

OPUCN

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Dec 31, 2010

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Oshawa PUC Networks Inc.

**BALANCE SHEET**

	2010 \$	Fin Statements (col D) in 'OEB Trial Balance' Tab	OEB TB (column F) in 'OEB Trial Balance' Tab	
<b>ASSETS</b>				
<b>Current</b>				
Cash and cash equivalents [including customer deposits]	10,034	10,034	(0)	10,034 (0)
Government of Canada Treasury bill [note 17]	5,475	5,475	(0)	5,475 (0)
Accounts receivable [note 13]	8,303	8,303	0	8,303 0
Payments in lieu of corporate income taxes	717	717	(0)	717 (0)
Unbilled revenue	12,491	12,491	0	11,928 (563)
Due from affiliate [note 13]	58	56	(2)	56 (2)
Inventory	214	214	0	214 0
Prepaid expenses and other	278	278	0	278 0
<b>Total current assets</b>	<b>37,570</b>	<b>37,568</b>	<b>(2)</b>	<b>37,005 (565)</b>
Property, plant and equipment, net [note 4]	52,096	52,096	0	52,096 0
Deferred IRU/leases [note 18]	535	535	0	535 0
Future income tax assets [note 7]	10,082	9,991	(91)	9,991 (91)
Other assets	89	89	(0)	89 (0)
<b>Total non-current assets</b>	<b>62,802</b>	<b>62,711</b>	<b>(91)</b>	<b>62,711 (91)</b>
<b>Total assets</b>	<b>100,372</b>	<b>100,279</b>	<b>(92)</b>	<b>99,716 (656)</b>
<b>LIABILITIES AND SHAREHOLDER'S EQUITY</b>				
<b>Current</b>				
Accounts payable for power - IESO [note 17]	8,316	8,316	0	8,316 0
Accounts payable and accrued liabilities	4,378	4,377	(1)	4,115 (263)
Customer advance payments	1,315	1,315	(0)	1,315 (0)
Current portion of long-term liabilities [note 6]	2,430	2,430	(0)	2,430 (0)
<b>Total current liabilities</b>	<b>16,439</b>	<b>16,438</b>	<b>(1)</b>	<b>16,176 (263)</b>
Note payable to shareholder [note 10]	23,064	23,064	0	23,064 0
Long-term debt [note 11]	7,000	7,000	0	7,000 0
Unrealized loss on interest rate swaps [note 17]	345	0	(345)	0 (345)
Customer advance deposits	3,115	3,115	(0)	3,115 (0)
Post-employment non-pension benefits [note 10]	10,197	10,197	(0)	10,197 (0)
Regulatory liabilities [note 5]	7,338	7,337	(0)	7,337 (0)
Employee sick leave benefits	18	18	0	18 0
<b>Total long-term liabilities</b>	<b>51,077</b>	<b>50,731</b>	<b>(345)</b>	<b>50,731 (345)</b>
<b>Total liabilities</b>	<b>67,516</b>	<b>67,169</b>	<b>(346)</b>	<b>66,907 (608)</b>
<b>Shareholder's equity</b>				
Capital stock [note 12]	23,064	23,064	(0)	23,064 (0)
Retained earnings	10,046	10,046	0	9,745 (301)
Accumulated other comprehensive loss	(254)	0	254	0 254
<b>Total shareholder's equity</b>	<b>32,856</b>	<b>33,110</b>	<b>255</b>	<b>32,808 (47)</b>
<b>Total liabilities and shareholder's equity</b>	<b>100,371</b>	<b>100,279</b>	<b>(92)</b>	<b>99,716 (655)</b>

