	A	В	С	D	Е
1	PILs TAXES -	Ь		D	Version 2009.1
	REGULATORY INFORMATION (REGINFO)				VE151011 2009.1
	Utility Name: Tay Hydro			Colour Code	
	Reporting period: 2003			Input Cell	
5				Formula in Cell	
	Days in reporting period:	365	days		
-	Total days in the calendar year:	365	days		
8					
	BACKGROUND				
10	Has the utility reviewed section 149(1) ITA to confirm that it is not subject to regular corporate				
12	tax (and therefore subject to PILs)?		Y/N		
	· · ·		1719		
	Was the utility recently acquired by Hydro One				
15 16	and now subject to s.89 & 90 PILs?		Y/N		
	Is the utility a non-profit corporation?		Y/N		
	(If it is a non-profit corporation, please contact the Rates Manager at the OEB)				
19	Are the Ontario Capital Tax & Large Corporations Tax Exemptions	OCT	Y/N		
	shared among the corporate group?	LCT	Y/N	_	
21	Please identify the % used to allocate the OCT and LCT exemptions in	OCT		100%	
	Cells C65 & C74 in the TAXCALC spreadsheet.	LCT		100%	
23	·		D-4-		
24	Accounting Year End		Date	12-31-2003	
	MARR NO TAX CALCULATIONS				Regulatory
	SHEET #7 FINAL RUD MODEL DATA				Income
	(FROM 1999 FINANCIAL STATEMENTS)				
-	USE BOARD-APPROVED AMOUNTS				
30	Rate Base (wires-only)			4,077,253	
33	Common Equity Ratio (CER)			50.00%	
35	1-CER			50.00%	
37	Target Return On Equity			9.88%	
	Debt rate			□ 7.25%	
	Market Adjusted Revenue Requirement			349,217	
43	1999 return from RUD Sheet #7			173,613	173,613
-	Total Incremental revenue			175,604	
	Input: Board-approved dollar amounts phased-in				
47	Amount allowed in 2001			58,535	
48	Amount allowed in 2002			_ 58,535 0	58,535
50	Amount allowed in 2003 and 2004 (will be zero due to Bill 210 unless authorized by the Minister and the Board)			_	0
51	Amount allowed in 2005 - Third tranche of MARR re: CDM			_	0
52	Other Board-approved changes to MARR or incremental revenue			_	0
53	Since a special state of the st			_	0
54	Total Regulatory Income				290,683
55			-		
	Equity			2,038,627	
57	D. 1			22	
	Return at target ROE			201,416	
59 60	Debt			2,038,627	
61	DEDI			2,030,027	
	Deemed interest amount in 100% of MARR			147,800	
63				,000	
	Phase-in of interest - Year 1 (2001)			98,253	
65	((D43+D47)/D41)*D61				
-	Phase-in of interest - Year 2 (2002)			123,027	
67	((D43+D47+D48)/D41)*D61			400.007	
	Phase-in of interest - Year 3 (2003) and forward			123,027	
69 70	((D43+D47+D48)/D41)*D61 (due to Bill 210) Phase-in of interest - 2005			147,800	
71	1 11836-111 01 11161631 - 2000			147,000	
72					
				Ü	

