2008-0381 Schedules to Interrogatory Responses – Board Staff Filed March 12, 2010

Schedule 3 2003 SIMPIL MODEL REVISED MARCH 12, 2010

	A	В	С	D
	SECTION 93 PILs TAX GROSS-UP "SIMPIL"			Version XX.xx
	REGULATORY INFORMATION (REGINFO)			
3	Barrie Hydro Distribution Inc. 12/31/2003 Revised March 12, 2010			
5	,			
6	Days in reporting period:	365	days	
7	Total days in the calendar year:	365	days	
	BACKGROUND			
10	Has the utility reviewed section 149(1) ITA to			
11	confirm that it is not subject to regular corporate tax (and therefore subject to PILs)?		Y/N	Y
13	tax (and therefore subject to PILS)?		T/IN	Ť
14	Was the utility recently acquired by Hydro One			
15	and now subject to s.89 & 90 PILs?		Y/N	N
16 17	Is the utility a non-profit corporation?		Y/N	N
	(If the utility is a non-profit corporation, please contact the Rates Manager at OEB)		1/11	14
19				
	Are the Capital Tax & Large Corporations Tax Exemptions shared among the corporate		Y/N	Υ
20	group? Please identify the % used to allocate the exemption in Cell C63 in the TAXCALC			
21	spreadsheet.			
22				
23	Accounting Year End		Date	31-Dec
	MARR NO TAX CALCULATIONS			
26	SHEET #7 FINAL RUD MODEL DATA			
	(FROM 1999 FINANCIAL STATEMENTS)			
29	USE BOARD-APPROVED AMOUNTS			
	Rate base (wires-only)			108,021,367
31	Occurred Family Delia (OFD)			45.000/
32	Common Equity Ratio (CER)			45.00%
34	1-CER			55.00%
35	Toward Datum On Family			0.000/
37	Target Return On Equity			9.88%
	Debt rate			7.00%
39	Made Adioted Decree Decree			0.004.450
41	Market Adjusted Revenue Requirement			8,961,453
	1999 return from RUD Sheet #7			3,237,888
43	-			
44	Total Incremental revenue Input Board-approved dollar amounts phased-in			5,723,565
46	input Board approved donar amounts phased in			
47	Amount allowed in 2001, Year 1			1,907,855
48 49	Amount allowed in 2002, Year 2 Amount allowed in 2003, Year 3 and forward (will be zero due to Bill 210)			1,907,855
50	ATTOGET ATTOWER IT 2000, TEAT 3 ATTO TOTWARD (WITH DE ZETO DUE TO DITE Z TO)			0
51	Equity			48,609,615
52	Return at target ROE			4.000.000
54	Neturn at talyet NOE			4,802,630
55	Debt			59,411,752
56	Deemed interest amount in EDIT			4.450.000
58	Deemed interest amount in EBIT			4,158,823
59	Phase-in of interest - Year 1 (2001)			2,388,032
-	((D38+D43)/D36)*D54	-		0.070.407
61 62	Phase-in of interest - Year 2 (2002) ((D38+D43+D44)/D36)*D54			3,273,427
63	Phase-in of interest - Year 3 (2003) and forward			3,273,427
64	((D38+D43+D44)/D36)*D54 (due to Bill 210)			
65 66				
67				

EB-2008-0381 1 of 15

_											
1	A SECTION 93 PILs TAX GROSS-UP "SIMPIL"	В	C	D	Е	F (G H	I M of F	J M of F	K	L
	DEFERRAL/VARIANCE ACCOUNTS	ITEM	Initial Estimate					Filing	Filing	M of F Filing	
	TAX CALCULATIONS (TAXCALC)		Estillate					Variance	Variance	Filling	
	("Wires-only" business - see Tab TAXREC)							K-C	Explanation	(June)	
5	(Wiles-Only Dusilless - See Tab TAKKEC)							N-C	Explanation	Version XX.xx	
6			\$					\$		\$	
	Barrie Hydro Distribution Inc.		Ψ				+	Ψ		Ψ	
	12/31/2003 Revised March 12, 2010									Column	
		265	dovo								
	Days in reporting period:	365	days			-				Brought	
	Total days in the calendar year:	365	days			-				From TAXREC	
11							_			TAXREC	
13							_				
	I) CORPORATE INCOME TAXES						_				
	Regulatory Net Income	1	7.053.598					3,720,436		10,774,034	
16	Regulatory Net Income	- 1	7,053,598			-		3,720,436		10,774,034	
	BOOK TO TAX ADJUSTMENTS										
18	BOOK TO TAX ADJUSTMENTS					-					
	Additions:									+	
	Depreciation & Amortization	2	5,290,709			-		1,059,966		6,350,675	
	Employee Benefit Plans - Accrued, Not Paid	3	5,290,709					260,400		260,400	
	Tax reserves deducted in prior year	4	0			-		863,486		863,486	
		4	0			-		282,855		282,855	
	Reserves from financial statements-end of year		Ů				-				
	Regulatory Adjustments	5	84,299		\vdash		-	-84,299		0	1
	Other Additions (See Tab entitled "TAXREC") "Material" Items from "TAXREC" worksheet	-			\vdash	-+	-				-
26		6	0		\vdash		-	5.000		5 022	-
27	Other Additions (not "Material") "TAXREC"	6	0			_		5,033		5,033	
28	"Material Items from "TAXREC 2" worksheet	6	0		$\vdash \vdash$	_	-	0		0	
29	Other Additions (not "Material") "TAXREC 2"	6	0		$\vdash \vdash$	_	-	155,367		155,367	
30					$\vdash \vdash$	_				1	-
	Deductions:				$\vdash \vdash$	_	-				-
	Capital Cost Allowance and CEC	7	4,135,294					2,637,727		6,773,021	
	Employee Benefit Plans - Paid Amounts	8	0					0		0	
	Items Capitalized for Regulatory Purposes	9	0					0		0	
	Regulatory Adjustments	10	12,645					-12,645		0	
	Interest Expense Deemed/ Incurred	11	3,273,427					138,912		3,412,339	
	Tax reserves claimed in current year	4	0					282,855		282,855	
	Reserves from F/S beginning of year	4	0					863,486		863,486	
	Contributions to deferred income plans	3	0					0		0	
	Contributions to pension plans	3	0					0		0	
	Interest capitalized for accounting but deducted for tax	11	0					191,360		191,360	
	Other Deductions (See Tab entitled "TAXREC")										
43	"Material" Items from "TAXREC" worksheet	12	0					0		0	
44	Other Deductions (not "Material") "TAXREC"	12	0					42,266		42,266	
45	Material Items from "TAXREC 2" worksheet	12	0					0		0	
46	Other Deductions (not "Material") "TAXREC 2"	12	0					30,117		30,117	
47											
	REGULATORY TAXABLE INCOME/ (LOSSES)		5,007,240					10,437,322		7,096,406	
49											
	CORPORATE INCOME TAX RATE										
	Deemed %	13	36.62%					0.0000%		36.62%	
52											
	REGULATORY INCOME TAX		1,833,651					765,053		2,598,704	
	Taxable Income x Rate										
55											
	Miscellaneous Tax Credits	14	0					0		0	
57											
58	Total Regulatory Income Tax		1,833,651					765,053		2,598,704	
59		l									
	To determine the exemptions for capital tax and large corporations						Ì				
60	tax:										Ì
	Please identify the percentage used in the allocation of the										
	exemption in cell C61. Please explain the basis of the allocation if		100%								Ì
	the percentage is other than 100%.										ĺ
62		1									
	II) CAPITAL TAXES					_	1				
64						_	1				
	Ontario						1				
	Base	15	108,021,367			\dashv	+	19,084,269		127,105,636	
	Less: Exemption	16	5,000,000			\dashv	+	-20,065		4,979,935	
	Deemed Taxable Capital	.,	103,021,367			\dashv	+	19,064,204		122,125,701	
69			100,021,007			\dashv	+	.0,001,204		, , , , , , , , , , , , , , , , , ,	
	Rate (.3%)	17	0.3000%			\dashv	+	0.0000%		0.3000%	
71	\	.,	0.0000 /0			\dashv	+	0.0000 /6		0.3000 /8	
	Net Amount (Taxable Capital x Rate)		309,064			\dashv	+	57,313		366,377	
73	Technicum (Taxable Sapital & Mate)		303,004		\vdash	\dashv	+	JI, JI		300,377	
	Federal (LCT)									1	-
	Base	18	108,021,367		\vdash	\dashv	+	14,213,055		122,234,422	
	Less: Exemption	19	10,000,000		\vdash	\dashv	+	-138,000		9,862,000	
	Deemed Taxable Capital	13	98,021,367		$\vdash \vdash$	+	+	14,075,055		112,372,422	
78	Боотос таларів Оаркаі		30,021,307		$\vdash \vdash$	+	+	14,070,000		112,312,422	1
	Rate (.225%)	20	0.2250%		\vdash	+	+	0.0000%		0.2250%	-
80	Nate (.22070)	∠∪	0.2250%		$\vdash \vdash$	+	-	0.0000%		0.2250%	1
	Gross Amount (Taxable Capital x Rate)		220,548		$\vdash \vdash$	+	-	32,290		252,838	1
	Less: Federal Surtax	21	56,081		\vdash	+	+	23,399		79,480	
83	Ecoc. I Guordi Guitax	-1	30,061		\vdash	+	+	25,399		79,400	
	Net LCT		164,467		\vdash	+	+	55,689		173,358	
85	THO LOT		104,407		-	+	_	33,009		173,338	
JJ		L								i .	

EB-2008-0381

1 SECTION 93 PILS TAX GROSS-UP "SIMPIL" ITEM Initial M of F M of F M of F 2 DEFERRAL/VARIANCE ACCOUNTS Estimate Filing						
2 DEFERRAL/ARIANCE ACCOUNTS			K		┙	ᆜ
ACACUMATIONS (TAMCALC)		M of F			4	_
A Colora control cosmolor control	ing	Filing	Filing		┙	<u>. </u>
S					4	<u>—</u>
S	,	(June)		_	4	<u> </u>
See Inter-Liston Ni R ATES	1 XX.xx	Version XX.	ion XX.x	X.xx	K	<u> </u>
Bit	Ď	\$	\$		┙	_
Section Sect						
Box					\perp	_
Description Description Part Description Descrip						ш
23 224,988					Т	ı
22						
25 3.00.002 3.00						ı
Section State St						
Section Sect						ш
Section Sect					Т	
SP Parture True-UPS [post June 2002)					Т	
Section Description Desc					T	1
Section Commonwealth Section						
100 PA Calculation of the True-up Variance					Т	Т
100 101 102 103	-				T	ī —
101 102 Employee Benefit Plans - Accused. Not Past 3 200,400 103 Tax reserves deducted in prior year 4 1 563,456 1 282,855 1 282					T	ī
102					\pm	
103 Tax reserves deducted in prior year					+	Г
Total Reserves from financial statements—end of year					+	_
105 Regulatory Adjustments		t			+	_
Total Price additions "Material Nettors "TAXREC" 6					+	_
107 Other additions "Material" Items "TAXREC 2" 6		t e			+	
108 Employee Benefit Plans - Paul Amounts		t e			+	
100 100					$^{+}$	_
110 Interest Capitalized for Regulation Purposes 9					+	_
111 Regulatory Adjustments 10 1-12,845 10 112 Interest Adjustment for tax purposes (See Below - cell 1206) 11 1 0 0 113 Tax reserves claimed in current year 4 1 282,855 114 115 Reserves form FS beginning of year 4 1 282,855 115 Contributions to deferred income plans 3 0 0 0 115 Contributions to person plans 3 0 0 0 117 Contributions to person plans 3 0 0 0 117 Contributions to person plans 3 0 0 0 117 Contributions to person plans 3 0 0 0 117 Contributions to person plans 3 0 0 0 0 117 Contributions to person plans 3 0 0 0 0 117 Contributions to person plans 3 0 0 0 0 117 Contributions to person plans 3 0 0 0 0 0 0 0 0 0					+	_
112 Interest Adjustment for tax purposes See Below - cell 206 11					$^{+}$	_
113 Tax reserves claimed in current year		İ			+	_
114 Reserves from F/S beginning of year					$^{+}$	_
115 Contributions to deletered income plans 3 0 0 1 1 1 1 1 1 1 1		t e			+	
116 Contributions to pension plans					\pm	П
117 Other deductions 'Material' Hems 'TAXREC' 12					\pm	_
118 Ditter deductions "Material" Item "TAXREC 2" 12 0 0 19 19 19 19 19 19					\pm	П
119 120 Total TRUE-UPS before tax effect 26					\pm	_
120 Total TRUE-UPS before tax effect 26					\pm	П
122 Income Tax Rate (excluding surtax)					+	Г
122 Income Tax Rate (excluding surtax)					\pm	П
123 Income Tax Effect on True-up adjustments					+	Г
124 Income Tax Effect on True-up adjustments					+	Г
126 Less: Miscellaneous Tax Credits					+	Г
126 Less: Miscellaneous Tax Credits					\pm	Ξ
128 Total Income Tax on True-ups					+	Г
128 Total Income Tax on True-ups					+	Г
129					+	Г
130 Income Tax Rate used for gross-up (exclude surtax) 35.50%					+	Г
131					+	Г
132 TRUE-UP VARIANCE 103,883 103,833					+	Г
133 IV b) Calculation of the Deferral Account Variance					+	_
134 V b) Calculation of the Deferral Account Variance					+	Г
138 REGULATORY TAXABLE INCOME /(LOSSES) (as reported in the initial 136 estimate column)					+	Г
REGULATORY TAXABLE INCOME /(LOSSES) (as reported in the initial 136 estimate column)		 			+	_
136 Sestimate column		 			+	_
137	l	1				
138 REVISED CORPORATE INCOME TAX RATE		 			+	_
139		 			+	
140 REVISED REGULATORY INCOME TAX		 			+	
141					+	г
142 Less: Revised Miscellaneous Tax Credits					+	_
143					+	_
144 Total Revised Regulatory Income Tax		t			+	_
Less: Regulatory Income Tax reported in the Initial Estimate Column (Cell					+	_
Less: Regulatory Income Tax reported in the Initial Estimate Column (Cell (C58)		t			+	_
146 C58					+	_
147 148 Regulatory Income Tax Variance = (1,436) 149 = (1,436) 150 Ontario Capital Tax = 108,021,367 151 Base = 108,021,367 152 Less: Exemption - 5,000,000 153 Revised deemed taxable capital = 103,021,367 154 = 103,021,367 155 Rate (as a result of legislative changes) x 0.3000% 156 = 309,064 Less: Ontario Capital Tax reported in the initial estimate column (Cell - 309,064	Ų	1				ı
148 Regulatory Income Tax Variance					$^{+}$	_
149		İ			+	_
150 Ontario Capital Tax					$^{+}$	_
151 Base					+	_
152 Less: Exemption					\dagger	_
153 Revised deemed taxable capital					\dagger	
154					\dagger	_
155 Rate (as a result of legislative changes) X					\dagger	
156					\dagger	
157 Revised Ontario Capital Tax = 309,064					\dagger	_
Less: Ontario Capital Tax reported in the initial estimate column (Cell 158 C72) - 309,064					T	_
158 (C72)					T	_
		1				
					T	_
160					T	
161 Federal LCT					T	_
162 Base 108,021,367					\dagger	_
163 Less: Exemption - 10,000,000					T	_
164 Revised Federal LCT = 98,021,367					\dagger	_
165					+	_

EB-2008-0381

_			0		-	-	_				1/	
<u> </u>	A A	В	C	D	Е	F	G	Н	N -4 F	J	K	
1	SECTION 93 PILS TAX GROSS-UP "SIMPIL"	ITEM	Initial	1					M of F	M of F	M of F	
2	DEFERRAL/VARIANCE ACCOUNTS		Estimate	1					Filing	Filing	Filing	
3	TAX CALCULATIONS (TAXCALC)			1					Variance	Variance	(1)	
4	("Wires-only" business - see Tab TAXREC)								K-C	Explanation	(June)	
5											Version XX.xx	\vdash
6			\$						\$		\$	igsquare
	Rate (as a result of legislative changes)								0.2250%			
167												
	Gross Amount								220,548			
	Less: Federal surtax							-	56,081			
170	Revised Net LCT							=	164,467			
171												
172	Less: Federal LCT reported in the initial estimate column (Cell C84)								164,467			
173	Regulatory Federal LCT Variance							=	0			
174												
175	Income Tax Rate used for gross-up (exclude surtax)								35.50%			
176												
177	Income Tax (grossed-up)							+	(2,226)			
	LCT (grossed-up)							+	0			
	Ontario Capital Tax							+	0			
180	ontaile duplical raix								J			
	DEFERRAL ACCOUNT VARIANCE							=	(2,226)			
182	DEFERRAL AGGGORT VARIANGE			1				_	(2,220)			1
	TRUE-UP VARIANCE (from cell l132)			1				+	103.883			1
184	TROE-OF VARIANCE (HOIR CONTISE)							-	100,000			
	Deferral Account Entry (Positive Entry = Debit)								404.057			-
								=	101,657			<u> </u>
	(Deferral Account Variance + True-up Variance)			1								
	To be included as deferral account in rate application)											\vdash
188												igsquare
189												
190	V) INTEREST PORTION OF TRUE-UP											
191	Variance Caused By Phase-in of Deemed Debt											
192												
193	Total deemed interest (REGINFO)								4,158,823			
	Interest phased-in (Cell C36)								3,273,427			
195												
196	Variance due to phase-in of debt structure								885,396			
197	according to Rate Handbook											
198	•											
199	Other Interest Variances (i.e. Borrowing Levels											
200	Above Deemed Debt per Rate Handbook)											
	Interest deducted on MoF filing (Cell K36+K41)								3,603,699			
	Total deemed interest (REGINFO CELL D57)								4,158,823			
203	, ,											
	Variance caused by excess debt	1							0			
205	· · · · · · · · · · · · · · · · · · ·	1										
	Interest Adjustment for Tax Purposes (carry forward to Cell I112)			1					0			
207	The state of the s			1								
	Total Interest Variance			1					885.396			t
209	TOTAL INTO COL TANIANO								222,000			\vdash

EB-2008-0381 4 of 15

		_				
L.	A SECTION OF THE TAY OF COLUMN HOUSE HE	B	C	D	E .	F
1	SECTION 93 PILs TAX GROSS-UP "SIMPIL"	LINE	M of F	Non-wires	Wires-only	
2	TAX RETURN RECONCILIATION (TAXREC)		Corporate Tax	Eliminations	Tax	
3	(for "wires-only" business - see s. 72 OEB Act)		Return		Return	
5			Return		Version XX.xx	
	Section A: Identification:				VEISION AA.AA	
	Barrie Hydro Distribution Inc.					
	12/31/2003 Revised March 12, 2010					
	Taxation Year's start date:		1-Jan-04			
	Taxation Year's end date:		31-Dec-04			
	Number of days in taxation year:		365	days		
12				,-		
	Please enter the Materiality Level :		121,524	< - enter materi	ality level	
14	(0.25% x Rate Base x CER)	Y/N	V			
15	(0.25% x Net Assets)	Y/N	n			
16	Or other measure (please provide the basis of the amount)	Y/N	n			
17	Does the utility carry on non-wire related operation?	Y/N	n			
18	(Please complete the questionnaire in the Background question	naire w	orksheet.)			
19						
	Note: Carry forward Wires-only Data to Tab "TAXCALC" Column K					
21						
	Section B: Financial statements data:					
	Input unconsolidated financial statement data submitted with tax retu	ırns.				
	The actual categories of the income statements should be used.					
	If required please change the descriptions except for amortization, in	iterest e	expense and pro	vision for incom	ie tax	
26	Please enter the non-wire operation's amount as positive number, th	e progr	am automoticoli	v treat all amou	nte	
	in the "non-wires elimination column" entered as negative values in t				110	
	Description:	.10 1741	and TAXE			
	Income:					
31	Distribution Revenue	+	25,489,357		25,489,357	
32	Other Income	+	78,622,554		78,622,554	
33	Miscellaneous income	+	1,596,710		1,596,710	
34		+			0	
35		+			0	
36	Revenue should be entered above this line			· 		
37						
38	Expenses:					
39	Cost of energy purchased	-	78,622,554		78,622,554	
40	Administration	-	4,907,533		4,907,533	
41	Customer billing and collecting	-			0	
42	Amortization	-	6,350,675		6,350,675	
43	Operations and maintenance	-	4,687,654		4,687,654	
44	Ontario Capital Tax	-	366,171		366,171	
45					0	
46 47		-			0	
48		-			0	
49		_			U	
_	Net Income Before Interest & Income Taxes EBIT	=	10,774,034	0	10,774,034	
	Less: Interest expense for accounting purposes	-	3,412,339		3,412,339	
52	Provision for payments in lieu of income taxes	-	848.656		848,656	
	Net Income (loss)	=	6,513,039	0	6,513,039	
	(The Net Income (loss) on the MoF column should equal to the net income					
	(loss) per financial statements on Schedule 1 of the tax return.)					
54						
55						
	Section C: Reconciliation of accounting income to taxable inco	me_				
	From T2 Schedule 1					
	BOOK TO TAX ADDITIONS:		0.40.050	0	0.40.050	
	Provision for income tax	+	848,656 6 350,675	0	848,656 6,350,675	
	Depreciation & Amortization Employee benefit plans-accrued, not paid	+	6,350,675 260,400	0	260,400	
	Tax reserves deducted in prior year	+	863486	0	260,400 863,486	
	Reserves from financial statements- end of year	+	282,855	U	282,855	
_	Regulatory adjustments	+	202,000		202,035	
	Material addition items from TAXREC 2	+	0	0	0	
	Other addition items (not Material) from TAXREC 2	+	155,367	0	155,367	
67			,		. 30,037	
68	Subtotal		8,761,439	0	8,761,439	
69						
70	Other Additions: (Please explain the nature of the additions)			· 		
	Recapture of CCA	+			0	
	Non-deductible meals and entertainment expense	+	5,033	-	5,033	
	Capital items expensed	+			0	
74		+			0	
75		+			0	
76		+			0	
77	T . 101 A 1111	+			0	
78	Total Other Additions	=	5,033	0	5,033	
79	Total Additions		0.700.470		0.700.470	
80	Total Additions	=	8,766,472	0	8,766,472	
81	Recan Material Additions:					
	Recap Material Additions:		0	0	0	
83			0	0	0	
84 85			0	0	0	
86			0	0	0	
87			0	0	0	
88			0	0	0	
89			0	0	0	
_	Total Other additions >materiality level		0	0	0	
	Other deductions (less than materiality level)		5,033	0	5,033	
	Total Other Additions		5,033	0	5,033	
93					2,230	
		_				

EB-2008-0381 5 of 15

		_				
1	A SECTION 93 PILs TAX GROSS-UP "SIMPIL"	B LINE	C M of F	D Non wires	E Wires-only	F
	TAX RETURN RECONCILIATION (TAXREC)	LINE		Non-wires Eliminations		
3	(for "wires-only" business - see s. 72 OEB Act)		Corporate Tax	Limitadons	Tax Return	
4	(IOI WITES-OTHY DUSITIESS - SEE S. 72 OLD ACT)		Return		Return	
5			Retuin		Version XX.xx	
	BOOK TO TAX DEDUCTIONS:				VCIOIOII XXXX	
	Capital cost allowance	-	6,771,730		6,771,730	
	Cumulative eligible capital deduction	-	1,291		1,291	
	Employee benefit plans-paid amounts	-	1,201		0	
	Items capitalized for regulatory purposes	-	1,143,244	1,143,244	0	
99	Regulatory adjustments :	_	1,110,211	.,,	0	
100	CCA	-			0	
101	other deductions	-			0	
102	Tax reserves claimed in current year	-	282,855	0	282,855	
103	Reserves from F/S- beginning of year	-	863,486		863,486	
	Contributions to deferred income plans	-			0	
105	Contributions to pension plans	-			0	
106	Interest capitalized for accounting deducted for tax		191,360		191,360	
	Material deduction items from TAXREC 2	-	0	0	0	
	Other deduction items (not Material) from TAXREC 2	-	30,117	0	30,117	
109						
110	Subtotal	=	9,284,083	1,143,244	8,140,839	
111			10.05		10.0	
112	Charitable donations - tax basis	-	42,266		42,266	
113	Gain on disposal of assets	-			0	
114		-			0	
115 116		_			0	
116	Total Other Deductions	=	42,266	0	42,266	
118	i Jiai Jiliei Deuuciijiis	=	42,200	0	42,200	
119	Total Deductions	=	9,326,349	1,143,244	8,183,105	
120	Total Doddonollo	_	0,020,043	1,170,244	5,105,105	
	Recap Material Deductions:					
122			0	0	0	
123			0	0		
124			0	0		
125			0	0	0	
126			0	0	0	
127	Total Other Deductions exceed materiality level		0	0	0	
128	Other Deductions less than materiality level		42,266	0	42,266	
129	Total Other Deductions		42,266	0	42,266	
130						
	TAXABLE INCOME	=	5,953,162	-1,143,244	7,096,406	
	DEDUCT:					
133	Non-capital loss applied	-	3224740		3224740	
134		-			0	
135	NET TAXABLE INCOME	=	2,728,422	(1,143,244)	3,871,666	
136	N. 5 1 11 7		050 100		050 400	
	Net Federal Income Tax	+	658,132		658,132	
138	Net Ontario Income Tax Subtotal	+	307,679	0	307,679 965,811	
	Less: Miscellaneous tax credits	=	965,811	U	965,611	
141			965,811	0	965,811	
142	Total moonic Tax	_	500,011		500,011	
143						
	Section D: Detail calculation of the Ontario Capital Tax					
	ONTARIO CAPITAL TAX					
	(From Ontario CT23)					
	PAID-UP CAPITAL					
148						
	Paid-up capital stock	+	61,491,374		61,491,374	
150	Retained earnings (if deficit, deduct)	+/-	7,369,077		7,369,077	
151	Capital and other surplus excluding	+			0	
152	appraisal surplus	+			0	_
	Loans and advances	+	29,224,733		29,224,733	
	Bank loans	+			0	
	Bankers acceptances	+	05		0	
	Bonds and debentures payable	+	25,000,000		25,000,000	
	Mortgages payable	+			0	
	Lien notes payable	+			0	
	Deferred credits Contingent, investment, inventory and similar reserves	+			0	
	Other reserves not allowed as deductions	+			0	
	Share of partnership(s), joint venture(s) paid-up capital	+			0	
163	Sub-total	=	123,085,184	0	123,085,184	
	Subtract:		3,003,104		. 20,000, 104	
	Amounts deducted for income tax purposes in excess of amounts	-				
165	booked		-4,677,621		-4,677,621	
	Deductible R&D expenditures and ONTTI costs deferred for income	-	,,		, ,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	
166					0	
167	Total (Net) Paid-up Capital	=	127,762,805	0	127,762,805	
168						
169	ELIGIBLE INVESTMENTS					
170						
171	Bonds, lien notes, interest coupons	+			0	
	Mortgages due from other corporations	+			0	
	Shares in other corporations	+	71,784		71,784	
	Loans and advances to unrelated corporations	+	632,237		632,237	
	Eligible loans and advances to related corporations	+	44,954		44,954	
	Share of partnership(s) or joint venture(s) eligible investments	+			0	
177						
178	Total Eligible Investments	=	748,975	0	748,975	
179						

EB-2008-0381 6 of 15

	Δ	_ n	0	-		_
1	A SECTION 93 PILS TAX GROSS-UP "SIMPIL"	B LINE	C M of F	D Non-wires	E Wires-only	F
_	TAX RETURN RECONCILIATION (TAXREC)	LINE	Corporate	Eliminations	Tax	
3	(for "wires-only" business - see s. 72 OEB Act)		Tax	Liiiiiiiations	Return	
4	(16) WHOO ONLY BUSINESS SEC 6. 12 OLB 160)		Return		rtotum	
5			rtotuiii		Version XX.xx	
180						
	TOTAL ASSETS					
182						
183	Total assets per balance sheet	+	140,933,508		140,933,508	
184	Mortgages or other liabilities deducted from assets	+			0	
185	Share of partnership(s)/ joint venture(s) total assets	+			0	
	Subtract: Investment in partnership(s)/joint venture(s)	-	-4,677,621		-4,677,621	
187						
	Total assets as adjusted	=	145,611,129	0	145,611,129	
189						
	Add: (if deducted from assets)				_	
191		+			0	
192		+			0	
193	Subtract: Amounts deducted for income tax purposes in excess of amounts				0	
10/	booked	-			0	
194	Deductible R&D expenditures and ONTTI costs deferred	-			0	
195	for income tax	_			O	
	Subtract: Appraisal surplus if booked	-			0	
	Add or subtract: Other adjustments	+/-			0	
198						
199		=	145,611,129	0	145,611,129	
200						
201						
202	Investment Allowance		657,169	0	657,169	
203						
_	Taxable Capital					
205						
	Net paid-up capital	+	127,762,805	0	127,762,805	
	Subtract: Investment Allowance	-	657,169	0	657,169	
208 209	Tauahla Carital		407 405 000	0	127,105,636	
210		=	127,105,636	0	127,105,030	
	Capital Tax Calculation					
	Deduction from taxable capital up to \$5,000,000		4,979,935		4,979,935	
213			1,070,000		1,070,000	
214			122,125,701	0	122,125,701	
215	,					
216	Rate 0.3%		0.3000%	0.3000%	0.3000%	
217						
	Days in taxation year		365	365	365	
	Divide days by 365		1.00	1.00	1.00	
220	A		000.077		000 077	
221	Ontario Capital Tax		366,377	0	366,377	
222						
_	LARGE CORPORATION TAX					
	(From Federal Schedule 33)					
	CAPITAL					
_	ADD:					
	Reserves that have not been deducted in computing income for the					
228	year under Part I	+			0	
229	Capital stock	+	61,491,374	0	61,491,374	
230			7,369,077		7,369,077	
_00	Retained earnings		1,000,011			
231	Retained earnings Contributed surplus	+	1,000,011		0	
231 232	Contributed surplus Any other surpluses	+	7,000,011		0	
231 232 233	Contributed surplus Any other surpluses Deferred unrealized foreign exchange gains	+			0	
231 232 233	Contributed surplus Any other surpluses Deferred unrealized foreign exchange gains All loans and advances to the corporation	+	28,445,755		0	
231 232 233 234	Contributed surplus Any other surpluses Deferred unrealized foreign exchange gains All loans and advances to the corporation All indebtedness- bonds, debentures, notes, mortgages, bankers	+ + + +	28,445,755		0 0 28,445,755	
231 232 233 234 235	Contributed surplus Any other surpluses Deferred unrealized foreign exchange gains All loans and advances to the corporation All indebtedness- bonds, debentures, notes, mortgages, bankers acceptances, or similar obligations	+ + + +			0 0 28,445,755 25,000,000	
231 232 233 234 235 236	Contributed surplus Any other surpluses Deferred unrealized foreign exchange gains All loans and advances to the corporation All indebtedness- bonds, debentures, notes, mortgages, bankers acceptances, or similar obligations Any dividends declared but not paid	+ + + + + +	28,445,755		0 0 28,445,755 25,000,000 0	
231 232 233 234 235 236 237	Contributed surplus Any other surpluses Deferred unrealized foreign exchange gains All loans and advances to the corporation All indebtedness- bonds, debentures, notes, mortgages, bankers acceptances, or similar obligations	+ + + +	28,445,755		0 0 28,445,755 25,000,000	
231 232 233 234 235 236 237 238	Contributed surplus Any other surpluses Deferred unrealized foreign exchange gains All loans and advances to the corporation All indebtedness- bonds, debentures, notes, mortgages, bankers acceptances, or similar obligations Any dividends declared but not paid All other indebtedness outstanding for more than 365 days	+ + + + + + +	28,445,755 25,000,000		0 0 28,445,755 25,000,000 0 0	
231 232 233 234 235 236 237 238 239	Contributed surplus Any other surpluses Deferred unrealized foreign exchange gains All loans and advances to the corporation All indebtedness- bonds, debentures, notes, mortgages, bankers acceptances, or similar obligations Any dividends declared but not paid All other indebtedness outstanding for more than 365 days Subtotal	+ + + + + +	28,445,755	0	0 0 28,445,755 25,000,000 0	
231 232 233 234 235 236 237 238 239 240	Contributed surplus Any other surpluses Deferred unrealized foreign exchange gains All loans and advances to the corporation All indebtedness- bonds, debentures, notes, mortgages, bankers acceptances, or similar obligations Any dividends declared but not paid All other indebtedness outstanding for more than 365 days Subtotal	+ + + + + + +	28,445,755 25,000,000	0	0 0 28,445,755 25,000,000 0 0	
231 232 233 234 235 236 237 238 239 240 241	Contributed surplus Any other surpluses Deferred unrealized foreign exchange gains All loans and advances to the corporation All indebtedness- bonds, debentures, notes, mortgages, bankers acceptances, or similar obligations Any dividends declared but not paid All other indebtedness outstanding for more than 365 days Subtotal DEDUCT:	+ + + + + + + = =	28,445,755 25,000,000	0	0 0 28,445,755 25,000,000 0 0 122,306,206	
231 232 233 234 235 236 237 238 239 240 241 242	Contributed surplus Any other surpluses Deferred unrealized foreign exchange gains All loans and advances to the corporation All indebtedness- bonds, debentures, notes, mortgages, bankers acceptances, or similar obligations Any dividends declared but not paid All other indebtedness outstanding for more than 365 days Subtotal DEDUCT: Deferred tax debit balance	+ + + + + + +	28,445,755 25,000,000	0	0 0 28,445,755 25,000,000 0 0 122,306,206	
231 232 233 234 235 236 237 238 239 240 241 242	Contributed surplus Any other surpluses Deferred unrealized foreign exchange gains All loans and advances to the corporation All indebtedness- bonds, debentures, notes, mortgages, bankers acceptances, or similar obligations Any dividends declared but not paid All other indebtedness outstanding for more than 365 days Subtotal DEDUCT: Deferred tax debit balance Any deficit deducted in computing shareholders' equity	+ + + + + + - = -	28,445,755 25,000,000	0	0 0 28,445,755 25,000,000 0 0 122,306,206	
231 232 233 234 235 236 237 238 239 240 241 242 243	Contributed surplus Any other surpluses Deferred unrealized foreign exchange gains All loans and advances to the corporation All indebtedness- bonds, debentures, notes, mortgages, bankers acceptances, or similar obligations Any dividends declared but not paid All other indebtedness outstanding for more than 365 days Subtotal DEDUCT: Deferred tax debit balance Any deficit deducted in computing shareholders' equity Any patronage dividends 135(1) deducted in computing income	+ + + + + + +	28,445,755 25,000,000	0	0 0 28,445,755 25,000,000 0 0 122,306,206	
231 232 233 234 235 236 237 238 239 240 241 242 243	Contributed surplus Any other surpluses Deferred unrealized foreign exchange gains All loans and advances to the corporation All indebtedness- bonds, debentures, notes, mortgages, bankers acceptances, or similar obligations Any dividends declared but not paid All other indebtedness outstanding for more than 365 days Subtotal DEDUCT: Deferred tax debit balance Any deficit deducted in computing shareholders' equity	+ + + + + + +	28,445,755 25,000,000	0	0 0 28,445,755 25,000,000 0 122,306,206	
231 232 233 234 235 236 237 238 239 240 241 242 243	Contributed surplus Any other surpluses Deferred unrealized foreign exchange gains All loans and advances to the corporation All indebtedness- bonds, debentures, notes, mortgages, bankers acceptances, or similar obligations Any dividends declared but not paid All other indebtedness outstanding for more than 365 days Subtotal DEDUCT: Deferred tax debit balance Any deficit deducted in computing shareholders' equity Any patronage dividends 135(1) deducted in computing income under Part I included in amounts above Deferred unrealized foreign exchange losses	+ + + + + + + +	28,445,755 25,000,000	0	0 0 28,445,755 25,000,000 0 0 122,306,206	
231 232 233 234 235 236 237 238 240 241 242 243 244 245	Contributed surplus Any other surpluses Deferred unrealized foreign exchange gains All loans and advances to the corporation All indebtedness- bonds, debentures, notes, mortgages, bankers acceptances, or similar obligations Any dividends declared but not paid All other indebtedness outstanding for more than 365 days Subtotal DEDUCT: Deferred tax debit balance Any deficit deducted in computing shareholders' equity Any patronage dividends 135(1) deducted in computing income under Part I included in amounts above Deferred unrealized foreign exchange losses	+ + + + + + + +	28,445,755 25,000,000	0	0 0 28,445,755 25,000,000 0 0 122,306,206	
231 232 233 234 235 236 237 238 240 241 242 243 244 245 246	Contributed surplus Any other surpluses Deferred unrealized foreign exchange gains All loans and advances to the corporation All indebtedness- bonds, debentures, notes, mortgages, bankers acceptances, or similar obligations Any dividends declared but not paid All other indebtedness outstanding for more than 365 days Subtotal DEDUCT: Deferred tax debit balance Any deficit deducted in computing shareholders' equity Any patronage dividends 135(1) deducted in computing income under Part I included in amounts above Deferred unrealized foreign exchange losses Subtotal	+ + + + + + +	28,445,755 25,000,000 122,306,206		0 0 28,445,755 25,000,000 0 122,306,206 0 0	
231 232 233 234 235 236 237 238 239 240 241 242 243 244 245 246 247 248	Contributed surplus Any other surpluses Deferred unrealized foreign exchange gains All loans and advances to the corporation All indebtedness- bonds, debentures, notes, mortgages, bankers acceptances, or similar obligations Any dividends declared but not paid All other indebtedness outstanding for more than 365 days Subtotal DEDUCT: Deferred tax debit balance Any deficit deducted in computing shareholders' equity Any patronage dividends 135(1) deducted in computing income under Part I included in amounts above Deferred unrealized foreign exchange losses Subtotal Capital for the year	+ + + + + + +	28,445,755 25,000,000 122,306,206		0 0 28,445,755 25,000,000 0 122,306,206 0 0	

