



1 2.0 - EP 35 - Continuity for 2013

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3 Ref: 2.0-Energy Probe-11 &
4 1.0-Energy Probe-2

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6 Given that Bluewater will not be converting to IFRS in 2013, please provide a continuity
7 schedule for 2013 based on Modified CGAAP (modified for the change in capitalization and
8 depreciation), based on the 2012 CGAAP preliminary actuals continuity schedule provided in
9 2.0-Energy Probe-11.

10

11 Please find attached the 2012 and 2013 continuity schedules.

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13 The 2012 continuity schedule is current CGAAP which includes the capitalization of overhead at
14 a rate of 13.8% as discussed in Ex. 2-2-1, page 3. The 2012 continuity schedule includes the
15 final draft actual results which are currently being audited and are not expected to change.

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17 The 2013 continuity schedule is filed on a Modified CGAAP basis which includes new useful
18 lives for depreciation purposes (as calculated under MIFRS), and no overhead being capitalized
19 (same as MIFRS).

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21 Table 1 below presents the impact on rate base and revenue requirement. The column headed
22 "IR Round 2 Update for 2.0-EP-35" contains two changes:

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(1) Rate Base, depreciation and PILs revised to reflect the above; and

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(2) Rate Base, depreciation and PILs revised to reflect update to 2012 Actual Capital
25 results (final draft)

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Table 1 – Summary of Revenue Requirement Updates

		IR Round 1	IR Round 2	IR Round 2 Update for 2.0-EP- 35
	2013 Original Application	2013 Test Year MIFRS	2013 MIFRS including Cost of Capital Update	2013 MCGAAP
Cost of Capital				
IFRS Adjustment	364,881	364,881	364,881	0
Rate Base	66,800,816	66,596,910	66,596,910	65,596,226
Cost of Capital	6.07%	6.10%	5.91%	5.91%
Total Return on Rate Base	4,056,060	4,065,294	3,937,495	3,877,634
Cost of Service				
Operations, Maintenance & Admin	13,302,742	13,449,974	13,449,974	13,449,974
Depreciation	5,011,623	5,151,966	5,151,966	5,311,732
Income Taxes	586,513	484,823	471,488	636,323
Service Revenue Requirement	22,956,938	23,152,058	23,010,923	23,275,663
Other Revenue	1,080,249	1,070,249	1,070,249	1,070,249
Base Revenue Requirement	21,876,689	22,081,809	21,940,674	22,205,415

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**Appendix 2-B
 Fixed Asset Continuity Schedule**

