

July 6, 2011

Ontario Energy Board P.O. Box 2319 2300 Yonge Street 27th Floor Toronto, ON M4P 1E4 Attention: Ms. Kirsten Walli, Board Secretary

Dear Ms. Walli:

## Re: Combined PILs Proceeding, EB-2008-0381

On November 28, 2008, the Board named EnWin Utilities, Barrie Hydro and Halton Hills Hydro as the Applicants in the above noted proceeding. As a result, EnWin's request for disposition of its deferred PILs account 1562 was segregated from its 2009 Cost of Service rate application, which had been filed in September 2008. EnWin filed its initial evidence in EB-2008-0381 on December 15, 2008. In that application, EnWin sought recovery of a calculated December 31, 2007 balance of \$10,079,979.

In the years that followed the initial filing, EnWin participated in numerous conferences and discussions and filed numerous updates to its evidence. To reflect the Settlement Agreement, EnWin filed revised its SIMPIL Models and Continuity Schedule on October 7, 2010. (EnWin filed its most recent evidence on November 12, 2010, but that evidence did not include SIMPIL Models.) On December 23, 2010, the Board accepted all the terms of the Settlement Agreement, except on Issue 15. Issue 15 addressed the status of 1562 following final disposition and did not have implications for EnWin's SIMPIL models or Continuity Schedule as filed on October 7, 2010.

On June 24, 2011, the Board issued its Decision and Order. The Board largely accepted the submissions of EnWin and PowerStream/Barrie, which in a number of cases were positions shared with one or more Intervenors or Board Staff. The Board ordered the Applicants to "reflect the Board's findings and the approved Settlement Agreement in the SIMPIL models". The Board cautioned that to the extent SIMPIL models contained known errors, the Applicants would need to file models that excluded the known errors to generate the correct balances. This order was to reflect the Board's finding in Issue 3.

As the Board's Finding on Issue 3 noted, corrections had been made to the SIMPIL models throughout the proceeding. In fact, there was a tremendous amount of discussion, debate and even collaboration among the Applicants, Intervenors and Board Staff over the years which made it possible for errors to be correctly identified and remediated through various evidence updates. This was no simple feat in what has been a very complex proceeding. These successes found their zenith in the ultimate settlement of the vast majority of issues, including some that were among the most contentious and complex. Because of the nature of the combined proceeding, it was a settlement necessarily based on principled outcomes, not horse trading.

The only known error that could not be resolved in the settlement process related to the 2003 tax rate formula. It was the unsettled aspect of Issue 3. The Board resolved the matter in its Decision. The Board found that the verified tax rates should be used, even if the 2003 SIMPIL Model did not use the verified tax rate.

As noted, EnWin's October 7, 2010 filing complied with the Settlement Agreement. In order for EnWin to comply with the Board's Decision and Order, EnWin has revised its 2003 SIMPIL Model to reflect the verified tax rate. EnWin has also revised its Continuity Schedule to reflect the change to the 2003 SIMPIL Model and to provide interest calculations through to April 30, 2012. The interest calculations for October 1, 2011 to April 30, 2012 use the prescribed third quarter interest rate of 1.47%. The revised documents are enclosed. Excel versions will be forwarded to the Board Secretary and OEB Staff.

EnWin's revised calculated balance as of April 30, 2012 is \$5,443,886. EnWin will apply for recovery of the balance from its ratepayers in its next rate application, which will be for rates effective May 1, 2012.

Yours very truly,

ENWIN Utilities Ltd.

Per: Andrew J. Sasso

cc (email only): Other Applicants Duncan Skinner, OEB Staff (Case Manager) Intervenors of Record Other Parties

> From the Desk of Andrew J. Sasso, B.Comm., LL.B., Director, Regulatory Affairs P.O. Box 1625, Stn "A", 787 Ouellette Avenue, Windsor, ON N9A 5T7 Tel: 519-255-2735 Fax: 519-973-7812 Email: <u>regulatory@enwin.com</u>