EB-2008-0381 7 of 15

SECTION 93 PILS TAX GROSS-UP "SIMPIL" LINE M of F Non-wires Tax	SECTION 33 PILS TAX GROSS-UP SIMPIL. LINE							
2 TAX RETURN RECONCILATION (TAXREC)	Tax Corporate Eliminations Tax Tax Tax Tax Tax Return		Α	В	C	D	Ε	F
3 (for "wires-only" business - see s. 72 OEB Act)	Tax			LINE				
Return Return Return Return Version XX.xx	Return Version XX.xx					Eliminations		
S	S INVESTMENT ALLOWANCE		(for "wires-only" business - see s. 72 OEB Act)				Return	
253 NVESTMENT ALLOWANCE	251 INVESTMENT ALLOWANCE				Return			
252 253 Shares in another corporation	252 Say Shares in another corporation						Version XX.xx	
Shares in another corporation	253 Shares in another corporation + 71,784 71,784 254 Loan or advance to another corporation +		INVESTMENT ALLOWANCE					
254 Loan or advance to another corporation	254 Loan or advance to another corporation	_						
255 Bond, debenture, note, mortgage, or +	255 Bond, debenture, note, mortgage, or + 0 256 similar obligation of another corporation + 0 257 Long term debt of financial institution + 0 258 Dividend receivable from another corporation + 0 Debts of corporate partnerships that were not exempt from tax - 0 259 Under Part I.3 - 0 250 Interest in a partnership + 0 261 - 0 262 Investment Allowance = 71,784 0 71,784 263 - - - - - - - - - - - - - - - - - - - - - - - - - - - <td< td=""><td></td><td></td><td></td><td>71,784</td><td></td><td></td><td></td></td<>				71,784			
See Similar obligation of another corporation +	256 similar obligation of another corporation			+				
257 Long term debt of financial institution	257 Long term debt of financial institution			+				
Dividend receivable from another corporation	258 Dividend receivable from another corporation +						•	
Debts of corporate partnerships that were not exempt from tax 259 under Part I.3 0 260 Interest in a partnership + 0 0 261 262 Investment Allowance	Debts of corporate partnerships that were not exempt from tax						-	
259 under Part I.3	259 under Part I.3	258		+			0	
259 under Part I.3	259 under Part I.3			+				
261	262 Investment Allowance						-	
262 Investment Allowance	Investment Allowance		Interest in a partnership	+			0	
263 264 265 267 268 267 269	263 264 265 TAXABLE CAPITAL 266 267 Capital for the year 268							
264 265 TAXABLE CAPITAL 266 267 Capital for the year = 122,306,206 0 122,306,206 268 269 Deduct: Investment allowance - 71,784 0 71,784 270 271 Taxable Capital for taxation year = 122,234,422 0 122,234,422 272 273 Deduct: Capital Deduction \$10,000,000 - 9,862,000 0 9,862,000 274 275 Taxable Capital = 112,372,422 0 112,372,422 276 277 Rate .225% 0 .22500% 0.22500% 0.22500% 278 279 Days in year 365 365 365 280 Divide days by 365 1.0000 1.0000 1.0000 281 282 Gross Part I.3 Tax LCT = 252,837.95 0.00 252,837.95 283 284 Federal Surtax Rate 1.1200% 1.1200% 1.1200% 285 286 Less: Federal Surtax = Taxable Income x Surtax Rate - 30,558 0 43,363 287 288 Net Part I.3 Tax LCT Payable = 222,280 0 209,475 289 (If surtax is greater than Gross LCT, then zero) 290 291 RECAP:	264 265 TAXABLE CAPITAL 266 267 Capital for the year 269 Deduct: Investment allowance 269 Deduct: Investment allowance 270 271 Taxable Capital for taxation year 271 Taxable Capital Deduction \$10,000,000 272 273 Deduct: Capital Deduction \$10,000,000 274		Investment Allowance	=	71,784	0	71,784	
265 TAXABLE CAPITAL	265 TAXABLE CAPITAL	_						
266	266							
267 Capital for the year	267 Capital for the year		TAXABLE CAPITAL					
268 Deduct: Investment allowance - 71,784 0 71,784 270 271 Taxable Capital for taxation year = 122,234,422 0 122,234,422 272 273 Deduct: Capital Deduction \$10,000,000 - 9,862,000 0 9,862,000 274 275 Taxable Capital = 112,372,422 0 112,372,422 276 277 Rate .225% 0.22500% 0.22500% 0.22500% 278 279 Days in year 365 365 365 280 Divide days by 365 1.0000 1.0000 1.0000 281 = 252,837.95 0.00 252,837.95 283 = 252,837.95 0.00 252,837.95 284 Federal Surtax Rate 1.1200% 1.1200% 1.1200% 285 286 1.1200% 1.1200% 1.1200% 1.1200% 286 1.120 1.120 1.120 1.120 1.120 1.120 287 280 1.120 1.120 1.120 1.120 1.120 1.12	268 Deduct: Investment allowance - 71,784 0 71,784 270 - 271 Taxable Capital for taxation year = 122,234,422 0 122,234,422 272 - - 9,862,000 0 9,862,000 274 - - - 9,862,000 0 9,862,000 274 - <td></td> <td></td> <td></td> <td></td> <td></td> <td></td> <td></td>							
269 Deduct: Investment allowance - 71,784 0 71,784	269 Deduct: Investment allowance - 71,784 0 71,784 270 271 Taxable Capital for taxation year = 122,234,422 0 122,234,422 272 273 Deduct: Capital Deduction \$10,000,000 - 9,862,000 0 9,862,000 274 275 Taxable Capital = 112,372,422 0 112,372,422 276 277 Rate .225% 0 0 0 0 0 0 0 0 0		Capital for the year	=	122,306,206	0	122,306,206	
270	270				74.704		74.704	
Taxable Capital for taxation year	Taxable Capital for taxation year		Deduct: Investment allowance	-	/1,/84	0	/1,/84	
272	272 273 Deduct: Capital Deduction \$10,000,000 - 9,862,000 0 9,862,000 274 275 Taxable Capital = 112,372,422 0 112,372,422 276 277 Rate .225% 0.22500% 0.22500% 0.22500% 0.22500% 278 279 Days in year 365 365 365 365 280 Divide days by 365 1.0000 1.0000 1.0000 1.0000 281 282 Gross Part I.3 Tax LCT = 252,837.95 0.00 252,837.95 283 284 Federal Surtax Rate 1.1200% 1.1200% 1.1200% 285 286 Less: Federal Surtax = Taxable Income x Surtax Rate - 30,558 0 43,363 287 288 Net Part I.3 Tax LCT Payable = 222,280 0 209,475 289 (If surtax is greater than Gross LCT, then zero) 290 291 RECAP: 292 Total Income Taxes + 965,811 0 965,811 293 Ontario Capital Tax + 366,377 0 366,377 294 Federal Large Corporations Tax + 222,280 0 209,475 295 296 Total income and capital taxes = 1,554,468 0 1,541,663 200 209,475 296 Total income and capital taxes = 1,554,468 0 1,541,663 200		Tarable Ossitel for torreiter and		400,004,400		100 001 100	
273 Deduct: Capital Deduction \$10,000,000 - 9,862,000 0 9,862,000 274	273 Deduct: Capital Deduction \$10,000,000 - 9,862,000 0 9,862,000 274		l axable Capital for taxation year	=	122,234,422	0	122,234,422	
274	274		Daduate Canital Daduation #10,000,000	-	0.000.000	0	0.000.000	
Taxable Capital	Taxable Capital		Deduct: Capital Deduction \$10,000,000		9,862,000	U	9,862,000	
276	276		Tayahla Canital		110 270 400	0	110 272 422	
277 Rate .225% 0.22500% 0.22500% 0.22500% 278 279 Days in year 365 365 365 280 Divide days by 365 1.0000 1.0000 281 282 Gross Part I.3 Tax LCT = 252,837.95 0.00 252,837.95 283 = 252,837.95 0.00 252,837.95 284 Federal Surtax Rate 1.1200% 1.1200% 1.1200% 285 286 Less: Federal Surtax = Taxable Income x Surtax Rate - 30,558 0 43,363 287 288 Net Part I.3 Tax LCT Payable = 222,280 0 209,475 289 (If surtax is greater than Gross LCT, then zero) 290 291 RECAP:	277 Rate .225% 0.225000% 0.2250000% 0.2250000%		тахаше Сарпаі		112,372,422	U	112,372,422	
278 279 Days in year 365 365 365 280 Divide days by 365 1.0000 1.0000 1.0000 281 282 Gross Part I.3 Tax LCT = 252,837.95 0.00 252,837.95 283 1.1200% 1.1200% 1.1200% 285 285 286 1.1200% 1.1200% 1.1200% 286 Less: Federal Surtax = Taxable Income x Surtax Rate - 30,558 0 43,363 287 288 Net Part I.3 Tax LCT Payable = 222,280 0 209,475 289 (If surtax is greater than Gross LCT, then zero) 290 90 291 RECAP: 1.200% 1.200%	278 279 Days in year 365 365 365 365 280 Divide days by 365 1.0000 1.00		Pata 225%		0.22500%	0.22500%	0.22500%	
279 Days in year 365 365 365 365 280 Divide days by 365 1.0000 1.0000 1.0000 1.0000 281 282 Gross Part I.3 Tax LCT = 252,837.95 0.00 252,837.95 283 284 Federal Surtax Rate 1.1200% 1.1200% 1.1200% 286 Less: Federal Surtax = Taxable Income x Surtax Rate - 30,558 0 43,363 287 288 Net Part I.3 Tax LCT Payable = 222,280 0 209,475 289 (If surtax is greater than Gross LCT, then zero) 290 291 RECAP:	279 Days in year 365 365 365 365 280 Divide days by 365 1.0000 1				0.2230076	0.2230078	0.22300 /8	
280 Divide days by 365 1.00000 1.0000 1.0000 1.0000 1.0000 1.0000 1.0000 1.00000 1.00000 1.0000 1.0000 1.0000 1.0000 1.0000 1.0000 1.0000	280 Divide days by 365 1.00000 1.000000 1.000000 1.000000 1.000000 1.000000 1.000000 1.000000 1.000000 1.000000 1.000000 1.000000 1.000000 1.000000 1.000000 1.000000 1.0000000 1.0000000 1.0000000000				265	265	265	
281	281							
282 Gross Part I.3 Tax LCT = 252,837.95 0.00 252,837.95	282 Gross Part I.3 Tax LCT = 252,837.95 0.00 252,837.95		Divide days by 303		1.0000	1.0000	1.0000	
283 284 Federal Surtax Rate 1.1200% 1.1200% 1.1200% 285 286 Less: Federal Surtax = Taxable Income x Surtax Rate - 30,558 0 43,363 287 288 Net Part I.3 Tax LCT Payable = 222,280 0 209,475 289 (If surtax is greater than Gross LCT, then zero) 290 291 RECAP:	283 284 Federal Surtax Rate 1.1200% 1.1200% 1.1200% 285 286 Less: Federal Surtax = Taxable Income x Surtax Rate - 30,558 0 43,363 287 288 Net Part I.3 Tax LCT Payable = 222,280 0 209,475 289 (If surtax is greater than Gross LCT, then zero) 290 291 RECAP: 292 Total Income Taxes + 965,811 0 965,811 293 Ontario Capital Tax + 366,377 0 366,377 294 Federal Large Corporations Tax + 222,280 0 209,475 295 296 Total Income and capital taxes = 1,554,468 0 1,541,663 287 28		Gross Part I 3 Tax I CT	_	252 837 95	0.00	252 837 95	
284 Federal Surtax Rate 1.1200% 1.1200% 285 Less: Federal Surtax = Taxable Income x Surtax Rate - 30,558 0 43,363 287 Example Set Income x Surtax Rate - 222,280 0 209,475 289 Net Part I.3 Tax LCT Payable = 222,280 0 209,475 289 (If surtax is greater than Gross LCT, then zero) 290 291 RECAP: - 222,280 0 209,475	284 Federal Surtax Rate	_	CIOSSI diti.S lax LOI	-	202,007.00	0.00	202,007.00	
285 286 Less: Federal Surtax = Taxable Income x Surtax Rate - 30,558 0 43,363 287 - - 30,558 0 29,475 288 Net Part I.3 Tax LCT Payable = 222,280 0 209,475 289 (If surtax is greater than Gross LCT, then zero) - - - - 290 - - - - - - 291 RECAP: - </td <td>285 286 Less: Federal Surtax = Taxable Income x Surtax Rate - 30,558 0 43,363 287 - - 30,558 0 209,475 288 Net Part I.3 Tax LCT Payable = 222,280 0 209,475 289 (If surtax is greater than Gross LCT, then zero) -</td> <td></td> <td>Federal Surtax Rate</td> <td>1 1</td> <td>1 1200%</td> <td>1 1200%</td> <td>1 1200%</td> <td></td>	285 286 Less: Federal Surtax = Taxable Income x Surtax Rate - 30,558 0 43,363 287 - - 30,558 0 209,475 288 Net Part I.3 Tax LCT Payable = 222,280 0 209,475 289 (If surtax is greater than Gross LCT, then zero) -		Federal Surtax Rate	1 1	1 1200%	1 1200%	1 1200%	
286 Less: Federal Surtax = Taxable Income x Surtax Rate - 30,558 0 43,363 287 - 280 Net Part I.3 Tax LCT Payable = 222,280 0 209,475 289 (If surtax is greater than Gross LCT, then zero) 290 - - 291 RECAP:	286 Less: Federal Surtax = Taxable Income x Surtax Rate - 30,558 0 43,363 287 - 288 Net Part I.3 Tax		, odora, cartar ridio		1.120070	1.120070	1.125070	
287 288 Net Part I.3 Tax	287 288 Net Part I.3 Tax		Less: Federal Surtax = Taxable Income x Surtax Rate	_	30 558		43 363	
288 Net Part I.3 Tax LCT Payable = 222,280 0 209,475 289 (If surtax is greater than Gross LCT, then zero) 290 0 0 0 291 RECAP: 0 <td>288 Net Part I.3 Tax LCT Payable = 222,280 0 209,475 289 (If surtax is greater than Gross LCT, then zero) 290 </td> <td></td> <td>2000. 1 00010. Cultur – Turabio moomo x cultur Mate</td> <td></td> <td>00,000</td> <td></td> <td>+0,000</td> <td></td>	288 Net Part I.3 Tax LCT Payable = 222,280 0 209,475 289 (If surtax is greater than Gross LCT, then zero) 290		2000. 1 00010. Cultur – Turabio moomo x cultur Mate		00,000		+0,000	
289 (If surtax is greater than Gross LCT, then zero) 290 291 RECAP:	289 (If surtax is greater than Gross LCT, then zero)	_	Net Part I.3 Tax LCT Pavable	= 1	222,280	0	209.475	
290 291 RECAP:	290 291 RECAP: 292 Total Income Taxes + 965,811 0 965,811 293 Ontario Capital Tax + 366,377 0 366,377 294 Federal Large Corporations Tax + 222,280 0 209,475 295 296 Total income and capital taxes = 1,554,468 0 1,541,663						200,410	
291 RECAP:	291 RECAP:							
	292 Total Income Taxes + 965,811 0 965,811 293 Ontario Capital Tax + 366,377 0 366,377 294 Federal Large Corporations Tax + 222,280 0 209,475 295 296 Total income and capital taxes = 1,554,468 0 1,541,663							
	293 Ontario Capital Tax + 366,377 0 366,377 294 Federal Large Corporations Tax + 222,280 0 209,475 295 Jotal income and capital taxes = 1,554,468 0 1,541,663			+	965,811	. 0	965,811	
	294 Federal Large Corporations Tax + 222,280 0 209,475 295 296 Total income and capital taxes = 1,554,468 0 1,541,663							
	295 296 Total income and capital taxes = 1,554,468 0 1,541,663							
	296 Total income and capital taxes = 1,554,468 0 1,541,663							
			Total income and capital taxes	=	1,554,468	0	1,541,663	
	297				, , , ,			

EB-2008-0381 8 of 15

	А	В	С	D	E	F
1	SECTION 93 PILs TAX GROSS-UP "SIMPIL"	LINE	M of F	Non-wires	Wires-only	
2	TAX RETURN RECONCILIATION (Tax Reserves)		Corporate	Eliminations	Tax	
3	(for "wires-only" business - see s. 72 OEB Act)		Tax		Return	
4			Return			
5					Version XX.xx	
6						
7	Barrie Hydro Distribution Inc.					
8	12/31/2003 Revised March 12, 2010					
9						
10	TAX RESERVES					
11	Opening balance:					
	Accrued contingent liability		863,486		863,486	
13					0	
14					0	
15					0	
16					0	
17					0	
18					0	
19					0	
20					0	
21	Total (carry forward to the TAXREC worksheet)		863,486	0	863,486	
22						
	Ending balances:					
24	Accrued contingent liability		282,855		282,855	
25					0	
26					0	
27					0	
28					0	
29					0	
30					0	
31					0	
32					0	
33	Insert line above this line				0	
34	Total (carry forward to the TAXREC worksheet)		282,855	0	282,855	
35						

EB-2008-0381 9 of 15

	A	В	С	D	Е	F
1						
2	SECTION 93 PILS TAX GROSS-UP "SIMPIL"	LINE	M of F	Non-wires	Wires-only	
4	TAX RETURN RECONCILIATION (TAXREC 2) (for "wires-only" business - see s. 72 OEB Act)		Corporate Tax	Eliminations	Tax Return	
5	(IOI WINES ONLY BUSINESS SEE S. 12 OEB NOL)		Return		Return	
6					Version XX.xx	
7						
	Barrie Hydro Distribution Inc. 12/31/2003 Revised March 12, 2010					
	Number of days in taxation year:		365	days		
	Materiality Level:		121,524	dayo		
12						
	Section C: Reconciliation of accounting income to taxable income Add:					
	Recapture of capital cost allowance	+			0	
	Gain on sale of eligible capital property	+			0	
	Income or loss for tax purposes- joint ventures or partnerships	+	35759		35759	
	Loss in equity of subsidiaries and affiliates	+			0	
	Loss on disposal of assets Charitable donations	+	23590		23590	
	Taxable capital gains	+	318		318	
	Depreciation in inventory -end of year	+			0	
	Scientific research expenditures deducted	+		_	0	
24		+			0	
	Capitalized interest Non-deductible club dues and fees	+	0		0	
	Non-deductible automobile expenses	+	0		0	
	Non-deductible life insurance premiums	+			0	
	Soft costs on construction and renovation of buildings	+			0	
	Book loss on joint ventures or partnerships	+			0	
	Capital items expensed Debt issue expense	+			0	
	Deemed dividend income	+			0	
	Dividends credited to investment account	+			0	
	Financing fees deducted in books	+	95700		95700	
	Gain on settlement of debt	+			0	
	Interest paid on income debentures Recapture of SR&ED expenditures	+			0	
39	Share issue expense	+			0	
	Write down of capital property	+			0	
	Amounts received in respect of qualifying environment trust	+			0	
42	Other Additions: (please explain in detail the nature of the item)	+			0	
44		+			0	
45		+			0	
46		+			0	
47		+			0	
48 49		+			0	
50		+			0	
51		+			0	
52	T-A-1 A deliki-a	+	155367	0	455007	
53 54	Total Additions	=	155367	0	155367	
55	Recap of Material Additions:					
56			0	0	0	
57			0	0	0	
58 59			0	0	0	
60			0	0	0	
61			0	0	0	
62			0	0	0	
63			0	0	0	
64 65			0	0	0	
66			0	0	0	
67			0	0	0	
68			0	0	0	
69			0	0	0	
70 71			0	0	0	
72			0	0	0	
73			0	0	0	
74			0	0	0	
75 76			0	0	0	
76 77			0	0	0	
78			0	0	0	
79			0	0	0	
80			0	0	0	
81			0	0	0	

EB-2008-0381 10 of 15

	A	В	С	D	Е	F
2	SECTION 93 PILs TAX GROSS-UP "SIMPIL"	LINE	M of F	Non-wires	Wires-only	
3	TAX RETURN RECONCILIATION (TAXREC 2)		Corporate	Eliminations	Tax	
4	(for "wires-only" business - see s. 72 OEB Act)		Tax		Return	
5			Return			
6					Version XX.xx	
82			0	0	0	
83			0	0	0	
84			0	0	0	
85			0	0	0	
86			0	0	0	
87			0	0	0	
88			0		0	
89 90			0	0	0	
91			0	0	0	
92			0	0	0	
93			·	Ŭ	Ü	
	Total Material additions		0	0	0	
	Other additions less than materiality level		155367	0	155367	
	,		155367	0	155367	
97						
98	Deduct:					
	Gain on disposal of assets per f/s	-	30117		30117	
100	Dividends not taxable under section 83	-			0	
	Terminal loss from Schedule 8	-			0	
102	Depreciation in inventory, end of prior year	-			0	
	Scientific research expenses claimed in year from Form T661	-			0	
	Bad debt	-			0	
	Book income of joint venture or partnership	-			0	
	Equity in income from subsidiary or affiliates	-			0	
	Contributions to a qualifying environment trust	-			0	
	Other income from financial statements Other deductions: (Please explain in detail the nature of the item)	-			0	
110					0	
111		-			0	
112		-			0	
113		-			0	
114		-			0	
115		-			0	
116		-			0	
117		-			0	
118		-			0	
119		-			0	
120		-			0	
	Total Deductions	=	30117	0	30117	
122						
	Recap of Material Deductions:			_	_	
124			0	0	0	
125			0		0	
126 127			0	0	0	
128			0	0	0	
129			0	0	0	
130			0	0	0	
			0	0	0	
			0	0	0	
131						
131 132			0	0	0	
131 132 133			0	0	0	
131 132 133 134 135						
131 132 133 134 135 136			0 0 0	0 0 0	0 0 0	
131 132 133 134 135 136 137			0 0 0	0 0 0	0 0 0	
131 132 133 134 135 136 137			0 0 0 0	0 0 0 0	0 0 0 0	
131 132 133 134 135 136 137 138 139			0 0 0 0 0	0 0 0 0	0 0 0 0 0	
131 132 133 134 135 136 137 138 139			0 0 0 0 0 0	0 0 0 0 0	0 0 0 0 0 0	
131 132 133 134 135 136 137 138 139 140 141			0 0 0 0 0 0 0	0 0 0 0 0 0 0	0 0 0 0 0 0	
131 132 133 134 135 136 137 138 139 140 141			0 0 0 0 0 0 0 0	0 0 0 0 0 0 0 0	0 0 0 0 0 0 0 0	
131 132 133 134 135 136 137 138 140 141 142 143			0 0 0 0 0 0 0 0 0 0	0 0 0 0 0 0 0 0	0 0 0 0 0 0 0 0	
131 132 133 134 135 136 137 138 140 141 142 143			0 0 0 0 0 0 0 0 0 0 0	0 0 0 0 0 0 0 0 0	0 0 0 0 0 0 0 0 0 0	
1311 1322 1333 1344 1355 1366 1377 1480 1410 1421 1421 1431 1444 145	Total Deductions exceed materiality level		0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	0 0 0 0 0 0 0 0 0 0 0	0 0 0 0 0 0 0 0 0 0 0	
1311 1322 1333 1344 1355 1366 1377 1480 1410 1421 1421 1431 1444 145	Total Deductions exceed materiality level Other deductions less than materiality level		0 0 0 0 0 0 0 0 0 0 0	0 0 0 0 0 0 0 0 0	0 0 0 0 0 0 0 0 0 0	

EB-2008-0381 11 of 15

	А	В	С	D	Е	F	G	Н
1	SECTION 93 PILs TA		UP "SIMPIL"					
2	Corporate Tax Rates							
3								
4	Income Range		0	200,001	>700,000			
5			to	to				
6		Year	200,000	700,000				
7	Income Tax Rate							
8	Current year	2002	19.12%	34.12%	36.62%			
9	Capital Tax Rate		0.30%					
10	LCT rate		0.225%					
11	Surtax		1.12%					
	Ontario Capital Tax		F 000 000					
12	Exemption		5,000,000					
	Federal Large							
	Corporations Tax		10,000,000					
13	Exemption							
14								
15	Income Range		0	225,001	>700,000			
16			to	to				
17		Year	225,000	700,000				
18	Income Tax Rate							
	Income Tax Rates	2003	18.62%	32.12%	36.62%			
	used to gross up							
	the deferral							
	account allowance							
1,0	variance							
19								
20								
	Income Range		0	250,001	>700,000			
22			to	to				
23		Year	250,000	700,000				
24	Income Tax Rate							
	Income Tax Rates	2004	18.62%	32.12%	36.62%			
	used to gross up							
	the true up							
1	variance							
25								

	Α	В	С	D	E	F	G
1		SECTION 93 PILs TAX GROSS-UP "SIMPIL"		_ D		'	Version XX.xx
2		Filing Requirements related to the "SIMPIL" model					VOI OIOII AAAAA
3		Barrie Hydro Distribution Inc.					
4		12/31/2003 Revised March 12, 2010					
5		,					
6		Documents to be submitted to the Board when filing the Initial Est	imate Colu	ımn i	nformation	1:	
7		(Stage 1 filing: normally in January of the reporting period)					
8		(coage :g					
	1)	REGINFO spreadsheet					
10	٠,						
11	2)	TAXCALC spreadsheet					
12	-,	TAXOALO OPICACINOCI					
13	3)	CCA schedule prepared for regulatory purposes					
14	ارد	COA scriedule prepared for regulatory purposes					
15	41	TAY DATES oppositely and					
16	4)	TAX RATES spreadsheet					
17	- \	Oh a al-liet					
	ວ)	Checklist					
18	C)	Floatnessis formest of the CHARU surreduction					
19	b)	Electronic format of the SIMPIL spreadsheets					
20		Decrements to be submitted to the Board 1 - 00 - 4 - Br 4 - 1		 			diam.
21 22		Documents to be submitted to the Board when filing the Deferral A	ACCOUNT A	iowa	nce Colum	in intorma	ition:
23		(Stage 2 filing: normally in December of the reporting period)					
	43	DECIME					
24	1)	REGINFO spreadsheet					
25							
26	2)	TAXCALC spreadsheet					
27							
	3)	Revised CCA schedule prepared for regulatory purposes if					
28		changes have been made					
29							
30	4)	TAX RATES spreadsheet					
31							
32	5)	Checklist					
33							
34	6)	Electronic format of the SIMPIL spreadsheets					
35							
36		Documents to be submitted to the Board when filing the Ministry of		Colu	mn inform	ation:	
37		(Stage 3 filing: normally in July of the year following the reporting	period)				
38							
	1)	REGINFO spreadsheet		у			
40							
41	2)	TAXCALC spreadsheet		y			
42							
43	3)	TAXREC, TAXREC 2 spreadsheets		у			
44	-	•					
45	4)	TAX RESERVES spreadsheet		У			
46	•			-			
47	5)	BACKGROUND QUESTIONNAIRE spreadsheet		٧			
48	-,						
49	6)	CONTINUITY SCHEDULE OF ACCOUNT # 1562		v			
50	~,			,			
	7)	Financial statements used to prepare tax returns if different from		У			
	٠,	the audited financial statements previously submitted to the		ľ			
51		Board					
52				-		1	
53	8)	TAX RATES worksheet		v			
54	٧,	TAX TATLO WOIRDIGGE		y			
55	9)	Checklist		v			
56	٠,	Uncomist		у			
	10\	Electronic format of the CIMPII workshoots					
57	IU)	Electronic format of the SIMPIL worksheets		У			

EB-2008-0381 13 of 15

	Α	В	С	D	E	F	G	Н		1 1	K
1		SECTION 93 PILs TAX GROSS-UP	"SIMPIL"	U	<u> </u>	'	G	11	<u>'</u>	J	I N
2		QUESTIONNAIRE	Omin 12								
3		Barrie Hydro Distribution Inc.									
4		12/31/2003 Revised March 12, 2010						Version XX.xx			
5		,									
6	1	Does the company engage in non-regul	lated activities?								
7		No .									
8											
9											
10		If the answer to question 1 is "NO", plea									
11		Please identify the types of non-wire or	perations carried on	by the LD	C.						
12		Answer:									
13											
14											
15	2	Door the LDC intend to transfer the new	n wire energians to		land antitu			4-4-0			
16 17		Does the LDC intend to transfer the nor	n-wire operations to	a separate	e legal entity a	and the exp	Jectea	uate r			
18		Answer:									
19										+	
20											
21	4	Please identify the percentage and amo	ount of gross revenue	es arisina	from non-wir	e operation	ns.				
22		Answer:	y								
23											
24											
25	5	Please identify the percentage and amo	ount of operating exp	ense incu	rred pertainii	ng to non-v	vire op	erations.			
26		Answer:									
27											
28											
29		Please identify the percentage and amo	ount of depreciation a	and capita	I cost allowa	nce expens	ses pe	rtaining			
30		to non-wire operations. Answer:									
32		Answer:									
33											
34	7	Did the company incur any OPEB (Other	er Post Employment	Benefits)	expenditure f	or account	ing an	d tax purposes?			
35		(Please identify the amount.)	l cot 2projo				9	a tax par pooco:			
36		Yes - 260,400 is the amount of the expe	enditure.								
37		•									
38	8	Did the company have any reserve for a	accounting and tax p	urposes?	(Please iden	tify the am	ount.)				
39		Yes - there was 282,855 in reserves									
40											
41											
42		OTHER PERTINENT INFORMATION:									
43		Did the LDC incur any transition costs?	(
44 45		Yes									
46											
47		If the answer to question 9 is "NO", plea	ase skip question 10	and 11							
48		Please identify the amount of transition			consumers of	during the i	reporti	na period			
49		Answer:					-po.u				
50		Transition costs recovered from consumer	rs is \$91,895								
51											
	11	Please identify the amount of transition	costs deducted for	accountin	g and tax pur	rposes.					
53		Answer:									
54			<u>Accounting</u>		<u>Tax</u>						
55		Amortization/CCA claimed	251,793		245,068						
56		Other expensed	0		0						
57		Total	251,793		245,068						
58		Transition costs capitalized	0		0						
		Incurred prior to October 1, 2001 & non-	0		0						
59		deductible for tax purposes									

