PILs TAXES - EB-2011-0322				Version 2009.1
REGULATORY INFORMATION (REGINFO)				Version 2003.1
Utility Name: Chapleau Public Utilities Corporation			Colour Code	
Reporting period: 2001			Input Cell	
Days in reporting pariod.	92	dove	Formula in Cell	
Days in reporting period: Total days in the calendar year:	365	days days		
Total days in the earthair year.	000	uaye		
BACKGROUND				
Has the utility reviewed section 149(1) ITA to				
confirm that it is not subject to regular corporate		Y/N		
tax (and therefore subject to PILs)?		T/IN	Y	
Was the utility recently acquired by Hydro One		>//N1		
and now subject to s.89 & 90 PILs?		Y/N	N	
Is the utility a non-profit corporation?		Y/N	N	
(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	N	
shared among the corporate group?	LCT	Y/N	_ N	
Please identify the % used to allocate the OCT and LCT exemptions in	OCT	1711	100%	
Cells C65 & C74 in the TAXCALC spreadsheet.	LCT		100%	
·		Data	31-Doc-2001	
Accounting Year End		Date	31-Dec-2001	
MARR NO TAX CALCULATIONS SHEET #7 FINAL RUD MODEL DATA				Regulatory
(FROM 1999 FINANCIAL STATEMENTS)				Income
USE BOARD-APPROVED AMOUNTS				
Rate Base (wires-only)			1,609,408	
Common Equity Ratio (CER)			50.00%	
1-CER			50.00%	1
Target Return On Equity			9.88%	
Debt rate			7.25%	
Market Adjusted Revenue Requirement			137,846	
•				0.404
1999 return from RUD Sheet #7			6,424	6,424
Total Incremental revenue			131,422	
Input: Board-approved dollar amounts phased-in Amount allowed in 2001			43,807	43,807
Amount allowed in 2002				43,007
Amount allowed in 2003 and 2004 (will be zero due to Bill 210			_	0
unless authorized by the Minister and the Board)				0
Amount allowed in 2005 - Third tranche of MARR re: CDM			_	0
Other Board-approved changes to MARR or incremental revenue			_	0
Total Regulatory Income				50,231
Equity			804,704	
Return at target ROE			79,505	
Trotain at target NOL			70,000	
Debt			804,704	
Deemed interest amount in 4009/ of MADD			50.044	
Deemed interest amount in 100% of MARR			58,341	
Phase-in of interest - Year 1 (2001)			21,259	
((D43+D47)/D41)*D61			·	
Phase-in of interest - Year 2 (2002)			21,259	
((D43+D47+D48)/D41)*D61 Phase-in of interest - Year 3 (2003) and forward			21,259	
((D43+D47+D48)/D41)*D61 (due to Bill 210)			21,259	<u> </u>
Phase-in of interest - 2005			58,341	
	-			