_	A			п	-	e	0	u
1 2	PILs TAXES - PILs TAXES - PILs DEFERRAL AND VARIANCE ACCOUNTS	ITEM	Initial Estimate	Ĭ	M of F	M of F Films	Tax Returns	Ë
3	PILS DEFERMAL AND VARIANCE ACCOUNTS TAX CALCULATIONS (TAXCALC) ("Wiss-only" business - see Tab TAXREC)	F	See Mark	F	Variance K-C	Varience Explanation		F
5 8	0			F			Version 2009.1	F
7	Utility Name: Tay Hydro Reporting period: 2003						Column	
10	Days in reporting period: Total days in the calendar year:	365 365	days days				Brought From	
12					4		TAXREC	
14	D CORPORATE INCOME TAXES							
16	Regulatory Net Income: REGINFO E53	1	268.732		165.255		433.987	
18	BOOK TO TAX ADJUSTMENTS Additions:							
20	Depreciation & Amortization Employee Benefit Plans - Accrued, Not Paid	3	219.884		33.260		253.144 0	
22	Tax reserves - beginning of year Reserves from financial statements - end of year	4			0		0	
25	Regulatory Adjustments - increase in income Other Additions (See Tab entitled "TAXREC")	5			0		0	
28	"Material" Items from "TAXREC" worksheet Other Additions (not "Material") "TAXREC"	6			0		0	
29 30	"Material Items from "TAXREC 2" worksheet Other Additions (not "Material") "TAXREC 2"	6			0		0	
31	Items on which true-up does not apply "TAXREC 3" Deductions: Input positive numbers				4,027		4,027	
33	Capital Cost Allowance and CEC	7	179.431		40.954		220.385	
31 32 33 34 35 38 39 40 42 42 42	Employee Benefit Plans - Paid Amounts tens Capitalized for Regulatory Purposes Regulatory Adjustments - deduction for tax purposes in Item 5	9	0		0		0	
37	Tax reserves - end of year	11	113,737		87.988		201.725	
39 40	Dononne from Securial extensioners - boolering of usor	4 3			0		0	
41	Contributions to defensed income plans Contributions to pension plans Interest capitalized for accounting but deducted for tax	3 11			0		0	
43	Waterst (actificated for accounting tod seatchfield for tax Other Delectories (Real Tab settled "TAKREC") "Material" florm from "TAKREC" workshied "Other Delectors forth (Material" TAKREC." Material Bante from "TAKREC." workshied "Other Delectors forth (Material" TAKREC.") Material Bante from "TAKREC." workshied "Other Delectors forth (Material" TAKREC.")	12			0		0	
45 46	Other Deductions (not "Material") "TAXREC" Material Items from "TAXREC 2" worksheet	12 12			0		0	
48	Other Deductions (not "Material") "TAXREC 2" Items on which true-up does not apply "TAXREC 3"	12			0		0	
50	TAXABLE INCOME/ (LOSS)		195,448		73.600	0	269.048	
52	BLENDED INCOME TAX RATE Tab Tax Rates - Regulatory from Table 1: Actual from Table 3							
54	Tab Tax Nation - Regulatory from Table 1: Actual from Table 3 REGULATORY INCOME TAX	13	18.62%		3.4103%	1	59.272	
58	RESIDENT INCOME TAX		30.302		22.000	POTABLE	39.272	
58 59	Miscellaneous Tax Credits	14		F	0	Actual	٥	F
60 61	Total Regulatory Income Tax	E	36 302	F	22.880	Actual	59 272	F
62 63	II) CAPITAL TAXES			F				E
64 65	Ontario	E		E				Ē
68 67	Base Less: Exemption -Tax Rates - Regulatory, Table 1: Actual, Table 3	15 16	4.077.253 5.000.000	Ē	861.597 0		4.938.850 5.000.000	Ē
68 69	Taxable Capital		0	Ē	861.597		-61.150	Ē
	Rate - Tax Rates - Regulatory, Table 1: Actual, Table 3	17	0.3000%	Ė	0.0000%		0.3000%	E
72 73	Ontario Capital Tax		0	Ė	0		0	Ė
74 75	Federal Large Corporations Tax Bisse	18	4.077.253	E	861.597		4.938.850	
75 77 76	Less: Exemption -Tax Rates - Regulatory, Table 1: Actual, Table 3 Taxable Capital	19	10.000.000	F	861.597		-5.061.150	H
79 80	Rate - Tax Rates - Regulatory, Table 1: Actual, Table 3	20	0.2250%	F	0.0000%		0.2250%	F
81	Gross Amount of LCT before surtax offset (Taxable Capital x Rate) Less: Federal Surtax 1.12% x Taxable Income	24	0		-11.388		-11.388	
83	Net LCT		0		.11 988		.11 388	
85 86	II) INCLUSION IN RATES				-11.350		-11.260	
87 88	Income Tax Rate used for gross-up (exclude surtax)		17.50%					
89 90	Income Tax (proxy tax is grossed-up)	22	44.112			Actual 2003	59.272	
91 92	LCT (prony tax is grossed-up) Ontario Capital Tax (no gross-up since it is deductible)	23 24	0			Actual 2003 Actual 2003	0	
93 94								
96	Total PILs for Rate Adjustment MUST AGREE WITH 2002 RAM DECISION	25	44.112			Actual 2003	59.272	
98 99 100	W FUTURE TRUE-UPS							
100	M a) Calculation of the True-up Variance				DR/(CR)			
102	In Additions: Employee Benefit Plans - Accrued, Not Paid	3						
104	Tax reserves deducted in prior year Reserves from financial statements-and of year	4			0			
106	Additional Committee of the Committee of	6			0			
108	In Deductions - positive numbers							
110	tems Capitalized for Regulatory Purposes Regulatory Adjustments	9		-	0			
112	Interest Adjustment for tax purposes (See Below - cell (206) Tax reserves claimed in current year	11		-	53,925			
114	Reserves from F/S beginning of year Contributions to deferred income plans	4 3			0			
116	Contributions to pension plans Other deductions "Material" Items TAXREC Other deductions "Material" Item TAXREC 2	3 12			0			
118	OPER GEOGRAPHIC MERITE TERM TAXABLE 2	12			0			
121	Total TRUE-UPS before tax effect	26		-	-53,925			
123	Income Tax Rate (excluding surtax) from 2003 Utility's tax return Income Tax Effect on True-up adjustments			*	18.62%			
126	Ess: Miscellaneous Tax Credits	14						
122	Total Income Tax on True-upg				-10.041			
120	Income Tax Rate used for gross-up (exclude surter)			-	17.50%			
191	TRUE-UP VARIANCE ADJUSTMENT				(12,171)			
199	W b) Calculation of the Deferral Account Variance caused by	H		F				F
134 135	changes in legislation			L				L
136	REGULATORY TAXABLE INCOME /(LOSSES) (as reported in the initial estimate column)			-	195,448			L
137 138	REVISED CORPORATE INCOME TAX RATE			х	18.62%			E
138 139 140 141 142 143	REVISED REGULATORY INCOME TAX			Ξ	36.392			F
142 142	Less: Revised Miscellaneous Tax Credits			Ŀ	0			F
144 145	Total Revised Regulatory Income Tax	F		-	36.392			F
146	Less: Regulatory Income Tax reported in the Initial Estimate Column (Cell CS8)			Ľ	36.392			Γ
147	Regulatory Income Tax Variance	E		-	0			E
150	Ontario Capital Tax			Ė	,			E
152	Base Less: Exemption from tab Tax Rates, Table 2, cell C39 Society desired trouble control			-	4.0/7.253 5.000.000			E
154	Revised deemed taxable capital Rate - Tab Tax Rates cell CS4			×	0.3000%			F
156 157		E		Ė	0			F
158	Revised Ontario Capital Tax Less: Ontario Capital Tax reported in the initial estimate column (Cell C70)				0			Г
150 160	Regulatory Ontario Capital Tax Variance			F	0			E
161 162	Faderal LCT Base			Ė	4.077.253			Ė
164	Less: Exemption from tab Tax Rates, Table 2, cell C40 Revised Federal LCT			÷	10.000.000 (5.922.747)			F
188	Rate (as a result of legislative changes) tab 'Tax Rates' cell CS1			F	0.2250%			F
168	Gross Amount Loss: Federal suriax	E		Ŀ	0			F
170 171	Revised Net LCT	E		÷	0			E
172 179	Less: Federal LCT reported in the initial estimate column (Cell C62) Regulatory Federal LCT Variance	E			0			E
174 175	Actual Income Tax Rate used for gross-up (exclude surtar)			Ė	17.50%			E
176	Income Tax (grossed-up)			٠	0			E
179	LCT (grossed-up) Ontario Capital Tax				0			F
181	DEFERRAL ACCOUNT VARIANCE ADJUSTMENT			-	0			F
189 189	TRUE-UP VARIANCE (from sell I132)			٠	(12.171)			F
185 186	Total Deferral Account Entry (Positive Entry = Debit)			-	(12.171)			F
187 188	Demonstration variables + Line-up Variance)			F				F
189	V) INTEREST PORTION OF TRUF-LIP			F				H
191	V) INTEREST PORTION OF TRUE-UP Variance Caused By Phase-in of Deemed Debt	E		E				E
109	Total dearned interest (REGINFO) Interest phased-in (Cell C36)	E		Е	147.800 123.027			Е
196 196	Variance due to phase in of debt component of MARR in rates	Ē		Ē	24.773		_	Ē
197 198	according to the Board's decision			Ė				Ė
200	Other Interest Variances (i.e. Borrowing Levels Above Dearmed Debt per Rate Handbook) Interest deducted on MoF (fing. (Cell K38±K41) Actual Interest Paid			L	201.725		2003	F
202	Actual Interest Paid			F	201.725 147.800			F
204	Variance caused by excess debt			F	53,925			F
206	Interest Adjustment for Tax Purposes (carry forward to Cell II12)	E		E	53.925			E
208	Total Interest Variance			Е	-29,151			E
210				Ē				Ē