Year 2012 CGAAP

CCA Class	OEB	Description	Depreciation Rate	Cost				Accumulated Depreciation				
				Opening Balance	Additions	Smart Meter and Stranded Meters	Closing Balance	Opening Balance	Additions	Smart Meter and Stranded Meters	Closing Balance	Net Book Value
12	1611	Computer Software (Formally known as Account 1925)		\$ 9,500,884	\$ 1,900,339	\$ 3,537,240	\$ 14,938,463	-\$ 6,007,128	-\$ 1,206,845	-\$ 1,037,528	-\$ 8,251,501	\$ 6,686,962
CEC	1612	Land Rights (Formally known as Account 1906)		\$ 283,160			\$ 283,160	-\$ 267,342	-\$ 1,192		-\$ 268,534	\$ 14,626
N/A	1805	Land		\$ 497,489			\$ 497,489	\$ -			\$ -	\$ 497,489
47	1808	Buildings		\$ -			\$ -	\$ -			\$ -	\$ -
13	1810	Leasehold Improvements		\$ -			\$ -	\$ -			\$ -	\$ -
47	1815	Transformer Station Equipment >50 kV		\$ -			\$ -	\$ -			\$ -	\$ -
47	1820	Distribution Station Equipment <50 kV		\$ 6,455,582	\$ 219,057		\$ 6,674,639	-\$ 3,215,427	-\$ 167,025		-\$ 3,382,452	\$ 3,292,187
47	1825	Storage Battery Equipment		\$ -			\$ -	\$ -			\$ -	\$ -
47	1830	Poles, Towers & Fixtures		\$ 2,257,678	\$ 1,030,343		\$ 3,288,021	-\$ 245,396	-\$ 112,351		-\$ 357,747	\$ 2,930,274
47	1835	Overhead Conductors & Devices		\$ 27,485,935	\$ 576,575		\$ 28,062,510	-\$ 17,366,822	-\$ 840,287		-\$ 18,207,109	\$ 9,855,401
47	1840	Underground Conduit		\$ 1,150,356	\$ 184,787		\$ 1,335,143	-\$ 105,793	-\$ 47,297		-\$ 153,090	\$ 1,182,053
47	1845	Underground Conductors & Devices		\$ 20,300,059	\$ 429,877		\$ 20,729,936	-\$ 11,974,110	-\$ 662,424		-\$ 12,636,534	\$ 8,093,402
47	1850	Line Transformers		\$ 15,367,543	\$ 926,419		\$ 16,293,962	-\$ 8,549,764	-\$ 486,583		-\$ 9,036,347	\$ 7,257,615
47	1855	Services (Overhead & Underground)		\$ 555,088	\$ 192,718		\$ 747,806	-\$ 57,125	-\$ 24,902		-\$ 82,027	\$ 665,779
47	1860	Meters		\$ 7,862,812	\$ 84,119	-\$ 6,730,703	\$ 1,216,228	-\$ 4,840,300	-\$ 206,314	\$ 4,803,505	-\$ 243,109	\$ 973,119
8	1860	Meters (Smart Meters)		\$ -		\$ 4,661,948	\$ 4,661,948	\$ -		-\$ 729,238	-\$ 729,238	\$ 3,932,710
N/A	1905	Land		\$ -			\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
1	1908	Buildings & Fixtures		\$ 6,009,894	\$ 2,147,926		\$ 8,157,820	-\$ 1,943,405	-\$ 91,752		-\$ 2,035,157	\$ 6,122,663