**REVISED 2003 SIMPIL CALCULATION** 

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		В	C	D	Е	F	GΗ	l Maf E	J	K
	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)
	RRR # 2.1.8						_			Version 2004.2
6		_	\$					\$		\$
7	Utility Name: Enwin Powerlines Ltd.									
	Reporting period: 2003									Column
9	Days in reporting period:	365	days							Brought
10	Total days in the calendar year:	365	days							From
11										TAXREC
12										
	I) CORPORATE INCOME TAXES									
14										
	Regulatory Net Income REGINFO E53	1	11,361,314					-2,309,392		9,051,922
16										
	BOOK TO TAX ADJUSTMENTS									
18										
19	Additions:									
20	Depreciation & Amortization	2	7,289,925					1,262,099		8,552,024
	Employee Benefit Plans - Accrued, Not Paid	3	593,232					-593,232		0
22	Tax reserves - beginning of year	4						0		0
23	Reserves from financial statements - end of year	4						11,552,011		11,552,011
24	Regulatory Adjustments - increase in income	5						0		0
25	Other Additions (See Tab entitled "TAXREC")									
26	"Material" Items from "TAXREC" worksheet	6						0		0
27	Other Additions (not "Material") "TAXREC"	6						5,200		5,200
28	"Material Items from "TAXREC 2" worksheet	6						1,212,818		1,212,818
29	Other Additions (not "Material") "TAXREC 2"	6						0		0
30										
31	Deductions: Input positive numbers									
	Capital Cost Allowance and CEC	7	5,546,607					4,519,238		10,065,845
33	Employee Benefit Plans - Paid Amounts	8	285,556					-285,556		0
34	Items Capitalized for Regulatory Purposes	9	0					0		0
	Regulatory Adjustments - deduction for tax purposes in Item 5	10	0					0		0
36	Interest Expense Deemed/ Incurred	11	5,272,548					854,901		6,127,449
	Tax reserves - end of year	4						0		0
38	Reserves from financial statements - beginning of year	4						11,108,564		11,108,564
39	Contributions to deferred income plans	3						0		0
40	Contributions to pension plans	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						0		0
45	Material Items from "TAXREC 2" worksheet	12						829,356		829,356
46	Other Deductions (not "Material") "TAXREC 2"	12						0		0
47										
47 48	TAXABLE INCOME/ (LOSS)		8,139,760					28,156,006	Before loss C/F	2.242.761
	TAXABLE INCOME/ (LOSS)		8,139,760					28,156,006	Before loss C/F	2,242,761
48 49			8,139,760					28,156,006	Before loss C/F	2,242,761
48 49	BLENDED INCOME TAX RATE	13							Before loss C/F	2,242,761
48 49 50		13	8,139,760 38.62%					28,156,006 -38.6200%	Before loss C/F	
48 49 50 51	BLENDED INCOME TAX RATE	13							Before loss C/F	
48 49 50 51 52	BLENDED INCOME TAX RATE Tab Tax Rates - Regulatory from Table 1; Actual from Table 3	13	38.62%					-38.6200%		0.00%
48 49 50 51 52 53	BLENDED INCOME TAX RATE Tab Tax Rates - Regulatory from Table 1; Actual from Table 3	13	38.62%					-38.6200%		0.00%
48 49 50 51 52 53 54	BLENDED INCOME TAX RATE Tab Tax Rates - Regulatory from Table 1; Actual from Table 3	13	38.62%					-38.6200%		0.00%
48 49 50 51 52 53 54 55	BLENDED INCOME TAX RATE Tab Tax Rates - Regulatory from Table 1; Actual from Table 3 REGULATORY INCOME TAX		38.62%					-38.6200% -3,143,575	Actual	0.00%
48 49 50 51 52 53 54 55 55 56	BLENDED INCOME TAX RATE Tab Tax Rates - Regulatory from Table 1; Actual from Table 3 REGULATORY INCOME TAX Miscellaneous Tax Credits		<u>38.62%</u> <u>3,143,575</u>					-38.6200% -3,143,575	Actual	0.00%
48 49 50 51 52 53 54 55 56 57 58	BLENDED INCOME TAX RATE Tab Tax Rates - Regulatory from Table 1; Actual from Table 3 REGULATORY INCOME TAX		38.62%					-38.6200% -3,143,575	Actual	0.00%
48 49 50 51 52 53 54 55 55 56 57	BLENDED INCOME TAX RATE Tab Tax Rates - Regulatory from Table 1; Actual from Table 3 REGULATORY INCOME TAX Miscellaneous Tax Credits		<u>38.62%</u> <u>3,143,575</u>					-38.6200% -3,143,575	Actual	0.00%
48 49 50 51 52 53 54 55 56 57 58 59 60	BLENDED INCOME TAX RATE Tab Tax Rates - Regulatory from Table 1; Actual from Table 3 REGULATORY INCOME TAX Miscellaneous Tax Credits Total Regulatory Income Tax		<u>38.62%</u> <u>3,143,575</u>					-38.6200% -3,143,575	Actual	0.00%
48 49 50 51 52 53 54 55 56 57 58 59 60	BLENDED INCOME TAX RATE Tab Tax Rates - Regulatory from Table 1; Actual from Table 3 REGULATORY INCOME TAX Miscellaneous Tax Credits		<u>38.62%</u> <u>3,143,575</u>					-38.6200% -3,143,575	Actual	0.00%
48 49 50 51 52 53 54 55 56 57 58 59 60 61	BLENDED INCOME TAX RATE Tab Tax Rates - Regulatory from Table 1; Actual from Table 3 REGULATORY INCOME TAX Miscellaneous Tax Credits Total Regulatory Income Tax		<u>38.62%</u> <u>3,143,575</u>					-38.6200% -3,143,575	Actual	0.00%