DU TAVES ED 2011 2000								_	1
PILs TAXES - EB-2011-0322 PILs DEFERRAL AND VARIANCE ACCOUNTS	ITEM	Initial Estimate	<del>                                     </del>	M of F Filing	M of F Filing	Tax Returns			
TAX CALCULATIONS (TAXCALC)		Estillate		Variance	Variance	Returns			
("Wires-only" business - see Tab TAXREC)				K-C	Explanation				
0					•	Version 2009.1			
Utility Name: Chapleau Public Utilities Corporation									
Reporting period: 2001						0-1			
Days in reporting period:	92	days	<b>t</b>			Column Brought	-		
Total days in the calendar year:	365	days	t			From			
7						TAXREC			
		\$		\$		\$			
I) CORPORATE INCOME TAXES									
Regulatory Net Income REGINFO E53	1	12,558		46,441		58,999			
Regulatory Net Income REGINFO E55	-	12,556	1	40,441		30,999			
BOOK TO TAX ADJUSTMENTS									
Additions:									
Depreciation & Amortization	2	22,350		-5,763		16,588			
Employee Benefit Plans - Accrued, Not Paid	3	0	<u> </u>	0		0			
Tax reserves - beginning of year	4			0		0			
Reserves from financial statements - end of year Regulatory Adjustments - increase in income	4 5			0		0			
Other Additions (See Tab entitled "TAXREC")			1	Ü					
"Material" Items from "TAXREC" worksheet	6			0		0			
Other Additions (not "Material") "TAXREC"	6			0		0			
"Material Items from "TAXREC 2" worksheet	6		lacksquare	0		0	Ш		
Other Additions (not "Material") "TAXREC 2"	6			0		0	$\vdash$		
Items on which true-up does not apply "TAXREC 3"	-		-	0		0	$\vdash$		
Deductions: Input positive numbers		-					⊢╂	$\dashv$	
Capital Cost Allowance and CEC	7	8,153		1,982		10,135	$\vdash$	$\dashv$	
Employee Benefit Plans - Paid Amounts	8	0,100	1	0		0,133			
Items Capitalized for Regulatory Purposes	9			0		0			
Regulatory Adjustments - deduction for tax purposes in Item 5	10			0		0	Ш	耳	
Interest Expense Deemed/ Incurred	11 4	5,315		34,924 0		40,239	$\vdash$		
Tax reserves - end of year  Reserves from financial statements - beginning of year	4		<b>-</b>	0		0			
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")			<u> </u>						
"Material" Items from "TAXREC" worksheet	12		<b>!</b>	0		0			
Other Deductions (not "Material") "TAXREC"  Material Items from "TAXREC 2" worksheet	12 12			0		0			
Other Deductions (not "Material") "TAXREC 2"	12		t	0		0			
Items on which true-up does not apply "TAXREC 3"				12,201		12,201			
TAXABLE INCOME/ (LOSS)		21,440		-8,428		13,012			
BLENDED INCOME TAX RATE	40	19.12%	<u> </u>	0.00000/		19.12%			
Tab Tax Rates - Regulatory from Table 1; Actual from Table 3	13	19.12%		0.0000%		19.12%			
REGULATORY INCOME TAX		4,099		-4,099		0			
		,,,,,,,		.,,					
Miscellaneous Tax Credits	14		-	0		0			
Total Descriptions Income Tay		4.000	<u> </u>	4.000		0	-		
Total Regulatory Income Tax		4,099		-4,099		U	$\vdash$		
II) CAPITAL TAXES									
Ontario	45	4 000 400	<u> </u>	45.400		1.004.571	$\vdash$		Enter from toy vot
Base Less Evenntion -Tay Rates - Regulatory Table 1: Actual Table 3	15 16	1,609,408		15,166		1,624,574	$\vdash$	_	Enter from tax return
Less: Exemption -Tax Rates - Regulatory, Table 1; Actual, Table 3  Taxable Capital	16	5,000,000	<del>                                     </del>	15,166		5,000,000 -3,375,426	$\vdash$	$\dashv$	Enter from tax return
			L	.5,.00		5,0.0,.20	一		
Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3	17	0.3000%		0.0000%		0.3000%			
Outside Comited Tex			<u> </u>				$\vdash$	_	
Ontario Capital Tax		0	$\vdash$	0		0	$\vdash$		
Federal Large Corporations Tax		1					$\vdash$	$\dashv$	
Base	18	1,609,408		15,166		1,624,574		$\dashv$	Enter from tax return
Less: Exemption -Tax Rates - Regulatory, Table 1; Actual, Table 3	19	10,000,000		0		10,000,000			Enter from tax return
Taxable Capital		0	_	15,166		-8,375,426	$\sqcup$	$\Box$	
Rate - Tax Rates - Regulatory, Table 1; Actual, Table 3	20	0.00500/	-	0.00000		0.00500/	$\vdash$		
nate - rax rates - regulatory, rable 1; Actual, rable 3	20	0.2250%		0.0000%		0.2250%	$\vdash$	$\dashv$	
Gross Amount of LCT before surtax offset (Taxable Capital x Rate)		0	$\vdash$	-4,750		-4,750	$\vdash$	$\dashv$	
Less: Federal Surtax 1.12% x Taxable Income	21	0		0		0			
Net LCT		0	<u> </u>	-4,750		-4,750	$\sqcup$		
III) INCLUSION IN DATES		1	-				$\vdash$	$\dashv$	
III) INCLUSION IN RATES		1					$\vdash$		
Income Tax Rate used for gross- up (exclude surtax)		19.12%					$\vdash$		
Income Tax (proxy tax is grossed-up)	22	5,068				0			
LCT (proxy tax is grossed-up)	23	0				0	$\sqcup$		
Ontario Capital Tax (no gross-up since it is deductible)	24	0	1			0	$\vdash$		
		1					$\vdash$	$\dashv$	
Total PILs for Rate Adjustment MUST AGREE WITH 2001	25	5,068				0	$\vdash$	$\dashv$	
RAM DECISION		5,500					$\Box$		

PILs TAXES - EB-2011-0322	ITEM	Initial		M of F	M of F	Tax	Π		
PILs DEFERRAL AND VARIANCE ACCOUNTS		Estimate		Filing	Filing	Returns			
TAX CALCULATIONS (TAXCALC) ("Wires-only" business - see Tab TAXREC)				Variance K-C	Variance Explanation				
Utility Name: Chapleau Public Utilities Corporation						Version 2009.1			
Reporting period: 2001									
Days in reporting period:	92	days				Column Brought			
Total days in the calendar year:	365	days				From TAXREC			
		\$		\$		\$			
								-	
IV) FUTURE TRUE-UPS									
IV a) Calculation of the True-up Variance In Additions:				DR/(CR)					
Employee Benefit Plans - Accrued, Not Paid	3			0					
Tax reserves deducted in prior year  Reserves from financial statements-end of year	4			0					
Regulatory Adjustments Other additions "Material" Items TAXREC	5 6			0					
Other additions "Material" Items TAXREC 2	6			0					
In Deductions - positive numbers Employee Benefit Plans - Paid Amounts	8			0					
Items Capitalized for Regulatory Purposes	9 10			0					
Regulatory Adjustments Interest Adjustment for tax purposes (See Below - cell I204)	11			25,653					
Tax reserves claimed in current year Reserves from F/S beginning of year	4			0					
Contributions to deferred income plans	3			0					
Contributions to pension plans Other deductions "Material" Items TAXREC	3 12			0					
Other deductions "Material" Item TAXREC 2	12			0					
Total TRUE-UPS before tax effect	26			-25,653					
Income Tax Rate (excluding surtax) from 2001 Utility's tax return			x	19.12%					
Income Tax Effect on True-up adjustments			=_	-4,905					
Less: Miscellaneous Tax Credits	14			0					
Total Income Tax on True-ups				-4,905					
Income Tax Rate used for gross-up (exclude surtax)				18.00%					
TRUE-UP VARIANCE ADJUSTMENT									
TRUE-UP VARIANCE ADJUSTMENT				-5,982					
IV b) Calculation of the Deferral Account Variance caused by									
changes in legislation									
REGULATORY TAXABLE INCOME /(LOSSES) (as reported in the initial estimate column)			=	21,440					
CORPORATE INCOME TAX RATE			Х	19.12%					
REGULATORY INCOME TAX			ш	4,099					
Less: Miscellaneous Tax Credits			-	0					
Total Regulatory Income Tax			=	4,099					
Less: Regulatory Income Tax reported in the Initial Estimate Column (Cell C58)									
Less. Regulatory income Tax reported in the initial Estimate Column (Cell Coo)			-	4,099					
Regulatory Income Tax Variance			=	0					
Ontario Capital Tax Base			=	1,609,408					
Less: Exemption from tab Tax Rates, Table 2, cell C39 Revised deemed taxable capital			- =	5,000,000 -3,390,592					
Rate - Tab Tax Rates cell C54			Х	0.3000%					
Revised Ontario Capital Tax Less: Ontario Capital Tax reported in the initial estimate column (Cell C70)			= -	0					
Regulatory Ontario Capital Tax Variance			-	0					
Federal LCT									
Base				1,609,408					
Less: Exemption from tab Tax Rates, Table 2, cell C40 Revised Federal LCT			- 11	10,000,000 -8,390,592					
Rate (as a result of legislative changes) tab 'Tax Rates' cell C51				0.2250%					
Gross Amount Less: Federal surtax			-	0			-	-	
Revised Net LCT			=	0					
Less: Federal LCT reported in the initial estimate column (Cell C82)				0					
Regulatory Federal LCT Variance			Ш	0				1	
Actual Income Tax Rate used for gross-up (exclude surtax)				18.00%					
Income Tax (grossed-up)			+	0			L	L	
LCT (grossed-up) Ontario Capital Tax			+	0					
·									
DEFERRAL ACCOUNT VARIANCE ADJUSTMENT			=	0			-		
TRUE-UP VARIANCE (from cell I130)			+	-5,982					
Total Deferral Account Entry (Positive Entry = Debit)			=	-5,982					
(Deferral Account Variance + True-up Variance)				-,,,=					
			Ь						