13	1910	Leasehold Improvements		\$ -			\$ -	\$ -			\$ -	\$ -
8	1915	Office Furniture & Equipment (10 years)		\$ 876,633	\$ 91,984		\$ 968,617	-\$ 691,137	-\$ 34,284		-\$ 725,421	\$ 243,196
8	1915	Office Furniture & Equipment (5 years)		\$ -			\$ -	\$ -			\$ -	\$ -
10	1920	Computer Equipment - Hardware		\$ 5,099,380	\$ 890,855	\$ 330,711	\$ 6,320,946	-\$ 3,953,890	-\$ 454,822	-\$ 174,816	-\$ 4,583,528	\$ 1,737,418
45	1920	Computer Equip.-Hardware(Post Mar. 22/04)		\$ -			\$ -	\$ -			\$ -	\$ -
45.1	1920	Computer Equip.-Hardware(Post Mar. 19/07)		\$ -			\$ -	\$ -			\$ -	\$ -
10	1930	Transportation Equipment		\$ 4,341,254	\$ 744,709	-\$ 144,546	\$ 4,941,417	-\$ 2,815,922	-\$ 388,505	\$ 144,546	-\$ 3,059,881	\$ 1,881,536
8	1935	Stores Equipment		\$ 81,138			\$ 81,138	-\$ 71,284	-\$ 4,790		-\$ 76,074	\$ 5,064
8	1940	Tools, Shop & Garage Equipment		\$ 887,821	\$ 27,932	\$ 54,087	\$ 969,840	-\$ 653,757	-\$ 40,843	-\$ 12,692	-\$ 707,292	\$ 262,548
8	1945	Measurement & Testing Equipment		\$ 313,080	\$ 48,555		\$ 361,635	-\$ 223,931	-\$ 12,743		-\$ 236,674	\$ 124,961
8	1950	Power Operated Equipment		\$ -			\$ -	\$ -			\$ -	\$ -
8	1955	Communications Equipment		\$ 252,975			\$ 252,975	-\$ 161,893	-\$ 13,167		-\$ 175,060	\$ 77,915
8	1955	Communication Equipment (Smart Meters)		\$ -			\$ -	\$ -			\$ -	\$ -
8	1960	Miscellaneous Equipment		\$ 784,532			\$ 784,532	-\$ 712,325	-\$ 5,689		-\$ 718,014	\$ 66,518
47	1975	Load Management Controls Utility Premises		\$ -			\$ -	\$ -			\$ -	\$ -
47	1980	System Supervisor Equipment		\$ 1,238,700	\$ 75,060		\$ 1,313,760	-\$ 794,694	-\$ 40,544		-\$ 835,238	\$ 478,522
47	1985	Miscellaneous Fixed Assets		\$ -			\$ -	\$ -			\$ -	\$ -
47	1995	Contributions & Grants		-\$ 6,487,773	-\$ 317,654		-\$ 6,805,427	\$ 1,412,859	\$ 265,670		\$ 1,678,529	-\$ 5,126,898
	1970	Load Management Controls - Customer Premises		\$ 464,917			\$ 464,917	-\$ 464,917	\$ -		-\$ 464,917	\$ -
	1990	Other Tangible Property (major spare parts)		\$ 567,497	\$ 77,783		\$ 645,280	\$ -			\$ -	\$ 645,280
		Total		\$ 106,146,634	\$ 9,331,384	\$ 1,708,737	\$ 117,186,755	-\$ 63,703,503	-\$ 4,576,689	\$ 2,993,777	-\$ 65,286,415	\$ 51,900,340

