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April 3, 2014

VIA RESS, EMAIL and COURIER

Ms. Kirsten Walli
Ontario Energy Board
2300 Yonge Street
Suite 2700
Toronto, Ontario
M4P 1E4

Re: EB-2012-0459 - Enbridge Gas Distribution Inc. ("Enbridge")
2014 – 2018 Rate Application
Updated Exhibit

Enbridge has previously filed updated evidence, within Impact Statement No. 1 (Exhibit M1, Tab 1, Schedules 1 to 6), setting out the changes to Allowed Revenues to match the updated costs resident within the Board approved EB-2012-0451 GTA project Leave-to-Construct application.

The enclosed updated evidence (Exhibit C1, Tab 5, Schedule 1, plus Appendices) provides details about the updated Allowed Revenue impacts of the GTA project, including a breakdown of the Segment A and B components of the GTA project Allowed Revenue. There is no change to the impacts as set out in Impact Statement No. 1. The total Allowed Revenue associated with the GTA project is as was included in Impact Statement No. 1, and as was identified in Updated Exhibit D1, Tab 8, Schedule 2, Appendix A.

This submission was filed through the Board's RESS and is available on the Company's website at www.enbridgegas.com/ratecase.

Yours truly,

(Original signed)

Bonnie Jean Adams
Regulatory Coordinator

cc: Mr. F. Cass, Aird & Berlis
EB-2012-0459 Intervenors

GTA PROJECT REVENUE REQUIREMENTS

1. This evidence provides the updated derivation of the GTA project revenue requirements for 2015 through 2018 (Appendix A). The 2015 through 2018 revenue requirements for the project are also presented separately for the GTA project's Segment B (Appendix B) and Segment A (Appendix C). Further, Appendix D provides 2015 through 2018 revenue requirements for the Segment A transportation pipeline, while Appendix E provides revenue requirements for the Segment A element pertaining to the distribution function only (tie in to the distribution system, odorizing station, etc.).

2. The updated revenue requirement impacts of the total GTA project are included within EGD's overall Allowed Revenue amounts, as presented in Impact Statement 1. All of the forecast tax rates and allowed treatments, allowed accounting treatments, as well as, the forecast capital structure ratios and cost rates applicable to EGD on an overall basis are also assumed to be applicable to the GTA project, and are therefore used within the GTA project revenue requirement calculations.

3. As noted above, updated Appendix D provides the total revenue requirement for each of fiscal years 2015 through 2018 in relation to the Segment A transportation pipeline. The background and support for the forecast aspects and costs of the Segment A pipeline were provided, reviewed and approved by the Board within the EB-2012-0451 GTA Project Leave-to-Construct ("LTC") proceeding.

4. As approved in the GTA project LTC application and proceeding, 60% of the annual revenue requirement for the Segment A transportation pipeline will be recovered from transportation customers using the proposed Rate 332: Parkway to Albion

service and 40% will be recovered from other EGD ratepayers.

5. The updated revenue requirement amounts to be recovered from transportation service customers in 2015 through 2018 through the proposed Rate 332, are shown in the updated Appendix D, page 1, Line 13, Columns 3, 6, 9 and 12.

6. Please see Exhibit H3, Tab 1, Schedule 1, for the details regarding the derivation of the Rate 332 monthly charge.

Witnesses: K. Culbert
C. Fernandes
A. Kacicnik

CAPITAL STRUCTURE
TOTAL GTA PROJECT (2015 - 2018 Cap. Structure)

	(Excluding CIS)	Fiscal 2015			Fiscal 2016			Fiscal 2017			Fiscal 2018		
		Col. 1	Col. 2	Col. 3	Col. 4	Col. 5	Col. 6	Col. 7	Col. 8	Col. 9	Col. 10	Col. 11	Col. 12
Line No.		Component	Indicated Cost Rate	Return Component	Component	Indicated Cost Rate	Return Component	Component	Indicated Cost Rate	Return Component	Component	Indicated Cost Rate	Return Component
		%	%	%	%	%	%	%	%	%	%	%	%
1.	Long-term debt	61.63	5.39	3.32	60.63	5.33	3.23	60.86	5.31	3.23	60.70	5.36	3.25
2.	Short-term debt	0.26	2.75	0.01	1.57	3.35	0.05	1.41	4.30	0.06	1.62	4.30	0.07
3.		61.89		3.33	62.20		3.29	62.27		3.29	62.32		3.32
4.	Preference shares	2.11	3.68	0.08	1.80	4.32	0.08	1.73	4.64	0.08	1.68	4.64	0.08
5.	Common equity	36.00	9.72	3.50	36.00	10.12	3.64	36.00	10.17	3.66	36.00	10.27	3.70
6.	Required Return on Rate Base	100.00		6.91	100.00		7.01	100.00		7.03	100.00		7.10

	($000's)	2015	2016	2017	2018
7.	Ontario Utility Income	3,834.6	(3,443.6)	(4,307.0)	(5,086.4)
8.	Rate base	142,787.7	675,183.9	658,188.3	641,192.7
9.	Indicated rate of return	2.69 %	(0.51)%	(0.65)%	(0.79)%
10.	(Def.) / suff. in rate of return	(4.22)%	(7.52)%	(7.68)%	(7.89)%
11.	Net (def.) / suff.	(6,025.6)	(50,773.8)	(50,548.9)	(50,590.1)
12.	Gross (def.) / suff.	(8,198.1)	(69,080.0)	(68,774.0)	(68,830.1)

RATE BASE
TOTAL GTA PROJECT (2015 - 2018 Cap. Structure)

($000's)

Line No.		2015	2016	2017	2018
	Property, plant, and equipment				
1.	Cost or redetermined value	143,023.8	686,514.3	686,514.3	686,514.3
2.	Accumulated depreciation	(236.1)	(11,330.4)	(28,326.0)	(45,321.6)
3.		142,787.7	675,183.9	658,188.3	641,192.7
	Allowance for working capital				
4.	Accounts receivable merchandise finance plan	-	-	-	-
5.	Accounts receivable rebillable projects	-	-	-	-
6.	Materials and supplies	-	-	-	-
7.	Mortgages receivable	-	-	-	-
8.	Customer security deposits	-	-	-	-
9.	Prepaid expenses	-	-	-	-
10.	Gas in storage	-	-	-	-
11.	Working cash allowance	-	-	-	-
12.		-	-	-	-
13.	Ontario utility rate base	142,787.7	675,183.9	658,188.3	641,192.7

INCOME
TOTAL GTA PROJECT (2015 - 2018 Cap. Structure)

($000's)