EB-2008-0381 14 of 15

	А	В	С	D	Е	F	G	Н	I	J	K	L	М	N	0
1	SECTION 93 PILs TAX GROS	S-UP	"SIMPIL"												
2	Analysis of Account 1562:														
3															
4															
	Barrie Hydro Distribution Inc														
6	12/31/2003 Revised March 12	, 2010													
7															
8															
	Year start:		10/1/2001		1/1/2002		1/1/2003		1/1/2004		1/1/2005		1/1/2006		
	Year end:		12/31/2001		12/31/2002		12/31/2003		12/31/2004		12/31/2005		12/31/2006		Total
11															
12	Opening balance:	=			1,136,416		1,621,715		1,405,690		1,507,347		1,507,347		0
	Initial Estimate PILs Rate	+/-													
13	Adjustment(1)		1,129,825		3,666,285		4,796,110		0						9,592,220
	Deferral Account Variance	+/-					_								
14	PILs Rate Adjustment(2)				151,370		0		(2,226)						149,144
l	Deferral Account Entry (True	+/-			/ ··										
	up adjustments) (3)		0		(2,374)		122,608		103,883						224,117
16	Carrying charges	+/-	6,591		116,404		89,260		0						212,255
	PILs collected from	-													
	customers				3,446,386		5,224,003		0						8,670,389
18			4 400 440		4 004 745		4 405 000		4 507 047		4 507 047		4 507 0 47		4 507 047
	Ending balance:		1,136,416		1,621,715		1,405,690		1,507,347		1,507,347		1,507,347		1,507,347
20															
	Note:														
	The purposes of this workshee								. 5	1.149					
	For explanation of Account 156	2 pleas	se refer to Acc	oun	ting Procedure	es Ha	andbook for E	lectr	ric Distribution	Util	ities				
24	Discount in the state of the st	41													
	Please identify the accountin Answer:	g metr	nod used to a	ССО	unt for the Pi	Ls re	ecovery.								
	Method #3														
28	Method #3														
29															
	(1) in the Initial Estimate Colum	n und	or Inclusion in	Dot	os Dort III of t	ho T	AYCALC core	2002	hoot						
	(2) in the Deferral Account Vari									ot					
	(3) in the Ministry of Finance Va														
33	(3) IT the Millistry of Finance Va	anance	Column, und	51 IT	uture rrue-ups	ь, га	ILIV OI IIIE IA	1/10/	TEO SPIEAUSII	CCI					
JJ															

EB-2008-0381 15 of 15

Barrie Hydro Distribution Inc EB-2008-0381 Schedules to Interrogatory Responses – Board Staff Filed March 12, 2010

Schedule 4 2004 SIMPIL MODEL REVISED MARCH 12, 2010

	A	В	С	D	E E
1	SECTION 93 PILs TAX GROSS-UP "SIMPIL"	ט	C	Ь	Version 2004.2
	REGULATORY INFORMATION (REGINFO)				RRR # 2.1.8
	Utility Name: Barrie Hydro Distribution Inc.				
4	Reporting period: Dec. 31, 2004 Revised March 12, 2010				
5					
	Days in reporting period:	366	days		
	Total days in the calendar year:	366	days		
8					
	BACKGROUND Has the utility reviewed section 149(1) ITA to				
11	confirm that it is not subject to regular corporate				
12	tax (and therefore subject to PILs)?		Y/N	yes	
13			.,	yee	
14 15	Was the utility recently acquired by Hydro One		Y/N		
10	and now subject to s.89 & 90 PILs?		Y/IN	no	
17	Is the utility a non-profit corporation?		Y/N	no	
18	(If it is a non-profit corporation, please contact the Rates Manager at the OEB)				
	Are the Ontario Capital Tax & Large Corporations Tax Exemptions	OCT	Y/N	yes	
	shared among the corporate group?	LCT	Y/N	no	
	Please identify the % used to allocate the OCT and LCT exemptions in	OCT		99%	
22	Cells C65 & C74 in the TAXCALC spreadsheet.	LCT		100%	
	Accounting Year End		Date	12-31-2004	
20	-				D- 1.
	MARR NO TAX CALCULATIONS				Regulatory
	SHEET #7 FINAL RUD MODEL DATA (FROM 1999 FINANCIAL STATEMENTS)				Income
	USE BOARD-APPROVED AMOUNTS				
30					
31	Rate Base (wires-only)			108,021,367	
33	Common Equity Ratio (CER)			45.00%	
5					
50	1-CER			55.00%	
	Target Return On Equity			9.88%	
39	Debt rate			7.00%	
41	Market Adjusted Revenue Requirement			8,961,453	
43	1999 return from RUD Sheet #7			3,237,888	3,237,888
	Total Incremental revenue				0,201,000
	Input: Board-approved dollar amounts phased-in			5,723,565	
47	Amount allowed in 2001			1,907,855	1,907,855
48	Amount allowed in 2002			1,907,855	
49	Amount allowed in 2003 and 2004 (will be zero due to Bill 210			0	0
50	unless authorized by the Minister and the Board)				0
51					0
52					0
53	Total Regulatory Income				7,053,598
54 55	Equity			48,609,615	
56	Lyuny			+0,008,015	<u> </u>
	Return at target ROE			4,802,630	
58					
	Debt			59,411,752	
60	December 1 1000 (AMADD			4.72.005	li .
61 62	Deemed interest amount in 100% of MARR			4,158,823	
	Phase-in of interest - Year 1 (2001)			2,388,032	
64	((D43+D47)/D41)*D61			2,000,002	
65	Phase-in of interest - Year 2 (2002)			3,273,427	
66	((D43+D47+D48)/D41)*D61				
	Phase-in of interest - Year 3 (2003) and forward			3,273,427	F
68 69	((D43+D47+D48)/D41)*D61 (due to Bill 210)				
70					
71					

EB-2008-0381 1 of 17

1,933,796 1,446,568 Actual 3,380,364					_							
Z. DEFERENCE ALL Filters Fil	4				D	Е	F G	Н	M of F	•		
3 ACACALDATIONS (TAKACAC)			IIEM									
Commonwealth Comm				LStilliate							riiiig	
1											(June)	
2 Julius Name: Barrie Hydro Destribution Inc.												Ī
Reporting persons Dec. 31, 2004 Revised March 12, 2010 3056 30ys	6			\$					\$		\$	
3 Does negering period	7	Utility Name: Barrie Hydro Distribution Inc.										
15 Total days in the calendary year:	8	Reporting period: Dec. 31, 2004 Revised March 12, 2010									Column	
1				days								
10 CORPORATE INCOME TAXES 1		Total days in the calendar year:	366	days								
13 CORPORATE MCOMETAXES											TAXREC	—
14		I) CODDODATE INCOME TAYES										ı —
17,005.000 1,4394.246		I) CORPORATE INCOME TAXES	-									
16		Pagulatary Not Income PEGINEO E53	1	7.053.509					4 304 348		11 //7 9/6	
17 SOCK OT TAX ADJUSTNEWTS		regulatory Net Income INCOMI O 200	l '	7,000,000					7,557,240		11,447,040	
19 Anderforas:		BOOK TO TAX ADJUSTMENTS										i
2 S.200.700 1.518.524 6.909.235 0.909.235												
22 Employee Benefit Plans - Accorded, Not Paid 3 20 20 20 20 20 20 20	19	Additions:										
22 Tark reserves - beginning of year			2	5,290,709					1,618,524		6,909,233	
23 Reserves from financial statements - end of year 4 212,897 212,897 22,897 20 20 20 20 20 20 20 2									0		0	
24 Regulationy Adjustments - innovase in incomes 5 84,299 0 0												ļ
25 Other Additions (See Tab entitled "TAXREC") 8												
28			5	84,299				-	-84,299		0	-
272 Oher Additions (not "Ministral") "TAXREC" 6						$\vdash \vdash$	_	-				
28						\vdash	-	1	0			
151,615 30 31 30 32 32 32 32 33 34 34 34						\vdash	-	1	0			
30 Deductions: Input positive numbers							- $+$	-	151 645			
31 Defunctions: Input positive numbers 7 4,136,294 2,638,497 6,773,791 32 Employee Benefit Plans - Paid Amounts 8 72,739 72,7		Outer Additions (Hot Iviatellal) TAAREC 2	0				- $+$	-	151,015		1517,151	
22 Capital Cost Allowance and CEC		Deductions: Input positive numbers	†				-	+				
33 Employee Benefit Plans - Plaid Amounts			7	4.135.294				+	2.638.497		6,773,791	
14 Immer Capitalized for Regulatory Purposes 9 0 0 0 0 0 0 0 0 0				., . 50,204			\dashv	1				
Sign Regulatory Adjustments - deduction for tax purposes in Item 5				0					0			
11 3,273,427 11,995 3,266,422 37 12,897 212,897 212,895 3,266,422 37 12,895 212,895 212,895 3,266,422 37 12,895 212,895 3,266,422 37 12,895 3,266,422 3,				12,645					-12,645		0	
38 Reserves from financial statements - beginning of year 4			11						11,995		3,285,422	
30 Contributions to deferred income plans 3 0 0 0 0 0 0 0 0 0			4						212,897		212,897	
40 Contributions to pension plans 3 0 0 0 0 0 0 0 0 0			4						282,855		282,855	
Minerest capitalized for accounting but deducted for fax Other Deductions (Sea Tab entitled TAXREC)												
A									0			ı—
Material Items from TAXREC" worksheet 12			11						0		0	—
Material terms from TAXREC 2" worksheet 12			l				_					—
45 Material Items from "TAXREC 2" worksheet 12									0		-	—
AB							-					ı —
## TAXABLE INCOME/ (LOSS) ## TAXABLE INCOME/ (LOSS) ## TAX RATE ##												
Section Sect		Other Deductions (not Material) TAXINEC 2	12						0		U	
Section Sect		TAXABLE INCOME/ (LOSS)		5 007 240					9 782 178	Before loss C/F	8 376 742	
Solid State Stat		TO THE INCOME. (2000)		0,007,210					0,102,110	20.0.0 1000 0/1	0,010,112	
52 REGULATORY INCOME TAX		BLENDED INCOME TAX RATE										
1,933,796 1,446,568 Actual 3,380,364	51	Tab Tax Rates - Regulatory from Table 1; Actual from Table 3	13	38.62%					-2.5000%		36.12%	
56 Miscellaneous Tax Credits	52											
55 Miscellaneous Tax Credits		REGULATORY INCOME TAX		1,933,796					1,446,568	Actual	3,380,364	
Miscellaneous Tax Credits	54							1				
1,933,796 1,446,568 Actual 3,380,364 3,380,364			1									
1,933,796 1,446,568 Actual 3,380,364		Miscellaneous Tax Credits	14					-	0	Actual	0	
59		T. (10)	ļ			$\vdash \vdash$	_	+-			0	—
10		ı otal kegulatory income Tax	1	1,933,796		$\vdash \vdash$	+	+	1,446,568	Actual	3,380,364	
Section Sect			1					-				ı —
62 Ontario 63 Ontario 64 Base 65 Less: Exemption -Tax Rates - Regulatory, Table 1; Actual, Table 3 65 Less: Exemption -Tax Rates - Regulatory, Table 1; Actual, Table 3 66 Taxable Capital 67 C 68 Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3 69 C 70 Ontario Capital Tax 71 C 72 Federal Large Corporations Tax 73 Base 74 Less: Exemption -Tax Rates - Regulatory, Table 1; Actual, Table 3 75 Taxable Capital 76 C 77 Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3 79 Gross Amount of LCT before surtax offset (Taxable Capital x Rate) 70 Capital Tax 71 C 72 Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3 75 Gross Amount of LCT before surtax offset (Taxable Capital x Rate) 78 Capital Capital x C 79 Gross Amount of LCT before surtax offset (Taxable Capital x Rate) 80 Less: Federal Surtax 1.12% x Taxable Income 81 Capital Capital Capital x C 81 Capital Capital x C 82 Capital Capital Capital x C 83 Capital Capital Capital x C 84 Capital Capital X C 85 Capital Capital Capital X C 86 Capital Capital X C 87 Capital Capital X C 87 Capital Capital X C 88 Capital Capital Capital X C 88 Capital Capital X C 88 Capital Capital Capital X C 88 Capital Capital Capital X C 88 Capital Capital Capital X C 88 Capital Capital Capital Capital X C 88 Capital C		II) CADITAL TAYES	1				- $+$	-				
Contamino Capital Tax Ca		II) CAFITAL TAXES	1				-	+				
64 Base 15 108,021,367 25,283,563 133,304,930 65 Less: Exemption -Tax Rates - Regulatory, Table 1; Actual, Table 3 16 5,000,000 -30,752 4,969,248 67 103,021,367 25,252,811 128,335,682 68 Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3 17 0.3000% 0.0000% 0.3000% 69 309,064 75,943 385,007 71 309,064 75,943 385,007 71 8 108,021,367 17,774,018 125,795,385 74 Less: Exemption -Tax Rates - Regulatory, Table 1; Actual, Table 3 19 10,000,000 40,000,000 50,000,000 75 Taxable Capital 98,021,367 57,774,018 75,795,385 76 98,021,367 57,774,018 75,795,385 76 98,021,367 57,774,018 75,795,385 78 18 - Tax Rates - Regulatory, Table 1; Actual, Table 3 20 0.2250% -0.0250% 0.2000% 78 18 - Tax Rates - Regulatory, Table 1; Actual, Table 3 20 0.2250% -0.0250% 0.2000% 79 Gross Amount of LCT before surtax offset (Taxable Capital x		Ontario	1				-	1				
Contract Contract			15	108 021 367		H	+	+	25 283 563		133,304 930	
66 Taxable Capital 103,021,367 25,252,811 128,335,682 67 8 Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3 17 0.3000% 0.0000% 0.3000% 69 9 0 0.0000% 0.0000% 0.3000% 70 Ontario Capital Tax 309,064 75,943 385,007 71 1 1 1 1 72 Federal Large Corporations Tax 18 108,021,367 17,774,018 125,795,385 74 Less: Exemption - Tax Rates - Regulatory, Table 1; Actual, Table 3 19 10,000,000 40,000,000 50,000,000 75 Taxable Capital 98,021,367 57,774,018 75,795,385 76 1 1 1 1 1 77 Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3 20 0.2250% -0.0250% 0.2000% 78 3 1							\dashv	1				
67 68 Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3 17 0.3000% 0.0000% 0.3000% 69 70 Ontario Capital Tax 309,064 75,943 385,007 71 72 Federal Large Corporations Tax 18 108,021,367 17,774,018 125,795,385 74 Less: Exemption - Tax Rates - Regulatory, Table 1; Actual, Table 3 19 10,000,000 40,000,000 50,000,000 75 Taxable Capital 98,021,367 57,774,018 75,795,385 76 7 Ate - Tax Rates - Regulatory, Table 1; Actual, Table 3 20 0.2250% 57,774,018 75,795,385 78 7 Ate - Tax Rates - Regulatory, Table 1; Actual, Table 3 20 0.2250% 0.2000% 0.2000% 78 7 Aste - Tax Rates - Regulatory, Table 1; Actual, Table 3 20 0.2250% 0.2000% 0.2000% 78 7 Aste - Tax Rates - Regulatory, Table 1; Actual, Table 3 20 0.2250% 0.2000% 0.2000% 80 Less: Federal Surtax 1.12% x Taxable Income 21 56,081 50,285 106,366 81 Net LCT 164,467 <td></td> <td>1 7 7 7</td> <td>1</td> <td></td> <td></td> <td></td> <td></td> <td>1</td> <td></td> <td></td> <td></td> <td></td>		1 7 7 7	1					1				
68 Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3 17 0.3000% 0.0000% 0.3000% 69 309,064 75,943 385,007 70 Ontario Capital Tax 75,943 385,007 72 Federal Large Corporations Tax 1 17,774,018 125,795,385 74 Less: Exemption - Tax Rates - Regulatory, Table 1; Actual, Table 3 19 10,000,000 40,000,000 50,000,000 75 Taxable Capital 98,021,367 57,774,018 75,795,385 76 98,021,367 57,774,018 75,795,385 77 Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3 20 0.2250% -0.0250% 0.2000% 78 Gross Amount of LCT before surtax offset (Taxable Capital x Rate) 220,548 -68,957 151,591 8 50,285 106,366 81 184,467 -18,672 45,225	67	•										
70 Ontario Capital Tax 309,064 75,943 385,007 71 Federal Large Corporations Tax		Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3	17	0.3000%					0.0000%		0.3000%	
71 Federal Large Corporations Tax						$\Box \mathbb{I}$		\perp				
72 Federal Large Corporations Tax 18 108,021,367 17,774,018 125,795,385 74 Less: Exemption -Tax Rates - Regulatory, Table 1; Actual, Table 3 19 10,000,000 40,000,000 50,000,000 75 Taxable Capital 98,021,367 57,774,018 75,795,385 76 -0.0250% -0.0250% 0.2000% 78 -0.0250% -0.0250% 0.2000% 79 Gross Amount of LCT before surtax offset (Taxable Capital x Rate) 220,548 -68,957 151,591 80 Less: Federal Surtax 1.12% x Taxable Income 21 56,081 50,285 106,366 81 164,467 -18,672 45,225		Ontario Capital Tax	1	309,064		lacksquare			75,943		385,007	
73 Base 18 108,021,367 17,774,018 125,795,385 74 Less: Exemption -Tax Rates - Regulatory, Table 1; Actual, Table 3 19 10,000,000 40,000,000 50,000,000 75 Taxable Capital 98,021,367 57,774,018 75,795,385 76 77 Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3 20 0.2250% -0.0250% 0.2000% 78 </td <td></td> <td>Fordered Lawre Communities 7</td> <td>ļ</td> <td></td> <td></td> <td></td> <td></td> <td>1</td> <td></td> <td></td> <td></td> <td>-</td>		Fordered Lawre Communities 7	ļ					1				-
74 Less: Exemption -Tax Rates - Regulatory, Table 1; Actual, Table 3 19 10,000,000 40,000,000 50,000,000 75 Taxable Capital 98,021,367 57,774,018 75,795,385 76 -7 Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3 20 0.2250% -0.0250% 0.2000% 78 -8 -68,957 151,591 80 Less: Federal Surtax 1.12% x Taxable Income 21 56,081 50,285 106,366 81 82 Net LCT 164,467 -18,672 45,225				400 004 0==		 		_	4= == 4 6 1 =		105 705 055	
Taxable Capital 98,021,367 57,774,018 75,795,385 Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3 20 0.2250% -0.0250% 0.2000% Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3 20 0.2250% -0.0250% 0.2000% Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3 -0.0250% 0.2000% Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3 -0.0250% 0.2000% Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3 -0.0250% 0.2000% Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3 -0.0250% 0.2000% Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3 -0.0250% 0.2000% Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3 -0.0250% 0.2000% Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3 -0.0250% 0.2000% Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3 -0.0250% 0.2000% Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3 -0.0250% 0.2000% Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3 -0.0250% 0.2000% Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3 -0.0250% 0.2000% Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3 -0.0250% 0.2000% Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3 -0.0250% 0.2000% Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3 -0.0250% 0.2000% Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3 -0.0250% 0.2000% Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3 -0.0250% 0.2000% Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3 -0.0250% 0.2000% Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3 -0.0250% 0.2000% Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3 -0.0250% 0.2000% Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3 -0.0250% 0.2000% Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3 -0.0250% 0.2000% Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3 -0.0250% 0.2000% Rate - Tax Rate						$\vdash \vdash$	+	+-				
77 Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3 20 0.2250% -0.0250% 0.2000% 78			19			\vdash	+	+				
77 Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3 20 0.2250% -0.0250% 0.2000% 78 78 -68,957 151,591 79 Gross Amount of LCT before surtax offset (Taxable Capital x Rate) 220,548 -68,957 151,591 80 Less: Federal Surtax 1.12% x Taxable Income 21 56,081 50,285 106,366 81 1 164,467 -18,672 45,225		тахаріє Сарііаі	1	90,021,367		\vdash	-	+	57,774,018		75,795,385	
78 Gross Amount of LCT before surtax offset (Taxable Capital x Rate) 220,548 -68,957 151,591 80 Less: Federal Surtax 1.12% x Taxable Income 21 56,081 50,285 106,366 81 82 Net LCT 164,467 -18,672 45,225		Rate - Tay Rates - Regulatory Table 1: Actual Table 2	20	0.22500/		\vdash	+	+	-0.02509/		0.30009/	
79 Gross Amount of LCT before surtax offset (Taxable Capital x Rate) 220,548 -68,957 151,591 80 Less: Federal Surtax 1.12% x Taxable Income 21 56,081 50,285 106,366 81 82 Net LCT 164,467 -18,672 45,225		Traile - rax trailes - tregulatory, Table 1, Actual, Table 3	20	0.2230%		\vdash	+	+	-0.0230%		0.2000%	
80 Less: Federal Surtax 1.12% x Taxable Income 21 56,081 50,285 106,366 81 82 Net LCT 164,467 -18,672 45,225		Gross Amount of LCT before surtax offset (Taxable Capital v Rate)	1	220 548		\vdash	-	+	-68 957		151 501	
81 82 Net LCT 164,467 -18,672 45,225			21			H	+	+				
82 Net LCT 164,467 -18,672 45,225	81	The second secon	-'	30,001		\vdash	\dashv	T	00,200		. 50,000	
		Net LCT	1	164,467				1	-18,672		45,225	
	83		1	, ,							,	

EB-2008-0381 2 of 17

	A	В	С	D	Е	F			1	J	К	-
1	SECTION 93 PILS TAX GROSS-UP "SIMPIL"	ITEM	Initial	D		Г	G	Н	M of F	M of F	M of F	
	DEFERRAL/VARIANCE ACCOUNTS	IIEW	Estimate						Filing	Filing	Filing	
	TAX CALCULATIONS (TAXCALC)		Estillate						Variance	Variance	Filling	
	("Wires-only" business - see Tab TAXREC)								K-C	Explanation	(June)	
	RRR # 2.1.8								N-C	Explanation	Version 2004.2	
6	KKK # 2.1.0		\$						\$		\$	-
	III) INCLUSION IN RATES		Ψ						Ψ		Ψ	\vdash
85	III) INCLUSION IN RATES											
	Income Tax Rate used for gross- up (exclude surtax)		37.50%									-
87	income rax itale used for gross- up (exclude surfax)		37.3076									-
	Income Tax (proxy tax is grossed-up)	22	3,094,074							Actual 2004	3,380,364	
	LCT (proxy tax is grossed-up)	23	263,147							Actual 2004	45,225	Ì
	Ontario Capital Tax (no gross-up since it is deductible)	24	309,064							Actual 2004	385,007	t
91	ernante dapital fax (no groce ap entre it is addactible)		000,001							7101001 2001	000,007	1
92												
	Total PILs for Rate Adjustment MUST AGREE WITH 2002	25	3,666,285							Actual 2004	3,810,596	1
94	RAM DECISION		0,000,000							7101001 2001	0,0.0,000	1
95												
96												
	IV) FUTURE TRUE-UPS											
	IV a) Calculation of the True-up Variance								DR/(CR)			
	In Additions:								` ,			
	Employee Benefit Plans - Accrued, Not Paid	3							0			
	Tax reserves deducted in prior year	4							282,855			
	Reserves from financial statements-end of year	4							212,897		1	l
	Regulatory Adjustments	5							-84,299			
104	Other additions "Material" Items TAXREC	6							0			L
105	Other additions "Material" Items TAXREC 2	6							0			
	In Deductions - positive numbers						L	L				
	Employee Benefit Plans - Paid Amounts	8							72,739			
	Items Capitalized for Regulatory Purposes	9							0			
	Regulatory Adjustments	10							-12,645			
	Interest Adjustment for tax purposes (See Below - cell I204)	11							0			<u> </u>
	Tax reserves claimed in current year	4							212,897			<u> </u>
	Reserves from F/S beginning of year	4							282,855			
	Contributions to deferred income plans	3							0			
	Contributions to pension plans	3							0			
	Other deductions "Material" Items TAXREC	12							0			
	Other deductions "Material" Item TAXREC 2	12							0			
117	T TDUE								444.000			
	Total TRUE-UPS before tax effect	26						=	-144,393			
119	In a second Total Parts (and discounted by force 0004 Hilling to the second								05.000/			
121	Income Tax Rate (excluding surtax) from 2004 Utility's tax return							Х	35.00%			-
	Income Tax Effect on True-up adjustments								-50,538			-
123	income Tax Effect on True-up adjustments							=	-50,538			
	Less: Miscellaneous Tax Credits	14							0			-
125	Less. Miscellaneous Tax Orealis	17							U			
	Total Income Tax on True-ups								-50,538			
127									00,000			
	Income Tax Rate used for gross-up (exclude surtax)								35.00%			
129	, ,											
130	TRUE-UP VARIANCE ADJUSTMENT								(77,750)			
131												
	IV b) Calculation of the Deferral Account Variance caused by											
132	changes in legislation											
133												
	REGULATORY TAXABLE INCOME /(LOSSES) (as reported in the initial										1	l
134	estimate column)							=	5,007,240			1
135	·											L
	REVISED CORPORATE INCOME TAX RATE							Х	36.12%			
137							$ldsymbol{ldsymbol{ldsymbol{eta}}}$	Ш				
	REVISED REGULATORY INCOME TAX							=	1,808,615	·		
139												<u> </u>
	Less: Revised Miscellaneous Tax Credits							-	80,840			<u> </u>
141	T. (10) 10 11 1											1
	Total Revised Regulatory Income Tax						_	=	1,727,775			1
143	Local Development Income Terror and the first 15 of 15 of 15 of 15 of 15						-					1
111	Less: Regulatory Income Tax reported in the Initial Estimate Column (Cell								1 000 700			
144	C58)						-	-	1,933,796			1
	Regulatory Income Tax Variance							=	(206,021)		1	1
146	inegulatory illutille rax valianue							-	(200,021)		 	1
	Ontario Capital Tax						 					1
	Base							=	108,021,367			t
	Less: Exemption from tab Tax Rates, Table 2, cell C39							-	5,000,000			
	Revised deemed taxable capital							=	103,021,367			t
152												1
	Rate - Tab Tax Rates cell C54							х	0.3000%			
154												
	Revised Ontario Capital Tax							=	309,064			
	Less: Ontario Capital Tax reported in the initial estimate column (Cell											
	C70)					L	L		309,064		<u> </u>	L
	Regulatory Ontario Capital Tax Variance							=	0			
158												
	Federal LCT											
160	Base						$ldsymbol{ldsymbol{ldsymbol{eta}}}$	Ш	108,021,367			
404	Less: Exemption from tab Tax Rates, Table 2, cell C40				1			-	50,000,000			1 _
											l l	
	Revised Federal LCT							=	58,021,367			

EB-2008-0381 3 of 17

	A	В	С	D	Е	F	G	Η	1	J	K	L
1	SECTION 93 PILs TAX GROSS-UP "SIMPIL"	ITEM	Initial						M of F	M of F	M of F	
2	DEFERRAL/VARIANCE ACCOUNTS		Estimate						Filing	Filing	Filing	
	TAX CALCULATIONS (TAXCALC)								Variance	Variance		
4	("Wires-only" business - see Tab TAXREC)								K-C	Explanation	(June)	
	RRR # 2.1.8										Version 2004.2	
6			\$						\$		\$	
164	Rate (as a result of legislative changes) tab 'Tax Rates' cell C51								0.2000%			
165	,											
166	Gross Amount								116,043			
167	Less: Federal surtax							-	56,081			
168	Revised Net LCT							=	59,962			
169									,			
	Less: Federal LCT reported in the initial estimate column (Cell C82)							-	164,467			
171	Regulatory Federal LCT Variance							=	(104,505)			
172									(- , ,			
173	Actual Income Tax Rate used for gross-up (exclude surtax)								35.00%			
174	д								00.0070			
	Income Tax (grossed-up)							+	(316,955)			
	LCT (grossed-up)							+	(160,777)			
	Ontario Capital Tax							+	0			
178	Ornano Oupital Tax							·	Ü			
_	DEFERRAL ACCOUNT VARIANCE ADJUSTMENT							=	(477,733)			
180	DEI ERRAE ACCOUNT VARIANCE ADOCCIMENT								(411,100)			
	TRUE-UP VARIANCE (from cell I130)							+	(77,750)			
182	TROE-OF VARIANCE (HOIR CERTISO)			-				-	(11,130)			
	Total Deferral Account Entry (Positive Entry = Debit)								(EEE 400)			
								=	(555,483)			
	(Deferral Account Variance + True-up Variance)											
185												
186												
187												
	V) INTEREST PORTION OF TRUE-UP											
	Variance Caused By Phase-in of Deemed Debt											
190												
	Total deemed interest (REGINFO)								4,158,823			
	Interest phased-in (Cell C36)								3,273,427			
193												
	Variance due to phase-in of debt component of MARR in rates								885,395			
195	according to the Board's decision											
196												
	Other Interest Variances (i.e. Borrowing Levels											
	Above Deemed Debt per Rate Handbook)											
	Interest deducted on MoF filing (Cell K36+K41)								3,285,422			
	Total deemed interest (REGINFO CELL D61)								4,158,823			
201												
	Variance caused by excess debt		·						0			
203												
204	Interest Adjustment for Tax Purposes (carry forward to Cell I110)								0			
205												
206	Total Interest Variance								885,395			
207												

EB-2008-0381 4 of 17

	A	В	С	D	E	F
	SECTION 93 PILs TAX GROSS-UP "SIMPIL"	LINE	M of F	Non-wires	Wires-only	
	TAX RETURN RECONCILIATION (TAXREC)		Corporate	Eliminations	Tax	
	(for "wires-only" business - see s. 72 OEB Act)		Tax		Return	
5	RRR # 2.1.8		Return		Version 2004 2	
	Section A: Identification:				Version 2004.2	
	Utility Name: Barrie Hydro Distribution Inc.					
	Reporting period: Dec. 31, 2004 Revised March 12, 2010					
	Taxation Year's start date:					
	Taxation Year's end date:					
	Number of days in taxation year:		366	days		
12	······································			,-		
	Please enter the Materiality Level :		121,524	< - enter materiality	level	
14	(0.25% x Rate Base x CER)	Y/N				
15	(0.25% x Net Assets)	Y/N				
16	Or other measure (please provide the basis of the amount)	Y/N				
17	Does the utility carry on non-wires related operation?	Y/N				
18	(Please complete the questionnaire in the Background question	nnaire v	vorksheet.)			
19						
20	Note: Carry forward Wires-only Data to Tab "TAXCALC" Column K					
21						
22	Section B: Financial statements data:					
23	Input unconsolidated financial statement data submitted with Tax re	eturns.				
	The actual categories of the income statements should be used.					
25	If required please change the descriptions except for amortization, in	nterest e	expense and provisi	on for income tax		
26						
27	Please enter the non-wire operation's amount as a positive number,			treats all amounts		
	in the "non-wires elimination column" as negative values in TAXREC	and T	AXREC2.			
29						
_	Income:					
31	Energy Sales	+	97,782,637		97,782,637	
32	Distribution Revenue	+	25,423,671		25,423,671	
33	Other Income	+	3,342,153		3,342,153	
34	Miscellaneous income	+			0	
35		+			0	
	Revenue should be entered above this line	1				
37	One to and Frances	1				
	Costs and Expenses:	-	07.7		67.70	
39	Cost of energy purchased	-	97,782,637		97,782,637	
40	Administration	-	6,304,717		6,304,717	
41	Customer billing and collecting	-	4 404 000		4.404.020	
42 43	Operations and maintenance	-	4,104,028		4,104,028	
44	Amortization		6,909,233		6,909,233	
45	Ontario Capital Tax	-			0	
46		-			0	
47		-			0	
48		-			0	
49		-			U	
_	Net Income Before Interest & Income Taxes EBIT		11,447,846	0	11,447,846	
	Less: Interest expense for accounting purposes	-	3,285,422	0	3,285,422	
52	Provision for payments in lieu of income taxes	-	3,900,000		3,900,000	
	Net Income (loss)	=	4,262,424	0	4,262,424	
-	(The Net Income (loss) on the MoF column should equal to the net income		4,202,424		4,202,424	
	(loss) per financial statements on Schedule 1 of the tax return.)					
54						
55						
56	Section C: Reconciliation of accounting income to taxable inco	me_				
57	From T2 Schedule 1					
	BOOK TO TAX ADDITIONS:					
	Provision for income tax	+	3,900,000	0	3,900,000	
	Federal large corporation tax	+			0	
	Depreciation & Amortization	+	6,909,233	0	6,909,233	
	Employee benefit plans-accrued, not paid	+		0		
	Tax reserves - beginning of year	+	282,855	0	282,855	
	Reserves from financial statements- end of year	+	212,897	0	212,897	
	Regulatory adjustments	+	2,429,847	2,429,847	0	
	Material addition items from TAXREC 2	+	0		0	
	Other addition items (not Material) from TAXREC 2	+	151,615	0	151,615	
68	Cubtotal	-	13,886,447	0.400.047	14 450 000	
69	Subtotal	-	13,886,447	2,429,847	11,456,600	
70 71	Other Additions: (Please explain the nature of the additions)	-				
	Other Additions: (Please explain the nature of the additions) Recapture of CCA	.				
	Non-deductible meals and entertainment expense	+	6 900	6,800	0	
	Non-deductible meals and entertainment expense Capital items expensed	+	6,800	0,800	0	
75	оарна кото охронова	+			0	
76		+			0	
		+			0	
77		+			0	
77 78			6,800	6,800	0	
78	Total Other Additions	-	0,000	0,000	J	
78 79	Total Other Additions	=				
78 79 80		=	13.893 247	2,436,647	11,456,600	
78 79 80 81	Total Other Additions Total Additions		13,893,247	2,436,647	11,456,600	
78 79 80 81 82	Total Additions		13,893,247	2,436,647	11,456,600	
78 79 80 81 82 83						
78 79 80 81 82 83 84	Total Additions		0	0	0	
78 79 80 81 82 83	Total Additions			0	0	
78 79 80 81 82 83 84 85 86	Total Additions		0 0 0	0 0	0	
78 79 80 81 82 83 84 85 86 87	Total Additions		0 0 0 0 0	0 0 0	0 0 0	
78 79 80 81 82 83 84 85 86	Total Additions		0 0 0	0 0 0 0 0 0 0	0	
78 79 80 81 82 83 84 85 86 87 88	Total Additions		0 0 0 0	0 0 0 0	0 0 0 0	
78 79 80 81 82 83 84 85 86 87 88 89	Total Additions		0 0 0 0 0	0 0 0 0 0 0	0 0 0 0 0 0	
78 79 80 81 82 83 84 85 86 87 88 89 90	Total Additions Recap Material Additions:		0 0 0 0 0 0	0 0 0 0 0 0 0 0 0 0 0 0	0 0 0 0 0 0	
78 79 80 81 82 83 84 85 86 87 88 89 90 91	Total Additions Recap Material Additions: Total Other additions >materiality level		0 0 0 0 0 0 0 0 0	0 0 0 0 0 0 0 0	0 0 0 0 0 0 0	

