

**IN THE MATTER OF** the *Ontario Energy Board Act*,  
1998, S.O. 1998, c. 15, (Schedule B), as amended;

**AND IN THE MATTER OF** an Application by Grimsby  
Power Incorporated. under Section 78 of the OEB Act  
to the Ontario Energy Board for an Order or Orders  
approving or fixing just and reasonable rates and  
other service charges for the distribution of electricity  
as of May 1, 2016

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MATERIALS FOR ORAL HEARING FROM ENERGY PROBE RESEARCH  
FOUNDATION ("ENERGY PROBE")  
RESPONSE OF GRIMSBY POWER INCORPORATED (GRIMSBY POWER)

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June 30, 2016

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## PILs

### Question 1

Please provide a table that shows, by line item, the calculation of each of the 2015 actual PILs and the 2015 PILs Model, as included in the settlement agreement. In addition to the two columns shown for the actual PILS and the PILS model for 2015, please add a third column that shows the difference between the two figures, and a fourth column that provides an explanation for the difference.

### Response:

The calculation of 2015 Actual PILs and the calculation of 2015 PILs Model is shown below. Additional columns were added for comparison and comments regarding the differences between the two figures.

**Table 1: 2015 Actual PILs vs 2015 PILs Model Settlement Proposal**

ITEM	2015 ACTUAL	2015 PILS Model Settlement Proposal	Differences	Comments
<b>Accounting Net Income before Taxes</b>	<b>412,213</b>	<b>195,848</b>	<b>216,365</b>	
Current Tax	(48,209)		(48,209)	
Future Tax	(128,168)		(128,168)	
<b>Accounting Net Income before Taxes</b>	<b>235,836</b>	<b>195,848</b>	<b>39,988</b>	* Please see below
			-	
<b>Additions:</b>			-	
Provisions for Income Taxes - Current	48,209		48,209	N/A
Provisions for Income Taxes - Deferred	128,168		128,168	N/A
Amortization of Tangible Assets	910,805	910,805	-	
Non-Deductible Meals and Entertainment Expenses	2,534	2,534	-	
Other Reserves from Schedules 13	672,897	672,897	-	
Reserves @ End of the Year	752,846	6,500	746,346	**Please see below
			-	
Subtotal of additions	2,515,459	1,592,736	922,723	
			-	
<b>Other Additions</b>			-	
Opening Regulatory Assets Balance	738,802		738,802	Regulatory accounts balance
Inducement - ITA 12(1)(x)	17,479	17,479	-	
Capital Assets Additions Included in Regulatory Balance	399,728		399,728	604 offset by 700
Subtotal of other additions	1,156,009	17,479	1,138,530	
<b>Total Additions:</b>	<b>3,671,468</b>	<b>1,610,215</b>	<b>2,061,253</b>	
			-	
<b>Deductions</b>			-	
Gain on Disposal of Assets	15,824	15,824	-	
Capital Cost Allowance from Schedule 8	1,390,499	1,323,949	66,550	Contributed Capital not included in the UCCA calculation
Other Reserves from Schedules 13	746,346	746,346	-	
Reserves @Beginning of the Year	679,397	6,500	672,897	**Please see below
Subtotal of deductions	2,832,066	2,092,619	739,447	
			-	
<b>Other Deductions</b>			-	
Regulatory Assets Opening Balance	399,728		399,728	
Unrealized interest rate adjustment	31,466	31,466	-	
Closing Regulatory Assets	54,946		54,946	Regulatory accounts balance
Subtotal of other deductions	486,140	31,466	454,674	
<b>Total Deductions:</b>	<b>3,318,206</b>	<b>2,124,085</b>	<b>1,194,121</b>	
<b>Income for Tax Purpose before Losses</b>	<b>589,098</b>	<b>(318,022)</b>	<b>907,120</b>	
<b>Non Capital Loss</b>	<b>(234,927)</b>	<b>(373,573)</b>	<b>138,646</b>	
<b>Income for Tax Purpose</b>	<b>354,171</b>	<b>(691,595)</b>	<b>1,045,766</b>	

\*

Deferred Revenue (4245)	85,857
Depreciation Expenses	85,857
Deemed Interest	(666,376)
Interest Expense	479,756
Other Donations	1,721
Loss(Gain) on change in the fair value of interest rate swap	(31,466)
	(130,508)
Net Income before taxes	216,365
Income Taxes	176,377
<b>Difference</b>	<b>\$ 39,988</b>

\*\*

Difference is attributed to Customer and Developer deposits that are not included in taxable income as the related services/goods have not yet been supplied. As these amounts as not included in accounting income, they are offset by lines 125 and 413.

## **Question 2**

Please file the actual 2015 tax returns.

### **Response:**

The 2015 Grimsby Power Inc Tax Return as of September 30, 2015 is attached as  
Appendix - A

The 2015 Grimsby Power Inc Tax Return as of December 31, 2015 is attached as  
Appendix - B

### **Question 3**

Please provide a version of Table 4-62 (based on the response to 4-Energy Probe-34) that splits the calculation of the income taxes into two parts. The first part shows all the accounting net income, additions and deductions used in the PILS model and the second part shows all of the accounting net income, additions and deductions not included in the PILs model. Please provide a taxable income for PILs purposes as a subtotal at the end of the first part and a second subtotal at the end of the second part that reflects the changes in taxable income due to the additional changes made.

### **Response:**

The table below shows the accounting net income, additions and deductions used in the PILS model and the accounting net income, additions and deductions not included in the PILs model.

**Table 2: 2015 PILs Model Settlement Proposal & Additions/Deductions**

ITEM	2015 PILS Model Settlement Proposal
<b>Accounting Net Income before Taxes</b>	<b>195,848</b>
<u>Additions:</u>	
Amortization of Tangible Assets	910,805
Non-Deductible Meals and Entertainment Expenses	2,534
Other Reserves from Schedules 13	672,897
Reserves @ End of the Year	6,500
Subtotal of additions	1,592,736
<u>Other Additions</u>	
Inducement - ITA 12(1)(x)	17,479
Subtotal of other additions	17,479
<b>Total Additions:</b>	<b>1,610,215</b>
<u>Deductions</u>	
Gain on Disposal of Assets	15,824
Capital Cost Allowance from Schedule 8	1,323,949
Other Reserves from Schedules 13	746,346
Reserves @ Beginning of the Year	6,500
Subtotal of deductions	2,092,619
<u>Other Deductions</u>	
Unrealized interest rate adjustment	31,466
Subtotal of other deductions	31,466
<b>Total Deductions:</b>	<b>2,124,085</b>
<b>Net Income for Tax Purposes Per Settlement PILs Model</b>	<b>(318,022)</b>

	Additions Deductions
*Accounting Net Income before Taxes	39,988
<u>Additions:</u>	
**Provisions for Income Taxes - Current	48,209
**Provisions for Income Taxes - Deferred	128,168
*Reserves @ End of the Year	746,346
Subtotal of additions	922,723
<u>Other Additions</u>	
**Opening Regulatory Assets Balance	738,802
**Capital Assets Additions Included in Regulatory Balance	399,728
Subtotal of other additions	1,138,530
<b>Total Additions:</b>	<b>2,061,253</b>
<u>Deductions</u>	
*Capital Cost Allowance from Schedule 8	66,550
*Reserves @ Beginning of the Year	672,897
Subtotal of deductions	739,447
<u>Other Deductions</u>	
**Regulatory Assets Opening Balance	399,728
**Closing Regulatory Assets	54,946
Subtotal of other deductions	454,674
<b>Total Deductions:</b>	<b>1,194,121</b>
<b>Net Income for Tax Purposes Not Included in Settlement PILs Model</b>	<b>907,120</b>

\* Difference between Actual Corporate Tax and Settlement PILs Model

\*\* Not included in Settlement PILs Model

## OM&A

### Question 1

Please provide a version of Table 4-3 that includes two additional columns - the first added column shows the actual OM&A spent in 2016 for the most recent year to date period available in 2016 and the second added column that shows the actual OM&A for the corresponding year to date period in 2015. Please state the last month of actuals included in the 2016 data. Please also provide the total OM&A associated with the NWTC in the year to date period for 2016.

### Response:

The comparison between OM&A spent as May 31, 2016 and OM&A spent as of May 31, 2015 is shown below:



**Table 3: OM&A Expenses May 31, 2015 vs May 31, 2016**

	Last Rebas ing Year (2012 Board-Approved)	Last Rebas ing Year (2012 Actuals)	2013 Actuals	2014 Actuals	2015 Actuals	2016 Test Year	YTD May 2015 GPI	YTD May 2016 GPI only	YTD May 2016 NWTS	Total YTD May 2016
<b>Reporting Basis</b>	MIFRS	MIFRS	MIFRS	MIFRS	MIFRS	MIFRS	MIFRS	MIFRS	MIFRS	MIFRS
Operations	453,574	411,623	522,827	594,775	648,822	885,613	213,334	215,372	77,613	292,985
Maintenance	431,965	726,934	519,678	436,218	505,940	757,383	122,215	268,423	54,660	323,082
<b>SubTotal</b>	<b>885,539</b>	<b>1,138,556</b>	<b>1,042,505</b>	<b>1,030,993</b>	<b>1,154,763</b>	<b>1,642,996</b>	<b>335,549</b>	<b>483,794</b>	<b>132,273</b>	<b>616,067</b>
%Change (year over year)			-8.4%	-1.1%	12.0%	42.3%		44.2%		
%Change (Test Year vs Last Rebas ing Year - Actual)						44.3%				
Billing and Collecting	507,013	517,463	512,576	534,276	547,425	686,380	227,838	236,414	-	236,414
Community Relations	12,500	471	6,250	500	1,500	2,044	-	4,500	-	4,500
Administrative and General	1,002,111	1,279,082	1,119,954	1,213,975	1,214,707	1,593,943	510,701	651,086	-	651,086
<b>SubTotal</b>	<b>1,521,624</b>	<b>1,797,016</b>	<b>1,638,780</b>	<b>1,748,751</b>	<b>1,763,632</b>	<b>2,282,367</b>	<b>738,539</b>	<b>892,000</b>	<b>-</b>	<b>892,000</b>
%Change (year over year)			-8.8%	6.7%	0.9%	29.4%		20.8%		
%Change (Test Year vs Last Rebas ing Year - Actual)						27.0%				
<b>Total</b>	<b>2,407,163</b>	<b>2,935,572</b>	<b>2,681,285</b>	<b>2,779,745</b>	<b>2,918,395</b>	<b>3,925,363</b>	<b>1,074,088</b>	<b>1,375,794</b>	<b>132,273</b>	<b>1,508,067</b>
%Change (year over year)			-8.7%	3.7%	5.0%	34.5%		28.1%		

	Last Rebas ing Year (2012 Board-Approved)	Last Rebas ing Year (2012 Actuals)	2013 Actuals	2014 Actuals	2015 Actuals	2016 Test Year	YTD May 2015 GPI	YTD May 2016 GPI only	YTD May 2016 NWTS	Total YTD May 2016
Operations	453,574	411,623	522,827	594,775	648,822	885,613	213,334	215,372	77,613	292,985
Maintenance	431,965	726,934	519,678	436,218	505,940	757,383	122,215	268,423	54,660	323,082
Billing and Collecting	507,013	517,463	512,576	534,276	547,425	686,380	227,838	236,414	-	236,414
Community Relations	12,500	471	6,250	500	1,500	2,044	-	4,500	-	4,500
Administrative and General	1,002,111	1,279,082	1,119,954	1,213,975	1,214,707	1,593,943	510,701	651,086	-	651,086
<b>Total</b>	<b>2,407,163</b>	<b>2,935,572</b>	<b>2,681,285</b>	<b>2,779,745</b>	<b>2,918,395</b>	<b>3,925,363</b>	<b>1,074,088</b>	<b>1,375,794</b>	<b>132,273</b>	<b>1,508,067</b>
%Change (year over year)			-8.7%	3.7%	5.0%	34.5%		28.1%		

	Last Rebas ing Year (2012 Board-Approved)	Last Rebas ing Year (2012 Actuals)	Variance 2012 BA - 2012 Actuals	2013 Actuals	Variance 2013 Actuals vs. 2012 Actuals	2014 Actuals	Variance 2014 Actuals vs. 2013 Actuals	2015 Actuals	Variance 2015 Bridge vs. 2014 Actuals	2016 Test Year	Variance 2016 Test vs. 2015 Bridge	YTD May 2015 GPI	YTD May 2016 GPI only	Variance May 2015 vs May 2016
Operations	453,574	411,623	41,951	522,827	111,204	594,775	71,948	648,822	54,047	885,613	236,791	213,334	215,372	2,038
Maintenance	431,965	726,934	294,969	519,678	207,256	436,218	83,460	505,940	69,722	757,383	251,443	122,215	268,423	146,208
Billing and Collecting	507,013	517,463	10,450	512,576	4,887	534,276	21,700	547,425	13,149	686,380	138,955	227,838	236,414	8,576
Community Relations	12,500	471	12,029	6,250	5,779	500	5,750	1,500	1,000	2,044	544	-	4,500	4,500
Administrative and General	1,002,111	1,279,082	276,971	1,119,954	159,128	1,213,975	94,021	1,214,707	732	1,593,943	379,236	510,701	651,086	140,385
<b>Total OM&amp;A Expenses</b>	<b>2,407,163</b>	<b>2,935,572</b>	<b>528,409</b>	<b>2,681,285</b>	<b>254,288</b>	<b>2,779,745</b>	<b>98,460</b>	<b>2,918,395</b>	<b>138,650</b>	<b>3,925,363</b>	<b>1,006,968</b>	<b>1,074,088</b>	<b>1,375,794</b>	<b>301,706</b>
Adjustments for Total non-recoverable items (from Appendices 2-JA and 2-JB)														
<b>Total Recoverable OM&amp;A Expenses</b>	<b>2,407,163</b>	<b>2,935,572</b>	<b>528,409</b>	<b>2,681,285</b>	<b>254,288</b>	<b>2,779,745</b>	<b>98,460</b>	<b>2,918,395</b>	<b>138,650</b>	<b>3,925,363</b>	<b>1,006,968</b>	<b>1,074,088</b>	<b>1,375,794</b>	<b>301,706</b>
Variance from previous year				-254,288		98,460		138,650		1,006,968			301,706	
Percent change (year over year)				-8.7%		3.7%		5.0%		34.5%			28.1%	
Percent Change: Test year vs. Most Current Actual								34.5%						
Simple average of %variance for all years										8.6%				
Compound Annual Growth Rate for all years										6.0%				
Compound Growth Rate (2014 Actuals vs. 2012 Actuals)						-1.8%								

## Question 2

Please add a column to Table 4-20 (as found in the response to 4-VECC-33) that reflects the actual number of full time equivalents in 2016 as of the end of June.

### Response:

The actual number of full time equivalents as of June 27, 2016 is shown below.

**Table 4: Full Time Employees by Department**

Department	2010 Actuals	2011 Actuals	2012 Board Approved	2012 Actuals	2013 Actuals	2014 Actuals	2015 Actuals	2016 Test Year	Change 2016 vs. 2012 Actual	Change 2016 vs. 2012 Board Approved	2016 Actual as of June 27, 2016
<b>Operations</b>											
Operations Administration	1.00	0.92	1.00	1.00	1.00	1.00	1.00	1.00	-	-	1.00
Lines	3.00	3.00	4.00	4.00	4.00	4.00	4.00	6.00	2.00	2.00	4.00
Stores	1.00	1.00	1.00	1.00	1.00	0.66	0.48	1.00	-	-	0.48
<b>Total</b>	<b>5.00</b>	<b>4.92</b>	<b>6.00</b>	<b>6.00</b>	<b>6.00</b>	<b>5.66</b>	<b>5.48</b>	<b>8.00</b>	<b>2.00</b>	<b>2.00</b>	<b>5.48</b>
									-	-	
<b>Engineering</b>											
Engineering	2.00	2.00	2.00	2.00	2.00	2.00	3.00	3.00	1.00	1.00	2.00
<b>Total</b>	<b>2.00</b>	<b>2.00</b>	<b>2.00</b>	<b>2.00</b>	<b>2.00</b>	<b>2.00</b>	<b>3.00</b>	<b>3.00</b>	<b>1.00</b>	<b>1.00</b>	<b>2.00</b>
									-	-	
<b>Finance</b>											
Accounting/Finance	2.00	2.97	3.00	2.83	2.91	2.83	2.92	3.92	1.09	0.92	2.92
Billing	3.50	3.50	3.50	3.64	3.61	3.62	3.54	4.74	1.10	1.24	3.54
<b>Total</b>	<b>5.50</b>	<b>6.47</b>	<b>6.50</b>	<b>6.47</b>	<b>6.52</b>	<b>6.45</b>	<b>6.46</b>	<b>8.66</b>	<b>2.19</b>	<b>2.16</b>	<b>6.46</b>
<b>Administration</b>	<b>4.00</b>	<b>4.00</b>	<b>4.00</b>	<b>4.00</b>	<b>4.00</b>	<b>4.00</b>	<b>4.54</b>	<b>5.50</b>	<b>1.50</b>	<b>1.50</b>	<b>4.00</b>
<b>TOTAL</b>	<b>16.50</b>	<b>17.39</b>	<b>18.50</b>	<b>18.47</b>	<b>18.52</b>	<b>18.11</b>	<b>19.48</b>	<b>25.16</b>	<b>6.69</b>	<b>6.66</b>	<b>17.94</b>

## **APPENDIX A - Grimsby Power Inc Tax Return as of September 30, 2015**

**Information Return for Corporations Filing Electronically**

- You have to complete this return for every initial and amended T2 Corporation Income Tax Return electronically filed to the Canada Revenue Agency (CRA) on your behalf.
- By completing Part 2 and signing Part 3, you acknowledge that, under the *Income Tax Act*, you have to keep all records used to prepare your corporation income tax return, and provide this information to us on request.
- Part 4 must be completed by either you or the electronic transmitter of your corporation income tax return.
- Give the signed original of this return to the transmitter and keep a copy in your own records for six years.
- **Do not submit** this form to the CRA unless we ask for it.
- We are responsible for ensuring the confidentiality of your electronically filed tax information only after we have accepted it.

**This return is for your records. Do not send it to us unless we ask for it.****Part 1 – Identification**

Corporation's name Grimsby Power Incorporated			Business number 86487 4839 RC0001	
Tax year ▶	From Y M D 2015-01-01	To Y M D 2015-09-30	Is this an amended return? . . . . . <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	

**Part 2 – Declaration**

Enter the following amounts, if applicable, from your corporation income tax return for the tax year noted above:

Net income (or loss) for income tax purposes from Schedule 1, financial statements or GIF1 (line 300)	450,447
Part I tax payable (line 700)	
Part II surtax payable (line 708)	
Part III.1 tax payable (line 710)	
Part IV tax payable (line 712)	
Part IV.1 tax payable (line 716)	
Part VI tax payable (line 720)	
Part VI.1 tax payable (line 724)	
Part XIV tax payable (line 728)	
Net provincial and territorial tax payable (line 760)	

**Part 3 – Certification and authorization**

I, <u>CURTISS</u>	<u>DOUG</u>	<u>CEO</u>	
Last name	First name	Position, office, or rank	

am an authorized signing officer of the corporation. I certify that I have examined the corporation T2 income tax return, including accompanying schedules and statements, and that the information given on the T2 return and this T183 Corp information return is, to the best of my knowledge, correct and complete. I also certify that the method of calculating income for this tax year is consistent with that of the previous tax year except as specifically disclosed in a statement attached to this return.

I authorize the transmitter identified in Part 4 to electronically file the corporation income tax return identified in Part 1. The transmitter can also modify the information originally filed in response to any errors Canada Revenue Agency identifies. This authorization expires when the Minister of National Revenue accepts the electronic return as filed.

<u>2016-03-30</u>		<u>(905) 945-5437</u>
Date (yyyy/mm/dd)	Signature of an authorized signing officer of the corporation	Telephone number

**Part 4 – Transmitter identification**

The following transmitter has electronically filed the tax return of the corporation identified in Part 1.

Name of person or firm <u>Millard, Rouse &amp; Rosebrugh LLP</u>	Electronic filer number <u>A3079</u>
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**Privacy statement**

Personal information is collected under the *Income Tax Act* to administer tax, benefits, and related programs. It may also be used for any purpose related to the administration or enforcement of the Act such as audit, compliance and the payment of debts owed to the Crown. It may be shared or verified with other federal, provincial/territorial government institutions to the extent authorized by law. Failure to provide this information may result in interest payable, penalties or other actions. Under the *Privacy Act*, individuals have the right to access their personal information and request correction if there are errors or omissions. Refer to Info Source <http://www.cra-arc.gc.ca/gncy/tp/nfsrc/nfsrc-eng.html>, personal information bank CRA PPU 047.

Canada Revenue Agency  
Agence du revenu  
du Canada

## T2 Corporation Income Tax Return

200

## EXEMPT FROM TAX

This form serves as a federal, provincial, and territorial corporation income tax return, unless the corporation is located in Quebec or Alberta. If the corporation is located in one of these provinces, you have to file a separate provincial corporation return.

All legislative references on this return are to the federal *Income Tax Act* and *Income Tax Regulations*. This return may contain changes that had not yet become law at the time of publication.

Send one completed copy of this return, including schedules and the *General Index of Financial Information* (GIFI), to your tax centre or tax services office. You have to file the return within six months after the end of the corporation's tax year.

For more information see [www.cra.gc.ca](http://www.cra.gc.ca) or Guide T4012, *T2 Corporation – Income Tax Guide*.

**055** Do not use this area

## Identification

**Business number (BN)** . . . . . **001** 86487 4839 RC0001

## Corporation's name

**002** Grimsby Power Incorporated

## Address of head office

Has this address changed since the last time we were notified? . . . . . **010** 1 Yes ☐ 2 No ☒

(If **yes**, complete lines 011 to 018.)

**011** 231 Roberts Road**012** City Province, territory, or state**015** Grimsby **016** ON**017** Country (other than Canada) **018** Postal code/Zip code**017** L3M 5N2

## Mailing address (if different from head office address)

Has this address changed since the last time we were notified? . . . . . **020** 1 Yes ☐ 2 No ☒

(If **yes**, complete lines 021 to 028.)

**021** c/o**022** 231 Roberts Road**023** City Province, territory, or state**025** Grimsby **026** ON**027** Country (other than Canada) **028** Postal code/Zip code**027** L3M 5N2

## Location of books and records (if different from head office address)

Has the location of books and records changed since the last time we were notified? . . . . . **030** 1 Yes ☐ 2 No ☒

(If **yes**, complete lines 031 to 038.)

**031** 231 Roberts Road**032** City Province, territory, or state**035** Grimsby **036** ON**037** Country (other than Canada) **038** Postal code/Zip code**037** L3M 5N2**040** Type of corporation at the end of the tax year

- |  |   |
|--|---|
| 1 <input checked="" type="checkbox"/> Canadian-controlled private corporation (CCPC) | 4 <input type="checkbox"/> Corporation controlled by a public corporation |
| 2 <input type="checkbox"/> Other private corporation                                 | 5 <input type="checkbox"/> Other corporation (specify, below)             |
| 3 <input type="checkbox"/> Public corporation  |   |

If the type of corporation changed during the tax year, provide the effective date of the change . . . . . **043** YYYY MM DD

## To which tax year does this return apply?

Tax year start Tax year-end  
**060** 2015-01-01 **061** 2015-09-30  
YYYY MM DD YYYY MM DD

Has there been an acquisition of control to which subsection 249(4) applies since the tax year start on line 060? . . . . . **063** 1 Yes ☐ 2 No ☒

If **yes**, provide the date control was acquired . . . . . **065** YYYY MM DD

Is the date on line 061 a deemed tax year-end according to subsection 249(3.1)? . . . . . **066** 1 Yes ☐ 2 No ☒

Is the corporation a professional corporation that is a member of a partnership? . . . . . **067** 1 Yes ☐ 2 No ☒

Is this the first year of filing after:  
Incorporation? . . . . . **070** 1 Yes ☐ 2 No ☒  
Amalgamation? . . . . . **071** 1 Yes ☐ 2 No ☒

If **yes**, complete lines 030 to 038 and attach Schedule 24.

Has there been a wind-up of a subsidiary under section 88 during the current tax year? . . . . . **072** 1 Yes ☐ 2 No ☒

If **yes**, complete and attach Schedule 24.

Is this the final tax year before amalgamation? . . . . . **076** 1 Yes ☒ 2 No ☐

Is this the final return up to dissolution? . . . . . **078** 1 Yes ☐ 2 No ☒

If an election was made under section 261, state the functional currency used . . . . . **079**

Is the corporation a resident of Canada?  
**080** 1 Yes ☒ 2 No ☐ If **no**, give the country of residence on line 081 and complete and attach Schedule 97.

**081**

Is the non-resident corporation claiming an exemption under an income tax treaty? . . . . . **082** 1 Yes ☐ 2 No ☒

If **yes**, complete and attach Schedule 91.

If the corporation is exempt from tax under section 149, tick one of the following boxes:

- 085**
- |                                       |  |
|---------------------------------------|--|
| 1 <input type="checkbox"/>            | Exempt under paragraph 149(1)(e) or (l)      |
| 2 <input type="checkbox"/>            | Exempt under paragraph 149(1)(j)             |
| 3 <input type="checkbox"/>            | Exempt under paragraph 149(1)(t)             |
| 4 <input checked="" type="checkbox"/> | Exempt under other paragraphs of section 149 |

Do not use this area

**095****096****098**

**Attachments****Financial statement information:** Use GIFL schedules 100, 125, and 141.**Schedules** – Answer the following questions. For each **yes** response, **attach** the schedule to the T2 return, unless otherwise instructed.

