	A	В	С	D
1	SECTION 93 PILs TAX GROSS-UP "SIMPIL"		-	
2	REGULATORY INFORMATION (REGINFO)			
3	\ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \			
4	Utility Name Chapleau Public Utilities Corporation			Amount
5	Reporting period Q4 2001 and Year 2002			
6				
7	BACKGROUND			
8	Has the utility reviewed section 149(1) ITA to			
9	confirm that it is not subject to regular corporate			
10	tax (and therefore subject to PILs)?		Y/N	Yes
11				
	Was the utility recently acquired by Hydro One			
13	and now subject to s.89 & 90 PILs?		Y/N	No
14			_	
	Accounting Year End		Date	31-Dec
16				
_	MARR NO TAX CALCULATIONS			
	SHEET #7 FINAL RUD MODEL DATA			
_	(FROM 1999 FINANCIAL STATEMENTS)			
21	USE BOARD-APPROVED AMOUNTS			
	Data haga (wiraa anlu)			1 600 400
23	Rate base (wires-only)			1,609,408
24	Common Equity Ratio (CER)			50.00%
25	Common Equity Ivalio (CEIV)			30.00 /6
	1-CER			50.00%
27	1-OLIX			30.0070
28	Target Return On Equity			9.88%
29	Taigot Notain On Equity			3.0070
	Debt rate			7.25%
31	DODITAGO			7.2070
	Market Adjusted Revenue Requirement			137,846
33				,
	1999 return from RUD Sheet #7			6,424
35				ŕ
36	Total Incremental revenue			131,422
37	Input Board-approved dollar amounts phased-in (generally prorated			
38	on the effective date of the inclusion of MARR in rates)			
39	Amount allowed in 2001, Year 1			43,807
40	Amount allowed in 2002, Year 2			43,807
41	Amount allowed in 2003, Year 3			43,807
42				
	Equity			804,704
44				
	Return at target ROE			79,505
46				
	Debt			804,704
48				
49	Deemed interest amount in EBIT			58,341
50				
51	Phase-in of interest - Year 1			21,259
52	((D34+D39)/D32)*D49			
53	Phase-in of interest - Year 2			39,800
54	((D34+D39+D40)/D32)*D49			<b>50.044</b>
55	Phase-in of interest - Year 3 (D49)			58,341
56				

	A	В	С	D	Е	F	G	Н		J	K	L
1	SECTION 93 PILs TAX GROSS-UP "SIMPIL"	LINE	Initial	Source	Deferral	Deferral	Deferral	Source	M of F	M of F	M of F	Source
	DEFERRAL/VARIANCE ACCOUNTS		Estimate		Account	Account	Account		Filing	Filing	Filing	
	TAX CALCULATIONS (TAXCALC)			Foot-	Variance	Variance	Allowance	Foot-	Variance	Variance		Foot-
4	("Wires-only" business - see Tab TAXREC)			note	G-C	Explanation		note	K-G	Explanation	(June)	note
5			\$	#	\$	•	\$	#	\$		\$	#
6												
7	Utility Name: Chapleau Public Utilities Corporation										Column	
8	Reporting period: Q4 2001										Brought	
9											Forward	
10											From	
11											TAXREC	
	I) CORPORATE INCOME TAXES											
13												
	ACCOUNTING INCOME											
	Regulatory Net Income	1		1A	12,558		12,558	1B	-12,558		0	1C
16												
	BOOK TO TAX ADJUSTMENTS	$\perp$										
18		$\perp$										
	Additions: To Accounting Income	$\perp$										
	Depreciation & Amortization	2		2A	22,350		22,350		-22,350		0	
21	Federal Large Corporation Tax	3		3A	0			3B	0			3C
	Employee Benefit Plans - Accrued, Not Paid	4		4A	0			4B	0		0	4C
23	Change in Tax Reserves	5		5A	0			5B	0		0	
24	Regulatory Adjustments	6		6A	0			6B	0			6C
	Other Additions (See Tab entitled "TAXREC")	-		7.0				70				70
26		7		7A	0			7B	0		0	
27	"Material" Item #2	7		7A	0			7B	0		0	
28		/		7A	U			7B	U_		0	7C
	Deductions: From Accounting Income Capital Cost Allowance	8		8A	-8,453		-8,453	8B	8,453		C	8C
	Employee Benefit Plans - Paid Amounts	9		9A	-0,455		-0,433	9B	0,453 0		-	9C
32	Items Capitalized for Regulatory Purposes	10		10A	0			10B	0		- 0	
	Regulatory Adjustments	11		11A	0			11B	0		-	