PILs TAXES - EB-2011-0322	ITEM	Initial	1	M of F	M of F	Tax		
PILS DEFERRAL AND VARIANCE ACCOUNTS		Estimate	1	Filing	Filing	Returns		
TAX CALCULATIONS (TAXCALC)		Latinate		Variance	Variance	Returns	-	
("Wires-only" business - see Tab TAXREC)			<del>                                     </del>	K-C	Explanation		-	<del> </del>
( Wiles-Only Dusiness - See Tab TARREC)				N-C	Explanation	Version 2009.1		+
	'		<del>                                     </del>			version 2009.1		
Utility Name: Chapleau Public Utilities Corporation			-					
Reporting period: 2001								
			<b>!</b>			Column		
Days in reporting period:	92	days	<b>—</b>			Brought		
Total days in the calendar year:	365	days				From		
						TAXREC		
		\$		\$		\$		
V) INTEREST PORTION OF TRUE-UP								
Variance Caused By Phase-in of Deemed Debt								
Total deemed interest (REGINFO)			t	14,585				
Interest phased-in (Cell C36)				5,315				
microst prices of microsty				0,010				
Variance due to phase-in of debt component of MARR in rates				9,270				
according to the Board's decision				3,270				
according to the board's decision							-	
Other Interest Variances (i.e. Borrowing Levels			<del>                                     </del>				-	<del> </del>
Above Deemed Debt per Rate Handbook)						+		1
Interest deducted on MoF filing (Cell K36+K41)			<del>                                     </del>	40,239				
Total deemed interest (REGINFO CELL D61)			<b>!</b>	14,585		-	_	
Total deemed interest (REGINFO CELL D61)				14,585				
Variance caused by excess debt	1		<del>                                     </del>	25,653		+	_	
variance caused by excess debt				25,653				
			-	05.050				
Interest Adjustment for Tax Purposes (carry forward to Cell I110)			<b>!</b>	25,653				
Total Interest Variance				-16,383				
			<u> </u>					
		1	$\vdash$	1		1	- 1	
	1		<b>!</b>					
		<del> </del>	<del>                                     </del>			+ +		
	1	<del> </del>	1	<del> </del>		+	- 1	
	1	<del>                                     </del>	-	<del> </del>				
		1		1		1		L