Line No.		2015	2016	2017	2018
	Revenue				
1.	Gas sales	-	-	-	-
2.	Transportation of gas	-	-	-	-
3.	Transmission and compression	-	-	-	-
4.	Other operating revenue	-	-	-	-
5.	Other income	-	-	-	-
6.	Total revenue	-	-	-	-
	Costs and expenses				
7.	Gas costs	-	-	-	-
8.	Operation and Maintenance	285.6	1,398.4	1,442.0	1,487.0
9.	Depreciation and amortization	2,832.6	16,995.6	16,995.6	16,995.6
10.	Municipal and other taxes	370.4	1,795.5	1,889.9	1,989.4
11.	Total costs and expenses	3,488.6	20,189.5	20,327.6	20,472.0
12.	**Utility income before inc. taxes**	(3,488.6)	(20,189.5)	(20,327.6)	(20,472.0)
	Income taxes				
13.	Excluding interest shield	(6,063.2)	(10,859.3)	(10,282.2)	(9,744.4)
14.	Tax shield on interest expense	(1,260.0)	(5,886.6)	(5,738.4)	(5,641.2)
15.	Total income taxes	(7,323.2)	(16,745.9)	(16,020.6)	(15,385.6)
16.	**Ontario utility net income**	3,834.6	(3,443.6)	(4,307.0)	(5,086.4)

TAXABLE INCOME AND INCOME TAX EXPENSE
TOTAL GTA PROJECT (2015 - 2018 Cap. Structure)

($000's)

Line No.		2015	2016	2017	2018
1.	Utility income before income taxes	(3,488.6)	(20,189.5)	(20,327.6)	(20,472.0)
	Add Backs				
2.	Depreciation and amortization	2,832.6	16,995.6	16,995.6	16,995.6
3.	Large corporation tax	-	-	-	-
4.	Other non-deductible items	-	-	-	-
5.	Any other add back(s)	-	-	-	-
6.	Total added back	2,832.6	16,995.6	16,995.6	16,995.6
7.	Sub total - pre-tax income plus add backs	(656.0)	(3,193.9)	(3,332.0)	(3,476.4)
	Deductions				
8.	Capital cost allowance - Federal	16,947.0	32,877.2	30,904.5	29,050.3
9.	Capital cost allowance - Provincial	16,947.0	32,877.2	30,904.5	29,050.3
10.	Items capitalized for regulatory purposes	-	-	-	-
11.	Deduction for "grossed up" Part V1.1 tax	-	-	-	-
12.	Amortization of share and debt issue expense	-	-	-	-
13.	Amortization of cumulative eligible capital	5,276.9	4,907.5	4,564.0	4,244.5
14.	Amortization of C.D.E. & C.O.G.P.E.	-	-	-	-
15.	Any other deduction(s)	-	-	-	-
16.	Total Deductions - Federal	22,223.9	37,784.7	35,468.5	33,294.8
17.	Total Deductions - Provincial	22,223.9	37,784.7	35,468.5	33,294.8
18.	Taxable income - Federal	(22,879.9)	(40,978.6)	(38,800.5)	(36,771.2)
19.	Taxable income - Provincial	(22,879.9)	(40,978.6)	(38,800.5)	(36,771.2)
20.	Income tax provision - Federal	(3,432.0)	(6,146.8)	(5,820.1)	(5,515.7)
21.	Income tax provision - Provincial	(2,631.2)	(4,712.5)	(4,462.1)	(4,228.7)
22.	Income tax provision - combined	(6,063.2)	(10,859.3)	(10,282.2)	(9,744.4)
23.	Part V1.1 tax	-	-	-	-
24.	Investment tax credit	-	-	-	-
25.	Total taxes excluding tax shield on interest expense	(6,063.2)	(10,859.3)	(10,282.2)	(9,744.4)
	Tax shield on interest expense				
26.	Rate base as adjusted	142,787.7	675,183.9	658,188.3	641,192.7
27.	Return component of debt	3.33%	3.29%	3.29%	3.32%
28.	Interest expense	4,754.8	22,213.6	21,654.4	21,287.6
29.	Combined tax rate	26.500%	26.500%	26.500%	26.500%
30.	Income tax credit	(1,260.0)	(5,886.6)	(5,738.4)	(5,641.2)
31.	**Total income taxes**	(7,323.2)	(16,745.9)	(16,020.6)	(15,385.6)

ALLOWED REVENUE
TOTAL GTA PROJECT (2015 - 2018 Cap. Structure)

($000's)

Line No.		2015	2016	2017	2018
	Cost of capital				
1.	Rate base	142,787.7	675,183.9	658,188.3	641,192.7
2.	Required rate of return	6.91%	7.01%	7.03%	7.10%
3.	Cost of capital	9,866.6	47,330.4	46,270.6	45,524.7
	Cost of service				
4.	Gas costs	-	-	-	-
5.	Operation and Maintenance	285.6	1,398.4	1,442.0	1,487.0
6.	Depreciation and amortization	2,832.6	16,995.6	16,995.6	16,995.6
7.	Municipal and other taxes	370.4	1,795.5	1,889.9	1,989.4
8.	Cost of service	3,488.6	20,189.5	20,327.6	20,472.0
	Misc. & Non-Op. Rev				
9.	Other operating revenue	-	-	-	-
10.	Other income	-	-	-	-
11.	Misc, & Non-operating Rev.	-	-	-	-
	Income taxes on earnings				
12.	Excluding tax shield	(6,063.2)	(10,859.3)	(10,282.2)	(9,744.4)
13.	Tax shield provided by interest expense	(1,260.0)	(5,886.6)	(5,738.4)	(5,641.2)
14.	Income taxes on earnings	(7,323.2)	(16,745.9)	(16,020.6)	(15,385.6)
	Taxes on (def) / suff.				
15.	Gross (def.) / suff.	(8,198.1)	(69,080.0)	(68,774.0)	(68,830.1)
16.	Net (def.) / suff.	(6,025.6)	(50,773.8)	(50,548.9)	(50,590.1)
17.	Taxes on (def.) / suff.	2,172.5	18,306.2	18,225.1	18,240.0
18.	**Allowed Revenue**	8,204.5	69,080.2	68,802.7	68,851.1
	Revenue at existing Rates				
19.	Gas sales	0.0	0.0	0.0	0.0
20.	Transportation service	0.0	0.0	0.0	0.0
21.	Transmission, compression and storage	0.0	0.0	0.0	0.0
22.	Rounding adjustment	6.4	(17.7)	11.3	21.0
23.	Revenue at existing rates	6.4	(17.7)	11.3	21.0
24.	**Gross revenue (def.) / suff.**	(8,198.1)	(69,097.9)	(68,791.4)	(68,830.1)

CAPITAL STRUCTURE
SEGMENT B PORTION OF GTA PROJECT (2015 - 2018 Cap. Structure)