34	Interest Expense Deemed/ Incurred	12		12A	-5,315		-5,315		5,315			
	Other Deductions (See Tab entitled "TAXREC")	12		12/1	0,010		0,010	120	0,010		_	120
36	"Material" Item #1	13		13A	0			13B	0		0	13C
37	"Material" Item #2	13		13A	0			13B	0		Ö	13C
38	Other Deductions (not "Material")	13		13A	0			13B	0		O	
39	(100 1101)	1.0									_	
40	REGULATORY TAXABLE INCOME		0		21,140		21,140		-21,140		C	)
41	(sum of above)											
42	,											
	CORPORATE INCOME TAX RATE											
44	Deemed %	14	19.1200%	14A	0.0000%		19.1200%	14B	19.5000%		38.6200%	14C
45												
	REGULATORY INCOME TAX											
47	Taxable Income x Rate		0		4,042		4,042		-4,042		O	)
48												
49	Miscellaneous Tax Credits	15		15A	0			15B	0			15C
50												
51	Total Regulatory Income Tax	1	0		4,042		4,042		-4,042		O	)
52		Ī										
53												
54												

	А	В	С	D	Е	F	G	Н	I	J	К	L
1	SECTION 93 PILs TAX GROSS-UP "SIMPIL"	LINE	Initial	Source	Deferral	Deferral	Deferral	Source	M of F	M of F	M of F	Source
2	DEFERRAL/VARIANCE ACCOUNTS		Estimate		Account	Account	Account		Filing	Filing	Filing	
3	TAX CALCULATIONS (TAXCALC)			Foot-	Variance	Variance	Allowance	Foot-	Variance	Variance		Foot-
4	("Wires-only" business - see Tab TAXREC)			note	G-C	Explanation		note	K-G	Explanation	(June)	note
5			\$	#	\$		\$	#	\$		\$	#
55												
56	II) CAPITAL TAXES											
57												
58	Ontario											
59	Base	16		16A	1,609,408		1,609,408	16B	-1,609,408		0	16C
60	Less: Exemption	17		17A	-5,000,000		-5,000,000	17B	5,000,000		0	17C
61	Deemed Taxable Capital		0		-3,390,592		-3,390,592		3,390,592		0	
62												
	Rate (.3%)	18	0.3000%	18A	0.0000%		0.3000%	18B	0.0000%		0.3000%	18C
64												
	Net Amount (Taxable Capital x Rate)		0		-10,172		-10,172		10,172		0	
66												
	Federal (LCT)											
	Base	19		19A	1,609,408		1,609,408		-1,609,408		0	19C
	Less: Exemption	20		20A	-10,000,000		-10,000,000	20B	10,000,000		0	20C
	Deemed Taxable Capital		0		-8,390,592		-8,390,592		8,390,592		0	
71												
	Rate (.225%)	21	0.2250%	21A	0.0000%		0.2250%	21B	0.0000%		0.2250%	21C
73												
74	Gross Amount (Taxable Capital x Rate)		0		-18,879		-18,879		18,879		0	
75	Less: Federal Surtax	22	0	22A	-237		-237	22B	237		0	22C
76												
	Net LCT		0		-19,116		-19,116		19,116		0	
78												
79												
	III) INCLUSION IN RATES MARCH 2002											
81												
82	IncomeTax (grossed-up)	23	0	23A	4,997		4,997	23B	-4,997			n/a
83	LCT (grossed-up)	24	0	24A	-23,312		-23,312		23,312			n/a
84	Ontario Capital Tax	25	0	25A	-10,172		-10,172	25B	10,172			n/a
85							-					
86		1										
	Total S. 93 PILs Rate Adjustment		0		-28,486		-28,486		28,486			
88												
89												
90												

	А	В	С	D	E	F	G	Н	I	J	К	TL
1	SECTION 93 PILs TAX GROSS-UP "SIMPIL"	LINE	Initial	Source	Deferral	Deferral	Deferral	Source	M of F	M of F	M of F	Source
2	DEFERRAL/VARIANCE ACCOUNTS		Estimate		Account	Account	Account		Filing	Filing	Filing	
3	TAX CALCULATIONS (TAXCALC)			Foot-	Variance	Variance	Allowance	Foot-	Variance	Variance	- u	Foot-
4	("Wires-only" business - see Tab TAXREC)			note	G-C	Explanation		note	K-G	Explanation	(June)	note
5	,		\$	#	\$	•	\$	#	\$	'	\$	#
91			·		·		•		*			
	IV) FUTURE TRUE-UPS (post June 2002)								DR / (CR)			+
93	Amount in M of F Filing Variance (Column I) that								5.17 (5.17)			-
	the Board orders added/subtracted from rates											-