**STATEMENT OF INCOME AND RETAINED EARNINGS**

<b>REVENUE</b>				
Sale of electrical energy	98,698	98,698	(0)	98,134 (564)
Cost of electrical energy	79,731	79,731	0	79,731 0
Net revenue from sale of electrical energy	18,967	18,967	(0)	18,403 (564)
<b>Other revenue</b>				
Regulated service	1,578	1,578	0	1,578 0
Service	135	135	(0)	135 (0)
Other	156	156	(0)	156 (0)
<b>Total other revenue</b>	<b>1,869</b>	<b>1,869</b>	<b>(0)</b>	<b>1,869 (0)</b>
<b>Net revenue</b>	<b>20,836</b>	<b>20,836</b>	<b>(0)</b>	<b>20,272 (564)</b>
<b>EXPENSES</b>				
Operations, maintenance and administrative	13,335	13,335	(0)	13,258 (77)
Allocated to property, plant and equipment and billable jobs	(4,227)	(4,228)	(1)	(4,228) (1)
Net operations, maintenance and administrative expenses	9,108	9,107	(1)	9,030 (78)
Income before the following:	11,728	11,729	1	11,242 (486)
Depreciation and amortization - property, plant and equipment	(4,574)	(4,575)	(1)	(4,390) 184
Depreciation and amortization - deferred IRU/leases	(30)	(30)	0	(30) 0
Gain on disposal of property, plant and equipment	—	0	0	0 0
Interest income	128	128	0	128 0
Interest improvement on regulatory accounts	(32)	(32)	(0)	(32) (0)
Interest expense [note 11]	(1,928)	(1,928)	(0)	(1,928) (0)
Income before payments in lieu of corporate income taxes	5,292	5,291	(1)	4,990 (302)
Provision for payments in lieu of corporate income taxes [note 7]	1,885	1,885	0	1,885 0
<b>Net income for the year</b>	<b>3,407</b>	<b>3,406</b>	<b>(1)</b>	<b>3,104 (303)</b>
Retained earnings, beginning of year	8,140	8,140	0	8,140 0
Dividends paid	(1,500)	(1,500)	0	(1,500) 0
<b>Retained earnings, end of year</b>	<b>10,047</b>	<b>10,046</b>	<b>(1)</b>	<b>9,744 (303)</b>

Oshawa PUC Networks Inc. - 2010 Trial Balance

USA	USA Description	Financial Statements Description	Fin Statements	Smart Meters	OEB TB
1005	Cash	Cash and cash equivalents [including customer deposits]	10,032,616		10,032,616
1010	Cash Advances and Working Funds	Cash and cash equivalents [including customer deposits]	1,290		1,290
1070	Current Investments	Government of Canada Treasury bill [note 17]	5,474,940		5,474,940
1100	Customer Accounts Receivable	Accounts payable and accrued liabilities	(995,120)		(995,120)
1100	Customer Accounts Receivable	Accounts receivable [note 13]	7,839,119		7,839,119
1100	Customer Accounts Receivable	Due from affiliate [note 13]	56,000		56,000
1104	Accounts Receivable - Recoverable Work	Accounts receivable [note 13]	1,061,248		1,061,248
1105	Accounts Receivable - Merchandise, Jobbing, etc.	Accounts receivable [note 13]	(226,800)		(226,800)
1110	Other Accounts Receivable	Accounts receivable [note 13]	26,850		26,850
1120	Accrued Utility Revenues	Unbilled revenue	12,491,418	(563,734)	11,927,684
1130	Accumulated Provision for Uncollectable Accounts -- Credit	Accounts receivable [note 13]	(397,268)		(397,268)
1180	Prepayments	Deferred IRU/leases [note 18]	535,000		535,000
1180	Prepayments	Other assets	12,274		12,274
1180	Prepayments	Prepaid expenses and other	159,384		159,384
1190	Miscellaneous Current and Accrued Assets	Other assets	76,608		76,608
1200	Accounts Receivable from Associated Companies	Other assets	(0)		(0)
1330	Plant Materials and Operating Supplies	Inventory	214,346		214,346
1330	Plant Materials and Operating Supplies	Inventory	118,738		118,738
1460	Other Non-Current Assets	Prepaid expenses and other	2,630		2,630
1508	Other Regulatory Assets	Accounts payable and accrued liabilities	218,007		218,007
1521	MEI Special Purpose Charge Variance Account	Regulatory liabilities [note 5]	193,992		193,992
1555	Smart Meters Recovery	Regulatory liabilities [note 5]	4,369,828		4,369,828
1556	Smart Meters OM & A	Regulatory liabilities [note 5]	76,929		76,929
1562	Deferred PILs	Regulatory liabilities [note 5]	825,543		825,543
1563	Deferred PILs - Contra	Regulatory liabilities [note 5]	(825,543)		(825,543)
1565	C & DM Costs	Regulatory liabilities [note 5]	(0)		(0)
1566	C & DM Costs Contra	Regulatory liabilities [note 5]	0		0
1580	RSVA - Wholesale Market Services	Regulatory liabilities [note 5]	(4,065,113)		(4,065,113)
1582	RSVA - One-Time	Regulatory liabilities [note 5]	62,749		62,749
1584	RSVA - Network Charges	Regulatory liabilities [note 5]	7,091,127		7,091,127
1586	RSVA - Connection Charges	Regulatory liabilities [note 5]	(3,384,372)		(3,384,372)
1588	RSVA - Commodity (Power)	Regulatory liabilities [note 5]	(2,071,647)		(2,071,647)
1590	Recovery of Regulatory Assets (25% of 2002 bal.)	Regulatory liabilities [note 5]	245,421		245,421
1595	Disposition and Recovery of Regulatory Balances	Regulatory liabilities [note 5]	(83,571)		(83,571)
1805	Land	Property, plant and equipment, net [note 4]	293,875		293,875
1808	Buildings and Fixtures	Property, plant and equipment, net [note 4]	570,963		570,963
1820	Distribution Station Equipment - Normally Primary below 50	Property, plant and equipment, net [note 4]	12,057,872		12,057,872
1835	Overhead Conductors and Devices	Property, plant and equipment, net [note 4]	50,225,428		50,225,428
1845	Underground Conductors and Devices	Property, plant and equipment, net [note 4]	63,940,852		63,940,852
1850	Line Transformers	Property, plant and equipment, net [note 4]	15,755,642		15,755,642
1860	Meters	Property, plant and equipment, net [note 4]	9,133,509		9,133,509