48 49 50 51 52 53 54 55 55 57 58 59 60 61 62	BLENDED INCOME TAX RATE Tab Tax Rates - Regulatory from Table 1; Actual from Table 3 REGULATORY INCOME TAX Miscellaneous Tax Credits Total Regulatory Income Tax II) CAPITAL TAXES		38.62% 3,143,575 3,143,575					-38.6200% -3,143,575 0 -3,143,575	Actual	0.00%
48 49 50 51 52 53 54 55 56 57 58 59 60 61 62 63	BLENDED INCOME TAX RATE Tab Tax Rates - Regulatory from Table 1; Actual from Table 3 REGULATORY INCOME TAX Miscellaneous Tax Credits Total Regulatory Income Tax II) CAPITAL TAXES Ontario Base	14	<u>38.62%</u> <u>3,143,575</u>					-38.6200% -3,143,575	Actual	
48 49 50 51 52 53 54 55 56 57 58 59 60 61 62 63 64	BLENDED INCOME TAX RATE Tab Tax Rates - Regulatory from Table 1; Actual from Table 3 REGULATORY INCOME TAX Miscellaneous Tax Credits Total Regulatory Income Tax II) CAPITAL TAXES Ontario	14	38.62% 3,143,575 3,143,575 3,143,575 161,325,087					-38.6200% -3,143,575 0 -3,143,575 13,872,462	Actual	0.00%
48         49           50         51           52         53           54         55           57         58           59         60           61         62           63         64           65	BLENDED INCOME TAX RATE Tab Tax Rates - Regulatory from Table 1; Actual from Table 3 REGULATORY INCOME TAX Miscellaneous Tax Credits Total Regulatory Income Tax II) CAPITAL TAXES Ontario Base Less: Exemption -Tax Rates - Regulatory, Table 1; Actual, Table 3	14	38.62% 3,143,575 3,143,575 3,143,575 161,325,087 3,885,000					-38.6200% -3,143,575 0 -3,143,575 	Actual	0.00% 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0
48         49         50         51         52         53         54         55         56         57         58         59         60         61         62         63         64         65         66	BLENDED INCOME TAX RATE Tab Tax Rates - Regulatory from Table 1; Actual from Table 3 REGULATORY INCOME TAX Miscellaneous Tax Credits Total Regulatory Income Tax II) CAPITAL TAXES Ontario Base Less: Exemption -Tax Rates - Regulatory, Table 1; Actual, Table 3	14	38.62% 3,143,575 3,143,575 3,143,575 161,325,087 3,885,000					-38.6200% -3,143,575 0 -3,143,575 	Actual	0.00% 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0
48         49         50         51         52         53         54         55         56         57         58         59         60         61         62         63         64         65         66         67	BLENDED INCOME TAX RATE Tab Tax Rates - Regulatory from Table 1; Actual from Table 3 REGULATORY INCOME TAX Miscellaneous Tax Credits Total Regulatory Income Tax II) CAPITAL TAXES Ontario Base Less: Exemption -Tax Rates - Regulatory, Table 1; Actual, Table 3 Taxable Capital	14 14 15 16	38.62% 3,143,575 3,143,575 3,143,575 161,325,087 3,885,000 157,440,087					-38.6200% -3,143,575 0 0 -3,143,575 	Actual	0.00% 0 0 0 0 0 175,197,549 3,883,906 171,313,643
48 49 50 51 52 53 54 55 56 57 8 9 60 61 62 63 64 65 66 67 68	BLENDED INCOME TAX RATE Tab Tax Rates - Regulatory from Table 1; Actual from Table 3 REGULATORY INCOME TAX Miscellaneous Tax Credits Total Regulatory Income Tax II) CAPITAL TAXES Ontario Base Less: Exemption -Tax Rates - Regulatory, Table 1; Actual, Table 3 Taxable Capital	14 14 15 16	38.62% 3,143,575 3,143,575 3,143,575 161,325,087 3,885,000 157,440,087					-38.6200% -3,143,575 0 0 -3,143,575 	Actual	0.00% 0 0 0 0 0 175,197,549 3,883,906 171,313,643
48 49 50 51 52 53 54 55 56 57 58 59 60 61 62 63 64 65 66 67 68 69	BLENDED INCOME TAX RATE Tab Tax Rates - Regulatory from Table 1; Actual from Table 3 REGULATORY INCOME TAX Miscellaneous Tax Credits Total Regulatory Income Tax II) CAPITAL TAXES Ontario Base Less: Exemption -Tax Rates - Regulatory, Table 1; Actual, Table 3 Taxable Capital Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3	14 14 15 16	38.62% 3,143,575 3,143,575 161,325,087 3,885,000 157,440,087 0.3000%					-38.6200% -3,143,575 0 -3,143,575 	Actual	0.00% 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0
48 49 50 51 52 53 54 55 56 57 58 59 60 61 62 63 64 65 66 67 88 69 70 71	BLENDED INCOME TAX RATE Tab Tax Rates - Regulatory from Table 1; Actual from Table 3 REGULATORY INCOME TAX Miscellaneous Tax Credits Total Regulatory Income Tax II) CAPITAL TAXES Ontario 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	14 14 15 16	38.62% 3,143,575 3,143,575 161,325,087 3,885,000 157,440,087 0.3000%					-38.6200% -3,143,575 0 -3,143,575 	Actual	0.00% 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0