PILs TAXES - EB-2011-0322 TAX RETURN RECONCILIATION (TAXREC) (for "wires-only" business - see s. 72 OEB Act)  0 Section A: Identification: Utility Name: Chapleau Public Utilities Corporation Reporting period: 2001 Taxation Year's start date: Taxation Year's end date: Number of days in taxation year:  Please enter the Materiality Level: (0.25% x Rate Base x CER) (0.25% x Net Assets) Or other measure (please provide the basis of the amount) Does the utility carry on non-wires related operation? (Please complete the questionnaire in the Background questionnaire Note: Carry forward Wires-only Data to Tab "TAXCALC" Column K  Section B: Financial statements data: Input unconsolidated financial statement data submitted with Tax returns. The actual categories of the income statements should be used. If required please change the descriptions except for amortization, interes			Non-wires Eliminations  days  < - enter materiality	Wires-only Tax Return  Version 2009.1
(for "wires-only" business - see s. 72 OEB Act)  O  Section A: Identification: Utility Name: Chapleau Public Utilities Corporation Reporting period: 2001 Taxation Year's start date: Taxation Year's end date: Number of days in taxation year:  Please enter the Materiality Level: (0.25% x Rate Base x CER) (0.25% x Net Assets) Or other measure (please provide the basis of the amount) Does the utility carry on non-wires related operation? (Please complete the questionnaire in the Background questionnaire Note: Carry forward Wires-only Data to Tab "TAXCALC" Column K  Section B: Financial statements data: Input unconsolidated financial statement data submitted with Tax returns. The actual categories of the income statements should be used.	Y/N Y/N Y/N works	Tax Return  92  2,012 Y  heet.)	< - enter materiality	Return  Version 2009.1
Section A: Identification: Utility Name: Chapleau Public Utilities Corporation Reporting period: 2001 Taxation Year's start date: Taxation Year's end date: Number of days in taxation year:  Please enter the Materiality Level: (0.25% x Rate Base x CER) (0.25% x Net Assets) Or other measure (please provide the basis of the amount) Does the utility carry on non-wires related operation? (Please complete the questionnaire in the Background questionnaire Note: Carry forward Wires-only Data to Tab "TAXCALC" Column K  Section B: Financial statements data: Input unconsolidated financial statement data submitted with Tax returns. The actual categories of the income statements should be used.	Y/N Y/N Y/N works	92 2,012 Y	< - enter materiality	
Utility Name: Chapleau Public Utilities Corporation Reporting period: 2001 Taxation Year's start date: Taxation Year's end date: Number of days in taxation year:  Please enter the Materiality Level: (0.25% x Rate Base x CER) (0.25% x Net Assets) Or other measure (please provide the basis of the amount) Does the utility carry on non-wires related operation? (Please complete the questionnaire in the Background questionnaire Note: Carry forward Wires-only Data to Tab "TAXCALC" Column K  Section B: Financial statements data: Input unconsolidated financial statement data submitted with Tax returns. The actual categories of the income statements should be used.	Y/N Y/N Y/N works	2,012 Y	< - enter materiality	
Utility Name: Chapleau Public Utilities Corporation Reporting period: 2001 Taxation Year's start date: Taxation Year's end date: Number of days in taxation year:  Please enter the Materiality Level: (0.25% x Rate Base x CER) (0.25% x Net Assets) Or other measure (please provide the basis of the amount) Does the utility carry on non-wires related operation? (Please complete the questionnaire in the Background questionnaire Note: Carry forward Wires-only Data to Tab "TAXCALC" Column K  Section B: Financial statements data: Input unconsolidated financial statement data submitted with Tax returns. The actual categories of the income statements should be used.	Y/N Y/N Y/N works	2,012 Y	< - enter materiality	/ level
Reporting period: 2001 Taxation Year's start date: Taxation Year's end date: Number of days in taxation year:  Please enter the Materiality Level: (0.25% x Rate Base x CER) (0.25% x Net Assets) Or other measure (please provide the basis of the amount) Does the utility carry on non-wires related operation? (Please complete the questionnaire in the Background questionnaire Note: Carry forward Wires-only Data to Tab "TAXCALC" Column K  Section B: Financial statements data: Input unconsolidated financial statement data submitted with Tax returns. The actual categories of the income statements should be used.	Y/N Y/N Y/N works	2,012 Y	< - enter materiality	/ level
Taxation Year's start date: Taxation Year's end date: Number of days in taxation year:  Please enter the Materiality Level: (0.25% x Rate Base x CER) (0.25% x Net Assets) Or other measure (please provide the basis of the amount) Does the utility carry on non-wires related operation? (Please complete the questionnaire in the Background questionnaire Note: Carry forward Wires-only Data to Tab "TAXCALC" Column K  Section B: Financial statements data: Input unconsolidated financial statement data submitted with Tax returns. The actual categories of the income statements should be used.	Y/N Y/N Y/N works	2,012 Y	< - enter materiality	/ level
Taxation Year's end date:  Number of days in taxation year:  Please enter the Materiality Level: (0.25% x Rate Base x CER) (0.25% x Net Assets) Or other measure (please provide the basis of the amount) Does the utility carry on non-wires related operation? (Please complete the questionnaire in the Background questionnaire  Note: Carry forward Wires-only Data to Tab "TAXCALC" Column K  Section B: Financial statements data:  Input unconsolidated financial statement data submitted with Tax returns. The actual categories of the income statements should be used.	Y/N Y/N Y/N works	2,012 Y	< - enter materiality	/ level
Number of days in taxation year:  Please enter the Materiality Level: (0.25% x Rate Base x CER) (0.25% x Net Assets) Or other measure (please provide the basis of the amount) Does the utility carry on non-wires related operation? (Please complete the questionnaire in the Background questionnaire Note: Carry forward Wires-only Data to Tab "TAXCALC" Column K  Section B: Financial statements data: Input unconsolidated financial statement data submitted with Tax returns. The actual categories of the income statements should be used.	Y/N Y/N Y/N works	2,012 Y	< - enter materiality	/ level
Please enter the Materiality Level:  (0.25% x Rate Base x CER)  (0.25% x Net Assets)  Or other measure (please provide the basis of the amount)  Does the utility carry on non-wires related operation?  (Please complete the questionnaire in the Background questionnaire  Note: Carry forward Wires-only Data to Tab "TAXCALC" Column K  Section B: Financial statements data:  Input unconsolidated financial statement data submitted with Tax returns.  The actual categories of the income statements should be used.	Y/N Y/N Y/N works	2,012 Y	< - enter materiality	/ level
(0.25% x Rate Base x CER) (0.25% x Net Assets) Or other measure (please provide the basis of the amount) Does the utility carry on non-wires related operation? (Please complete the questionnaire in the Background questionnaire Note: Carry forward Wires-only Data to Tab "TAXCALC" Column K  Section B: Financial statements data: Input unconsolidated financial statement data submitted with Tax returns. The actual categories of the income statements should be used.	Y/N Y/N Y/N works	heet.)		/ level
(0.25% x Rate Base x CER) (0.25% x Net Assets) Or other measure (please provide the basis of the amount) Does the utility carry on non-wires related operation? (Please complete the questionnaire in the Background questionnaire Note: Carry forward Wires-only Data to Tab "TAXCALC" Column K  Section B: Financial statements data: Input unconsolidated financial statement data submitted with Tax returns. The actual categories of the income statements should be used.	Y/N Y/N Y/N works	heet.)		
Or other measure (please provide the basis of the amount) Does the utility carry on non-wires related operation? (Please complete the questionnaire in the Background questionnaire Note: Carry forward Wires-only Data to Tab "TAXCALC" Column K  Section B: Financial statements data: Input unconsolidated financial statement data submitted with Tax returns. The actual categories of the income statements should be used.	Y/N Y/N works			
Does the utility carry on non-wires related operation? (Please complete the questionnaire in the Background questionnaire) Note: Carry forward Wires-only Data to Tab "TAXCALC" Column K  Section B: Financial statements data: Input unconsolidated financial statement data submitted with Tax returns. The actual categories of the income statements should be used.	Y/N works			
(Please complete the questionnaire in the Background questionnaire  Note: Carry forward Wires-only Data to Tab "TAXCALC" Column K  Section B: Financial statements data:  Input unconsolidated financial statement data submitted with Tax returns.  The actual categories of the income statements should be used.	works			
Note: Carry forward Wires-only Data to Tab "TAXCALC" Column K  Section B: Financial statements data:  Input unconsolidated financial statement data submitted with Tax returns. The actual categories of the income statements should be used.				
Section B: Financial statements data:  Input unconsolidated financial statement data submitted with Tax returns. The actual categories of the income statements should be used.	t expens	se and provision for		
Section B: Financial statements data:  Input unconsolidated financial statement data submitted with Tax returns. The actual categories of the income statements should be used.	t expens	se and provision for		
Input unconsolidated financial statement data submitted with Tax returns. The actual categories of the income statements should be used.	t expens	se and provision for		
Input unconsolidated financial statement data submitted with Tax returns. The actual categories of the income statements should be used.	t expens	se and provision for		
The actual categories of the income statements should be used.	t expens	se and provision for		
	t expens	se and provision for		
-		<u>σο απα μισνί</u> διστι Ισί	income tax	
		·		
Please enter the non-wire operation's amount as a positive number, the pl			all amounts	
in the "non-wires elimination column" as negative values in TAXREC and	TAXRE	C2.		
Income:		007.405		007.405
Energy Sales Distribution Revenue	+	697,495		697,495
Other Income	+	26,547		26,547
Miscellaneous income (sale of Property & Equipment)	+	12,201		12,201
micronariosas mosmo (cais or rioporty a Equipmont)	+	12,201		0
Revenue should be entered above this line				
Costs and Expenses:				
Cost of energy purchased	-	549,342		549,342
Administration	-	33,130		33,130
Customer billing and collecting	-	19,393		19,393
Operations and maintenance	-	53,879		53,879
Amortization	-	16,588		16,588
Ontario Capital Tax Reg Assets	-			0
Interest Charge from Chapleau ESC for PUC's portion of	_			0
shared costs (Should be Service Charge not Interest)	_	4,914		4,914
Shared costs (Ghedia be convice charge not interest)	-	4,014		0
Net Income Before Interest & Income Taxes EBIT	=	58,999	0	58,999
Less: Interest expense for accounting purposes	-	40,239		40,239
Provision for payments in lieu of income taxes	-	0		0
Net Income (loss)	=	18,760	0	18,760
(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.)				
Section C: Reconciliation of accounting income to taxable income				
From T2 Schedule 1				
BOOK TO TAX ADDITIONS:				
Provision for income tax	+	0	0	0
Federal large corporation tax	+			0
Depreciation & Amortization	+	16,588	0	16,588
Employee benefit plans-accrued, not paid	+	0	0	0
Tax reserves - beginning of year	+	0	0	0
Reserves from financial statements- end of year	+	0	0	0
Regulatory adjustments on which true-up may apply (see A66)	+			0
Items on which true-up does not apply "TAXREC 3"		0	0	0
Material addition items from TAXREC 2	+	0	0	0
Other addition items (not Material) from TAXREC 2	+	0	0	0
Subtotal		16,588	0	16,588