95	EBIT	1								No true-up		_
96	Depreciation &Amortization	2								No true-up		
	Federal Large Corporation Tax	3								No true-up		-
	Employee Benefit Plans - Accrued, Not Paid	4							0	True-up		
	Change in Tax Reserves	5								True-up		-
	Regulatory Adjustments	6								True-up		
	Other additions "Material" Item #1	7								True-up		
	Other additions "Material" Item #2	7								True-up		+
	Other additions (not "Material")	7								No true-up		+
	Capital Cost Allowance	8								No true-up		-
	Employee Benefit Plans - Paid Amounts	9							0	True-up		+
106	Items Capitalized for Regulatory Purposes	10								True-up		+
107	Regulatory Adjustments	11								True-up		
108	Interest Adjustment for Tax Purposes (Cell I135)	12								True-up-See Below		
	Other deductions "Material" Item #1	13								True-up		+
	Other deductions "Material" Item #2	13								True-up		_
	Other deductions (not "Material")	13								No true-up		+
	Miscellaneous Tax Credits	15							0	True-up		+
113	Wiscellaneous Tax Oreans	13								ттие-ир		+
_	Deferral Account Entry (Positive Entry=Debit)								0	True-up		
115	Deletral Account Entry (Positive Entry=Debit)								U	rrue-up		+
116												
	V) INTEREST PORTION OF TRUE-UP											
118												
	Variance Caused By Phase-in of Deemed Debt											
120												
121	Total deemed interest (REGINFO CELL D49)								-58,341			
122	Interest phased-in - (Deferral Account Cell G34)								5,315	<u> </u>		
123								ļ				
	Variance due to phase-in of debt stucture								-53,026	1		
125	according to Rate Handbook			-								+
126		1										
127	Other Interest Variances (ie Borrowing Levels											
128	Above Deemed Debt per Rate Handbook)	+		-								4
129	1											
	Interest deducted on MoF filing (Cell K34)								50.044			
131	Total deemed interest (REGINFO CELL D49)			-					58,341			+
132	N							<u> </u>	50.011			
	Variance caused by excess debt								58,341			
134		+									<u> </u>	4
135	Interest Adjustment for Tax Purposes Cell I108								O	True-up Amount- Used	above	
136		+		1				ļ .				$\perp$
137	Total Interest Variance (Cell 134)								5,315			$\perp$
138												

	A	В	С	D	E	F
1	SECTION 93 PILS TAX GROSS-UP "SIMPIL"	LINE	M of F	Non-wires	Wires-only	Source
	TAX RETURN RECONCILIATION (TAXREC)		Corporate	Eliminations	Tax	
3	(for "wires-only" business - see s. 72 OEB Act)		Tax		Return	Foot-
4			Return			note
5						#
6						
7	Utility Name:	-				
8	Reporting period:					
10	Note: Carry forward Wires-only Data to Tab "TAXCALC"					
11	Column K					
-	I) CORPORATE INCOME TAXES					
	(Input unconsolidated financial statement data					
14	submitted with tax returns as applicable)					
_	Revenue	1			0	
-	Other Income	2			0	
	Expenses					
18	Administration	3			0	
19	Distribution  Operations and Maintenance	4			0	
20 21	Operations and Maintenance Depreciation and Amortization	5			0	
22	Municipal Property Taxes	7			0	
23	Ontario Capital Tax	8			0	
24	Federal LCT	9			0	
25	1 000101 201				•	
26	Net Income Before Interest & Income Taxes EBIT	10	0	0	0	1C
27						
28	BOOK TO TAX ADDITIONS:					
	Depreciation & Amortization		0	0	0	_
	Federal Large Corporation Tax		0	0	0	
31	Employee benefit plans-accrued, not paid				0	_
	Change in tax reserves				0	
33	Regulatory adjustments Other additions "Material" Item #1				0	
35	Other additions "Material" Item #2				0	
36	Other additions infaterial item#2		0	0	0	