(Excluding CIS)		Fiscal 2015			Fiscal 2016			Fiscal 2017			Fiscal 2018		
		Col. 1	Col. 2	Col. 3	Col. 4	Col. 5	Col. 6	Col. 7	Col. 8	Col. 9	Col. 10	Col. 11	Col. 12
Line No.		Component	Indicated Cost Rate	Return Component	Component	Indicated Cost Rate	Return Component	Component	Indicated Cost Rate	Return Component	Component	Indicated Cost Rate	Return Component
		%	%	%	%	%	%	%	%	%	%	%	%
1.	Long-term debt	61.63	5.39	3.32	60.63	5.33	3.23	60.86	5.31	3.23	60.70	5.36	3.25
2.	Short-term debt	0.26	2.75	0.01	1.57	3.35	0.05	1.41	4.30	0.06	1.62	4.30	0.07
3.		61.89		3.33	62.20		3.29	62.27		3.29	62.32		3.32
4.	Preference shares	2.11	3.68	0.08	1.80	4.32	0.08	1.73	4.64	0.08	1.68	4.64	0.08
5.	Common equity	36.00	9.72	3.50	36.00	10.12	3.64	36.00	10.17	3.66	36.00	10.27	3.70
6.	Required Return on Rate Base	100.00		6.91	100.00		7.01	100.00		7.03	100.00		7.10

	($000's)	2015	2016	2017	2018
7.	Ontario Utility Income	1,750.9	(1,386.6)	(1,758.2)	(2,094.2)
8.	Rate base	60,825.7	287,755.8	280,743.0	273,730.2
9.	Indicated rate of return	2.88 %	(0.48)%	(0.63)%	(0.77)%
10.	(Def.) / suff. in rate of return	(4.03)%	(7.49)%	(7.66)%	(7.87)%
11.	Net (def.) / suff.	(2,451.3)	(21,552.9)	(21,504.9)	(21,542.6)
12.	Gross (def.) / suff.	(3,335.1)	(29,323.7)	(29,258.4)	(29,309.7)

RATE BASE
SEGMENT B PORTION OF GTA PROJECT (2015 - 2018 Cap. Structure)

($000's)

Line No.		2015	2016	2017	2018
	Property, plant, and equipment				
1.	Cost or redetermined value	60,923.1	292,431.0	292,431.0	292,431.0
2.	Accumulated depreciation	(97.4)	(4,675.2)	(11,688.0)	(18,700.8)
3.		60,825.7	287,755.8	280,743.0	273,730.2
	Allowance for working capital				
4.	Accounts receivable merchandise finance plan	-	-	-	-
5.	Accounts receivable rebillable projects	-	-	-	-
6.	Materials and supplies	-	-	-	-
7.	Mortgages receivable	-	-	-	-
8.	Customer security deposits	-	-	-	-
9.	Prepaid expenses	-	-	-	-
10.	Gas in storage	-	-	-	-
11.	Working cash allowance	-	-	-	-
12.		-	-	-	-
13.	Ontario utility rate base	60,825.7	287,755.8	280,743.0	273,730.2

INCOME
SEGMENT B PORTION OF GTA PROJECT (2015 - 2018 Cap. Structure)

($000's)

Line No.		2015	2016	2017	2018
	Revenue				
1.	Gas sales	-	-	-	-
2.	Transportation of gas	-	-	-	-
3.	Transmission and compression	-	-	-	-
4.	Other operating revenue	-	-	-	-
5.	Other income	-	-	-	-
6.	Total revenue	-	-	-	-
	Costs and expenses				
7.	Gas costs	-	-	-	-
8.	Operation and Maintenance	122.4	599.5	618.2	637.5
9.	Depreciation and amortization	1,168.8	7,012.8	7,012.8	7,012.8
10.	Municipal and other taxes	188.4	913.2	961.2	1,011.8
11.	Total costs and expenses	1,479.6	8,525.5	8,592.2	8,662.1
12.	**Utility income before inc. taxes**	(1,479.6)	(8,525.5)	(8,592.2)	(8,662.1)
	Income taxes				
13.	Excluding interest shield	(2,693.7)	(4,630.1)	(4,386.4)	(4,159.6)
14.	Tax shield on interest expense	(536.8)	(2,508.8)	(2,447.6)	(2,408.3)
15.	Total income taxes	(3,230.5)	(7,138.9)	(6,834.0)	(6,567.9)
16.	**Ontario utility net income**	1,750.9	(1,386.6)	(1,758.2)	(2,094.2)

TAXABLE INCOME AND INCOME TAX EXPENSE
SEGMENT B PORTION OF GTA PROJECT (2015 - 2018 Cap. Structure)

Line No.	($000's)	2015	2016	2017	2018
1.	Utility income before income taxes	(1,479.6)	(8,525.5)	(8,592.2)	(8,662.1)
	Add Backs				
2.	Depreciation and amortization	1,168.8	7,012.8	7,012.8	7,012.8
3.	Large corporation tax	-	-	-	-
4.	Other non-deductible items	-	-	-	-
5.	Any other add back(s)	-	-	-	-
6.	Total added back	1,168.8	7,012.8	7,012.8	7,012.8
7.	Sub total - pre-tax income plus add backs	(310.8)	(1,512.7)	(1,579.4)	(1,649.3)
	Deductions				
8.	Capital cost allowance - Federal	6,728.2	13,052.6	12,269.5	11,533.3
9.	Capital cost allowance - Provincial	6,728.2	13,052.6	12,269.5	11,533.3
10.	Items capitalized for regulatory purposes	-	-	-	-
11.	Deduction for "grossed up" Part V1.1 tax	-	-	-	-
12.	Amortization of share and debt issue expense	-	-	-	-
13.	Amortization of cumulative eligible capital	3,125.8	2,907.0	2,703.5	2,514.2
14.	Amortization of C.D.E. & C.O.G.P.E.	-	-	-	-
15.	Any other deduction(s)	-	-	-	-
16.	Total Deductions - Federal	9,854.0	15,959.6	14,973.0	14,047.5
17.	Total Deductions - Provincial	9,854.0	15,959.6	14,973.0	14,047.5
18.	Taxable income - Federal	(10,164.8)	(17,472.3)	(16,552.4)	(15,696.8)
19.	Taxable income - Provincial	(10,164.8)	(17,472.3)	(16,552.4)	(15,696.8)
20.	Income tax provision - Federal	(1,524.7)	(2,620.8)	(2,482.9)	(2,354.5)
21.	Income tax provision - Provincial	(1,169.0)	(2,009.3)	(1,903.5)	(1,805.1)
22.	Income tax provision - combined	(2,693.7)	(4,630.1)	(4,386.4)	(4,159.6)
23.	Part V1.1 tax	-	-	-	-
24.	Investment tax credit	-	-	-	-
25.	Total taxes excluding tax shield on interest expense	(2,693.7)	(4,630.1)	(4,386.4)	(4,159.6)
	Tax shield on interest expense				
26.	Rate base as adjusted	60,825.7	287,755.8	280,743.0	273,730.2
27.	Return component of debt	3.33%	3.29%	3.29%	3.32%
28.	Interest expense	2,025.5	9,467.2	9,236.4	9,087.8
29.	Combined tax rate	26.500%	26.500%	26.500%	26.500%
30.	Income tax credit	(536.8)	(2,508.8)	(2,447.6)	(2,408.3)
31.	**Total income taxes**	(3,230.5)	(7,138.9)	(6,834.0)	(6,567.9)