48         49           50         51           52         53           54         55           57         58           59         60           61         62           63         64           65         66           67         68           69         70           71         72	BLENDED INCOME TAX RATE Tab Tax Rates - Regulatory from Table 1; Actual from Table 3 REGULATORY INCOME TAX Miscellaneous Tax Credits Total Regulatory Income Tax II) CAPITAL TAXES Ontario Base Less: Exemption -Tax Rates - Regulatory, Table 1; Actual, Table 3 Taxable Capital Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3	14 14 15 15 16 17	38.62% 3,143,575 3,143,575 161,325,087 3,885,000 157,440,087 0.3000% 472,320					-38.6200% -3,143,575 0 0 -3,143,575 13,872,462 -1,094 13,871,368 0.0000% 41,621	Actual	0.00% 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0
48 49 50 51 52 53 54 55 56 57 58 59 60 61 62 63 46 56 66 70 70 71 72 73	BLENDED INCOME TAX RATE Tab Tax Rates - Regulatory from Table 1; Actual from Table 3 REGULATORY INCOME TAX Miscellaneous Tax Credits Total Regulatory Income Tax II) CAPITAL TAXES Ontario 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	14 14 15 15 16 17 17	38.62% 3,143,575 3,143,575 3,143,575 161,325,087 0,3000% 472,320 161,325,087					-38.6200% -3,143,575 0 0 -3,143,575 	Actual	0.00% 0 0 0 175,197,549 3,883,906 171,313,643 0.3000% 513,941 186,859,157
48         49         50         51         52         53         54         55         56         57         78         59         60         61         62         63         64         55         66         67         88         69         70         71         72         73         74	BLENDED INCOME TAX RATE Tab Tax Rates - Regulatory from Table 1; Actual from Table 3 REGULATORY INCOME TAX Miscellaneous Tax Credits Total Regulatory Income Tax II) CAPITAL TAXES Ontario 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	14 14 15 15 16 17	38.62% 3,143,575 3,143,575 3,143,575 161,325,087 3,885,000 157,440,087 0.3000% 472,320 161,325,087 7,770,000					-38.6200% -3,143,575 0 0 -3,143,575 	Actual	0.00% 0 0 0 0 0 175,197,549 3,883,906 171,313,643 0.3000% 513,941 186,859,157 7,844,988
48         49         50         51         53         54         55         56         57         58         59         60         61         62         63         64         65         66         67         88         69         70         71         72         73         74         75	BLENDED INCOME TAX RATE Tab Tax Rates - Regulatory from Table 1; Actual from Table 3 REGULATORY INCOME TAX Miscellaneous Tax Credits Total Regulatory Income Tax II) CAPITAL TAXES Ontario 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	14 14 15 15 16 17 17	38.62% 3,143,575 3,143,575 3,143,575 161,325,087 0,3000% 472,320 161,325,087					-38.6200% -3,143,575 0 0 -3,143,575 	Actual	0.00% 0 0 0 175,197,549 3,883,906 171,313,643 0.3000% 513,941 186,859,157
48         49         50         51         52         53         54         55         56         57         58         59         60         61         62         63         64         56         66         67         68         69         70         71         72         73         74         75         76	BLENDED INCOME TAX RATE Tab Tax Rates - Regulatory from Table 1; Actual from Table 3 REGULATORY INCOME TAX Miscellaneous Tax Credits Total Regulatory Income Tax II) CAPITAL TAXES Ontario 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 Tax Rates - Regulatory, Table 1; Actual, Table 3 Miscellare Corporations Tax Taxable Capital	14 14 15 16 16 17 17 17 18 18	38.62% 3,143,575 3,143,575 161,325,087 3,885,000 157,440,087 0.3000% 472,320 161,325,087 7,770,000 153,555,087					-38.6200% -3,143,575 0 0 -3,143,575 13,872,462 -1,094 13,871,368 0.0000% 41,621 25,534,070 78,988 25,613,058	Actual	0.00% 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0
48         49         50         51         55<	BLENDED INCOME TAX RATE Tab Tax Rates - Regulatory from Table 1; Actual from Table 3 REGULATORY INCOME TAX Miscellaneous Tax Credits Total Regulatory Income Tax II) CAPITAL TAXES Ontario 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	14 14 15 15 16 17 17	38.62% 3,143,575 3,143,575 3,143,575 161,325,087 3,885,000 157,440,087 0.3000% 472,320 161,325,087 7,770,000					-38.6200% -3,143,575 0 0 -3,143,575 	Actual	0.00% 0 0 0 0 0 175,197,549 3,883,906 171,313,643 0.3000% 513,941 186,859,157 7,844,988