-	Other Additions: (From T2 S1)		<u> </u>		<u> </u>	
	Recapture of CCA				0	7C
	Non-deductible expenses:				0	
	Club dues and fees				0	7C
41	Meals and entertainment				0	
42	Automobile				0	
43	Life insurance premiums				0	
44	Company pension plans				0	
45 46	Advertising Interest and penalties on taxes				0	
47					0	
	Debt issue expenses				0	
	Capital items expensed				0	
	All crown charges, royalties, rentals				0	
	Deemed dividend income				0	-
	Deemed interest on loans to non-residents				0	
	Deemed interest received				0	
	Development expenses claimed				0	
	Dividend stop-loss adjustments				0	_
-	Dividends credited to investment account				0	
	Investment tax credit				0	
	Financing fees deducted in books Foreign accrual property income				0	
	Foreign accrual property income Foreign affiliate property income				0	_
61	1 oroign anniate property mounte					, 0
<u> </u>		1				1

	A	В	С	D	Е	F
1	SECTION 93 PILs TAX GROSS-UP "SIMPIL"	LINE	M of F	Non-wires	Wires-only	Source
2	TAX RETURN RECONCILIATION (TAXREC)		Corporate	Eliminations	Tax	
3	(for "wires-only" business - see s. 72 OEB Act)		Tax		Return	Foot-
4			Return			note
5						#
6						
	Federal reassessment amounts				. 0	
	Gain on settlement of debt				0	
	Interest paid on income debentures				0	
	Gain on sale of eligible capital property  Loss on disposal of assets				0 0	
	Reserves from financial statements- end of year				0	
	Holdbacks				0	
	Taxable capital gains				. 0	
	Political donations- book				0	
71	Charitable donations- book				0	
72	Capitalized interest				0	7C
73	Deferred and prepaid- beginning of year				0	
	Tax reserves deducted in prior year				0	
	Loss from joint ventures				0	
	Loss from subsidiaries				. 0	
	Limited partnership losses				0	_
	Sales tax assessments				. 0	
	Share issue expenses				0	
80 81	Write-down of capital property				0 0	-
82	Other Additions:				0	
83	Other Additions.				0	
84	Total Other Additions		0	0	0	_
85	7.010.7.7.00.110.110					
86	Total Additions		0	0	0	
87						
	BOOK TO TAX DEDUCTIONS:					
	Capital cost allowance				0	
	Employee benefit plans-paid amounts				. 0	
	Items capitalized for regulatory purposes				0	10C
92	Regulatory adjustments				0	
	Interest expense incurred Other deductions "Material" Item #1				0	
	Other deductions "Material" Item #2				0 0	
96	Other deductions infaterial field #2		0	0	0	_
_	Other deductions: (From T2 S1)					
	Grossed up Part VI.1 tax (preferred shares)				0	13C
	Amortization of eligible capital expenditures				0	
	Amortization of debt and equity issue cost				0	_
	Loss carryback to prior period				0	
	Contributions to deferred income plans				0	
	Contributions to pension plans				. 0	
	Income from subsidiaries				. 0	
	Income from joint ventures				0	
	Gain on disposal of assets Terminal loss				0	
	Cumulative eligible capital deduction				0 0	
	Allowable business investment loss				0	_
	Holdbacks				0	_
	Deferred and prepaids- end of year				0	_
	Tax reserves claimed in current year				0	_
	Reserves from F/S- beginning of year				0	
	Patronage dividends				0	_
114	i attoriage attraction				U	
115	Accrued dividends- current year Bad debts				0	_

	A	В	С	D	E	F
1	SECTION 93 PILs TAX GROSS-UP "SIMPIL"	LINE	M of F	Non-wires	Wires-only	Source
2	TAX RETURN RECONCILIATION (TAXREC)		Corporate	Eliminations	Tax	
3	(for "wires-only" business - see s. 72 OEB Act)		Tax		Return	Foot-
4			Return			note
5						#
6						
117						