	Yes	Schedule
Is the corporation related to any other corporations?	<input checked="" type="checkbox"/>	9
Is the corporation an associated CCPC?	<input checked="" type="checkbox"/>	23
Is the corporation an associated CCPC that is claiming the expenditure limit?	<input type="checkbox"/>	49
Does the corporation have any non-resident shareholders who own voting shares?	<input type="checkbox"/>	19
Has the corporation had any transactions, including section 85 transfers, with its shareholders, officers, or employees, other than transactions in the ordinary course of business? Exclude non-arm's length transactions with non-residents	<input type="checkbox"/>	11
If you answered <b>yes</b> to the above question, and the transaction was between corporations not dealing at arm's length, were all or substantially all of the assets of the transferor disposed of to the transferee?	<input type="checkbox"/>	44
Has the corporation paid any royalties, management fees, or other similar payments to residents of Canada?	<input type="checkbox"/>	14
Is the corporation claiming a deduction for payments to a type of employee benefit plan?	<input type="checkbox"/>	15
Is the corporation claiming a loss or deduction from a tax shelter?	<input type="checkbox"/>	T5004
Is the corporation a member of a partnership for which a partnership account number has been assigned?	<input type="checkbox"/>	T5013
Did the corporation, a foreign affiliate controlled by the corporation, or any other corporation or trust that did not deal at arm's length with the corporation have a beneficial interest in a non-resident discretionary trust (without reference to section 94)?	<input type="checkbox"/>	22
Did the corporation own any shares in one or more foreign affiliates in the tax year?	<input type="checkbox"/>	25
Has the corporation made any payments to non-residents of Canada under subsections 202(1) and/or 105(1) of the <i>Income Tax Regulations</i> ?	<input type="checkbox"/>	29
Did the corporation have a total amount over \$1 million of reportable transactions with non-arm's length non-residents?	<input type="checkbox"/>	T106
For private corporations: Does the corporation have any shareholders who own 10% or more of the corporation's common and/or preferred shares?	<input checked="" type="checkbox"/>	50
Has the corporation made payments to, or received amounts from, a retirement compensation plan arrangement during the year?	<input type="checkbox"/>	88
Does the corporation earn income from one or more Internet webpages or websites?	<input checked="" type="checkbox"/>	1
Is the net income/loss shown on the financial statements different from the net income/loss for income tax purposes?	<input type="checkbox"/>	2
Has the corporation made any charitable donations; gifts to Canada, a province, or a territory; gifts of cultural or ecological property; or gifts of medicine?	<input checked="" type="checkbox"/>	3
Has the corporation received any dividends or paid any taxable dividends for purposes of the dividend refund?	<input checked="" type="checkbox"/>	4
Is the corporation claiming any type of losses?	<input type="checkbox"/>	5
Is the corporation claiming a provincial or territorial tax credit or does it have a permanent establishment in more than one jurisdiction?	<input type="checkbox"/>	6
Has the corporation realized any capital gains or incurred any capital losses during the tax year?	<input type="checkbox"/>	7
i) Is the corporation claiming the small business deduction and reporting income from: a) property (other than dividends deductible on line 320 of the T2 return), b) a partnership, c) a foreign business, or d) a personal services business; or	<input checked="" type="checkbox"/>	8
ii) does the corporation have aggregate investment income at line 440?	<input type="checkbox"/>	10
Does the corporation have any property that is eligible for capital cost allowance?	<input type="checkbox"/>	12
Does the corporation have any property that is eligible capital property?	<input checked="" type="checkbox"/>	13
Does the corporation have any resource-related deductions?	<input type="checkbox"/>	16
Is the corporation claiming deductible reserves (other than transitional reserves under section 34.2)?	<input type="checkbox"/>	17
Is the corporation claiming a patronage dividend deduction?	<input type="checkbox"/>	18
Is the corporation a credit union claiming a deduction for allocations in proportion to borrowing or an additional deduction?	<input type="checkbox"/>	20
Is the corporation an investment corporation or a mutual fund corporation?	<input type="checkbox"/>	21
Is the corporation carrying on business in Canada as a non-resident corporation?	<input type="checkbox"/>	27
Is the corporation claiming any federal or provincial foreign tax credits, or any federal or provincial logging tax credits?	<input type="checkbox"/>	31
Does the corporation have any Canadian manufacturing and processing profits?	<input type="checkbox"/>	37
Is the corporation claiming an investment tax credit?	<input type="checkbox"/>	T661
Is the corporation claiming any scientific research and experimental development (SR&ED) expenditures?	<input checked="" type="checkbox"/>	33/34/35
Is the total taxable capital employed in Canada of the corporation and its related corporations over \$10,000,000?	<input checked="" type="checkbox"/>	37
Is the total taxable capital employed in Canada of the corporation and its associated corporations over \$10,000,000?	<input type="checkbox"/>	38
Is the corporation claiming a surtax credit?	<input type="checkbox"/>	42
Is the corporation subject to gross Part VI tax on capital of financial institutions?	<input type="checkbox"/>	43
Is the corporation claiming a Part I tax credit?	<input type="checkbox"/>	45
Is the corporation subject to Part IV.1 tax on dividends received on taxable preferred shares or Part VI.1 tax on dividends paid?	<input type="checkbox"/>	46
Is the corporation agreeing to a transfer of the liability for Part VI.1 tax?	<input type="checkbox"/>	39
Is the corporation subject to Part II - Tobacco Manufacturers' surtax?	<input type="checkbox"/>	T1131
For financial institutions: Is the corporation a member of a related group of financial institutions with one or more members subject to gross Part VI tax?	<input type="checkbox"/>	T1177
Is the corporation claiming a Canadian film or video production tax credit refund?	<input type="checkbox"/>	92
Is the corporation claiming a film or video production services tax credit refund?	<input type="checkbox"/>	
Is the corporation subject to Part XIII.1 tax? (Show your calculations on a sheet that you identify as Schedule 92.)	<input type="checkbox"/>	

**Attachments – continued from page 2**

	Yes	Schedule
Did the corporation have any foreign affiliates in the tax year?	<input type="checkbox"/>	T1134
Did the corporation own or hold specified foreign property where the total cost amount of all such property, at any time in the year, was more than CAN\$100,000?	<input type="checkbox"/>	T1135
Did the corporation transfer or loan property to a non-resident trust?	<input type="checkbox"/>	T1141
Did the corporation receive a distribution from or was it indebted to a non-resident trust in the year?	<input type="checkbox"/>	T1142
Has the corporation entered into an agreement to allocate assistance for SR&ED carried out in Canada?	<input type="checkbox"/>	T1145
Has the corporation entered into an agreement to transfer qualified expenditures incurred in respect of SR&ED contracts?	<input type="checkbox"/>	T1146
Has the corporation entered into an agreement with other associated corporations for salary or wages of specified employees for SR&ED?	<input type="checkbox"/>	T1174
Did the corporation pay taxable dividends (other than capital gains dividends) in the tax year?	<input checked="" type="checkbox"/>	55
Has the corporation made an election under subsection 89(11) not to be a CCPC?	<input type="checkbox"/>	T2002
Has the corporation revoked any previous election made under subsection 89(11)?	<input type="checkbox"/>	T2002
Did the corporation (CCPC or deposit insurance corporation (DIC)) pay eligible dividends, or did its general rate income pool (GRIP) change in the tax year?	<input checked="" type="checkbox"/>	53
Did the corporation (other than a CCPC or DIC) pay eligible dividends, or did its low rate income pool (LRIP) change in the tax year?	<input type="checkbox"/>	54

**Additional information**

Did the corporation use the International Financial Reporting Standards (IFRS) when it prepared its financial statements?	270	1 Yes <input type="checkbox"/>	2 No <input checked="" type="checkbox"/>
Is the corporation inactive?	280	1 Yes <input type="checkbox"/>	2 No <input checked="" type="checkbox"/>
What is the corporation's main revenue-generating business activity?	221122	Electric Power Distribution	
Specify the principal product(s) mined, manufactured, sold, constructed, or services provided, giving the approximate percentage of the total revenue that each product or service represents.	284	ELECTRICITY DISTRIBUTION	285 100.000 %
	286		287 %
	288		289 %
Did the corporation immigrate to Canada during the tax year?	291	1 Yes <input type="checkbox"/>	2 No <input checked="" type="checkbox"/>
Did the corporation emigrate from Canada during the tax year?	292	1 Yes <input type="checkbox"/>	2 No <input checked="" type="checkbox"/>
Do you want to be considered as a quarterly instalment remitter if you are eligible?	293	1 Yes <input type="checkbox"/>	2 No <input type="checkbox"/>
If the corporation was eligible to remit instalments on a quarterly basis for part of the tax year, provide the date the corporation ceased to be eligible	294	YYYY MM DD	
If the corporation's major business activity is construction, did you have any subcontractors during the tax year?	295	1 Yes <input type="checkbox"/>	2 No <input type="checkbox"/>

**Taxable income**

Net income or (loss) for income tax purposes from Schedule 1, financial statements, or GIFL.	300	450,447	A
<b>Deduct:</b> Charitable donations from Schedule 2	311		
Gifts to Canada, a province, or a territory from Schedule 2	312		
Cultural gifts from Schedule 2	313		
Ecological gifts from Schedule 2	314		
Gifts of medicine from Schedule 2	315		
Taxable dividends deductible under section 112 or 113, or subsection 138(6) from Schedule 3	320		
Part VI.1 tax deduction*	325		
Non-capital losses of previous tax years from Schedule 4	331	234,927	
Net capital losses of previous tax years from Schedule 4	332		
Restricted farm losses of previous tax years from Schedule 4	333		
Farm losses of previous tax years from Schedule 4	334		
Limited partnership losses of previous tax years from Schedule 4	335		
Taxable capital gains or taxable dividends allocated from a central credit union	340		
Prospector's and grubstaker's shares	350		
Subtotal		234,927	B
Subtotal (amount A minus amount B) (if negative, enter "0")		215,520	C
<b>Add:</b> Section 110.5 additions or subparagraph 115(1)(a)(vii) additions	355		D
<b>Taxable income</b> (amount C plus amount D)	360	215,520	
Income exempt under paragraph 149(1)(t)	370		
<b>Taxable income</b> for a corporation with exempt income under paragraph 149(1)(t) (line 360 minus line 370)			Z

\* This amount is equal to 3.5 times the Part VI.1 tax payable at line 724 on page 8.

## Small business deduction

### Canadian-controlled private corporations (CCPCs) throughout the tax year

Income from active business carried on in Canada from Schedule 7	400	450,447	A
Taxable income from line 360 on page 3, <b>minus</b> 100/28 3.57143 of the amount on line 632* on page 7, <b>minus</b> 4 times the amount on line 636** on page 7, and <b>minus</b> any amount that, because of federal law, is exempt from Part I tax	405		B
Business limit (see notes 1 and 2 below)	410	373,973	C

#### Notes:

- For CCPCs that are not associated, enter \$ 500,000 on line 410. However, if the corporation's tax year is less than 51 weeks, prorate this amount by the number of days in the tax year divided by 365, and enter the result on line 410.
- For associated CCPCs, use Schedule 23 to calculate the amount to be entered on line 410.

#### Business limit reduction:

Amount C	373,973	x	415 ***	11,250	D	=	373,973	E
				11,250				
Reduced business limit (amount C <b>minus</b> amount E) (if negative, enter "0")							425	F

#### Small business deduction

Amount A, B, C, or F, whichever is the least	<u>  </u>
---	---

\* Calculate the amount of foreign non-business income tax credit deductible on line 632 without reference to the refundable tax on the CCPC's investment income (line 604) and without reference to the corporate tax reductions under section 123.4.

\*\* Calculate the amount of foreign business income tax credit deductible on line 636 without reference to the corporation tax reductions under section 123.4.

#### \*\*\* Large corporations

- If the corporation is not associated with any corporations in both the current and previous tax years, the amount to be entered on line 415 is: (total taxable capital employed in Canada for the **prior year** minus \$10,000,000) x 0.225%.
- If the corporation is not associated with any corporations in the current tax year, but was associated in the previous tax year, the amount to be entered on line 415 is: (total taxable capital employed in Canada for the **current year** minus \$10,000,000) x 0.225%.
- For corporations associated in the current tax year, see Schedule 23 for the special rules that apply.



## General tax reduction for Canadian-controlled private corporations

### Canadian-controlled private corporations throughout the tax year

Taxable income from page 3 (line 360 or amount Z, whichever applies)		A
Lesser of amounts B9 and H9 from Part 9 of Schedule 27	B	
Amount K13 from Part 13 of Schedule 27	C	
Personal service business income	432	D
Amount used to calculate the credit union deduction (amount F from Schedule 17)	E	
Amount from line 400, 405, 410, or 425 on page 4, whichever is the least	F	
Aggregate investment income from line 440 on page 6*	G	
Subtotal (add amounts B to G)		H
Amount A minus amount H (if negative, enter "0")		I
General tax reduction for Canadian-controlled private corporations – Amount I multiplied by	13 %	J

Enter amount J on line 638 on page 7.

\* Except for a corporation that is, throughout the year, a cooperative corporation (within the meaning assigned by subsection 136(2)) or a credit union.

## General tax reduction

**Do not complete this area if you are a Canadian-controlled private corporation, an investment corporation, a mortgage investment corporation, a mutual fund corporation, or any corporation with taxable income that is not subject to the corporation tax rate of 38%.**

Taxable income from page 3 (line 360 or amount Z, whichever applies)		K
Lesser of amounts B9 and H9 from Part 9 of Schedule 27	L	
Amount K13 from Part 13 of Schedule 27	M	
Personal service business income	434	N
Amount used to calculate the credit union deduction (amount F from Schedule 17)	O	
Subtotal (add amounts L to O)		P
Amount K minus amount P (if negative, enter "0")		Q
General tax reduction – Amount Q multiplied by	13 %	R

Enter amount R on line 639 on page 7.

## Refundable portion of Part I tax

### Canadian-controlled private corporations throughout the tax year

Aggregate investment income . . . . . **440**  $\times \left( \frac{26}{2} / \frac{3}{3} + \frac{4}{4} \times \frac{\text{Number of days in the tax year after 2015}}{273} \right) \% =$  \_\_\_\_\_ A  
from Schedule 7

Foreign non-business income tax credit from line 632 on page 7 . . . . . \_\_\_\_\_ B

#### Deduct:

Foreign investment income . . . . . **445**  $\times \left( \frac{9}{1} / \frac{3}{3} - \frac{1}{1} / \frac{3}{3} \times \frac{\text{Number of days in the tax year after 2015}}{273} \right) \% =$  \_\_\_\_\_ C  
from Schedule 7

(if negative, enter "0") \_\_\_\_\_ D

Amount A **minus** amount D (if negative, enter "0") . . . . . \_\_\_\_\_ E

Taxable income from line 360 on page 3 . . . . . 215,520 F

#### Deduct:

Amount from line 400, 405, 410, or 425 on page 4, whichever is the least . . . . . \_\_\_\_\_ G

Foreign non-business income tax credit from line 632 on page 7 . . . . .  $\times \frac{100}{35} =$  \_\_\_\_\_ H

Foreign business income tax credit from line 636 on page 7 . . . . .  $\times \frac{4}{4} =$  \_\_\_\_\_ I

Subtotal \_\_\_\_\_ J

\_\_\_\_\_ K

$\times \left( \frac{26}{2} / \frac{3}{3} + \frac{4}{4} \times \frac{\text{Number of days in the tax year after 2015}}{273} \right) \% =$  57,472 L

Part I tax payable minus investment tax credit refund (line 700 **minus** line 780 from page 8) . . . . . \_\_\_\_\_ M

**Refundable portion of Part I tax** – Amount E, L, or M, whichever is the least . . . . . **450** \_\_\_\_\_ N

## Refundable dividend tax on hand

Refundable dividend tax on hand at the end of the previous tax year . . . . . **460** \_\_\_\_\_

**Deduct:** Dividend refund for the previous tax year . . . . . **465** \_\_\_\_\_

\_\_\_\_\_ O

#### Add the total of:

Refundable portion of Part I tax from line 450 above . . . . . \_\_\_\_\_ P

Total Part IV tax payable from Schedule 3 . . . . . \_\_\_\_\_ Q

Net refundable dividend tax on hand transferred from a predecessor corporation on amalgamation, or from a wound-up subsidiary corporation . . . . . **480** \_\_\_\_\_

\_\_\_\_\_ R

**Refundable dividend tax on hand at the end of the tax year** – Amount O **plus** amount R . . . . . **485** \_\_\_\_\_

## Dividend refund

### Private and subject corporations at the time taxable dividends were paid in the tax year

Taxable dividends paid in the tax year from line 460 on page 2 of Schedule 3 . . . . . 135,347  $\times \left[ \left( \frac{1}{1} / \frac{3}{3} \right) + \left( \frac{5}{5} \times \frac{\text{Number of days in the tax year after 2015}}{273} \right) \right] \% =$  45,116 S

Refundable dividend tax on hand at the end of the tax year from line 485 above . . . . . \_\_\_\_\_ T

**Dividend refund** – Amount S or T, whichever is less . . . . . \_\_\_\_\_ U

Enter amount U on line 784 on page 8.

**Part I tax**Base amount Part I tax – Taxable income from page 3 (line 360 or amount Z, whichever applies) multiplied by 38 % . . . **550** ARecapture of investment tax credit from Schedule 31 . . . . . **602** B**Calculation for the refundable tax on the Canadian-controlled private corporation's (CCPC) investment income**  
(if it was a CCPC throughout the tax year)

Aggregate investment income from line 440 on page 6 . . . . . C

Taxable income from line 360 on page 3 . . . . . 215,520 D

**Deduct:**Amount from line 400, 405, 410, or 425 on page 4, whichever  
is the least . . . . . E

Net amount (amount D minus amount E) . . . . . 215,520 F

**Refundable tax on CCPC's investment income –**

(  $\frac{62}{3} + 4 \times \frac{273}{273}$  ) % of whichever is less: amount C or amount F . . . . . **604** G

Number of days in the  
tax year after 2015

273  
Number of days  
in the tax year

Subtotal (add amounts A, B, and G) . . . . . H

**Deduct:**

Small business deduction from line 430 on page 4 . . . . . I

Federal tax abatement . . . . . **608**Manufacturing and processing profits deduction from Schedule 27 . . . . . **616**Investment corporation deduction . . . . . **620**Taxed capital gains **624**Additional deduction – credit unions from Schedule 17 . . . . . **628**Federal foreign non-business income tax credit from Schedule 21 . . . . . **632**Federal foreign business income tax credit from Schedule 21 . . . . . **636**General tax reduction for CCPCs from amount J on page 5 . . . . . **638**General tax reduction from amount R on page 5 . . . . . **639**Federal logging tax credit from Schedule 21 . . . . . **640**Eligible Canadian bank deduction under section 125.21 . . . . . **641**Federal qualifying environmental trust tax credit . . . . . **648**Investment tax credit from Schedule 31 . . . . . **652**

Subtotal . . . . . J

**Part I tax payable** – Amount H minus amount J . . . . . K

Enter amount K on line 700 on page 8.

**Privacy statement**

Personal information is collected under the *Income Tax Act* to administer tax, benefits, and related programs. It may also be used for any purpose related to the administration or enforcement of the Act such as audit, compliance and the payment of debts owed to the Crown. It may be shared or verified with other federal, provincial/territorial government institutions to the extent authorized by law. Failure to provide this information may result in interest payable, penalties or other actions. Under the *Privacy Act*, individuals have the right to access their personal information and request correction if there are errors or omissions. Refer to Info Source <http://www.cra-arc.gc.ca/gncy/tp/nfsrc/nfsrc-eng.html>, personal information bank CRA PPU 047.

**Summary of tax and credits****Federal tax**

Part I tax payable from amount K on page 7	700	
Part II surtax payable from Schedule 46	708	
Part III.1 tax payable from Schedule 55	710	
Part IV tax payable from Schedule 3	712	
Part IV.1 tax payable from Schedule 43	716	
Part VI tax payable from Schedule 38	720	
Part VI.1 tax payable from Schedule 43	724	
Part XIII.1 tax payable from Schedule 92	727	
Part XIV tax payable from Schedule 20	728	

Total federal tax

**Add provincial or territorial tax:**Provincial or territorial jurisdiction . . . **750** ON  
(if more than one jurisdiction, enter "multiple" and complete Schedule 5)Net provincial or territorial tax payable (except Quebec and Alberta) . . . **760**Total tax payable **770** A**Deduct other credits:**

Investment tax credit refund from Schedule 31	780	
Dividend refund from amount U on page 6	784	
Federal capital gains refund from Schedule 18	788	
Federal qualifying environmental trust tax credit refund	792	
Canadian film or video production tax credit refund (Form T1131)	796	
Film or video production services tax credit refund (Form T1177)	797	
Tax withheld at source	800	

Total payments on which tax has been withheld **801**Provincial and territorial capital gains refund from Schedule 18 **808**Provincial and territorial refundable tax credits from Schedule 5 **812**Tax instalments paid **840**Total credits **890** BRefund code **894** Overpayment

Balance (amount A minus amount B)

**Direct deposit request**

To have the corporation's refund deposited directly into the corporation's bank account at a financial institution in Canada, or to change banking information you already gave us, complete the information below:

☐ Start ☐ Change information **910** Branch number

**914** Institution number **918** Account number

If the result is positive, you have a **balance unpaid**.  
If the result is negative, you have an **overpayment**.  
Enter the amount on whichever line applies.  
Generally, we do not charge or refund a difference of \$2 or less.

Balance unpaid

For information on how to make your payment, go to [www.cra-arc.gc.ca/payments](http://www.cra-arc.gc.ca/payments).If the corporation is a Canadian-controlled private corporation throughout the tax year, does it qualify for the one-month extension of the date the balance of tax is due? . . . **896** 1 Yes ☐ 2 No ☒If this return was prepared by a tax preparer for a fee, provide their EFILE number . . . **920** A3079**Certification**I, **950** CURTISS **951** DOUG **954** CEO  
Last name (print) First name (print) Position, office, or rank

am an authorized signing officer of the corporation. I certify that I have examined this return, including accompanying schedules and statements, and that the information given on this return is, to the best of my knowledge, correct and complete. I also certify that the method of calculating income for this tax year is consistent with that of the previous tax year except as specifically disclosed in a statement attached to this return.

**955** 2016-03-30  
Date (yyyy/mm/dd) Signature of the authorized signing officer of the corporation**956** (905) 945-5437  
Telephone numberIs the contact person the same as the authorized signing officer? If **no**, complete the information below . . . **957** 1 Yes ☐ 2 No ☒**958** MIOARA DOMOKOS  
Name (print)**959** (905) 945-5437  
Telephone number**Language of correspondence – Langue de correspondance**Indicate your language of correspondence by entering **1** for English or **2** for French.  
Indiquez votre langue de correspondance en inscrivant **1** pour anglais ou **2** pour français.**990** 1

Form identifier 100

**GENERAL INDEX OF FINANCIAL INFORMATION – GIF**

Corporation's name	Business number	Tax year end Year Month Day
Grimsby Power Incorporated	86487 4839 RC0001	2015-09-30

**Balance sheet information**

Account	Description	GIFI	Current year	Prior year
<b>Assets</b>				
	Total current assets . . . . .	<b>1599</b> +	5,459,556	4,704,961
	Total tangible capital assets . . . . .	<b>2008</b> +	22,400,032	21,265,356
	Total accumulated amortization of tangible capital assets . . . . .	<b>2009</b> –	3,249,802	2,618,883
	Total intangible capital assets . . . . .	<b>2178</b> +		
	Total accumulated amortization of intangible capital assets . . . . .	<b>2179</b> –		
	Total long-term assets . . . . .	<b>2589</b> +		798,172
	* Assets held in trust . . . . .	<b>2590</b> +		
	<b>Total assets</b> (mandatory field) . . . . .	<b>2599</b> =	<u>24,609,786</u>	<u>24,149,606</u>

<b>Liabilities</b>				
	Total current liabilities . . . . .	<b>3139</b> +	6,490,639	6,193,056
	Total long-term liabilities . . . . .	<b>3450</b> +	10,025,194	10,099,091
	* Subordinated debt . . . . .	<b>3460</b> +		
	* Amounts held in trust . . . . .	<b>3470</b> +		
	<b>Total liabilities</b> (mandatory field) . . . . .	<b>3499</b> =	<u>16,515,833</u>	<u>16,292,147</u>

<b>Shareholder equity</b>				
	<b>Total shareholder equity</b> (mandatory field) . . . . .	<b>3620</b> +	8,093,953	7,857,459

	<b>Total liabilities and shareholder equity</b> . . . . .	<b>3640</b> =	<u>24,609,786</u>	<u>24,149,606</u>
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<b>Retained earnings</b>				
	<b>Retained earnings/deficit – end</b> (mandatory field) . . . . .	<b>3849</b> =	<u>2,240,485</u>	<u>2,003,991</u>

\* Generic item

# Current Assets

## SCHEDULE 100

Form identifier 1599

Account	Description	GIFI	Current year	Prior year
<b>Cash and deposits</b>				
* Cash and deposits		1000	48,744	727,297
Other cash like instruments		1007	-1	
<b>Cash and deposits</b>			<b>48,743</b>	<b>727,297</b>
<b>Accounts receivable</b>				
* Accounts receivable		1060	4,430,983	3,078,208
<b>Accounts receivable</b>			<b>4,430,983</b>	<b>3,078,208</b>
<b>Allowance for doubtful accounts</b>				
* Allowance for doubtful accounts		1061	4,781	6,500
<b>Allowance for doubtful accounts</b>			<b>4,781</b>	<b>6,500</b>
<b>Inventories</b>				
* Inventories		1120	632,128	535,806
<b>Inventories</b>			<b>632,128</b>	<b>535,806</b>
<b>Due from/investment in related parties</b>				
* Due from/investment in related parties		1400		14,103
<b>Due from/investment in related parties</b>				<b>14,103</b>
<b>Other current assets</b>				
Taxes recoverable/refundable		1483	135,464	95,243
Prepaid expenses		1484	217,019	260,804
<b>Other current assets</b>			<b>352,483</b>	<b>356,047</b>
<b>Total current assets</b>		<b>1599</b>	<b>5,459,556</b>	<b>4,704,961</b>

\* Generic item

# Tangible Capital Assets and Accumulated Amortization

**SCHEDULE 100**

Form identifier 2008/2009

Account	Description	GIFI	Tangible capital assets	Accumulated amortization	Prior year
<b>Land</b>					
	* Land . . . . .	<b>1600</b>	+	111,556	111,556
	<b>Total</b>			<u>111,556</u>	
<b>Other tangible capital assets</b>					
	* Other tangible capital assets . . . . .	<b>1900</b>	+	22,288,476	21,153,800
	* Accumulated amortization of other tangible capital assets . . . . .	<b>1901</b>	-	3,249,802	2,618,883
	<b>Total</b>			<u>22,288,476</u>	<u>3,249,802</u>
	<b>Total tangible capital assets</b> . . . . .	<b>2008</b>	=	<u>22,400,032</u>	<u>21,265,356</u>
	<b>Total accumulated amortization of tangible capital assets</b> . . . . .	<b>2009</b>	=	<u>3,249,802</u>	<u>2,618,883</u>

\* Generic item

# Current Liabilities

## SCHEDULE 100

Form identifier 3139

Account	Description	GIFI	Current year	Prior year
<b>Amounts payable and accrued liabilities</b>				
	* Amounts payable and accrued liabilities . . . . .	<b>2620</b>	3,212,018	3,240,604
	<b>Amounts payable and accrued liabilities</b> . . . . .		<u>3,212,018</u>	<u>3,240,604</u>
<b>Short-term debt</b>				
	Loans from Canadian banks . . . . .	<b>2701</b>	580,000	
	<b>Short-term debt</b> . . . . .		<u>580,000</u>	
<b>Due to related parties</b>				
	* Due to related parties . . . . .	<b>2860</b>	845	37,221
	<b>Due to related parties</b> . . . . .		<u>845</u>	<u>37,221</u>
	* Current portion of long-term liability . . . . .	<b>2920</b>	2,697,776	2,915,231
	<b>Total current liabilities</b> . . . . .	<b>3139</b>	<u>6,490,639</u>	<u>6,193,056</u>

\* Generic item



# Long-term Liabilities

## SCHEDULE 100

Form identifier 3450

Account	Description	GIFI	Current year	Prior year
<b>Long-term debt</b>				
	* Long-term debt . . . . .	<b>3140</b>	2,073,948	1,959,179
	<b>Long-term debt</b> . . . . .		<u>2,073,948</u>	<u>1,959,179</u>
			+	
	* Deferred income . . . . .	<b>3220</b>	2,421,263	2,357,166
	* Future (deferred) income taxes . . . . .	<b>3240</b>	30,485	
<b>Due to shareholder(s)/director(s)</b>				
	* Due to shareholder(s)/director(s) . . . . .	<b>3260</b>	5,782,746	5,782,746
	<b>Due to shareholder(s)/director(s)</b> . . . . .		<u>5,782,746</u>	<u>5,782,746</u>
			+	
<b>Due to related parties</b>				
	Amounts owing to related Canadian parties . . . . .	<b>3301</b>	57,688	
	<b>Due to related parties</b> . . . . .		<u>57,688</u>	
			+	
<b>Other long-term liabilities</b>				
	* Other long-term liabilities . . . . .	<b>3320</b>	-340,936	
	<b>Other long-term liabilities</b> . . . . .		<u>-340,936</u>	
			+	
	<b>Total long-term liabilities</b> . . . . .	<b>3450</b>	<u>10,025,194</u>	<u>10,099,091</u>