48         49         50         51         52         53         54         55         56         57         58         59         60         61         62         63         64         56         66         67         68         69         70         71         72         73         74         75         76	BLENDED INCOME TAX RATE Tab Tax Rates - Regulatory from Table 1; Actual from Table 3 REGULATORY INCOME TAX Miscellaneous Tax Credits Total Regulatory Income Tax II) CAPITAL TAXES Ontario 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 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 Taxable Capital	14 14 15 16 16 17 17 17 18 18	38.62% 3,143,575 3,143,575 3,143,575 161,325,087 0,3000% 472,320 161,325,087 7,770,000 153,555,087					-38.6200% -3,143,575 0 0 -3,143,575 13,872,462 -1,094 13,871,368 0.0000% 41,621 25,534,070 78,988 25,613,058	Actual	0.00% 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0
48         49         50         51         52         53         54         55         56         57         58         59         60         61         62         63         64         65         66         7         88         69         70         71         72         73         74         75         76         77         79         79	BLENDED INCOME TAX RATE Tab Tax Rates - Regulatory from Table 1; Actual from Table 3 REGULATORY INCOME TAX Miscellaneous Tax Credits Total Regulatory Income Tax II) CAPITAL TAXES Ontario 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 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)	14 14 15 15 16 17 17 18 19 20	38.62% 3,143,575 3,143,575 3,143,575 161,325,087 3,885,000 157,440,087 0.3000% 472,320 161,325,087 7,770,000 153,555,087 0.2250% 345,499					-38.6200% -3,143,575 0 0 -3,143,575 13,872,462 -1,094 13,871,368 0.0000% 41,621 25,534,070 78,988 25,613,058 0.0000% 57,274	Actual	0.00% 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0
48         49         50         51         52         53         54         55         56         57         78         59         60         61         62         63         64         65         66         70         71         72         73         74         75         76         77         78         79         80	BLENDED INCOME TAX RATE Tab Tax Rates - Regulatory from Table 1; Actual from Table 3 REGULATORY INCOME TAX Miscellaneous Tax Credits Total Regulatory Income Tax II) CAPITAL TAXES Ontario 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 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 Taxable Capital	14 14 15 16 16 17 17 17 18 18	38.62% 3,143,575 3,143,575 3,143,575 161,325,087 3,885,000 157,440,087 0.3000% 472,320 161,325,087 7,770,000 153,555,087 0.2250%					-38.6200% -3,143,575 0 0 -3,143,575 	Actual	0.00% 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0
48         49         50         51         52         53         55         56         57         59         50         61         62         63         64         56         66         67         68         69         70         71         72         73         74         75         76         77         78         79         88         81	BLENDED INCOME TAX RATE Tab Tax Rates - Regulatory from Table 1; Actual from Table 3 REGULATORY INCOME TAX Miscellaneous Tax Credits Total Regulatory Income Tax II) CAPITAL TAXES Ontario 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 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 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	14 14 15 15 16 17 17 18 19 20	38.62% 3,143,575 3,143,575 3,143,575 161,325,087 3,885,000 157,440,087 0.3000% 472,320 161,325,087 7,770,000 153,555,087 0.2250% 345,499 91,165					-38.6200% -3,143,575 0 0 -3,143,575 	Actual	0.00% 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0
48         49         50         51         52         53         54         55         56         75         78         59         60         61         62         63         64         65         66         76         80         70         71         73         74         75         76         77         78         79         80         81	BLENDED INCOME TAX RATE Tab Tax Rates - Regulatory from Table 1; Actual from Table 3 REGULATORY INCOME TAX Miscellaneous Tax Credits Total Regulatory Income Tax II) CAPITAL TAXES Ontario 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 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)	14 14 15 15 16 17 17 18 19 20	38.62% 3,143,575 3,143,575 3,143,575 161,325,087 3,885,000 157,440,087 0.3000% 472,320 161,325,087 7,770,000 153,555,087 0.2250% 345,499					-38.6200% -3,143,575 0 0 -3,143,575 13,872,462 -1,094 13,871,368 0.0000% 41,621 25,534,070 78,988 25,613,058 0.0000% 57,274	Actual	0.00% 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0