PILs TAXES - EB-2011-0322	LINE	M of F	Non-wires	Wires-only	
TAX RETURN RECONCILIATION (TAXREC)	LINE	Corporate	Eliminations	Tax	
(for "wires-only" business - see s. 72 OEB Act)		Tax		Return	
	)	Return			
				Version 2009.1	
Other Additions (Places explain the nature of the additions)					
Other Additions: (Please explain the nature of the additions)  Recapture of CCA				0	
Necapitale of COA	+ +			0	
	+			0	
	+			0	
	+			0	
	+			0	
	+			0	
Total Other Additions	=	0	0	0	
Total Additions		40 500	0	40 500	
Total Additions	=	16,588	0	16,588	
Recap Material Additions:					
Treedy Material Additions.		0	0	0	
		0	0	0	
		0	0	0	
		0	0	0	
		0	0	0	
		0	0	0	
T . 100 180 1 180 1		0	0	0	
Total Other additions >materiality level		0	0	0	
Other additions (less than materiality level) Total Other Additions		0	0	0	
Total Other Additions		U	U	U	
BOOK TO TAX DEDUCTIONS:					
Capital cost allowance	-	10,135		10,135	
Cumulative eligible capital deduction (per reassessed 2002 return)	-	0		0	
Employee benefit plans-paid amounts	-			0	
Items capitalized for regulatory purposes	-			0	
Regulatory adjustments :	-			0	
CCA	-			0	
other deductions	-			0	
Tax reserves - end of year		0	0	0	
Reserves from financial statements- beginning of year Contributions to deferred income plans		U	0	0	
Contributions to deferred income plans  Contributions to pension plans	<del>                                     </del>			0	
Items on which true-up does not apply "TAXREC 3"		12,201	0	12,201	
Interest capitalized for accounting deducted for tax	_	, -		0	
Material deduction items from TAXREC 2	-	0	0	0	
Other deduction items (not Material) from TAXREC 2	-	0	0	0	
Subtotal	=	22,336	0	22,336	
Other deductions (Please explain the nature of the deductions)					
Charitable donations - tax basis	-			0	
	-			0	
	+			0	
	_			0	
Total Other Deductions	=	0	0	0	
		U		· ·	
Total Deductions	=	22,336	0	22,336	
Recap Material Deductions:					
		0	0	0	
		0	0	0	
		0	0	0	
		0	0	0	
Total Other Deductions exceed materiality level		0	0	0	
Other Deductions exceed materiality level		0	0	0	
Total Other Deductions		0	0	0	
TAXABLE INCOME	=	13,012	0	13,012	
DEDUCT:					
Non-capital loss applied positive number	-			0	