EB-2008-0381 5 of 17

	Λ	В	С	D	E	F
1	SECTION 93 PILs TAX GROSS-UP "SIMPIL"	LINE	M of F	Non-wires	Wires-only	
2	TAX RETURN RECONCILIATION (TAXREC)		Corporate	Eliminations	Tax	
3	(for "wires-only" business - see s. 72 OEB Act)		Tax		Return	
5	RRR # 2.1.8		Return		Version 2004.2	
95	BOOK TO TAX DEDUCTIONS:				Version 2004.2	
96	Capital cost allowance	-	6,772,590		6,772,590	
97	Cumulative eligible capital deduction	-	1,201		1,201	
98	Employee benefit plans-paid amounts Items capitalized for regulatory purposes	-	72,739		72,739	
100		-			0	
101	CCA	-			0	
102	other deductions	-	708,001	708,001	0	
103	Tax reserves - end of year Reserves from financial statements- beginning of year	-	212,897 282,855	0	212,897 282,855	
	Contributions to deferred income plans	-			0	
	Contributions to pension plans				0	
	Interest capitalized for accounting deducted for tax Material deduction items from TAXREC 2	-	191,360	191,360 0	0	
	Other deduction items (not Material) from TAXREC 2	-	382,505	382,505	0	
110	, , ,					
111	Subtotal (C)	=	8,624,148	1,281,866	7,342,282	
112	Other deductions (Please explain the nature of the deductions) Charitable donations - tax basis	-	34,551	34,551	0	
114	Gain on disposal of assets	-	04,001	04,001	0	
115		-			0	
116					0	
117 118	Total Other Deductions	=	34,551	34,551	0	
119			34,001			
120	Total Deductions	=	8,658,699	1,316,417	7,342,282	
121	Pecca Material Deductions					
123	Recap Material Deductions:		0	0	0	
124			0	0	0	
125			0	0		
126			0	0	0	
127 128	Total Other Deductions exceed materiality level		0	0	0	
129			34,551	34,551	0	
130	Total Other Deductions		34,551	34,551	0	
131	TAXABLE INCOME		0.406.072	1 120 220	8,376,742	
	DEDUCT:	=	9,496,972	1,120,230	0,370,742	
134		-			0	
135	Net capital loss applied positive number				0	
136 137	NET TAXABLE INCOME		9,496,972	1,120,230	8,376,742	
138	INE I TAXABLE INCOME	=	9,490,972	1,120,230	0,370,742	
	FROM ACTUAL TAX RETURNS					
	Net Federal Income Tax (Must agree with tax return)	+	2,070,115		2,070,115	
141	Net Ontario Income Tax (Must agree with tax return) Subtotal	+	1,310,249 3,380,364	0	1,310,249 3,380,364	
143	Less: Miscellaneous tax credits (Must agree with tax returns)	-	0,000,004		0	
144	Total Income Tax	=	3,380,364	0	3,380,364	
145 146	FROM ACTUAL TAX RETURNS					
	Net Federal Income Tax Rate (Must agree with tax return)		22.12%		22.12%	
	Net Ontario Income Tax Rate (Must agree with tax return)		14.00%		14.00%	
149	Blended Income Tax Rate		36.12%		36.12%	
150 151	Section D: Detailed calculation of Ontario Capital Tax					
152	Security D. Detailed calculation of Office IO Capital Tax					
153	ONTARIO CAPITAL TAX					
	(From Ontario CT23)					
155 156	PAID-UP CAPITAL					
	Paid-up capital stock	+	61,491,374		61,491,374	
158	Retained earnings (if deficit, deduct)	+/-	10,531,502		10,531,502	
	Capital and other surplus excluding appraisal surplus	+			0	
	appraisal surplus Loans and advances	+	29,691,732		29,691,732	
162	Bank loans	+			0	
	Bankers acceptances	+			0	
	Bonds and debentures payable Mortrages payable	+	25,000,000		25,000,000 0	
	Mortgages payable Lien notes payable	+			0	
167	Deferred credits	+			0	
	Contingent, investment, inventory and similar reserves	+			0	
	Other reserves not allowed as deductions Share of partnership(s), joint venture(s) paid-up capital	+	6,674,872		6,674,872	
170	Share of partnership(s), joint venture(s) paid-up capital Sub-total	=	133,389,480	0	133,389,480	
	Subtract:		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	
l	Amounts deducted for income tax purposes in excess of amounts	-				
173	booked Deductible R&D expenditures and ONTTI costs deferred for income	-			0	
174	·	-			0	
175	Total (Net) Paid-up Capital	=	133,389,480	0		
176	ELIQIDI E INVESTMENTS					
177 178	ELIGIBLE INVESTMENTS					
	Bonds, lien notes, interest coupons	+			0	
180	Mortgages due from other corporations	+			0	
	Shares in other corporations	+	71,785		71,785	
	Loans and advances to unrelated corporations Eligible loans and advances to related corporations	+	22,532		22,532 0	
103	Engine loans and advances to related corporations	т			U	

EB-2008-0381 6 of 17

	A	В	С	D	E	F
1	SECTION 93 PILs TAX GROSS-UP "SIMPIL"	LINE	M of F	Non-wires	Wires-only	
2	TAX RETURN RECONCILIATION (TAXREC)		Corporate	Eliminations	Tax	
3	(for "wires-only" business - see s. 72 OEB Act)		Tax		Return	
4	RRR # 2.1.8		Return			
5					Version 2004.2	
184	Share of partnership(s) or joint venture(s) eligible investments	+			0	
185						
186	Total Eligible Investments	=	94,317	0	94,317	
187						

EB-2008-0381 7 of 17

SECTION 39 PILE TAX REGOSS-UP SIMPIL* LINE CORporate Composition Tax T			-	•		_	
2 TAX RETURN RECONCLIATION (TAXREC)	<u> </u>	A SECTION 02 DIL 2 TAY CROSS UP. "SIMPIL"	В	C	D Non wines	E Wines and	F
Tax			LINE			•	
February			-		Eliminations		
		,				Return	
TOTAL ASSETS		RRR # 2.1.8		Return			
190 TOTAL ASSETS	_					Version 2004.2	
190 17 Total assests per balance sheet							
1917 Total assets per balance sheet		TOTAL ASSETS					
192 Mortagages or other liabilities deducted from assets							
1938 Share of partinership(s) pint venture(s) total assets				148,799,049			
1985 Subtract Appendix Service	192	Mortgages or other liabilities deducted from assets	+				
1988	193	Share of partnership(s)/ joint venture(s) total assets	+				
1987 Total assets as adjusted	194	Subtract: Investment in partnership(s)/joint venture(s)	-			0	
197 Add: (if deducted from assets)							
1988 Add (if deducted from assets)	196	Total assets as adjusted	=	148,799,049	0	148,799,049	
198 Contingent, investment,	197						
200 Other reserves not allowed as deductions	198	Add: (if deducted from assets)					
201 Subtract			+			0	
Amounts deducted for income tax purposes in excess of amounts 0 0 0 0 0 0 0 0 0	200	Other reserves not allowed as deductions	+			0	
100	201	Subtract:				0	
Deductible RAD expenditures and ONTTI costs deferred -		Amounts deducted for income tax purposes in excess of amounts					
Deductible RAD expenditures and ONTTI costs deferred -	202		-			0	
2020 Informent tax			-				
2048 Subtract : Appraisal surplus if booked -	203						
2025 Add or subtract. Other adjustments			-			0	
2007 Total Assets							
207 Total Assets		, iaa a, aabiidat. Otiiai dajuutiioiita	.7-			U	
2009		Total Assets	 	1/18 700 0/10	0	1/18 700 0/10	
2019		I VIIII PIOUGEO	_	170,733,049	U	170,133,049	
210							
211		Investment Allewance		04 550		04 550	
212 Taxable Capital		IIIVESUITEIIL AIIOWAIICE	 	84,550	0	84,550	
213		Toyahla Canital	 				
214 Net paid-up capital		тахаріе Сарітаі					
215 Subtract. Investment Allowance							
217 Taxable Capital							
217 Taxable Capital		Subtract: Investment Allowance	-	84,550	0	84,550	
219 Gapital Tax Calculation							
219 Capital Tax Calculation		Taxable Capital	=	133,304,930	0	133,304,930	
220 Deduction from taxable capital up to maximum of \$5,000,000 4,969,248 0 4,969,248 221 (Input in tab Tax Rates) 128,335,682 0 128,335,682 222 Net Taxable Capital 128,335,682 0 128,335,682 223 224 Rate 0.3000% 0.30000% 0.30	218						
128,335,682 0 128,335,682 0 128,335,682 222 222 223 224 224 225 225 225 226 226 227 226 227 22							
128,335,682 0 128,335,682 228 23,335,682 229 224 Rate 0.3000% 0.30000% 0.3000% 0.3000% 0.3000% 0.300000% 0.300000% 0.300000% 0.300000% 0.300000% 0.300000% 0.300000% 0.300000% 0.300000% 0.300000% 0.300000% 0.300000% 0.300000% 0.300000% 0.300000% 0.300000% 0.300000% 0.3000000% 0.3000000% 0.3000000% 0.3000000% 0.3000000% 0.3000000% 0.3000000% 0.3000000% 0.30000000% 0.30000000% 0.30000000% 0.300000000% 0.30000000000000000000000000000000000	220	Deduction from taxable capital up to maximum of \$5,000,000		4,969,248	0	4,969,248	
223 Rate							
224 Rate	222	Net Taxable Capital		128,335,682	0	128,335,682	
2226 Days in taxation year 366 366 366 366 366 227 Divide days by 366 1.00 1.00 1.00 1.00 1.00 1.00 1.00 228 229 Ontario Capital Tax (Must agree with CT23 return) 385,007 0 385,007 0 385,007 230 231 Section E: Detailed calculation of Large Corporation Tax	223						
366 366 366 366 366 366 227 Divide days by 366 1.00 1.00 1.00 1.00 1.00 1.00 228 385,007 0 385,007 0 385,007 385,0	224	Rate		0.3000%	0.3000%	0.3000%	
1.00	225						
Ontario Capital Tax (Must agree with CT23 return) 385,007 0 385,007 385,007	226	Days in taxation year		366	366	366	
Ontario Capital Tax (Must agree with CT23 return) 385,007 0 385,007	227	Divide days by 366		1.00	1.00	1.00	
Section E: Detailed calculation of Large Corporation Tax	228						
Section E: Detailed calculation of Large Corporation Tax	229	Ontario Capital Tax (Must agree with CT23 return)		385,007	0	385,007	
232 ARGE CORPORATION TAX 234 (From Federal Schedule 33)	230						
LARGE CORPORATION TAX 234 (From Federal Schedule 33) 235 CAPITAL	231	Section E: Detailed calculation of Large Corporation Tax					
Capital Schedule 33 Capital Schedule 33 Capital Schedule 33 Reserves that have not been deducted in computing income for the 237 year under Part	232						
Capital Schedule 33 Capital Schedule 33 Capital Schedule 33 Reserves that have not been deducted in computing income for the 237 year under Part	233	LARGE CORPORATION TAX					
CAPITAL							
Reserves that have not been deducted in computing income for the great variety are under Part I							
Reserves that have not been deducted in computing income for the 237 year under Part I							
237 year under Part							
Capital stock + 61,491,374 61,491,374	237		+			0	
Retained earnings	000		+	61.491.374		04 404 074	
240 Contributed surplus +							
241 Any other surpluses +				3,553,502			
Deferred unrealized foreign exchange gains +						0	
All loans and advances to the corporation							
All indebtedness- bonds, debentures, notes, mortgages, bankers 244 acceptances, or similar obligations 245 Any dividends declared but not paid 246 All other indebtedness outstanding for more than 365 days 247 248 Subtotal 250 DEDUCT: 251 Deferred tax debit balance 252 Any deficit deducted in computing shareholders' equity 253 Nay patronage dividends 135(1) deducted in computing income 254 Deferred unrealized foreign exchange losses 255 Subtotal 256 Subtotal 257 258 Capital for the year 259,000,000 259,000,000 250,000,000 250,000,000 250,000,000 250,000,000 250,000,000 250,000,000 250,000,000 250,000,000 250,000,000 251,000,000 252,000,000 253,000,000 254,000,000 255,000,000 255,000,000 256,000,000 257 258,000,000 259,000,000 259,000,000 259,000,000 259,000,000 250,000,000 2				28.844.294			
244 acceptances, or similar obligations + 25,000,000 25,000,000 245 Any dividends declared but not paid + 0 246 All other indebtedness outstanding for more than 365 days + 0 247 - - 248 Subtotal = 125,867,170 0 125,867,170 249 Subtotal - - - 0 - 250 DEDUCT: - 0 0 - - 0 0 - - - 0 0 0 - - - 0	5			_5,5 1 1,204			
245 Any dividends declared but not paid + 0 246 All other indebtedness outstanding for more than 365 days + 0 247 - - 248 Subtotal = 125,867,170 0 125,867,170 249 - - 0 - 250 DEDUCT: - 0 0 251 Deferred tax debit balance - 0 0 252 Any deficit deducted in computing shareholders' equity - 0 0 Any patronage dividends 135(1) deducted in computing income - - 0 254 Deferred unrealized foreign exchange losses - 0 0 255 See Subtotal = 0 0 0 257 See Capital for the year 125,867,170 0 125,867,170	241		+	25 000 000		25 000 000	
246 All other indebtedness outstanding for more than 365 days +			+	23,000,000			
247							
248 Subtotal = 125,867,170 0 125,867,170 249 -		, in case, independences outstanding for more than 505 days	-			U	
249 0 DEDUCT: 0 0 0 252 In Deferred tax debit balance 0 0 0 252 Any deficit deducted in computing shareholders' equity - 0 0 0 Any patronage dividends 135(1) deducted in computing income - 253 under Part 1 included in amounts above 0		Subtotal	<u> </u>	125 867 170	0	125 867 170	
250 DEDUCT:		Odbiolai	_	123,001,170	U	123,007,170	
Deferred tax debit balance -		DEDITCT:					
252 Any deficit deducted in computing shareholders' equity			—			-	
Any patronage dividends 135(1) deducted in computing income 253 under Part I included in amounts above 0 254 Deferred unrealized foreign exchange losses - 0 255 Subtotal = 0 0 0 0 257 Subtotal = 125,867,170 0 125,867,170			-				
253 under Part I included in amounts above 0 254 Deferred unrealized foreign exchange losses - 255 - 256 Subtotal = 0 0 0 257 - - 125,867,170 0 125,867,170	252		-			0	
254 Deferred unrealized foreign exchange losses - 0 255 - 0 256 Subtotal = 0 0 257 - 0 0 258 Capital for the year 125,867,170 0 125,867,170	0.55		-				
255 256 Subtotal 257 258 Capital for the year 125,867,170 0 125,867,170 0 125,867,170 0							
256 Subtotal = 0 0 0 257 258 Capital for the year 125,867,170 0 125,867,170		Deterred unrealized foreign exchange losses	-			0	
257 258 Capital for the year 125,867,170 0 125,867,170							
258 Capital for the year 125,867,170 0 125,867,170	256	Subtotal	=	0	0	0	
259		Capital for the year		125,867,170	0	125,867,170	
	259						

EB-2008-0381 8 of 17

	A	В	С	D	E	F
1	SECTION 93 PILs TAX GROSS-UP "SIMPIL"	LINE	M of F	Non-wires	Wires-only	
2	TAX RETURN RECONCILIATION (TAXREC)	LIIVE	Corporate	Eliminations	Tax	
3	(for "wires-only" business - see s. 72 OEB Act)		Tax	Liiiiiiiationo	Return	
4	RRR # 2.1.8		Return		rictarri	
5	INIX # 2.110		rtotam		Version 2004.2	
_	INVESTMENT ALLOWANCE				1 CI SION 2004.2	
261	INVESTMENT ACCOMANGE					
	Shares in another corporation	+	71,785		71,785	
	Loan or advance to another corporation	+	71,700		0	
	Bond, debenture, note, mortgage, or	+			0	
	similar obligation of another corporation	+			0	
	Long term debt of financial institution	+			0	
	Dividend receivable from another corporation	+			0	
	Debts of corporate partnerships that were not exempt from tax					
268	under Part I.3	+			0	
	Interest in a partnership	+			0	
270					0	
271	Investment Allowance	-	71,785	0	71,785	
272	mroomer / me wanes		7 1,7 00	Ü	. 1,7 00	
273						
	TAXABLE CAPITAL					
275						
	Capital for the year	=	125,867,170	0	125,867,170	
277				-	,	
	Deduct: Investment allowance	-	71,785	0	71,785	
279			,	-	,	
280	Taxable Capital for taxation year	=	125,795,385	0	125,795,385	
281	,					
282	Deduct: Capital Deduction - maximum of \$50,000,000	-	50,000,000	0	50,000,000	
283	(Input in tab 'Tax Rates')					
284		=	75,795,385	0	75,795,385	
285	•					
286	Rate 0.225% in 2002 and 2003; 0.200% in 2004		0.20000%	0.20000%	0.20000%	
287						
288	Days in year		366	366	366	
289	Divide days by 366		1.0000	1.0000	1.0000	
290						
291	Gross Part I.3 Tax LCT (Must agree with tax return)	=	151,591	0	151,591	
292				<u> </u>		
	Federal Surtax Rate		1.1200%	1.1200%	1.1200%	
294						
	Less: Federal Surtax = Actual Surtax from tax return	-	106,366		106,366	
296						
	Net Part I.3 Tax - LCT Payable (Must agree with tax return)	=	45,225	0	45,225	
	(If surtax is greater than Gross LCT, then zero)					
299						
	Section F: Income and Capital Taxes					
301						
	RECAP FROM ABOVE:	ļ.,				
	Total Income Taxes	+	3,380,364	0	3,380,364	
	Ontario Capital Tax	+	385,007	0	385,007	
	Federal Large Corporations Tax	+	45,225	0	45,225	
306		<u> </u>				
307	Total income and capital taxes	=	3,810,596	0	3,810,596	
308		1				

EB-2008-0381 9 of 17

	A	В	С	D	E	F
1	SECTION 93 PILs TAX GROSS-UP "SIMPIL"	LINE	M of F	Non-wires	Wires-only	•
2	Tax and Accounting Reserves		Corporate	Eliminations	Tax	
3	For MoF Column of TAXCALC		Tax		Return	
4	(for "wires-only" business - see s. 72 OEB Act)		Return			
5	RRR # 2.1.8				Version 2004.2	
6						
	Utility Name: Barrie Hydro Distribution Inc.					
	Reporting period: Dec. 31, 2004 Revised March 12,	2010				
9						
	TAX RESERVES					
11	Designing of Veer-					
13	Beginning of Year:				0	
	Reserve for doubtful accounts ss. 20(1)(I)		282,855		282,855	
	Reserve for goods & services ss.20(1)(m)		202,000		0	
	Reserve for unpaid amounts ss.20(1)(n)				0	
	Debt and share issue expenses ss.20(1)(e)				0	
	Other				0	
	Other				0	
20					0	-
21					0	
	Total (carry forward to the TAXREC worksheet)		282,855	0	282,855	
23						
	End of Year:				0	
25	Reserve for doubtful accounts ss. 20(1)(I)		242.007		0 212,897	
	Reserve for goods & services ss. 20(1)(n)		212,897			
	Reserve for unpaid amounts ss.20(1)(n)				0	
	Debt and share issue expenses ss.20(1)(e)				0	
	Other				0	
31	Other				0	
32					0	
33					0	
34	Insert line above this line					
35	Total (carry forward to the TAXREC worksheet)		212,897	0	212,897	
36						
37						
	FINANCIAL STATEMENT RESERVES					
39	De administrativos at Visas					
41	Beginning of Year:				0	
42					0	
	Environmental				0	
	Allowance for doubtful accounts		282,855		282,855	
	Inventory obsolescence				0	
	Property taxes				0	
	Other				0	
	Other				0	-
49					0	
	Total (carry forward to the TAXREC worksheet)		282,855	0	282,855	
51	First of Verr		ı	1		
	End of Year:					
53 54					0	
_	Environmental				0	
	Allowance for doubtful accounts		212,897		212,897	
	Inventory obsolescence		_12,001		0	
	Property taxes				0	
	Other				0	
	Other				0	
61					0	
	Insert line above this line					-
	Total (carry forward to the TAXREC worksheet)		212,897	0	212,897	
64						

EB-2008-0381 10 of 17

1	A	В	С	D	E	F
	SECTION 93 PILs TAX GROSS-UP "SIMPIL"	LINE	M of F	Non-wires	Wires-only	
	TAX RETURN RECONCILIATION (TAXREC 2)	LIINL	Corporate	Eliminations	Tax	
	(for "wires-only" business - see s. 72 OEB Act)		Tax	2	Return	
	RRR # 2.1.8		Return		11010111	
6					Version 2004.2	
7						
8	Utility Name: Barrie Hydro Distribution Inc.					
	Reporting period: Dec. 31, 2004 Revised March 12, 2010					
10	Number of days in taxation year:		366			
	Materiality Level:		121,524			
12	Outline O. Derror Wilder of the state of the					
	Section C: Reconciliation of accounting income to taxable income Add:					
	Recapture of capital cost allowance	+			0	
	Gain on sale of eligible capital property	+			0	
	Income or loss for tax purposes- joint ventures or partnerships	+	16,212		16,212	
	Loss in equity of subsidiaries and affiliates	+	- ,		0	
19	Loss on disposal of assets	+			0	
	Charitable donations	+	34,551		34,551	
	Taxable capital gains	+			0	
	Depreciation in inventory -end of year	+			0	
	Scientific research expenditures deducted	+			0	
24	per financial statements Capitalized interest	+			0	
	Non-deductible club dues and fees	+			0	
	Non-deductible automobile expenses	+			0	
	Non-deductible life insurance premiums	+			0	
	Soft costs on construction and renovation of buildings	+			0	
	Non-deductible meals and entertainment	+			0	
31	Book loss on joint ventures or partnerships	+			0	
	Capital items expensed	+			0	
	Debt issue expense	+			0	
	Deemed dividend income	+			0	
	Dividends credited to investment account	+	0.7.700		0	
	Financing fees deducted in books	+	95,700		95,700	
	Gain on settlement of debt	+			0	
	Interest paid on income debentures Recapture of SR&ED expenditures	+			0	
	Share issue expense	+			0	
	Write down of capital property	+			0	
	Amounts received in respect of qualifying environment trust	+			0	
43	Other Additions: (please explain in detail the nature of the item)	+			0	
44	Debt financing expenses	+			0	
45	Amortization of deferred financing costs	+	5,152		5,152	
46		+			0	
47		+			0	
48 49		+			0	
50		+			0	
51		+			0	
52		+			0	
53		+			J	
54	Total Additions	=	151,615	0	151,615	
55			,			
	Recap of Material Additions:					
57			0	0		
58			0	0		
59			0	0		
60			0	0		
61 62			0	0		
63			0	0		
64			0	0		
65			0	0		
66			0	0		
67			0	0	0	
68			0	0		
69			0	0		
70			0	0		
71			0	0		
72			0	0		
73 74			0	0		
75			0	0		
76			0	0		
77			0	0		
78			0	0		
79			0	0		
80			0	0		
81			0	0		

EB-2008-0381 11 of 17

	A	В	С	D	E	F
2	SECTION 93 PILs TAX GROSS-UP "SIMPIL"	LINE	M of F	Non-wires	Wires-only	
3	TAX RETURN RECONCILIATION (TAXREC 2)		Corporate	Eliminations	Tax	
4	(for "wires-only" business - see s. 72 OEB Act)		Tax		Return	
5	RRR # 2.1.8		Return			
6					Version 2004.2	
82			0	0	0	

EB-2008-0381 12 of 17

		1 5 1	0		-	
2	A SECTION 93 PILs TAX GROSS-UP "SIMPIL"	B LINE	C M of F	D Non-wires	E Wires-only	F
	TAX RETURN RECONCILIATION (TAXREC 2)	LINE	Corporate	Eliminations	Tax	
	(for "wires-only" business - see s. 72 OEB Act)		Tax	Liiiiiiiations	Return	
	RRR # 2.1.8		Return		Noturn	
6	NATE # 2.1.0		rectain		Version 2004.2	
83			0	0	0	
84			0	0	0	
85			0	0	0	
86			0	0	0	
87			0	0	0	
88			0	0	0	
89			0	0	0	
90			0	0	0	
91			0	0	0	
92			0	0	0	
93			0	0	0	
94						
	Total Material additions		0	0	0	
	Other additions less than materiality level		151,615	0	151,615	
	Total Additions		151,615	0	151,615	
98		\perp				
	Deduct:	\perp				
	Gain on disposal of assets per f/s	-			0	
	Dividends not taxable under section 83	-			0	
102	Terminal loss from Schedule 8	-			0	
103	Depreciation in inventory, end of prior year	-			0	
	Scientific research expenses claimed in year from Form T661	-			0	
	Bad debts	-			0	
	Book income of joint venture or partnership	-			0	
	Equity in income from subsidiary or affiliates	-			0	
	Contributions to a qualifying environment trust	-			0	
	Other income from financial statements	-			0	
	Other deductions: (Please explain in detail the nature of the item)	-			0	
	Imputed interest on Reg Assets	-	200 505	202 505	0	
	Ont Cap Tax	-	382,505	382,505	0	
	employee future benefit expense	-			0	
114 115		-			0	
116		-			0	
117		+ -			0	
118		-			0	
119		+ -			0	
120		+ -			0	
121		+ -			0	
_	Total Deductions	=	382,505	382,505	0	
123			302,300	302,303	<u> </u>	
	Recap of Material Deductions:					
125			0	0	0	
126			0	0	0	
127			0	0	0	
128			0	0	0	
129			0	0	0	
130			0	0	0	
131			0	0	0	
132			0	0	0	
133			0	0	0	
134			0	0	0	
135			0	0	0	
136			0	0	0	
137			0	0	0	
138			0	0	0	
139			0	0	0	
140			0	0	0	
141			0	0	0	
142			0	0	0	
143			0	0	0	
144			0	0	0	
145			0	0	0	
	Total Deductions exceed materiality level		0	0	0	
147	Other deductions less than materiality level		382,505	382,505	0	
148	Total Deductions		382,505	382,505	0	
		_				

EB-2008-0381 13 of 17

A	В	С	D	E	F	G	Н
SECTION 93 PILs TAX GRO			ע		Г	G	П
Corporate Tax Rates	00-01 OI	WII 1L		v	ersion 2004.2		
Exemptions, Deductions, or	r Threshold	ls		•	RRR # 2.1.8		
Utility Name: Barrie Hydro							
Reporting period: Dec. 31,			2010				
5							
7					Table 1		
Rates Used in 2002 RAM PI	Ls Applicat	ions					
Income Range		0		200,001			
0 RAM 2002		to		to	>700,000		
1	Year	200,000		700,000			
2 Income Tax Rate							
3 Proxy Tax Year	2002	0.000/					
4 Federal (Includes surtax)		0.00%		0.4.400/	00.000/		
5 and Ontario blended	├	19.12%	0.000/	34.12%	38.62%		
6 Blended rate 7		19.12%	0.00%	34.12%	38.62%		
	-	0.300%					
8 Capital Tax Rate	├						
9 LCT rate 0 Surtax	 	0.225% 1.12%					
Ontario Capital Tax	MAX						
1 Exemption **	\$5MM	5,000,000					
Federal Large							
Corporations Tax	MAX	10,000,000					
2 Exemption **	\$10MM	. 5,555,550					
3 **Exemption amounts must	agree with	the Board-ar	proved 2002	RAM PILs f	iling		
4	g. 20 mm	20010 00					
5					Table 2		
6 Expected Rates and Exemp	tions for 20	004					
7 Income Range		0	250,001	400,001			
8 Expected Rates 2004		to	to	to	>1,128,000		
9	Year	250,000	400,000	1,128,000			
0 Income Tax Rate							
1 Current year	2004						
2 Federal (Includes surtax)		13.12%	22.12%	22.12%	22.12%		
3 Ontario		5.50%	5.50%	9.75%	14.00%		
4 Blended rate		18.62%	27.62%	31.87%	36.12%		
5							
6 Capital Tax Rate		0.300%					
7 LCT rate		0.200%					
8 Surtax	<u> </u>	1.12%					
Ontario Capital Tax	MAX	5,000,000					
9 Exemption ***	\$5MM	,,,,,,,,,,					
Federal Large	MAX	50.000.000					
Corporations Tax	\$50MM	50,000,000					
0 Exemption ***		nhaadh tha D					
***Allocation of exemptions	must com	ply with the B	oard's instru	ictions rega	ruing		
regulated activities.					Table 3		
					I able 5		
4 Input Information from Hillie	tv's Actual	2004 Tax Reti	urns				
4 Input Information from Utilit 5 Income Range	ty's Actual			400.001			
5 Income Range	ty's Actual	0	250,001	400,001 to	>1,128.000		
	Year			400,001 to 1,128,000	>1,128,000		
5 Income Range 6 7		0 to	250,001 to	to	>1,128,000		
5 Income Range 6		0 to	250,001 to	to	>1,128,000		
5 Income Range 6 7 8 Income Tax Rate	Year	0 to	250,001 to	to	>1,128,000 22.12%		
5 Income Range 6 7 8 Income Tax Rate 9 Current year	Year	0 to 250,000	250,001 to 400,000	to 1,128,000			
5 Income Range 6 7 8 Income Tax Rate 9 Current year 0 Federal (Includes surtax)	Year	0 to 250,000	250,001 to 400,000 22.12%	to 1,128,000 22.12%	22.12%		
5 Income Range 6 7 8 Income Tax Rate 9 Current year 0 Federal (Includes surtax) 1 Ontario	Year	0 to 250,000 13.12% 5.50%	250,001 to 400,000 22.12% 5.50%	to 1,128,000 22.12% 9.75%	22.12% 14.00%		
5 Income Range 6 7 8 Income Tax Rate 9 Current year 0 Federal (Includes surtax) 1 Ontario 2 Blended rate	Year	0 to 250,000 13.12% 5.50%	250,001 to 400,000 22.12% 5.50%	to 1,128,000 22.12% 9.75%	22.12% 14.00%		
5 Income Range 6 7 8 Income Tax Rate 9 Current year 0 Federal (Includes surtax) 1 Ontario 2 Blended rate 3	Year	0 to 250,000 13.12% 5.50% 18.62%	250,001 to 400,000 22.12% 5.50%	to 1,128,000 22.12% 9.75%	22.12% 14.00%		
5 Income Range 6 7 8 Income Tax Rate 9 Current year 0 Federal (Includes surtax) 1 Ontario 2 Blended rate 3 4 Capital Tax Rate 5 LCT rate	Year	0 to 250,000 13.12% 5.50% 18.62% 0.300%	250,001 to 400,000 22.12% 5.50%	to 1,128,000 22.12% 9.75%	22.12% 14.00%		
5 Income Range 6 7 8 Income Tax Rate 9 Current year 0 Federal (Includes surtax) 1 Ontario 2 Blended rate 3 4 Capital Tax Rate	Year	0 to 250,000 13.12% 5.50% 18.62% 0.300% 0.200% 1.12%	250,001 to 400,000 22.12% 5.50%	to 1,128,000 22.12% 9.75%	22.12% 14.00%		
5 Income Range 6 7 8 Income Tax Rate 9 Current year 0 Federal (Includes surtax) 1 Ontario 2 Blended rate 3 4 Capital Tax Rate 5 LCT rate 6 Surtax	Year 2004	0 to 250,000 13.12% 5.50% 18.62% 0.300% 0.200%	250,001 to 400,000 22.12% 5.50%	to 1,128,000 22.12% 9.75%	22.12% 14.00%		
5 Income Range 6 7 8 Income Tax Rate 9 Current year 0 Federal (Includes surtax) 1 Ontario 2 Blended rate 3 4 Capital Tax Rate 5 LCT rate 6 Surtax Ontario Capital Tax	Year 2004 MAX \$5MM	0 to 250,000 13.12% 5.50% 18.62% 0.300% 0.200% 1.12%	250,001 to 400,000 22.12% 5.50%	to 1,128,000 22.12% 9.75%	22.12% 14.00%		
5 Income Range 6 7 8 Income Tax Rate 9 Current year 0 Federal (Includes surtax) 1 Ontario 2 Blended rate 3 4 Capital Tax Rate 5 LCT rate 6 Surtax Ontario Capital Tax Exemption *	Year 2004 MAX \$5MM MAX	0 to 250,000 13.12% 5.50% 18.62% 0.300% 0.200% 1.12%	250,001 to 400,000 22.12% 5.50%	to 1,128,000 22.12% 9.75%	22.12% 14.00%		
5 Income Range 6 7 8 Income Tax Rate 9 Current year 0 Federal (Includes surtax) 1 Ontario 2 Blended rate 3 4 Capital Tax Rate 5 LCT rate 6 Surtax Ontario Capital Tax Federal Large	Year 2004 MAX \$5MM	0 to 250,000 13.12% 5.50% 18.62% 0.300% 0.200% 1.12% 4,969,248	250,001 to 400,000 22.12% 5.50%	to 1,128,000 22.12% 9.75%	22.12% 14.00%		
5 Income Range 6 7 8 Income Tax Rate 9 Current year 0 Federal (Includes surtax) 1 Ontario 2 Blended rate 3 4 Capital Tax Rate 5 LCT rate 6 Surtax Ontario Capital Tax Federal Large Corporations Tax	Year 2004 MAX \$5MM MAX \$50MM	0 to 250,000 13.12% 5.50% 18.62% 0.300% 0.200% 1.12% 4,969,248 50,000,000	250,001 to 400,000 22.12% 5.50% 27.62%	to 1,128,000 22.12% 9.75% 31.87%	22.12% 14.00% 36.12%		
5 Income Range 6 7 8 Income Tax Rate 9 Current year 0 Federal (Includes surtax) 1 Ontario 2 Blended rate 3 4 Capital Tax Rate 5 LCT rate 6 Surtax Ontario Capital Tax 7 Exemption * Federal Large Corporations Tax 8 Exemption *	Year 2004 MAX \$5MM MAX \$50MM	0 to 250,000 13.12% 5.50% 18.62% 0.300% 0.200% 1.12% 4,969,248 50,000,000	250,001 to 400,000 22.12% 5.50% 27.62%	to 1,128,000 22.12% 9.75% 31.87%	22.12% 14.00% 36.12%		
5 Income Range 6 7 8 Income Tax Rate 9 Current year 0 Federal (Includes surtax) 1 Ontario 2 Blended rate 3 4 Capital Tax Rate 5 LCT rate 6 Surtax Ontario Capital Tax Federal Large Corporations Tax Exemption * 9 * Include copies of the actu-	Year 2004 MAX \$5MM MAX \$50MM	0 to 250,000 13.12% 5.50% 18.62% 0.300% 0.200% 1.12% 4,969,248 50,000,000	250,001 to 400,000 22.12% 5.50% 27.62%	to 1,128,000 22.12% 9.75% 31.87%	22.12% 14.00% 36.12%		
5 Income Range 6 7 8 Income Tax Rate 9 Current year 0 Federal (Includes surtax) 1 Ontario 2 Blended rate 3 4 Capital Tax Rate 5 LCT rate 6 Surtax Ontario Capital Tax 7 Exemption * Federal Large Corporations Tax Exemption * 9 * Include copies of the actu- Ontario CT23 page 11; feder	Year 2004 MAX \$5MM MAX \$50MM	0 to 250,000 13.12% 5.50% 18.62% 0.300% 0.200% 1.12% 4,969,248 50,000,000	250,001 to 400,000 22.12% 5.50% 27.62%	to 1,128,000 22.12% 9.75% 31.87%	22.12% 14.00% 36.12%		
5 Income Range 6 7 8 Income Tax Rate 9 Current year 0 Federal (Includes surtax) 1 Ontario 2 Blended rate 3 4 Capital Tax Rate 5 LCT rate 6 Surtax Ontario Capital Tax Exemption * Federal Large Corporations Tax 8 Exemption * 9 *Include copies of the actu- Ontario CT23 page 11; feder	Year 2004 MAX \$5MM MAX \$50MM	0 to 250,000 13.12% 5.50% 18.62% 0.300% 0.200% 1.12% 4,969,248 50,000,000	250,001 to 400,000 22.12% 5.50% 27.62%	to 1,128,000 22.12% 9.75% 31.87%	22.12% 14.00% 36.12%		
5 Income Range 6 7 8 Income Tax Rate 9 Current year 0 Federal (Includes surtax) 1 Ontario 2 Blended rate 3 4 Capital Tax Rate 5 LCT rate 6 Surtax Ontario Capital Tax 7 Exemption * Federal Large Corporations Tax Exemption * 9 * Include copies of the actu- Ontario CT23 page 11; feder	Year 2004 MAX \$5MM MAX \$50MM	0 to 250,000 13.12% 5.50% 18.62% 0.300% 0.200% 1.12% 4,969,248 50,000,000	250,001 to 400,000 22.12% 5.50% 27.62%	to 1,128,000 22.12% 9.75% 31.87%	22.12% 14.00% 36.12%		
5 Income Range 6 7 8 Income Tax Rate 9 Current year 0 Federal (Includes surtax) 1 Ontario 2 Blended rate 3 4 Capital Tax Rate 5 LCT rate 6 Surtax Ontario Capital Tax 7 Exemption * Federal Large Corporations Tax Exemption * 9 * Include copies of the actu- Ontario CT23 page 11; feder	Year 2004 MAX \$5MM MAX \$50MM	0 to 250,000 13.12% 5.50% 18.62% 0.300% 0.200% 1.12% 4,969,248 50,000,000	250,001 to 400,000 22.12% 5.50% 27.62%	to 1,128,000 22.12% 9.75% 31.87%	22.12% 14.00% 36.12%		
5 Income Range 6 7 8 Income Tax Rate 9 Current year 0 Federal (Includes surtax) 1 Ontario 2 Blended rate 3 4 Capital Tax Rate 5 LCT rate 6 Surtax Ontario Capital Tax 7 Exemption * Federal Large Corporations Tax Exemption * 9 * Include copies of the actu- Ontario CT23 page 11; feder	Year 2004 MAX \$5MM MAX \$50MM	0 to 250,000 13.12% 5.50% 18.62% 0.300% 0.200% 1.12% 4,969,248 50,000,000	250,001 to 400,000 22.12% 5.50% 27.62%	to 1,128,000 22.12% 9.75% 31.87%	22.12% 14.00% 36.12%		
5 Income Range 6 7 8 Income Tax Rate 9 Current year 0 Federal (Includes surtax) 1 Ontario 2 Blended rate 3 4 Capital Tax Rate 5 LCT rate 6 Surtax Ontario Capital Tax 7 Exemption * Federal Large Corporations Tax Exemption * 9 * Include copies of the actu- Ontario CT23 page 11; feder	Year 2004 MAX \$5MM MAX \$50MM	0 to 250,000 13.12% 5.50% 18.62% 0.300% 0.200% 1.12% 4,969,248 50,000,000	250,001 to 400,000 22.12% 5.50% 27.62%	to 1,128,000 22.12% 9.75% 31.87%	22.12% 14.00% 36.12%		