	A	В	С	D	Е	F	G	н	1	J	К	
1	SECTION 93 PILS TAX GROSS-UP "SIMPIL"	ITEM	Initial	-			Ŭ		M of F	M of F	M of F	_
2	DEFERRAL/VARIANCE ACCOUNTS		Estimate						Filing	Filing	Filing	
3	TAX CALCULATIONS (TAXCALC)								Variance	Variance	(1)	
4	("Wires-only" business - see Tab TAXREC) RRR # 2.1.8								K-C	Explanation	(June) Version 2004.2	
6	RRR # 2.1.0		\$						\$		\$	
84	III) INCLUSION IN RATES											
85												
86 87	Income Tax Rate used for gross- up (exclude surtax)		37.50%									
88	Income Tax (proxy tax is grossed-up)	22	5,029,721							Actual 2003	0	
89	LCT (proxy tax is grossed-up)	23	406,934							Actual 2003	402,773	
90	Ontario Capital Tax (no gross-up since it is deductible)	24	472,320							Actual 2003	513,941	
91 92												
93	Total PILs for Rate Adjustment MUST AGREE WITH 2002	25	5,908,975							Actual 2003	916,714	
94	RAM DECISION		-,,									
95												
96 97	IV) FUTURE TRUE-UPS											
98	IV a) Calculation of the True-up Variance								DR/(CR)			
99	In Additions:											
	Employee Benefit Plans - Accrued, Not Paid	3							-593,232			
	Tax reserves deducted in prior year Reserves from financial statements-end of year	4							0 11,552,011			
	Regulatory Adjustments	5							0			
104	Other additions "Material" Items TAXREC	6							0			
	Other additions "Material" Items TAXREC 2	6							1,212,818			
106 107	In Deductions - positive numbers Employee Benefit Plans - Paid Amounts	8							-285,556			$\vdash$
	Items Capitalized for Regulatory Purposes	9							-203,330			
109	Regulatory Adjustments	10							0			
	Interest Adjustment for tax purposes (See Below - cell I204)	11							0			
	Tax reserves claimed in current year Reserves from F/S beginning of year	4							0 11,108,564			
113	Contributions to deferred income plans	3							0			
	Contributions to pension plans	3							0			
115	Other deductions "Material" Items TAXREC Other deductions "Material" Item TAXREC 2	12							0			
116 117	Other deductions "Material" Item TAXREC 2	12							829,356			
118	Total TRUE-UPS before tax effect	26						=	519,233			
119												
120 121	Income Tax Rate (excluding surtax) from 2003 Utility's tax return							х	35.50%			
121	Income Tax Effect on True-up adjustments							=	184,328			
123												
124	Less: Miscellaneous Tax Credits	14							0			
125 126	Total Income Tax on True-ups								184,328			
127									104,320			
128	Income Tax Rate used for gross-up (exclude surtax)								35.50%			
129	TRUE-UP VARIANCE ADJUSTMENT								285,779			
130	TRUE-UP VARIANCE ADJUSTMENT								203,779			
	IV b) Calculation of the Deferral Account Variance caused											
132	by changes in legislation											
133	REGULATORY TAXABLE INCOME /(LOSSES) (as reported in the initial			_								
134	estimate column)							=	8,139,760			
135												
136	REVISED CORPORATE INCOME TAX RATE							х	36.62%			
137 138	REVISED REGULATORY INCOME TAX	-					-	=	2,980,780			⊢
139								_	2,000,700			
140	Less: Revised Miscellaneous Tax Credits							-	0			
141 142	Total Revised Regulatory Income Tax							=	2,980,780			$\vdash$
142	Total Total Togulatory IICUITE Tax	-							2,300,780			-
	Less: Regulatory Income Tax reported in the Initial Estimate Column											
144	(Cell C58)							-	3,143,575			
145 146	Regulatory Income Tax Variance							=	-162,795			
140	regulatory moonro rax validiloo							-	-102,795			
148	Ontario Capital Tax											
149	Base							=	161,325,087			
150 151	Less: Exemption from tab Tax Rates, Table 2, cell C39 Revised deemed taxable capital							-	3,885,000 157,440,087			=
152												
153	Rate - Tab Tax Rates cell C54							х	0.3000%			
154 155	Revised Ontario Capital Tax							=	472,320			=
100	Less: Ontario Capital Tax Less: Ontario Capital Tax reported in the initial estimate column (Cell							-	412,320			
	C70)							-	472,320			
157	Regulatory Ontario Capital Tax Variance							=	0			
158 159	Federal LCT											-
160				_		_			161,325,087			
161	Less: Exemption from tab Tax Rates, Table 2, cell C40							-	7,770,000			
162	Revised Federal LCT							=	153,555,087			
163											1	

