

UNDERTAKING NO. J1.3: TO PROVIDE THE TABLE FOUND ON PAGE 47 OF THE SEC COMPENDIUM, TABLE I PREDICTED VERSUS ACTUAL AND FORECASTED COSTS, ON A MIFRS BASIS.

RESPONSE:

PowerStream updated its benchmarking to:

- Use MIFRS rather than CGAAP for the years 2012 to 2020
- Use the values from the August 2015 Application update
- Use PEG’s methodology and assumptions as per their work for Oshawa PUC (Application Section IV, Tab 1, April 2015 Technical Conference Undertaking #10)
- Corrections as noted below.

The results are presented in Table J1.3 below.

Table J1.3: Actual vs. Predicted Costs (\$thousands)

Year	Predicted Total Costs	Actual Total Costs	Actual OM&A	Actual Capital
2010	212,561	196,831	51,332	144,763
2011	218,280	203,553	54,882	148,671
2012	216,915	218,815	72,206	146,609
2013	219,646	225,894	77,278	148,616
2014	229,949	242,112	81,659	160,453
2015	230,353	249,034	85,887	163,148
2016	240,043	264,462	89,140	175,322
2017	251,065	280,334	94,963	185,372
2018	265,448	293,366	96,773	196,593
2019	280,878	306,453	99,023	207,430
2020	296,877	319,225	101,009	218,216

Corrections:

In reviewing the previous work, PowerStream found that it had not reported the amounts for high voltage assets related to land and building for transformer stations. This has been adjusted. PowerStream will write to the Board to have this correction made to its RRR data and the PEG benchmarking database.

PowerStream discovered that it did not make the PEG adjustments to remove bad debt expense and taxes other than income taxes from OM&A. This has been corrected.