	M of F	Non-wires	Wires-only	
	Corporate	Eliminations	Tax	
	Tax		Return	
0	Return			
			Version 2009.1	
-			0	
			0	
=	13,012	0	13,012	
+	0		0	
+	0		0	
=	0	0	0	
-	0		0	
=	0	0	0	
	13.12%		13.12%	
	6.00%		6.00%	
	19.12%		19.12%	
+	0	0	0	
+	0		0	
+	0		0	
=	0	0	0	
	- - - + + + - = - = + + + + +	0 Return  - 13,012  + 0 0 + 0 0 - 0 0 - 0 0 - 0 0 - 0 13.12% 6.00% 19.12%  + 0 0 + 0 0	0 Return  - 13,012 0  + 0 0  + 0 0  - 0 0  - 0 0  - 0 0  - 13.12%  6.00%  19.12%  + 0 0  + 0 0  + 0 0	Name         Name           Persion 2009.1         0           0         0           0         0           13,012         0           13,012         0           13,012         0           13,012         0           10

PILs TAXES - EB-2011-0322	LINE	M of F	Non-wires	Wires-only	
Tax and Accounting Reserves	LIIVE	Corporate	Eliminations	Tax	
For MoF Column of TAXCALC		Tax		Return	
(for "wires-only" business - see s. 72 OEB Act)		Return		Trotain.	
0		rtotani		Version 2009.1	
· ·				10101011 200011	
Utility Name: Chapleau Public Utilities Corporation					
Reporting period: 2001					
Special Specia					
TAX RESERVES					
Beginning of Year:					
				0	
Reserve for doubtful accounts ss. 20(1)(I)				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)				0	
Other - Please describe				0	
Other - Please describe				0	
				0	
				0	
Total (carry forward to the TAXREC worksheet)		0	0	0	
Find of Vocas					
End of Year:				0	
Posonyo for doubtful accounts as 20/4\/I\				0	
Reserve for doubtful accounts ss. 20(1)(l) 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)				0	
Other - Please describe				0	
Other - Please describe Other - Please describe				0	
Cities 1 leade describe				0	
				0	
Insert line above this line				, ,	
Total (carry forward to the TAXREC worksheet)		0	0	0	
total (carry formand to the first 120 memoritor)		<u> </u>			<u> </u>
FINANCIAL STATEMENT RESERVES					
Beginning of Year:					
				0	
				0	
Environmental				0	
Allowance for doubtful accounts				0	
Inventory obsolescence				0	
Property taxes				0	
Other - Please describe				0	
Other - Please describe				0	
Total (corm, famuord to the TAVDEC		^		0	
Total (carry forward to the TAXREC worksheet)		0	0	0	
End of Year:					
LIIU OI IGAI.				0	
				0	
Environmental				0	
Allowance for doubtful accounts				0	
Inventory obsolescence				0	
Property taxes				0	
Other - Please describe				0	
Other - Please describe				0	
				0	
Insert line above this line					
Total (carry forward to the TAXREC worksheet)		0	0	0	
,					

PILs TAXES - EB-2011-0322	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		Return
RATEPAYERS ONLY		Return		
Shareholder-only Items should be shown on TAXREC 3				Version 2009.1
Utility Name: Chapleau Public Utilities Corporation				
Reporting period: 2001				
Number of days in taxation year:		92		
Materiality Level:		2,012		
Section C: Reconciliation of accounting income to taxable income				
Add:	+			0
Gain on sale of eligible capital property	+			0
Loss on disposal of assets	+			0
Charitable donations (Only if it benefits ratepayers)	+			0
Taxable capital gains	+			0
	+			0
Scientific research expenditures deducted	+			0
per financial statements Capitalized interest	+			0
Capitalized interest Soft costs on construction and renovation of buildings	+			0
Capital items expensed	+			0
Debt issue expense	+			0
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
Amounts received in respect of qualifying environment trust Provision for bad debts	+			0
Provision for bad debts	+			0
	+			0
	+			0
Other Additions: (please explain in detail the nature of the item)	+			0
, ,	+			0
	+			0
	+			0
	+			0
Total Additions	+	0	0	0
Total Additions	=	U	U	U
Recap of Material Additions:				
Troop of Material / tautiono.		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	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