ALLOWED REVENUE
SEGMENT B PORTION OF GTA PROJECT (2015 - 2018 Cap. Structure)

($000's)

Line No.		2015	2016	2017	2018
	Cost of capital				
1.	Rate base	60,825.7	287,755.8	280,743.0	273,730.2
2.	Required rate of return	6.91%	7.01%	7.03%	7.10%
3.	Cost of capital	4,203.1	20,171.7	19,736.2	19,434.8
	Cost of service				
4.	Gas costs	-	-	-	-
5.	Operation and Maintenance	122.4	599.5	618.2	637.5
6.	Depreciation and amortization	1,168.8	7,012.8	7,012.8	7,012.8
7.	Municipal and other taxes	188.4	913.2	961.2	1,011.8
8.	Cost of service	1,479.6	8,525.5	8,592.2	8,662.1
	Misc. & Non-Op. Rev				
9.	Other operating revenue	-	-	-	-
10.	Other income	-	-	-	-
11.	Misc, & Non-operating Rev.	-	-	-	-
	Income taxes on earnings				
12.	Excluding tax shield	(2,693.7)	(4,630.1)	(4,386.4)	(4,159.6)
13.	Tax shield provided by interest expense	(536.8)	(2,508.8)	(2,447.6)	(2,408.3)
14.	Income taxes on earnings	(3,230.5)	(7,138.9)	(6,834.0)	(6,567.9)
	Taxes on (def) / suff.				
15.	Gross (def.) / suff.	(3,335.1)	(29,323.7)	(29,258.4)	(29,309.7)
16.	Net (def.) / suff.	(2,451.3)	(21,552.9)	(21,504.9)	(21,542.6)
17.	Taxes on (def.) / suff.	883.8	7,770.8	7,753.5	7,767.1
18.	**Allowed Revenue**	3,336.0	29,329.1	29,247.9	29,296.1
	Revenue at existing Rates				
19.	Gas sales	0.0	0.0	0.0	0.0
20.	Transportation service	0.0	0.0	0.0	0.0
21.	Transmission, compression and storage	0.0	0.0	0.0	0.0
22.	Rounding adjustment	0.9	5.4	(10.5)	(13.6)
23.	Revenue at existing rates	0.9	5.4	(10.5)	(13.6)
24.	**Gross revenue (def.) / suff.**	(3,335.1)	(29,323.7)	(29,258.4)	(29,309.7)

CAPITAL STRUCTURE
TOTAL SEGMENT A PORTION OF GTA PROJECT (2015 - 2018 Cap. Structure)

(Excluding CIS)		Fiscal 2015			Fiscal 2016			Fiscal 2017			Fiscal 2018		
		Col. 1	Col. 2	Col. 3	Col. 4	Col. 5	Col. 6	Col. 7	Col. 8	Col. 9	Col. 10	Col. 11	Col. 12
Line No.		Component	Indicated Cost Rate	Return Component	Component	Indicated Cost Rate	Return Component	Component	Indicated Cost Rate	Return Component	Component	Indicated Cost Rate	Return Component
		%	%	%	%	%	%	%	%	%	%	%	%
1.	Long-term debt	61.63	5.39	3.32	60.63	5.33	3.23	60.86	5.31	3.23	60.70	5.36	3.25
2.	Short-term debt	0.26	2.75	0.01	1.57	3.35	0.05	1.41	4.30	0.06	1.62	4.30	0.07
3.		61.89		3.33	62.20		3.29	62.27		3.29	62.32		3.32
4.	Preference shares	2.11	3.68	0.08	1.80	4.32	0.08	1.73	4.64	0.08	1.68	4.64	0.08
5.	Common equity	36.00	9.72	3.50	36.00	10.12	3.64	36.00	10.17	3.66	36.00	10.27	3.70
6.	Required Return on Rate Base	100.00		6.91	100.00		7.01	100.00		7.03	100.00		7.10

	($000's)	2015	2016	2017	2018
7.	Ontario Utility Income	2,083.8	(2,057.1)	(2,548.8)	(2,992.4)
8.	Rate base	81,962.0	387,428.1	377,445.3	367,462.5
9.	Indicated rate of return	2.54 %	(0.53)%	(0.68)%	(0.81)%
10.	(Def.) / suff. in rate of return	(4.37)%	(7.54)%	(7.71)%	(7.91)%
11.	Net (def.) / suff.	(3,581.7)	(29,212.1)	(29,101.0)	(29,066.3)
12.	Gross (def.) / suff.	(4,873.1)	(39,744.4)	(39,593.2)	(39,546.0)

RATE BASE
TOTAL SEGMENT A PORTION OF GTA PROJECT (2015 - 2018 Cap. Structure)

($000's)

Line No.		2015	2016	2017	2018
	Property, plant, and equipment				
1.	Cost or redetermined value	82,100.7	394,083.3	394,083.3	394,083.3
2.	Accumulated depreciation	(138.7)	(6,655.2)	(16,638.0)	(26,620.8)
3.		81,962.0	387,428.1	377,445.3	367,462.5
	Allowance for working capital				
4.	Accounts receivable merchandise finance plan	-	-	-	-
5.	Accounts receivable rebillable projects	-	-	-	-
6.	Materials and supplies	-	-	-	-
7.	Mortgages receivable	-	-	-	-
8.	Customer security deposits	-	-	-	-
9.	Prepaid expenses	-	-	-	-
10.	Gas in storage	-	-	-	-
11.	Working cash allowance	-	-	-	-
12.		-	-	-	-
13.	Ontario utility rate base	81,962.0	387,428.1	377,445.3	367,462.5

INCOME
TOTAL SEGMENT A PORTION OF GTA PROJECT (2015 - 2018 Cap. Structure)

($000's)