\* Generic item

Shareholder Equity

SCHEDULE 100

Form identifier 3620

Account	Description	GIFI	Current year	Prior year
	* Common shares . . . . .	3500	5,782,747	5,782,747
Contributed and other surplus				
	Contributed surplus . . . . .	3541	70,721	70,721
	Contributed and other surplus . . . . .		70,721	70,721
	* Retained earnings/deficit . . . . .	3600	2,240,485	2,003,991
	Total shareholder equity . . . . .	3620	8,093,953	7,857,459

\* Generic item

# Retained Earnings/Deficit

## SCHEDULE 100

Form identifier 3849

Account	Description	GIFI	Current year	Prior year
	* Retained earnings/deficit – start . . . . .	<b>3660</b> +	2,003,991	2,193,245
	* Net income/loss . . . . .	<b>3680</b> +	371,841	270,696
<b>Dividends declared</b>				
	* Dividends declared . . . . .	<b>3700</b>	135,347	281,782
	<b>Dividends declared</b> . . . . .	–	<u>135,347</u>	<u>281,782</u>
<b>Other items affecting retained earnings</b>				
	* Other items affecting retained earnings . . . . .	<b>3740</b>		-178,168
	<b>Other items affecting retained earnings</b> . . . . .	+	<u></u>	<u>-178,168</u>
	<b>Retained earnings/deficit – end</b> . . . . .	<b>3849</b> =	<u>2,240,485</u>	<u>2,003,991</u>

\* Generic item

Canada Revenue  
AgencyAgence du revenu  
du Canada**SCHEDULE 125**

Form identifier 125

**GENERAL INDEX OF FINANCIAL INFORMATION – GIFI**

Corporation's name	Business number	Tax year end Year Month Day
Grimsby Power Incorporated	86487 4839 RC0001	2015-09-30

**Income statement information**

Description	GIFI
Operating name . . . . .	<b>0001</b> _____
Description of the operation . . . . .	<b>0002</b> _____
Sequence number . . . . .	<b>0003</b> <u>01</u>

Account	Description	GIFI	Current year	Prior year
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**Income statement information**

Total sales of goods and services . . . . .	<b>8089</b> +	18,912,185	23,172,273
Cost of sales . . . . .	<b>8518</b> -	15,742,337	19,160,748
<b>Gross profit/loss</b> . . . . .	<b>8519</b> =	3,169,848	4,011,525
Cost of sales . . . . .	<b>8518</b> +	15,742,337	19,160,748
Total operating expenses . . . . .	<b>9367</b> +	3,034,849	3,908,345
<b>Total expenses</b> (mandatory field) . . . . .	<b>9368</b> =	18,777,186	23,069,093
Total revenue (mandatory field) . . . . .	<b>8299</b> +	19,198,661	23,515,618
Total expenses (mandatory field) . . . . .	<b>9368</b> -	18,777,186	23,069,093
<b>Net non-farming income</b> . . . . .	<b>9369</b> =	421,475	446,525

**Farming income statement information**

Total farm revenue (mandatory field) . . . . .	<b>9659</b> +	_____	_____
Total farm expenses (mandatory field) . . . . .	<b>9898</b> -	_____	_____
<b>Net farm income</b> . . . . .	<b>9899</b> =	_____	_____

<b>Net income/loss before taxes and extraordinary items</b> . . . . .	<b>9970</b> =	421,475	446,525
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<b>Total other comprehensive income</b> . . . . .	<b>9998</b> =	_____	_____
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**Extraordinary items and income (linked to Schedule 140)**

Extraordinary item(s) . . . . .	<b>9975</b> -	_____	_____
Legal settlements . . . . .	<b>9976</b> -	_____	_____
Unrealized gains/losses . . . . .	<b>9980</b> +	_____	_____
Unusual items . . . . .	<b>9985</b> -	_____	_____
Current income taxes . . . . .	<b>9990</b> -	49,634	-185,098
Future (deferred) income tax provision . . . . .	<b>9995</b> -	_____	360,927
Total – Other comprehensive income . . . . .	<b>9998</b> +	_____	_____
<b>Net income/loss after taxes and extraordinary items</b> (mandatory field) . . . . .	<b>9999</b> =	371,841	270,696

# Revenue

## SCHEDULE 125

Form identifier 8299

Account	Description	GIFI	Current year	Prior year	
	* Trade sales of goods and services . . . . .	8000	+	18,912,185	23,172,273
	Total sales of goods and services . . . . .	8089	=	18,912,185	23,172,273
Investment revenue					
	* Investment revenue . . . . .	8090		13,026	36,056
	Investment revenue . . . . .		+	13,026	36,056
Other revenue					
	* Other revenue . . . . .	8230		273,450	307,289
	Other revenue . . . . .		+	273,450	307,289
	Total revenue . . . . .	8299	=	19,198,661	23,515,618

\* Generic item

Cost of Sales

SCHEDULE 125

Form identifier 8518

Account	Description	GIFI	Current year	Prior year	
	* Purchases/cost of materials . . . . .	8320	+	15,742,337	19,160,748
	Cost of sales . . . . .	8518	=	15,742,337	19,160,748
* Generic item					

# Operating Expenses

## SCHEDULE 125

Form identifier 9367

Account	Description	GIFI	Current year	Prior year
<b>Advertising and promotion</b>				
	* Advertising and promotion	8520	4,812	5,162
	<b>Advertising and promotion</b>		<u>4,812</u>	<u>5,162</u>
	* Amortization of tangible assets	8670	543,711	678,594
<b>Interest and bank charges</b>				
	* Interest and bank charges	8710	307,281	414,545
	<b>Interest and bank charges</b>		<u>307,281</u>	<u>414,545</u>
<b>Office expenses</b>				
	* Office expenses	8810	415,938	539,296
	<b>Office expenses</b>		<u>415,938</u>	<u>539,296</u>
<b>Repairs and maintenance</b>				
	* Repairs and maintenance	8960	380,261	436,218
	<b>Repairs and maintenance</b>		<u>380,261</u>	<u>436,218</u>
	* Property taxes	9180	19,347	25,780
<b>Other expenses</b>				
	* Other expenses	9270	456,491	594,775
	General and administrative expenses	9284	907,008	1,213,975
	<b>Other expenses</b>		<u>1,363,499</u>	<u>1,808,750</u>
	<b>Total operating expenses</b>	9367	<u>3,034,849</u>	<u>3,908,345</u>

\* Generic item



## Notes Checklist

Corporation's name	Business number	Tax year-end Year Month Day
Grimsby Power Incorporated	86487 4839 RC0001	2015-09-30

- Parts 1, 2, and 3 of this schedule must be completed from the perspective of the person (referred to in these parts as the **accountant**) who prepared or reported on the financial statements. If the person preparing the tax return is not the accountant referred to above, they must still complete Parts 1, 2, 3, and 4, as applicable.
- For more information, see Guide RC4088, *General Index of Financial Information (GIFI)* and T4012, *T2 Corporation – Income Tax Guide*.
- Complete this schedule and include it with your T2 return along with the other GIFI schedules.

**Part 1 – Information on the accountant who prepared or reported on the financial statements**

Does the accountant have a professional designation? . . . . . **095** 1 Yes ☒ 2 No ☐

Is the accountant connected\* with the corporation? . . . . . **097** 1 Yes ☐ 2 No ☒

**Note**

If the accountant does not have a professional designation **or** is connected to the corporation, you do not have to complete Parts 2 and 3 of this schedule. However, you **do have** to complete Part 4, as applicable.

\* A person connected with a corporation can be: (i) a shareholder of the corporation who owns more than 10% of the common shares; (ii) a director, an officer, or an employee of the corporation; or (iii) a person not dealing at arm's length with the corporation.

**Part 2 – Type of involvement with the financial statements**

Choose the option that represents the highest level of involvement of the accountant: **198**

Completed an auditor's report . . . . . 1 ☐

Completed a review engagement report . . . . . 2 ☐

Conducted a compilation engagement . . . . . 3 ☒

**Part 3 – Reservations**

If you selected option 1 or 2 under **Type of involvement with the financial statements** above, answer the following question:

Has the accountant expressed a reservation? . . . . . **099** 1 Yes ☐ 2 No ☐

**Part 4 – Other information**

If you have a professional designation and are not the accountant associated with the financial statements in Part 1 above, choose one of the following options: . . . . . **110**

Prepared the tax return (financial statements prepared by client) . . . . . 1 ☐

Prepared the tax return and the financial information contained therein (financial statements have not been prepared) . . . . . 2 ☐

Were notes to the financial statements prepared? . . . . . **101** 1 Yes ☐ 2 No ☒

If **yes**, complete lines 104 to 107 below:

Are subsequent events mentioned in the notes? . . . . . **104** 1 Yes ☐ 2 No ☐

Is re-evaluation of asset information mentioned in the notes? . . . . . **105** 1 Yes ☐ 2 No ☐

Is contingent liability information mentioned in the notes? . . . . . **106** 1 Yes ☐ 2 No ☐

Is information regarding commitments mentioned in the notes? . . . . . **107** 1 Yes ☐ 2 No ☐

Does the corporation have investments in joint venture(s) or partnership(s)? . . . . . **108** 1 Yes ☐ 2 No ☒



## Part 4 – Other information (continued)

### Impairment and fair value changes

In any of the following assets, was an amount recognized in net income or other comprehensive income (OCI) as a result of an impairment loss in the tax year, a reversal of an impairment loss recognized in a previous tax year, or a change in fair value during the tax year?

**200** 1 Yes ☐ 2 No ☒

If **yes**, enter the amount recognized:

		In net income Increase (decrease)		In OCI Increase (decrease)
Property, plant, and equipment	<b>210</b>		<b>211</b>	
Intangible assets	<b>215</b>		<b>216</b>	
Investment property	<b>220</b>			
Biological assets	<b>225</b>			
Financial instruments	<b>230</b>		<b>231</b>	
Other	<b>235</b>		<b>236</b>	

### Financial instruments

Did the corporation derecognize any financial instrument(s) during the tax year (other than trade receivables)?

**250** 1 Yes ☐ 2 No ☒

Did the corporation apply hedge accounting during the tax year?

**255** 1 Yes ☐ 2 No ☒

Did the corporation discontinue hedge accounting during the tax year?

**260** 1 Yes ☐ 2 No ☒

### Adjustments to opening equity

Was an amount included in the opening balance of retained earnings or equity, in order to correct an error, to recognize a change in accounting policy, or to adopt a new accounting standard in the current tax year?

**265** 1 Yes ☐ 2 No ☒

If **yes**, you have to maintain a separate reconciliation.

**Net Income (Loss) for Income Tax Purposes****SCHEDULE 1**

Corporation's name	Business Number	Tax year end Year Month Day
Grimsby Power Incorporated	86487 4839 RC0001	2015-09-30

- The purpose of this schedule is to provide a reconciliation between the corporation's net income (loss) as reported on the financial statements and its net income (loss) for tax purposes. For more information, see the T2 *Corporation Income Tax Guide*.
- All legislative references are to the *Income Tax Act*.

Amount calculated on line 9999 from Schedule 125 ..... 371,841 A

**Add:**

Provision for income taxes – current	101	49,634	
Amortization of tangible assets	104	630,920	
Non-deductible meals and entertainment expenses	121	978	
Other reserves on lines 270 and 275 from Schedule 13	125	672,897	
Reserves from financial statements – balance at the end of the year	126	660,232	
Subtotal of additions		2,014,661	2,014,661

**Other additions:****Miscellaneous other additions:**

600 Opening Reulatory Asset balance	290	738,802	
603			
Inducement - ITA 12(1)(x)		10,000	
Total	293	10,000	
604 Capital assets included in reg assets (closing)		399,728	
Total	294	399,728	
Subtotal of other additions	199	1,148,530	1,148,530
<b>Total additions</b>	<b>500</b>	<b>3,163,191</b>	<b>3,163,191 B</b>

Amount A **plus** amount B ..... 3,535,032

**Deduct:**

Capital cost allowance from Schedule 8	403	1,012,511	
Other reserves on line 280 from Schedule 13	413	652,013	
Reserves from financial statements – balance at the beginning of the year	414	679,397	
Subtotal of deductions		2,343,921	2,343,921

**Other deductions:****Miscellaneous other deductions:**

701 Opening capital asset additions in reg assets	391	399,728	
702 Closing Reg Asset balance	392	340,936	
704			
Total	394		
Subtotal of other deductions	499	740,664	740,664
<b>Total deductions</b>	<b>510</b>	<b>3,084,585</b>	<b>3,084,585</b>
<b>Net income (loss) for income tax purposes – enter on line 300 of the T2 return</b>			<b>450,447</b>

## Inducement

This form is used to calculate inducements that a corporation must add to its income under paragraph 12(1)(x) of the ITA. If an amount reduces the capital cost of a property, this amount will be indicated in Part "Tax credits whose amount should reduce the capital cost of property."

If you want to transfer an amount to Schedule 1 and include it in the corporation's income for tax purposes, select the corresponding check box in column A. You can also select the option **Select this check box to add all the amounts to income calculated in Schedule 1** to transfer all the amounts to Schedule 1. In either case, the column A check box will be selected for that amount and it will therefore be updated to Schedule 1.

### Tax credits whose amount should be added to income

Select this check box to add all the amounts to income calculated in Schedule 1. . . . . ☐

#### Ontario

A

<input checked="" type="checkbox"/>	Portion of the Ontario research and development tax credit that relates to the prescribed proxy amount (PPA) and portion of the Ontario investment tax credit that relates to contributions made to SR&ED farming organizations . . . . .	
<input type="checkbox"/>	Ontario co-operative education tax credit . . . . .	
<input checked="" type="checkbox"/>	Ontario apprenticeship training tax credit . . . . .	10,000
<input type="checkbox"/>	Ontario computer animation and special effects tax credit* . . . . .	
	* Please verify if the credit amount relates to depreciable property. For more information, press F1 to consult the Help.	
<input type="checkbox"/>	Ontario film and television tax credit* . . . . .	
	* Please verify if the credit amount relates to depreciable property. For more information, press F1 to consult the Help.	
<input type="checkbox"/>	Ontario production services tax credit* . . . . .	
	* Please verify if the credit amount relates to depreciable property. For more information, press F1 to consult the Help.	
<input type="checkbox"/>	Ontario interactive digital media tax credit* . . . . .	
	* Please verify if the credit amount relates to depreciable property. For more information, press F1 to consult the Help.	
<input type="checkbox"/>	Ontario sound recording tax credit* . . . . .	
	* Please verify if the credit amount relates to depreciable property. For more information, press F1 to consult the Help.	
<input type="checkbox"/>	Ontario book publishing tax credit . . . . .	
<input checked="" type="checkbox"/>	Portion of the Ontario innovation tax credit that relates to the prescribed proxy amount (PPA) and portion of the Ontario investment tax credit that relates to contributions made to SR&ED farming organizations . . . . .	
<input type="checkbox"/>	Ontario business-research institute tax credit . . . . .	
<input type="checkbox"/>	Ontario community food program donation tax credit for farmers . . . . .	

### Tax credits whose amount should reduce the capital cost of property

Canada Revenue  
AgencyAgence du revenu  
du Canada**DIVIDENDS RECEIVED, TAXABLE DIVIDENDS PAID, AND  
PART IV TAX CALCULATION****SCHEDULE 3**

Name of corporation	Business Number	Tax year-end Year Month Day
Grimsby Power Incorporated	86487 4839 RC0001	2015-09-30

- This schedule is for the use of any corporation to report:
  - non-taxable dividends under section 83;
  - deductible dividends under subsection 138(6);
  - taxable dividends deductible from income under section 112, subsection 113(2) and paragraphs 113(1)(a), (b) or (d); or
  - taxable dividends paid in the tax year that qualify for a dividend refund.
- The calculations in this schedule apply only to private or subject corporations.
- Parts, sections, subsections, and paragraphs referred to on this schedule are from the federal *Income Tax Act*.
- A recipient corporation is connected with a payer corporation at any time in a tax year, if at that time the recipient corporation:
  - controls the payer corporation, other than because of a right referred to in paragraph 251(5)(b); or
  - owns more than 10% of the issued share capital (with full voting rights), and shares that have a fair market value of more than 10% of the fair market value of all shares of the payer corporation.
- File one completed copy of this schedule with your *T2 Corporation Income Tax Return*.
- Column A – Enter "X" if dividends received from a foreign source (connected corporation only).
- Column F1 – Enter the amount of dividends received reported in column 240 that are eligible.
- Column F2 – Enter the code that applies to the deductible taxable dividend.
- Column FF – Indicate if the dividends have been received before January 1, 2016, or after December 31, 2015. This information is required to determine the appropriate rate for the Part IV tax calculation.

**Part 1 – Dividends received in the tax year****Do not include dividends received from foreign non-affiliates.**

Complete if payer corporation is connected

Name of payer corporation (from which the corporation received the dividend)	A	B Enter 1 if payer corporation is connected	C Business Number of connected corporation	D Tax year-end of the payer corporation in which the sections 112/113 and subsection 138(6) dividends in column F were paid YYYY/MM/DD (See note)	E Non-taxable dividend under section 83
<b>200</b>		<b>205</b>	<b>210</b>	<b>220</b>	<b>230</b>
<b>Total</b> (enter on line 402 of Schedule 1)					

**Note:** If your corporation's tax year-end is different than that of the connected payer corporation, your corporation could have received dividends from more than one tax year of the payer corporation. If so, use a separate line to provide the information for each tax year of the payer corporation.  
For more details, consult the Help.

				Complete if payer corporation is connected		
F Taxable dividends deductible from taxable income under section 112, subsections 113(2) and 138(6), and paragraphs 113(1)(a), (b), or (d)*	F1 Eligible dividends (included in column F)	F2	FF	G Total taxable dividends paid by connected payer corporation (for tax year in column D)	H Dividend refund of the connected payer corporation (for tax year in column D)**	I Part IV tax before deductions F x rate ***
<b>240</b>				<b>250</b>	<b>260</b>	<b>270</b>

**Total** (enter the amount from column F on line 320 of the T2 return and amount J in Part 2)

\* If taxable dividends are received, enter the amount in column 240, but if the corporation is not subject to Part IV tax (such as a public corporation other than a subject corporation as defined in subsection 186(3)), enter "0" in column 270. Life insurers are not subject to Part IV tax on subsection 138(6) dividends.

\*\* If the connected payer corporation's tax year ends after the corporation's balance-due day for the tax year (two or three months, as applicable), you have to estimate the payer's dividend refund when you calculate the corporation's Part IV tax payable.

\*\*\* For dividends received from connected corporations: Part IV tax =  $\frac{\text{Column F} \times \text{Column H}}{\text{Column G}}$

Rate: The Part IV tax rate is 38 1/3% for dividends received after December 31, 2015, and 33 1/3% for dividends received before January 1, 2016.

**Part 2 – Calculation of Part IV tax payable**

Part IV tax before deductions (amount J in Part 1) .....

**Deduct:**

Part IV.I tax payable on dividends subject to Part IV tax ..... **320**

Subtotal .....

**Deduct:**

Current-year non-capital loss claimed to reduce Part IV tax ..... **330**

Non-capital losses from previous years claimed to reduce Part IV tax ..... **335**

Current-year farm loss claimed to reduce Part IV tax ..... **340**

Farm losses from previous years claimed to reduce Part IV tax ..... **345**

Total losses applied against Part IV tax ..... x 1 / 3 = .....

Part IV tax payable (enter amount on line 712 of the T2 return) ..... **360**

**Part 3 – Taxable dividends paid in the tax year that qualify for a dividend refund**

A	B	C	D	D1
Name of connected recipient corporation	Business Number	Tax year end of connected recipient corporation in which the dividends in column D were received YYYY/MM/DD (See note)	Taxable dividends paid to connected corporations	Eligible dividends (included in column D)
<b>400</b>	<b>410</b>	<b>420</b>	<b>430</b>	
1 Niagara Power Incorporated	86880 5920 RC0002	2016-12-31	135,347	

**Note**

If your corporation's tax year-end is different than that of the connected recipient corporation, your corporation could have paid dividends in more than one tax year of the recipient corporation. If so, use a separate line to provide the information for each tax year of the recipient corporation. For more details, consult the Help.

Total 135,347

Total taxable dividends paid in the tax year to other than connected corporations ..... **450**

Eligible dividends (included in line 450) ..... 450a .....

Total taxable dividends paid in the tax year that qualify for a dividend refund  
(total of column D above **plus** line 450) ..... **460** 135,347

**Part 4 – Total dividends paid in the tax year**

Complete this part if the total taxable dividends paid in the tax year that qualify for a dividend refund (line 460 above) is different from the total dividends paid in the tax year.

Total taxable dividends paid in the tax year for the purposes of a dividend refund (from above) ..... 135,347

Other dividends paid in the tax year (total of 510 to 540) .....

Total dividends paid in the tax year ..... **500** 135,347

**Deduct:**

Dividends paid out of capital dividend account ..... **510**

Capital gains dividends ..... **520**

Dividends paid on shares described in subsection 129(1.2) ..... **530**

Taxable dividends paid to a controlling corporation that was bankrupt  
at any time in the year ..... **540**

Subtotal ..... ▶ .....

Total taxable dividends paid in the tax year that qualify for a dividend refund ..... 135,347

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Schedule 4

## Corporation Loss Continuity and Application

Corporation's name	Business number	Tax year-end Year Month Day
Grimsby Power Incorporated	86487 4839 RC0001	2015-09-30

- Use this form to determine the continuity and use of available losses; to determine a current-year non-capital loss, farm loss, restricted farm loss, or limited partnership loss; to determine the amount of restricted farm loss and limited partnership loss that can be applied in a year; and to ask for a loss carryback to previous years.
- A corporation can choose whether or not to deduct an available loss from income in a tax year. The corporation can deduct losses in any order. However, for each type of loss, deduct the oldest loss first.
- According to subsection 111(4) of the *Income Tax Act*, when control has been acquired, no amount of capital loss incurred for a tax year ending before that time is deductible in computing taxable income in a tax year ending after that time. Also, no amount of capital loss incurred in a tax year ending after that time is deductible in computing taxable income of a tax year ending before that time.
- When control has been acquired, subsection 111(5) provides for similar treatment of non-capital and farm losses, except as listed in paragraphs 111(5)(a) and (b).
- For information on these losses, see the *T2 Corporation – Income Tax Guide*.
- File one completed copy of this schedule with the T2 return, or send the schedule by itself to the tax centre where the return is filed.
- All legislative references are to the *Income Tax Act*.

## Part 1 – Non-capital losses

## Determination of current-year non-capital loss

Net income (loss) for income tax purposes ..... 450,447 A

## Deduct: (increase a loss)

Net capital losses deducted in the year (enter as a positive amount) ..... a

Taxable dividends deductible under section 112 or subsections 113(1) or 138(6) ..... b

Amount of Part VI.1 tax deductible ..... c

Amount deductible as prospector's and grubstaker's shares – Paragraph 110(1)(d.2) ..... d

Subtotal (total of amounts a to d) ..... B

Subtotal (amount A minus amount B; if positive, enter "0") ..... C

## Deduct: (increase a loss)

Section 110.5 or subparagraph 115(1)(a)(vii) – Addition for foreign tax deductions ..... D

Subtotal (amount C minus amount D) ..... E

## Add: (decrease a loss)

Current-year farm loss (whichever is less: the net loss from farming or fishing included in the income, or the non-capital loss before deducting the farm loss) ..... F

Current-year non-capital loss (amount E plus amount F; if positive, enter "0") ..... G

If amount G is negative, enter it on line 110 as a positive.

## Continuity of non-capital losses and request for a carryback

Non-capital loss at the end of the previous tax year ..... 234,927 e

Deduct: Non-capital loss expired\* ..... 100 f

Non-capital losses at the beginning of the tax year (amount e minus amount f) ..... 102 234,927 H

## Add:

Non-capital losses transferred on an amalgamation or the wind-up of a subsidiary corporation ..... 105 g

Current-year non-capital loss (from amount G) ..... 110 h

Subtotal (amount g plus amount h) ..... I

Subtotal (amount H plus amount I) ..... 234,927 J

\* A non-capital loss expires as follows:

- after 10 tax years if it arose in a tax year ending after March 22, 2004, and before 2006; and
- after 20 tax years if it arose in a tax year ending after 2005.

An allowable business investment loss becomes a net capital loss after 10 tax years if it arose in a tax year ending after March 22, 2004.

**Part 1 – Non-capital losses (continued)****Deduct:**

Other adjustments (includes adjustments for an acquisition of control)	150		i
Section 80 – Adjustments for forgiven amounts	140		j
Subsection 111(10) – Adjustments for fuel tax rebate			j.1
Non-capital losses of previous tax years applied in the current tax year	130	234,927	k
Enter amount k on line 331 of the T2 Return.			
Current and previous year non-capital losses applied against current-year taxable dividends subject to Part IV tax**	135		l
Subtotal (total of amounts i to l)		234,927	
Non-capital losses before any request for a carryback (amount J minus amount K)		234,927	K
			L

**Deduct – Request to carry back non-capital loss to:**

First previous tax year to reduce taxable income	901		m
Second previous tax year to reduce taxable income	902		n
Third previous tax year to reduce taxable income	903		o
First previous tax year to reduce taxable dividends subject to Part IV tax	911		p
Second previous tax year to reduce taxable dividends subject to Part IV tax	912		q
Third previous tax year to reduce taxable dividends subject to Part IV tax	913		r
Total of requests to carry back non-capital losses to previous tax years (total of amounts m to r)			M
Closing balance of non-capital losses to be carried forward to future tax years (amount L minus amount M)	180		N

\*\* Amount l is the total of lines 330 and 335 from Schedule 3, *Dividends Received, Taxable Dividends Paid, and Part IV Tax Calculation*.

**Part 2 – Capital losses****Continuity of capital losses and request for a carryback**

Capital losses at the end of the previous tax year	200		a
Capital losses transferred on the amalgamation or the wind-up of a subsidiary corporation	205		b
Subtotal (amount a plus amount b)			A

**Deduct:**

Other adjustments (includes adjustments for an acquisition of control)	250		c
Section 80 – Adjustments for forgiven amounts	240		d
Subtotal (amount c plus amount d)			B
Subtotal (amount A minus amount B)			C

**Add:** Current-year capital loss (from the calculation on Schedule 6, *Summary of Dispositions of Capital Property*)

	210		D
--	-----	--	---

Unused non-capital losses that expired in the tax year*			e
Allowable business investment losses (ABIL) that expired as non-capital losses in the tax year**			f
Enter amount e or f, whichever is less	215		g
ABILs expired as non-capital loss: line 215 divided by 0.500000		220	E
Subtotal (total of amounts C to E)			F

**Note**

If there has been an amalgamation or a windup of a subsidiary, do a separate calculation of the ABIL expired as non-capital loss for each predecessor or subsidiary. Add all these amounts and enter the total on line 220 above.