And Applications		A	В	С	D	E	F
An	1 2		LINE				
March Marc	3	(for "wires-only" business - see s. 72 OEB Act)		Tax			
Section Company Comp				recturii		Version 2009.1	
Temperature	7	Utility Name: Tay Hydro					
Processor for the Company of the C	9	Taxation Year's start date:					
Comparison Com	11	Taxation Year's end date: Number of days in taxation year:		365	days		
1. B. September 1. September 1					< - enter materiality	level	
1.		(0.25% x Rate Base x CER)					
April 1995 Section Process P	16	Or other measure (please provide the basis of the amount)	Y/N				
The control of the		(Please complete the questionnaire in the Background questionnaire		eet.)			
1	20	Note: Carry forward Wires-only Data to Tab "TAXCALC" Column K					
2. The control of the process processes and control of the process of the proce	22	Section B: Financial statements data:					
Section Company Comp	23	The actual categories of the income statements should be used.					
2	25 26						
1	27 28	Please enter the non-wire operation's amount as a positive number, the pro- in the "non-wires elimination column" as negative values in TAXREC and T.	gram a	utomatically treats a 2.	l amounts		
1	29 30						
1. 1. 1. 1. 1. 1. 1. 1.	31	Energy Sales	+	2,687,803		2,687,803	
1	33	Other Income	+	154,649		154,649	
Control Cont	35		+				
38	37						
April		Costs and Expenses: Cost of energy purchased	-	2,687,803		2,687,803	
25 Annotation	40	Administration	-	202,847			
Met Income Refere Interest & Recome Taxes _ EBIT	42	Amortization	-	253,144		253,144	
1	44					0	
No.	46		Ė			0	
Section	48		Ė				
Section Sect			-		0		
18.2 Not 18.2 Note	51 52	Provision for payments in lieu of income taxes	Ė	50,000		50,000	
55	53	Net Income (loss) (The Net Income (loss) on the MoF column should equal to the net income (loss)	-	182,262	0	182,262	
3	55	per financial statements on Schedule 1 of the tax return.)					
58 BOOK TAX ADDITIONS	56 57	From T2 Schedule 1					H
Department 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1995 1	58 59	BOOK TO TAX ADDITIONS:	+	50.000	0	50 000	
20		Federal large corporation tax	+			0	
Bell	62	Employee benefit plans-accrued, not paid	+		0	0	
Bank		Reserves from financial statements- end of year	+			0	
Section Continues Contin	66	Regulatory adjustments on which true-up may apply (see A66) Items on which true-up does not apply "TAXREC 3"	+	4,027			
Section Sect	67 68		+	0	0		
Combar Additions (Pinesse explains the nature of the additions)							
7. Recognized of CAS. Non-Advication meals and entertainment expenses. 1. 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0				001,111	,	507,171	
Total Other Additions		Recapture of CCA	+				
Total Culture Additions	75	Non-deductible meals and entertainment expense Capital items expensed	+				
Total Additions	77		+	0			
Total Additions			+				
	80 81	Total Other Additions	-	0	0	0	
Baces Material Additions	82	Total Additions	=	307,171	0	307,171	
ST		Recap Material Additions:		0	0	٥	
20	86			0	0	0	
Total Other additions s-materiality level				0	0	0	
20 Total Other Additions - Institution 0 0 0 0 0 0 0 0 0	90			0	0	0	
20	91 92	Total Other additions >materiality level					
B SOOK TO TAX DEDUCTIONS		Other additions (less than materiality level)					
22 Capital cost a flowance - 211,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 21,471 2							
Description	97	Capital cost allowance	-				
100 Recyalation and unatmenters	99	Employee benefit plans-paid amounts	-	0,014		0	
103 other deductions	101	Regulatory adjustments :	Ė			0	
19 Tar reserves - end of year	103	other deductions	÷				
100	105	Reserves from financial statements- beginning of year	÷	0	0		
100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100 100	107	Contributions to pension plans	Ė			0	
10 Material deduction items (not Material from TAXREC 2 - 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	109	Items on which true-up does not apply "TAXREC 3"	Η-	0	0	0	
Subtotal	110	Material deduction items from TAXREC 2	-			0	
114 Other ordusticions (Prisesse applian the nature of the deductions)	112			Ī			
113 Carlo or disposal of assets -	114	Other deductions (Please explain the nature of the deductions)	Ť	220,365	0		
118	116	Gain on disposal of assets	Ė			0	
Total Deductions	118		Ė			0	
Total Deductions	120	Total Other Deductions	Ė	0	0		
12 Recap Material Deductions	122	Total Deductions	-	220,385	0	220,385	
128	124	Recap Material Deductions:					
127	126			0	0	0	
128 Total Other Deductions acceed materially level	128						L
130 Direct Deductions less than materially level 0 0 0 0 0 0 0 0 0	129	Total Other Deductions exceed materiality level		0	0	0	
133 TAXABLE INCOME	131	Other Deductions less than materiality level		0	0	0	
130 PECULCT	133		_		_	*	
137 Not capital loss applied 0 0 0 0 0 0 0 0 0	135	DEDUCT:	-		0		
130 NET TAXABLE INCOME	137		Ė	0		0	
FROM ACTUAL TAX RETURNS	139	NET TAXABLE INCOME	-	269,048	0		
14.3 Not Orlando Income Tax (Must agree with lax return) + 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 18.331 1	141						
146 Sakotola = 59.272 0 59.272 0	143	Net Federal Income Tax (Must agree with tax return) Net Ontario Income Tax (Must agree with tax return)	+				
168 Total Income Tax	144	Subtotal	-	59,272	0	59,272	
15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 15.22% 1	146	Total Income Tax	-		0		
150 Net Ontario Income Tax Rate (Mart agree with tax return) 6.81% 6.81%	148			45 200		45 200/	
152	150	Net Ontario Income Tax Rate (Must agree with tax return)		6.81%		6.81%	
156	152			22.03%		22.03%	
152 Total Income Taxes	154						
157 Ostanic Capital Tax	156	Total Income Taxes	+	59,272	0		
159 160 Total income and capital taxes = 59,272 0 59,272		Ontario Capital Tax	+	0		0	E
161	159 160		-		0		
	161						