118						
119	Exempt income under section 81				0	13C
	Contributions to environmental trust				0	.00
_	Other income from financial statements				0	13C
	Charitable donations - tax basis				0	
	Gifts to Canada or a province				0	13C
	Cultural gifts				0	13C
	Ecological gifts				0	13C
	Taxable dividends s. 112, 113 or ss. 138(6)				0	13C
	Non-capital losses-preceding years				0	13C
	Net-capital losses- preceding years				0	13C
	Limited partnership losses- preceding years				0	13C
	Other deductions:				0	13C
131					0	
132					0	
133	Total Other Deductions		0	0	0	13C
134						
135	Total Deductions		0	0	0	
136						
137						
138	TAXABLE INCOME		0	0	0	
139						
140						
141						

	A	В	С	D	E	F
1	SECTION 93 PILs TAX GROSS-UP "SIMPIL"	LINE	M of F	Non-wires	Wires-only	Source
	TAX RETURN RECONCILIATION (TAXREC)		Corporate	Eliminations	Tax	
3	(for "wires-only" business - see s. 72 OEB Act)		Tax		Return	Foot-
4			Return			note
5						#
6						
142						
143						
144	ONTARIO CAPITAL TAX					
145						
146	PAID-UP CAPITAL					
147						
148	Paid-up capital stock				0	
	Retained earnings (if deficit, deduct)				0	
	Capital and other surplus excluding				0	
151	appraisal surplus				0	
152	Loans and advances				0	
153	Bank loans				0	
154	Bankers acceptances				0	
155	Bonds and debentures payable				0	
156	Mortgages payeable				0	
	Lien notes payable				0	
	Deferred credits				0	
	Contingent, investment, inventory and				0	
160					0	
	Other reserves not allowed as deductions				0	
	Share of partnership(s), joint venture(s)				0	
163					0	
164	Sub-total		0	0	0	
	Subtract:					
	Amounts deducted for income tax				0	
	purposes in excess of amounts booked				0	
	Deductible R&D expenditures and ONTTI				0	
	costs deferred for income tax				0	
170				_	0	
171	Total (Net) Paid-up Capital		0	0	0	
172						
	ELIGIBLE INVESTMENTS					
174						
	Bonds, lien notes, interest coupons	+ +			0	
	Mortgages due from other corporations				0	
	Shares in other corporations				0	
	Loans and advances to unrelated corporations	+ +			0	
180	Eligible loans and advances to related				0	
	corporations Share of partnership(s) or joint venture(s)	+ +			0	
182		+ +			0	
183	eligible ilivestillelits					
184	Total Eligible Investments		0	0	0	
185	i otai Eligible ilivestilielits					
186						
				1		

	А	В	С	D	Е	F
1	SECTION 93 PILs TAX GROSS-UP "SIMPIL"	LINE	M of F	Non-wires	Wires-only	Source
2	TAX RETURN RECONCILIATION (TAXREC)		Corporate	Eliminations	Tax	
3	(for "wires-only" business - see s. 72 OEB Act)		Tax		Return	Foot-
4			Return			note
5						#
6						
187						
	TOTAL ASSETS					
189						
	Total assets per balance sheet				0	
	Mortgages or other liabilities deducted from				0	
192	assets				0	
	Share of partnership(s)/ joint venture(s) total				0	
194	assets				0	
	Subtract: Investment in partnership(s)/joint				0	
196	venture(s)				0	
197	<b>-</b>		0	2		
	Total assets as adjusted		0	0	0	
199	Add: (if daducted from accets)					
200	Add: (if deducted from assets)					
201	Contingent, investment, inventory and similar reserves				0	
202					0	
	Subtract:				0	
205	Amounts deducted for income tax				0	
206	purposes in excess of amounts booked				0	
207	Deductible R&D expenditures and ONTTI				0	
208	costs deferred for income tax				0	
	Subtract: Appraisal surplus if booked				0	
	Add or subtract: Other adjustments		1	1	2	
211	Add of Subtract. Other adjustments		<u>'</u>	<u> </u>	_	