Oshawa PUC Networks Inc. - 2010 Trial Balance

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1910	Leasehold Improvements	Property, plant and equipment, net [note 4]	296,465		296,465
1915	Office Furniture and Equipment	Property, plant and equipment, net [note 4]	707,745		707,745
1920	Computer Equipment - Hardware	Property, plant and equipment, net [note 4]	2,074,786		2,074,786
1925	Computer Software	Property, plant and equipment, net [note 4]	235,770		235,770
1930	Transportation Equipment	Property, plant and equipment, net [note 4]	3,622,595		3,622,595
1935	Stores Equipment	Property, plant and equipment, net [note 4]	24,516		24,516
1940	Tools, Shop and Garage Equipment	Property, plant and equipment, net [note 4]	1,415,480		1,415,480
1945	Measurement and Testing Equipment	Property, plant and equipment, net [note 4]	405,788		405,788
1955	Communication Equipment	Property, plant and equipment, net [note 4]	264,585		264,585
1960	Miscellaneous Equipment	Property, plant and equipment, net [note 4]	23,602		23,602
1970	Load Management Controls - Customer Premises	Property, plant and equipment, net [note 4]	107,035		107,035
1975	Load Management Controls - Utility Premises	Property, plant and equipment, net [note 4]	1,021,693		1,021,693
1980	System Supervisory Equipment	Property, plant and equipment, net [note 4]	293,582		293,582
1995	Contributions and Grants	Property, plant and equipment, net [note 4]	(28,454,846)		(28,454,846)
2055	Construction Work in Progress--Electric	Property, plant and equipment, net [note 4]	969,391		969,391
2105	Accumulated Amortization of Electric Utility Plant - Property, Plant and Equipment, net [note 4]	Property, plant and equipment, net [note 4]	(82,890,064)		(82,890,064)
2205	Accounts Payable	Accounts payable and accrued liabilities	(655,013)		(655,013)
2205	Accounts Payable	Accounts payable for power - IESO [note 17]	(8,316,397)		(8,316,397)
2208	Customer Credit Balances	Customer advance payments	(1,314,942)		(1,314,942)
2210	Current Portion of Customer Deposits	Accounts payable and accrued liabilities	(442,181)		(442,181)
2210	Current Portion of Customer Deposits	Current portion of long-term liabilities [note 6]	(1,276,692)		(1,276,692)
2220	Miscellaneous Current and Accrued Liabilities	Accounts payable and accrued liabilities	(1,490,471)	262,079	(1,228,391)
2250	Debt Retirement Charges (DRC) Payable	Accounts payable and accrued liabilities	(585,999)		(585,999)
2264	Pensions and Employee Benefits - Current Portion	Accounts payable and accrued liabilities	0		0
2290	Commodity Taxes	Accounts payable and accrued liabilities	(103,131)		(103,131)
2292	Payroll Deductions / Expenses Payable	Accounts payable and accrued liabilities	(107,829)		(107,829)
2294	Accrual for Taxes, "Payments in Lieu" of Taxes, Etc.	Payments in lieu of corporate income taxes	716,613		716,613
2306	Employee Future Benefits	Post-employment non-pension benefits [note 10]	(10,196,920)		(10,196,920)
2310	Vested Sick Leave Liability	Employee sick leave benefits	(18,353)		(18,353)
2330	Devolpment Charge Fund	Current portion of long-term liabilities [note 6]	(1,152,885)		(1,152,885)
2335	Long Term Customer Deposits	Customer advance deposits	(3,114,580)		(3,114,580)
2350	Future Income Tax - Non-Current	Future income tax assets [note 7]	9,990,842		9,990,842
2350	Future Income Tax - Non-Current	Regulatory liabilities [note 5]	(9,990,842)		(9,990,842)
2505	Debtures Outstanding - Long Term Portion	Note payable to shareholder [note 10]	(23,064,000)		(23,064,000)
2525	Term Bank Loans - Long Term Portion	Long-term debt [note 11]	(7,000,000)		(7,000,000)
3005	Common Shares Issued	Capital stock [note 12]	(23,063,665)		(23,063,665)
3045	Unappropriated Retained Earnings	Retained earnings	(19,987,934)		(19,987,934)
3049	Dividends Payable-Common Shares	Retained earnings	1,500,000		1,500,000
3055	Adjustment to Retained Earnings	Retained earnings	11,847,462		11,847,462
4006	Residential Energy Sales	Retained earnings	(33,588,159)		(33,588,159)
4010	Commercial Energy Sales	Sale of electrical energy	(4,314,582)		(4,314,582)