PILE TAXES LINE		A	В	С	D	E	F
Tax And Accounting Reserves Corporate Eliminations Tax	1			_		_	<u> </u>
For MoF Column of TAXCALC Tax Return				Corporate	Eliminations		
1						Return	
	4	(for "wires-only" business - see s. 72 OEB Act)		Return			
7 Utility Name: Tay Hydro	5	0				Version 2009.1	
Reporting period: 2003	6						
1 TAX RESERVES	7	Utility Name: Tay Hydro					
1 TAX RESERVES							
13 Reserve for doubtful accounts ss. 20(1)(i) 0 0							
12 Beginning of Year:	10	TAX RESERVES					
13 Reserve for doubtful accounts ss. 20(1)(ii) 0 0 15 Reserve for goods & services ss. 20(1)(iii) 0 0 16 Reserve for unpaid amounts ss. 20(1)(iii) 0 0 17 Debt and share issue expenses ss. 20(1)(iii) 0 0 18 Other - Please describe 0 0 19 Other - Please describe 0 0 20 10 10 10 10 10 10 21 Total (carry forward to the TAXREC worksheet) 0 0 0 0 22 Total (carry forward to the TAXREC worksheet) 0 0 0 0 23 10 10 10 10 10 10 24 End of Year: 0 0 0 0 25 Reserve for doubtful accounts ss. 20(1)(ii) 0 0 0 26 Reserve for unpaid amounts ss. 20(1)(ii) 0 0 0 27 Reserve for unpaid amounts ss. 20(1)(ii) 0 0 0 28 Reserve for unpaid amounts ss. 20(1)(ii) 0 0 0 29 Debt and share issue expenses ss. 20(1)(ii) 0 0 0 20 Debt and share issue expenses ss. 20(1)(ii) 0 0 0 0 21 Total (carry forward to the TAXREC worksheet) 0 0 0 0 0 22 Total (carry forward to the TAXREC worksheet) 0 0 0 0 0 0 0 0 0							
14 Reserve for doubful accounts ss. 20(1)(in) 0 0 0 0 0 0 0 0 0	12	Beginning of Year:					
15 Reserve for uppaid amounts ss. 20(1)(n)						0	
16 Reserve for unpaid amounts ss. 20(1)(n)	14	Reserve for doubtful accounts ss. 20(1)(I)				0	
17 Debt and share issue expenses ss.20(1)(e) 0 0 0 0 0 0 0 0 0						0	
18 Other - Please describe						0	
19 Other - Please describe						0	
20						0	
21	19	Other - Please describe				0	
Total (carry forward to the TAXREC worksheet)							
23						0	
24 End of Year:		Total (carry forward to the TAXREC worksheet)		0	0	0	
25 Reserve for doubtful accounts ss. 20(1)(i)							
26 Reserve for doubtful accounts ss. 20(1)(n) 0 27 Reserve for goods & services ss.20(1)(m) 0 28 Reserve for unpaid amounts ss.20(1)(n) 0 29 Debt and share issue expenses ss.20(1)(e) 0 30 Other - Please describe 0 31 Other - Please describe 0 32 0 0 34 Insert line above this line 0 35 Total (carry forward to the TAXREC worksheet) 0 0 36 0 0 0 37 36 0 0 0 38 FINANCIAL STATEMENT RESERVES 0 0 0 0 39 Beginning of Year: 0 0 0 0 40 Beginning of Year: 0 0 0 0 41 0 0 0 0 0 0 0 42 Hundertory obsolescence 0 0 0 0 0 0 0 <td< td=""><td></td><td>End of Year:</td><td></td><td></td><td></td><td></td><td></td></td<>		End of Year:					
27 Reserve for goods & services ss.20(1)(m)							
28 Reserve for unpaid amounts ss.20(1)(n) 0 29 Debt and share issue expenses ss.20(1)(e) 0 31 Other - Please describe 0 32 Uniter - Please describe 0 33 Insert line above this line 0 34 Insert line above this line 0 35 Total (carry forward to the TAXREC worksheet) 0 0 36 Total (carry forward to the TAXREC worksheet) 0 0 0 37 Total (carry forward to the TAXREC worksheet) 0 0 0 38 FINANCIAL STATEMENT RESERVES 0 0 0 39 Beginning of Year: 0 0 0 40 Beginning of Year: 0 0 0 41 Environmental 0 0 0 44 Allowance for doubtful accounts 0 0 0 45 Inventory obsolescence 0 0 0 47 Other - Please describe 0 0 0 49 Total (carry forward to the TAXREC worksheet) 0 0 0 50 Total (carry forward to the TAXREC worksheet) 0 0 0 <td></td> <td></td> <td></td> <td></td> <td></td> <td></td> <td></td>							
29 Debt and share issue expenses ss.20(1)(e) 0 0 0 0 0 0 0 0 0							
30 Other - Please describe							
Other - Please describe						0	
32 0 0 33 Insert line above this line							
33		Other - Please describe					
34 Insert line above this line 0							
Total (carry forward to the TAXREC worksheet)						0	
36 37 38 FINANCIAL STATEMENT RESERVES 39 30 30 30 30 30 30 30							
38 FINANCIAL STATEMENT RESERVES		Total (carry forward to the TAXREC worksheet)		0	0	0	
Seginning of Year:							
39							
40 Beginning of Year:		FINANCIAL STATEMENT RESERVES					
41							
42		Beginning of Year:					
43 Environmental							
44 Allowance for doubtful accounts 0 45 Inventory obsolescence 0 46 Property taxes 0 47 Other - Please describe 0 48 Other - Please describe 0 50 Total (carry forward to the TAXREC worksheet) 0 0 51 0 0 0 52 End of Year: 0 0 0 53 0 0 0 54 0 0 0 55 Environmental 0 0 0 56 Allowance for doubtful accounts 0 0 0 57 Inventory obsolescence 0 0 0 58 Property taxes 0 0 0 59 Other - Please describe 0 0 0 60 Other - Please describe 0 0 0 61 Insert line above this line 0 0 0 0 63 Total (carry forward to the TAXREC worksheet) 0 0 0 0							
45 Inventory obsolescence							
46 Property taxes 0 47 Other - Please describe 0 48 Other - Please describe 0 50 Total (carry forward to the TAXREC worksheet) 0 0 51 0 52 End of Year: 0 53 0 0 54 0 0 55 Environmental 0 0 56 Allowance for doubtful accounts 0 0 57 Inventory obsolescence 0 0 59 Other - Please describe 0 0 60 Other - Please describe 0 0 61 0 0 62 Insert line above this line 0 0 63 Total (carry forward to the TAXREC worksheet) 0 0							
47 Other - Please describe 0 48 Other - Please describe 0 49							
48 Other - Please describe 0 49 0 50 Total (carry forward to the TAXREC worksheet) 0 0 51 0 52 End of Year: 0 53 0 0 54 0 0 55 Environmental 0 0 56 Allowance for doubtful accounts 0 0 57 Inventory obsolescence 0 0 58 Property taxes 0 0 59 Other - Please describe 0 0 60 Other - Please describe 0 0 61 Insert line above this line 0 0 63 Total (carry forward to the TAXREC worksheet) 0 0 0	46	Property taxes					
49 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 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							
50 Total (carry forward to the TAXREC worksheet) 0 0 0 51		Other - Please describe					
51 52 End of Year: 0 53 0 0 54 0 0 55 Environmental 0 56 Allowance for doubtful accounts 0 57 Inventory obsolescence 0 58 Property taxes 0 59 Other - Please describe 0 60 Other - Please describe 0 61 0 0 62 Insert line above this line 0 63 Total (carry forward to the TAXREC worksheet) 0 0							
52 End of Year: 0 53 0 54 0 55 Environmental 0 56 Allowance for doubtful accounts 0 57 Inventory obsolescence 0 58 Property taxes 0 59 Other - Please describe 0 60 Other - Please describe 0 61		I otal (carry forward to the TAXREC worksheet)		0	0	0	
53 0 54 0 55 Environmental 0 56 Allowance for doubtful accounts 0 57 Inventory obsolescence 0 58 Property taxes 0 59 Other - Please describe 0 60 Other - Please describe 0 61 0 0 62 Insert line above this line 0 63 Total (carry forward to the TAXREC worksheet) 0 0							
54 0 55 Environmental 0 56 Allowance for doubtful accounts 0 57 Inventory obsolescence 0 58 Property taxes 0 59 Other - Please describe 0 60 Other - Please describe 0 61		End of Year:					
55 Environmental 0 56 Allowance for doubtful accounts 0 57 Inventory obsolescence 0 58 Property taxes 0 59 Other - Please describe 0 60 Other - Please describe 0 61							
56 Allowance for doubtful accounts 0 57 Inventory obsolescence 0 58 Property taxes 0 59 Other - Please describe 0 60 Other - Please describe 0 61		Faviragesental					
57 Inventory obsolescence 0 58 Property taxes 0 59 Other - Please describe 0 60 Other - Please describe 0 61 Insert line above this line 0 63 Total (carry forward to the TAXREC worksheet) 0 0 64 0 0							
58 Property taxes 0 59 Other - Please describe 0 60 Other - Please describe 0 61 Insert line above this line 0 63 Total (carry forward to the TAXREC worksheet) 0 0 64 0 0							
59 Other - Please describe 0 60 Other - Please describe 0 61 Insert line above this line 0 62 Insert line above this line 0 63 Total (carry forward to the TAXREC worksheet) 0 0 64 0 0							
60 Other - Please describe 0 61							
61 0 62 Insert line above this line 0 63 Total (carry forward to the TAXREC worksheet) 0 0 64 0 0							
62 Insert line above this line 63 Total (carry forward to the TAXREC worksheet) 64 0 0 0		Otner - Please describe					
63 Total (carry forward to the TAXREC worksheet) 0 0 0 0 64						0	
64							
		Total (carry forward to the TAXREC worksheet)		0	0	0	
	64			20.4			