\* If the losses were incurred in a tax year ending after March 22, 2004, and before 2006, enter the losses from the 11th previous tax year. Enter the losses from the 21st previous tax year if the losses were incurred in a tax year ending after 2005. Enter the part that was not used in previous years and the current year on line e.

\*\* If the losses were incurred in a tax year ending after March 22, 2004, enter the losses from the 11th previous tax year. Enter the full amount on line f.

## Part 2 – Capital losses (continued)

**Deduct:** Capital losses from previous tax years applied against the current-year net capital gain\*\*\* ..... **225** ..... G

Capital losses before any request for a carryback (amount F **minus** amount G) ..... H

**Deduct – Request to carry back capital loss to\*\*\*\*:**

	Capital gain (100%)	Amount carried back (100%)	
First previous tax year .....	<b>951</b> .....	h	
Second previous tax year .....	<b>952</b> .....	i	
Third previous tax year .....	<b>953</b> .....	j	
Subtotal (total of amounts h to j) .....			I
Closing balance of capital losses to be carried forward to future tax years (amount H <b>minus</b> amount I) .....		<b>280</b> .....	J

\*\*\* To get the net capital losses required to reduce the taxable capital gain included in the net income (loss) for the purpose of current-year tax, enter the amount from line 225 **multiplied** by 50% on line 332 of the T2 return.

\*\*\*\* On line 225, 951, 952, or 953, whichever applies, enter the actual amount of the loss. When the loss is applied, **multiply** this amount by the 50% inclusion rate.

## Part 3 – Farm losses

### Continuity of farm losses and request for a carryback

Farm losses at the end of the previous tax year ..... a

**Deduct:** Farm loss expired\* ..... **300** ..... b

Farm losses at the beginning of the tax year (amount a **minus** amount b) ..... **302** ..... A

**Add:**

Farm losses transferred on the amalgamation or the windup of a subsidiary corporation ..... **305** ..... c

Current-year farm loss (amount F in Part 1) ..... **310** ..... d

Subtotal (amount c **plus** amount d) ..... B

Subtotal (amount A **plus** amount B) ..... C

**Deduct:**

Other adjustments (includes adjustments for an acquisition of control) ..... **350** ..... e

Section 80 – Adjustments for forgiven amounts ..... **340** ..... f

Farm losses of previous tax years applied in the current tax year ..... **330** ..... g

Enter amount g on line 334 of the T2 Return.

Current and previous year farm losses applied against current-year taxable dividends subject to Part IV tax\*\* ..... **335** ..... h

Subtotal (total of amounts e to h) ..... D

Farm losses before any request for a carryback (amount C **minus** amount D) ..... E

### Deduct – Request to carry back farm loss to:

First previous tax year to reduce taxable income .....	<b>921</b> .....	i
Second previous tax year to reduce taxable income .....	<b>922</b> .....	j
Third previous tax year to reduce taxable income .....	<b>923</b> .....	k
First previous tax year to reduce taxable dividends subject to Part IV tax .....	<b>931</b> .....	l
Second previous tax year to reduce taxable dividends subject to Part IV tax .....	<b>932</b> .....	m
Third previous tax year to reduce taxable dividends subject to Part IV tax .....	<b>933</b> .....	n
Subtotal (total of amounts i to n) .....		F
Closing balance of farm losses to be carried forward to future tax years (amount E <b>minus</b> amount F) .....		<b>380</b> ..... G

\* A farm loss expires as follows:

- after **10** tax years if it arose in a tax year ending before 2006; and
- after **20** tax years if it arose in a tax year ending after 2005.

\*\* Amount h is the total of lines 340 and 345 from Schedule 3.



## Part 4 – Restricted farm losses

### Current-year restricted farm loss

Total losses for the year from farming business	485	A
<b>Minus</b> the deductible farm loss:		
(amount A above _____ – \$2,500) divided by 2 =	a	
Amount a or \$ 15,000 *, whichever is less	b	
	2,500	c
Subtotal (amount b <b>plus</b> amount c)	2,500	B
Current-year restricted farm loss (amount A <b>minus</b> amount B)		C

### Continuity of restricted farm losses and request for a carryback

Restricted farm losses at the end of the previous tax year	d	
<b>Deduct:</b> Restricted farm loss expired**	400	e
Restricted farm losses at the beginning of the tax year (amount d <b>minus</b> amount e)	402	D
<b>Add:</b>		
Restricted farm losses transferred on the amalgamation or the wind-up of a subsidiary corporation	405	f
Current-year restricted farm loss (from amount C)	410	g
Enter amount g on line 233 of Schedule 1, <i>Net Income (Loss) for Income Tax Purposes</i> .		
Subtotal (amount f <b>plus</b> amount g)		E
Subtotal (amount D <b>plus</b> amount E)		F

### Deduct:

Restricted farm losses from previous tax years applied against current farming income	430	h
Enter amount h on line 333 of the T2 return.		
Section 80 – Adjustments for forgiven amounts	440	i
Other adjustments	450	j
Subtotal (total of amounts h to j)		G
Restricted farm losses before any request for a carryback (amount F <b>minus</b> amount G)		H

### Deduct – Request to carry back restricted farm loss to:

First previous tax year to reduce farming income	941	k
Second previous tax year to reduce farming income	942	l
Third previous tax year to reduce farming income	943	m
Subtotal (total of amounts k to m)		I
Closing balance of restricted farm losses to be carried forward to future tax years (amount H <b>minus</b> amount I)	480	J

### Note

The total losses for the year from all farming businesses are calculated without including scientific research expenses.

\* For tax years that end before March 21, 2013, use \$6,250 instead of \$15,000.

\*\* A restricted farm loss expires as follows:

- after **10** tax years if it arose in a tax year ending before 2006; and
- after **20** tax years if it arose in a tax year ending after 2005.

## Part 5 – Listed personal property losses

### Continuity of listed personal property loss and request for a carryback

Listed personal property losses at the end of the previous tax year ..... a

**Deduct:** Listed personal property loss expired after seven tax years ..... **500** ..... b

Listed personal property losses at the beginning of the tax year (amount a **minus** amount b) ... **502** ..... **▶** ..... A

**Add:** Current-year listed personal property loss (from Schedule 6) ..... **510** ..... B

Subtotal (amount A **plus** amount B) ..... C

### Deduct:

Previous year personal property losses applied in the current tax year against listed personal property gains ..... **530** ..... c  
Enter amount c on line 655 of Schedule 6.

Other adjustments ..... **550** ..... d

Subtotal (amount c **plus** amount d) ..... **▶** ..... D

Listed personal property losses remaining before any request for a carryback (amount C **minus** amount D) ..... E

### Deduct – Request to carry back listed personal property loss to:

First previous tax year to reduce listed personal property gains ..... **961** ..... e

Second previous tax year to reduce listed personal property gains ..... **962** ..... f

Third previous tax year to reduce listed personal property gains ..... **963** ..... g

Subtotal (total of amounts e to g) ..... **▶** ..... F

Closing balance of listed personal property losses to be carried forward to future tax years (amount E **minus** amount F) **580** ..... G

**Part 7 – Limited partnership losses****Current-year limited partnership losses**

1	2	3	4	5	6	7
Partnership identifier	Tax year ending YYYY/MM/DD	Corporation's share of limited partnership loss	Corporation's at-risk amount	Total of corporation's share of partnership investment tax credit, farming losses, and resource expenses	Column 4 <b>minus</b> column 5 (if negative, enter "0")	Current-year limited partnership losses (column 3 <b>minus</b> 6)
<b>600</b>	<b>602</b>	<b>604</b>	<b>606</b>	<b>608</b>		<b>620</b>
<b>Total</b> (enter this amount on line 222 of Schedule 1)						

**Limited partnership losses from previous tax years that may be applied in the current year**

1	2	3	4	5	6	7
Partnership identifier	Tax year ending YYYY/MM/DD	Limited partnership losses at the end of the previous tax year	Corporation's at-risk amount	Total of corporation's share of partnership investment tax credit, business or property losses, and resource expenses	Column 4 <b>minus</b> column 5 (if negative, enter "0")	Limited partnership losses that may be applied in the year (the lesser of columns 3 and 6)
<b>630</b>	<b>632</b>	<b>634</b>	<b>636</b>	<b>638</b>		<b>650</b>

**Continuity of limited partnership losses that can be carried forward to future tax years**

1	2	3	4	5	6
Partnership identifier	Limited partnership losses at the end of the previous tax year	Limited partnership losses transferred on an amalgamation or the windup of a subsidiary	Current-year limited partnership losses (from line 620)	Limited partnership losses applied in the current year (cannot be more than line 650)	Current year limited partnership losses closing balance to be carried forward to future years (column 2 <b>plus</b> column 3 <b>plus</b> column 4 <b>minus</b> column 5)
<b>660</b>	<b>662</b>	<b>664</b>	<b>670</b>	<b>675</b>	<b>680</b>
<b>Total</b> (enter this amount on line 335 of the T2 return)					

**Note**

If you have any current–or previous–year losses, enter your partnership identifier on line 600, 630, or 660.

**Part 8 – Election under paragraph 88(1.1)(f)**

If you are making an election under paragraph 88(1.1)(f), check the box **190** Yes ☐

Further to a winding-up of a subsidiary, the portion of a non-capital loss, restricted farm loss, farm loss, or limited partnership loss from a wholly-owned subsidiary is deemed to be the loss of a parent from its tax year starting after the commencement of the winding-up.

**Note**

This election is only applicable for wind-ups under subsection 88(1) that are reported on Schedule 24, *First-Time Filer after Incorporation, Amalgamation, or Winding-up of a Subsidiary into a Parent*, and the deemed provision is only for the tax years that start after the commencement of the wind-up.

# Non-Capital Loss Continuity Workchart

## Part 6 – Analysis of balance of losses by year of origin

### Non-capital losses – losses that can be carried forward over 20 years

Year of origin	Balance at beginning of year	Loss incurred in current year	Adjustments and transfers	Loss carried back Parts I & IV	Applied to reduce		Balance at end of year
					Taxable income	Part IV tax	
Current	N/A				N/A		
1st preceding taxation year 2014-12-31	234,927	N/A		N/A	234,927		
2nd preceding taxation year 2013-12-31		N/A		N/A			
3rd preceding taxation year 2012-12-31		N/A		N/A			
4th preceding taxation year 2011-12-31		N/A		N/A			
5th preceding taxation year 2010-12-31		N/A		N/A			
6th preceding taxation year 2009-12-31		N/A		N/A			
7th preceding taxation year 2008-12-31		N/A		N/A			
8th preceding taxation year 2007-12-31		N/A		N/A			
9th preceding taxation year 2006-12-31		N/A		N/A			
10th preceding taxation year 2005-12-31		N/A		N/A			
11th preceding taxation year 2004-12-31		N/A		N/A			
12th preceding taxation year 2003-12-31		N/A		N/A			
13th preceding taxation year 2002-12-31		N/A		N/A			
14th preceding taxation year 2001-12-31		N/A		N/A			
15th preceding taxation year		N/A		N/A			
16th preceding taxation year		N/A		N/A			
17th preceding taxation year		N/A		N/A			
18th preceding taxation year		N/A		N/A			
19th preceding taxation year		N/A		N/A			
20th preceding taxation year		N/A		N/A			*
<b>Total</b>	234,927				234,927		

\* This balance expires this year and will not be available next year.

Capital Cost Allowance (CCA)

Corporation's name	Business Number	Tax year end Year Month Day
Grimsby Power Incorporated	86487 4839 RC0001	2015-09-30

For more information, see the section called "Capital Cost Allowance" in the *T2 Corporation Income Tax Guide*.

Is the corporation electing under *Regulation 1101(5q)*? **101** 1 Yes ☐ 2 No ☒

	1 Class number (See Note)	Description	2 Undepreciated capital cost at the beginning of the year (amount from column 12 of last year's schedule 8)	3 Cost of acquisitions during the year (new property must be available for use)*	4 Adjustments and transfers**	5 Proceeds of dispositions during the year (amount not to exceed the capital cost)	6 50% rule (1/2 of the amount, if any, by which the net cost of acquisitions exceeds column 5)***	7 Reduced undepreciated capital cost	8 CCA rate % ****	9 Recapture of capital cost allowance***** (line 107 of Schedule 1)	10 Terminal loss (line 404 of Schedule 1)	11 Capital cost allowance (for declining balance method, column 7 multiplied by column 8, or a lower amount) (line 403 of Schedule 1) *****	12 Undepreciated capital cost at the end of the year (column 6 plus column 7 minus column 11)
	200		201	203	205	207	211		212	213	215	217	220
1.	1	Buildings and Infrastructure	7,871,716	45,009		0	22,505	7,894,220	4	0	0	236,178	7,680,547
2.	8	Office and Equipment	224,687	143,391		0	71,696	296,382	20	0	0	44,335	323,743
3.	10	Vehicles	150,091			0		150,091	30	0	0	33,678	116,413
4.	2		378,083			0		378,083	6	0	0	16,967	361,116
5.	45		212			0		212	45	0	0	71	141
6.	47	Plant Assets	10,207,843	898,756		0	449,378	10,657,221	8	0	0	637,682	10,468,917
7.	50	Computer Hardware	37,903	13,894		0	6,947	44,850	55	0	0	18,450	33,347
8.	12	Computer Software		33,626		0		33,626	100	0	0	25,150	8,476
Totals			18,870,535	1,134,676			550,526	19,454,685				1,012,511	18,992,700

**Note:** Class numbers followed by a letter indicate the basic rate of the class taking into account the additional deduction allowed.

Class 1a:  $4\% + 6\% = 10\%$  (class 1 to 10%), class 1b:  $4\% + 2\% = 6\%$  (class 1 to 6%).

- \* Include any property acquired in previous years that has now become available for use. This property would have been previously excluded from column 3. List separately any acquisitions that are not subject to the 50% rule, see *Regulation 1100(2)* and (2.2).
- \*\* Enter in column 4, "Adjustments and transfers", amounts that increase or reduce the undepreciated capital cost. Items that **increase** the undepreciated capital cost include amounts transferred under section 85, or transferred on amalgamation or winding-up of a subsidiary. Items that **reduce** the undepreciated capital cost include government assistance received or entitled to be received in the year, or a reduction of capital cost after the application of section 80. See the *T2 Corporation Income Tax Guide* for other examples of adjustments and transfers to include in column 4.
- \*\*\* The net cost of acquisitions is the cost of acquisitions (column 3) **plus** or **minus** certain adjustments and transfers from column 4. For exceptions to the 50% rule, see Interpretation Bulletin IT-285, *Capital Cost Allowance – General Comments*.
- \*\*\*\* Enter a rate only if you are using the declining balance method. For any other method (for example the straight-line method, where calculations are always based on the cost of acquisitions), enter N/A. Then enter the amount you are claiming in column 11.
- \*\*\*\*\* For every entry in column 9, the "Recapture of capital cost allowance" there must be a corresponding entry in column 5, "Proceeds of dispositions during the year". The recapture and terminal loss rules do not apply to passenger vehicles in Class 10.1.
- \*\*\*\*\* If the tax year is shorter than 365 days, prorate the CCA claim. Some classes of property do not have to be prorated. See the *T2 Corporation Income Tax Guide* for more information.

T2 SCH 8 (14)

Canada

# Fixed Assets Reconciliation

Reconciliation of change in fixed assets per financial statements to amounts used per tax return.

## Tax return

Additions for tax purposes – Schedule 8 regular classes		1,134,676	
Additions for tax purposes – Schedule 8 leasehold improvements	+		
Operating leases capitalized for book purposes	+		
Capital gain deferred	+		
Recapture deferred	+		
Deductible expenses capitalized for book purposes – Schedule 1	+		
Other (specify):			
	+		
<b>Total additions per books</b>	=	1,134,676	▶ 1,134,676
Proceeds up to original cost – Schedule 8 regular classes			
Proceeds up to original cost – Schedule 8 leasehold improvements	+		
Proceeds in excess of original cost – capital gain	+		
Recapture deferred – as above	+		
Capital gain deferred – as above	+		
Pre V-day appreciation	+		
Other (specify):			
	+		
<b>Total proceeds per books</b>	=		▶
Depreciation and amortization per accounts – Schedule 1		–	630,920
Loss on disposal of fixed assets per accounts		–	
Gain on disposal of fixed assets per accounts		+	
<b>Net change per tax return</b>	=		503,756

## Financial statements

### Fixed assets (excluding land) per financial statements

Closing net book value		19,038,674	
Opening net book value	–	18,534,917	
<b>Net change per financial statements</b>	=		503,757

If the amounts from the tax return and the financial statements differ, explain why below.

Difference due to rounding

RELATED AND ASSOCIATED CORPORATIONS

Name of corporation	Business Number	Tax year end Year Month Day
Grimsby Power Incorporated	86487 4839 RC0001	2015-09-30

- Complete this schedule if the corporation is related to or associated with at least one other corporation.
- For more information, see the *T2 Corporation Income Tax Guide*.

	Name	Country of resi- dence (other than Canada)	Business number (see note 1)	Rela- tion- ship code (see note 2)	Number of common shares you own	% of common shares you own	Number of preferred shares you own	% of preferred shares you own	Book value of capital stock
	100	200	300	400	500	550	600	650	700
1.	Niagara Power Incorporated		86880 5920 RC0002	1					
2.	GRIMSBY HYDRO INCORPORATED		86880 1929 RC0001	3					
3.	Grimsby Energy Incorporated		86880 1721 RC0001	3					
4.	Town of Grimsby		10698 4636 RC0001	3					
5.	NIAGARA WEST TRANSFORMATION		87681 9301 RC0001	3					

Note 1: Enter "NR" if the corporation is not registered or does not have a business number.

Note 2: Enter the code number of the relationship that applies from the following order: 1 - Parent 2 - Subsidiary 3 - Associated 4 - Related but not associated



**CONTINUITY OF RESERVES**

Name of corporation Grimsby Power Incorporated	Business number 86487 4839 RC0001	Tax year end Year Month Day 2015-09-30
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- For use by corporations to provide a continuity of all reserves claimed which are allowed for tax purposes.
- File one completed copy of this schedule with the corporation's *T2 Corporation Income Tax Return*.
- For more information, see the *T2 Corporation Income Tax Guide*.

**Part 1 – Capital gains reserves**

Description of property	Balance at the beginning of the year \$	Transfer on an amalgamation or the wind-up of a subsidiary \$	Add \$	Deduct \$	Balance at the end of the year \$
<b>001</b>	<b>002</b>	<b>003</b>			<b>004</b>
1					
<b>Totals</b>	<b>008</b>	<b>009</b>			<b>010</b>

The amount from line 008 **plus** the amount from line 009 should be entered on line 880 of Schedule 6, *Summary of Dispositions of Capital Property*. The amount from line 010 should be entered on line 885 of Schedule 6.

**Part 2 – Other reserves**

Description	Balance at the beginning of the year \$	Transfer on an amalgamation or the wind-up of a subsidiary \$	Add \$	Deduct \$	Balance at the end of the year \$
	<b>110</b>	<b>115</b>			<b>120</b>
Reserve for doubtful debts . . . . . <input type="checkbox"/>					
	<b>130</b>	<b>135</b>			<b>140</b>
Reserve for undelivered goods and services not rendered . . . . . <input checked="" type="checkbox"/>	672,897		652,013	672,897	652,013
	<b>150</b>	<b>155</b>			<b>160</b>
Reserve for prepaid rent . . . . . <input type="checkbox"/>					
	<b>190</b>	<b>195</b>			<b>200</b>
Reserve for refundable containers . . <input type="checkbox"/>					
	<b>210</b>	<b>215</b>			<b>220</b>
Reserve for unpaid amounts . . . . . <input type="checkbox"/>					
	<b>230</b>	<b>235</b>			<b>240</b>
Other tax reserves . . . . . <input type="checkbox"/>					
<b>Totals</b>	<b>270</b> 672,897	<b>275</b>	652,013	672,897	<b>280</b> 652,013

Enter "X" in the column above if the tax reserve has also been reported on the corporation's financial statements. This allows offsetting entries on Schedule 1, resulting in a zero effect on net income for tax purposes.

The amount from line 270 **plus** the amount from line 275 should be entered on line 125 of Schedule 1, *Net Income (Loss) for Income Tax Purposes*, as an addition. The amount from line 280 should be entered on line 413 of Schedule 1 as a deduction.

# Continuity of financial statement reserves (not deductible)

Financial statement reserves (not deductible)						
	Description	Balance at the beginning of the year	Transfer on an amalgamation or the wind-up of a subsidiary	Add	Deduct	Balance at the end of the year
1	General Allowance for Doubtful	6,500		6,500	4,781	8,219
2						
	Reserves from Part 2 of Schedule 13	672,897		652,013	672,897	652,013
	Totals	679,397		658,513	677,678	660,232

The total opening balance plus the total transfers should be entered on line 414 of Schedule 1 as a deduction.  
The total closing balance should be entered on line 126 of Schedule 1 as an addition.

**AGREEMENT AMONG ASSOCIATED CANADIAN-CONTROLLED PRIVATE CORPORATIONS TO  
ALLOCATE THE BUSINESS LIMIT**

- For use by a Canadian-controlled private corporation (CCPC) to identify all associated corporations and to assign a percentage for each associated corporation. This percentage will be used to allocate the business limit for purposes of the small business deduction. Information from this schedule will also be used to determine the date the balance of tax is due and to calculate the reduction to the business limit.
- An associated CCPC that has more than one tax year ending in a calendar year, is required to file an agreement for each tax year ending in that calendar year.

**Column 1:** Enter the legal name of each of the corporations in the associated group. Include non-CCPCs and CCPCs that have filed an election under subsection 256(2) of the *Income Tax Act* (ITA) not to be associated for purposes of the small business deduction.

**Column 2:** Provide the Business Number for each corporation (if a corporation is not registered, enter "NR").

**Column 3:** Enter the association code that applies to each corporation:

- 1 – Associated for purposes of allocating the business limit (unless code 5 applies)
- 2 – CCPC that is a "third corporation" that has elected under subsection 256(2) not to be associated for purposes of the small business deduction
- 3 – Non-CCPC that is a "third corporation" as defined in subsection 256(2)
- 4 – Associated non-CCPC
- 5 – Associated CCPC to which code 1 does not apply because of a subsection 256(2) election made by a "third corporation"

**Column 4:** Enter the business limit for the year of each corporation in the associated group. The business limit is computed at line 4 on page 4 of each respective corporation's T2 return.

**Column 5:** Assign a percentage to allocate the business limit to each corporation that has an association code 1 in column 3. The total of all percentages in column 5 cannot exceed 100%.

**Column 6:** Enter the business limit allocated to each corporation by multiplying the amount in column 4 by the percentage in column 5. Add all business limits allocated in column 6 and enter the total at line A. Ensure that the total at line A falls within the range for the calendar year to which the agreement applies:

Calendar year	Acceptable range
2006	maximum \$300,000
2007	\$300,001 to \$400,000

Calendar year	Acceptable range
2008	maximum \$400,000
2009	\$400,001 to \$500,000

If the calendar year to which this agreement applies is after 2009, ensure that the total at line A does not exceed \$500,000.

**Allocating the business limit**

Date filed (do not use this area) .....

**025**

Year Month Day

Enter the calendar year to which the agreement applies .....

**050**

Year

2015

Is this an amended agreement for the above-noted calendar year that is intended to replace an agreement previously filed by any of the associated corporations listed below? .....

**075**1 Yes ☐2 No ☒

	1 Names of associated corporations  <b>100</b>	2 Business Number of associated corporations  <b>200</b>	3 Asso- ciation code  <b>300</b>	4 Business limit for the year (before the allocation) \$	5 Percentage of the business limit %  <b>350</b>	6 Business limit allocated* \$  <b>400</b>
1	Grimsby Power Incorporated	86487 4839 RC0001	1	500,000	100.0000	500,000
2	Niagara Power Incorporated	86880 5920 RC0002	1	500,000		
3	GRIMSBY HYDRO INCORPORATED	86880 1929 RC0001	1	500,000		
4	Grimsby Energy Incorporated	86880 1721 RC0001	1	500,000		
5	Town of Grimsby	10698 4636 RC0001	1	500,000		
6	NIAGARA WEST TRANSFORMATION CORPORA	87681 9301 RC0001	1	500,000		
<b>Total</b>					<b>100.0000</b>	<b>500,000</b>

**A**

**Business limit reduction under subsection 125(5.1) of the ITA**

The business limit reduction is calculated in the small business deduction area of the T2 return. One of the factors used in this calculation is the "Large corporation amount" at line 415 of the T2 return. If the corporation is a member of an associated group\*\* of corporations in the current tax year, the amount at line 415 of the T2 return is equal to  $0.225\% \times (A - \$10,000,000)$  where, "A" is the total of taxable capital employed in Canada\*\*\* of each corporation in the associated group for its last tax year ending in the preceding calendar year.

\* Each corporation will enter on line 410 of the T2 return, the amount allocated to it in column 6. However, if the corporation's tax year is less than 51 weeks, prorate the amount in column 6 by the number of days in the tax year divided by 365, and enter the result on line 410 of the T2 return.

Special rules apply if a CCPC has more than one tax year ending in a calendar year and is associated in more than one of those years with another CCPC that has a tax year ending in the same calendar year. If the tax year straddles January 1, 2009, the business limit for the second (or subsequent) tax year(s) will be equal to the lesser of the business limit that would have been determined for the first tax year ending in the calendar year, if \$500,000 was used in allocating the amounts among associated corporations and the business limit determined for the second (or subsequent) tax year(s) ending in the same calendar year. Otherwise, the business limit for the second (or subsequent) tax year(s) will be equal to the lesser of the business limit determined for the first tax year ending in the calendar year and the business limit determined for the second (or subsequent) tax year(s) ending in the same calendar year.

\*\* The associated group includes the corporation filing this schedule and each corporation that has an "association code" of 1 or 4 in column 3.

\*\*\* "Taxable capital employed in Canada" has the meaning assigned by subsection 181.2(1) or 181.3(1) or section 181.4 of the ITA.

Canada Revenue  
AgencyAgence du revenu  
du Canada**Schedule 33****Taxable Capital Employed in Canada – Large Corporations**

Corporation's name	Business number	Tax year-end Year Month Day
Grimsby Power Incorporated	86487 4839 RC0001	2015-09-30

- Use this schedule in determining if the total taxable capital employed in Canada of the corporation (other than a financial institution or an insurance corporation) and its related corporations is greater than \$10,000,000.
- If the total taxable capital employed in Canada of the corporation and its related corporations is greater than \$10,000,000, file a completed Schedule 33 with your T2 Corporation Income Tax Return no later than six months from the end of the tax year.
- Unless otherwise noted, all legislative references are to the *Income Tax Act* and the *Income Tax Regulations*.
- Subsection 181(1) defines the terms **financial institution**, **long-term debt**, and **reserves**.
- Subsection 181(3) provides the basis to determine the carrying value of a corporation's assets or any other amount under Part I.3 for its capital, investment allowance, taxable capital, or taxable capital employed in Canada, or for a partnership in which it has an interest.
- If the corporation was a non-resident of Canada throughout the year and carried on a business through a permanent establishment in Canada, go to Part 4, **Taxable capital employed in Canada**.