EB-2008-0381 14 of 17

	I 4	D		F.
4	Α	B B B B B B B B B B B B B B B B B B B	С	D
2		SECTION 93 PILs TAX GROSS-UP "SIMPIL"		Vene: 2004.0
3		Filing Requirements related to the "SIMPIL" model		Version 2004.2
4		Utility Name: Barrie Hydro Distribution Inc.		RRR # 2.1.8
		Reporting period: Dec. 31, 2004 Revised March 12, 2010		
5				
6 7				
8 9		Decrements to be submitted to the Board when filing the Ministry of Finance Column	info	
10		Documents to be submitted to the Board when filing the Ministry of Finance Column (Stage 3 filing: normally in July of the year following the reporting period)	Into	rmation:
11		(Stage 5 ming. normally in July of the year following the reporting period)		
12		Please file 3 copies of each paper document and 1 CD or disk		
13		riease me 3 copies of each paper document and 1 CD of disk		
14	1\	REGINFO	Yes	
15	''	REGINFO	163	
16	2)	TAXCALC	Yes	
17	2)	TAXCALC	res	
	2)	TANDEO	Yes	
18 19	3)	TAXREC	res	
		 	V	
	4)	Tax Reserves	Yes	
21				
22	5)	TAXREC 2	Yes	
23				
24	6)	Tax Rates	Yes	
25				
26	7)	Checklist	Yes	
27				
28	8)	Background Questionnaire	Yes	
29				
30	9)	PILs Variance Analysis	Yes	
31				
	10)	Financial statements used to prepare tax returns if different from the audited	N/A	
32		financial statements submitted to the Board in April 2005		
33				
34	11)	Electronic Excel format of the SIMPIL worksheets	Yes	
35	1			
	12)	Notices of assessments, and any re-assessments, for:		
37		2001	Yes	
38	1	2002		
39		2003		
40		2004		
41		2001	. 55	
42	13)	Schedules or pages from CT23 and T2 tax returns	Yes	
43	,		. 55	
44				
45				
46				
47				
48				
49				
50				
~	l			

			Jonedule 4
	Α	В	С
1		SECTION 93 PILs TAX GROSS-UP "SIMPIL"	
2		Background Questionnaire	Version 2004.2
3		Utility Name: Barrie Hydro Distribution Inc.	RRR # 2.1.8
4		Reporting period: Dec. 31, 2004 Revised March 12, 2010	
5			
6	1	Does the company engage in non-regulated activities?	
7		Answer:	
8		No	
9			
10		If the answer to question 1 is "NO", please skip questions 2 to 6.	
11			
12	2	Please identify the types of non-wire operations carried on by the LDC.	
13		Answer:	
14			
15			
16			
	3	Does the LDC intend to transfer the non-wire operations to a separate legal entity and the	
17		expected date?	
18		Answer:	
19			
20			
21			
	4	Please identify the percentage and amount of gross revenues arising from non-wire	
22		operations.	
23		Answer:	
24			
25			
	5	Please identify the percentage and amount of operating expense incurred pertaining to non-	
26		wire operations.	
27		Answer:	
28			
29			
	6	Please identify the percentage and amount of depreciation and capital cost allowance	
30		expenses pertaining to non-wire operations.	
31		Answer:	
32			
33			
34			
	7	Did the company incur any OPEBs (post employment benefits other than pensions) for	
35		accounting and tax purposes? (Please identify the amount.)	
36		Answer: Yes - a total recovery of \$72,739 was included	
37			
38			
	8	Did the company have any reserves for accounting and tax purposes? (Please identify the	
39		amount.)	
40		Answer: Only for Allowance for doubtful accounts used in schedule 1 - tax and	
41		accounting adjustments were the same.	
42			
43			
44			

	А	В	С	D E	F	G	Н	I	J	K	N	0
1	SECTION 93 PILs TAX GROS	S-UP	"SIMPIL"									
2	Analysis of Account 1562:	Defer	red Payments i	n lieu of Taxes								
3	Utility Name: Barrie Hydro D	istribu	ition Inc.									Version 2004.2
4	Reporting period: Dec. 31, 2	004 Re	vised March 12	, 2010								RRR # 2.1.8
5			Sign Convention	on: + for increase	- fo	r decrease						
6												
7												
8												
9	Year start:		10/1/2001	1/1/2002		1/1/2003		1/1/2004		1/1/2005		
10	Year end:		12/31/2001	12/31/2002	2	12/31/2003		12/31/2004		12/31/2005		Total
11												
12	Opening balance:	=	0	1,136,416	6	1,621,715		1,405,690		1,030,683		0
	Initial Estimate PILs Rate	+/-										
13	Adjustment (1)		1,129,825	3,666,285	5	4,796,110		3,948,741				13,540,961
	True-up Variance	+/-										
14	Adjustment (2)			151,370)	122,608		103,883		-77,750		300,111
	Deferral Account Variance	+/-										
15	Adjustment (3)			-2,374	·	0		-2,226		-477,733		-482,333
1.0	Adjustments to reported											
16	prior years' variances (4)	,	-					_				0
17	Carrying charges	+/-	6,591	116,404	l.	89,260		60,143				272,398
	PILs collected from	-										
	customers - Proxy (5)		0	-3,446,386	6	-5,224,003		-4,485,548				-13,155,937
19												
	Ending balance: # 1562		1,136,416	1,621,715	<u> </u>	1,405,690		1,030,683		475,200		475,200
21												
	PILs collected from	-										
	customers - Reg Assets (6)		0		<u>)</u>	0		0		0		0
23					_				•			

EB-2008-0381 17 of 17

Barrie Hydro Distribution Inc EB-2008-0381 Schedules to Interrogatory Responses – Board Staff Filed March 12, 2010

Schedule 5 2005 SIMPIL MODEL REVISED MARCH 12, 2010

	A	В	С	D D	chedule 5 E
1	SIMPIL RRR FILING	ь	C	D	Version 2005.1
	REGULATORY INFORMATION (REGINFO)				RRR # 2.1.8
	Barrie Hydro Distribution Inc.			Colour Code	IXIX # 2.1.0
	Reporting period: 2005 revised March 12, 2010			Input Cell	
5	responding period. 2000 revised maren 12, 2010			Formula in Cell	
	Days in reporting period:	365	days		
	Total days in the calendar year:	365	days		
8					
	BACKGROUND				
	Has the utility reviewed section 149(1) ITA to				
11	confirm that it is not subject to regular corporate				
12	tax (and therefore subject to PILs)?		Y/N	Υ	
1.0	Was the utility recently assuired by Llydre One				
15	Was the utility recently acquired by Hydro One and now subject to s.89 & 90 PILs?		Y/N	N	
10	and now subject to 5.09 & 90 Fils?		1/IN	IN	
17	Is the utility a non-profit corporation?		Y/N	N	
18	(If it is a non-profit corporation, please contact the Rates Manager at the OEB)				
	Are the Ontario Capital Tax & Large Corporations Tax Exemptions	OCT	Y/N	Υ	
	shared among the corporate group?	LCT	Y/N	 Y	
	Please identify the % used to allocate the OCT and LCT exemptions in	OCT	1/19	99%	
	Cells C68 & C77 in the TAXCALC spreadsheet.	LCT		99%	
ZO	·				
24	Accounting Year End		Date	12-31-2005	
	MARR NO TAX CALCULATIONS				Regulatory
	SHEET #7 FINAL RUD MODEL DATA				Income
	(FROM 1999 FINANCIAL STATEMENTS)				
	USE BOARD-APPROVED AMOUNTS				
30					
31	Rate Base (wires-only)			108,021,367	
33	Common Equity Ratio (CER)			45.00%	
7					
35	1-CER			55.00%	
37	Target Return On Equity			9.88%	
00	Debt rate			7.00%	
70					
41	Market Adjusted Revenue Requirement			8,961,453	
43	1999 return from RUD Sheet #7			3,237,888	3,237,888
77	Total Incremental revenue				-, -,
	Input: Board-approved dollar amounts phased-in			5,723,565	
47	Amount allowed in Year 1 - 2001			1,907,855	1 007 955
48	Amount allowed in Year 2 - 2002				
49	Amount allowed in 1 real 2 - 2002 Amount allowed in 2003 and 2004 (will be zero due to Bill 210;			1,307,000	1,307,000
50	unless authorized by the Minister and the Board)				0
51	Amount allowed in Year 3 - 2005; no gross-up; (with approved CDM pla	an)		1,907,855	1,907,855
52	Other adjustments approved by the Board	/		1,301,000	0,557,555
53	Permanent changes in the base rate			304,913	304,913
54	Total Regulatory Income				9,266,366
55	-				
56	Equity			48,609,615	
57					
	Return at target ROE			4,802,630	
59					
	Debt			59,411,752	
61	D 11 / 1000/ / 11 DD				
	Deemed interest amount in 100% of MARR			4,158,823	
63	Dhara in aftirtaint (2004)			0.000.000	
	Phase-in of interest - Year 1 (2001)			2,388,032	
65	((D43+D47)/D41)*D62 Phase-in of interest - Years 2, 3 & 4 (2002, 2003,2004)			2 272 427	
67	((D43+D47+D48)/D41)*D62 (Due to Bill 210)			3,273,427	
	Phase-in of interest - Year 3 (2005) and forward			4,158,823	
UO	i nase-in ui interest - rear 3 (2003) anu iurwalu			4,100,023	

EB-2008-0381 1 of 14

	Α	В	С	D	Е	F G	Н	1	J	K	Ĺ
	SIMPIL RRR FILING	ITEM	Initial		_			M of F	M of F	M of F	
	DEFERRAL/VARIANCE ACCOUNTS		Estimate					Filing	Filing	Filing	
	TAX CALCULATIONS (TAXCALC)					_	-	Variance	Variance		
	("Wires-only" business - see Tab TAXREC)						-	K-C	Explanation	(June)	
5	RRR # 2.1.8		\$					\$		Version 2005.1	
_	Parrie Hudro Distribution Inc		Ф			_		Þ		\$	
	Barrie Hydro Distribution Inc.									Calumn	
	Reporting period: 2005 revised March 12, 2010	205	daya							Column	
	Days in reporting period: Total days in the calendar year:	365 365	days							Brought From	
11	Total days in the calendar year:	303	days				-			TAXREC	
12										TAXREC	
) CORPORATE INCOME TAXES										
14) CORFORATE INCOME TAXES										
	Regulatory Net Income REGINFO E54	1	9,266,366					4,765,589		14,031,955	
16	Regulatory Net Income REGINFO E34	- '	9,200,300					4,700,369		14,031,933	
	BOOK TO TAX ADJUSTMENTS										
18	BOOK TO TAX ABSOCTIMENTO										
	Additions:										
	Depreciation & Amortization	2	5,290,709					1,954,469		7,245,178	
	Employee Benefit Plans - Accrued, Not Paid	3	3,230,703				-	200,004		200,004	1
	Tax reserves - beginning of year	4						212,897		212,897	
	Reserves from financial statements - end of year	4						134,990		134,990	
	Regulatory Adjustments - increase in income	5						134,330		154,550	
	Regulatory Adjustments - increase in income Regulatory Assets - to balance to tax return	1				\dashv	1	3,020,407		3,020,407	1
	Other Additions (See Tab entitled "TAXREC")	1					1	0,020,707		0,020,707	
27	"Material" Items from "TAXREC" worksheet	6					1	0		0	1
28	Other Additions (not "Material") "TAXREC"	6				-	1	101,494		101,494	1
29	"Material Items from "TAXREC 2" worksheet	6				\dashv	1	372,799		372,799	1
30	Other Additions (not "Material") "TAXREC 2"	6					1	60,033		60,033	1
31	, , , , , , , , , , , , , , , , , , ,	1				-	1	00,000		30,000	T T
	Deductions: Input positive numbers					-	1			1	
	Capital Cost Allowance and CEC	7	4,135,294			-	1	3,132,838		7,268,132	1
	Employee Benefit Plans - Paid Amounts	8	1,100,001					0		0	
	Items Capitalized for Regulatory Purposes	9					-	0		0	1
	Regulatory Adjustments - deduction for tax purposes in Item 5	10						0		0	
	Regulatory Assets - to balance to tax return	1						1,751,161		1,751,161	
	Interest Expense Deemed/ Incurred	11	4,158,823					-603,652		3,555,171	
	Tax reserves - end of year	4	,					134,990		134,990	
	Reserves from financial statements - beginning of year	4						212,897		212,897	
	Contributions to deferred income plans	3						0		0	
	Contributions to pension plans	3						0		0	
	Interest capitalized for accounting but deducted for tax	11						0		0	
	Other Deductions (See Tab entitled "TAXREC")										
45	CDM 2005 incremental OM&A expenses per 2005 PILs model	12	310,000					-310,000		0	
46	"Material" Items from "TAXREC" worksheet	12						0		0	
47	Other Deductions (not "Material") "TAXREC"	12						56,834		56,834	
48	Material Items from "TAXREC 2" worksheet	12						191,360		191,360	
49	Other Deductions (not "Material") "TAXREC 2"	12						87,339		87,339	
50											
51	TAXABLE INCOME/ (LOSS)		5,952,958					6,168,915	Before loss C/F	12,121,873	
52											
53	BLENDED INCOME TAX RATE										
54	Tab Tax Rates - Regulatory from Table 1; Actual from Table 3	13	36.12%					-0.0700%	Formula	36.05%	
55	•					工					L
56	REGULATORY INCOME TAX		2,150,209				$oldsymbol{ol}}}}}}}}}}}}}}}}}}$	2,021,575	Actual	4,171,784	
57											Ш
58											
	Miscellaneous Tax Credits	14						0	Actual	0	
60											
61	Total Regulatory Income Tax		2,150,209					2,021,575	Actual	4,171,784	
62											
63											
	II) CAPITAL TAXES										
65		1					1				
	Ontario	1					1				<u> </u>
	Base	15	108,021,367					31,074,508		139,095,875	<u> </u>
	Less: Exemption -Tax Rates - Regulatory, Table 1; Actual, Table 3	16	7,500,000				<u> </u>	-63,540		7,436,460	1
	Taxable Capital	1	100,521,367				1	31,010,968		131,659,415	<u> </u>
70		1				_	4				1
	Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3	17	0.3000%				<u> </u>	0.3000%		0.3000%	1
72	0.4 : 0. **17					_	4				1
73	Ontario Capital Tax		301,564				4	93,414		394,978	-
74	- · · · · · · · · · · · · · · · · · · ·					_	1				
	Federal Large Corporations Tax	1				_	4			455 555 55	!
	Base	18	108,021,367			_	4	21,869,837		129,891,204	1
	Less: Exemption -Tax Rates - Regulatory, Table 1; Actual, Table 3	19	50,000,000			_	4	-250,000		49,750,000	-
	Taxable Capital	1	58,021,367				4	21,619,837		80,141,204	1
79		1					<u> </u>				<u> </u>
	Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3	20	0.1750%			_	4	0.0000%		0.1750%	1
81		1					<u> </u>				<u> </u>
	Gross Amount of LCT before surtax offset (Taxable Capital x Rate)	1	101,537			_	<u> </u>	38,710		140,247	
	Less: Federal Surtax 1.12% x Taxable Income	21	66,673				<u> </u>	62,729		129,402	<u> </u>
84		1					1				
	Net LCT	1	34,864				1	-24,019		10,845	
86		1									

EB-2008-0381 2 of 14

					_	_	_					
_	A	В	C	D	Е	F	G	Н	1	J	K	L
	SIMPIL RRR FILING	ITEM	Initial						M of F	M of F	M of F	
	DEFERRAL/VARIANCE ACCOUNTS		Estimate						Filing	Filing	Filing	
	TAX CALCULATIONS (TAXCALC)								Variance	Variance	(1)	
	("Wires-only" business - see Tab TAXREC)								K-C	Explanation	(June)	
6	RRR # 2.1.8		\$						\$		Version 2005.1	
-	WIN INCLUSION IN PATES		Þ						φ		Þ	
	III) INCLUSION IN RATES											
88	Income Tay Rate used for gross, up		26 120/									
90	Income Tax Rate used for gross- up		36.12%									
	Income Tax (proxy tax is grossed-up)	22	3,366,012							A etuel 2005	4,171,784	
	LCT (proxy tax is grossed-up)	23	54,578							Actual 2005 Actual 2005	10,845	
	Ontario Capital Tax (no gross-up since it is deductible)	24	301,564							Actual 2005	394,978	
94	Officiallo Capital Tax (110 gross-up since it is deductible)	24	301,304							Actual 2005	394,970	
95												
	Total Dilla fan Data Adhastmant MIOT A ODER WITH COOR	05	0.700.454							A = 1 1 000F	4 577 007	
	Total PILs for Rate Adjustment MUST AGREE WITH 2005	25	3,722,154							Actual 2005	4,577,607	
97	RAM DECISION											
98												
99	NA SUTURE TRUE URG											
	IV) FUTURE TRUE-UPS								DD/(OD)			
	IV a) Calculation of the True-up Variance								DR/(CR)			
	In Additions:											
	Employee Benefit Plans - Accrued, Not Paid	3							200,004			
	Tax reserves deducted in prior year	4							212,897			
	Reserves from financial statements-end of year	4			<u> </u>				134,990			-
	Regulatory Adjustments	5			<u> </u>				0			
	Other additions "Material" Items TAXREC	6			<u> </u>				0			-
	Other additions "Material" Items TAXREC 2	6							372,799			
	In Deductions - positive numbers				-	-	-				1	-
	Employee Benefit Plans - Paid Amounts	8							0			
	Items Capitalized for Regulatory Purposes	9							0			
	Regulatory Adjustments	10							0			
	Interest Adjustment for tax purposes (See Below - cell I207)	11							0			
	Tax reserves claimed in current year	4							134,990			
	Reserves from F/S beginning of year	4							212,897			
	Contributions to deferred income plans	3							0			
	Contributions to pension plans	3							0			
	Other deductions "Material" Items TAXREC	12							0			
	Other deductions "Material" Item TAXREC 2	12							191,360			
120												
	Total TRUE-UPS before tax effect	26						=	381,443			
122												
	Income Tax Rate from 2005 Utility's tax return							х	36.12%			
124												
	Income Tax Effect on True-up adjustments							=	137,777			
126												
	Less: Miscellaneous Tax Credits	14										
128												
	Total Income Tax on True-ups								137,777			
130	T D () (05.000/			
	Income Tax Rate used for gross-up								35.00%			
132	TOUE UD VARIANCE AD MOTMENT								044.005			
	TRUE-UP VARIANCE ADJUSTMENT								211,965			
134	N/LV O-landadan at the Detained Assessed Visiteria assessed by											
	IV b) Calculation of the Deferral Account Variance caused by											l
	changes in legislation											
136												
	REGULATORY TAXABLE INCOME /(LOSSES) (as reported in the initial											
	estimate column)							=	5,952,958			
138												
	REVISED CORPORATE INCOME TAX RATE							Х	36.12%			
140	DELUGED DECLU ATODY INCOME.				<u> </u>				0.4			-
	REVISED REGULATORY INCOME TAX				<u> </u>			=	2,150,209			-
142					-	-	-		00.05		1	-
143	Less: Revised Miscellaneous Tax Credits					1	_	-	28,669		ļ	
144	Total Davids of Davids to act a								0.404.545		<u> </u>	
	Total Revised Regulatory Income Tax							=	2,121,540			<u> </u>
146	Local Demolation Jacobs To. 1997 1997 1997 1997 1997											<u> </u>
	Less: Regulatory Income Tax reported in the Initial Estimate Column (Cell								0.450.000			l
	C61)						-	-	2,150,209		1	<u> </u>
148	Daniel da						-		(00.055)		1	<u> </u>
	Regulatory Income Tax Variance							=	(28,669)			<u> </u>
150	Ontaria Canital Tay					-						
	Ontario Capital Tax					-			100 004 007			
	Base					-	-	=	108,021,367		 	-
	Less: Exemption from tab Tax Rates, Table 2, cell C39						-	-	7,500,000		1	<u> </u>
	Revised deemed taxable capital				-			=	100,521,367		 	
155	Pata - Tah Tay Patas call CF4				-			v	0.200004		 	
	Rate - Tab Tax Rates cell C54						-	Х	0.3000%			-
157	Revised Ontario Capital Tax						-	_	201 EC4			-
138	Less: Ontario Capital Tax reported in the initial estimate column (Cell							=	301,564			<u> </u>
150	Less: Ontario Capital Tax reported in the Initial estimate column (Cell C73)								301,564			l
	Regulatory Ontario Capital Tax Variance					-		=	301,564		1	
100	nogulatory Ofitatio Capital Lax Variation							_=_	U		1	

EB-2008-0381 3 of 14

			_			_						
	Α	В	С	D	Е	F	G	Н	I	J	K	L
	SIMPIL RRR FILING	ITEM	Initial						M of F	M of F	M of F	
	DEFERRAL/VARIANCE ACCOUNTS		Estimate	1					Filing	Filing	Filing	
	TAX CALCULATIONS (TAXCALC)								Variance	Variance		
	("Wires-only" business - see Tab TAXREC)								K-C	Explanation	(June)	
	RRR # 2.1.8										Version 2005.1	
6			\$						\$		\$	
161												
	Federal LCT											
	Base								108,021,367			
	Less: Exemption from tab Tax Rates, Table 2, cell C40							-	50,000,000			
	Revised Federal LCT							=	58,021,367			
166												
	Rate (as a result of legislative changes) tab 'Tax Rates' cell C55								0.1750%			
168												
	Gross Amount								101,537			
	Less: Federal surtax							-	66,673			
	Revised Net LCT							=	34,864			
172												
	Less: Federal LCT reported in the initial estimate column (Cell C85)							-	34,864			
	Regulatory Federal LCT Variance							=	0			
175												
	Actual Income Tax Rate used for gross-up								35.00%			
177												
	Income Tax (grossed-up)							+	(44,106)			
	LCT (grossed-up)							+	0			
	Ontario Capital Tax							+	0			
181									(11.122)			
	DEFERRAL ACCOUNT VARIANCE ADJUSTMENT							=	(44,106)			
183												
	TRUE-UP VARIANCE (from cell I133)			1				+	211,965			
185				1								
	Total Deferral Account Entry (Positive Entry = Debit)							=	167,859			
	(Deferral Account Variance + True-up Variance)											
188												
189												
190												
	V) INTEREST PORTION OF TRUE-UP											
	Variance Caused By Phase-in of Deemed Debt											
193												
	Total deemed interest (REGINFO)								4,158,823			
	Interest phased-in (Cell C38)			1			1		4,158,823			
196				1			1					
	Variance due to phase-in of debt component of MARR in rates			1			1		0			
198	according to the Board's decision											
199				1			ļ					
	Other Interest Variances (i.e. Borrowing Levels			1			-					
201	Above Deemed Debt per Rate Handbook)	 		1			ļ		0.555 :-:			
	Interest deducted on MoF filing (Cell K38+K43)			1			-		3,555,171			
	Total deemed interest (REGINFO CELL D62)	 		1			ļ		4,158,823			
204		 		1			ļ					
	Variance caused by excess debt			1			ļ		0			
206				1			-		_			
	Interest Adjustment for Tax Purposes (carry forward to Cell I113)			1			-		0			
208				1			-				1	
	Total Interest Variance	<u> </u>		<u> </u>					0			
210		1	l	1		1	1	1	1		1	1

EB-2008-0381 4 of 14

	Δ		_		-	
1	A SIMPIL RRR FILING	B	C M of F	D Non wires	E Wires only	F
		LINE		Non-wires	Wires-only	
	TAX RETURN RECONCILIATION (TAXREC)		Corporate	Eliminations (positive numbers)	Tax	
3	(for "wires-only" business - see s. 72 OEB Act)		Tax	(positive numbers)	Return	
	RRR # 2.1.8		Return			
5					Version 2005.1	
_	Section A: Identification:					
	Barrie Hydro Distribution Inc.					
	Reporting period: 2005 revised March 12, 2010					
	Taxation Year's start date:		Jan 1, 2006			
_	Taxation Year's end date:		Dec 31, 2006			
	Number of days in taxation year:		365	days		
12						
13	Please enter the Materiality Level :		121,524	< - enter materiality	level	
14	(0.25% x Rate Base x CER)	Y/N	N			
15	(0.25% x Net Assets)	Y/N	N			
16	Or other measure (please provide the basis of the amount)	Y/N	N			
17	Does the utility carry on non-wires related operation?	Y/N	N			
18	(Please complete the questionnaire in the Background questionn	aire wo	orksheet.)			
19						
20	Note: Carry forward Wires-only Data to Tab "TAXCALC" Column K					
21						
22	Section B: Financial statement data:					
23	Input unconsolidated financial statement data submitted with Tax retu	ırns.				
24	The actual categories of the income statements should be used.					
25	If required please change the descriptions except for amortization, into	erest ex	pense and provision	for income tax		
26						
27	Please enter the non-wire operation's amount as a positive number, the	he prog	ram automatically tre	eats all amounts		
28	in the "non-wires elimination column" as negative values in TAXREC a					
29						
	Income:					
31	Energy Sales	+	119,056,463		119,056,463	
32	Distribution Revenue	+	27,780,659		27,780,659	
33	Other Income	+	3,551,395		3,551,395	
34	Miscellaneous income	+	2,301,000		0,001,000	
35		+			0	
	Revenue should be entered above this line	<u> </u>			U	
37						
	Costs and Expenses:					
39	Costs and Expenses. Cost of energy purchased	-	119,056,463		119,056,463	
40	Administration	-	6,412,941		6,412,941	
41	Customer billing and collecting	-	0,412,341		0,412,341	
42	Operations and maintenance	-	3,365,508		3,365,508	
43	Amortization (links to C61 below)	-	7,245,178		7,245,178	
44		-	1,245,176			
45	Ontario Capital Tax	-	276 472		0	
	CDM Expenses for 2005		276,472		276,472	
46		-			0	
47 48					0	
		-			0	
49						
	Net Income Before Interest & Income Taxes EBIT	=	14,031,955	0	14,031,955	
	Less: Interest expense for accounting purposes	-	3,555,171		3,555,171	
52	Provision for payments in lieu of income taxes	-	4,700,578		4,700,578	
53	Net Income (loss)	=	5,776,206	0	5,776,206	
	(The Net Income (loss) in the MoF column should equal to the net income (loss) per financial statements on Schedule 1 of the tax return.)					
54	(1033) per ilitaticial statements on ochequie 1 of the tax return.					
55 56	Out to O. Brown West on A constitution to the black to th					
	Section C: Reconciliation of accounting income to taxable incom	e				
57						
58	BOOK TO TAX ADDITIONS:	H .	4 700 550	_	4 700 570	
	Provision for income tax	+	4,700,578	0	4,700,578	
	Federal large corporations tax	+	701515	_	0	
	Depreciation & Amortization	+	7,245,178	0	7,245,178	
	Employee benefit plans-accrued, not paid	+	200,004	0	200,004	
	Tax reserves - beginning of year	+	212,897	0	212,897	
	Reserves from financial statements- end of year	+	134,990	0	134,990	
	Regulatory adjustments	+	0.000 1		0	
	Regulatory Assets changes	+	3,020,407	_	3,020,407	
	Material addition items from TAXREC 2	+	372,799	0	372,799	
	Other addition items (not Material) from TAXREC 2	+	60,033	0	60,033	
69		<u> </u>	4= 0:		4= 0	
70	Subtotal	<u> </u>	15,946,886	0	15,946,886	
71	Others A LEGgraph (Disease of Leggraph)	<u> </u>				
	Other Additions: (Please explain the nature of the additions)	<u> </u>				
	Recapture of CCA	+	3,404		3,404	
	Non-deductible meals and entertainment expense	+	6,442		6,442	
	Capital items expensed	+			0	
	SR& ED expenditures deducted on financial statements	+	91,648		91,648	
	Capital tax accrued in income statement	+			0	
78		+			0	
79		+			0	
80	Total Other Additions	=	101,494	0	101,494	
81						
82	Total Additions	11	16,048,380	0	16,048,380	
83						
	Recap Material Additions:					
85			0	0	0	·
86			0	0	0	
87			0	0	0	
88			0		0	
89			0		0	
90			0	0	0	
91			0		0	
_	Total Other additions >materiality level		0		0	
	Other deductions (less than materiality level)		101,494	0	101,494	
94	Total Other Additions		101,494	0	101,494	
95			.01,104			
90			1	i .		