PILs TAXES - EB-2011-0322	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	Limitationo	Return
RATEPAYERS ONLY		Return		
Shareholder-only Items should be shown on TAXREC 3				Version 2009.1
charonoladi diliy komo dhodia bo dhomi dili 17 bikizo d				10.0.0
Utility Name: Chapleau Public Utilities Corporation				
Reporting period: 2001				
Number of days in taxation year:		92		
Materiality Level:		2,012		
		0	0	0
		0	0	0
Total Material additions		0	0	0
Other additions less than materiality level		0	0	0
Total Additions		0	0	0
Deduct:				
Gain on disposal of assets per f/s	-			0
Dividends not taxable under section 83	-			0
Terminal loss from Schedule 8	-			0
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
	-			
	-			0
	-			0
Other deductions: (Please explain in detail the nature of the item)	-			0
	-			0
	-			0
	-			0
Total Deductions	=	0	0	0
Recap of Material Deductions:				
		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	0
		0	0	0
		0	0	0
		0	0	0
Total Deductions exceed materiality level		0	0	0
Other deductions less than materiality level		0	0	0
Total Deductions		0	0	0

PILs TAXES - EB-2011-0322					
TAX RETURN RECONCILIATION (TAXREC 3)					
Shareholder-only Items should be shown on TAXREC 3	LINE	M of F	Non-wires	Wires-only	
ITEMS ON WHICH TRUE-UP DOES NOT APPLY		Corporate	Eliminations	Tax	
(for "wires-only" business - see s. 72 OEB Act)		Tax		Return	
	0	Return			
Utility Name: Chapleau Public Utilities Corporation				Version 2009.1	
Reporting period: 2001					
Number of days in taxation year:		92			
Section C: Reconciliation of accounting income to taxable income Add:					
Recapture of capital cost allowance	+			0	
CCA adjustments	+			0	
CEC adjustments	+			0	
Gain on sale of non-utility eligible capital property	+			0	
Gain on sale of utility eligible capital property	+			0	
Loss from joint ventures or partnerships  Deemed dividend income	+			0	
Loss in equity of subsidiaries and affiliates				0	
Loss in equity of subsidiaries and amiliates Loss on disposal of utility assets	+			0	
Loss on disposal of utility assets  Loss on disposal of non-utility assets	+			0	
Depreciation in inventory -end of year	+			0	
Depreciation and amortization adjustments	+			0	
Dividends credited to investment account	+			0	
Non-deductible meals	+	0		0	
Non-deductible club dues	+			0	
Non-deductible automobile costs	+			0	
Donations - amount per books		0		0	
Interest and penalties on unpaid taxes				0	
Management bonuses unpaid after 180 days of year end				0	
Imputed interest expense on Regulatory Assets				0	1
Ontario capital tax adjustments	+			0	
Changes in Regulatory Asset balances	+			0	
Changes in Regulatory Asset balances	+			0	
Other Additions: (please explain in detail the nature of the item)	+			0	
, , , , , , , , , , , , , , , , , , ,	+			0	
	+			0	
	+				
Total Additions on which true-up does not apply	=	0	0	0	
Deduct:					
CCA adjustments	-			0	
CEC adjustments	-			0	
Depreciation and amortization adjustments Gain on disposal of assets per financial statements	-	12 201		12 201	
Financing fee amorization - considered to be interest expense for PILs	-	12,201		12,201	
Imputed interest income on Regulatory Assets	-			0	
Donations - amount deductible for tax purposes	-			0	
Income from joint ventures or partnerships	-			0	
Deferred transition costs expensed for tax	-	0		0	
Repairs and maintenance (capitalized for acctg)	-	0		0	
	-			0	
	-			0	
Ontario capital tax adjustments to current or prior year	-	0		0	
	-			0	
Changes in Regulatory Asset balances	-			0	
Other deductions: (Please explain in detail the nature of the item)	-			0	
Other deductions: (Please explain in detail the nature of the item)	-			0	
	-			0	
	-			0	
	-			0	
Total Deductions on which true-up does not apply	=	12,201	0	12,201	
		, ,			

PILs TAXES - EB-2011-0322

Corporate Tax Rates

Exemptions, Deductions, or Thresholds

Utility Name: Chapleau Public Utilities Corporation

Reporting period: 2001

Table 1

Version 2009.1

Rates Used in 2001 RAM PILs Applications for 2001

Income Range		0	200,001	
RAM 2002		to	to	>700,000
	Year	200,000	700,000	
Income Tax Rate				
Proxy Tax Year	2001			
Federal (Includes surtax)		13.12%		28.12%
and Ontario blended		6.00%		12.50%
Blended rate		19.12%		40.62%
Capital Tax Rate		0.300%		
LCT rate		0.225%		
Surtax		1.12%		
Ontario Capital Tax Exemption **	MAX \$5MM	5,000,000		
Federal Large Corporations Tax Exemption **	MAX \$10MM	10,000,000		

<sup>\*\*</sup>Exemption amounts must agree with the Board-approved 2001 RAM PILs filing

Table 2

Expected Income Tax Rates for 2001 and Capital Tax Exemptions for 2001

Expected income Tax Rates	S IOI ZUUT ai	nd Capital Tax	Exemptions for	2001	
Income Range		0		200,001	
Expected Rates		to		to	>700,000
	Year	200,000		700,000	
Income Tax Rate					
Current year	2001				
Federal (Includes surtax)		13.12%			28.12%
Ontario		6.00%			12.50%
Blended rate		19.12%			40.62%
Capital Tax Rate		0.300%			
LCT rate		0.225%			
Surtax		1.12%			
Ontario Capital Tax Exemption	MAX \$5MM	5,000,000			
Federal Large Corporations Tax Exemption	MAX \$10MM	10,000,000			

<sup>\*\*\*</sup>Allocation of exemptions must comply with the Board's instructions regarding regulated activities.