Line No.		2015	2016	2017	2018
	Revenue				
1.	Gas sales	-	-	-	-
2.	Transportation of gas	-	-	-	-
3.	Transmission and compression	-	-	-	-
4.	Other operating revenue	-	-	-	-
5.	Other income	-	-	-	-
6.	Total revenue	-	-	-	-
	Costs and expenses				
7.	Gas costs	-	-	-	-
8.	Operation and Maintenance	163.2	798.9	823.8	849.5
9.	Depreciation and amortization	1,663.8	9,982.8	9,982.8	9,982.8
10.	Municipal and other taxes	182.0	882.3	928.7	977.6
11.	Total costs and expenses	2,009.0	11,664.0	11,735.3	11,809.9
12.	**Utility income before inc. taxes**	(2,009.0)	(11,664.0)	(11,735.3)	(11,809.9)
	Income taxes				
13.	Excluding interest shield	(3,369.5)	(6,229.1)	(5,895.7)	(5,584.6)
14.	Tax shield on interest expense	(723.3)	(3,377.8)	(3,290.8)	(3,232.9)
15.	Total income taxes	(4,092.8)	(9,606.9)	(9,186.5)	(8,817.5)
16.	**Ontario utility net income**	2,083.8	(2,057.1)	(2,548.8)	(2,992.4)

TAXABLE INCOME AND INCOME TAX EXPENSE
TOTAL SEGMENT A PORTION OF GTA PROJECT (2015 - 2018 Cap. Structure)

($000's)

Line No.		2015	2016	2017	2018
1.	Utility income before income taxes	(2,009.0)	(11,664.0)	(11,735.3)	(11,809.9)
	Add Backs				
2.	Depreciation and amortization	1,663.8	9,982.8	9,982.8	9,982.8
3.	Large corporation tax	-	-	-	-
4.	Other non-deductible items	-	-	-	-
5.	Any other add back(s)	-	-	-	-
6.	Total added back	1,663.8	9,982.8	9,982.8	9,982.8
7.	Sub total - pre-tax income plus add backs	(345.2)	(1,681.2)	(1,752.5)	(1,827.1)
	Deductions				
8.	Capital cost allowance - Federal	10,218.8	19,824.5	18,635.0	17,516.9
9.	Capital cost allowance - Provincial	10,218.8	19,824.5	18,635.0	17,516.9
10.	Items capitalized for regulatory purposes	-	-	-	-
11.	Deduction for "grossed up" Part V1.1 tax	-	-	-	-
12.	Amortization of share and debt issue expense	-	-	-	-
13.	Amortization of cumulative eligible capital	2,151.1	2,000.5	1,860.5	1,730.3
14.	Amortization of C.D.E. & C.O.G.P.E.	-	-	-	-
15.	Any other deduction(s)	-	-	-	-
16.	Total Deductions - Federal	12,369.9	21,825.0	20,495.5	19,247.2
17.	Total Deductions - Provincial	12,369.9	21,825.0	20,495.5	19,247.2
18.	Taxable income - Federal	(12,715.1)	(23,506.2)	(22,248.0)	(21,074.3)
19.	Taxable income - Provincial	(12,715.1)	(23,506.2)	(22,248.0)	(21,074.3)
20.	Income tax provision - Federal	(1,907.3)	(3,525.9)	(3,337.2)	(3,161.1)
21.	Income tax provision - Provincial	(1,462.2)	(2,703.2)	(2,558.5)	(2,423.5)
22.	Income tax provision - combined	(3,369.5)	(6,229.1)	(5,895.7)	(5,584.6)
23.	Part V1.1 tax	-	-	-	-
24.	Investment tax credit	-	-	-	-
25.	Total taxes excluding tax shield on interest expense	(3,369.5)	(6,229.1)	(5,895.7)	(5,584.6)
	Tax shield on interest expense				
26.	Rate base as adjusted	81,962.0	387,428.1	377,445.3	367,462.5
27.	Return component of debt	3.33%	3.29%	3.29%	3.32%
28.	Interest expense	2,729.3	12,746.4	12,418.0	12,199.8
29.	Combined tax rate	26.500%	26.500%	26.500%	26.500%
30.	Income tax credit	(723.3)	(3,377.8)	(3,290.8)	(3,232.9)
31.	**Total income taxes**	(4,092.8)	(9,606.9)	(9,186.5)	(8,817.5)

ALLOWED REVENUE
TOTAL SEGMENT A PORTION OF GTA PROJECT (2015 - 2018 Cap. Structure)

Line No.	($000's)	2015	2016	2017	2018
	Cost of capital				
1.	Rate base	81,962.0	387,428.1	377,445.3	367,462.5
2.	Required rate of return	6.91%	7.01%	7.03%	7.10%
3.	Cost of capital	5,663.6	27,158.7	26,534.4	26,089.8
	Cost of service				
4.	Gas costs	-	-	-	-
5.	Operation and Maintenance	163.2	798.9	823.8	849.5
6.	Depreciation and amortization	1,663.8	9,982.8	9,982.8	9,982.8
7.	Municipal and other taxes	182.0	882.3	928.7	977.6
8.	Cost of service	2,009.0	11,664.0	11,735.3	11,809.9
	Misc. & Non-Op. Rev				
9.	Other operating revenue	-	-	-	-
10.	Other income	-	-	-	-
11.	Misc, & Non-operating Rev.	-	-	-	-
	Income taxes on earnings				
12.	Excluding tax shield	(3,369.5)	(6,229.1)	(5,895.7)	(5,584.6)
13.	Tax shield provided by interest expense	(723.3)	(3,377.8)	(3,290.8)	(3,232.9)
14.	Income taxes on earnings	(4,092.8)	(9,606.9)	(9,186.5)	(8,817.5)
	Taxes on (def) / suff.				
15.	Gross (def.) / suff.	(4,873.1)	(39,744.4)	(39,593.2)	(39,546.0)
16.	Net (def.) / suff.	(3,581.7)	(29,212.1)	(29,101.0)	(29,066.3)
17.	Taxes on (def.) / suff.	1,291.4	10,532.3	10,492.2	10,479.7
18.	**Allowed Revenue**	4,871.2	39,748.1	39,575.4	39,561.9
	Revenue at existing Rates				
19.	Gas sales	0.0	0.0	0.0	0.0
20.	Transportation service	0.0	0.0	0.0	0.0
21.	Transmission, compression and storage	0.0	0.0	0.0	0.0
22.	Rounding adjustment	(1.9)	3.7	(17.8)	15.9
23.	Revenue at existing rates	(1.9)	3.7	(17.8)	15.9
24.	**Gross revenue (def.) / suff.**	(4,873.1)	(39,744.4)	(39,593.2)	(39,546.0)