EB-2008-0381 5 of 14

	A	В	С	D	Е	F
1	SIMPIL RRR FILING	LINE	M of F	Non-wires	Wires-only	
	TAX RETURN RECONCILIATION (TAXREC)		Corporate	Eliminations	Tax	
3	(for "wires-only" business - see s. 72 OEB Act)		Tax	(positive numbers)	Return	
5	RRR # 2.1.8		Return		Version 2005.1	
_	BOOK TO TAX DEDUCTIONS:				Version 2005.1	
97	Capital cost allowance	-	7,267,015		7,267,015	
98	Cumulative eligible capital deduction	-	1,117		1,117	
	Employee benefit plans-paid amounts	-			0	
	Items capitalized for regulatory purposes	-			0	
101	Regulatory adjustments : CCA	-			0	
102	other deductions	-			0	
	Regulatory Assets changes		1,751,161		1.751.161	
	Tax reserves - end of year	-	134,990	0	134,990	
	Reserves from financial statements- beginning of year	-	212,897	0	212,897	
	Contributions to deferred income plans	-			0	
	Contributions to pension plans	-			0	
	Interest capitalized for accounting deducted for tax Material deduction items from TAXREC 2	-	191,360	0	191,360	
	Other deduction items (not Material) from TAXREC 2	-	87,339	0	87,339	
112	()		0.,000		0.,000	
113	Subtotal	=	9,645,879	0	9,645,879	
	Other deductions (Please explain the nature of the deductions)					
	Charitable donations - tax basis	-	41,026		41,026	
	Gain on disposal of assets SR&ED expenses claimed in year	-	15,808		0 15,808	
	Capital tax per CT23	-	394,768	394,768	15,808	
119	Suprim tax por 0120	-	534,700	004,700	0	
120	Total Other Deductions	=	451,602	394,768	56,834	
121						
122	Total Deductions	=	10,097,481	394,768	9,702,713	
123	Recap Material Deductions:					
125	Recap Material Deductions:		0	0	0	
126			0	0	0	
127			0	0	0	
128			0	0	0	
129			0	0	0	
	Total Other Deductions exceed materiality level		0	0	0	
131	Other Deductions less than materiality level Total Other Deductions		451,602 451,602	394,768 394,768	56,834 56,834	
133	Total Other Deductions		451,602	394,700	30,034	
	TAXABLE INCOME	=	11,727,105	-394,768	12,121,873	
	DEDUCT:		, , ,	, , , , , , , , , , , , , , , , , , , ,	, , ,	
136	Non-capital loss applied positive number	-			0	
137	Net capital loss applied positive number	-			0	
138	NET TAYADI E INCOME		44 707 405	(204.700)	0	
140	NET TAXABLE INCOME	=	11,727,105	(394,768)	12,121,873	
_	FROM ACTUAL TAX RETURNS					
	Net Federal Income Tax (Must agree with tax return)	+	2,561,258		2,561,258	
143	Net Ontario Income Tax (Must agree with tax return)	+	1,610,526		1,610,526	
144	Subtotal	=	4,171,784	0	4,171,784	
145		-		_	0	
146	Total Income Tax	=	4,171,784	0	4,171,784	
	APPLICABLE TAX RATES FROM ACTUAL TAX RETURNS					
	Net Federal Income Tax Rate (Must agree with tax status)		22.12%		22.12%	
150	Net Ontario Income Tax Rate (Must agree with tax status)		13.93%		13.93%	
151	Blended Income Tax Rate		36.05%		36.05%	
152						
153 154	Section D: Detailed calculation of Ontario Capital Tax					
	ONTARIO CAPITAL TAX					
	(From Ontario CT23)					
157	PAID-UP CAPITAL					
158						
	Paid-up capital stock	+	61,491,374		61,491,374	
	Retained earnings (if deficit, deduct)	+/-	14,478,708		14,478,708	
	Capital and other surplus excluding	+			0	
	appraisal surplus Loans and advances	+	28,992,907		0 28,992,907	
	Bank loans	+	20,332,307		20,992,907	
	Bankers acceptances	+			0	
166	Bonds and debentures payable	+	25,000,000		25,000,000	
	Mortgages payable	+			0	
	Lien notes payable	+			0	
	Deferred credits Contingent, investment, inventory and similar reserves	+			0	
	Other reserves not allowed as deductions	+			0	
	Share of partnership(s), joint venture(s) paid-up capital	+			0	
173	Sub-total	=	129,962,989	0	129,962,989	
	Subtract:					
_ ۔۔ا	Amounts deducted for income tax purposes in excess of amounts	-				_
175	booked		-9,332,459		-9,332,459	_
176	Deductible R&D expenditures and ONTTI costs deferred for income	-			0	
177		=	139,295,448	0	139,295,448	
٠٠٠	. o.a. (or) i aid up oupital		100,200,740	U	100,200,440	

EB-2008-0381 6 of 14

	A	В	С	D	Е	F
1	SIMPIL RRR FILING	LINE	M of F	Non-wires	Wires-only	
	TAX RETURN RECONCILIATION (TAXREC)	LIIVE	Corporate	Eliminations	Tax	
	(for "wires-only" business - see s. 72 OEB Act)		Tax	(positive numbers)	Return	
	RRR # 2.1.8		Return			
5					Version 2005.1	
178						
179	ELIGIBLE INVESTMENTS					
180						
	Bonds, lien notes, interest coupons	+			0	
182	Mortgages due from other corporations	+	74 705		0	
	Shares in other corporations	+	71,785 162,976		71,785 162.976	
	Loans and advances to unrelated corporations Eligible loans and advances to related corporations	+	162,976		162,976	
186		+			0	
187	Share of partnership(s) of joint venture(s) eligible investments				U	
188	Total Eligible Investments		234,761	0	234,761	
189	Total Engible investments	_	234,701	U	254,701	
190						
	TOTAL ASSETS					
192						
	Total assets per balance sheet	+	154,523,176		154,523,176	
	Mortgages or other liabilities deducted from assets	+			0	
	Share of partnership(s)/ joint venture(s) total assets	+			0	
196					0	
197						
	Total assets as adjusted	-	154,523,176	0	154,523,176	-
199				-		
	Add: (if deducted from assets)					
201	Contingent, investment, inventory and similar reserves	+			0	
202	Other reserves not allowed as deductions	+			0	
203	Subtract:				0	
	Amounts deducted for income tax purposes in excess of amounts	_				
204	booked		-9,332,459		-9,332,459	
	Deductible R&D expenditures and ONTTI costs deferred for	-			0	
	income tax					
	Subtract: Appraisal surplus if booked	-,			0	
	Add or subtract: Other adjustments	+/-			0	
208	Total Assets		400.055.005	0	400.055.005	
209	Total Assets	=	163,855,635	0	163,855,635	
210						
211 212	Investment Allowance		199,573	0	199,573	
213	Investment Allowance		199,573	U	199,573	
	Taxable Capital					
215	Taxable Suprial					
	Net paid-up capital	+	139,295,448	0	139,295,448	
217	Subtract: Investment Allowance	-	199,573	0	199,573	
218				-		
219	Taxable Capital	=	139,095,875	0	139,095,875	
220						
221	Capital Tax Calculation					
222	Deduction from taxable capital up to maximum of \$7,5000,000		7,436,460	0	7,436,460	
223	(Input in tab Tax Rates)					
224	Net Taxable Capital		131,659,415	0	131,659,415	
225						
226	Rate		0.3000%	0.3000%	0.3000%	
227						
	Days in taxation year		365	365	365	
000	Divide days by 365		1.00	1.00	1.00	
230	Ontario Canital Tay (as calculated)		204.070	0	394,978	
231 232	Ontario Capital Tax (as calculated)		394,978	0	394,978	
233	Ontario Capital Tax (Must agree with CT23 return)		394,978	0	394.978	
234	Cuno ouphun rux (must agree with 0123 lettill)		554,570	U	J34,310	
235	Section E: Detailed calculation of Large Corporations Tax					
236	Detailed calculation of Edigo desperations Tax					
	LARGE CORPORATIONS TAX					
	(From Federal Schedule 33)					
	CAPITAL					
240	ADD:					
240						
241	ADD: Reserves that have not been deducted in computing income for the year under Part I	+			0	
241 242	ADD: Reserves that have not been deducted in computing income for the year under Part I Capital stock	+	61,491,374		61,491,374	
241 242 243	ADD: Reserves that have not been deducted in computing income for the year under Part I Capital stock Retained earnings	+	61,491,374 14,478,708		61,491,374 14,478,708	
241 242 243 244	ADD: Reserves that have not been deducted in computing income for the year under Part I Capital stock Retained earnings Contributed surplus	+ + + +			61,491,374 14,478,708 0	
241 242 243 244 245	ADD: Reserves that have not been deducted in computing income for the year under Part I Capital stock Retained earnings Contributed surplus Any other surpluses	+ + + + +			61,491,374 14,478,708 0 0	
241 242 243 244 245 246	ADD: Reserves that have not been deducted in computing income for the year under Part I Capital stock Retained earnings Contributed surplus Any other surpluses Deferred unrealized foreign exchange gains	+ + + + + +	14,478,708		61,491,374 14,478,708 0 0	
241 242 243 244 245 246	ADD: Reserves that have not been deducted in computing income for the year under Part I Capital stock Retained earnings Contributed surplus Any other surpluses Deferred unrealized foreign exchange gains All loans and advances to the corporation	+ + + + +			61,491,374 14,478,708 0 0	
241 242 243 244 245 246 247	ADD: Reserves that have not been deducted in computing income for the year under Part I Capital stock Retained earnings Contributed surplus Any other surpluses Deferred unrealized foreign exchange gains All loans and advances to the corporation All indebtedness- bonds, debentures, notes, mortgages, bankers	+ + + + + +	14,478,708 28,992,907		61,491,374 14,478,708 0 0 0 28,992,907	
241 242 243 244 245 246 247	ADD: Reserves that have not been deducted in computing income for the year under Part I Capital stock Retained earnings Contributed surplus Any other surpluses Deferred unrealized foreign exchange gains All loans and advances to the corporation All indebtedness- bonds, debentures, notes, mortgages, bankers acceptances, or similar obligations	+ + + + + + +	14,478,708		61,491,374 14,478,708 0 0 0 28,992,907 25,000,000	
241 242 243 244 245 246 247 248 249	ADD: Reserves that have not been deducted in computing income for the year under Part I Capital stock Retained earnings Contributed surplus Any other surpluses Deferred unrealized foreign exchange gains All loans and advances to the corporation All indebtedness-bonds, debentures, notes, mortgages, bankers acceptances, or similar obligations Any dividends declared but not paid	+ + + + + + + + +	14,478,708 28,992,907		61,491,374 14,478,708 0 0 0 28,992,907 25,000,000 0	
241 242 243 244 245 246 247 248 249 250	ADD: Reserves that have not been deducted in computing income for the year under Part I Capital stock Retained earnings Contributed surplus Any other surpluses Deferred unrealized foreign exchange gains All loans and advances to the corporation All indebtedness- bonds, debentures, notes, mortgages, bankers acceptances, or similar obligations	+ + + + + + +	14,478,708 28,992,907		61,491,374 14,478,708 0 0 0 28,992,907 25,000,000	
241 242 243 244 245 246 247 248 249	ADD: Reserves that have not been deducted in computing income for the year under Part I Capital stock Retained earnings Contributed surplus Any other surpluses Deferred unrealized foreign exchange gains All loans and advances to the corporation All indebtedness-bonds, debentures, notes, mortgages, bankers acceptances, or similar obligations Any dividends declared but not paid	+ + + + + + + + +	14,478,708 28,992,907	0	61,491,374 14,478,708 0 0 0 28,992,907 25,000,000 0	

EB-2008-0381 7 of 14

	A	В	С	D	E	F
1	SIMPIL RRR FILING	LINE	M of F	Non-wires	⊏ Wires-only	Г
2	TAX RETURN RECONCILIATION (TAXREC)	LIINE	Corporate	Eliminations	Tax	
3	(for "wires-only" business - see s. 72 OEB Act)		Tax	(positive numbers)	Return	
4	RRR # 2.1.8		Return	4 ,	Neturn	
5			rtotam		Version 2005.1	
253					10:0:0::	
	DEDUCT:					
	Deferred tax debit balance	-			0	
	Any deficit deducted in computing shareholders' equity	-			0	
	Any patronage dividends 135(1) deducted in computing income	-			ŭ	
257	under Part I included in amounts above				0	
258	Deferred unrealized foreign exchange losses	-			0	
259	2 Cromod announced for orgin oxonaings record				Ü	
260	Subtotal	=	0	0	0	
261			-	-	-	
262	Capital for the year		129,962,989	0	129,962,989	
263			.,,	-	.,,	
264	INVESTMENT ALLOWANCE					
265	•					
	Shares in another corporation	+	71,785		71,785	
267	Loan or advance to another corporation	+			0	
268	Bond, debenture, note, mortgage, or	+			0	
269	similar obligation of another corporation	+			0	
270	Long term debt of financial institution	+			0	
271	Dividend receivable from another corporation	+			0	
	Debts of corporate partnerships that were not exempt from tax under	+				
272	Part I.3	+			0	
273	Interest in a partnership	+			0	
274						
275	Investment Allowance	=	71,785	0	71,785	
276						
277						
278	TAXABLE CAPITAL					
279						
280	Capital for the year	=	129,962,989	0	129,962,989	
281						
282	Deduct: Investment allowance	-	71,785	0	71,785	
283						
284	Taxable Capital for taxation year	=	129,891,204	0	129,891,204	
285						
286	Deduct: Capital Deduction - maximum of \$50,000,000	-	49,750,000	0	49,750,000	
287	(Input in tab Tax Rates)		00.111.001		20.111.001	
288	Taxable Capital	=	80,141,204	0	80,141,204	
289	Data 0.0059/ in 2002 and 2002; 0.0009/ in 2004; 0.4759/ in 2005		0.4750000	0.4750001	0.4750000	
	Rate 0.225% in 2002 and 2003; 0.200% in 2004; 0.175% in 2005		0.17500%	0.17500%	0.17500%	
291	Davis is vess		005	005	005	
	Days in year		365 1.0000	365 1.0000	365 1.0000	
293	Divide days by 365		1.0000	1.0000	1.0000	
294 295	Gross Part I.3 Tax LCT (Must agree with tax return)	=	140,247	0	140,247	
295	GIUSS FAIL I.S TAX LUT (MUST agree WITH TAX FETURN)	=	140,247	0	140,247	
296	Federal Surtax Rate		1.1200%	1.1200%	1.1200%	
298	i odorai Gurtax INato		1.1200%	1.1200%	1.1200%	
298	Less: Federal Surtax = Actual Surtax from tax return	-	129,402		129,402	
300	Less. I euclai Sultax = Actual Sultax Irolli fax return		129,402		129,402	
300	Net Part I.3 Tax - LCT Payable (Must agree with tax return)	=	10,845	0	10,845	
	(If surtax is greater than Gross LCT, then zero)	=	10,845	U	10,845	
303	(11 Surtax 13 greater triair Gross LOT, trieir Zero)					
304	Section F: Income and Capital Taxes					
305	occion i . moonie and Oapital Taxes					
	RECAP FROM ABOVE:					
	Total Income Taxes	+	4,171,784	0	4,171,784	
	Ontario Capital Tax	+	394,978	0	394,978	
	Federal Large Corporations Tax	+	10.845	0	10.845	
310	, sasiai zaigo ooipoidiiono tux	-	10,043	- 0	10,043	
311	Total income and capital taxes	=	4,577,607	0	4,577,607	
312			1,077,007	0	7,011,001	
0.2				i i		

EB-2008-0381 8 of 14

	A	В	С	D	E	F
1	SIMPIL RRR FILING	LINE	M of F	Non-wires	Wires-only	
	Tax and Accounting Reserves	LIIVE	Corporate	Eliminations	Tax	
	For MoF Column of TAXCALC		Tax	(positive numbers)	Return	
4	(for "wires-only" business - see s. 72 OEB Act)		Return			
5	RRR # 2.1.8				Version 2005.1	
6						
7	Barrie Hydro Distribution Inc.					
8	Reporting period: 2005 revised March 12, 2010					
9						
10	TAX RESERVES					
	Beginning of Year:					
13	beginning or rear.				0	
	Reserve for doubtful accounts ss. 20(1)(I)		212,897		212,897	
	Reserve for goods & services ss.20(1)(m)		212,001		0	
	Reserve for unpaid amounts ss.20(1)(n)				0	
	Debt and share issue expenses ss.20(1)(e)				0	
18	Other				0	
	Other				0	
20					0	
21	- (1)				0	
22	Total (carry forward to the TAXREC worksheet)		212,897	0	212,897	
23	End of Voors		1			
25	End of Year:				0	
	Reserve for doubtful accounts ss. 20(1)(I)		134,990		134,990	
	Reserve for goods & services ss.20(1)(m)		134,990		0	
	Reserve for unpaid amounts ss.20(1)(n)				0	
	Debt and share issue expenses ss.20(1)(e)				0	
	Other				0	
31	Other				0	
32					0	
33					0	
_	Insert line above this line					
35	Total (carry forward to the TAXREC worksheet)		134,990	0	134,990	
36						
37	FINANCIAL STATEMENT RESERVES					
39	FINANCIAL STATEMENT RESERVES					
	Beginning of Year:					
41					0	
42					0	
43	Environmental				0	
	Allowance for doubtful accounts		212,897		212,897	
	Inventory obsolescence				0	
	Property taxes				0	
	Other				0	
48	Other				0	
50	Total (carry forward to the TAXREC worksheet)		212,897	0	212,897	
51	TOTAL (CALLY TOTWARD TO THE TAXREC WORKSHEET)		212,097	0	212,097	
	End of Year:					
53					0	
54					0	
55	Environmental				0	
	Allowance for doubtful accounts		134,990		134,990	
	Inventory obsolescence				0	
	Property taxes				0	
	Other				0	
60	Other				0	
	Insert line above this line				0	
	Total (carry forward to the TAXREC worksheet)		134,990	0	134,990	
64	Total (carry lorward to the TAAREC WORKSHEEL)		134,990	0	134,990	
7						

EB-2008-0381 9 of 14

	A	В	С	D	Е	F
1	χ		Ü			
	SIMPIL RRR FILING	LINE	M of F	Non-wires	Wires-only	
	TAX RETURN RECONCILIATION (TAXREC 2)		Corporate	Eliminations	Tax	
	(for "wires-only" business - see s. 72 OEB Act)		Tax	(positive numbers)	Return	
5 6	RRR # 2.1.8		Return		Varaian 2005 4	
7					Version 2005.1	
	Barrie Hydro Distribution Inc.					
	Reporting period: 2005 revised March 12, 2010	_				
	Number of days in taxation year:		365			
11	Materiality Level:		121,524			
12						
	Section C: Reconciliation of accounting income to taxable income					
	Add: Recapture of capital cost allowance	.			0	
	Gain on sale of eligible capital property	+			0	
	Income or loss for tax purposes- joint ventures or partnerships	+			0	
18	Loss in equity of subsidiaries and affiliates	+			0	
19	Loss on disposal of assets	+			0	
	Charitable donations	+	41,026		41,026	
	Taxable capital gains	+			0	
	Depreciation in inventory -end of year	+			0	
23 24	Scientific research expenditures deducted per financial statements	+			0	
	per financial statements Capitalized interest	+			0	
	Non-deductible club dues and fees	+			0	
	Non-deductible automobile expenses	+			0	
	Non-deductible life insurance premiums	+			0	
	Soft costs on construction and renovation of buildings	+			0	
	Non-deductible meals and entertainment	+			0	
	Book loss on joint ventures or partnerships	+			0	
	Capital items expensed Debt issue expense	+			0	
	Deemed dividend income	+			0	
	Dividends credited to investment account	+			0	
	Financing fees deducted in books	+	275,290		275,290	
	Gain on settlement of debt	+	-,		0	
	Interest paid on income debentures	+			0	
39	Recapture of SR&ED expenditures	+	97,509		97,509	
	Share issue expense	+			0	
	Write down of capital property	+			0	
	Amounts received in respect of qualifying environment trust Other Additions: (please explain in detail the nature of the item)	+			0	
44	Debt financing expenses	+			0	
	Amortization of deferred chgs - right of use substations	+	19,007		19,007	
46	0 0	+	,		0	
47	S.12(1)(x)	+			0	
48		+			0	
49		+			0	
50 51		+			0	
52		+			0	
53		+			0	
54	Total Additions	=	432,832	0	432,832	
55				·		
	Recap of Material Additions:					
	Recapture of SR&ED expenditures	+	97,509	0	0	
58 59			0	0	0	
60			0	0	0	
61			0	0	0	
62			0	0	0	
63			0	0	0	
64			0	0	0	
65			0	0	0	
66			0	0	0	
67 68			0	0	0	
68 69			0	0	0	
70			0	0	0	
71			0	0	0	
72			0	0	0	
73			0	0	0	
74			0	0	0	
75			0	0	0	
76			0	0	0	
	Financing fees deducted in books		275,290	0	275,290	
78 79			0	0	0	
79 80			0	0	0	
81			0	0	0	
OΙ			v	Ū	0	

EB-2008-0381 10 of 14

0 6	A A	В	C	D .	E	F
	SIMPIL RRR FILING	LINE	M of F	Non-wires	Wires-only	
	TAX RETURN RECONCILIATION (TAXREC 2)		Corporate	Eliminations	Tax	
	for "wires-only" business - see s. 72 OEB Act)		Tax	(positive numbers)	Return	
	RRR # 2.1.8		Return			
6					Version 2005.1	
83			0	0	0	
84			0	0	0	
85			0	0	0	
86			0	0	0	
87			0	0	0	
88			0	0	0	
89			0	0	0	
90			0	0	0	
91			0	0	0	
92			0	0	0	
93			0	0	0	
94			-			
	Fotal Material additions		372,799	0	275,290	
	Other additions less than materiality level		60,033	0	157,542	
	Total Additions		432,832	0	432,832	
98	otal Additions		432,032	U	432,032	
	Deduct:					
			00.070		00.070	
	Gain on disposal of assets per f/s	-	82,872		82,872	
	Dividends not taxable under section 83				0	
	Ferminal loss from Schedule 8	-			0	
103 [Depreciation in inventory, end of prior year	-			0	
	Scientific research expenses claimed in year from Form T661	-			0	
	Bad debts	-			0	
106 E	Book income of joint venture or partnership	-	4,467		4,467	
	Equity in income from subsidiary or affiliates	-			0	
	Contributions to a qualifying environment trust	-			0	
109 C	Other income from financial statements	-			0	
110 (Other deductions: (Please explain in detail the nature of the item)	-				
	Imputed interest on Reg Assets	- 1			0	
	SEC 20(1) (e)	- 1	191,360		191,360	
113	Capital gains adjustment	-	, , , , , , ,		0	
	Equipment	_			0	
115	<u> </u>				0	
	s.13(7.4)	-			0	
117	5.10(7.4)	-			0	
118					0	
119					0	
120					0	
	Fatal Dadwattana		070.000	0		
	Total Deductions	=	278,699	U	278,699	
122						
123						
	Recap of Material Deductions:					
125			0	0	0	
126			0	0	0	
127			0	0	0	
128			0	0	0	
129			0	0	0	
130			0	0	0	
131			0	0	0	
132			0	0	0	
133			0	0	0	
134			0	0	0	
135			0	0	0	
136			0	0	0	
	SEC 20(1) (e)		191,360	0	191,360	
138	5_5_5_5(·), (b)		0	0	0	
139			0	0	0	
140			0	0	0	
			0	0	0	
141						
142			0	0	0	
143			0	0	0	
144			0	0	0	
145			0	0	0	
146 T	Total Deductions exceed materiality level		191,360	0	191,360	
	Other deductions less than materiality level		87,339	0	87,339	
						-
	Total Deductions		278,699	0	278,699	

EB-2008-0381 11 of 14

_	Δ	- Г				
1	A SIMPIL RRR FILING	В	С	D	E	F
2	Corporate Tax Rates				V	ersion 2005.
3	Exemptions, Deductions, or	Threshold	s			RRR # 2.1.8
4	Barrie Hydro Distribution In					
5	Reporting period: 2005 rev	ised March	12, 2010			
6 7						Table 1
	Rates Used in 2005 RAM PIL	s Applicat	ions			Table I
9	Income Range		0		400,001	
	RAM 2005		to		to	>1,128,000
11		Year	400,000		1,128,000	
	Income Tax Rate Proxy Tax Year	2005				
	Federal (Includes surtax)	2005	13.12%		17.75%	22.12%
	Ontario		5.50%		9.75%	14.00%
16	Blended rate		18.62%	0.00%	27.50%	36.12%
17						
	Capital Tax Rate		0.300%		Input in C18	
	LCT rate Surtax		0.175% 1.12%		Input in C19 Input in C20	
20	Ontario Capital Tax	MAX				
21	Exemption **	\$7.5MM	7,500,000		Input in C21	
	Federal Large	MAX				
00	Corporations Tax	\$50MM	50,000,000		Input in C22	
	Exemption ** **Exemption amounts must	·	the Board or	proved 2005	DAM DIL 6 4	iling
23 24	Exemption amounts must	agree with	ше воага-ар	γρισνέα 2005	KAWI PILS	iiiig
25						Table 2
	Expected Rates and Exemp	tions for 20				
	Income Range		0 to	300,001	400,001	-1 130 000
28 29	Expected Rates 2005	Year	to 300,000	to 400,000	to 1,128,000	>1,128,000
	Income Tax Rate	i cai	300,000	400,000	1,120,000	
	Current year	2005				
	Federal (Includes surtax)		13.12%	22.12%	22.12%	22.12%
	Ontario		5.50%	5.50%	9.75%	14.00%
34 35	Blended rate		18.62%	27.62%	31.87%	36.12%
	Capital Tax Rate		0.300%		Input in C36	
	LCT rate		0.175%		Input in C37	
	Surtax		1.12%		Input in C38	
	Ontario Capital Tax	MAX	7,500,000		Input in C39	
39	Exemption ***	\$7.5MM	7,000,000			
	Federal Large Corporations Tax	MAX	50,000,000		Input in C40	
40	Exemption ***	\$50MM	30,000,000			
41	***Allocation of exemptions	must com	ply with the B	oard's instru	ctions rega	rding
42	regulated activities.					
43	Input Information from Utilit	vic Actual	2005 Tay Bate	urne		Table 3
	Income Range	y S Actual	0 0	300,001	400,001	
46	go		to	to	to	>1,128,000
47		Year	300,000	400,000	1,128,000	
	Income Tax Rate					
	Current year	2005	12 120/	22.420/	22.420/	22 420/
50 51	Federal (Includes surtax) Ontario		13.12% 5.50%	22.12% 5.50%	22.12% 9.75%	22.12% 14.00%
52	Blended rate		18.62%	27.62%	31.87%	36.12%
53					2 3 . , 3	22270
	Capital Tax Rate		0.300%		Input in C54	
	LCT rate		0.175%		Input in C55	
56	Surtax		1.12%		Input in C56	
57	Ontario Capital Tax	MAX	7,436,460		Input in C57	
υſ	Exemption * Federal Large	\$7.5MM				
	Corporations Tax	MAX	49,750,000		Input in C58	
58	Exemption *	\$50MM			•	
59	•	al tax returi	ns - Ontario C	T23, federal	T2. Please s	see the
	Checklist.					
61 62						
63						
-						
1						

EB-2008-0381 12 of 14

	A	В	C D	Е	F	G	Н	l l	J	K	L	M	Ν	0
1	SIMPIL RRR FILING													
2	Analysis of Account 1562: Deferred Payments in lieu of Taxes													
3	Barrie Hydro Distribution Inc.													Version 2005.1
4	Reporting period: 2005 revis	sed Ma	rch 12, 2010	Sign Conventi	on: -	for increase;	- fo	r decrease						RRR # 2.1.8
5														
6														
7														
8	Year start:		10/1/2001	1/1/2002		1/1/2003		1/1/2004		1/1/2005	5	1/1/2006		
თ	Year end:		12/31/2001	12/31/2002		12/31/2003		12/31/2004		12/31/2005	5	4/30/2006		Total
10														
11	Opening balance:	=	0	1,136,416		1,621,715		1,405,690		1,030,683	3	101,420		0
	Board-approved PILs tax	+/-												
12	proxy from Decisions (1)		1,129,825	3,666,285		4,796,110		3,948,741		3,708,187		1,240,718		18,489,866
	True-up Variance	+/-												
13	Adjustment Q4, 2001 (2)			151,370				_				0		151,370
	True-up Variance	+/-												
14	Adjustment (3)			0		122,608		103,883		-77,750)	211,965		360,706
	Deferral Account Variance													
15	Adjustment Q4, 2001 (4)			-2,374										-2,374
	Deferral Account Variance	+/-												
16	Adjustment (5)							-2,226		-477,733	3	-44,106		-524,065
	Adjustments to reported	+/-												
17	prior years' variances (6)													0
18	Carrying charges (7)	+/-	6,591	116,404		89,260		60,143		20,578	3	-20,031		272,945
	PILs collected from	-												
19	customers - Proxy (8)		0	-3,446,386		-5,224,003		-4,485,548		-4,102,545	<u> </u>	-1,672,718		-18,931,200
20														
21	Ending balance: # 1562		1,136,416	1,621,715		1,405,690		1,030,683		101,420)	-182,752		-182,752
22]								-		_			

22
23
24
NOTE: The purpose of this worksheet is to show the movement in Account 1562 which establishes the receivable from or liability to ratepayers.
25 For explanation of Account 1562 please refer to Accounting Procedures Handbook for Electric Distribution Utilities and FAQ April 2003.

EB-2008-0381 13 of 14

	Α	В	С	D	E
1	, ,	SIMPIL RRR FILING	Ŭ		
2		Filing Requirements related to the SIMPIL model	Number		Version 2005.1
3		Barrie Hydro Distribution Inc.	of Copies		RRR # 2.1.8
4		Reporting period: 2005 revised March 12, 2010	or copies		Terre ii Zirio
5		Troporting period. 2000 revious major 12; 2010			
6		Name of person to contact about this SIMPIL filing: =========>	Carolyn You	na	
7		Contact Telephone Number: =========>	(705)722-72		224
8		Contact Email Address: ===================================	cyoung@bai		
9		Contact Linan Address	<u>cyoung@bai</u>	licity	uro.com
10		Documents to be submitted to the Board when filing the Ministry of Finance Column info	ormation:		
11		(Normally in July of the year following the reporting period)	Jilliation.		
12		(Normany in only of the year following the reporting period)			
13		Please file 2 sets of copies of the SIMPIL worksheets and 1 CD or disk			
14		Trease the 2 sets of copies of the offinite worksheets and 1 ob of disk			
15	1)	REGINFO	2	Υ	
16		KEGII4I O		'	
17	2)	TAYCALC	2	Υ	
18	2)	TAXCALC	2	ī	
19	21	TAYDEC	_	Υ	
	3)	TAXREC	2	Y	
20			_		
21	4)	Tax Reserves	2	Υ	
22					
23	5)	TAXREC 2	2	Υ	
24					
25	6)	Tax Rates	2	Υ	
26					
27	7)	PILs 1562 Calculation	2	Υ	
28					
29	8)	Checklist	2	Υ	
30	•				
31					
	9)	Financial statements used to prepare tax returns if different from the audited financial	2	n/a	
32	,	statements submitted to the Board in April 2006 (See 12, 13)			
33					
34	10)	Electronic Excel format of the SIMPIL worksheets on disk or CD	1	Υ	
35	10)	Electronic Excertormat of the Similar worksheets on disk of GD	•	'	
36	11\	Notices of Assessments, Re-assessments, Statement of Adjustments for:			
37	11)	2001	1	Υ	
				Ϋ́	
38		2002		_	
		2003		n/a	
40		2004		Υ	
41		2005	1	Υ	
42					
43	12)	Federal T2 tax return and schedules (with dollar amounts) 2005	1	Υ	
44					
45	13)	Ontario CT23 tax return and schedules 2005	1	Υ	
46					
47		NOTE: These are the tax returns that were sent to the Ontario Minstry of Finance,			
48		not the NIL tax returns sent to the Canada Revenue Agency.			
49					
50					
51					
52					

EB-2008-0381 14 of 14

Barrie Hydro Distribution Inc EB-2008-0381 Schedules to Interrogatory Responses – Board Staff Filed March 12, 2010

Schedule 6 APRIL 30/09 RESPONSE TO BOARD STAFF IR BH2

Board Staff Interrogatory #2

Please confirm that the maximum and minimum tax rates shown in the table below are correct for the years shown. The gross-up rate does not include the surtax rate of 1.12% because the surtax can be offset against the Large Corporation Tax.

Maximum Income	e Tax Rates in Percentag	es			<u> </u>	I
	2001 4th Quarter	2002	2003	2004	2005	2006
Federal	27.00	25.00	23.00	21.00	21.00	21.00
Federal Surtax	1.12	1.12	1.12	1.12	1.12	1.12
Ontario	12.50	12.50	12.50	14.00	14.00	14.00
Combined Rate	40.62	38.62	36.62	36.12	36.12	36.12
Gross-up Rate	39.50	37.50	35.50	35.00	35.00	35.00

	e Tax Rates in Percentag					
	2001 4th Quarter	2002	2003	2004	2005	2006
Federal	12.00	12.00	12.00	12.00	12.00	12.00
Federal Surtax	1.12	1.12	1.12	1.12	1.12	1.12
Ontario	6.00	6.00	5.50	5.50	5.50	5.50
Combined Rate	19.12	19.12	18.62	18.62	18.62	18.62
Gross-up Rate	18.00	18.00	17.50	17.50	17.50	17.50

Response(s):

The maximum tax rates are accurate. Minimum tax rates do not apply to our corporation.

Barrie Hydro Distribution Inc EB-2008-0381 Schedules to Interrogatory Responses – Board Staff Filed March 12, 2010

Schedule 7 OEB ACCOUNTING PROCEDURES HANDBOOK FAQ APRIL 2003

Barrie Hydro Distribution Inc. EB-2008-0381 Interrogatory Response- Board Staff Filed March 12, 2010 Schedule 7

Ontario Energy Board Accounting Procedures Handbook Frequently Asked Questions April 2003

INDEX

Payments in lieu of Taxes Paid to OEFC	Q. 1
Guidance on Payments in lieu of Taxes Account 1562	Q. 2

Accounting Procedures Handbook Interrogatory Response- Board Staff Filed March 12, 2010

Frequently Asked Questions

- Q.1 Should the actual payments in lieu of taxes paid to Ontario Electricity Financial Corporation (OEFC) and non-section 93 income and capital taxes paid to the taxing authorities be recorded in Account 1562?
- A.1 The actual PILs paid to the OEFC (or to the taxing authorities) should **not** be recorded in Account 1562. The expenditures related to the actual PILs payments should be recorded in Account 6105 and 6110. The related accrued liabilities should be recorded in Account 2294. The accounting entries to record the actual PILs paid to the OEFC or to the taxing authorities should be in accordance to Generally Accepted Accounting Principles. Utilities should refer to the CICA handbook for further guidance on how to record PILs paid to OEFC or the taxing authorities.
- Q.2 Please explain the accounting entries to record the Payment in Lieu of Taxes (PILs) variances in Account 1562.
- A.2 The Deferred Payments in Lieu of Taxes Variance Account 1562 is established to track and record the variances that results from the difference between the Board approved PILs amount and the amount of actual billings that relates to the recovery of PILs. It also provides for periodic adjustments and an allowance for deemed interest.

The following information provides guidance on Account 1562 with respect to recording the variances between the total annual recovery of PILs approved by the Board for the year and the actual amount collected from customers. It includes general descriptions of three alternative types of entries that can be used for recording in Account 1562 and provides detailed examples to illustration these three alternative methods of recording the PILs variances.

The following guidance also apply to utilities which pay the non-section 93 income and capital taxes and which use the SIMPIL model to determine the amount of income and capital taxes that they can recover from customers.

The acronym "PILs" used in the following guidance stand for Payments in Lieu of Taxes (section 93 taxes), and for utilities which actually pay income and capital taxes, PILs may be read to be such income and capital taxes paid to tax authorities.