	A	В	С	D	E	F
1						
3	PILS TAXES - TAX RETURN RECONCILIATION (TAXREC 2)	LINE	M of F Corporate	Non-wires Eliminations	Wires-only Tax	
4	(for "wires-only" business - see s. 72 OEB Act)		Tax	Liminations	Return	
5	RATEPAYERS ONLY Shareholder-only Items should be shown on TAXREC 3		Return		Version 2009.1	
7					Version 2003.1	
9	Utility Name: Tay Hydro Reporting period: 2003					
10	Number of days in taxation year:		365			
11 12	Materiality Level:		0			
13						
14	Section C: Reconciliation of accounting income to taxable income					
16	Add:					
17	Gain on sale of eligible capital property	+			0	
19	Loss on disposal of assets	+			0	
20	Charitable donations (Only if it benefits ratepayers) Taxable capital gains	+			0	
22		+			0	
24	Scientific research expenditures deducted per financial statements	+			0	
25 26	Capitalized interest Soft costs on construction and renovation of buildings	+			0	
27	Capital items expensed	+			0	
28 29	Debt issue expense Financing fees deducted in books	+			0	
30	Gain on settlement of debt	+			0	
31	Interest paid on income debentures Recapture of SR&ED expenditures	+			0	
33	Share issue expense	+			0	
34 35	Write down of capital property Amounts received in respect of qualifying environment trust	+			0	
36	Provision for bad debts	+			0	
38		+			0	
39	Other Additions: (places explain in detail the notice of the item)	+			0	
41	Other Additions: (please explain in detail the nature of the item)	+			0	
42 43		+			0	
44		+			0	
45 46	Total Additions	+	0	0	0	
47						
48 49	Recap of Material Additions:		0	0	0	
50			0	0	0	
51 52			0	0	0	
53			0	0	0	
54 55			0	0	0	
56 57			0	0	0	
58			0	0	0	
59 60			0	0	0	
61			0	0	0	
62 63			0	0	0	
64			0	0	0	
65 66			0	0	0	
67			0	0	0	
68 69			0	0	0	
70 71			0	0	0	
72			0	0	0	
73 74			0	0	0	
75 76			0	0	0	
77	Total Material additions		0	0	0	
78 79	Other additions less than materiality level Total Additions		0	0	0	
80			U	U	0	
81 82	Deduct: Gain on disposal of assets per f/s	H			0	
83	Dividends not taxable under section 83	Ė			0	
84 85	Terminal loss from Schedule 8 Depreciation in inventory, end of prior year	-			0	
86	Scientific research expenses claimed in year from Form T661 Bad dehts	-			0	
87 88	Book income of joint venture or partnership	Ė			0	
89 90	Equity in income from subsidiary or affiliates Contributions to a qualifying environment trust	-			0	
91	Other income from financial statements	-			0	
92 93		-			0	
94		-			0	
95 96	Other deductions: (Please explain in detail the nature of the item) Non-taxable load transfers	-	0		0	
97 98		-			0	
99	Total Deductions	=	0	0	0	
100	Recap of Material Deductions:					
102			0	0	0	
103 104			0	0	0	
105			0	0	0	
106 107			0	0	0	
108 109			0	0	0	
110			0	0	0	
111 112			0	0	0	
113			0	0	0	
114 115			0	0	0	
116			0	0	0	
117 118			0	0	0	
119	Total Deductions exceed materiality level		0	0	0	
120 121	Other deductions less than materiality level Total Deductions		0	0	0	
122			-			

	A	В	С	D	Е	F
1	Λ	-	Ü	D		
-	PILs TAXES -					
3	TAX RETURN RECONCILIATION (TAXREC 3)					
4	Shareholder-only Items should be shown on TAXREC 3	LINE	M of F	Non-wires	Wires-only	
5	ITEMS ON WHICH TRUE-UP DOES NOT APPLY		Corporate	Eliminations	Tax	
6	(for "wires-only" business - see s. 72 OEB Act)		Tax		Return	
7	0		Return			
	Utility Name: Tay Hydro				Version 2009.1	
9						
10	Reporting period: 2003					
12	Number of days in taxation year:		365			
13						
14						
15						
16	Section C: Reconciliation of accounting income to taxable income					
17 18	Add:					
	Recapture of capital cost allowance	+			0	
	CCA adjustments	+			0	
21	CEC adjustments	+			0	
	Gain on sale of non-utility eligible capital property	+			0	
	Gain on sale of utility eligible capital property	+	0.000		0	
	Loss from joint ventures or partnerships Deemed dividend income	+	2,686		2,686	
	Loss in equity of subsidiaries and affiliates	+			0	
	Loss on disposal of utility assets	+	215		215	
28	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	+	226		0	
	Non-deductible meals Non-deductible club dues	+	236		236	
	Non-deductible club dues Non-deductible automobile costs	+			0	
	Donations - amount per books		0		0	
36	Interest and penalties on unpaid taxes		890		890	
	Management bonuses unpaid after 180 days of year end				0	
	Imputed interest expense on Regulatory Assets				0	
39 40	Ontario capital tax adjustments	+	0		0	
	Changes in Regulatory Asset balances	+	U		0	
42	Training of the House of the Ho	+			0	
43	Other Additions: (please explain in detail the nature of the item)	+			0	
44	Bad debts - pre-October 1, 2001 Denied	+	_		0	
	Capital contributions - s.12(1)(x)	+	0		0	
46 47	Total Additions on which true-up does not apply	=	4,027	0	4.027	
48	Total Additions on which true-up does not apply	_	4,021	0	4,021	
49	Deduct:					
50						
	CCA adjustments	-			0	
	CEC adjustments Depreciation and amortization adjustments	-			0	
	Depreciation and amortization adjustments Gain on disposal of assets per financial statements	-			0	
	Financing fee amorization - considered to be interest expense for PILs	-			0	
56	Imputed interest income on Regulatory Assets	-			0	
	Donations - amount deductible for tax purposes	-	0		0	
	Income from joint ventures or partnerships	-			0	
59		-			0	
60 61		-			0	
62		-			0	
-	Capital contributions - s.12(1)(x)	-	0		0	
64	Ontario capital tax adjustments to current or prior year	-	0		0	
65		-			0	
	Changes in Regulatory Asset balances	-			0	
67 68	Other deductions: (Please explain in detail the neture of the item)	-			0	
68 69	Other deductions: (Please explain in detail the nature of the item)	-			0	
70		-			0	
71		-			0	
72		-			0	
73	Total Deductions on which true-up does not apply	=	0	0	0	
74						
75						