CAPITAL STRUCTURE
SEGMENT A TRANSPORTATION PIPELINE PORTION OF GTA PROJECT (2015 - 2018 Cap. Structure)

Line No.	(Excluding CIS)	Fiscal 2015 Col. 1 Component %	Col. 2 Indicated Cost Rate %	Col. 3 Return Component %	Fiscal 2016 Col. 4 Component %	Col. 5 Indicated Cost Rate %	Col. 6 Return Component %	Fiscal 2017 Col. 7 Component %	Col. 8 Indicated Cost Rate %	Col. 9 Return Component %	Fiscal 2018 Col. 10 Component %	Col. 11 Indicated Cost Rate %	Col. 12 Return Component %
1.	Long-term debt	61.63	5.39	3.32	60.63	5.33	3.23	60.86	5.31	3.23	60.70	5.36	3.25
2.	Short-term debt	0.26	2.75	0.01	1.57	3.35	0.05	1.41	4.30	0.06	1.62	4.30	0.07
3.		61.89		3.33	62.20		3.29	62.27		3.29	62.32		3.32
4.	Preference shares	2.11	3.68	0.08	1.80	4.32	0.08	1.73	4.64	0.08	1.68	4.64	0.08
5.	Common equity	36.00	9.72	3.50	36.00	10.12	3.64	36.00	10.17	3.66	36.00	10.27	3.70
6.	Required Return on Rate Base	100.00		6.91	100.00		7.01	100.00		7.03	100.00		7.10

Line No.	($000's)	2015	2016	2017	2018
7.	Ontario Utility Income	1,853.0	(1,648.2)	(2,059.6)	(2,429.3)
8.	Rate base	70,025.9	330,865.3	322,100.5	313,335.7
9.	Indicated rate of return	2.65 %	(0.50)%	(0.64)%	(0.78)%
10.	(Def.) / suff. in rate of return	(4.26)%	(7.51)%	(7.67)%	(7.88)%
11.	Net (def.) / suff.	(2,983.1)	(24,848.0)	(24,705.1)	(24,690.9)
12.	Gross (def.) / suff.	(4,058.6)	(33,806.8)	(33,612.4)	(33,593.1)
13.	Transmission 60% share of Gross (def.)	(2,435.2)	(20,284.1)	(20,167.4)	(20,155.9)

RATE BASE

SEGMENT A TRANSPORTATION PIPELINE PORTION OF GTA PROJECT (2015 - 2018 Cap. Structure)

Line No.	($000's)	2015	2016	2017	2018
	Property, plant, and equipment				
1.	Cost or redetermined value	70,147.6	336,708.5	336,708.5	336,708.5
2.	Accumulated depreciation	(121.7)	(5,843.2)	(14,608.0)	(23,372.8)
3.		70,025.9	330,865.3	322,100.5	313,335.7
	Allowance for working capital				
4.	Accounts receivable merchandise finance plan	-	-	-	-
5.	Accounts receivable rebillable projects	-	-	-	-
6.	Materials and supplies	-	-	-	-
7.	Mortgages receivable	-	-	-	-
8.	Customer security deposits	-	-	-	-
9.	Prepaid expenses	-	-	-	-
10.	Gas in storage	-	-	-	-
11.	Working cash allowance	-	-	-	-
12.		-	-	-	-
13.	Ontario utility rate base	70,025.9	330,865.3	322,100.5	313,335.7

INCOME

SEGMENT A TRANSPORTATION PIPELINE PORTION OF GTA PROJECT (2015 - 2018 Cap. Structure)

($000's)

Line No.		2015	2016	2017	2018
	Revenue				
1.	Gas sales	-	-	-	-
2.	Transportation of gas	-	-	-	-
3.	Transmission and compression	-	-	-	-
4.	Other operating revenue	-	-	-	-
5.	Other income	-	-	-	-
6.	Total revenue	-	-	-	-
	Costs and expenses				
7.	Gas costs	-	-	-	-
8.	Operation and Maintenance	48.0	234.8	242.1	249.7
9.	Depreciation and amortization	1,460.8	8,764.8	8,764.8	8,764.8
10.	Municipal and other taxes	149.4	724.1	762.2	802.3
11.	Total costs and expenses	1,658.2	9,723.7	9,769.1	9,816.8
12.	**Utility income before inc. taxes**	(1,658.2)	(9,723.7)	(9,769.1)	(9,816.8)
	Income taxes				
13.	Excluding interest shield	(2,893.2)	(5,190.8)	(4,901.3)	(4,630.8)
14.	Tax shield on interest expense	(618.0)	(2,884.7)	(2,808.2)	(2,756.7)
15.	Total income taxes	(3,511.2)	(8,075.5)	(7,709.5)	(7,387.5)
16.	**Ontario utility net income**	1,853.0	(1,648.2)	(2,059.6)	(2,429.3)

TAXABLE INCOME AND INCOME TAX EXPENSE
SEGMENT A TRANSPORTATION PIPELINE PORTION OF GTA PROJECT (2015 - 2018 Cap. Structure)

($000's)

Line No.		2015	2016	2017	2018
1.	Utility income before income taxes	(1,658.2)	(9,723.7)	(9,769.1)	(9,816.8)
	Add Backs				
2.	Depreciation and amortization	1,460.8	8,764.8	8,764.8	8,764.8
3.	Large corporation tax	-	-	-	-
4.	Other non-deductible items	-	-	-	-
5.	Any other add back(s)	-	-	-	-
6.	Total added back	1,460.8	8,764.8	8,764.8	8,764.8
7.	Sub total - pre-tax income plus add backs	(197.4)	(958.9)	(1,004.3)	(1,052.0)
	Deductions				
8.	Capital cost allowance - Federal	8,573.0	16,631.7	15,633.8	14,695.7
9.	Capital cost allowance - Provincial	8,573.0	16,631.7	15,633.8	14,695.7
10.	Items capitalized for regulatory purposes	-	-	-	-
11.	Deduction for "grossed up" Part V1.1 tax	-	-	-	-
12.	Amortization of share and debt issue expense	-	-	-	-
13.	Amortization of cumulative eligible capital	2,147.4	1,997.1	1,857.3	1,727.3
14.	Amortization of C.D.E. & C.O.G.P.E.	-	-	-	-
15.	Any other deduction(s)	-	-	-	-
16.	Total Deductions - Federal	10,720.4	18,628.8	17,491.1	16,423.0
17.	Total Deductions - Provincial	10,720.4	18,628.8	17,491.1	16,423.0
18.	Taxable income - Federal	(10,917.8)	(19,587.7)	(18,495.4)	(17,475.0)
19.	Taxable income - Provincial	(10,917.8)	(19,587.7)	(18,495.4)	(17,475.0)
20.	Income tax provision - Federal	(1,637.7)	(2,938.2)	(2,774.3)	(2,621.2)
21.	Income tax provision - Provincial	(1,255.5)	(2,252.6)	(2,127.0)	(2,009.6)
22.	Income tax provision - combined	(2,893.2)	(5,190.8)	(4,901.3)	(4,630.8)
23.	Part V1.1 tax	-	-	-	-
24.	Investment tax credit	-	-	-	-
25.	Total taxes excluding tax shield on interest expense	(2,893.2)	(5,190.8)	(4,901.3)	(4,630.8)
	Tax shield on interest expense				
26.	Rate base as adjusted	70,025.9	330,865.3	322,100.5	313,335.7
27.	Return component of debt	3.33%	3.29%	3.29%	3.32%
28.	Interest expense	2,331.9	10,885.5	10,597.1	10,402.7
29.	Combined tax rate	26.500%	26.500%	26.500%	26.500%
30.	Income tax credit	(618.0)	(2,884.7)	(2,808.2)	(2,756.7)
31.	**Total income taxes**	(3,511.2)	(8,075.5)	(7,709.5)	(7,387.5)