	A	В	С	D	Е	F	G	Н	I	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			\$						\$		\$	
164	Rate (as a result of legislative changes) tab 'Tax Rates' cell C51								0.2250%			
165												
166	Gross Amount								345,499			
167	Less: Federal surtax							-	91,165			
168	Revised Net LCT							=	254,334			
169												
170	Less: Federal LCT reported in the initial estimate column (Cell C82)							-	254,334			
171	Regulatory Federal LCT Variance							=	0			
172												
173	Actual Income Tax Rate used for gross-up (exclude surtax)								35.50%			
174												
175	Income Tax (grossed-up)							+	-252,396			
	LCT (grossed-up)							+	0			
	Ontario Capital Tax							+	0			
178												
179	DEFERRAL ACCOUNT VARIANCE ADJUSTMENT							=	-252,396			
180												
	TRUE-UP VARIANCE (from cell I130)							+	285,779			
182												
183	Total Deferral Account Entry (Positive Entry = Debit)							=	33,384			
184	(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)								6,211,016			
	Interest phased-in (Cell C36)								5,272,548			
193												
	Variance due to phase-in of debt component of MARR in rates								938,468			
195	according to the Board's decision											
196												
	Other Interest Variances (i.e. Borrowing Levels											
198	Above Deemed Debt per Rate Handbook)											
	Interest deducted on MoF filing (Cell K36+K41)								6,127,449			
	Total deemed interest (REGINFO CELL D61)								6,211,016			
201												
	Variance caused by excess debt			-					0			
203				-								
	Interest Adjustment for Tax Purposes (carry forward to Cell I110)			-					0			
205				-								
	Total Interest Variance								938,468			
207												