Ontario Energy Board Issued: April, 2003

Frequently Asked Questions

Four Principal Entries in Account 1562:

As outlined in Article 220 of the Accounting Procedures Handbook (APH), there are four principal entries recorded in the Account:

- Entry 1 records the amount resulting from the Board approved PILs methodology on a monthly accrual basis. Thus, a monthly entry is made that is equal to the total Board-approved PILs allowance divided by 12.
- Entry 2 records any variances between estimated liabilities resulting from the Board approved PILs methodology and actual tax liabilities. There are basically two types of variances:
 - A) the Deferral Account Variance which is the difference between the Initial Estimate Column and the Deferral Account Allowance Column, as calculated and shown in the Deferral Account Variance Column of the SIMPIL Spreadsheet. The calculation of these variances is normally completed at the end of the year when there are changes to the tax legislation affecting the current year; and
 - B) the True-up Variance which is the difference between certain items in the Deferral Account Allowance Column and the Ministry of Finance (MoF) Filing column, as calculated and shown under Part IV, in Ministry of Finance Filing Variance Column, of TAXCALC Spreadsheet (after taking into consideration the gross up of the tax effect of the true-up adjustments).

Please note if there is no change in tax legislation affecting the utility industry, the Deferral Account Allowance Column will be the same as the Initial Estimate Column and the Deferral Account Variance will be zero.

- Entry 3 records all amounts included in rates that represent recovery of the Board-approved PILs allowance made through service billings to customers.
- Entry 4 records interest amounts based on opening monthly balances in the Account 1562. Please note simple interest should be calculated based on monthly opening balance in the account, exclusive of the accumulated interest.

Ontario Energy Board Issued: April, 2003

Frequently Asked Questions

It is not the intent of the Board to prescribe a specific method to account for the recovery of PILs through current rates nor at this time to decide what additional amounts, if any, should be recoverable in future rates. Whichever methodology is chosen to record the recovery of PILs currently approved in rates, Account 1562 must show the PILs variances as prescribed in accordance with the Board's Accounting Procedures Handbook and the related interest. Utilities are required to identify the accounting method used to account for the recovery of PILs (currently approved in rates) in a new section that has been added to the SIMPIL spreadsheets.

Three Alternative Accounting Methods:

The following section provides the journal entries for three alternative accounting methods to record the variances of PILs in Account 1562 using an example of a typical utility for a 12-month period from January 1, 2003 to December 31, 2003. Explanations of the journal entries along with an example entry of each are provided. Tables outlining notional journal entries for each alternative are provided in Appendices A and B.

Alternatives 1 and 2 are similar except that Alternative 1 credits the recovery of PILs approved by the Board to a "Distribution Revenue Sub-account" whereas Alternative 2 credits the recovery of PILs approved by the Board to the "Regulatory Credit" account. Both Alternative 1 and Alternative 2 provide the journal entries to record as revenue for reporting financial information to the OEB the total annual amount of PILs recovery approved by the Board.

Alternative 3 shows the journal entries required to record as revenue for reporting financial information to the OEB the actual PILs collected from customers. In order to have the actual amounts collected from customers shown as revenue earned, a contra account is created on the Balance Sheet to ensure the difference between the recovery of PILs approved by the Board and the actual amounts collected from customers is identifiable in Account 1562.

Detailed Example:

Assume the following information:

- The Board has approved PILs allowance of \$144,000 for fiscal 2003 (\$12,000 per month). (See Entry Item 1.)
- The Initial Estimate of PILs recovery (before gross-up) was \$180,000 for fiscal 2002. As a result of legislative changes, the income tax rates for 2002 were reduced and the Initial

Ontario Energy Board Issued: April, 2003

Frequently Asked Questions

Estimate of PILs recovery (before gross-up) for 2002 would decrease to \$177,070. The Deferral Account Variance for fiscal 2002 would therefore be -\$3,600 [(\$177,070 - \$180,000)/(1-2003 tax rate¹)]. (See Entry Item 2A.)

- The total of the true-up items reported for tax purposes is \$48,118 based on the Ministry of Finance information after the elimination of non-wires operations. The total of the true-up items initially reported for regulatory purposes is \$16,000. The True-up Variance² after taking into consideration the gross-up of the tax effect for the fiscal 2002 is \$7,500. (See Entry Item 2B.)
- The monthly recovery of PILs collected from customers varied throughout the year due to monthly variations in the volumetric level of total billings³. For the fiscal year 2003, the utility collected \$17,500 per month from March to July, and \$22,500 per month for August and September, and \$20,000 per month from October to December. (See Entry Items 3.)
- The utility was assumed to have a deemed interest rate of 7.25 percent. (See Entry Item 4.)

Ontario Energy Board Issued: April, 2003

Please note the gross-up calculation is based on the tax rates legislated for the year during which the corresponding PILs is recovered from customers.

The True-up Variance is the gross-up of the tax effect of the difference between certain items initially reported by the utility in the SIMPIL model and the actual amounts reported for tax purposes, all net of the portion related to the non-wire (i.e. not rate-regulated) operations. Please refer to the Notes to the Proxy PILs Model ("SIMPIL") for a listing of items trued-up for regulatory purposes. The True-up Variance is calculated under Future True-ups, in Part IV of the "TAXCALC" spreadsheet. Please note that the gross-up calculation is based on the tax rate legislated for the year when PILs is recovered from consumers.

For the purpose of the example, it is assumed that these monthly amounts vary throughout the year due to monthly variations in the level of total billings.

Frequently Asked Questions

Explanation of Entry Items under Alternative 1:

Alternative 1 shows the journal entries required to show the total annual PILs recovery allowed by the Board as revenue for reporting financial information to the Board by crediting the Distribution Services Revenue Sub-account.

Please refer to Appendix B-1 for a numerical example showing the journal entries for the accounts affected from January 1, 2003 to December 31, 2003.

Entry 1:

The following entry records the recovery of PILs approved by the Board as revenue earned. At the end of each month, the utility makes an entry debiting one twelfth the total annual PILs amount approved by the Board as the basis for the Rates Order, i.e. \$144,000/12. (This should equal to the total PILs rate adjustment as calculated in Initial Estimate Column of the TAXCALC spreadsheet.)

Dr. 1562 Deferred Payments in Lieu of Taxes \$12,000 Cr. 4080 sub-account Distribution Services Revenue - PILs recovery \$12,000

Entry 2:

The following entries record the variances resulting from: a) changes in tax legislation and, b) trueup of certain items initially reported for regulatory purposes to the actual amounts filed for tax purposes.

Entry 2A:

This entry records the Deferral Account Variance which is normally calculated at the end of the calendar year. However, note that since there is currently no annual rate adjustments (at Mar. 1), this entry can be made at the time of the True-up Variance entry (see Entry 2B below).

Dr. 4080 sub-account Distribution Services Revenue - PILs recovery \$3,600 Cr. 1562 Deferred Payments in Lieu of Taxes \$3,600

Entry 2B:

This entry records the True-up Variance. This is normally done after the utility has filed the tax returns for its 2002 taxation period (January 1, 2002 to December 31, 2002) and has updated the

Frequently Asked Questions

SIMPIL Spreadsheets to determine the Deferral Account Entry (True-up) which is calculated under Part IV, in the MoF Filing Variances Column of the TAXCALC spreadsheet.

Dr. 1562 Deferred Payments in Lieu of Taxes

\$7,500

Cr. 4080 sub-account Distribution Services Revenue - PILs recovery \$7,500

Entry 3:

The following entries record the actual recovery of PILs collected from customers. The first entry is to set up the accounts receivable when the utility bills customers for the recovery of PILs. The next entry is to reverse the actual amount of PILs recovery billed to customers from revenue. Thus the amount of recovery of PILs approved by the Board will be shown as revenue for reporting financial information to the OEB. This example assumes that the utility received its approved rates in March 2003 and implemented the rate changes in their April 2003 customers billings. At the end of that month and each subsequent month, the utility makes an entry crediting the portion of monthly billing that represents the recovery of PILs.

a) To set up the accounts receivable when the utility bills the customers for the recovery of PILs.

Dr. 1100 Accounts receivable

\$17,500

Cr. 4080 Distribution Services Revenue

\$17,500

b) To reverse the actual amount of PILs recovery billed to customers from revenue.

Dr. 4080 Distribution Services Revenue

\$17,500

Cr. 1562 Deferred Payments in Lieu of Taxes

\$17,500

Entry 4:

At the end of each month, the utility makes an entry to record interest. The interest amount is calculated on the monthly opening balance (exclusive of any previously computed interest). For the purposes of the example, the deemed interest rate is assumed to be 7.25 percent.

Dr. 1562 - sub-account PILs - Interest Receivable

\$73

Cr. 4405 Interest and Dividend Income

\$ 73

Frequently Asked Questions

Explanation of Entry Items under Alternative 2:

Alternative 2 is almost identical to Alternative 1 except that the recovery of PILs is credited to the Regulatory Credit account.

Please refer to Appendix B-2 for a numerical example showing the journal entries for the accounts affected from January 1, 2003 to December 31, 2003.

Entry 1:

The following entry records as revenue for reporting financial information to the OEB the monthly portion of the total annual recovery of PILs approved by the Board. (Please refer to Alternative 1 for a detailed explanation of the entry.)

Dr. 1562 Deferred Payments in Lieu of Taxes Cr. 4310 Regulatory Credits \$12,000

\$12,000

Entry 2:

The following entries record the variances resulting from changes in tax legislation and true-up of certain items from the deferral account allowance column to the actual amounts filed for tax purposes. (Please refer to Alternative 1 for detailed explanation of the entries.)

Entry 2A:

This entry records the Deferral Account Variance which is normally calculated at the end of the calendar year.

Dr. 4310 Regulatory Credits

\$3,600

Cr. 1562 Deferred Payments in Lieu of Taxes

\$3,600

Entry 2B:

This entry records the True-up Variance.

Dr. 1562 Deferred Payments in Lieu of Taxes

\$7,500

Cr. 4310 Regulatory Credits

\$7,500

Frequently Asked Questions

Entry 3:

The following entries record the actual recovery of PILs collected from customers. The first entry is to record initial entry when the utility bills the customers for the recovery of PILs.

Dr. 1100 Accounts Receivable

\$17,500

Cr. 4080 Distribution Services Revenue

\$17,500

The next entry reverses the amount billed to customers from income so that the amount approved by the Board will be shown as revenue. (Please refer to Alternative 1 for a detailed explanation of these entries.)

Dr. 4310 Regulatory Credits

\$17,500

Cr. 1562 Deferred Payments in Lieu of Taxes

\$17,500

Entry 4:

The following entry records the interest. (Please refer to Alternative 1 for a detailed explanation of the entry.)

Dr. 1562 - sub-account PILs - Interest Receivable

\$73

Cr. 4405

Interest and Dividend Income

\$73

Explanation of Entry Items under Alternative 3:

Alternative 3 shows the journal entries required to have the actual recovery of PILs billed to customers as revenue for reporting financial information to the OEB. A contra account to Account 1562 is created on the Balance Sheet to record the credit side of the recovery of PILs approved by the Board and the related adjusting entries.

Please refer to Appendix B-3 for a numerical example showing the journal entries for the accounts affected from January 1, 2003 to December 31, 2003.

Entry 1:

The following entry records the monthly recovery of PILs approved by the Board. Alternative 3 shows as revenue for reporting financial information to the OEB the actual PILs collected from customers rather than the recovery of PILs approved by the Board. Hence, in order to reflect

Frequently Asked Questions

variances between the recovery of PILs approved by the Board and the actual amounts collected from consumers in Account 1562, a contra account is created on the Balance Sheet. (Please refer to Alternative 1 for a detailed explanation of this entry.)

Dr. 1562 Deferred Payments in Lieu of Taxes

\$12,000

Cr. 1563 Deferred PILs contra account - recovery of PILs (Balance Sheet Account)

\$12,000

Entry 2A:

This entry records the variances resulting from changes in tax legislation. (Please refer to Alternative 1 for a detailed explanation of this entry.)

Dr. 1563 Deferred PILs contra account - recovery of PILs

\$3,600

Cr. 1562 Deferred Payments in Lieu of Taxes

\$ 3,600

Entry 2B:

This entry records the True-up Variance. (Please refer to Alternative 1 for a detailed explanation of this entry.)

Dr. 1562 Deferred Payments in Lieu of Taxes

\$7,500

Cr. 1563 Deferred PILs contra account - recovery of PILs

\$7,500

Entry 3:

a) This entry records the actual amount of recovery of PILs collected from customers as revenue.

Dr. 1100 Accounts receivable

\$17,500

Cr. 4080 - sub-account Distribution Services Revenue

- PILs recovery

\$17,500

b)This entry reduces the recovery of PILs approved by the Board by the actual amount collected from customers. (Please refer to Alternative 1 for detailed explanation of the entries.)

Dr. 1563 Deferred PILs contra account - recovery of PILs

\$17,500

Cr. 1562 Deferred Payments in Lieu of Taxes

\$17,500

Frequently Asked Questions

Entry 4:

The following entry records the interest. (Please refer to Alternative 1 for a detailed explanation of the entry.)

Dr. 1562 - sub-account PILs - Interest Receivable \$73

Cr. 1563 - sub-account Deferred PILs contra account

- Interest contra account \$73

Appendix A

Frequently Asked Questions

				ance Acc				
			ALTERN	ATIVE # 1	ALTERNA	TIVE # 2	ALTERNA	TIVE # 3
Entry	A/C #	Description				-		
# 1	1562	Deferred Payments In Lieu of Taxes	Dr. \$12,000	Cr.	\$12,000	Cr.	\$12,000	Cr.
	4080 sub	-Distribution Services		\$12,000				
	a/c	Revenue- PILs recovery						
	4310	Regulatory Credits				\$12,000		
	1563	Deferred PILs -Contra Account						\$12,000
2A	4080 sub	-Distribution Services Revenue- PILs recovery	\$3,600					
	4310	Regulatory Credits	42,000		\$3,600			
	1563	Deferred PILs -Contra Account			\$3,000		\$3,600	
	1562	Deferred Payments In Lieu of Taxes		\$3,600		\$3,600		\$3,600
2B	1562	Deferred Payments In Lieu						
	4000 1	of Taxes	\$7,500		\$7,500		\$7,500	
	a/c	-Distribution Services		\$7,500				
	4310	Revenue- PILs recovery Regulatory Credits		\$7,500		Φ π π ο ο		
		Deferred PILs -Contra				\$7.500		
	1563	Account						\$7,50
3	1100	Accounts Receivable	\$17,500		\$17,500		\$17,500	
	4080	Distribution Services						
		Revenue		\$17,500		\$17,500		
	4080 sub a/c	-Distribution Services Revenue- PILs recovery						\$17,50
	4080	Distribution Services Revenue	\$17,500					
	4310	Regulatory Credits			\$17,500			
	1563	Deferred PILs -Contra Account					\$17,500	
	1562	Deferred Payments In Lieu of Taxes		\$17,500		\$17,500		\$17,50
4	1562 sub a/c	-Deferred PILs - interest receivable	\$73		\$73		\$73	
	4405	Interest and Dividend Income	Ψ73	\$73	Ψ, 3	\$73	Ψ,3	
	1563 sub a/c	Deferred PILs Contra Account-Interest Contra		Ψ13		ΨΙΟ		
		Account						\$7:

Ontario Energy Board Issued: April, 2003

Barrie Hydro Distribution Inc. EB-2008-0381 Accounting Procedures Handbook Interrogatory Response- Board Staff Filed March 12, 2010 Schedule 7

Frequently Asked Questions

							lix B - 1			_				
Journal	entrie	s to record PILs varia	ance in	Account #	1562 : A	lternativ	e 1				-		-	
				P	AT ANC	E SHEET	r			INC	OME S	TATEME	NT	
		Aggunt Number	1:	100	15			o-account	40			b-account		05
						Deferred PILs		PILs -	Distribu Services Revenue	tion	Distribu	tion Revenue -	Interest and Dividend Income (see Note 1)	
D. A.	Entry		Debit/		Debit/		Debit/		Debit/		Debit/		Debit/ (Credit)	
Date: Jan. 1, 03		Description Deferral account variance		Balance 0	(Credit) (3,600)	(3,600)	(Creait)	Balance 0	(Creait)	Balance 0	3,600	3,600	(Crean)	Багапс
Jan. 31, 03		PILs monthly accrual		0	12,000	8,400		0		0	(12,000)	(8,400)		(
Jan.31, 03		Interest amount		0	12,000	8,400	(22)	(22)		0	(12,000)	(8,400)	22	22
Feb.28,03		PILs monthly accrual		0	12,000	20,400	(22)	(22)		0	(12,000)	(20,400)		22
Feb.28,03		Interest amount		0	12,000	20,400	51	29		0	(12,000)	(20,400)	(51)	(29
Mar.31,03		PILs monthly accrual		0	12,000	32,400	31	29		0	(12,000)	(32,400)	(31)	(29
Mar.31,03		Monthly billing	17,500	17,500	,,,,,,	32,400		29	(17,500)	(17,500)	(=2,000)	(32,400)		(29
Mar.31,03		Monthly billing	1.,500	17,500	(17,500)	14,900		29	17.500	0		(32,400)		(29
Mar.31,03		Interest amount		17,500	(17,500)	14,900	123	152	17,500	0		(32,400)	(123)	(152)
Apr.30,03		PILs monthly accrual		17,500	12,000	26,900	120	152		0	(12,000)	(44,400)	(123)	(152
Apr.30,03		Monthly billing	17,500	35,000		26,900		152	(17,500)	(17,500)	1 ,,	(44,400)		(152
Apr.30,03		Monthly billing		35,000	(17,500)	9,400		152	17,500	0		(44,400)		(152
Apr.30,03		Interest accrual		35,000		9,400	90	242		0		(44,400)	(90)	(242
May 31,03	1	PILs monthly accrual		35,000	12,000	21,400		242		0	(12,000)	(56,400)		(242
May 31,03		Monthly billing	17,500	52,500		21,400		242	(17,500)	(17,500)		(56,400)		(242
May 31,03		Monthly billing		52,500	(17,500)	3,900		242	17,500	0		(56,400)		(242
May 31,03	4	Interest accrual		52,500		3,900	57	299		0		(56,400)	(57)	(299
Jun.30,03		PILs monthly accrual		52,500	12,000	15,900		299		0	(12,000)	(68,400)		(299
Jun.30,03	3	Monthly billing	17,500	70,000		15,900		299	(17,500)	(17,500)		(68,400)		(299
Jun.30,03	3	Monthly billing		70,000	(17,500)	(1,600)		299	17,500	0		(68,400)		(299
Jun.30,03	2b	True-up variance		70,000	7,500	5,900		299		0	(7,500)	(75,900)		(299
Jun.30,03	4	Interest accrual		70,000		5,900	24	323		0		(75,900)	(24)	(323
July 31,03	1	PILs monthly accrual		70,000	12,000	17,900		323		0	(12,000)	(87,900)		(323
July 31,03	3	Monthly billing	22,500	92,500		17,900		323	(22,500)	(22,500)		(87,900)		(323)
July 31,03	3	Monthly billing		92,500	(22,500)	(4,600)		323	22,500	0		(87,900)		(323)
July 31.03	4	Interest accrual		92,500		(4,600)	36	358		0		(87,900)	(36)	(358)
Aug.31,03	1	PILs monthly accrual		92,500	12,000	7,400		358		0	(12,000)	(99,900)		(358)
Aug.31,03	3	Monthly billing	22,500	115,000		7,400		358	(22,500)	(22,500)		(99,900)		(358)
Aug.31,03	3	Monthly billing		115,000	(22,500)	(15,100)		358	22,500	0		(99,900)		(358)
Aug.31,03	4	Interest accrual		115,000		(15,100)	(28)	330		0		(99,900)	28	(330
Sept.30.03	1	PILs monthly accrual		115,000	12,000	(3,100)		330		0	(12,000)	(111,900)		(330
Sept.30,03	3	Monthly billing	22,500	137,500		(3,100)		330	(22,500)	(22,500)		(111,900)		(330
Sept.30,03	3	Monthly billing		137,500	(22,500)	(25,600)		330	22,500	0		(111,900)		(330
Sept.30,03	3 4	Interest accrual		137,500		(25,600)	(91)	239		0		(111,900)	91	(239
Oct.31,03	1	PILs monthly accrual		137,500	12,000	(13,600)		239		0	(12,000)	(123,900)		(239
Oct.31,03	3	Monthly billing	20,000	157,500		(13,600)		239	(20,000)	(20,000)		(123,900)		(239)
Oct.31,03	3	Monthly billing		157,500	(20,000)	(33,600)		239	20,000	0		(123,900)		(239)
Oct.31,03		Interest accrual		157,500		(33,600)	(155)	85		0		(123,900)	155	(85
Nov.30,03	1	PILs monthly accrual		157,500	12,000	(21,600)		85		0	(12,000)	(135,900)		(85
Nov.30,03	3	Monthly billing	20,000	177,500		(21,600)		85	(20,000)	(20,000)		(135,900)		(85
Nov.30,03	_	Monthly billing		177,500	(20,000)	(41,600)		85	20,000	0		(135,900)		(85
Nov.30,03	4	Interest accrual		177,500		(41,600)	(203)	(118)		0		(135,900)	203	118
Dec.31,03	1	PILs monthly accrual		177,500	12,000	(29,600)		(118)		0	(12,000)	(147,900)		118
Dec.31,03	3	Monthly billing	20,000	197,500		(29,600)		(118)	(20,000)	(20,000)		(147,900)		118
Dec.31,03	3	Monthly billing		197,500	(20,000)	(49,600)		(118)	20,000	0		(147,900)		118
Dec.31,03	4	Interest accrual		197,500		(49,600)	(251)	(370)		0		(147,900)	251	370
	Total			197,500		(49,600)		(370)	0			(147,900)		370

Ontario Energy Board Issued: April, 2003

Frequently Asked Questions

					·	Appendi	xB-2								
Journal o	entries	to record PILs varian	œ in A	ccount #156	2 : Altern	ative 2									
						ESHEET			INCOME STATEMENT						
		Account Number:	1	100	1:	562	1562 Sul	b-account_	40	080	43	310	4	405	
		A4 D	.	- Danis - Ur	D-£11	WT -	Deferred Interest		Distribut	-	Domboto	C P-		l Income	
	Entry	Account Description:	Account Debit/	s Receivable	Deferred I Debit/	1LS	Recevial Debit/	bie	Services 1 Debit/	kevenue	Debit/	ry Credits	(see Not Debit/	(e 1)	
Date:		Description		Balance		Balance		Balance		Balance		Balance		Balance	
Jan. 1, 03		Deferral account variance	(Create)	0	(3,600)		(Crail)	0	(CICILI)	C	3,600	3,600	Creat	C	
Jan.31, 03		PILs monthly accrual		0	12,000	8400		0		C	(12,000)			0	
Jan.31, 03		Interest amount		0	12,000	8400	(22)	(22)		0	(12,000)	(8,400)	22	22	
Feb.28,03		PILs monthly accrual		0	12,000	20,400		(2)		0	(12,000)			22	
Feb.28,03		Interest amount		0		20,400	51	29		0	(=3,000)	(20,400)	(51)		
Mar.31,03		PILs monthly accrual		0	12,000	32,400		29		0	(12,000)		(-)	(29)	
Mar.31,03		Monthly billing	17500	17500	(17,500)			29	(17,500)	(17,500)	17500	(14,900)		(29)	
Mar.31,03		Interest amount		17.500	(3.200)	14,900	123	152	(3.000)	(17,500)		(14,900)	(123)		
Apr.30.03	1	PILs monthly accrual		17500	12,000	26,900		152		(17,500)	(12,000)			(152)	
Apr.30,03		Monthly billing	17,500	35,000	(17,500)			152	(17,500)		17500	(9,400)		(152)	
Apr.30.03		Interest accrual		35,000		9400	90	242	(, , , , ,	(35,000)		(9,400)	(90)		
May 31,03		PILs monthly accrual		35,000	12,000	21,400		242		(35,000)	(12,000)			(242)	
May 31.03		Monthly billing	17,500	52500	(17,500)	3,900		242	(17,500)		17500	(3900)		(242)	
May 31,03		Interest accrual		52500		3900	57	299		(52,500)		(3,900)	(57)		
Jun.30.03	1	PILs monthly accrual		52500	12,000	15,900		299		(52500)	(12,000)	(15,900)		(299)	
Jun.30,03		Monthly billing	17,500	70,000	(17,500)	(1,600)		299	(17,500)		17,500	1,600		(299)	
Jun.30,03		True-up variance		70,000	7,500	5,900		299		(70,000)	(7,500)	(5,900)		(299)	
Jun.30,03	4	Interest accrual		70,000		5,900	24	323		(70,000)		(5,900)	(24)	(323)	
July 31,03	1	PILs monthly accrual		70,000	12,000	17,900		323		(70,000)	(12,000)			(323)	
July 31,03	3	Monthly billing	22500	92500	(22,500)	(4,600)		323	(22,500)	(92500)	22500	4,600		(323)	
July 31,03		Interest accrual		92,500		(4,600)	36	358		(92,500)		4,600	(36)	(358)	
Aug.31.03	1	PILs monthly accrual		92500	12,000	7,400		358		(92500)	(12,000)	(7,400)		(358)	
Aug.31,03	3	Monthly billing	22,500	115,000	(22,500)	(15,100)		358	(22,500)	(115,000)	22,500	15,100		(358)	
Aug.31.03	4	Interest accrual		115,000		(15,100)	(28)	330		(115,000)		15,100	28	(330)	
Sept.30,03	1	PILs monthly accrual		115,000	12,000	(3,100)		330		(115,000)	(12,000)	3,100		(330)	
Sept.30.03	3	Monthly billing	22500	137,500	(22,500)	(25,600)		330	(22,500)	(137,500)	22,500	25,600		(330)	
Sept.30,03		Interest accrual		137,500		(25,600)	(91)	239		(137,500)		25,600	91	(239)	
Oct.31,03	1	PILs monthly accrual		137,500	12,000	(13,600)		239		(137,500)	(12,000)	13,600		(239)	
Oct.31,03		Monthly billing	20,000	157,500	(20,000)			239	(20,000)	(157,500)	20,000	33,600		(239)	
Oct.31,03	4	Interest accrual		157,500		(33,600)	(155)	85		(157,500)		33,600	155	(85)	
Nov.30,03	1	PILs monthly accrual		157,500	12,000	(21,600)		85		(157,500)	(12,000)	21,600		(85)	
Nov.30,03	3	Monthly billing	20,000	177,500	(20,000)	(41,600)		85	(20,000)	(177,500)	20,000	41,600		(85)	
Nov.30,03	4	Interest accrual		177,500		(41,600)	(203)	(118)		(177,500)		41,600	203	118	
Dec.31,03	1	PILs monthly accrual		177,500	12,000	(29,600)		(118)		(177,500)	(12,000)	29,600		118	
Dec31.03	3	Monthly billing	20,000	197,500	(20,000)	(49,600)		(118)	(20,000)	(197,500)	20,000	49,600		118	
Dec.31,03	4	Interest accrual		197,500		(49,600)	(251)	(370)		(197,500)		49,600	251	370	
	Total			197,500		(49,600)		(370)		(197,500)		49,600		370	
Note 1:	Month	nly interest = prior month-en	nd balance	of Account#	1562 X dee	med interest r	ate/12								

Frequently Asked Questions

Journal (entries	s to record PILs varia	nce in A	ccount #1	562 · Alí	Appendi ternative								
o cur mur v		to record raise varia.			502 · / III									
					INCOME STATEMENT									
		Account Number:	11	.00	15	62	1562 Sub-account		1	563	1563-Su	b-account	4080-Sul	b-accour
		Account Description:	Account	s Receivable	Deferred PILs		Deferred PILs - Interest Receviable		Deferred Contra		Interest Account Note 1)		Distribu Services - PILs re	Revenu
Date:	Entry Item	Description	Debit/ (Credit)	Balance	Debit/ (Credit)	Balance	Debit/ (Credit)	Balance	Debit/ (Credit)	Balance	Debit/ (Credit)	Balance	Debit/ (Credit)	Balance
Jan. 1, 03		Deferral account variance			(3,600)	(3,600)	(02002)	0	3,600	3,600	(02002)		(02000)	
Jan.31, 03		PILs monthly accrual		0	12,000	8,400	(22)	(22)	(12,000)	(8,400)	22	22		
Feb.28,03		PILs monthly accrual		0	12,000	20,400	,,	(22)	(12,000)	(20,400)				
Feb.28,03		Interest amount		0		20,400	51	29		(20,400)	(51)	(29)		
Mar.31,03		PILs monthly accrual		0	12,000	32,400		29	(12,000)	(32,400)				
Mar.31,03	3	Monthly billing	17,500	17,500	(17,500)	14,900		29	17,500	(14,900)			(17,500)	(17,500
Mar.31,03		Interest amount		17,500		14,900	123	152		(14,900)	(123)	(152)		
Apr.30,03	1	PILs monthly accrual		17,500	12,000	26,900		152	(12,000)	(26,900)				
Apr.30,03	3	Monthly billing	17,500	35,000	(17,500)	9,400		152	17,500	(9,400)			(17,500)	(35,000
Apr.30,03	4	Interest accrual		35,000		9,400	90	242		(9,400)	(90)	(242)		
May 31,03	1	PILs monthly accrual		35,000	12,000	21,400		242	(12,000)	(21,400)				
May 31,03	3	Monthly billing	17,500	52,500	(17,500)	3,900		242	17,500	(3,900)			(17,500)	(52,500
May 31,03	4	Interest accrual		52,500		3900	57	299		(3,900)	(57)	(299)		
Jun.30,03	1	PILs monthly accrual		52,500	12,000	15,900		299	(12,000)	(15,900)				
Jun.30,03	3	Monthly billing	17,500	70,000	(17,500)	(1,600)		299	17,500	1,600			(17,500)	(70,000
Jun.30,03	2b	True-up variance		70,000	7,500	5900		299	(7,500)	(5,900)				
Jun.30,03	4	Interest accrual		70,000		5900	24	323		(5,900)	(24)	(323)		
July 31.03	1	PILs monthly accrual		70,000	12,000	17.900		323	(12,000)	(17,900)				
July 31,03	3	Monthly billing	22,500	92,500	(22,500)	(4,600)		323	22,500	4,600			(22,500)	(92,500
July 31,03	4	Interest accrual		92,500		(4,600)	36	358		4,600	(36)	(358)		
Aug.31,03	1	PILs monthly accrual		92,500	12,000	7,400		358	(12,000)	(7,400)				
Aug.31,03	3	Monthly billing	22,500	115,000	(22,500)	(15,100)		358	22,500	15,100			(22,500)	(115,000
Aug.31,03	4	Interest accrual		115,000		(15,100)	(28)	330		15,100	28	(330)		
Sept.30.03	1	PILs monthly accrual		115,000	12,000	(3,100)		330	(12,000)	3,100				
Sept.30.03	3	Monthly billing	22,500	137,500	(22,500)	(25,600)		330	22,500	25,600			(22,500)	(137,500
Sept.30,03	4	Interest accrual		137,500		(25,600)	(91)	239		25,600	91	(239)		
Oct.31,03		PILs monthly accrual		137,500	12,000			239	(12,000)	13,600				
Oct.31,03		Monthly billing	20,000	157,500	(20,000)	(33,600)	-	239	20,000	33,600			(20,000)	(157,500
Oct.31,03		Interest accrual		157,500		(33,600)	(155)			33,600	155	(85)		
Nov.30,03		PILs monthly accrual		157,500	12,000	(21,600)		85	(12,000)	21,600				
Nov.30,03		Monthly billing	20,000	177,500	(20,000)	(41,600)	-	85	20,000	41,600			(20,000)	(177,500
Nov.30,03		Interest accrual		177,500		(41,600)	(203)	(118)		41,600	203	118		
Dec.31,03	_	PILs monthly accrual		177.500	12,000	(29,600)	-	(118)	(12,000)	29,600				
Dec.31,03		Monthly billing	20,000	197,500	(20,000)	(49,600)	-	(118)	20,000	49,600			(20,000)	(197,500
Dec.31,03		Interest accrual		197,500		(49,600)	(251)			49,600	251	370	+	
	Total			197,500		(49,600)		(370)		49,600		370		(197,500

Barrie Hydro Distribution Inc EB-2008-0381 Schedules to Interrogatory Responses – Board Staff Filed March 12, 2010