**Appendix 2-B
 Fixed Asset Continuity Schedule**

Year **2013 MCGAAP**

CCA Class	OEB	Description	Depreciation Rate	Cost			Accumulated Depreciation				Net Book Value	
				Opening Balance	Additions	Disposals	Closing Balance	Opening Balance	Additions	Disposals		Closing Balance
12	1611	Computer Software (Formally known as Account 1925)		\$ 14,938,463	\$ 993,685		\$ 15,932,148	-\$ 8,251,501	-\$ 2,458,186		-\$ 10,709,687	\$ 5,222,461
CEC	1612	Land Rights (Formally known as Account 1906)		\$ 283,160	\$ 257,200		\$ 540,360	-\$ 268,534	-\$ 1,125		-\$ 269,659	\$ 270,701
N/A	1805	Land		\$ 497,489			\$ 497,489	\$ -			\$ -	\$ 497,489
47	1808	Buildings		\$ -			\$ -	\$ -			\$ -	\$ -
13	1810	Leasehold Improvements		\$ -			\$ -	\$ -			\$ -	\$ -
47	1815	Transformer Station Equipment >50 kV		\$ -			\$ -	\$ -			\$ -	\$ -
47	1820	Distribution Station Equipment <50 kV		\$ 6,674,639	\$ 355,000		\$ 7,029,639	-\$ 3,382,452	-\$ 191,452		-\$ 3,573,904	\$ 3,455,735
47	1825	Storage Battery Equipment		\$ -			\$ -	\$ -			\$ -	\$ -
47	1830	Poles, Towers & Fixtures		\$ 3,288,021	\$ 834,250		\$ 4,122,271	-\$ 357,747	-\$ 78,553		-\$ 436,300	\$ 3,685,971
47	1835	Overhead Conductors & Devices		\$ 28,062,510	\$ 617,000		\$ 28,679,510	-\$ 18,207,109	-\$ 290,461		-\$ 18,497,570	\$ 10,181,940
47	1840	Underground Conduit		\$ 1,335,143	\$ 130,000		\$ 1,465,143	-\$ 153,090	-\$ 25,482		-\$ 178,572	\$ 1,286,571
47	1845	Underground Conductors & Devices		\$ 20,729,936	\$ 1,185,000		\$ 21,914,936	-\$ 12,636,534	-\$ 368,512		-\$ 13,005,046	\$ 8,909,890
47	1850	Line Transformers		\$ 16,293,962	\$ 704,750		\$ 16,998,712	-\$ 9,036,347	-\$ 242,293		-\$ 9,278,640	\$ 7,720,072
47	1855	Services (Overhead & Underground)		\$ 747,806	\$ 55,000		\$ 802,806	-\$ 82,027	-\$ 32,046		-\$ 114,073	\$ 688,733
47	1860	Meters		\$ 1,216,228	\$ 50,000		\$ 1,266,228	-\$ 243,109	-\$ 59,359		-\$ 302,468	\$ 963,760
8	1860	Meters (Smart Meters)		\$ 4,661,948			\$ 4,661,948	-\$ 729,238	-\$ 310,797		-\$ 1,040,035	\$ 3,621,913
N/A	1905	Land		\$ -			\$ -	\$ -			\$ -	\$ -
1	1908	Buildings & Fixtures		\$ 8,157,820	\$ 212,500		\$ 8,370,320	-\$ 2,035,157	-\$ 170,983		-\$ 2,206,140	\$ 6,164,180
13	1910	Leasehold Improvements		\$ -			\$ -	\$ -			\$ -	\$ -
8	1915	Office Furniture & Equipment (10 years)		\$ 968,617	\$ 10,000		\$ 978,617	-\$ 725,421	-\$ 50,860		-\$ 776,281	\$ 202,336
8	1915	Office Furniture & Equipment (5 years)		\$ -			\$ -	\$ -			\$ -	\$ -
10	1920	Computer Equipment - Hardware		\$ 6,320,946	\$ 912,840		\$ 7,233,786	-\$ 4,583,528	-\$ 685,619		-\$ 5,269,147	\$ 1,964,639
45	1920	Computer Equip.-Hardware(Post Mar. 22/04)		\$ -			\$ -	\$ -			\$ -	\$ -
45.1	1920	Computer Equip.-Hardware(Post Mar. 19/07)		\$ -			\$ -	\$ -			\$ -	\$ -
10	1930	Transportation Equipment		\$ 4,941,417	\$ 502,500		\$ 5,443,917	-\$ 3,059,881	-\$ 328,742		-\$ 3,388,623	\$ 2,055,294
8	1935	Stores Equipment		\$ 81,138			\$ 81,138	-\$ 76,074	-\$ 5,063		-\$ 81,137	\$ 1
8	1940	Tools, Shop & Garage Equipment		\$ 969,840	\$ 42,000		\$ 1,011,840	-\$ 707,292	-\$ 58,911		-\$ 766,203	\$ 245,637
8	1945	Measurement & Testing Equipment		\$ 361,635	\$ 50,000		\$ 411,635	-\$ 236,674	-\$ 23,282		-\$ 259,956	\$ 151,679
8	1950	Power Operated Equipment		\$ -			\$ -	\$ -			\$ -	\$ -
8	1955	Communications Equipment		\$ 252,975			\$ 252,975	-\$ 175,060	-\$ 13,288		-\$ 188,348	\$ 64,627
8	1955	Communication Equipment (Smart Meters)		\$ -			\$ -	\$ -			\$ -	\$ -
8	1960	Miscellaneous Equipment		\$ 784,532			\$ 784,532	-\$ 718,014	-\$ 13,303		-\$ 731,317	\$ 53,215
47	1975	Load Management Controls Utility Premises		\$ -			\$ -	\$ -			\$ -	\$ -
47	1980	System Supervisor Equipment		\$ 1,313,760	\$ 20,000		\$ 1,333,760	-\$ 835,238	-\$ 47,235		-\$ 882,473	\$ 451,287
47	1985	Miscellaneous Fixed Assets		\$ -			\$ -	\$ -			\$ -	\$ -
47	1995	Contributions & Grants		-\$ 6,805,427	-\$ 675,457		-\$ 7,480,884	\$ 1,678,529	\$ 143,820		\$ 1,822,349	-\$ 5,658,535
	1970	Load Management Controls - Customer Premises		\$ 464,917			\$ 464,917	-\$ 464,917	\$ -		-\$ 464,917	\$ -
	1990	Other Tangible Property (major spare parts)		\$ 645,280			\$ 645,280	\$ -			\$ -	\$ 645,280
		Total		\$ 117,186,755	\$ 6,256,268	\$ -	\$ 123,443,023	-\$ 65,286,415	-\$ 5,311,732	\$ -	-\$ 70,598,147	\$ 52,844,876