**Part 1 – Capital****Add** the following year-end amounts:

Reserves that have not been deducted in calculating income for the year under Part I	<b>101</b>	
Capital stock (or members' contributions if incorporated without share capital)	<b>103</b>	5,782,747
Retained earnings	<b>104</b>	2,240,485
Contributed surplus	<b>105</b>	70,721
Any other surpluses	<b>106</b>	
Deferred unrealized foreign exchange gains	<b>107</b>	
All loans and advances to the corporation	<b>108</b>	
All indebtedness of the corporation represented by bonds, debentures, notes, mortgages, hypothecary claims, bankers' acceptances, or similar obligations	<b>109</b>	
Any dividends declared but not paid by the corporation before the end of the year	<b>110</b>	
All other indebtedness of the corporation (other than any indebtedness for a lease) that has been outstanding for more than 365 days before the end of the year	<b>111</b>	
The total of all amounts, each of which is the amount, if any, in respect of a partnership in which the corporation held a membership interest at the end of the year, either directly or indirectly through another partnership (see note below)	<b>112</b>	
Subtotal (add lines 101 to 112)		8,093,953
		8,093,953 A

**Note:**Line 112 is determined by the formula  $(A - B) \times C/D$  (as per paragraph 181.2(3)(g)) where:

- A is the total of all amounts that would be determined for lines 101, 107, 108, 109, and 111 in respect of the partnership for its last fiscal period that ends at or before the end of the year if
- those lines applied to partnerships in the same manner that they apply to corporations, and
  - those amounts were computed without reference to amounts owing by the partnership
    - to any corporation that held a membership interest in the partnership either directly or indirectly through another partnership, or
    - to any partnership in which a corporation described in subparagraph (i) held a membership interest either directly or indirectly through another partnership.
- B is the partnership's deferred unrealized foreign exchange losses at the end of the period,
- C is the share of the partnership's income or loss for the period to which the corporation is entitled either directly or indirectly through another partnership, and
- D is the partnership's income or loss for the period.

## Part 1 – Capital (continued)

Subtotal A (from page 1) 8,093,953 A

**Deduct** the following amounts:

Deferred tax debit balance at the end of the year . . . . . **121**

Any deficit deducted in calculating its shareholders' equity (including, for this purpose, the amount of any provision for the redemption of preferred shares) at the end of the year . . . . . **122**

To the extent that the amount may reasonably be regarded as being included in any of lines 101 to 112 above for the year, any amount deducted under subsection 135(1) in calculating income under Part I for the year. . . . . **123**

Deferred unrealized foreign exchange losses at the end of the year . . . . . **124**

Subtotal (add lines 121 to 124) ▶ **190** B

**Capital for the year** (amount A minus amount B) (if negative, enter "0") . . . . . **190** 8,093,953

## Part 2 – Investment allowance

**Add** the carrying value at the end of the year of the following assets of the corporation:

A share of another corporation . . . . . **401**

A loan or advance to another corporation (other than a financial institution) . . . . . **402**

A bond, debenture, note, mortgage, hypothecary claim, or similar obligation of another corporation (other than a financial institution) . . . . . **403**

Long-term debt of a financial institution . . . . . **404**

A dividend payable on a share of the capital stock of another corporation . . . . . **405**

A loan or advance to, or a bond, debenture, note, mortgage, hypothecary claim or similar obligation of, a partnership each member of which was, throughout the year, another corporation (other than a financial institution) that was not exempt from tax under this Part (otherwise than because of paragraph 181.1(3)(d)), or another partnership described in paragraph 181.2(4)(d.1) . . . . . **406**

An interest in a partnership (see note 2 below) . . . . . **407**

**Investment allowance for the year** (add lines 401 to 407) . . . . . **490**

### Notes:

- Lines 401 to 405 should not include the carrying value of a share of the capital stock of, a dividend payable by, or indebtedness of a corporation that is exempt from tax under Part I.3 (other than a non-resident corporation that at no time in the year carried on business in Canada through a permanent establishment).
- Where the corporation has an interest in a partnership held either directly or indirectly through another partnership, refer to subsection 181.2(5) for additional rules regarding the carrying value of an interest in a partnership.
- Where a trust is used as a conduit for loaning money from a corporation to another related corporation (other than a financial institution), the loan will be considered to have been made directly from the lending corporation to the borrowing corporation. Refer to subsection 181.2(6) for special rules that may apply.

## Part 3 – Taxable capital

Capital for the year (line 190) . . . . . 8,093,953 C

**Deduct:** Investment allowance for the year (line 490) . . . . . D

**Taxable capital for the year** (amount C minus amount D) (if negative, enter "0") . . . . . **500** 8,093,953

## Part 4 – Taxable capital employed in Canada

To be completed by a corporation that was resident in Canada at any time in the year

Taxable capital for the year (line 500)	8,093,953	x	Taxable income earned in Canada	610		1,000	=	Taxable capital employed in Canada	690		8,093,953
			Taxable income			1,000					

- Notes:**
1. Regulation 8601 gives details on calculating the amount of taxable income earned in Canada.
  2. Where a corporation's taxable income for a tax year is "0," it shall, for the purposes of the above calculation, be deemed to have a taxable income for that year of \$1,000.
  3. In the case of an airline corporation, Regulation 8601 should be considered when completing the above calculation.

To be completed by a corporation that was a non-resident of Canada throughout the year and carried on a business through a permanent establishment in Canada

Total of all amounts each of which is the carrying value at the end of the year of an asset of the corporation used in the year or held in the year, in the course of carrying on any business during the year through a permanent establishment in Canada . . . . **701**

**Deduct** the following amounts:

Corporation's indebtedness at the end of the year [other than indebtedness described in any of paragraphs 181.2(3)(c) to (f)] that may reasonably be regarded as relating to a business it carried on during the year through a permanent establishment in Canada . . . . . **711**

Total of all amounts each of which is the carrying value at the end of year of an asset described in subsection 181.2(4) of the corporation that it used in the year, or held in the year, in the course of carrying on any business during the year through a permanent establishment in Canada . . . . . **712**

Total of all amounts each of which is the carrying value at the end of year of an asset of the corporation that is a ship or aircraft the corporation operated in international traffic, or personal or movable property used or held by the corporation in carrying on any business during the year through a permanent establishment in Canada (see note below) . . . . . **713**

Total deductions (add lines 711, 712, and 713) ▶ E

**Taxable capital employed in Canada** (line 701 minus amount E) (if negative, enter "0") . . . . . **790**

**Note:** Complete line 713 only if the country in which the corporation is resident did not impose a capital tax for the year on similar assets, or a tax for the year on the income from the operation of a ship or aircraft in international traffic, of any corporation resident in Canada during the year.

## Part 5 – Calculation for purposes of the small business deduction

This part is applicable to corporations that are not associated in the current year, but were associated in the prior year.

Taxable capital employed in Canada (amount from line 690) . . . . . F

**Deduct:** . . . . . 10,000,000 G

Excess (amount F minus amount G) (if negative, enter "0") H

**Calculation for purposes of the small business deduction** (amount H x 0.225%) I

Enter this amount at line 415 of the T2 return.

SHAREHOLDER INFORMATION

Name of corporation	Business Number	Tax year end Year Month Day
Grimsby Power Incorporated	86487 4839 RC0001	2015-09-30

All private corporations must complete this schedule for any shareholder who holds 10% or more of the corporation's common and/or preferred shares.

		Provide only one number per shareholder				
Name of shareholder (after name, indicate in brackets if the shareholder is a corporation, partnership, individual, or trust)		Business Number (If a corporation is not registered, enter "NR")	Social insurance number	Trust number	Percentage common shares	Percentage preferred shares
100		200	300	350	400	500
1	Niagara Power Incorporated	86880 5920 RC0001			100.000	
2						
3						
4						
5						
6						
7						
8						
9						
10						





## General Rate Income Pool (GRIP) Calculation

Corporation's name	Business number	Tax year-end Year Month Day
Grimsby Power Incorporated	86487 4839 RC0001	2015-09-30

On: 2015-09-30

- If you are a Canadian-controlled private corporation (CCPC) or a deposit insurance corporation (DIC), use this schedule to determine the general rate income pool (GRIP).
- When an eligible dividend was paid in the tax year, file a completed copy of this schedule with your *T2 Corporation Income Tax Return*. Do not send your worksheets with your return, but keep them in your records in case we ask to see them later.
- All legislative references are to the *Income Tax Act* and the *Income Tax Regulations*.
- Subsection 89(1) defines the terms eligible dividend, excessive eligible dividend designation, general rate income pool, and low rate income pool.

### Eligibility for the various additions

Answer the following questions to determine the corporation's eligibility for the various additions:

#### 2006 addition

1. Is this the corporation's first taxation year that includes January 1, 2006? ☐ Yes ☒ No
2. If not, what is the date of the taxation year end of the corporation's first year that includes January 1, 2006?  
Enter the date and go directly to question 4 2006-12-31
3. During that first year, was the corporation a CCPC or would it have been a CCPC if not for the election of subsection 89(11) ITA? ☐ Yes ☐ No

**If the answer to question 3 is yes, complete Part "GRIP addition for 2006".**

#### Change in the type of corporation

4. Was the corporation a CCPC during its preceding taxation year? ☒ Yes ☐ No
5. Corporations that become a CCPC or a DIC ☐ Yes ☒ No

**If the answer to question 5 is yes, complete Part 4.**

#### Amalgamation (first year of filing after amalgamation)

6. Corporations that were formed as a result of an amalgamation ☐ Yes ☒ No
- If the answer to question 6 is yes, answer questions 7 and 8. If the answer is no, go to question 9.**
7. Was one or more of the predecessor corporations neither a CCPC nor a DIC? ☐ Yes ☐ No
- If the answer to question 7 is yes, complete Part 4.**
8. Was one or more of the predecessor corporation a CCPC or a DIC during the taxation year that ended immediately before amalgamation? ☐ Yes ☐ No
- If the answer to question 8 is yes, complete Part 3.**

#### Winding-up

9. Has the corporation wound-up a subsidiary in the preceding taxation year? ☐ Yes ☒ No
- If the answer to question 9 is yes, answer questions 10 and 11. If the answer is no, go to Part 1.**
10. Was the subsidiary neither a CCPC nor a DIC during its last taxation year? ☐ Yes ☐ No
- If the answer to question 10 is yes, complete Part 4.**
11. Was the subsidiary a CCPC or a DIC during its last taxation year? ☐ Yes ☐ No
- If the answer to question 11 is yes, complete Part 3.**

**Part 1 – General rate income pool (GRIP)**

GRIP at the end of the previous tax year	100	2,000,400	A
Taxable income for the year (DICs enter "0") *	110		B
Income for the credit union deduction * (amount E in Part 3 of Schedule 17)	120		
Amount on line 400, 405, 410, or 425 of the T2 return, whichever is less *	130		
For a CCPC, the lesser of aggregate investment income (line 440 of the T2 return) and taxable income *	140		
Subtotal (add lines 120, 130, and 140)			C
Income taxable at the general corporate rate (amount B minus amount C) (if negative enter "0")	150		
After-tax income (line 150 multiplied by 0.72 (the general rate factor for the tax year))	190		D
Eligible dividends received in the tax year	200		
Dividends deductible under section 113 received in the tax year	210		
Subtotal (line 200 plus line 210)			E
GRIP addition:			
Becoming a CCPC (from amount PP in Part 4)	220		
Post-amalgamation (total of amounts EE in Part 3 and amounts PP in Part 4)	230		
Post-wind-up (total of amounts EE in Part 3 and amounts PP in Part 4)	240		
Subtotal (add lines 220, 230, and 240)	290		F
Subtotal (add amounts A, D, E, and F)		2,000,400	G
Eligible dividends paid in the previous tax year	300		
Excessive eligible dividend designations made in the previous tax year	310		
(If becoming a CCPC (subsection 89(4) applies), enter "0" on lines 300 and 310.)			
Subtotal (line 300 minus line 310)			H
GRIP before adjustment for specified future tax consequences (amount G minus amount H) (amount can be negative)	490	2,000,400	
Total GRIP adjustment for specified future tax consequences to previous tax years (amount W from Part 2)	560		
GRIP at the end of the tax year (line 490 minus line 560)	590	2,000,400	

Enter this amount on line 160 of Schedule 55.

\* For lines 110, 120, 130, and 140, the income amount is the amount before considering specified future tax consequences. This phrase is defined in subsection 248(1). It includes the deduction of a loss carryback from subsequent tax years, a reduction of Canadian exploration expenses and Canadian development expenses that were renounced in subsequent tax years (e.g., flow-through share renunciations), reversals of income inclusions where an option is exercised in subsequent tax years, and the effect of certain foreign tax credit adjustments.

**Part 2 – GRIP adjustment for specified future tax consequences to previous tax years**

Complete this part if the corporation's taxable income of any of the previous three tax years took into account the specified future tax consequences defined in subsection 248(1) from the current tax year. Otherwise, enter "0" on line 560.

First previous tax year 2014-12-31

Taxable income before specified future tax consequences from the current tax year	J1
Enter the following amounts before specified future tax consequences from the current tax year:	
Income for the credit union deduction (amount E in Part 3 of Schedule 17)	K1
Amount on line 400, 405, 410, or 425 of the T2 return, whichever is less	L1
Aggregate investment income (line 440 of the T2 return)	M1
Subtotal (add amounts K1, L1, and M1)	N1
Subtotal (amount J1 minus amount N1) (if negative, enter "0")	O1

**Part 2 – GRIP adjustment for specified future tax consequences to previous tax years (continued)**

Future tax consequences that occur for the current year					
Amount carried back from the current year to a prior year					
Non-capital loss carry-back (paragraph 111 (1)(a) ITA)	Capital loss carry-back	Restricted farm loss carry-back	Farm loss carry-back	Other	Total carrybacks

Taxable income after specified future tax consequences . . . . . P1

Enter the following amounts after specified future tax consequences:

Income for the credit union deduction

(amount E in Part 3 of Schedule 17) . . . Q1

Amount on line 400, 405, 410, or 425

of the T2 return, whichever is less . . . R1

Aggregate investment income

(line 440 of the T2 return) . . . S1

Subtotal (add amounts Q1, R1, and S1) T1

Subtotal (amount P1 minus amount T1) (if negative, enter "0") U1

Subtotal (amount O1 minus amount U1) (if negative, enter "0") V1

**GRIP adjustment for specified future tax consequences to the first previous tax year**

(amount V1 multiplied by 0.72 ) 500

**Second previous tax year 2013-12-31**

Taxable income before specified future tax consequences from

the current tax year . . . . . J2

Enter the following amounts before specified future tax

consequences from the current tax year:

Income for the credit union deduction

(amount E in Part 3 of Schedule 17) . . . K2

Amount on line 400, 405, 410, or 425

of the T2 return, whichever is less . . . L2

Aggregate investment income

(line 440 of the T2 return) . . . M2

Subtotal (add amounts K2, L2, and M2) N2

Subtotal (amount J2 minus amount N2) (if negative, enter "0") O2

Future tax consequences that occur for the current year					
Amount carried back from the current year to a prior year					
Non-capital loss carry-back (paragraph 111 (1)(a) ITA)	Capital loss carry-back	Restricted farm loss carry-back	Farm loss carry-back	Other	Total carrybacks

Taxable income after specified future tax consequences . . . . . P2

Enter the following amounts after specified future tax consequences:

Income for the credit union deduction

(amount E in Part 3 of Schedule 17) . . . Q2

Amount on line 400, 405, 410, or 425

of the T2 return, whichever is less . . . R2

Aggregate investment income

(line 440 of the T2 return) . . . S2

Subtotal (add amounts Q2, R2, and S2) T2

Subtotal (amount P2 minus amount T2) (if negative, enter "0") U2

Subtotal (amount O2 minus amount U2) (if negative, enter "0") V2

**GRIP adjustment for specified future tax consequences to the second previous tax year**

(amount V2 multiplied by 0.72 ) 520

**Part 2 – GRIP adjustment for specified future tax consequences to previous tax years (continued)****Third previous tax year** 2012-12-31Taxable income before specified future tax consequences from  
the current tax year ..... J3Enter the following amounts before specified future tax  
consequences from the current tax year:Income for the credit union deduction  
(amount E in Part 3 of Schedule 17) . . . K3Amount on line 400, 405, 410, or 425  
of the T2 return, whichever is less . . . L3Aggregate investment income  
(line 440 of the T2 return) . . . M3

Subtotal (add amounts K3, L3, and M3) ► N3

Subtotal (amount J3 minus amount N3) (if negative, enter "0") ► O3

**Future tax consequences that occur for the current year**

Amount carried back from the current year to a prior year

Non-capital loss carry-back (paragraph 111 (1)(a) ITA)	Capital loss carry-back	Restricted farm loss carry-back	Farm loss carry-back	Other	Total carrybacks

Taxable income after specified future tax consequences ..... P3

Enter the following amounts after specified future tax consequences:

Income for the credit union deduction  
(amount E in Part 3 of Schedule 17) . . . Q3Amount on line 400, 405, 410, or 425  
of the T2 return, whichever is less . . . R3Aggregate investment income  
(line 440 of the T2 return) . . . S3

Subtotal (add amounts Q3, R3, and S3) ► T3

Subtotal (amount P3 minus amount T3) (if negative, enter "0") ► U3

Subtotal (amount O3 minus amount U3) (if negative, enter "0") ► V3

**GRIP adjustment for specified future tax consequences to the third previous tax year**

(amount V3 multiplied by 0.72) ..... 540

**Total GRIP adjustment for specified future tax consequences to previous tax years:**

(add lines 500, 520, and 540) (if negative, enter "0") ..... W

Enter amount W on line 560 in part 1.

**Part 3 – Worksheet to calculate the GRIP addition post-amalgamation or post-wind-up  
(predecessor or subsidiary was a CCPC or a DIC in its last tax year)****nb. 1** Post-amalgamation ☐ Post-wind-up ☐

Complete this part when there has been an amalgamation (within the meaning assigned by subsection 87(1)) or a wind-up (to which subsection 88(1) applies) and the predecessor or subsidiary corporation was a CCPC or a DIC in its last tax year. In the calculation below, **corporation** means a predecessor or a subsidiary. The last tax year for a predecessor corporation was its tax year that ended immediately before the amalgamation and for a subsidiary corporation was its tax year during which its assets were distributed to the parent on the wind-up.

For a post-wind-up, include the GRIP addition in calculating the parent's GRIP at the end of its tax year that immediately follows the tax year during which it receives the assets of the subsidiary.

Complete a separate worksheet for **each** predecessor and **each** subsidiary that was a CCPC or a DIC in its last tax year. Keep a copy of this calculation for your records, in case we ask to see it later.

Corporation's GRIP at the end of its last tax year ..... AA

Eligible dividends paid by the corporation in its last tax year ..... BB

Excessive eligible dividend designations made by the corporation in its last tax year ..... CC

Subtotal (amount BB minus amount CC) ► DD

**GRIP addition post-amalgamation or post-wind-up (predecessor or subsidiary was a CCPC or a DIC in its last tax year)**

(amount AA minus amount DD) ..... EE

After you complete this calculation for each predecessor and each subsidiary, calculate the total of all the EE amounts. Enter this total amount on:

- line 230 for post-amalgamation; or
- line 240 for post-wind-up.

**Part 4 – Worksheet to calculate the GRIP addition post-amalgamation, post-wind-up (predecessor or subsidiary was not a CCPC or a DIC in its last tax year), or the corporation is becoming a CCPC****nb. 1** Corporation becoming a CCPC ☐ Post amalgamation ☐ Post wind-up ☐

Complete this part when there has been an amalgamation (within the meaning assigned by subsection 87(1)) or a wind-up (to which subsection 88(1) applies) and the predecessor or subsidiary was not a CCPC or a DIC in its last tax year. Also, use this part for a corporation becoming a CCPC. In the calculation below, **corporation** means a corporation becoming a CCPC, a predecessor, or a subsidiary.

For a post-wind-up, include the GRIP addition in calculating the parent's GRIP at the end of its tax year that immediately follows the tax year during which it receives the assets of the subsidiary.

Complete a separate worksheet for **each** predecessor and **each** subsidiary that was not a CCPC or a DIC in its last tax year. Keep a copy of this calculation for your records, in case we ask to see it later.

Cost amount to the corporation of all property immediately before the end of its previous/last tax year ..... **FF**The corporation's money on hand immediately before the end of its previous/last tax year ..... **GG**

Total of subsection 111(1) losses that would have been deductible in calculating the corporation's taxable income for the previous/last tax year if the corporation had had unlimited income from each business carried on and each property held and had realized an unlimited amount of capital gains for the previous/last tax year:

Non-capital losses	.....	a
Net capital losses	.....	b
Farm losses	.....	c
Restricted farm losses	.....	d
Limited partnership losses	.....	e
Subtotal (add amounts a to e)	.....	1

Total of all amounts deducted under subsection 111(1) in calculating the corporation's taxable income for the previous/last tax year:

Non-capital losses	.....	f
Net capital losses	.....	g
Farm losses	.....	h
Restricted farm losses	.....	i
Limited partnership losses	.....	j
Subtotal (add amounts f to j)	.....	2

Unused and unexpired losses at the end of the corporation's previous/last tax year  
(amount 1 **minus** amount 2) ..... **HH**Subtotal (add amounts FF, GG, and HH) ..... **II**All the corporation's debts and other obligations to pay that were outstanding immediately before the end of its previous/last tax year ..... **JJ**Paid-up capital of all the corporation's issued and outstanding shares of capital stock immediately before the end of its previous/last tax year ..... **KK**All the corporation's reserves deducted in its previous/last tax year ..... **LL**The corporation's capital dividend account immediately before the end of its previous/last tax year ..... **MM**The corporation's low rate income pool immediately before the end of its previous/last tax year ..... **NN**Subtotal (add amounts JJ to NN) ..... **OO****GRIP addition post-amalgamation or post-wind-up (predecessor or subsidiary was not a CCPC or a DIC in its last tax year), or the corporation is becoming a CCPC** (amount II **minus** amount OO) (if negative, enter "0") ..... **PP**

After you complete this worksheet for each predecessor and each subsidiary, calculate the total of all the PP amounts. Enter this total amount on:

- line 220 for a corporation becoming a CCPC;
- line 230 for post-amalgamation; or
- line 240 for post-wind-up.

Canada Revenue  
AgencyAgence du revenu  
du Canada

## Schedule 55

## Part III.1 Tax on Excessive Eligible Dividend Designations

Corporation's name	Business number	Tax year-end Year Month Day
Grimsby Power Incorporated	86487 4839 RC0001	2015-09-30

- Every corporation resident in Canada that pays a taxable dividend (other than a capital gains dividend within the meaning assigned by subsection 130.1(4) or 131(1)) in the tax year must file this schedule.
- Canadian-controlled private corporations (CCPC) and deposit insurance corporations (DIC) must complete Part 1 of this schedule. All other corporations must complete Part 2.
- Every corporation that has paid an eligible dividend must also file Schedule 53, *General Rate Income Pool (GRIP) Calculation*, or Schedule 54, *Low Rate Income Pool (LRIP) Calculation*, whichever is applicable.
- File the completed schedules with your *T2 Corporation Income Tax Return* no later than six months from the end of the tax year.
- All legislative references are to the *Income Tax Act* and the *Income Tax Regulations*.
- Subsection 89(1) defines the terms eligible dividend, excessive eligible dividend designation, general rate income pool (GRIP), and low rate income pool (LRIP).
- The calculations in Part 1 and Part 2 do not apply if the excessive eligible dividend designation arises from the application of paragraph (c) of the definition of excessive eligible dividend designation in subsection 89(1). This paragraph applies when an eligible dividend is paid to artificially maintain or increase the GRIP or to artificially maintain or decrease the LRIP.

Do not use this area

## Part 1 – Canadian-controlled private corporations and deposit insurance corporations

Taxable dividends paid in the tax year <b>not included</b> in Schedule 3	.....	
Taxable dividends paid in the tax year <b>included</b> in Schedule 3	.....	135,347
Total taxable dividends paid in the tax year	.....	<b>100</b> 135,347
Total eligible dividends paid in the tax year	.....	<b>150</b> A
GRIP at the end of the tax year (line 590 on Schedule 53) (if negative, enter "0")	.....	<b>160</b> 2,000,400 B
Excessive eligible dividend designation (line 150 <b>minus</b> line 160)	.....	C
<b>Deduct:</b>		
Excessive eligible dividend designations elected under subsection 185.1(2) to be treated as ordinary dividends *	.....	<b>180</b> D
Subtotal (amount C <b>minus</b> amount D)		E
<b>Part III.1 tax on excessive eligible dividend designations – CCPC or DIC</b> (amount E <b>multiplied by</b> 20 %)	.....	<b>190</b> F
Enter the amount from line 190 on line 710 of the T2 return.		

## Part 2 – Other corporations

Taxable dividends paid in the tax year <b>not included</b> in Schedule 3	.....	
Taxable dividends paid in the tax year <b>included</b> in Schedule 3	.....	
Total taxable dividends paid in the tax year	.....	<b>200</b>
Total excessive eligible dividend designations in the tax year (amount from line A of Schedule 54)	.....	G
<b>Deduct:</b>		
Excessive eligible dividend designations elected under subsection 185.1(2) to be treated as ordinary dividends *	.....	<b>280</b> H
Subtotal (amount G <b>minus</b> amount H)		I
<b>Part III.1 tax on excessive eligible dividend designations – Other corporations</b> (amount I <b>multiplied by</b> 20 %)	.....	<b>290</b> J
Enter the amount from line 290 on line 710 of the T2 return.		

\* You can elect to treat all or part of your excessive eligible dividend designation as a separate taxable dividend in order to eliminate or reduce the Part III.1 tax otherwise payable. You must file the election on or before the day that is 90 days **after** the day the notice of assessment for Part III.1 tax was sent. We will accept an election before the assessment of the tax. For more information on how to make this election, go to [www.cra.gc.ca/eligibledividends](http://www.cra.gc.ca/eligibledividends).



## CORPORATIONS INFORMATION ACT ANNUAL RETURN FOR ONTARIO CORPORATIONS

Name of corporation	Business Number	Tax year-end Year Month Day
Grimsby Power Incorporated	86487 4839 RC0001	2015-09-30

- This schedule should be completed by a corporation that is incorporated, continued, or amalgamated in Ontario and subject to the Ontario *Business Corporations Act* (BCA) or Ontario *Corporations Act* (CA), except for registered charities under the federal *Income Tax Act*. This completed schedule serves as a *Corporations Information Act* Annual Return under the *Ontario Corporations Information Act*.
- Complete parts 1 to 4. Complete parts 5 to 7 only to report change(s) in the information recorded on the Ontario Ministry of Government Services (MGS) public record.
- This schedule must set out the required information for the corporation as of the date of delivery of this schedule.
- A completed Ontario *Corporations Information Act* Annual Return must be delivered within six months after the end of the corporation's tax year-end. The MGS considers this return to be delivered on the date that it is filed with the Canada Revenue Agency (CRA) together with the corporation's income tax return.
- It is the corporation's responsibility to ensure that the information shown on the MGS public record is accurate and up-to-date. To review the information shown for the corporation on the public record maintained by the MGS, obtain a Corporation Profile Report. Visit [www.ServiceOntario.ca](http://www.ServiceOntario.ca) for more information.
- This schedule contains non-tax information collected under the authority of the Ontario *Corporations Information Act*. This information will be sent to the MGS for the purposes of recording the information on the public record maintained by the MGS.