**REVISED CONTINUITY SCHEDULE** 

	A B	C D	E	F G I	H I ,	J K	L M I	1 0	P Q	R S T	U V	/ W 2	K Y	Z AA	AB
	PILs TAXES - EB-2008-0381														_
	Summary PILs 1562 Balance Jtility Name: ENWIN														_
	Reporting period: 2001- 2007		Sign Conventio	on: + for increase; - f	or decrease										
5															
6															
7	de en edende	04/40/0004	04/04/0000	04/04/0000	04/04/0004	04/04/0005	04/04/0000	04/04/0007	04/04/0000	04/04/0000	04/04/0040	04/04/0044	04/04/0040		
	Year start: Year end:	01/10/2001 31/12/2001	01/01/2002 31/12/2002	01/01/2003	01/01/2004	01/01/2005	01/01/2006	01/01/2007 31/12/2007	01/01/2008	01/01/2009 31/12/2009	01/01/2010 31/12/2010	01/01/2011 31/12/2011	01/01/2012 30/04/2012	Tota	al
10		01/12/2001	01/12/2002	01/12/2000	01112/2001	01/12/2000	011/12/2000	01112/2001	01/12/2000	01112000	0111212010	01/12/2011	00/0 //2012		
	Opening balance: =	0	1,859,278	998,445	648,113	1,028,445	649,515	4,879,941	5,086,528	5,267,135	5,318,754	5,354,943	5,421,650		0
	Board-approved PILs tax +/- proxy from Decisions														
12		1,859,278 A	5,897,602	B 9,132,725 C	7,796,788 D	6,872,826 E	2,239,926 F	_			-	_		33,799,145	5
10	Frue-up Variance Adjustment +/-		0	(07.00)	205 770	00.575	CC0 700 K							0.47 70	
13	Deferral Account Variance +/-		0	G (97,390) <u>H</u>	285,779	90,575 <u>J</u>	668,760 K	-	<u> </u>				-	947,724	·
	Adjustment				(252,396)	(389,485) L								(641,881	n
14	Changes in Tax Legislation				(232,330)	(303,403)		-						(041,001	" <u> </u>
	repeal of Federal LCT)						(57,108) <mark>M</mark>							(57,108	3)
	Carrying charges +/-				_										
10			69,453	N 49,552 O	45,578 <mark>P</mark>	51,055	126,429 <u>R</u>	206,587	<u>S</u> 180,607	51,618	36,190	66,707	22,236	906,012	2
	PILs billed to (collected from) - customers														
17		0	(6,827,888)	T (9,435,219) U	(7,495,417) V	(7,003,900) <u>V</u>	V (2,142,435) X	_						(32,904,860	))
	ssue 4 Settlement Adjustment						3,394,854 Y							3,394,854	1
19			1				0,004,004							0,004,004	
	Ending balance: # 1562	1,859,278	998,445	648,113	1,028,445	649,515	4,879,941	5,086,528	5,267,135	5,318,754	5,354,943	5,421,650	5,443,886	5,443,88	6
21													-		
22 23													-		
74													_	_	
75		nation for Change											_		
76 77				D Model; Changed to D Model; Changed to											
<u> </u>										P-2003-0189/EB-2003	-0234).				
78		_													
79	D	Original filing used	amount assumin	g May 2004 effective c	late for new PILs rate	e; Change to use an	nount based on actua	l effective date of	January 10, 2003 (RI	P-2003-0189/EB-2003	-0234).				
80	E	Changed to correct	an input error.												
81	F	No change													
82		No change													
83 84				ory asset movement ir ory asset movement ir											+
85				ory asset movement ir											
86	K	No change													
87 88	L M	Updated to reflect r No change	emoval of regulat	ory asset movement ir	SIMPIL model										
89		°.	applicable change	es to other line items o	n a monthly basis.										
90	0	Adjusted to reflect a	applicable change	es to other line items o	n a monthly basis.										
91	P			es to other line items o											
92 93				es to other line items o es to other line items o											
94				es to other line items o											
	Т	Changed to use the	e rate slivers from	rate models and cust	omer counts, kWh a	nd kW for each rate	class according to Be	oard Staff submiss	ion on June 12, 200	Э.					
95		Changed to use the	o roto olivero fra	roto modole and such	mor counter LAME	ad W/ for each r-1-		ord Stoff autor :	tion on June 40, 000		lid not include Larra		Chongod to includ		
96	U	Changed to use the	e rate slivers from	rate models and cust	omer counts, KVVh a	nu KW for each rate	class according to B	Daru Stan Sudmiss	sion on June 12, 200	<ol> <li>Also Original filing of</li> </ol>	no not include Large	Use - FA rate class	; Unanged to includ	e Large Use - FA	٩.
	V	Changed to use the	e rate slivers from	rate models and cust	omer counts, kWh a	nd kW for each rate	class according to Be	ard Staff submiss	sion on June 12, 200	<ol> <li>Also Original filing of</li> </ol>	lid not include Large	Use - FA rate class	; Changed to includ	e Large Use - FA	۹.
97											_				

		A	В	С	D	E	F	G	Н		J	К	L	М	Ν	0	Р	Q	R	S	Т	U	V	W	Х	Y	Z	AA	AB
		1	W	Changed to us	nanged to use the rate slivers from rate models and customer counts, kWh and kW for each rate class according to Board Staff submission on June 12, 2009. Also Original filing did not include Large Use - FA rate class; Changed to include Large Use - FA.															-A.									
ę	8																												
		2	Х	Changed to us	se the r	ate slivers fi	rom rate m	odels and	customer	counts, kW	h and kW	for each	rate class	according	g to Board	Staff subm	nission on	June 12,	2009. A	so Original	filing did r	not include l	Large Us	e - FA rate	class; Cl	hanged to ir	nclude Lar	ge Use - F	-A.
g	9																												
			Y	Regulatory as	sets we	re included	in the Enw	in PILs cal	culation, I	but as an in	direct resu	ult when o	cost of ser	vice was o	once again	introduced	d in 2006	a tax loss	carryforw	ard created	by regula	tory asset n	novemen	ts was credi	ted in pa	art to ratepa	yers in the	e calcula	
1	00			of rates.																									