ALLOWED REVENUE
SEGMENT A TRANSPORTATION PIPELINE PORTION OF GTA PROJECT (2015 - 2018 Cap. Structure)

($000's)

Line No.		2015	2016	2017	2018
	Cost of capital				
1.	Rate base	70,025.9	330,865.3	322,100.5	313,335.7
2.	Required rate of return	6.91%	7.01%	7.03%	7.10%
3.	Cost of capital	4,838.8	23,193.7	22,643.7	22,246.8
	Cost of service				
4.	Gas costs	-	-	-	-
5.	Operation and Maintenance	48.0	234.8	242.1	249.7
6.	Depreciation and amortization	1,460.8	8,764.8	8,764.8	8,764.8
7.	Municipal and other taxes	149.4	724.1	762.2	802.3
8.	Cost of service	1,658.2	9,723.7	9,769.1	9,816.8
	Misc. & Non-Op. Rev				
9.	Other operating revenue	-	-	-	-
10.	Other income	-	-	-	-
11.	Misc, & Non-operating Rev.	-	-	-	-
	Income taxes on earnings				
12.	Excluding tax shield	(2,893.2)	(5,190.8)	(4,901.3)	(4,630.8)
13.	Tax shield provided by interest expense	(618.0)	(2,884.7)	(2,808.2)	(2,756.7)
14.	Income taxes on earnings	(3,511.2)	(8,075.5)	(7,709.5)	(7,387.5)
	Taxes on (def) / suff.				
15.	Gross (def.) / suff.	(4,058.6)	(33,806.8)	(33,612.4)	(33,593.1)
16.	Net (def.) / suff.	(2,983.1)	(24,848.0)	(24,705.1)	(24,690.9)
17.	Taxes on (def.) / suff.	1,075.5	8,958.8	8,907.3	8,902.2
18.	**Allowed Revenue**	4,061.3	33,800.7	33,610.6	33,578.3
	Revenue at existing Rates				
19.	Gas sales	0.0	0.0	0.0	0.0
20.	Transportation service	0.0	0.0	0.0	0.0
21.	Transmission, compression and storage	0.0	0.0	0.0	0.0
22.	Rounding adjustment	2.7	(6.1)	(1.8)	(14.8)
23.	Revenue at existing rates	2.7	(6.1)	(1.8)	(14.8)
24.	**Gross revenue (def.) / suff.**	(4,058.6)	(33,806.8)	(33,612.4)	(33,593.1)

CAPITAL STRUCTURE
SEGMENT A DISTRIBUTION FUNCTION PORTION OF GTA PROJECT (2015 - 2018 Cap. Structure)

	(Excluding CIS)	Fiscal 2015			Fiscal 2016			Fiscal 2017			Fiscal 2018		
		Col. 1	Col. 2	Col. 3	Col. 4	Col. 5	Col. 6	Col. 7	Col. 8	Col. 9	Col. 10	Col. 11	Col. 12
Line No.		Component	Indicated Cost Rate	Return Component	Component	Indicated Cost Rate	Return Component	Component	Indicated Cost Rate	Return Component	Component	Indicated Cost Rate	Return Component
		%	%	%	%	%	%	%	%	%	%	%	%
1.	Long-term debt	61.63	5.39	3.32	60.63	5.33	3.23	60.86	5.31	3.23	60.70	5.36	3.25
2.	Short-term debt	0.26	2.75	0.01	1.57	3.35	0.05	1.41	4.30	0.06	1.62	4.30	0.07
3.		61.89		3.33	62.20		3.29	62.27		3.29	62.32		3.32
4.	Preference shares	2.11	3.68	0.08	1.80	4.32	0.08	1.73	4.64	0.08	1.68	4.64	0.08
5.	Common equity	36.00	9.72	3.50	36.00	10.12	3.64	36.00	10.17	3.66	36.00	10.27	3.70
6.	Required Return on Rate Base	100.00		6.91	100.00		7.01	100.00		7.03	100.00		7.10

	($000's)	2015	2016	2017	2018
7.	Ontario Utility Income	230.8	(408.8)	(489.2)	(563.1)
8.	Rate base	11,936.1	56,562.8	55,344.8	54,126.8
9.	Indicated rate of return	1.93 %	(0.72)%	(0.88)%	(1.04)%
10.	(Def.) / suff. in rate of return	(4.98)%	(7.73)%	(7.91)%	(8.14)%
11.	Net (def.) / suff.	(594.4)	(4,372.3)	(4,377.8)	(4,405.9)
12.	Gross (def.) / suff.	(808.7)	(5,948.7)	(5,956.2)	(5,994.4)

RATE BASE
SEGMENT A DISTRIBUTION FUNCTION PORTION OF GTA PROJECT (2015 - 2018 Cap. Structure)

($000's)

Line No.		2015	2016	2017	2018
	Property, plant, and equipment				
1.	Cost or redetermined value	11,953.1	57,374.8	57,374.8	57,374.8
2.	Accumulated depreciation	(17.0)	(812.0)	(2,030.0)	(3,248.0)
3.		11,936.1	56,562.8	55,344.8	54,126.8
	Allowance for working capital				
4.	Accounts receivable merchandise finance plan	-	-	-	-
5.	Accounts receivable rebillable projects	-	-	-	-
6.	Materials and supplies	-	-	-	-
7.	Mortgages receivable	-	-	-	-
8.	Customer security deposits	-	-	-	-
9.	Prepaid expenses	-	-	-	-
10.	Gas in storage	-	-	-	-
11.	Working cash allowance	-	-	-	-
12.		-	-	-	-
13.	Ontario utility rate base	11,936.1	56,562.8	55,344.8	54,126.8