## Part 1 – Identification

<b>100</b> Corporation's name (exactly as shown on the MGS public record) Grimsby Power Incorporated			
Jurisdiction incorporated, continued, or amalgamated, whichever is the most recent <b>Ontario</b>	<b>110</b> Date of incorporation or amalgamation, whichever is the most recent Year Month Day 2000-04-20	<b>120</b> Ontario Corporation No. 1414228	

## Part 2 – Head or registered office address (P.O. box not acceptable as stand-alone address)

<b>200</b> Care of (if applicable)			
<b>210</b> Street number 231	<b>220</b> Street name/Rural route/Lot and Concession number Roberts Road	<b>230</b> Suite number	
<b>240</b> Additional address information if applicable (line 220 must be completed first)			
<b>250</b> Municipality (e.g., city, town) Grimsby	<b>260</b> Province/state ON	<b>270</b> Country CA	<b>280</b> Postal/zip code L3M 5N2

## Part 3 – Change identifier

Have there been any changes in any of the information most recently filed for the public record maintained by the MGS for the corporation with respect to names, addresses for service, and the date elected/appointed and, if applicable, the date the election/appointment ceased of the directors and five most senior officers, or with respect to the corporation's mailing address or language of preference? To review the information shown for the corporation on the public record maintained by the MGS, obtain a Corporation Profile Report. For more information, visit [www.ServiceOntario.ca](http://www.ServiceOntario.ca).

**300** ☐ 1 If there have been no changes, enter 1 in this box and then go to "Part 4 – Certification."  
If there are changes, enter 2 in this box and complete the applicable parts on the next page, and then go to "Part 4 – Certification."

## Part 4 – Certification

I certify that all information given in this *Corporations Information Act* Annual Return is true, correct, and complete.

<b>450</b> CURTISS	<b>451</b> DOUG
Last name	First name
<b>454</b> _____ Middle name(s)	

**460** ☐ 1 Please enter one of the following numbers in this box for the above-named person: 1 for director, 2 for officer, or 3 for other individual having knowledge of the affairs of the corporation. If you are a director and officer, enter 1 or 2.

Note: Sections 13 and 14 of the Ontario *Corporations Information Act* provide penalties for making false or misleading statements or omissions.

Complete the applicable parts to report changes in the information recorded on the MGS public record.

**Part 5 – Mailing address**

<b>500</b>	<input type="checkbox"/>	Please enter one of the following numbers in this box:	1 - Show no mailing address on the MGS public record. 2 - The corporation's mailing address is the same as the head or registered office address in Part 2 of this schedule. 3 - The corporation's complete mailing address is as follows:					
<b>510</b>	Care of (if applicable)							
<b>520</b>	Street number	<b>530</b>	Street name/Rural route/Lot and Concession number	<b>540</b>	Suite number			
<b>550</b>	Additional address information if applicable (line 530 must be completed first)							
<b>560</b>	Municipality (e.g., city, town)		<b>570</b>	Province/state	<b>580</b>	Country	<b>590</b>	Postal/zip code

**Part 6 – Language of preference**

<b>600</b>	<input type="checkbox"/>	Indicate your language of preference by entering 1 for English or 2 for French. This is the language of preference recorded on the MGS public record for communications with the corporation. It may be different from line 990 on the T2 return.
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# Corporate Taxpayer Summary

## Corporate information

Corporation's name . . . . . Grimsby Power Incorporated																
Taxation Year . . . . . 2015-01-01 to 2015-09-30																
Jurisdiction . . . . . Ontario																
BC	AB	SK	MB	ON	QC	NB	NS	NO	PE	NL	XO	YT	NT	NU	OC	
<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Corporation is associated . . . . . Y																
Corporation is related . . . . . Y																
Number of associated corporations . . . . . 5																
Type of corporation . . . . . Canadian-Controlled Private Corporation																
Total amount due (refund) federal and provincial* . . . . .																
* The amounts displayed on lines "Total amount due (refund) federal and provincial" are all listed in the help. Press F1 to consult the context-sensitive help.																

## Summary of federal information

Net income . . . . .	450,447
Taxable income . . . . .	
Donations . . . . .	
Calculation of income from an active business carried on in Canada . . . . .	450,447
Dividends paid . . . . .	135,347
Dividends paid – Regular . . . . .	135,347
Dividends paid – Eligible . . . . .	
Balance of the low rate income pool at the end of the previous year . . . . .	
Balance of the low rate income pool at the end of the year . . . . .	
Balance of the general rate income pool at the end of the previous year . . . . .	2,000,400
Balance of the general rate income pool at the end of the year . . . . .	2,000,400
Part I tax (base amount) . . . . .	

## Summary of federal carryforward/carryback information

<b>Carryforward balances</b>	
Financial statement reserve . . . . .	660,232
Other reserves . . . . .	652,013

## Summary of provincial information – provincial income tax payable

	Ontario	Québec (CO-17)	Alberta (AT1)
Net income	450,447		
Taxable income			
% Allocation	100.00		
Attributed taxable income			
Tax payable before deduction*			
Deductions and credits			
Net tax payable			
Attributed taxable capital	N/A		N/A
Capital tax payable**	N/A		N/A
Total tax payable***			
Instalments and refundable credits			
Balance due/Refund (-)			
<b>Logging tax payable (COZ-1179)</b>			
Tax payable	N/A		N/A

\* For Québec, this includes special taxes.

\*\* For Québec, this includes compensation tax and registration fee.

\*\*\* For Ontario, this includes the corporate minimum tax, the Crown royalties' additional tax, the transitional tax debit, the recaptured research and development tax credit and the special additional tax debit on life insurance corporations. The Balance due/Refund is included in the federal Balance due/refund.

## Summary – taxable capital

### Federal

Corporate name	Taxable capital used to calculate the business limit reduction (T2, line 415)	Taxable capital used to calculate the SR&ED expenditure limit for a CCPC (Schedules 31 and 49)	Taxable capital used to calculate line 233 of the T2 return	Taxable capital used to calculate line 234 of the T2 return
Grimsby Power Incorporated	8,035,627	8,035,627	8,093,953	8,093,953
Niagara Power Incorporated	177,380	177,380	277,924	277,924
GRIMSBY HYDRO INCORPORATED	1,350,377	1,350,377	1,518,546	1,518,546
Grimsby Energy Incorporated				
Town of Grimsby				
NIAGARA WEST TRANSFORMATION CORPORATION	827,386	827,386	735,631	735,631
<b>Total</b>	<b>10,390,770</b>	<b>10,390,770</b>	<b>10,626,054</b>	<b>10,626,054</b>

### Québec

Corporate name	Paid-up capital used to calculate the Québec business limit reduction (CO-771 and CO-771.1.3) and to calculate the additional deduction for transportation costs of remote manufacturing SMEs (CO-156.TR)	Paid-up capital used to calculate the tax credit for investment (CO-1029.8.36.IN)	Paid-up capital used to calculate the 1 million deduction (CO-1137.A and CO-1137.E)
<b>Total</b>			

Ontario

Corporate name	Specified capital used to calculate the expenditure limit – Ontario innovation tax credit (Schedule 566)
Total	

Other provinces

Corporate name	Capital used to calculate the Newfoundland and Labrador capital deduction on financial institutions (Schedule 306)
Total	

## Five-Year Comparative Summary

	Current year	1st prior year	2nd prior year	3rd prior year	4th prior year
<b>Federal information (T2)</b>					
Taxation year end	2015-09-30	2014-12-31	2013-12-31	2012-12-31	2011-12-31
Net income	450,447	-1,190,808	660,076	686,429	-383,424
Taxable income			652,876	303,005	
Active business income	450,447		660,076	686,429	
Dividends paid	135,347	281,782	426,690	81,670	135,730
Dividends paid – Regular	135,347	281,782	426,690	81,670	135,730
Dividends paid – Eligible					
LRIP – end of the previous year					
LRIP – end of the year					
GRIP – end of the previous year	2,000,400	2,688,635	2,218,564	2,000,400	2,000,400
GRIP – end of the year	2,000,400	2,000,400	2,688,635	2,218,564	2,000,400
Donations			7,200		
Balance due/refund (-)		-146,515	66,926	49,086	-30,000
<b>Line 996 – Amended tax return</b>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
<b>Loss carrybacks requested in prior years to reduce taxable income</b>					
Taxation year end	2015-09-30	2014-12-31	2013-12-31	2012-12-31	2011-12-31
Taxable income before loss carrybacks	N/A	N/A	652,876	303,005	
Non-capital losses	N/A	N/A	652,876	303,005	
Net capital losses (50%)	N/A	N/A			
Restricted farm losses	N/A	N/A			
Farm losses	N/A	N/A			
Listed personal property losses (50%)	N/A	N/A			
Total loss carried back to prior years	N/A	N/A	652,876	303,005	
Adjusted taxable income after loss carrybacks	N/A	N/A			
<b>Losses in the current year carried back to previous years to reduce taxable income (according to Schedule 4)</b>					
Taxation year end	2015-09-30	2014-12-31	2013-12-31	2012-12-31	2011-12-31
Adjusted taxable income before current year loss carrybacks*	N/A				N/A
Non-capital losses	N/A				N/A
Net capital losses (50%)	N/A				N/A
Restricted farm losses	N/A				N/A
Farm losses	N/A				N/A
Listed personal property losses (50%)	N/A				N/A
Total current year losses carried back to prior years	N/A				N/A
Adjusted taxable income after loss carrybacks	N/A				N/A
* The adjusted taxable income before current year loss carryback takes into account loss carrybacks that were made in prior taxation years.					

**Loss carrybacks requested in prior years to reduce taxable dividends subject to Part IV tax**

Taxation year end	2015-09-30	2014-12-31	2013-12-31	2012-12-31	2011-12-31
Part IV tax multiplied by 3 before loss carrybacks	N/A	N/A			
Non-capital losses	N/A	N/A			
Farm losses	N/A	N/A			
Total loss carried back to prior years	N/A	N/A			
Adjusted Part IV tax multiplied by 3 after loss carrybacks	N/A	N/A			

**Losses in the current year carried back to previous years to reduce taxable dividends subject to Part IV tax (according to Schedule 4)**

Taxation year end	2015-09-30	2014-12-31	2013-12-31	2012-12-31	2011-12-31
Part IV tax multiplied by 3 before current year loss carrybacks**	N/A				N/A
Non-capital losses	N/A				N/A
Farm losses	N/A				N/A
Total current year losses carried back to prior years	N/A				N/A
Adjusted Part IV tax multiplied by 3 after loss carrybacks	N/A				N/A

\*\* The adjusted Part IV tax multiplied by 3 before current year loss carrybacks takes into account loss carrybacks that were made in prior taxation years. This amount is multiplied by 3 to help you identify the amount of the loss that is needed to reduce Part IV tax payable to zero.

**Federal taxes**

Taxation year end	2015-09-30	2014-12-31	2013-12-31	2012-12-31	2011-12-31
Part I			95,931	45,450	
Part IV					
Part III.1					
Other*					

\* The amounts displayed on lines "Other" are all listed in the help. Press F1 to consult the context-sensitive help.

**Credits against part I tax**

Taxation year end	2015-09-30	2014-12-31	2013-12-31	2012-12-31	2011-12-31
Small business deduction					
M&P deduction					
Foreign tax credit					
Political contribution					
Investment tax credit			2,000		
Abatement/other*			150,162	69,692	

\* The amounts displayed on lines "Other" are all listed in the help. Press F1 to consult the context-sensitive help.

**Refunds/credits**

Taxation year end	2015-09-30	2014-12-31	2013-12-31	2012-12-31	2011-12-31
ITC refund					
Dividend refund					
Instalments		136,515	59,086	10,000	30,000
Surtax credit					
Other*		10,000			

\* The amounts displayed on lines "Other" are all listed in the help. Press F1 to consult the context-sensitive help.

## Ontario

Taxation year end	2015-09-30	2014-12-31	2013-12-31	2012-12-31	2011-12-31
Net income	450,447	-1,190,808	660,076	686,429	-383,424
Taxable income			652,876	303,005	
% Allocation	100.00	100.00	100.00	100.00	100.00
Attributed taxable income			652,876	303,005	
Surtax					
Income tax payable before deduction			75,081	34,846	
Income tax deductions /credits			35,000	21,210	
Net income tax payable			40,081	13,636	
Taxable capital					
Capital tax payable					
Total tax payable*			40,081	13,636	
Instalments and refundable credits		10,000	10,000		
Balance due/refund**		-10,000	30,081	13,636	

\* For taxation years ending before January 1, 2009, this includes the corporate minimum tax and the premium tax. For taxation years ending after December 31, 2008, this includes the corporate minimum tax, the Crown royalties' additional tax, the transitional tax debit, the recaptured research and development tax credit and the special additional tax debit on life insurance corporations.

\*\* For taxation years ending after December 31, 2008, the Balance due/Refund is included in the federal Balance due/refund.

Diagnostics : All

Type	Group	Jurisdiction	Diagnostic	Annotation
Error	GIFI	Federal	G208 — Schedule 1 - The amortization of tangible assets differs from GIFI.	✓
Possible input error	CCH	Federal	E1 — Identification - Short taxation year entered.	✓
Possible input error	CCH	Federal	E431 — Schedule 7 - Income from goods has been reported in Schedule 125 of the GIFI, but Schedule 7; Calculation of aggregate investment income and active business income, has not been completed.	✓
Review	CCH	Federal	O103 — Overridden data - You can see the list by using the "Overridden data" filter in Xpress.	
Possible input error	CCH	Federal	E681 — Schedule 8 REC - The net change per tax return should equal the net change per financial	
Possible input error	CCH	Federal	E799 — Schedule 9 Workchart - Ensure that the amount of taxable capital employed in Canada from the last taxation year has been entered. This amount is used in the calculation of the business limit reduction.	
Possible input error	CCH	Federal	E799 — Schedule 9 Workchart - Ensure that the amount of taxable capital employed in Canada from the last taxation year has been entered. This amount is used in the calculation of the business limit reduction.	
Possible input error	CCH	Federal	E1197 — Identification - Is the corporation a registered charity under paragraph 149(1)f) ITA?	
Possible input error	CCH	Federal	E1377 — Schedule 9 Workchart - The related or associated corporation's taxation year cannot end in a different calendar year than the one in which the filing corporation's taxation year is ending.	
Possible input error	CCH	Federal	E1377 — Schedule 9 Workchart - The related or associated corporation's taxation year cannot end in a different calendar year than the one in which the filing corporation's taxation year is ending.	
Possible input error	CCH	Federal	E1377 — Schedule 9 Workchart - The related or associated corporation's taxation year cannot end in a different calendar year than the one in which the filing corporation's taxation year is ending.	
Possible input error	CCH	Federal	E1377 — Schedule 9 Workchart - The related or associated corporation's taxation year cannot end in a different calendar year than the one in which the filing corporation's taxation year is ending.	
Possible input error	CCH	Federal	E1690 — Schedule 31 - Eligible expenditures for the Ontario apprenticeship training tax credit have been entered in Schedule 552. Please verify if these expenditures also qualify for the investment tax credit from apprenticeship job creation expenditures in Schedule 31.	





## **APPENDIX B - Grimsby Power Inc Tax Return as of December 31, 2015**

Canada Revenue Agency  
Agence du revenu du Canada

## T2 Corporation Income Tax Return

200

This form serves as a federal, provincial, and territorial corporation income tax return, unless the corporation is located in Quebec or Alberta. If the corporation is located in one of these provinces, you have to file a separate provincial corporation return.

All legislative references on this return are to the federal *Income Tax Act* and *Income Tax Regulations*. This return may contain changes that had not yet become law at the time of publication.

Send one completed copy of this return, including schedules and the *General Index of Financial Information* (GIFI), to your tax centre or tax services office. You have to file the return within six months after the end of the corporation's tax year.

For more information see [www.cra.gc.ca](http://www.cra.gc.ca) or Guide T4012, *T2 Corporation – Income Tax Guide*.

**055** Do not use this area

## Identification

**Business number (BN)** . . . . . **001** 86487 4839 RC0002

## Corporation's name

**002** Grimsby Power Incorporated

## Address of head office

Has this address changed since the last time we were notified? . . . . .

**010** 1 Yes ☐ 2 No ☒(If **yes**, complete lines 011 to 018.)**011** 231 Roberts Road**012**

City Province, territory, or state

**015** Grimsby**016** ON

Country (other than Canada) Postal code/Zip code

**017** **018** L3M 5N2

## Mailing address (if different from head office address)

Has this address changed since the last time we were notified? . . . . .

**020** 1 Yes ☐ 2 No ☒(If **yes**, complete lines 021 to 028.)**021** c/o**022** 231 Roberts Road**023**

City Province, territory, or state

**025** Grimsby**026** ON

Country (other than Canada) Postal code/Zip code

**027** **028** L3M 5N2

## Location of books and records (if different from head office address)

Has the location of books and records changed since the last time we were notified? . . . . .

**030** 1 Yes ☒ 2 No ☐(If **yes**, complete lines 031 to 038.)**031** 231 Roberts Road**032**

City Province, territory, or state

**035** Grimsby**036** ON

Country (other than Canada) Postal code/Zip code

**037** **038** L3M 5N2**040** Type of corporation at the end of the tax year1 ☒ Canadian-controlled private corporation (CCPC) 4 ☐ Corporation controlled by a public corporation2 ☐ Other private corporation 5 ☐ Other corporation (specify, below)3 ☐ Public corporation

If the type of corporation changed during the tax year, provide the effective date of the change . . . . .

**043** YYYY MM DD

## To which tax year does this return apply?

Tax year start

**060** 2015-10-01

YYYY MM DD

Tax year-end

**061** 2015-12-31

YYYY MM DD

**Has there been an acquisition of control to which subsection 249(4) applies since the tax year start on line 060?** . . .**063** 1 Yes ☐ 2 No ☒If **yes**, provide the date control was acquired . . . . .**065** YYYY MM DD**Is the date on line 061 a deemed tax year-end according to subsection 249(3.1)?** . . . . .**066** 1 Yes ☐ 2 No ☒**Is the corporation a professional corporation that is a member of a partnership?** . . . . .**067** 1 Yes ☐ 2 No ☒**Is this the first year of filing after:**Incorporation? . . . . . **070** 1 Yes ☐ 2 No ☒Amalgamation? . . . . . **071** 1 Yes ☒ 2 No ☐If **yes**, complete lines 030 to 038 and attach Schedule 24.**Has there been a wind-up of a subsidiary under section 88 during the current tax year?** . . . . .**072** 1 Yes ☐ 2 No ☒If **yes**, complete and attach Schedule 24.**Is this the final tax year before amalgamation?** . . . . .**076** 1 Yes ☐ 2 No ☒**Is this the final return up to dissolution?** . . . . .**078** 1 Yes ☐ 2 No ☒**If an election was made under section 261, state the functional currency used** . . . . .**079****Is the corporation a resident of Canada?****080** 1 Yes ☒ 2 No ☐ If **no**, give the country of residence on line 081 and complete and attach Schedule 97.**081****Is the non-resident corporation claiming an exemption under an income tax treaty?** . . . . .**082** 1 Yes ☐ 2 No ☒If **yes**, complete and attach Schedule 91.**If the corporation is exempt from tax under section 149, tick one of the following boxes:**

- 085**
- 1
- ☐
- Exempt under paragraph 149(1)(e) or (l)
- 
- 2
- ☐
- Exempt under paragraph 149(1)(j)
- 
- 3
- ☐
- Exempt under paragraph 149(1)(t)
- 
- 4
- ☐
- Exempt under other paragraphs of section 149

Do not use this area

**095****096****898**

**Attachments****Financial statement information:** Use GIFI schedules 100, 125, and 141.**Schedules** – Answer the following questions. For each **yes** response, **attach** the schedule to the T2 return, unless otherwise instructed.

	Yes	Schedule
Is the corporation related to any other corporations? . . . . .	<b>150</b> <input checked="" type="checkbox"/>	9
Is the corporation an associated CCPC? . . . . .	<b>160</b> <input checked="" type="checkbox"/>	23
Is the corporation an associated CCPC that is claiming the expenditure limit? . . . . .	<b>161</b> <input type="checkbox"/>	49
Does the corporation have any non-resident shareholders who own voting shares? . . . . .	<b>151</b> <input type="checkbox"/>	19
Has the corporation had any transactions, including section 85 transfers, with its shareholders, officers, or employees, other than transactions in the ordinary course of business? Exclude non-arm's length transactions with non-residents . . . . .	<b>162</b> <input type="checkbox"/>	11
If you answered <b>yes</b> to the above question, and the transaction was between corporations not dealing at arm's length, were all or substantially all of the assets of the transferor disposed of to the transferee? . . . . .	<b>163</b> <input type="checkbox"/>	44
Has the corporation paid any royalties, management fees, or other similar payments to residents of Canada? . . . . .	<b>164</b> <input type="checkbox"/>	14
Is the corporation claiming a deduction for payments to a type of employee benefit plan? . . . . .	<b>165</b> <input type="checkbox"/>	15
Is the corporation claiming a loss or deduction from a tax shelter? . . . . .	<b>166</b> <input type="checkbox"/>	T5004
Is the corporation a member of a partnership for which a partnership account number has been assigned? . . . . .	<b>167</b> <input type="checkbox"/>	T5013
Did the corporation, a foreign affiliate controlled by the corporation, or any other corporation or trust that did not deal at arm's length with the corporation have a beneficial interest in a non-resident discretionary trust (without reference to section 94)? . . . . .	<b>168</b> <input type="checkbox"/>	22
Did the corporation own any shares in one or more foreign affiliates in the tax year? . . . . .	<b>169</b> <input type="checkbox"/>	25
Has the corporation made any payments to non-residents of Canada under subsections 202(1) and/or 105(1) of the <i>Income Tax Regulations</i> ? . . . . .	<b>170</b> <input type="checkbox"/>	29
Did the corporation have a total amount over \$1 million of reportable transactions with non-arm's length non-residents? . . . . .	<b>171</b> <input type="checkbox"/>	T106
For private corporations: Does the corporation have any shareholders who own 10% or more of the corporation's common and/or preferred shares? . . . . .	<b>173</b> <input checked="" type="checkbox"/>	50
Has the corporation made payments to, or received amounts from, a retirement compensation plan arrangement during the year? . . . . .	<b>172</b> <input type="checkbox"/>	
Does the corporation earn income from one or more Internet webpages or websites? . . . . .	<b>180</b> <input type="checkbox"/>	88
Is the net income/loss shown on the financial statements different from the net income/loss for income tax purposes? . . . . .	<b>201</b> <input checked="" type="checkbox"/>	1
Has the corporation made any charitable donations; gifts to Canada, a province, or a territory; gifts of cultural or ecological property; or gifts of medicine? . . . . .	<b>202</b> <input type="checkbox"/>	2
Has the corporation received any dividends or paid any taxable dividends for purposes of the dividend refund? . . . . .	<b>203</b> <input type="checkbox"/>	3
Is the corporation claiming any type of losses? . . . . .	<b>204</b> <input checked="" type="checkbox"/>	4
Is the corporation claiming a provincial or territorial tax credit or does it have a permanent establishment in more than one jurisdiction? . . . . .	<b>205</b> <input checked="" type="checkbox"/>	5
Has the corporation realized any capital gains or incurred any capital losses during the tax year? . . . . .	<b>206</b> <input type="checkbox"/>	6
i) Is the corporation claiming the small business deduction and reporting income from: a) property (other than dividends deductible on line 320 of the T2 return), b) a partnership, c) a foreign business, or d) a personal services business; or		
ii) does the corporation have aggregate investment income at line 440? . . . . .	<b>207</b> <input type="checkbox"/>	7
Does the corporation have any property that is eligible for capital cost allowance? . . . . .	<b>208</b> <input checked="" type="checkbox"/>	8
Does the corporation have any property that is eligible capital property? . . . . .	<b>210</b> <input type="checkbox"/>	10
Does the corporation have any resource-related deductions? . . . . .	<b>212</b> <input type="checkbox"/>	12
Is the corporation claiming deductible reserves (other than transitional reserves under section 34.2)? . . . . .	<b>213</b> <input checked="" type="checkbox"/>	13
Is the corporation claiming a patronage dividend deduction? . . . . .	<b>216</b> <input type="checkbox"/>	16
Is the corporation a credit union claiming a deduction for allocations in proportion to borrowing or an additional deduction? . . . . .	<b>217</b> <input type="checkbox"/>	17
Is the corporation an investment corporation or a mutual fund corporation? . . . . .	<b>218</b> <input type="checkbox"/>	18
Is the corporation carrying on business in Canada as a non-resident corporation? . . . . .	<b>220</b> <input type="checkbox"/>	20
Is the corporation claiming any federal, provincial, or territorial foreign tax credits, or any federal logging tax credits? . . . . .	<b>221</b> <input type="checkbox"/>	21
Does the corporation have any Canadian manufacturing and processing profits? . . . . .	<b>227</b> <input type="checkbox"/>	27
Is the corporation claiming an investment tax credit? . . . . .	<b>231</b> <input type="checkbox"/>	31
Is the corporation claiming any scientific research and experimental development (SR&ED) expenditures? . . . . .	<b>232</b> <input type="checkbox"/>	T661
Is the total taxable capital employed in Canada of the corporation and its related corporations over \$10,000,000? . . . . .	<b>233</b> <input checked="" type="checkbox"/>	33/34/35
Is the total taxable capital employed in Canada of the corporation and its associated corporations over \$10,000,000? . . . . .	<b>234</b> <input checked="" type="checkbox"/>	
Is the corporation claiming a surtax credit? . . . . .	<b>237</b> <input type="checkbox"/>	37
Is the corporation subject to gross Part VI tax on capital of financial institutions? . . . . .	<b>238</b> <input type="checkbox"/>	38
Is the corporation claiming a Part I tax credit? . . . . .	<b>242</b> <input type="checkbox"/>	42
Is the corporation subject to Part IV.1 tax on dividends received on taxable preferred shares or Part VI.1 tax on dividends paid? . . . . .	<b>243</b> <input type="checkbox"/>	43
Is the corporation agreeing to a transfer of the liability for Part VI.1 tax? . . . . .	<b>244</b> <input type="checkbox"/>	45
Is the corporation subject to Part II - Tobacco Manufacturers' surtax? . . . . .	<b>249</b> <input type="checkbox"/>	46
For financial institutions: Is the corporation a member of a related group of financial institutions with one or more members subject to gross Part VI tax? . . . . .	<b>250</b> <input type="checkbox"/>	39
Is the corporation claiming a Canadian film or video production tax credit refund? . . . . .	<b>253</b> <input type="checkbox"/>	T1131
Is the corporation claiming a film or video production services tax credit refund? . . . . .	<b>254</b> <input type="checkbox"/>	T1177
Is the corporation subject to Part XIII.1 tax? (Show your calculations on a sheet that you identify as Schedule 92.) . . . . .	<b>255</b> <input type="checkbox"/>	92