212	Total Assets		1	1	2	
213	101417100010				_	
	Investment Allowance					
215	The state of the s					
	(Total Eligible Investments / Total Assets) x					
217	Net paid-up capital		0	0	0	
218						
	Taxable Capital					
220						
221	Net paid-up capital		0	0	0	
222	Subtract: Investment Allowance		0	0	0	
223					0	
224	Taxable Capital		0	0	0	
225			<del></del>			
226	Capital Tax Calculation					
227						
	Taxable capital		0	0	0	16C
229						
	Deduction from taxable capital up to \$5,000,000				0	17C
231						
232	Net Taxable Capital		0	0	0	
233						
234	Rate 0.3%		0.3000%	0.3000%	0.3000%	18C
235						
	Days in taxation year		365	365	365	
	Divide days by 365	ļ	1.0000	1.0000	1.0000	
238						
239			0	0	0	
240						

	A	В	С	D	Е	F
1	SECTION 93 PILS TAX GROSS-UP "SIMPIL"	LINE	M of F	Non-wires	Wires-only	Source
2	TAX RETURN RECONCILIATION (TAXREC)		Corporate	Eliminations	Tax	
3	(for "wires-only" business - see s. 72 OEB Act)		Tax		Return	Foot-
4	,		Return			note
5						#
6						
241						
242						
	LARGE CORPORATION TAX					
244						
245	CAPITAL					
246						
247	ADD:					
248	Reserves that have not been deducted in				0	
249	computing income for the year under Part I				0	
	Capital stock				0	
	Retained earnings				0	
252	Contributed surplus				0	
	Any other surpluses				0	
254	Deferred unrealized foreign exchange gains				0	
	All loans and advances to the corporation				0	
	All indebtedness- bonds, debentures, notes,				0	
	mortgages, bankers acceptances, or similar				0	
	obligations				0	
	Any dividends declared but not paid				0	
	All other indebtedness outstanding for more				0	
261	than 365 days				0	
262						
263	Subtotal		0	0	0	
264						
	DEDUCT:				2	
	Deferred tax debit balance				0	
	Any deficit deducted in computing				0	
	shareholders' equity  Any patronage dividends 135(1) deducted in				0	
	computing income under Part I included in				0	
	amounts above				0	
	Deferred unrealized foreign exchange losses				0	
273	Deferred unrealized foreign exchange losses					
274	Subtotal		0	0	0	
275	Castotal				0	
	Capital for the year		0	0	0	
277	- Capital for the year				0	
	INVESTMENT ALLOWANCE					
279	HATEOTHERT ALLOWARDE					
	Shares in another corporation				0	
	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	
	Dividend receivable from another corporation				0	
	Debts of corporate partnerships that were not				0	
287					0	
	Interest in a partnership				0	
289	• •					
290			0	0	0	
291						

	А	В	С	D	Е	F
1	SECTION 93 PILs TAX GROSS-UP "SIMPIL"	LINE	M of F	Non-wires	Wires-only	Source
2	TAX RETURN RECONCILIATION (TAXREC)		Corporate	Eliminations	Tax	
3	(for "wires-only" business - see s. 72 OEB Act)		Tax		Return	Foot-
4			Return			note
5						#
6						
292						
293	TAXABLE CAPITAL					
294						
	Capital for the year		0	0	0	
296						
	Deduct: Investment allowance		0	0	0	
298						
299	Taxable Capital for taxation year		0	0	0	19C
300					_	
	Deduct: Capital Deduction \$10,000,000				0	20C
302						
303			0	0	0	
304						_
	Rate .225%		0.22500%	0.22500%	0.22500%	21C
306						
	Days in year		365	365	365	
	Divide days by 365		1.0000	1.0000	1.0000	
309						
	Gross Part I.3 Tax LCT		0	0	0	
311						
	Federal Surtax Rate		1.1200%	1.1200%	1.1200%	
313						
	Federal Surtax = Taxable Income x Surtax Rate		0	0	0	
315						
	Net Part I.3 Tax LCT Payable		0	0	0	
	(If surtax is greater than Gross LCT, then zero)					
318						
319						
320						