Table 3

Input Information from Utility's Actual 2001 Tax Returns

Income Range		0	200,001			
		to	to	>700,000		
	Year	200,000	700,000			
Income Tax Rate				Ĭ		
Current year	2001					
Federal (Includes surtax)		13.12%	28.12%	28.12%		
Ontario		6.00%	6.00%	12.50%		
Blended rate		19.12%	34.12%	40.62%		
Capital Tax Rate		0.300%				
LCT rate		0.225%				
Surtax		1.12%				
Ontario Capital Tax Exemption *	MAX \$5MM	5,000,000				
Federal Large Corporations Tax Exemption *	MAX \$10MM	10,000,000				

<sup>\*</sup> Include copies of the actual tax return allocation calculations in your submission: Ontario CT23 page 11; federal T2 Schedule 36

PILs TAXES - EB-2011-0322											
Analysis of PILs Tax Accoun											
Utility Name: Chapleau Publi	c Utilit	ies Corporation									Version 2009.1
Reporting period: 2001			S	Sign Conventi	on: -	for increase;	- fo	r decrease			0
			-								
Year start:		01/10/2001	+	01/01/2002		01/01/2003		01/01/2004	01/01/2005	01/01/2006	
Year end:		31/12/2001	1	31/12/2002		31/12/2003		31/12/2004	31/12/2005	30/04/2006	Tota
rear end.		01/12/2001	- t	01/12/2002		01/12/2000		01/12/2004	01/12/2000	00/04/2000	1010
Opening balance:	=	0		5,068		-2,074		-3,031	-1,983	136	0
Board-approved PILs tax	+/-					,			,		
proxy from Decisions (1)											
		5,068		17,627		22,695		18,894	4,407	7,630	76,321
PILs proxy from April 1,		0,000		,02.		22,000		10,001	.,	.,000	. 0,02
2005 - input 9/12 of amount											
									17,168		17,168
True-up Variance	+/-								17,100	-	17,100
Adjustment Q4, 2001 (2)	٠,										
, iajaoio (2)											0
True-up Variance	+/-	-							-	-	O
Adjustment (3)	٠,										
Aujustinent (6)				-5,982							-5,982
Deferral Account Variance		-	_	0,002					-	-	0,002
Adjustment Q4, 2001 (4)											
, , , , , , , , , , , , , , , , , , , ,											
Deferral Account Variance	+/-	-	_						_	-	0
	+/-										
Adjustment (5)											
		_		0						_	0
Adjustments to reported	+/-										
prior years' variances (6)											
		_									0
Carrying charges (7)	+/-										
											0
PILs billed to (collected	-										
from) customers (8)											
		0		-18,788		-23,652		-17,846	-19,456	-12,024	-91,765
Ending balance: # 1562		5,068		-2,074		-3,031		-1,983	136	-4,258	-4,258

## Uncollected PILs

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

## Please identify if Method 1, 2 or 3 was used to account for the PILs proxy and recovery. ANSWER:

Method 1

- (1) (i) From the Board's Decision see Inclusion in Rates, Part III of the TAXCALC spreadsheet for Q4 2001 and 2002. Please insert the Q4, 2001 proxy in column C even though it was approved effective March 1, 2002. If the Board gave more than one decision in the year, calculate a weighted average proxy.
  - (ii) If the Board approved different amounts, input the Board-approved amounts in cells C13 and E13.
  - (iii) Column G In 2003, the initial estimate should include the Q4 2001 PILs tax proxy and the 2002 PILs tax proxy.
  - (iv) Column I The Q4 2001 PILs tax proxy was removed from rates on April 1, 2004 and the 2002 PILs tax proxy remained.
  - (v) Column K The 2002 PILs tax proxy applies to January 1 to March 31, 2005, and the new 2005 PILs tax proxy from April 1 to December 31, 2005.
  - (vi) Column M The 2005 PILs tax proxy will used for the period from January 1 to April 30, 2006.
- (2) From the Ministry of Finance Variance Column, under Future True-ups, Part IV a, cell I132, of the TAXCALC spreadsheet. The Q4, 2001 proxy has to be trued up in 2002, 2003 and for the period January 1- March 31, 2004. Input the variance in the whole year reconcilation.
- (3) From the Ministry of Finance Variance Column, under Future True-ups, Part IV a, cell I132, of the TAXCALC spreadsheet. The true-up will compare to the 2002 proxy for 2002, 2003, 2004 and January 1 to March 31, 2005.
- (4) From the Ministry of Finance Variance Column, under Future True-ups, Part IV b, cell I181, of the TAXCALC spreadsheet. The Q4, 2001 proxy has to be trued up in 2002, 2003 and for the period January 1- March 31, 2004. Input the deferral variance in the whole year reconciliation.
- (5) From the Ministry of Finance Variance Column, under Future True-ups, Part IV a, cell I181, 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.
- (7) Carrying charges are calculated on a simple interest basis.
- (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, 2001 and 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.
- (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, 2001 and 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.
- (9) Any interim PILs recovery from Board Decisions will be recorded in APH Account # 1590. Final reconciliation of PILs proxy taxes will have to include amounts from 1562 and from 1590.