**Attachments – continued from page 2**

	Yes	Schedule
Did the corporation have any foreign affiliates in the tax year? . . . . .	<b>271</b> <input type="checkbox"/>	T1134
Did the corporation own or hold specified foreign property where the total cost amount of all such property, at any time in the year, was more than CAN\$100,000? . . . . .	<b>259</b> <input type="checkbox"/>	T1135
Did the corporation transfer or loan property to a non-resident trust? . . . . .	<b>260</b> <input type="checkbox"/>	T1141
Did the corporation receive a distribution from or was it indebted to a non-resident trust in the year? . . . . .	<b>261</b> <input type="checkbox"/>	T1142
Has the corporation entered into an agreement to allocate assistance for SR&ED carried out in Canada? . . . . .	<b>262</b> <input type="checkbox"/>	T1145
Has the corporation entered into an agreement to transfer qualified expenditures incurred in respect of SR&ED contracts? . . . . .	<b>263</b> <input type="checkbox"/>	T1146
Has the corporation entered into an agreement with other associated corporations for salary or wages of specified employees for SR&ED? . . . . .	<b>264</b> <input type="checkbox"/>	T1174
Did the corporation pay taxable dividends (other than capital gains dividends) in the tax year? . . . . .	<b>265</b> <input type="checkbox"/>	55
Has the corporation made an election under subsection 89(11) not to be a CCPC? . . . . .	<b>266</b> <input type="checkbox"/>	T2002
Has the corporation revoked any previous election made under subsection 89(11)? . . . . .	<b>267</b> <input type="checkbox"/>	T2002
Did the corporation (CCPC or deposit insurance corporation (DIC)) pay eligible dividends, or did its general rate income pool (GRIP) change in the tax year? . . . . .	<b>268</b> <input type="checkbox"/>	53
Did the corporation (other than a CCPC or DIC) pay eligible dividends, or did its low rate income pool (LRIP) change in the tax year? . . . . .	<b>269</b> <input type="checkbox"/>	54

**Additional information**

Did the corporation use the International Financial Reporting Standards (IFRS) when it prepared its financial statements? . . . . .	<b>270</b>	1 Yes <input type="checkbox"/>	2 No <input checked="" type="checkbox"/>
Is the corporation inactive? . . . . .	<b>280</b>	1 Yes <input type="checkbox"/>	2 No <input checked="" type="checkbox"/>
What is the corporation's main revenue-generating business activity? . . . . .	<u>221122</u>	<u>Electric Power Distribution</u>	
Specify the principal products mined, manufactured, sold, constructed, or services provided, giving the approximate percentage of the total revenue that each product or service represents. . . . .	<b>284</b> <u>ELECTRICITY DISTRIBUTION</u>	<b>285</b> <u>100.000</u> %	
	<b>286</b> _____	<b>287</b> _____ %	
	<b>288</b> _____	<b>289</b> _____ %	
Did the corporation immigrate to Canada during the tax year? . . . . .	<b>291</b>	1 Yes <input type="checkbox"/>	2 No <input checked="" type="checkbox"/>
Did the corporation emigrate from Canada during the tax year? . . . . .	<b>292</b>	1 Yes <input type="checkbox"/>	2 No <input checked="" type="checkbox"/>
Do you want to be considered as a quarterly instalment remitter if you are eligible? . . . . .	<b>293</b>	1 Yes <input type="checkbox"/>	2 No <input type="checkbox"/>
If the corporation was eligible to remit instalments on a quarterly basis for part of the tax year, provide the date the corporation ceased to be eligible . . . . .	<b>294</b> _____	YYYY MM DD	
If the corporation's major business activity is construction, did you have any subcontractors during the tax year? . . . . .	<b>295</b>	1 Yes <input type="checkbox"/>	2 No <input type="checkbox"/>

**Taxable income**

Net income or (loss) for income tax purposes from Schedule 1, financial statements, or GIFL. . . . .	<b>300</b>	<u>138,646</u>	<b>A</b>
<b>Deduct:</b> Charitable donations from Schedule 2 . . . . .	<b>311</b>	_____	
Gifts to Canada, a province, or a territory from Schedule 2 . . . . .	<b>312</b>	_____	
Cultural gifts from Schedule 2 . . . . .	<b>313</b>	_____	
Ecological gifts from Schedule 2 . . . . .	<b>314</b>	_____	
Gifts of medicine from Schedule 2 . . . . .	<b>315</b>	_____	
Taxable dividends deductible under section 112 or 113, or subsection 138(6) from Schedule 3 . . . . .	<b>320</b>	_____	
Part VI.1 tax deduction* . . . . .	<b>325</b>	_____	
Non-capital losses of previous tax years from Schedule 4 . . . . .	<b>331</b>	<u>138,646</u>	
Net capital losses of previous tax years from Schedule 4 . . . . .	<b>332</b>	_____	
Restricted farm losses of previous tax years from Schedule 4 . . . . .	<b>333</b>	_____	
Farm losses of previous tax years from Schedule 4 . . . . .	<b>334</b>	_____	
Limited partnership losses of previous tax years from Schedule 4 . . . . .	<b>335</b>	_____	
Taxable capital gains or taxable dividends allocated from a central credit union . . . . .	<b>340</b>	_____	
Prospector's and grubstaker's shares . . . . .	<b>350</b>	_____	
	Subtotal	<u>138,646</u>	<b>B</b>
	Subtotal (amount A minus amount B) (if negative, enter "0")	_____	<b>C</b>
<b>Add:</b> Section 110.5 additions or subparagraph 115(1)(a)(vii) additions . . . . .	<b>355</b>	_____	<b>D</b>
<b>Taxable income</b> (amount C plus amount D) . . . . .	<b>360</b>	_____	
Income exempt under paragraph 149(1)(t) . . . . .	<b>370</b>	_____	
<b>Taxable income</b> for a corporation with exempt income under paragraph 149(1)(t) (line 360 minus line 370) . . . . .		_____	<b>Z</b>
<b>Taxable income</b> for the year from a personal services business** . . . . .		_____	<b>Z.1</b>

\* This amount is equal to 3.5 times the Part VI.1 tax payable at line 724 on page 8.

\*\* For a taxation year that ends after 2015.

**Small business deduction****Canadian-controlled private corporations (CCPCs) throughout the tax year**

Income from active business carried on in Canada from Schedule 7	400	138,646	A
Taxable income from line 360 on page 3, <b>minus</b> 100/28 3.57143 of the amount on line 632* on page 7, <b>minus</b> 4 times the amount on line 636** on page 7, and <b>minus</b> any amount that, because of federal law, is exempt from Part I tax	405		B
Business limit (see notes 1 and 2 below)	126,027	C.1	
Corporation's business limit amount assigned to related CPCCs by virtue of the rules proposed in the March 22, 2016 Federal Budget (For more information, consult the Help (F1).)		C.2	
Business limit after assignment (amount C.1 <b>minus</b> amount C.2)	126,027	410	126,027 C

**Notes:**

- For CCPCs that are not associated, enter \$ 500,000 on line 410. However, if the corporation's tax year is less than 51 weeks, prorate this amount by the number of days in the tax year divided by 365, and enter the result on line 410.
- For associated CCPCs, use Schedule 23 to calculate the amount to be entered on line 410.

**Business limit reduction:**

Amount C	126,027	x	415 ***	11,250	D	=	126,027	E
				11,250				
Reduced business limit (amount C <b>minus</b> amount E) (if negative, enter "0")							425	F

**Small business deduction**

Amount A, B, C, or F, whichever is the least	x	Number of days in the tax year before January 1, 2016	92	x	17 % =	1
		Number of days in the tax year	92			
Amount A, B, C, or F, whichever is the least	x	Number of days in the tax year after December 31, 2015, and before January 1, 2017		x	17.5 % =	2
		Number of days in the tax year	92			
Total of amounts 1 and 2 (enter amount G on line I on page 7)						430 G

\* Calculate the amount of foreign non-business income tax credit deductible on line 632 without reference to the refundable tax on the CCPC's investment income (line 604) and without reference to the corporate tax reductions under section 123.4.

\*\* Calculate the amount of foreign business income tax credit deductible on line 636 without reference to the corporation tax reductions under section 123.4.

**\*\*\* Large corporations**

- If the corporation is not associated with any corporations in both the current and previous tax years, the amount to be entered on line 415 is: (total taxable capital employed in Canada for the **prior year** minus \$10,000,000) x 0.225%.
- If the corporation is not associated with any corporations in the current tax year, but was associated in the previous tax year, the amount to be entered on line 415 is: (total taxable capital employed in Canada for the **current year** minus \$10,000,000) x 0.225%.
- For corporations associated in the current tax year, see Schedule 23 for the special rules that apply.

## General tax reduction for Canadian-controlled private corporations

### Canadian-controlled private corporations throughout the tax year

Taxable income from page 3 (line 360 or amount Z, whichever applies)	_____	A
Lesser of amounts B9 and H9 from Part 9 of Schedule 27	_____ B	
Amount K13 from Part 13 of Schedule 27	_____ C	
Personal service business income	432 _____ D	
Amount used to calculate the credit union deduction (amount F from Schedule 17)	_____ E	
Amount from line 400, 405, 410, or 425 on page 4, whichever is the least	_____ F	
Aggregate investment income from line 440 on page 6*	_____ G	
Subtotal (add amounts B to G)	_____ ►	H
Amount A minus amount H (if negative, enter "0")	_____ I	
<b>General tax reduction for Canadian-controlled private corporations</b> – Amount I multiplied by	13 % _____ J	

Enter amount J on line 638 on page 7.

\* Except for a corporation that is, throughout the year, a cooperative corporation (within the meaning assigned by subsection 136(2)) or a credit union.

## General tax reduction

**Do not complete this area if you are a Canadian-controlled private corporation, an investment corporation, a mortgage investment corporation, a mutual fund corporation, or any corporation with taxable income that is not subject to the corporation tax rate of 38%.**

Taxable income from page 3 (line 360 or amount Z, whichever applies)	_____	K
Lesser of amounts B9 and H9 from Part 9 of Schedule 27	_____ L	
Amount K13 from Part 13 of Schedule 27	_____ M	
Personal service business income	434 _____ N	
Amount used to calculate the credit union deduction (amount F from Schedule 17)	_____ O	
Subtotal (add amounts L to O)	_____ ►	P
Amount K minus amount P (if negative, enter "0")	_____ Q	
<b>General tax reduction</b> – Amount Q multiplied by	13 % _____ R	

Enter amount R on line 639 on page 7.

**Refundable portion of Part I tax****Canadian-controlled private corporations throughout the tax year**

Aggregate investment income ..... **440** .....  $\times \left( \frac{26}{2} / \frac{3}{3} + \frac{4}{4} \times \frac{\text{Number of days in the tax year after 2015}}{92} \right) \% =$  ..... A  
from Schedule 7

Foreign non-business income tax credit from line 632 on page 7 ..... B

**Deduct:**

Foreign investment income ..... **445** .....  $\times \left( \frac{9}{1} / \frac{3}{3} - \frac{1}{1} / \frac{3}{3} \times \frac{\text{Number of days in the tax year after 2015}}{92} \right) \% =$  ..... C  
from Schedule 7

(if negative, enter "0") ..... **D**

Amount A **minus** amount D (if negative, enter "0") ..... **E**

Taxable income from line 360 on page 3 ..... F

**Deduct:**

Amount from line 400, 405, 410, or 425 on page 4, whichever is the least ..... G

Foreign non-business income tax credit from line 632 on page 7 .....  $\times \frac{100}{35} =$  ..... H

Foreign business income tax credit from line 636 on page 7 .....  $\times \frac{4}{4} =$  ..... I

Subtotal ..... **J**

$K \times \left( \frac{26}{2} / \frac{3}{3} + \frac{4}{4} \times \frac{\text{Number of days in the tax year after 2015}}{92} \right) \% =$  ..... L

Part I tax payable minus investment tax credit refund (line 700 **minus** line 780 from page 8) ..... **M**

**Refundable portion of Part I tax** – Amount E, L, or M, whichever is the least ..... **450** ..... **N**

**Refundable dividend tax on hand**

Refundable dividend tax on hand at the end of the previous tax year ..... **460**

**Deduct:** Dividend refund for the previous tax year ..... **465**

**Add the total of:**

Refundable portion of Part I tax from line 450 above ..... **P**

Total Part IV tax payable from Schedule 3 ..... **Q**

Net refundable dividend tax on hand transferred from a predecessor corporation on amalgamation, or from a wound-up subsidiary corporation ..... **480**

**Refundable dividend tax on hand at the end of the tax year** – Amount O **plus** amount R ..... **485**

**Dividend refund****Private and subject corporations at the time taxable dividends were paid in the tax year**

Taxable dividends paid in the tax year from line 460 on page 2 of Schedule 3 .....  $\times \left[ \left( \frac{1}{1} / \frac{3}{3} \right) + \left( \frac{5}{5} \times \frac{\text{Number of days in the tax year after 2015}}{92} \right) \right] \% =$  ..... S

Refundable dividend tax on hand at the end of the tax year from line 485 above ..... **T**

**Dividend refund** – Amount S or T, whichever is less ..... **U**

Enter amount U on line 784 on page 8.

## Part I tax

Base amount Part I tax – Taxable income from page 3 (line 360 or amount Z, whichever applies) **multiplied** by 38 %\* . . . **550** A

\* If an amount of taxable income for the year from a personal services business has been entered on line Z.1, the result of the following calculation will be added to the amount on line 550:

Amount Z.1 \_\_\_\_\_ x  $\frac{\text{Number of days in the taxation year that are after 2015}}{\text{Number of days in the taxation year}}$  x 5 % = \_\_\_\_\_ A.1  
92

Recapture of investment tax credit from Schedule 31 . . . . . **602** B

### Calculation for the refundable tax on the Canadian-controlled private corporation's (CCPC) investment income (if it was a CCPC throughout the tax year)

Aggregate investment income from line 440 on page 6 . . . . . \_\_\_\_\_ C

Taxable income from line 360 on page 3 . . . . . \_\_\_\_\_ D

#### Deduct:

Amount from line 400, 405, 410, or 425 on page 4, whichever is the least . . . . . \_\_\_\_\_ E

Net amount (amount D **minus** amount E) . . . . . **▶** \_\_\_\_\_ F

### Refundable tax on CCPC's investment income –

(  $\frac{62}{3} + 4 \times \frac{\text{Number of days in the tax year after 2015}}{92}$  ) % of whichever is less: amount C or amount F . . . . . **604** G  
Number of days in the tax year  
Subtotal (**add** amounts A, B, and G) \_\_\_\_\_ H

#### Deduct:

Small business deduction from line 430 on page 4 . . . . . \_\_\_\_\_ I

Federal tax abatement . . . . . **608**

Manufacturing and processing profits deduction from Schedule 27 . . . . . **616**

Investment corporation deduction . . . . . **620**

Taxed capital gains **624** \_\_\_\_\_

Additional deduction – credit unions from Schedule 17 . . . . . **628**

Federal foreign non-business income tax credit from Schedule 21 . . . . . **632**

Federal foreign business income tax credit from Schedule 21 . . . . . **636**

General tax reduction for CCPCs from amount J on page 5 . . . . . **638**

General tax reduction from amount R on page 5 . . . . . **639**

Federal logging tax credit from Schedule 21 . . . . . **640**

Eligible Canadian bank deduction under section 125.21 . . . . . **641**

Federal qualifying environmental trust tax credit . . . . . **648**

Investment tax credit from Schedule 31 . . . . . **652**

Subtotal **▶** \_\_\_\_\_ J

**Part I tax payable** – Amount H **minus** amount J . . . . . \_\_\_\_\_ K

Enter amount K on line 700 on page 8.

## Privacy statement

Personal information is collected under the *Income Tax Act* to administer tax, benefits, and related programs. It may also be used for any purpose related to the administration or enforcement of the Act such as audit, compliance and the payment of debts owed to the Crown. It may be shared or verified with other federal, provincial/territorial government institutions to the extent authorized by law. Failure to provide this information may result in interest payable, penalties or other actions. Under the *Privacy Act*, individuals have the right to access their personal information and request correction if there are errors or omissions. Refer to Info Source <http://www.cra-arc.gc.ca/gncy/tp/nfsrc/nfsrc-eng.html>, personal information bank CRA PPU 047.



**Summary of tax and credits****Federal tax**

Part I tax payable from amount K on page 7	700	
Part II surtax payable from Schedule 46	708	
Part III.1 tax payable from Schedule 55	710	
Part IV tax payable from Schedule 3	712	
Part IV.1 tax payable from Schedule 43	716	
Part VI tax payable from Schedule 38	720	
Part VI.1 tax payable from Schedule 43	724	
Part XIII.1 tax payable from Schedule 92	727	
Part XIV tax payable from Schedule 20	728	

Total federal tax

**Add provincial or territorial tax:**Provincial or territorial jurisdiction . . . **750** ON  
(if more than one jurisdiction, enter "multiple" and complete Schedule 5)Net provincial or territorial tax payable (except Quebec and Alberta) . . . **760**  
Total tax payable **770** A**Deduct other credits:**

Investment tax credit refund from Schedule 31	780	
Dividend refund from amount U on page 6	784	
Federal capital gains refund from Schedule 18	788	
Federal qualifying environmental trust tax credit refund	792	
Canadian film or video production tax credit refund (Form T1131)	796	
Film or video production services tax credit refund (Form T1177)	797	
Tax withheld at source	800	

Total payments on which tax has been withheld **801**

Provincial and territorial capital gains refund from Schedule 18	808	
Provincial and territorial refundable tax credits from Schedule 5	812	1,425
Tax instalments paid	840	

Total credits **890** 1,425 ▶ 1,425 BRefund code **894** 1 Overpayment 1,425 ← Balance (amount A minus amount B) -1,425**Direct deposit request**

To have the corporation's refund deposited directly into the corporation's bank account at a financial institution in Canada, or to change banking information you already gave us, complete the information below:

☐ Start ☐ Change information **910** Branch number

**914** Institution number **918** Account number

If the result is positive, you have a **balance unpaid**.  
If the result is negative, you have an **overpayment**.  
Enter the amount on whichever line applies.  
Generally, we do not charge or refund a difference of \$2 or less.

Balance unpaid . . . . .

For information on how to make your payment, go to [www.cra-arc.gc.ca/payments](http://www.cra-arc.gc.ca/payments).

If the corporation is a Canadian-controlled private corporation throughout the tax year, does it qualify for the one-month extension of the date the balance of tax is due? . . . . .

**896** 1 Yes ☐ 2 No ☒If this return was prepared by a tax preparer for a fee, provide their EFILE number . . . . . **920** A3079**Certification**I, **950** CURTISS **951** DOUG **954** CEO  
Last name (print) First name (print) Position, office, or rank

am an authorized signing officer of the corporation. I certify that I have examined this return, including accompanying schedules and statements, and that the information given on this return is, to the best of my knowledge, correct and complete. I also certify that the method of calculating income for this tax year is consistent with that of the previous tax year except as specifically disclosed in a statement attached to this return.

**955** 2016-06-28  
Date (yyyy/mm/dd)

Signature of the authorized signing officer of the corporation

**956** (905) 945-5437  
Telephone numberIs the contact person the same as the authorized signing officer? If **no**, complete the information below . . . . . **957** 1 Yes ☐ 2 No ☒**958** MIOARA DOMOKOS  
Name (print)**959** (905) 945-5437  
Telephone number**Language of correspondence – Langue de correspondance**Indicate your language of correspondence by entering **1** for English or **2** for French.  
Indiquez votre langue de correspondance en inscrivant **1** pour anglais ou **2** pour français.**990** 1

Form identifier 101

## GENERAL INDEX OF FINANCIAL INFORMATION – GIF1

Corporation's name	Business number	Tax year end Year Month Day
Grimsby Power Incorporated	86487 4839 RC0002	2015-12-31

## Opening balance sheet information

Account	Description	GIFI	Amount
<b>Assets</b>			
	Total current assets . . . . .	1599 +	5,722,057
	Total tangible capital assets . . . . .	2008 +	31,298,277
	Total accumulated amortization of tangible capital assets . . . . .	2009 –	5,401,712
	Total intangible capital assets . . . . .	2178 +	
	Total accumulated amortization of intangible capital assets . . . . .	2179 –	
	Total long-term assets . . . . .	2589 +	
	* Assets held in trust . . . . .	2590 +	
	<b>Total assets</b> (mandatory field)	2599 =	31,618,622

<b>Liabilities</b>			
	Total current liabilities . . . . .	3139 +	8,014,574
	Total long-term liabilities . . . . .	3450 +	14,774,464
	* Subordinated debt . . . . .	3460 +	
	* Amounts held in trust . . . . .	3470 +	
	<b>Total liabilities</b> (mandatory field)	3499 =	22,789,038

<b>Shareholder equity</b>			
	<b>Total shareholder equity</b> (mandatory field)	3620 +	8,829,584

	<b>Total liabilities and shareholder equity</b>	3640 =	31,618,622
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<b>Retained earnings</b>			
	<b>Retained earnings/deficit – end</b> (mandatory field)	3849 =	576,016

\* Generic item

Form identifier 100

## GENERAL INDEX OF FINANCIAL INFORMATION – GIF1

Corporation's name	Business number	Tax year end Year Month Day
Grimsby Power Incorporated	86487 4839 RC0002	2015-12-31

## Balance sheet information

Account	Description	GIFI	Current year	Prior year
<b>Assets</b>				
	Total current assets . . . . .	1599 +	5,427,183	
	Total tangible capital assets . . . . .	2008 +	31,556,690	
	Total accumulated amortization of tangible capital assets . . . . .	2009 –	5,681,599	
	Total intangible capital assets . . . . .	2178 +		
	Total accumulated amortization of intangible capital assets . . . . .	2179 –		
	Total long-term assets . . . . .	2589 +	1	
	* Assets held in trust . . . . .	2590 +		
	<b>Total assets</b> (mandatory field) . . . . .	2599 =	31,302,275	
<b>Liabilities</b>				
	Total current liabilities . . . . .	3139 +	7,740,314	
	Total long-term liabilities . . . . .	3450 +	14,868,387	
	* Subordinated debt . . . . .	3460 +		
	* Amounts held in trust . . . . .	3470 +		
	<b>Total liabilities</b> (mandatory field) . . . . .	3499 =	22,608,701	
<b>Shareholder equity</b>				
	<b>Total shareholder equity</b> (mandatory field) . . . . .	3620 +	8,693,574	
	<b>Total liabilities and shareholder equity</b> . . . . .	3640 =	31,302,275	
<b>Retained earnings</b>				
	<b>Retained earnings/deficit – end</b> (mandatory field) . . . . .	3849 =	2,840,106	

\* Generic item

Canada Revenue  
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du Canada

## SCHEDULE 125

Form identifier 125

## GENERAL INDEX OF FINANCIAL INFORMATION – GIFI

Corporation's name	Business number	Tax year end Year Month Day
Grimsby Power Incorporated	86487 4839 RC0002	2015-12-31

## Income statement information

Description	GIFI
Operating name . . . . .	0001
Description of the operation . . . . .	0002
Sequence number . . . . .	0003 01

Account	Description	GIFI	Current year	Prior year
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## Income statement information

Total sales of goods and services . . . . .	8089 +	6,000,559	
Cost of sales . . . . .	8518 -	4,860,268	
<b>Gross profit/loss . . . . .</b>	<b>8519 =</b>	<b>1,140,291</b>	
Cost of sales . . . . .	8518 +	4,860,268	
Total operating expenses . . . . .	9367 +	1,197,838	
<b>Total expenses (mandatory field) . . . . .</b>	<b>9368 =</b>	<b>6,058,106</b>	
Total revenue (mandatory field) . . . . .	8299 +	6,017,372	
Total expenses (mandatory field) . . . . .	9368 -	6,058,106	
<b>Net non-farming income . . . . .</b>	<b>9369 =</b>	<b>-40,734</b>	

## Farming income statement information

Total farm revenue (mandatory field) . . . . .	9659 +		
Total farm expenses (mandatory field) . . . . .	9898 -		
<b>Net farm income . . . . .</b>	<b>9899 =</b>		

<b>Net income/loss before taxes and extraordinary items . . . . .</b>	<b>9970 =</b>	<b>-40,734</b>	
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<b>Total other comprehensive income . . . . .</b>	<b>9998 =</b>		
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## Extraordinary items and income (linked to Schedule 140)

Extraordinary item(s) . . . . .	9975 -		
Legal settlements . . . . .	9976 -		
Unrealized gains/losses . . . . .	9980 +	31,466	
Unusual items . . . . .	9985 -		
Current income taxes . . . . .	9990 -	-1,425	
Future (deferred) income tax provision . . . . .	9995 -	128,168	
Total – Other comprehensive income . . . . .	9998 +		
<b>Net income/loss after taxes and extraordinary items (mandatory field) . . . . .</b>	<b>9999 =</b>	<b>-136,011</b>	

## Notes Checklist

Corporation's name	Business number	Tax year-end Year Month Day
Grimsby Power Incorporated	86487 4839 RC0002	2015-12-31

- Parts 1, 2, and 3 of this schedule must be completed from the perspective of the person (referred to in these parts as the **accountant**) who prepared or reported on the financial statements. If the person preparing the tax return is not the accountant referred to above, they must still complete Parts 1, 2, 3, and 4, as applicable.
- For more information, see Guide RC4088, *General Index of Financial Information (GIFI)* and T4012, *T2 Corporation – Income Tax Guide*.
- Complete this schedule and include it with your T2 return along with the other GIFI schedules.

**Part 1 – Information on the accountant who prepared or reported on the financial statements**

Does the accountant have a professional designation? . . . . . **095** 1 Yes ☒ 2 No ☐

Is the accountant connected\* with the corporation? . . . . . **097** 1 Yes ☐ 2 No ☒

**Note**

If the accountant does not have a professional designation **or** is connected to the corporation, you do not have to complete Parts 2 and 3 of this schedule. However, you **do have** to complete Part 4, as applicable.

\* A person connected with a corporation can be: (i) a shareholder of the corporation who owns more than 10% of the common shares; (ii) a director, an officer, or an employee of the corporation; or (iii) a person not dealing at arm's length with the corporation.

**Part 2 – Type of involvement with the financial statements**

Choose the option that represents the highest level of involvement of the accountant: **198**

Completed an auditor's report . . . . . 1 ☐

Completed a review engagement report . . . . . 2 ☐

Conducted a compilation engagement . . . . . 3 ☒

**Part 3 – Reservations**

If you selected option 1 or 2 under **Type of involvement with the financial statements** above, answer the following question:

Has the accountant expressed a reservation? . . . . . **099** 1 Yes ☐ 2 No ☐

**Part 4 – Other information**

If you have a professional designation and are not the accountant associated with the financial statements in Part 1 above, choose one of the following options: . . . . . **110**

Prepared the tax return (financial statements prepared by client) . . . . . 1 ☐

Prepared the tax return and the financial information contained therein (financial statements have not been prepared) . . . . . 2 ☐

Were notes to the financial statements prepared? . . . . . **101** 1 Yes ☐ 2 No ☒

If **yes**, complete lines 104 to 107 below:

Are subsequent events mentioned in the notes? . . . . . **104** 1 Yes ☐ 2 No ☐

Is re-evaluation of asset information mentioned in the notes? . . . . . **105** 1 Yes ☐ 2 No ☐

Is contingent liability information mentioned in the notes? . . . . . **106** 1 Yes ☐ 2 No ☐

Is information regarding commitments mentioned in the notes? . . . . . **107** 1 Yes ☐ 2 No ☐

Does the corporation have investments in joint venture(s) or partnership(s)? . . . . . **108** 1 Yes ☐ 2 No ☒

## Part 4 – Other information (continued)

### Impairment and fair value changes

In any of the following assets, was an amount recognized in net income or other comprehensive income (OCI) as a result of an impairment loss in the tax year, a reversal of an impairment loss recognized in a previous tax year, or a change in fair value during the tax year?