Oshawa PUC Networks Inc. - 2010 Trial Balance

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4015	Industrial Energy Sales	Sale of electrical energy	(13,550,381)		(13,550,381)
4020	Energy Sales to Large Users	Sale of electrical energy	0		0
4025	Street Lighting Energy Sales	Sale of electrical energy	(17,249)		(17,249)
4035	General Energy Sales	Sale of electrical energy	(2,155,683)		(2,155,683)
4050	Revenue Adjustment	Sale of electrical energy	7,813,833		7,813,833
4055	Energy Sales for Resale	Sale of electrical energy	(17,292,343)		(17,292,343)
4062	WMS	Sale of electrical energy	(6,242,640)		(6,242,640)
4066	NS	Sale of electrical energy	(4,974,011)		(4,974,011)
4068	CS	Sale of electrical energy	(5,409,895)		(5,409,895)
4080	Distribution Services Revenue	Sale of electrical energy	(18,962,964)	563,734	(18,399,230)
4084	Serv Tx Requests	Sale of electrical energy	(3,563)		(3,563)
4210	Rent from Electric Property	Regulated service	(150,801)		(150,801)
4225	Late Payment Charges	Regulated service	(276,429)		(276,429)
4235	Miscellaneous Service Revenues	Regulated service	(1,023,804)		(1,023,804)
4235	Miscellaneous Service Revenues	Service	(28,612)		(28,612)
4324	MEI Special Purpose Charge	Regulated service	1		1
4325	Revenues from Merchandise, Jobbing, Etc.	Other	(910,936)		(910,936)
4325	Revenues from Merchandise, Jobbing, Etc.	Regulated service	0		0
4330	Costs and Expenses of Merchandising, Jobbing, Etc	Other	754,961		754,961
4330	Costs and Expenses of Merchandising, Jobbing, Etc	Regulated service	0		0
4355	Gain on Disposition of Utility and Other Property	Regulated service	0		0
4375	Revenues from Non-Utility Operations	Regulated service	(127,124)		(127,124)
4375	Revenues from Non-Utility Operations	Service	2,230		2,230
4390	Miscellaneous Non-Operating Income	Service	(108,484)		(108,484)
4405	Interest and Dividend Income	Interest improvement on regulatory accounts	(58,305)		(58,305)
4405	Interest and Dividend Income	Interest income	(128,093)		(128,093)
4405	Interest and Dividend Income	Regulated service	0		0
4705	Power Purchased	Cost of electrical energy	63,104,564		63,104,564
4708	WMS	Cost of electrical energy	6,242,640		6,242,640
4714	NW	Cost of electrical energy	4,974,011		4,974,011
4716	NCN	Cost of electrical energy	5,409,895		5,409,895
5005	Operation Supervision and Engineering	Allocated to property, plant and equipment and billable jobs	(14,234)		(14,234)
5005	Operation Supervision and Engineering	Operations, maintenance and administrative	353,232		353,232
5012	Station Buildings and Fixtures Expense	Operations, maintenance and administrative	34,488		34,488
5020	Overhead Distribution Lines and Feeders	Allocated to property, plant and equipment and billable jobs	(2,545,590)		(2,545,590)
5020	Overhead Distribution Lines and Feeders	Operations, maintenance and administrative	2,848,475		2,848,475
5025	Overhead Distribution Lines and Feeders	Operation Labour Allocated to property, plant and equipment and billable jobs	(497,274)		(497,274)
5025	Overhead Distribution Lines and Feeders	Operation Labour Allocated to property, plant and equipment and billable jobs	30,000		30,000
5025	Overhead Distribution Lines and Feeders	Operation Labour Allocated to property, plant and equipment and billable jobs	485,288		485,288
5040	Underground Distribution Lines and Feeders	Operations, maintenance and administrative	29,543		29,543
5040	Underground Distribution Lines and Feeders	Operation Labr Allocated to property, plant and equipment and billable jobs	1,133		1,133

Oshawa PUC Networks Inc. - 2010 Trial Balance

USA	USA Description	Financial Statements Description	Fin Statements	Smart Meters	OEB TB
5045	Underground Distribution Lines and Feeders - Operation Sup	Operations, maintenance and administrative	273		273
5065	Meter Expense	Allocated to property, plant and equipment and billable jobs	(210,789)		(210,789)