2									
2	Α	В	С	D	Е	F	G	Н	
	PILs TAXES -								
2	Corporate Tax Rates				V	ersion 2009.	1		
3	Exemptions, Deductions, o	r Threshold	ls						
4	Utility Name: Tay Hydro								
5	Reporting period: 2003								
6									
7						Table 1			
8	Rates Used in 2002 RAM P	Ls Applica	ions for 2002	2					
	Income Range	l l	0		200,001				
	RAM 2002		to		to	>700000			
11	IVAIII 2002	Year	200,000		700,000	2700000			
	Income Tax Rate	i cai	200,000		700,000				
		2002							
	Proxy Tax Year	2002							
	Federal (Includes surtax)		13.12%		26.12%	26.12%			
_	and Ontario blended		6.00%		6.00%	12.50%			
16	Blended rate		19.12%		34.12%	38.62%			
17									
18	Capital Tax Rate		0.300%						
	LCT rate		0.225%						
	Surtax		1.12%						
	Ontario Capital Tax	MAX	1.12/0						
	Exemption **	\$5MM	5,000,000						
		φΟΙΝΙΝΙ							
	Federal Large	MAX	10,000,000						
	Corporations Tax	\$10MM	10,000,000						
	Exemption **								
	**Exemption amounts	must agre	e with the	Board-app	roved 200	2 RAM			
	PILs filing								
23	<u> </u>								
24									
25						Table 2			
	Expected Income Tax Rate	s for 2003 a	nd Capital Ta	ax Exemption	s for 2003				
	Income Range	T	0		200,001				
	Expected Rates		to		to	>700000			
29	Expected Nates	Year	200,000		700,000	>100000			
	Income Tax Rate	i cai	200,000		700,000				
_		0000							
	Current year	2003	10.100/			24.4207			
_	Federal (Includes surtax)	2003	13.12%			24.12%			
33	Ontario	2003	6.00%			12.50%			
34	Blended rate	2003	19.12%		34.12%	36.62%			
35									
36	Capital Tax Rate	2003	0.300%						
	LCT rate	2003	0.225%						
	Surtax	2003	1.12%						
	Ontario Capital Tax	MAX	5,000,000						
39	Exemption *** 2003	\$5MM	5,000,000						
39	Exemption *** 2003 Federal Large								
39	Exemption *** 2003 Federal Large Corporations Tax	\$5MM	5,000,000						
39 40	Exemption *** 2003 Federal Large Corporations Tax Exemption *** 2003	\$5MM MAX \$10MM	10,000,000						
39 40 41	Exemption *** 2003 Federal Large Corporations Tax Exemption *** 2003 *** Allocation of exemp	\$5MM MAX \$10MM tions mus	10,000,000	vith the Bo	ard's instr	uctions			
394041	Exemption *** 2003 Federal Large Corporations Tax Exemption *** 2003 *** Allocation of exemp	\$5MM MAX \$10MM tions mus	10,000,000	vith the Bo	ard's instr	uctions			
40 41 42	Exemption *** 2003 Federal Large Corporations Tax Exemption *** 2003	\$5MM MAX \$10MM tions mus	10,000,000	vith the Bo	ard's instr				
40 41 42 43	Exemption *** 2003 Federal Large Corporations Tax Exemption *** 2003 *** Allocation of exempregarding regulated ac	\$5MM MAX \$10MM tions mus	10,000,000 st comply w		ard's instr	uctions Table 3			
40 41 42 43 44	Exemption *** 2003 Federal Large Corporations Tax Exemption *** 2003 *** Allocation of exemp regarding regulated ac	\$5MM MAX \$10MM tions mus	10,000,000 st comply w 2003 Tax Ret						
40 41 42 43 44 45	Exemption *** 2003 Federal Large Corporations Tax Exemption *** 2003 *** Allocation of exempregarding regulated ac	\$5MM MAX \$10MM tions mus	10,000,000 st comply w 2003 Tax Ret 0		200,001	Table 3			
40 41 42 43 44 45 46	Exemption *** 2003 Federal Large Corporations Tax Exemption *** 2003 *** Allocation of exemp regarding regulated ac	\$5MM MAX \$10MM tions mus tivities.	10,000,000 St comply w 2003 Tax Ret 0 to		200,001 to				
40 41 42 43 44 45	Exemption *** 2003 Federal Large Corporations Tax Exemption *** 2003 *** Allocation of exemp regarding regulated ac	\$5MM MAX \$10MM tions mus	10,000,000 st comply w 2003 Tax Ret 0		200,001	Table 3			
40 41 42 43 44 45 46 47	Exemption *** 2003 Federal Large Corporations Tax Exemption *** 2003 *** Allocation of exemp regarding regulated ac	\$5MM MAX \$10MM tions mus tivities.	10,000,000 St comply w 2003 Tax Ret 0 to		200,001 to	Table 3			
40 41 42 43 44 45 46 47 48	Exemption *** 2003 Federal Large Corporations Tax Exemption *** 2003 *** Allocation of exemp regarding regulated ac Input Information from Utili Income Range	\$5MM MAX \$10MM tions mus tivities.	10,000,000 St comply w 2003 Tax Ret 0 to		200,001 to	Table 3			
40 41 42 43 44 45 46 47 48 49	Exemption *** 2003 Federal Large Corporations Tax Exemption *** 2003 *** Allocation of exemp regarding regulated ac Input Information from Utili Income Range Income Tax Rate Current year	\$5MM MAX \$10MM tions mus tivities.	10,000,000 st comply w 2003 Tax Ret 0 to 200,000		200,001 to 700,000	Table 3 >700,000		24 12%	0 00%
40 41 42 43 44 45 46 47 48 49 50	Exemption *** 2003 Federal Large Corporations Tax Exemption *** 2003 *** Allocation of exemp regarding regulated ac Input Information from Utili Income Range Income Tax Rate Current year Federal (Includes surtax)	\$5MM MAX \$10MM tions mus tivities.	10,000,000 st comply w 2003 Tax Ret 0 to 200,000		200,001 to 700,000	700,000 24.12%		24.12% 12.50%	0.00%
40 41 42 43 44 45 46 47 48 49 50	Exemption *** 2003 Federal Large Corporations Tax Exemption *** 2003 *** Allocation of exemp regarding regulated ac Input Information from Utili Income Range Income Tax Rate Current year Federal (Includes surtax) Ontario	\$5MM MAX \$10MM tions mus tivities.	10,000,000 st comply w 2003 Tax Ret 0 to 200,000 13.12% 6.00%		200,001 to 700,000 0.00%	700,000 24.12% 12.50%		12.50%	0.00%
39 40 41 42 43 44 45 46 47 48 49 50 51 52	Exemption *** 2003 Federal Large Corporations Tax Exemption *** 2003 *** Allocation of exemp regarding regulated ac Input Information from Utili Income Range Income Tax Rate Current year Federal (Includes surtax)	\$5MM MAX \$10MM tions mus tivities.	10,000,000 st comply w 2003 Tax Ret 0 to 200,000		200,001 to 700,000	700,000 24.12%			
39 40 41 42 43 44 45 46 47 48 49 50 51 52 53	Exemption *** 2003 Federal Large Corporations Tax Exemption *** 2003 *** Allocation of exemp regarding regulated ac Input Information from Utili Income Range Income Tax Rate Current year Federal (Includes surtax) Ontario Blended rate	\$5MM MAX \$10MM tions mus tivities.	10,000,000 st comply w 2003 Tax Ret 0 to 200,000 13.12% 6.00% 19.12%		200,001 to 700,000 0.00%	700,000 24.12% 12.50%		12.50%	0.00%
39 40 41 42 43 44 45 46 47 48 49 50 51 52 53 54	Exemption *** 2003 Federal Large Corporations Tax Exemption *** 2003 *** Allocation of exemp regarding regulated ac Input Information from Utili Income Range Income Tax Rate Current year Federal (Includes surtax) Ontario Blended rate Capital Tax Rate	\$5MM MAX \$10MM tions mus tivities.	10,000,000 st comply w 2003 Tax Ret 0 to 200,000 13.12% 6.00% 19.12% 0.300%		200,001 to 700,000 0.00%	700,000 24.12% 12.50%		12.50%	0.00%
39 40 41 42 43 44 45 46 47 48 49 50 51 52 53 54 55	Exemption *** 2003 Federal Large Corporations Tax Exemption *** 2003 *** Allocation of exemp regarding regulated ac Input Information from Utili Income Range Income Tax Rate Current year Federal (Includes surtax) Ontario Blended rate Capital Tax Rate LCT rate	\$5MM MAX \$10MM tions mus tivities.	10,000,000 st comply w 2003 Tax Ret 0 to 200,000 13.12% 6.00% 19.12% 0.300% 0.225%		200,001 to 700,000 0.00%	700,000 24.12% 12.50%		12.50%	0.00%
39 40 41 42 43 44 45 46 47 48 49 50 51 52 53 54 55	Exemption *** 2003 Federal Large Corporations Tax Exemption *** 2003 *** Allocation of exemp regarding regulated ac Input Information from Utili Income Range Income Tax Rate Current year Federal (Includes surtax) Ontario Blended rate Capital Tax Rate	\$5MM MAX \$10MM tions mus tivities.	10,000,000 st comply w 2003 Tax Ret 0 to 200,000 13.12% 6.00% 19.12% 0.300%		200,001 to 700,000 0.00%	700,000 24.12% 12.50%		12.50%	0.00%
39 40 41 42 43 44 45 46 47 48 49 50 51 52 53 54 55 56	Exemption *** 2003 Federal Large Corporations Tax Exemption *** 2003 *** Allocation of exemp regarding regulated ac Input Information from Utili Income Range Income Tax Rate Current year Federal (Includes surtax) Ontario Blended rate Capital Tax Rate LCT rate	\$5MM MAX \$10MM tions mus tivities.	10,000,000 2003 Tax Ret 0 to 200,000 13.12% 6.00% 19.12% 0.300% 0.225% 1.12%		200,001 to 700,000 0.00%	700,000 24.12% 12.50%		12.50%	0.00%
40 41 42 43 44 45 46 47 48 49 50 51 52 53 54 55 56	Exemption *** 2003 Federal Large Corporations Tax Exemption *** 2003 *** Allocation of exemp regarding regulated ac Input Information from Utili Income Range Income Tax Rate Current year Federal (Includes surtax) Ontario Blended rate Capital Tax Rate LCT rate Surtax Ontario Capital Tax	\$5MM MAX \$10MM tions mustivities. ity's Actual Year 2003 MAX	10,000,000 st comply w 2003 Tax Ret 0 to 200,000 13.12% 6.00% 19.12% 0.300% 0.225%		200,001 to 700,000 0.00%	700,000 24.12% 12.50%		12.50%	0.00%
40 41 42 43 44 45 46 47 48 49 50 51 52 53 54 55 56	Exemption *** 2003 Federal Large Corporations Tax Exemption *** 2003 *** Allocation of exemp regarding regulated ac Input Information from Utili Income Range Income Tax Rate Current year Federal (Includes surtax) Ontario Blended rate Capital Tax Rate LCT rate Surtax Ontario Capital Tax Exemption *	\$5MM MAX \$10MM tions mus tivities. ty's Actual Year 2003 MAX \$5MM	10,000,000 2003 Tax Ret 0 to 200,000 13.12% 6.00% 19.12% 0.300% 0.225% 1.12%		200,001 to 700,000 0.00%	700,000 24.12% 12.50%		12.50%	0.00%
40 41 42 43 44 45 46 47 48 49 50 51 52 53 54 55 56	Exemption *** 2003 Federal Large Corporations Tax Exemption *** 2003 *** Allocation of exemp regarding regulated ac Input Information from Utili Income Range Income Tax Rate Current year Federal (Includes surtax) Ontario Blended rate Capital Tax Rate LCT rate Surtax Ontario Capital Tax Exemption * Federal Large	\$5MM MAX \$10MM tions mustivities. ity's Actual Year 2003 MAX	10,000,000 st comply w 2003 Tax Ret 0 to 200,000 13.12% 6.00% 19.12% 0.300% 0.225% 1.12% 4,631,128		200,001 to 700,000 0.00%	700,000 24.12% 12.50%		12.50%	0.00%
39 40 41 42 43 44 45 46 47 48 49 50 51 52 53 54 55 56 57	Exemption *** 2003 Federal Large Corporations Tax Exemption *** 2003 *** Allocation of exemp regarding regulated ac Input Information from Utili Income Range Income Tax Rate Current year Federal (Includes surtax) Ontario Blended rate Capital Tax Rate LCT rate Surtax Ontario Capital Tax Exemption * Federal Large Corporations Tax	\$5MM MAX \$10MM tions mus tivities. ty's Actual Year 2003 MAX \$5MM	10,000,000 2003 Tax Ret 0 to 200,000 13.12% 6.00% 19.12% 0.300% 0.225% 1.12%		200,001 to 700,000 0.00%	700,000 24.12% 12.50%		12.50%	0.00%
39 40 41 42 43 44 45 46 47 48 49 50 51 52 53 54 55 56 57	Exemption *** 2003 Federal Large Corporations Tax Exemption *** 2003 *** Allocation of exemp regarding regulated ac Input Information from Utili Income Range Income Tax Rate Current year Federal (Includes surtax) Ontario Blended rate Capital Tax Rate LCT rate Surtax Ontario Capital Tax Exemption * Federal Large Corporations Tax Exemption *	\$5MM MAX \$10MM tions mus tivities. ty's Actual Year 2003 MAX \$5MM MAX \$10MM	10,000,000 2003 Tax Ret 0 to 200,000 13.12% 6.00% 19.12% 0.300% 0.225% 1.12% 4,631,128 10,000,000	eurns	200,001 to 700,000 0.00% 0.00%	Table 3 >700,000 24.12% 12.50% 36.62%		12.50%	0.00%
39 40 41 42 43 44 45 46 47 48 49 50 51 52 53 54 55 56 57 58 59	Exemption *** 2003 Federal Large Corporations Tax Exemption *** 2003 *** Allocation of exemp regarding regulated ac Input Information from Utili Income Range Income Tax Rate Current year Federal (Includes surtax) Ontario Blended rate Capital Tax Rate LCT rate Surtax Ontario Capital Tax Exemption * Federal Large Corporations Tax Exemption * * Include copies of the	\$5MM MAX \$10MM tions mus tivities. ity's Actual Year 2003 MAX \$5MM MAX \$10MM actual tax	10,000,000 st comply w 2003 Tax Ret 0 to 200,000 13.12% 6.00% 19.12% 0.300% 0.225% 1.12% 4,631,128 10,000,000 x return alle	ocation cal	200,001 to 700,000 0.00% 0.00%	Table 3 >700,000 24.12% 12.50% 36.62%		12.50%	0.00%
39 40 41 42 43 44 45 46 47 48 49 50 51 52 53 54 55 56 57	Exemption *** 2003 Federal Large Corporations Tax Exemption *** 2003 *** Allocation of exemp regarding regulated ac Input Information from Utili Income Range Income Tax Rate Current year Federal (Includes surtax) Ontario Blended rate Capital Tax Rate LCT rate Surtax Ontario Capital Tax Exemption * Federal Large Corporations Tax Exemption *	\$5MM MAX \$10MM tions mus tivities. ity's Actual Year 2003 MAX \$5MM MAX \$10MM actual tax	10,000,000 st comply w 2003 Tax Ret 0 to 200,000 13.12% 6.00% 19.12% 0.300% 0.225% 1.12% 4,631,128 10,000,000 x return alle	ocation cal	200,001 to 700,000 0.00% 0.00%	Table 3 >700,000 24.12% 12.50% 36.62%		12.50%	0.009