Schedule 8

2004 AND 2005 PILS VARIANCE ANALYSIS SHEET WITH FOOTNOTES

1	A	В	С	D	E	F	G	ТН	1	I.I	К	N	0	
1	SECTION 93 PILs TAX GROS		"SIMPIL"	-		<u> </u>	<u> </u>	1		"	1	L'\	<u>_</u>	
2	Analysis of Account 1562:	Tagranton Anna	red Payment in	lieu	of Taxes			<u></u>		†	Parrio Hydi			
3				i					}	†	Barrie Hydi EB-2008-038		Version 2004.1	
4	Reporting period: 2004		j			i				1	Schedule		RRR # 2.1.8	
5			Sign Conventi	on:	+ for increase;	decrease				Genedule	0			
13	4	<u> </u>	<u> </u>	 	 	1		L	· 			1		
1		-						ļ				ì		
9	<u></u>	 	40/4/0004					1	 	· 				
	Year start: Year end:	!	10/1/2001 12/31/2001		1/1/2002		1/1/2003		1/1/2004		1/1/2005		<u>-</u>	
11	Teal ella.		12/31/2001	-	12/31/2002		12/31/2003		12/31/2004		12/31/2005	· - -	Total	
	Opening balance:	=]	L		J				لــ. ـــا				
12		<u> </u>		247999		199886		88495		(98663)		0		
1,2	Initial Estimate PILs Rate	+/-	0.47000		0.40700		4004							
13	Adjustment (1) True-up Variance	+/-	247999	846788		1094787		908788		-		3098362		
14	Adjustment (2)	T/-									20747		00747	
<u> </u>	Deferral Account Variance	+/-						—–			36717		36717	
15	Adjustment (3)			(64431)		18038				(147260)		(103653)		
	Adjustments to reported		-	(,						(147200)		(193653		
16	prior years' variances (4)												0	
],_	Carrying charges	+/-			•			~~~~		~	-		-	
17			-		-								0	
18	PILs collected from customers - Proxy (5)	-	0		/020.47 0)		44004040		(40000 (0)					
19	customers - Proxy (5)		U		(830470)		(1224216)		(1095946)		٦		(3150632)	
20	Ending balance: # 1562	i	247999		199886		88495	L	(98663)		(209206)		(209206)	
21				Ī			00100		(30003)		(209200)		(209206)	
	PILs collected from	-	L		L		Ĺ		Į.	J	L			
22	customers - Reg Assets (6)	_	0		0		0		0		0		0	
23														
24	Note:													
25	The process of the content of the content and moromore in 1002.													
26	For explanation of Account 1562 please refer to Accounting Procedures Handbook for Electric Distribution Utilities													
27	or explanation of floodatt 100	z pieas	e relei to Accou	muni	g Procedures H	andbo	ok for Electric	Distr	ibution Utilities					
27								Distr	ibution Utilities					
27	Please identify if Method 1, 2							Distr	ibution Utilities					
27								Distr	ibution Utilities					
27 28	Please identify if Method 1, 2							Distr	ibution Utilities					
27 28 31 32	Please identify if Method 1, 2 Answer:	or 3 w	as used to acco	ount	for the PILs p	оху а	ind recovery.							
27 28 31 32 33	Please identify if Method 1, 2 Answer: (1) (i) From the Initial Estimate	or 3 w	as used to acco	ount	for the PILs p	oxy a	ind recovery.	adel	heet for O4 200	1 and	d 2002.			
31 32 33 34	Please identify if Method 1, 2 Answer: (1) (i) From the Initial Estimate (ii) If the Board approved diffe	or 3 w	as used to acco	on in	Rates, Part III c	f the	TAXCALC spre	eadsl	heet for Q4 200 F13		d 2002.			
31 32 33 34 35	Please identify if Method 1, 2 Answer: (1) (i) From the Initial Estimate (ii) If the Board approved diffi (iii) Column G - In 2003, the i	or 3 w	as used to acco n, under Inclusio mounts, input th stimate should ir	ount on in ne Bo	Rates, Part III opard-approved a	f the moun	TAXCALC spreats in cells C13	eadsl and	heet for Q4 200 E13.	· · · · ·				
31 32 33 34 35 36	Please identify if Method 1, 2 Answer: (1) (i) From the Initial Estimate (ii) If the Board approved diff (iii) Column G - In 2003, the i (iv) Column I - The Q4 2001	or 3 was	n, under Inclusio mounts, input th stimate should in	on in ne Bo	Rates, Part III of pard-approved a de the Q4 2001 d from rates on	f the moun	TAXCALC spreats in cells C13 ax proxy and the	eadsl and he 20	heet for Q4 200 E13. 002 PILs tax pro	Xy.	nained			
31 32 33 34 35 36 37	Please identify if Method 1, 2 Answer: (1) (i) From the Initial Estimate (ii) If the Board approved difficiii) Column G - In 2003, the in (iv) Column I - The Q4 2001 (v) Column K - The 2002 PIL	or 3 was	n, under Inclusio mounts, input th stimate should in	on in ne Bo	Rates, Part III of pard-approved a de the Q4 2001 d from rates on	f the moun	TAXCALC spreats in cells C13 ax proxy and the	eadsl and he 20	heet for Q4 200 E13. 002 PILs tax pro	Xy.	nained			
31 32 33 34 35 36 37 38	Please identify if Method 1, 2 Answer: (1) (i) From the Initial Estimate (ii) If the Board approved diff (iii) Column G - In 2003, the i (iv) Column I - The Q4 2001	or 3 was	n, under Inclusio mounts, input th stimate should in	on in ne Bo	Rates, Part III of pard-approved a de the Q4 2001 d from rates on	f the moun	TAXCALC spreats in cells C13 ax proxy and the	eadsl and he 20	heet for Q4 200 E13. 002 PILs tax pro	Xy.	nained			
31 32 33 34 35 36 37 38 39	Please identify if Method 1, 2 Answer: (1) (i) From the Initial Estimate (ii) If the Board approved difficiii) Column G - In 2003, the in (iv) Column I - The Q4 2001 (v) Column K - The 2002 Pluto December 31, 2005.	Columi erent a initial e PILs ta s tax p	n, under Inclusio mounts, input th stimate should in ox proxy was rem proxy applies to a	on in ne Bo nclud nove Janu	Rates, Part III of pard-approved a de the Q4 2001 d from rates on party 1 to March	f the formula to the	TAXCALC spreats in cells C13 ax proxy and the 105, and the ne	eadsl and he 20 e 200	heet for Q4 200 E13. 002 PILs tax pro 02 PILs tax prox 005 PILs tax pro	oxy. y rer xy fro	nained. om April 1		-	
31 32 33 34 35 36 37 38 39 40 41	Please identify if Method 1, 2 Answer: (1) (i) From the Initial Estimate (ii) If the Board approved diffi (iii) Column G - In 2003, the i (iv) Column I - The Q4 2001 (v) Column K - The 2002 PIL to December 31, 2005. (2) From the Ministry of Finance	Columi erent a initial e PILs ta s tax p	n, under Inclusion mounts, input the stimate should in the proxy was remore the control of the c	on in ne Bo nclud nove Janu	Rates, Part III of pard-approved a de the Q4 2001 d from rates on lary 1 to March of tuture True-ups,	f the formula from the following	TAXCALC spreats in cells C13 ax proxy and the 05, and the ne	eadsl and he 20 ew 20 of the	heet for Q4 200 E13. 002 PILs tax pro 02 PILs tax pro 005 PILs tax pro	oxy. y rer xy fro	nained. om April 1 sheet			
31 32 33 34 35 36 37 38 39 40 41 42	Please identify if Method 1, 2 Answer: (1) (i) From the Initial Estimate (ii) If the Board approved diffi (iii) Column G - In 2003, the i (iv) Column I - The Q4 2001 (v) Column K - The 2002 PIL to December 31, 2005. (2) From the Ministry of Finance	Columi erent a initial e PILs ta s tax p	n, under Inclusion mounts, input the stimate should in the proxy was remore the control of the c	on in ne Bo nclud nove Janu	Rates, Part III of pard-approved a de the Q4 2001 d from rates on lary 1 to March of tuture True-ups,	f the formula from the following	TAXCALC spreats in cells C13 ax proxy and the 05, and the ne	eadsl and he 20 ew 20 of the	heet for Q4 200 E13. 002 PILs tax pro 02 PILs tax pro 005 PILs tax pro	oxy. y rer xy fro	nained. om April 1 sheet			
31 32 33 34 35 36 37 38 39 40 41 42 43	Please identify if Method 1, 2 Answer: (1) (i) From the Initial Estimate (ii) If the Board approved difficiii) Column G - In 2003, the in (iv) Column I - The Q4 2001 (v) Column K - The 2002 Plusto December 31, 2005. (2) From the Ministry of Finance (3) From the Ministry of Finance	Columierent a initial e PILs tax p Varian	n, under Inclusion impurity in a proxy was remore to a proxy applies to a proceed Column, undicee Column, undicee Column, undicee Column, undicee Column, undiceed Column, undic	on in the Bo notuce Janu ler F	Rates, Part III of pard-approved a de the Q4 2001 d from rates on pary 1 to March future True-ups, uture True-ups,	f the moun PILs tapril 131, 20	TAXCALC spreats in cells C13 ax proxy and the 105, and the ne	eadsl and he 20 e 200 ww 20 of the	heet for Q4 200 E13. 002 PILs tax prox 02 PILs tax prox 005 PILs tax pro e TAXCALC spr	oxy. Ty rer Teads	nained. om April 1 sheet sheet			
31 32 33 34 35 36 37 38 39 40 41 42 43 44	Please identify if Method 1, 2 Answer: (1) (i) From the Initial Estimate (ii) If the Board approved difficiii) Column G - In 2003, the in (iv) Column I - The Q4 2001 (v) Column K - The 2002 Plusto December 31, 2005. (2) From the Ministry of Finance (3) From the Ministry of Finance	Columierent a initial e PILs tax p Varian	n, under Inclusion impurity stimate should in its proxy was remore to a column, undice Column, u	on in the Bo notuce Janu ler F	Rates, Part III of pard-approved a de the Q4 2001 d from rates on pary 1 to March future True-ups, uture True-ups,	f the moun PILs tapril 131, 20	TAXCALC spreats in cells C13 ax proxy and the 105, and the ne	eadsl and he 20 e 200 ww 20 of the	heet for Q4 200 E13. 002 PILs tax prox 02 PILs tax prox 005 PILs tax pro e TAXCALC spr	oxy. Ty rer Teads	nained. om April 1 sheet sheet			
31 32 33 34 35 36 37 38 39 40 41 42 43 44 45	Please identify if Method 1, 2 Answer: (1) (i) From the Initial Estimate (ii) If the Board approved difficial Column G - In 2003, the incomplete (iv) Column I - The Q4 2001 (v) Column K - The 2002 PIL to December 31, 2005. (2) From the Ministry of Finance (3) From the Ministry of Finance (4) The correcting entry should be	Columnerent a initial e PILs taus tax p Varian Varian	n, under Inclusion mounts, input the stimate should in exproxy was remoroxy applies to a cee Column, under the column, under the column, under the column with the sear the column that the cee Column in the sear the column in the search in the column in the search in the column in the search in the column in the search in the column in the search in the column in the search in the column in the search in the column in the search in the column in the search in the column in the search in the column in the search in the column in the search in the column in the search in the column in the search in the column in the search in the column in t	on in	Rates, Part III copard-approved a de the Q4 2001 d from rates on larry 1 to March suture True-ups, uture True-ups,	f the mount of the April 200 Part I	TAXCALC spreats in cells C13 ax proxy and the 105, and the ne	eadsl and he 20 e 200 ww 20 of the	heet for Q4 200 E13. 002 PILs tax prox 02 PILs tax prox 005 PILs tax pro e TAXCALC spr e TAXCALC spr g charges will h	exy. Teads Teads	nained. om April 1 sheet sheet to be reviewed.			
31 32 33 34 35 36 37 38 39 40 41 42 43 44 45 46	Please identify if Method 1, 2. Answer: (1) (i) From the Initial Estimate (ii) If the Board approved diffication (iii) Column G - In 2003, the initial Column I - The Q4 2001 (v) Column K - The 2002 PIL (v) Column K - The 2002 PIL (v) Column K - The 2005. (2) From the Ministry of Finance (3) From the Ministry of Finance (4) The correcting entry should be (5) This should equal the actual in the second control of th	Columnerent a initial e PILs taus tax p Varian Varian	n, under Inclusion mounts, input the stimate should in the proxy was remoroxy applies to the Column, unduce Column, unduce Column, unduce the period (interpretation)	on in	Rates, Part III copard-approved a de the Q4 2001 d from rates on larry 1 to March auture True-ups, uture True-ups, try was made.	f the mount plus the April 131, 200 Part I	TAXCALC spreats in cells C13 ax proxy and the 05, and the ne	eadsl and he 20 e 200 of the of the	heet for Q4 200 E13. 002 PILs tax prox 02 PILs tax prox 005 PILs tax pro e TAXCALC spr e TAXCALC spr g charges will h	exy. Teads Teads	nained. om April 1 sheet sheet to be reviewed.			
31 32 33 34 35 36 37 38 39 40 41 42 43 44 45 46 47	Please identify if Method 1, 2 Answer: (1) (i) From the Initial Estimate (ii) If the Board approved difficial Column G - In 2003, the in (iv) Column I - The Q4 2001 (v) Column K - The 2002 PIL to December 31, 2005. (2) From the Ministry of Finance (3) From the Ministry of Finance (4) The correcting entry should be from the Q4 2001 and 2002 Finance	Columnerent a initial e PILs taus fur Varian Varian ve show	n, under Inclusion mounts, input the stimate should in exproxy was remoroxy applies to express the Column, under the year the for the period (incressheets for 200	on in	Rates, Part III copard-approved a de the Q4 2001 d from rates on larry 1 to March auture True-ups, uture True-ups, try was made.	f the mount piles the April 131, 200 Part I	TAXCALC spreats in cells C13 ax proxy and the 105, and the ne V a, cell I130, over the call to the cal	eadsl and he 20 e 200 of the of the rryin	heet for Q4 200 E13. 002 PILs tax prox 02 PILs tax prox 005 PILs tax pro e TAXCALC spr e TAXCALC spr g charges will h	exy. reads reads ave	nained. om April 1 sheet sheet to be reviewed.			
31 32 33 34 35 36 37 38 39 40 41 42 43 44 45 46 47 48	Please identify if Method 1, 2. Answer: (1) (i) From the Initial Estimate (ii) If the Board approved diffication (iii) Column G - In 2003, the initial Column I - The Q4 2001 (v) Column I - The Q4 2001 (v) Column K - The 2002 PIL (v) Column K - The 2005. (2) From the Ministry of Finance (3) From the Ministry of Finance (4) The correcting entry should be (5) This should equal the actual in from the Q4 2001 and 2002 Fin 2004, use the Board-appro	Columnerent a initial e PILs taus fur Varian Varian ve show kWhs fPILs wo ved 20	n, under Inclusion mounts, input the stimate should in exproxy was remoroxy applies to express the column, under the year the for the period (incressheets for 200, 102 PILs proxy rain the accordance of the period (incressheets for 200, 102 PILs proxy rain the accordance of the period (incressheets for 200, 102 PILs proxy rain the accordance of the acco	on in ine Bonclud nove January der F e en clud 02, 2	Rates, Part III copard-approved a de the Q4 2001 d from rates on larry 1 to March auture True-ups, uture True-ups, try was made.	f the mount piles the April 131, 200 Part I	TAXCALC spreats in cells C13 ax proxy and the 105, and the ne V a, cell I130, over the call to the cal	eadsl and he 20 e 200 of the of the rryin	heet for Q4 200 E13. 002 PILs tax prox 02 PILs tax prox 005 PILs tax pro e TAXCALC spr e TAXCALC spr g charges will h	exy. reads reads ave	nained. om April 1 sheet sheet to be reviewed.			
31 32 33 34 35 36 37 38 39 40 41 42 43 44 45 46 47 48 49	Please identify if Method 1, 2 Answer: (1) (i) From the Initial Estimate (ii) If the Board approved difficial Column G - In 2003, the in (iv) Column I - The Q4 2001 (v) Column K - The 2002 PIL to December 31, 2005. (2) From the Ministry of Finance (3) From the Ministry of Finance (4) The correcting entry should be from the Q4 2001 and 2002 Finance	Columnerent a initial e PILs taus fur Varian Varian ve show kWhs fPILs wo ved 20	n, under Inclusion mounts, input the stimate should in exproxy was remoroxy applies to express the column, under the year the for the period (incressheets for 200, 102 PILs proxy rain the accordance of the period (incressheets for 200, 102 PILs proxy rain the accordance of the period (incressheets for 200, 102 PILs proxy rain the accordance of the acco	on in ine Bonclud nove January der F e en clud 02, 2	Rates, Part III copard-approved a de the Q4 2001 d from rates on larry 1 to March auture True-ups, uture True-ups, try was made.	f the mount piles the April 131, 200 Part I	TAXCALC spreats in cells C13 ax proxy and the 105, and the ne V a, cell I130, over the call to the cal	eadsl and he 20 e 200 of the of the rryin	heet for Q4 200 E13. 002 PILs tax prox 02 PILs tax prox 005 PILs tax pro e TAXCALC spr e TAXCALC spr g charges will h	exy. reads reads ave	nained. om April 1 sheet sheet to be reviewed.			
31 32 33 34 35 36 37 38 39 40 41 42 43 44 45 46 47 48 49 50 51	Please identify if Method 1, 2 Answer: (1) (i) From the Initial Estimate (ii) If the Board approved difficial Column G - In 2003, the interpretation (iv) Column I - The Q4 2001 (v) Column K - The 2002 PIL to December 31, 2005. (2) From the Ministry of Finance (3) From the Ministry of Finance (4) The correcting entry should be from the Q4 2001 and 2002 Fin 2004, use the Board-approtence above for Janual 6) Any interim PILs recovery from	Columnerent a initial e PILs taus tax p Varian Varian ve show kWhs f PILs wo ved 20 ury 1 to	n, under Inclusion mounts, input the stimate should in exproxy was remoroxy applies to express the Column, under the year the for the period (incressheets for 2000 102 PILs proxy ray March 31, 2004 Reg Asset decision.	on in in the Boncluck on the B	Rates, Part III coard-approved a de the Q4 2001 d from rates on lary 1 to March suture True-ups, uture True-ups, try was made. In the period Approved the period Approved the period Approved to the period Approved the period Approved the period Approved to the period Approved the period Approved the period Approved to th	f the mount PILs to April 1 and 1 at per y 1 to to ril 1 to	TAXCALC spreats in cells C13 ax proxy and the 105, and the ne V a, cell I130, over the case of the cas	eadsl and he 20 e 200 of the of the plied o4.	heet for Q4 200 E13. 002 PILs tax pro 02 PILs tax pro 05 PILs tax pro e TAXCALC spr e TAXCALC spr g charges will h by the PILs pro	eads ave axy resurvey from the seads ave axy resurvey resurvey	mained. om April 1 sheet sheet to be reviewed. ates			
31 32 33 34 35 36 37 38 39 40 41 42 43 44 45 46 47 48 49 50 51 52	Please identify if Method 1, 2. Answer: (1) (i) From the Initial Estimate (ii) If the Board approved diffication (iii) Column G - In 2003, the initial Column I - The Q4 2001 (v) Column I - The Q4 2001 (v) Column K - The 2002 PIL (v) Column K - The 2005. (2) From the Ministry of Finance (3) From the Ministry of Finance (4) The correcting entry should be (5) This should equal the actual in from the Q4 2001 and 2002 Fin 2004, use the Board-appro	Columnerent a initial e PILs taus tax p Varian Varian ve show kWhs f PILs wo ved 20 ury 1 to	n, under Inclusion mounts, input the stimate should in exproxy was remoroxy applies to express the Column, under the year the for the period (incressheets for 2000 102 PILs proxy ray March 31, 2004 Reg Asset decision.	on in in the Boncluck on the B	Rates, Part III coard-approved a de the Q4 2001 d from rates on lary 1 to March suture True-ups, uture True-ups, try was made. In the period Approved the period Approved the period Approved to the period Approved the period Approved the period Approved to the period Approved the period Approved the period Approved to th	f the mount PILs to April 1 and 1 at per y 1 to to ril 1 to	TAXCALC spreats in cells C13 ax proxy and the 105, and the ne V a, cell I130, over the case of the cas	eadsl and he 20 e 200 of the of the of the plied o4.	heet for Q4 200 E13. 002 PILs tax pro 02 PILs tax pro 05 PILs tax pro e TAXCALC spr e TAXCALC spr g charges will h by the PILs pro	eads ave axy resurvey from the seads ave axy resurvey resurvey	mained. om April 1 sheet sheet to be reviewed. ates	xes		
31 32 33 34 35 36 37 38 39 40 41 42 43 44 45 46 47 48 49 50 51 52 53	Please identify if Method 1, 2 Answer: (1) (i) From the Initial Estimate (ii) If the Board approved difficial Column G - In 2003, the interpretation (iv) Column I - The Q4 2001 (v) Column K - The 2002 PIL to December 31, 2005. (2) From the Ministry of Finance (3) From the Ministry of Finance (4) The correcting entry should be from the Q4 2001 and 2002 Fin 2004, use the Board-approtence above for Janual 6) Any interim PILs recovery from	Columnerent a initial e PILs taus tax p Varian Varian ve show kWhs f PILs wo ved 20 ury 1 to	n, under Inclusion mounts, input the stimate should in exproxy was remoroxy applies to express the Column, under the year the for the period (incressheets for 2000 102 PILs proxy ray March 31, 2004 Reg Asset decision.	on in in the Boncluck on the B	Rates, Part III coard-approved a de the Q4 2001 d from rates on lary 1 to March suture True-ups, uture True-ups, try was made. In the period Approved the period Approved the period Approved to the period Approved the period Approved the period Approved to the period Approved the period Approved the period Approved to th	f the mount PILs to April 1 and 1 at per y 1 to to ril 1 to	TAXCALC spreats in cells C13 ax proxy and the 105, and the ne V a, cell I130, over the case of the cas	eadsl and he 20 e 200 of the of the of the plied o4.	heet for Q4 200 E13. 002 PILs tax pro 02 PILs tax pro 05 PILs tax pro e TAXCALC spr e TAXCALC spr g charges will h by the PILs pro	eads ave axy resurvey from the seads ave axy resurvey resurvey	mained. om April 1 sheet sheet to be reviewed. ates	xes		
31 32 33 34 35 36 37 38 39 40 41 42 43 44 45 46 47 48 49 50 51 52 53	Please identify if Method 1, 2 Answer: (1) (i) From the Initial Estimate (ii) If the Board approved difficial Column G - In 2003, the interpretation (iv) Column I - The Q4 2001 (v) Column K - The 2002 PIL to December 31, 2005. (2) From the Ministry of Finance (3) From the Ministry of Finance (4) The correcting entry should be from the Q4 2001 and 2002 Fin 2004, use the Board-approtence above for Janual 6) Any interim PILs recovery from	Columnerent a initial e PILs taus tax p Varian Varian ve show kWhs f PILs wo ved 20 ury 1 to	n, under Inclusion mounts, input the stimate should in exproxy was remoroxy applies to express the Column, under the year the for the period (incressheets for 2000 102 PILs proxy ray March 31, 2004 Reg Asset decision.	on in in the Boncluck on the B	Rates, Part III coard-approved a de the Q4 2001 d from rates on lary 1 to March suture True-ups, uture True-ups, try was made. In the period Approved the period Approved the period Approved to the period Approved the period Approved the period Approved to the period Approved the period Approved the period Approved to th	f the mount PILs to April 1 and 1 at per y 1 to to ril 1 to	TAXCALC spreats in cells C13 ax proxy and the 105, and the ne V a, cell I130, over the case of the cas	eadsl and he 20 e 200 of the of the of the plied o4.	heet for Q4 200 E13. 002 PILs tax pro 02 PILs tax pro 05 PILs tax pro e TAXCALC spr e TAXCALC spr g charges will h by the PILs pro	eads ave axy resurvey from the seads ave axy resurvey resurvey	mained. om April 1 sheet sheet to be reviewed. ates	xes		
31 32 33 34 35 36 37 38 39 40 41 42 43 44 45 46 47 48 49 50 51 52 53	Please identify if Method 1, 2 Answer: (1) (i) From the Initial Estimate (ii) If the Board approved difficial Column G - In 2003, the interpretation (iv) Column I - The Q4 2001 (v) Column K - The 2002 PIL to December 31, 2005. (2) From the Ministry of Finance (3) From the Ministry of Finance (4) The correcting entry should be from the Q4 2001 and 2002 Fin 2004, use the Board-approtence above for Janual 6) Any interim PILs recovery from	Columnerent a initial e PILs taus tax p Varian Varian ve show kWhs f PILs wo ved 20 ury 1 to	n, under Inclusion mounts, input the stimate should in exproxy was remoroxy applies to express the Column, under the year the for the period (incressheets for 2000 102 PILs proxy ray March 31, 2004 Reg Asset decision.	on in in the Boncluck on the B	Rates, Part III coard-approved a de the Q4 2001 d from rates on lary 1 to March suture True-ups, uture True-ups, try was made. In the period Approved the period Approved the period Approved to the period Approved the period Approved the period Approved to the period Approved the period Approved the period Approved to th	f the mount PILs to April 1 and 1 at per y 1 to to ril 1 to	TAXCALC spreats in cells C13 ax proxy and the 105, and the ne V a, cell I130, over the case of the cas	eadsl and he 20 e 200 of the of the of the plied o4.	heet for Q4 200 E13. 002 PILs tax pro 02 PILs tax pro 05 PILs tax pro e TAXCALC spr e TAXCALC spr g charges will h by the PILs pro	eads ave axy resurvey from the seads ave axy resurvey resurvey	mained. om April 1 sheet sheet to be reviewed. ates	xes		
31 32 33 34 35 36 37 38 39 40 41 42 43 44 45 46 47 48 49 50 51 52 53	Please identify if Method 1, 2 Answer: (1) (i) From the Initial Estimate (ii) If the Board approved difficial Column G - In 2003, the interpretation (iv) Column I - The Q4 2001 (v) Column K - The 2002 PIL to December 31, 2005. (2) From the Ministry of Finance (3) From the Ministry of Finance (4) The correcting entry should be from the Q4 2001 and 2002 Fin 2004, use the Board-approtence above for Janual 6) Any interim PILs recovery from	Columnerent a initial e PILs taus tax p Varian Varian ve show kWhs f PILs wo ved 20 ury 1 to	n, under Inclusion mounts, input the stimate should in exproxy was remoroxy applies to express the Column, under the year the for the period (incressheets for 2000 102 PILs proxy ray March 31, 2004 Reg Asset decision.	on in in the Boncluck on the B	Rates, Part III coard-approved a de the Q4 2001 d from rates on lary 1 to March suture True-ups, uture True-ups, try was made. In the period Approved the period Approved the period Approved to the period Approved the period Approved the period Approved to the period Approved the period Approved the period Approved to th	f the mount PILs to April 1 and 1 at per y 1 to to ril 1 to	TAXCALC spreats in cells C13 ax proxy and the 105, and the ne V a, cell I130, over the case of the cas	eadsl and he 20 e 200 of the of the of the plied o4.	heet for Q4 200 E13. 002 PILs tax pro 02 PILs tax pro 05 PILs tax pro e TAXCALC spr e TAXCALC spr g charges will h by the PILs pro	eads ave axy resurvey from the seads ave axy resurvey resurvey	mained. om April 1 sheet sheet to be reviewed. ates	xes		
31 32 33 34 35 36 37 38 39 40 41 42 43 44 45 46 47 48 49 50 51 52	Please identify if Method 1, 2 Answer: (1) (i) From the Initial Estimate (ii) If the Board approved difficial Column G - In 2003, the interpretation (iv) Column I - The Q4 2001 (v) Column K - The 2002 PIL to December 31, 2005. (2) From the Ministry of Finance (3) From the Ministry of Finance (4) The correcting entry should be from the Q4 2001 and 2002 Fin 2004, use the Board-approtence above for Janual 6) Any interim PILs recovery from	Columnerent a initial e PILs taus tax p Varian Varian ve show kWhs f PILs wo ved 20 ury 1 to	n, under Inclusion mounts, input the stimate should in exproxy was remoroxy applies to express the Column, under the year the for the period (incressheets for 2000 102 PILs proxy ray March 31, 2004 Reg Asset decision.	on in in the Boncluck on the B	Rates, Part III coard-approved a de the Q4 2001 d from rates on lary 1 to March suture True-ups, uture True-ups, try was made. In the period Approved the period Approved the period Approved to the period Approved the period Approved the period Approved to the period Approved the period Approved the period Approved to th	f the mount PILs to April 1 and 1 at per y 1 to to ril 1 to	TAXCALC spreats in cells C13 ax proxy and the 105, and the ne V a, cell I130, over the case of the cas	eadsl and he 20 e 200 of the of the of the plied o4.	heet for Q4 200 E13. 002 PILs tax pro 02 PILs tax pro 05 PILs tax pro e TAXCALC spr e TAXCALC spr g charges will h by the PILs pro	eads ave axy resurvey from the seads ave axy resurvey resurvey	mained. om April 1 sheet sheet to be reviewed. ates	xes		

	T' A	В	С	D	E	F	G	101					<u>, , , , , , , , , , , , , , , , , , , </u>		
1	SIMPIL RRR FILING	1 5	ļ	U		+-	1	Н		J	K	느	M	N	0
2	Analysis of Account 1562:	Defe	red Payments in	lio	u of Tayon							ļ	ļ	!	
3		Delei	red r ayments in	1 116	u oi iaxes	1	1	l		ļļ		; 	Barrie Hy	dro -	
4			-		; Sian Conventi	inn: 4	! + for increase;	for d	Ingraga	L+			EB-2008-0	381 -	rsion 2005.1
5	7	1	1		oigh convent	UII.		101 0	iecrease			Ļ	Cobodu	00 I R	RR # 2.1.8
6		· †								l-i			Schedu	ie o	
7		1				+									
ŧ.	Year start:		10/1/2001		1/1/2002	†	1/1/2003		1/1/2004		1/1/2005	· ··	4/4/0000		
9	Year end:	T	12/31/2001		12/31/2002	-	12/31/2003		12/31/2004		12/31/2005		1/1/2006	- + -	
10			!		120112002	1	72/01/2000		12/31/2004		12/3/1/2005		4/30/2006		Total
111	Opening balance:	=	_		_	Kenen	J				i		Í		
 '	Board-approved PILs tax	+/-	. 0_		0		. 0		0		0		0		0
12	proxy from Decisions (1)	+/-													
		+	_				. 0		0		0		0		0
12	True-up Variance	+/-											-		
10	Adjustment Q4, 2001 (2) True-up Variance	+/-					-		-		0		0		0
1,	l '	+/-											-		
		 	· · · · · · · · · · · · · · · · · · ·						_				0_		0
1=	Deferral Account Variance	i					-								
13	Adjustment Q4, 2001 (4)	 													0
١.,	Deferral Account Variance	+/-									-		-		_
16	Adjustment (5)	<u> </u>											0		0
	Adjustments to reported	+/-					-		-		***				ĭ
1/	prior years' variances (6)		-												n
18	Carrying charges (7)	+/-							_				-		ĭ
H-0	PILs collected from	<u> </u>							_		-				o
19		-	0											_	
20	customers - Proxy (8)	 	0_	_	Г		· · ·		_		ro:			_	0]
	Ending balance: # 1562	 	0	L	0										
22		٠.		=	0	3	0	327	0		0	=	0		0
23															
24	NOTE: The purpose of this wo	rksheet	is to show the me	ove	ment in Accoun	t 156	2 which establish	nes th	e receivable fr	om o	r liability to rato	20110]
25	For explanation of Account 156	2 pleas	e refer to Account	ting	Procedures Ha	ndbo	ok for Electric D	stribu	tion Utilities an	nd FA	· Παυπίζιο ταιθ	paye	118.		1
27	Diagon identify if Marked 4 0	0								, G , , ,	(Q April 2000),				.
28	. iodoo idonaily ii iliediod 1, 2	UI J Wa	is used to accou	nt 1	or the PILS pro	оху а	nd recovery. A	NSW	ER:	-					1
29	(1) (i) From the Board's Decisi	on - see	Inclusion in Rate	es.	Part III of the TA	ΧΟΔ	I C enreadeboot	for O	1 2001 and 200	20					1
	1 10030 1113011 1110 (44, 201	אטוט ויכ	v ili Columni C eve	an n	TOUGH IT WAS AN	りょういん	ad attactive Marc	トイ つ	000 Des Vidit	JZ. 	h 0.1.1				İ
31	(ii) ii tilo boald apploved un	ICICIL C	BOOUNIS. BIDDE ING	: 150	arn-annroved a	mour	ate in calle C12 -	.nd ⊏1	10		es began Octor	эег т	, 2001.		
32	(iii) Column G - In 2003, the	ınıtıal es	stimate should inc	buk	e the Q4 2001 F	711 s t	ay provu and the	2002	Dil a toy prove	,					1
33	(IV) Column 1 - The Q4 2001	PILS ta:	x proxv was remo	ved	from rates on A	Anril 1	1 2004 and the 1	nna t	Ill a tau annu.		inad				
34	(V) Column K - The 2002 Pi	_s tax d	roxy applies to Ja	เกเเล	arv 1 to March 3	1 20	05 and the now	2005	DIL a face was in .	£	4 . 24	mbo	21 2005		
	(vi) Column M - In 2006, the	prorate	d 2005 PILs tax p	rox	will used for th	e per	riod from Januar	/ 1. 20	006 to April 30	2006	S Thin I to Dece	mbe	ar a r, 2005.		Í
37															- 1
38	(2) From the Ministry of Finance	vanan	ce Column, under	r Fu	iture True-ups, I	Part I	V a, cell l133, of	the T	AXCALC sprea	adshe	et. The Q4, 200	01 pi	roxy has to be		
39	trued up in 2002, 2003 and	i for the	period January 1	- M	larch 31, 2004.	Input	the variance in	the wh	nole year recor	ncilati	on.		,		
40	3) From the Ministry of Finance	Varian	ce Column, under	Fi	ture True-une		1/ a cell l122 -4	the T	AYCALO - :						
	The true-up will compare to	o the 20	002 proxy for 2002	2. 2	003 2004 and	anus	v a, Cell 1133, Of un, 1 to March 21	200	4ACALC sprea	idshe	eet.				İ
42															i
43 (From the Ministry of Finance trued up in 2002, 2003 and	Variand	ce Column, under	Fu	ture True-ups, F	art I	V b, cell I182. of	the TA	AXCALC sprea	idshe	et The O4 20	n1 ^	rovy bac to be		- 1
44 45	trued up in 2002, 2003 and	I for the	period January 1	- M	arch 31, 2004.	Input	the deferral vari	ance i	in the whole ve	ar re	conciliation	υıμ	TUNY HAS IO DE		.]
	5) From the Ministry of Finance	Variano	e Column under	=	tues Taus 5) u	(II) 1400			, o ,					

- ups, Part IV a, cell !182, of the TAXCALC spreadsheet. The true-up will compare to the 2002 proxy for 2002, 2003, 2004 and January 1 to March 31, 2005.
- (6) The correcting entry should be shown in the year the entry was made. The true-up of the carrying charges will have to be reviewed.
- Carrying charges are calculated on a simple interest basis.
- 51 51 52 53 54 55 56 60 62 63 65 66 67 70 71 72 73 (8) (i) PILs collected from customers from March 1, 2002 to March 31, 2004 were based on a fixed charge and a volumetric charge recovery by class. The PILs rate components for Q4, 2001and 2002 were calculated in the 2002 approved RAM on sheet 6 and sheet 8. In April 2004, the PILs recovery was based on the 2002 PILs tax proxy recovered by the volumetric rate by class as calculated on sheet 7 of the 2004 RAM. The 2005 PILs tax proxy is being recovered on a volumetric basis by class. Input negative number for collections.
 - (ii) Collections should equal: (a) the actual volumes/ load (kWhs, kWs, Kva) for the period (including net unbilled at period end), multiplied by the PILs volumetric proxy rates by class (from the Q4, 2001and 2002 RAM worksheets) for 2002, 2003 and January 1 to March 31, 2004; plus, (b) customer counts by class in the same period multiplied by the PILs fixed charge rate components.
 - In 2004, use the Board-approved 2002 PILs proxy, recovered on a volumetric basis by class as calculated by the 2004 RAM, sheet 7, for the period April 1 to December 31, 2004, and add this total to the results from the sentence above for January 1 to March 31, 2004.
 - In 2005, use the Board-approved 2005 PILs proxy, recovered on a volumetric basis by class as calculated by the 2005 RAM, sheet 4, for the period April 1 to December 31, 2005. To this total, the 2004 volumetric PILs proxy rate by class should be used to calculate the recovery for the period January 1 to March 31, 2005.
 - In 2006, use the Board-approved 2005 PILs proxy, recovered on a volumetric basis by class as calculated by the 2005 RAM, sheet 4, for the period January 1 to April 30, 2006.