5065	Meter Expense	Operations, maintenance and administrative	270,252		270,252
5085	Miscellaneous Distribution Expense	Allocated to property, plant and equipment and billable jobs	(813,488)		(813,488)
5085	Miscellaneous Distribution Expense	Operations, maintenance and administrative	576,852		576,852
5105	Maintenance Supervision and Engineering	Operations, maintenance and administrative	164,895		164,895
5110	Maintenance of Structures	Operations, maintenance and administrative	990		990
5114	Maint Dist Stn Equip	Allocated to property, plant and equipment and billable jobs	132,495		132,495
5114	Maint Dist Stn Equip	Operations, maintenance and administrative	28,354		28,354
5120	Maintenance of Poles, Towers and Fixtures	Allocated to property, plant and equipment and billable jobs	294,309		294,309
5120	Maintenance of Poles, Towers and Fixtures	Operations, maintenance and administrative	185,920		185,920
5145	Maintenance of Underground Conduit	Allocated to property, plant and equipment and billable jobs	100,593		100,593
5145	Maintenance of Underground Conduit	Operations, maintenance and administrative	13,356		13,356
5155	Maintenance of Underground Services	Allocated to property, plant and equipment and billable jobs	107,121		107,121
5305	Supervision	Allocated to property, plant and equipment and billable jobs	25,853		25,853
5305	Supervision	Operations, maintenance and administrative	4,478		4,478
5310	Meter Reading Expense	Allocated to property, plant and equipment and billable jobs	72,148		72,148
5310	Meter Reading Expense	Operations, maintenance and administrative	373,822		373,822
5315	Customer Billing	Allocated to property, plant and equipment and billable jobs	(578)		(578)
5315	Customer Billing	Operations, maintenance and administrative	1,001,091		1,001,091
5320	Collecting	Allocated to property, plant and equipment and billable jobs	0		0
5320	Collecting	Operations, maintenance and administrative	259		259
5320	Collecting	Operations, maintenance and administrative	313,417		313,417
5335	Bad Debt Expense	Operations, maintenance and administrative	488,892		488,892
5340	Miscellaneous Customer Accounts Expenses	Operations, maintenance and administrative	64		64
5405	Supervision	Operations, maintenance and administrative	122,608		122,608
5410	Community Relations - Sundry	Operations, maintenance and administrative	7,563		7,563
5410	Community Relations - Sundry	Operations, maintenance and administrative	14,001		14,001
5415	Energy Conservation	Allocated to property, plant and equipment and billable jobs	(110,361)		(110,361)
5415	Energy Conservation	Operations, maintenance and administrative	93,191		93,191
5420	Community Safety Program	Allocated to property, plant and equipment and billable jobs	(244)		(244)
5420	Community Safety Program	Operations, maintenance and administrative	171,815		171,815
5425	Miscellaneous Customer Service and Informational Expenses	Allocated to property, plant and equipment and billable jobs	(1,011)		(1,011)
5425	Miscellaneous Customer Service and Informational Expenses	Operations, maintenance and administrative	463,102		463,102
5605	Executive Salaries and Expenses	Allocated to property, plant and equipment and billable jobs	498		498
5605	Executive Salaries and Expenses	Operations, maintenance and administrative	879,808	(76,914)	802,894
5610	Management Salaries and Expenses	Allocated to property, plant and equipment and billable jobs	(13,596)		(13,596)
5610	Management Salaries and Expenses	Operations, maintenance and administrative	492,093		492,093
5615	General Administrative Salaries and Expenses	Allocated to property, plant and equipment and billable jobs	(32,359)		(32,359)
5615	General Administrative Salaries and Expenses	Operations, maintenance and administrative	916,306		916,306
5620	Office Supplies and Expenses	Allocated to property, plant and equipment and billable jobs	(58,138)		(58,138)