	Α	В	С	D	E	F	G	Н	I	J	K	L	M	Ζ	0
1	PILs TAXES -														
2	Analysis of PILs Tax Account	1562													
3	Utility Name: Tay Hydro														Version 2009.1
4	Reporting period: 2003				Sign Conventi	on: +	for increase;	- fo	r decrease						0
5															
6															į.
7															
8	Year start:		10/1/2001		1/1/2002		1/1/2003		1/1/2004		1/1/2005		1/1/2006		
9	Year end:		12/31/2001		12/31/2002		12/31/2003		12/31/2004		12/31/2005		4/30/2006		Total
10															l
11	Opening balance:	=	0_		0		0		0		0		0		0
	Board-approved PILs tax	+/-													
12	proxy from Decisions (1)						0		0		0		0		0
	PILs proxy from April 1,														
13	2005 - input 9/12 of amount														0
	True-up Variance	+/-													
14	Adjustment Q4, 2001 (2)		_						_						0
l	True-up Variance	+/-													
15	Adjustment (3)												-12,171		-12,171
	Deferral Account Variance														
16	Adjustment Q4, 2001 (4)														0
	Deferral Account Variance	+/-													
17	Adjustment (5)												0		0
	Adjustments to reported	+/-	_												
18	prior years' variances (6)														0
19	Carrying charges (7)	+/-													0
	PILs billed to (collected	-													
20	from) customers (8)		0												0
21															
22	Ending balance: # 1562		0		0		0		0		0		-12,171		-12,171