INCOME
SEGMENT A DISTRIBUTION FUNCTION PORTION OF GTA PROJECT (2015 - 2018 Cap. Structure)

($000's)

Line No.		2015	2016	2017	2018
	Revenue				
1.	Gas sales	-	-	-	-
2.	Transportation of gas	-	-	-	-
3.	Transmission and compression	-	-	-	-
4.	Other operating revenue	-	-	-	-
5.	Other income	-	-	-	-
6.	Total revenue	-	-	-	-
	Costs and expenses				
7.	Gas costs	-	-	-	-
8.	Operation and Maintenance	115.2	564.1	581.7	599.8
9.	Depreciation and amortization	203.0	1,218.0	1,218.0	1,218.0
10.	Municipal and other taxes	32.6	158.2	166.5	175.3
11.	Total costs and expenses	350.8	1,940.3	1,966.2	1,993.1
12.	**Utility income before inc. taxes**	(350.8)	(1,940.3)	(1,966.2)	(1,993.1)
	Income taxes				
13.	Excluding interest shield	(476.3)	(1,038.4)	(994.5)	(953.8)
14.	Tax shield on interest expense	(105.3)	(493.1)	(482.5)	(476.2)
15.	Total income taxes	(581.6)	(1,531.5)	(1,477.0)	(1,430.0)
16.	**Ontario utility net income**	230.8	(408.8)	(489.2)	(563.1)

TAXABLE INCOME AND INCOME TAX EXPENSE

SEGMENT A DISTRIBUTION FUNCTION PORTION OF GTA PROJECT (2015 - 2018 Cap. Structure)

($000's)

Line No.		2015	2016	2017	2018
1.	Utility income before income taxes	(350.8)	(1,940.3)	(1,966.2)	(1,993.1)
	Add Backs				
2.	Depreciation and amortization	203.0	1,218.0	1,218.0	1,218.0
3.	Large corporation tax	-	-	-	-
4.	Other non-deductible items	-	-	-	-
5.	Any other add back(s)	-	-	-	-
6.	Total added back	203.0	1,218.0	1,218.0	1,218.0
7.	Sub total - pre-tax income plus add backs	(147.8)	(722.3)	(748.2)	(775.1)
	Deductions				
8.	Capital cost allowance - Federal	1,645.8	3,192.9	3,001.2	2,821.2
9.	Capital cost allowance - Provincial	1,645.8	3,192.9	3,001.2	2,821.2
10.	Items capitalized for regulatory purposes	-	-	-	-
11.	Deduction for "grossed up" Part V1.1 tax	-	-	-	-
12.	Amortization of share and debt issue expense	-	-	-	-
13.	Amortization of cumulative eligible capital	3.7	3.4	3.2	3.0
14.	Amortization of C.D.E. & C.O.G.P.E.	-	-	-	-
15.	Any other deduction(s)	-	-	-	-
16.	Total Deductions - Federal	1,649.5	3,196.3	3,004.4	2,824.2
17.	Total Deductions - Provincial	1,649.5	3,196.3	3,004.4	2,824.2
18.	Taxable income - Federal	(1,797.3)	(3,918.6)	(3,752.6)	(3,599.3)
19.	Taxable income - Provincial	(1,797.3)	(3,918.6)	(3,752.6)	(3,599.3)
20.	Income tax provision - Federal	(269.6)	(587.8)	(562.9)	(539.9)
21.	Income tax provision - Provincial	(206.7)	(450.6)	(431.6)	(413.9)
22.	Income tax provision - combined	(476.3)	(1,038.4)	(994.5)	(953.8)
23.	Part V1.1 tax	-	-	-	-
24.	Investment tax credit	-	-	-	-
25.	Total taxes excluding tax shield on interest expense	(476.3)	(1,038.4)	(994.5)	(953.8)
	Tax shield on interest expense				
26.	Rate base as adjusted	11,936.1	56,562.8	55,344.8	54,126.8
27.	Return component of debt	3.33%	3.29%	3.29%	3.32%
28.	Interest expense	397.5	1,860.9	1,820.8	1,797.0
29.	Combined tax rate	26.500%	26.500%	26.500%	26.500%
30.	Income tax credit	(105.3)	(493.1)	(482.5)	(476.2)
31.	**Total income taxes**	(581.6)	(1,531.5)	(1,477.0)	(1,430.0)

ALLOWED REVENUE

SEGMENT A DISTRIBUTION FUNCTION PORTION OF GTA PROJECT (2015 - 2018 Cap. Structure)

($000's)

Line No.		2015	2016	2017	2018
	Cost of capital				
1.	Rate base	11,936.1	56,562.8	55,344.8	54,126.8
2.	Required rate of return	6.91%	7.01%	7.03%	7.10%
3.	Cost of capital	824.8	3,965.1	3,890.7	3,843.0
	Cost of service				
4.	Gas costs	-	-	-	-
5.	Operation and Maintenance	115.2	564.1	581.7	599.8
6.	Depreciation and amortization	203.0	1,218.0	1,218.0	1,218.0
7.	Municipal and other taxes	32.6	158.2	166.5	175.3
8.	Cost of service	350.8	1,940.3	1,966.2	1,993.1
	Misc. & Non-Op. Rev				
9.	Other operating revenue	-	-	-	-
10.	Other income	-	-	-	-
11.	Misc, & Non-operating Rev.	-	-	-	-
	Income taxes on earnings				
12.	Excluding tax shield	(476.3)	(1,038.4)	(994.5)	(953.8)
13.	Tax shield provided by interest expense	(105.3)	(493.1)	(482.5)	(476.2)
14.	Income taxes on earnings	(581.6)	(1,531.5)	(1,477.0)	(1,430.0)
	Taxes on (def) / suff.				
15.	Gross (def.) / suff.	(808.7)	(5,948.7)	(5,956.2)	(5,994.4)
16.	Net (def.) / suff.	(594.4)	(4,372.3)	(4,377.8)	(4,405.9)
17.	Taxes on (def.) / suff.	214.3	1,576.4	1,578.4	1,588.5
18.	**Allowed Revenue**	808.3	5,950.3	5,958.3	5,994.6
	Revenue at existing Rates				
19.	Gas sales	0.0	0.0	0.0	0.0
20.	Transportation service	0.0	0.0	0.0	0.0
21.	Transmission, compression and storage	0.0	0.0	0.0	0.0
22.	Rounding adjustment	(0.4)	1.6	2.1	0.2
23.	Revenue at existing rates	(0.4)	1.6	2.1	0.2
24.	**Gross revenue (def.) / suff.**	(808.7)	(5,948.7)	(5,956.2)	(5,994.4)