Oshawa PUC Networks Inc. - 2010 Trial Balance

USA	USA Description	Financial Statements Description	Fin Statements	Smart Meters	OEB TB
5620	Office Supplies and Expenses	Operations, maintenance and administrative	130,423		130,423
5625	Administrative Expense Transferred-Credit	Allocated to property, plant and equipment and billable jobs	(634,822)		(634,822)
5630	Outside Services Employed	Operations, maintenance and administrative	332,425		332,425
5635	Property Insurance	Operations, maintenance and administrative	136,901		136,901
5640	Injuries and Damages	Operations, maintenance and administrative	106,212		106,212
5645	Employee Pensions and Benefits	Operations, maintenance and administrative	1,046,001		1,046,001
5655	Regulatory Expenses	Operations, maintenance and administrative	191,588		191,588
5660	General Advertising Expenses	Operations, maintenance and administrative	0		0
5665	Miscellaneous Expenses	Operations, maintenance and administrative	70,517		70,517
5670	Rent	Operations, maintenance and administrative	262,900		262,900
5675	Maintenance of General Plant	Allocated to property, plant and equipment and billable jobs	(58,000)		(58,000)
5675	Maintenance of General Plant	Operations, maintenance and administrative	526,362		526,362
5681	MEI Special Purpose Charge	Operations, maintenance and administrative	(1)		(1)
5705	Amortization Expense - Property, Plant and Equipment	Depreciation and amortization - property, plant and equipment	4,575,125	(185,165)	4,389,959
6005	Interest on Long Term Debt	Interest expense [note 11]	2,012,252		2,012,252
6035	Other Interest Expense	Interest improvement on regulatory accounts	90,565		90,565
6035	Other Interest Expense	Operations, maintenance and administrative	24,845		24,845
6040	Allowance for Borrowed Funds Used During Construction-Cr	Interest expense [note 11]	(84,042)		(84,042)
6105	Taxes Other Than Income Taxes	Operations, maintenance and administrative	197,626		197,626
6110	Income Taxes	Provision for payments in lieu of corporate income taxes [note 7]	1,885,201		1,885,201
6215	Penalties	Operations, maintenance and administrative	2,958		2,958

Total (0) (0) (0)