Uncollected PILs

24 26

33

54

75 76 77

28 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. 30 31 32

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

- (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.
- 42 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 43 44 45 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. 46 47 The true-up will compare to the 2002 proxy for 2002, 2003, 2004 and January 1 to March 31, 2005.
- 48 49 50 (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.
- 51 5) From the Ministry of Finance Variance Column, under Future True-ups, Part IV a, cell I181, of the TAXCALC spreadsheet. 52 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.
- 55 56 (7) Carrying charges are calculated on a simple interest basis.
- 58 (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 59 60 61 62 63 64 65 67 68 70 71 72 73 components for Q4, 2001and 2002 were calculated in the 2002 approved RAM on sheet 6 and sheet 8. In April 2004, the PILs recovery was based on the 2002 PILs tax proxy recovered by the volumetric rate by class as calculated on sheet 7 of the 2004 RAM. The 2005 PILs tax proxy is being recovered on a volumetric basis by class.
 - (ii) Collections should equal: (a) the actual volumes/ load (kWhs, kWs, Kva) for the period (including net unbilled at period end), multiplied by the PILs volumetric proxy rates by class (from the Q4, 2001and 2002 RAM worksheets) for 2002, 2003 and January 1 to March 31, 2004; plus, (b) customer counts by class in the same period multiplied by the PILs fixed charge rate components.
 - In 2004, use the Board-approved 2002 PILs proxy, recovered on a volumetric basis by class as calculated by the 2004 RAM, sheet 7, for the period April 1 to December 31, 2004, and add this total to the results from the sentence above for January 1 to March 31, 2004.
 - In 2005, use the Board-approved 2005 PILs proxy, recovered on a volumetric basis by class as calculated by the 2005 RAM, sheet 4, for the period April 1 to December 31, 2005. To this total, the 2004 volumetric PILs proxy rate by class should be used to calculate the recovery for the period January 1 to March 31, 2005.
 - 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.