**200** 1 Yes ☐ 2 No ☒

If **yes**, enter the amount recognized:

		In net income Increase (decrease)		In OCI Increase (decrease)
Property, plant, and equipment	<b>210</b>		<b>211</b>	
Intangible assets	<b>215</b>		<b>216</b>	
Investment property	<b>220</b>			
Biological assets	<b>225</b>			
Financial instruments	<b>230</b>		<b>231</b>	
Other	<b>235</b>		<b>236</b>	

### Financial instruments

Did the corporation derecognize any financial instrument(s) during the tax year (other than trade receivables)?

**250** 1 Yes ☐ 2 No ☒

Did the corporation apply hedge accounting during the tax year?

**255** 1 Yes ☐ 2 No ☒

Did the corporation discontinue hedge accounting during the tax year?

**260** 1 Yes ☐ 2 No ☒

### Adjustments to opening equity

Was an amount included in the opening balance of retained earnings or equity, in order to correct an error, to recognize a change in accounting policy, or to adopt a new accounting standard in the current tax year?

**265** 1 Yes ☐ 2 No ☒

If **yes**, you have to maintain a separate reconciliation.

## SCHEDULE 100

## GENERAL INDEX OF FINANCIAL INFORMATION – GIF1

Form identifier 100

Name of corporation	Business Number	Tax year-end Year Month Day
Grimsby Power Incorporated	86487 4839 RC0002	2015-12-31

## Assets – lines 1000 to 2599

<b>1000</b>	749,805	<b>1060</b>	3,626,835	<b>1061</b>	-6,500
<b>1120</b>	594,452	<b>1483</b>	136,888	<b>1484</b>	325,703
<b>1599</b>	5,427,183	<b>1600</b>	261,547	<b>1680</b>	1,256,185
<b>1681</b>	-296,721	<b>1785</b>	7,492,068	<b>1786</b>	-1,920,760
<b>1900</b>	22,546,890	<b>1901</b>	-3,464,118	<b>2008</b>	31,556,690
<b>2009</b>	-5,681,599	<b>2241</b>	1	<b>2589</b>	1
<b>2599</b>	31,302,275				

## Liabilities – lines 2600 to 3499

<b>2620</b>	2,969,633	<b>2700</b>	787,319	<b>2860</b>	183,106
<b>2920</b>	3,800,256	<b>3139</b>	7,740,314	<b>3140</b>	5,396,024
<b>3220</b>	2,382,868	<b>3240</b>	158,653	<b>3260</b>	5,782,746
<b>3320</b>	1,148,096	<b>3450</b>	14,868,387	<b>3499</b>	22,608,701

## Shareholder equity – lines 3500 to 3640

<b>3500</b>	5,782,747	<b>3541</b>	70,721	<b>3600</b>	2,840,106
<b>3620</b>	8,693,574	<b>3640</b>	31,302,275		

## Retained earnings – lines 3660 to 3849

<b>3660</b>	2,976,117	<b>3680</b>	-136,011	<b>3849</b>	2,840,106
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## SCHEDULE 101

## GENERAL INDEX OF FINANCIAL INFORMATION – GIF

Form identifier 101

Name of corporation	Business Number	Tax year-end Year Month Day
Grimsby Power Incorporated	86487 4839 RC0002	2015-12-31

## Assets – lines 1000 to 2599

<b>1599</b>	5,722,057	<b>1600</b>	261,548	<b>1680</b>	1,256,185
<b>1681</b>	-290,440	<b>1785</b>	6,273,798	<b>1786</b>	-1,861,470
<b>1900</b>	22,288,476	<b>1901</b>	-3,249,802	<b>1920</b>	1,218,270
<b>2008</b>	31,298,277	<b>2009</b>	-5,401,712	<b>2599</b>	31,618,622

## Liabilities – lines 2600 to 3499

<b>3139</b>	8,014,574	<b>3450</b>	14,774,464	<b>3499</b>	22,789,038
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## Shareholder equity – lines 3500 to 3640

<b>3620</b>	8,829,584	<b>3640</b>	31,618,622
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## Retained earnings – lines 3660 to 3849

<b>3849</b>	576,016
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**SCHEDULE 125**

**GENERAL INDEX OF FINANCIAL INFORMATION – GIF1**

Form identifier 125

Name of corporation	Business Number	Tax year-end Year Month Day
Grimsby Power Incorporated	86487 4839 RC0002	2015-12-31

**Description**

Sequence number . . . . . **0003** 01

**Revenue – lines 8000 to 8299**

<b>8000</b>	6,000,559	<b>8089</b>	6,000,559	<b>8090</b>	4,485
<b>8210</b>	15,824	<b>8230</b>	-3,496	<b>8299</b>	6,017,372

**Cost of sales – lines 8300 to 8519**

<b>8320</b>	4,860,268	<b>8518</b>	4,860,268	<b>8519</b>	1,140,291
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**Operating expenses – lines 8520 to 9369**

<b>8520</b>	1,350	<b>8670</b>	250,815	<b>8710</b>	172,695
<b>8810</b>	140,812	<b>8960</b>	125,680	<b>9180</b>	6,457
<b>9270</b>	192,331	<b>9284</b>	307,698	<b>9367</b>	1,197,838
<b>9368</b>	6,058,106	<b>9369</b>	-40,734		

**Extraordinary items and taxes – lines 9970 to 9999**

<b>9970</b>	-40,734	<b>9980</b>	31,466	<b>9990</b>	-1,425
<b>9995</b>	128,168	<b>9999</b>	-136,011		

Canada Revenue  
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## Net Income (Loss) for Income Tax Purposes

## Schedule 1

Corporation's name	Business Number	Tax year end Year Month Day
Grimsby Power Incorporated	86487 4839 RC0002	2015-12-31

- The purpose of this schedule is to provide a reconciliation between the corporation's net income (loss) as reported on the financial statements and its net income (loss) for tax purposes. For more information, see the T2 *Corporation Income Tax Guide*.
- All legislative references are to the *Income Tax Act*.

Amount calculated on line 9999 from Schedule 125 ..... -136,011 A

**Add:**

Provision for income taxes – current	101	-1,425	
Provision for income taxes – deferred	102	128,168	
Amortization of tangible assets	104	279,886	
Non-deductible meals and entertainment expenses	121	1,556	
Other reserves on lines 270 and 275 from Schedule 13	125	652,013	
Reserves from financial statements – balance at the end of the year	126	752,846	
Subtotal of additions		1,813,044	1,813,044

**Other additions:****Miscellaneous other additions:**

600 Opening Regulatory Asset balance	290	340,936	
603			
Inducement - ITA 12(1)(x)		7,479	
Total	293	7,479	
604 Capital assets included in reg assets (closing)		399,728	
Total	294	399,728	
Subtotal of other additions	199	748,143	748,143
Total (lines 101 to 199)	500	2,561,187	2,561,187 B
Amount A plus amount B			2,425,176 C

**Deduct:**

Gain on disposal of assets per financial statements	401	15,824	
Capital cost allowance from Schedule 8	403	377,988	
Other reserves on line 280 from Schedule 13	413	746,346	
Reserves from financial statements – balance at the beginning of the year	414	660,232	
Subtotal of deductions		1,800,390	1,800,390

**Other deductions:****Miscellaneous other deductions:**

700 UNREALIZED INTEREST RATE ADJUSTMENT	390	31,466	
701 Opening capital asset additions in reg assets	391	399,728	
702 Closing Reg Asset balance	392	54,946	
704			
Total	394		
Subtotal of other deductions	499	486,140	486,140
Total (lines 401 to 499)	510	2,286,530	2,286,530 D
Net income (loss) for income tax purposes (amount C minus amount D)			138,646 E

Enter amount E on line 300 of the T2 return.

Inducement

This form is used to calculate inducements that a corporation must add to its income under paragraph 12(1)(x) of the ITA. If an amount reduces the capital cost of a property, this amount will be indicated in Part "Tax credits whose amount should reduce the capital cost of property."

If you want to transfer an amount to Schedule 1 and include it in the corporation's income for tax purposes, select the corresponding check box in column A. You can also select the option **Select this check box to add all the amounts to income calculated in Schedule 1** to transfer all the amounts to Schedule 1. In either case, the column A check box will be selected for that amount and it will therefore be updated to Schedule 1.

Tax credits whose amount should be added to income

Select this check box to add all the amounts to income calculated in Schedule 1. ☐

Ontario

A		
<input checked="" type="checkbox"/>	Portion of the Ontario research and development tax credit that relates to the prescribed proxy amount (PPA) and portion of the Ontario investment tax credit that relates to contributions made to SR&ED farming organizations	
<input type="checkbox"/>	Ontario co-operative education tax credit	
<input checked="" type="checkbox"/>	Ontario apprenticeship training tax credit	7,479
<input type="checkbox"/>	Ontario computer animation and special effects tax credit*	
	* Please verify if the credit amount relates to depreciable property. For more information, press F1 to consult the Help.	
<input type="checkbox"/>	Ontario film and television tax credit*	
	* Please verify if the credit amount relates to depreciable property. For more information, press F1 to consult the Help.	
<input type="checkbox"/>	Ontario production services tax credit*	
	* Please verify if the credit amount relates to depreciable property. For more information, press F1 to consult the Help.	
<input type="checkbox"/>	Ontario interactive digital media tax credit*	
	* Please verify if the credit amount relates to depreciable property. For more information, press F1 to consult the Help.	
<input type="checkbox"/>	Ontario sound recording tax credit*	
	* Please verify if the credit amount relates to depreciable property. For more information, press F1 to consult the Help.	
<input type="checkbox"/>	Ontario book publishing tax credit	
<input checked="" type="checkbox"/>	Portion of the Ontario innovation tax credit that relates to the prescribed proxy amount (PPA) and portion of the Ontario investment tax credit that relates to contributions made to SR&ED farming organizations	
<input type="checkbox"/>	Ontario business-research institute tax credit	
<input type="checkbox"/>	Ontario community food program donation tax credit for farmers	

Tax credits whose amount should reduce the capital cost of property



## Corporation Loss Continuity and Application

Corporation's name	Business number	Tax year-end Year Month Day
Grimsby Power Incorporated	86487 4839 RC0002	2015-12-31

- Use this form to determine the continuity and use of available losses; to determine a current-year non-capital loss, farm loss, restricted farm loss, or limited partnership loss; to determine the amount of restricted farm loss and limited partnership loss that can be applied in a year; and to ask for a loss carryback to previous years.
- A corporation can choose whether or not to deduct an available loss from income in a tax year. The corporation can deduct losses in any order. However, for each type of loss, deduct the oldest loss first.
- According to subsection 111(4) of the *Income Tax Act*, when control has been acquired, no amount of capital loss incurred for a tax year ending before that time is deductible in computing taxable income in a tax year ending after that time. Also, no amount of capital loss incurred in a tax year ending after that time is deductible in computing taxable income of a tax year ending before that time.
- When control has been acquired, subsection 111(5) provides for similar treatment of non-capital and farm losses, except as listed in paragraphs 111(5)(a) and (b).
- For information on these losses, see the *T2 Corporation – Income Tax Guide*.
- File one completed copy of this schedule with the T2 return, or send the schedule by itself to the tax centre where the return is filed.
- All legislative references are to the *Income Tax Act*.

## Part 1 – Non-capital losses

## Determination of current-year non-capital loss

Net income (loss) for income tax purposes ..... 138,646 A

## Deduct: (increase a loss)

Net capital losses deducted in the year (enter as a positive amount) ..... a

Taxable dividends deductible under section 112 or subsections 113(1) or 138(6) ..... b

Amount of Part VI.1 tax deductible under paragraph 110(1)(k) ..... c

Amount deductible as prospector's and grubstaker's shares – Paragraph 110(1)(d.2) ..... d

Subtotal (total of amounts a to d) ..... B

Subtotal (amount A minus amount B; if positive, enter "0") ..... C

## Deduct: (increase a loss)

Section 110.5 or subparagraph 115(1)(a)(vii) – Addition for foreign tax deductions ..... D

Subtotal (amount C minus amount D) ..... E

## Add: (decrease a loss)

Current-year farm loss (the lesser of: the net loss from farming or fishing included in income and the non-capital loss before deducting the farm loss) ..... F

Current-year non-capital loss (amount E plus amount F; if positive, enter "0") ..... G

If amount G is negative, enter it on line 110 as a positive.

## Continuity of non-capital losses and request for a carryback

Non-capital loss at the end of the previous tax year ..... e

Deduct: Non-capital loss expired (note 1) ..... 100 f

Non-capital losses at the beginning of the tax year (amount e minus amount f) ..... 102 H

## Add:

Non-capital losses transferred on an amalgamation or on the wind-up of a subsidiary (note 2) corporation ..... 105 530,467 g

Current-year non-capital loss (from amount G) ..... 110 h

Subtotal (amount g plus amount h) ..... 530,467 I

Subtotal (amount H plus amount I) ..... 530,467 J

Note 1: A non-capital loss expires as follows:

- after 10 tax years if it arose in a tax year ending after March 22, 2004, and before 2006; and
- after 20 tax years if it arose in a tax year ending after 2005.

An allowable business investment loss becomes a net capital loss after 10 tax years if it arose in a tax year ending after March 22, 2004.

Note 2: Subsidiary is defined in subsection 88(1) as a taxable Canadian corporation of which 90% or more of each class of issued shares are owned by its parent corporation and the remaining shares are owned by persons that deal at arm's length with the parent corporation.

## Part 1 – Non-capital losses (continued)

### Deduct:

Other adjustments (includes adjustments for an acquisition of control)	150	i
Section 80 – Adjustments for forgiven amounts	140	j
Subsection 111(10) – Adjustments for fuel tax rebate		j.1
Non-capital losses of previous tax years applied in the current tax year	130	138,646 k
Enter amount k on line 331 of the T2 Return.		
Current and previous year non-capital losses applied against current-year taxable dividends subject to Part IV tax (note 3)	135	l
Subtotal (total of amounts i to l)	138,646	K
Non-capital losses before any request for a carryback (amount J <b>minus</b> amount K)		391,821 L

### Deduct – Request to carry back non-capital loss to:

First previous tax year to reduce taxable income	901	m
Second previous tax year to reduce taxable income	902	n
Third previous tax year to reduce taxable income	903	o
First previous tax year to reduce taxable dividends subject to Part IV tax	911	p
Second previous tax year to reduce taxable dividends subject to Part IV tax	912	q
Third previous tax year to reduce taxable dividends subject to Part IV tax	913	r
Total of requests to carry back non-capital losses to previous tax years (total of amounts m to r)		M
Closing balance of non-capital losses to be carried forward to future tax years (amount L <b>minus</b> amount M)	180	391,821 N

Note 3: Amount l is the total of lines 330 and 335 from Schedule 3, *Dividends Received, Taxable Dividends Paid, and Part IV Tax Calculation*.

## Part 2 – Capital losses

### Continuity of capital losses and request for a carryback

Capital losses at the end of the previous tax year	200	a
Capital losses transferred on an amalgamation or on the wind-up of a subsidiary corporation	205	b
Subtotal (amount a <b>plus</b> amount b)		A

### Deduct:

Other adjustments (includes adjustments for an acquisition of control)	250	c
Section 80 – Adjustments for forgiven amounts	240	d
Subtotal (amount c <b>plus</b> amount d)		B
Subtotal (amount A <b>minus</b> amount B)		C

**Add:** Current-year capital loss (from the calculation on Schedule 6, *Summary of Dispositions of Capital Property*) 210 D

Unused non-capital losses that expired in the tax year (note 4)		e
Allowable business investment losses (ABILs) that expired as non-capital losses at the end of the previous tax year (note 5)		f
Enter amount e or f, whichever is less	215	g
ABILs expired as non-capital losses: line 215 <b>multiplied by</b> 2.000000	220	E
Subtotal (total of amounts C to E)		F

### Note

If there has been an amalgamation or a wind-up of a subsidiary, do a separate calculation of the ABIL expired as non-capital loss for each predecessor or subsidiary corporation. Add all these amounts and enter the total on line 220 above.

Note 4: If the loss was incurred in a tax year ending after March 22, 2004, determine the amount of the loss from the 11th previous tax year and enter the part of that loss that was not used in previous years and the current year on line e.

Note 5: If the ABILs were incurred in a tax year ending after March 22, 2004, enter the amount of the ABILs from the 11th previous tax year. Enter the full amount on line f.

## Part 2 – Capital losses (continued)

<b>Deduct:</b> Capital losses from previous tax years applied against the current-year net capital gain (note 6)	225	G
Capital losses before any request for a carryback (amount F <b>minus</b> amount G)		H
<b>Deduct – Request to carry back capital loss to</b> (note 7):		
	Capital gain (100%)	Amount carried back (100%)
First previous tax year	951	h
Second previous tax year	952	i
Third previous tax year	953	j
	Subtotal (total of amounts h to j)	I
	Closing balance of capital losses to be carried forward to future tax years (amount H <b>minus</b> amount I)	280 J

Note 6: To get the net capital losses required to reduce the taxable capital gain included in the net income (loss) for the current-year tax, enter the amount from line 225 **divided** by 2 at line 332 of the T2 return.

Note 7: On line 225, 951, 952, or 953, whichever applies, enter the actual amount of the loss. When the loss is applied, divide this amount by 2. The result represents the 50% inclusion rate.

## Part 3 – Farm losses

### Continuity of farm losses and request for a carryback

Farm losses at the end of the previous tax year		a
<b>Deduct:</b> Farm loss expired (note 8)	300	b
Farm losses at the beginning of the tax year (amount a <b>minus</b> amount b)	302	A
<b>Add:</b>		
Farm losses transferred on an amalgamation or on the wind-up of a subsidiary corporation	305	c
Current-year farm loss (amount F in Part 1)	310	d
	Subtotal (amount c <b>plus</b> amount d)	B
	Subtotal (amount A <b>plus</b> amount B)	C
<b>Deduct:</b>		
Other adjustments (includes adjustments for an acquisition of control)	350	e
Section 80 – Adjustments for forgiven amounts	340	f
Farm losses of previous tax years applied in the current tax year	330	g
Enter amount g on line 334 of the T2 Return.		
Current and previous year farm losses applied against current-year taxable dividends subject to Part IV tax (note 9)	335	h
	Subtotal (total of amounts e to h)	D
	Farm losses before any request for a carryback (amount C <b>minus</b> amount D)	E
<b>Deduct – Request to carry back farm loss to:</b>		
First previous tax year to reduce taxable income	921	i
Second previous tax year to reduce taxable income	922	j
Third previous tax year to reduce taxable income	923	k
First previous tax year to reduce taxable dividends subject to Part IV tax	931	l
Second previous tax year to reduce taxable dividends subject to Part IV tax	932	m
Third previous tax year to reduce taxable dividends subject to Part IV tax	933	n
	Subtotal (total of amounts i to n)	F
	Closing balance of farm losses to be carried forward to future tax years (amount E <b>minus</b> amount F)	380 G

Note 8: A farm loss expires as follows:

- after **10** tax years if it arose in a tax year ending before 2006; and
- after **20** tax years if it arose in a tax year ending after 2005.

Note 9: Amount h is the total of lines 340 and 345 from Schedule 3.

## - Part 4 – Restricted farm losses

### Current-year restricted farm loss

Total losses for the year from farming business ..... **485** ..... A

#### Minus the deductible farm loss:

(amount A above \_\_\_\_\_ – \$2,500) divided by 2 = ..... a

Amount a or \$ 15,000 (note 10), whichever is less ..... **2,500** ..... b

Subtotal (amount b plus amount c) ..... **2,500** ..... **2,500** ..... B

Current-year restricted farm loss (amount A minus amount B) ..... C

### Continuity of restricted farm losses and request for a carryback

Restricted farm losses at the end of the previous tax year ..... d

**Deduct:** Restricted farm loss expired (note 11) ..... **400** ..... e

Restricted farm losses at the beginning of the tax year (amount d minus amount e) ..... **402** ..... D

#### Add:

Restricted farm losses transferred on an amalgamation or on the wind-up  
of a subsidiary corporation ..... **405** ..... f

Current-year restricted farm loss (from amount C) ..... **410** ..... g

Enter amount g on line 233 of Schedule 1, *Net Income (Loss) for Income Tax Purposes*.

Subtotal (amount f plus amount g) ..... E

Subtotal (amount D plus amount E) ..... F

#### Deduct:

Restricted farm losses from previous tax years applied against current farming income ..... **430** ..... h

Enter amount h on line 333 of the T2 return.

Section 80 – Adjustments for forgiven amounts ..... **440** ..... i

Other adjustments ..... **450** ..... j

Subtotal (total of amounts h to j) ..... G

Restricted farm losses before any request for a carryback (amount F minus amount G) ..... H

### Deduct – Request to carry back restricted farm loss to:

First previous tax year to reduce farming income ..... **941** ..... k

Second previous tax year to reduce farming income ..... **942** ..... l

Third previous tax year to reduce farming income ..... **943** ..... m

Subtotal (total of amounts k to m) ..... I

Closing balance of restricted farm losses to be carried forward to future tax years (amount H minus amount I) **480** ..... J

#### Note

The total losses for the year from all farming businesses are calculated without including scientific research expenses.

Note 10: For tax years that end before March 21, 2013, use \$6,250 instead of \$15,000.

Note 11: A restricted farm loss expires as follows:

- after **10** tax years if it arose in a tax year ending before 2006; and
- after **20** tax years if it arose in a tax year ending after 2005.

## - Part 5 – Listed personal property losses

### Continuity of listed personal property loss and request for a carryback

Listed personal property losses at the end of the previous tax year ..... a

**Deduct:** Listed personal property loss expired after 7 tax years ..... **500** ..... b

Listed personal property losses at the beginning of the tax year (amount a **minus** amount b) ... **502** ..... **▶** ..... A

**Add:** Current-year listed personal property loss (from Schedule 6) ..... **510** ..... B

Subtotal (amount A **plus** amount B) ..... C

### Deduct:

Listed personal property losses from previous tax years applied against listed personal property gains ..... **530** ..... c

Enter amount c on line 655 of Schedule 6.

Other adjustments ..... **550** ..... d

Subtotal (amount c **plus** amount d) ..... **▶** ..... D

Listed personal property losses remaining before any request for a carryback (amount C **minus** amount D) ..... E

### Deduct – Request to carry back listed personal property loss to:

First previous tax year to reduce listed personal property gains ..... **961** ..... e

Second previous tax year to reduce listed personal property gains ..... **962** ..... f

Third previous tax year to reduce listed personal property gains ..... **963** ..... g

Subtotal (total of amounts e to g) ..... **▶** ..... F

Closing balance of listed personal property losses to be carried forward to future tax years (amount E **minus** amount F) **580** ..... G



**Part 7 – Limited partnership losses****Current-year limited partnership losses**

1	2	3	4	5	6	7
Partnership account number	Tax year ending yyyy/mm/dd	Corporation's share of limited partnership loss	Corporation's at-risk amount	Total of corporation's share of partnership investment tax credit, farming losses, and resource expenses	Column 4 <b>minus</b> column 5 (if negative, enter "0")	Current -year limited partnership losses (column 3 <b>minus</b> column 6)
<b>600</b>	<b>602</b>	<b>604</b>	<b>606</b>	<b>608</b>		<b>620</b>

1.

**Total** (enter this amount on line 222 of Schedule 1)**Limited partnership losses from previous tax years that may be applied in the current year**

1	2	3	4	5	6	7
Partnership account number	Tax year ending yyyy/mm/dd	Limited partnership losses at the end of the previous tax year and amounts transferred on an amalgamation or on the wind-up of a subsidiary	Corporation's at-risk amount	Total of corporation's share of partnership investment tax credit, business or property losses, and resource expenses	Column 4 <b>minus</b> column 5 (if negative, enter "0")	Limited partnership losses that may be applied in the year (the lesser of columns 3 and 6)
<b>630</b>	<b>632</b>	<b>634</b>	<b>636</b>	<b>638</b>		<b>650</b>

1.

**Continuity of limited partnership losses that can be carried forward to future tax years**

1	2	3	4	5	6
Partnership account number	Limited partnership losses at the end of the previous tax year	Limited partnership losses transferred in the year on an amalgamation or on the wind-up of a subsidiary	Current-year limited partnership losses (from line 620)	Limited partnership losses applied in the current year (must be equal to or less than line 650)	Current year limited partnership losses closing balance to be carried forward to future years (column 2 <b>plus</b> column 3 <b>plus</b> column 4 <b>minus</b> column 5)
<b>660</b>	<b>662</b>	<b>664</b>	<b>670</b>	<b>675</b>	<b>680</b>

1.

**Total** (enter this amount on line 335 of the T2 return)**Note**

If you need more space, you can attach more schedules.

**Part 8 – Election under paragraph 88(1.1)(f)**If you are making an election under paragraph 88(1.1)(f), check the box **190**

Yes

☐

In the case of the wind-up of a subsidiary, if the election is made, the non-capital loss, restricted farm loss, farm loss, or limited partnership loss of the subsidiary—that otherwise would become the loss of the parent corporation for a particular tax year starting after the wind-up began—will be considered as the loss of the parent corporation for its immediately preceding tax year and not for the particular year.

**Note**

This election is only applicable for wind-ups under subsection 88(1) that are reported on Schedule 24, *First-Time Filer after Incorporation, Amalgamation, or Winding-up of a Subsidiary into a Parent*.

# Non-Capital Loss Continuity Workchart

## Part 6 – Analysis of balance of losses by year of origin

### Non-capital losses – losses that can be carried forward over 20 years

Year of origin	Balance at beginning of year	Loss incurred in current year	Adjustments and transfers	Loss carried back Parts I & IV	Applied to reduce		Balance at end of year
					Taxable income	Part IV tax	
Current	N/A				N/A		
1st preceding taxation year 2015-09-30		N/A	53,239	N/A			53,239
2nd preceding taxation year 2014-12-31		N/A	26,690	N/A			26,690
3rd preceding taxation year 2013-12-31		N/A		N/A			
4th preceding taxation year 2012-12-31		N/A	344	N/A			344
5th preceding taxation year 2011-12-31		N/A	46,358	N/A			46,358
6th preceding taxation year 2010-12-31		N/A	118,425	N/A			118,425
7th preceding taxation year 2009-12-31		N/A		N/A			
8th preceding taxation year 2008-12-31		N/A	128,090	N/A			128,090
9th preceding taxation year 2007-12-31		N/A		N/A			
10th preceding taxation year 2006-12-31		N/A	157,321	N/A	138,646		18,675
11th preceding taxation year 2005-12-31		N/A		N/A			
12th preceding taxation year 2004-12-31		N/A		N/A			
13th preceding taxation year 2003-12-31		N/A		N/A			
14th preceding taxation year 2002-12-31		N/A		N/A			
15th preceding taxation year 2001-12-31		N/A		N/A			
16th preceding taxation year		N/A		N/A			
17th preceding taxation year		N/A		N/A			
18th preceding taxation year		N/A		N/A			
19th preceding taxation year		N/A		N/A			
20th preceding taxation year		N/A		N/A			*
<b>Total</b>			530,467		138,646		391,821

\* This balance expires this year and will not be available next year.

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Schedule 5

## Tax Calculation Supplementary – Corporations

Corporation's name	Business Number	Tax year-end Year Month Day
Grimsby Power Incorporated	86487 4839 RC0002	2015-12-31

- Use this schedule if, during the tax year, the corporation:
  - had a permanent establishment in more than one jurisdiction (corporations that have no taxable income should only complete columns A, B and D in Part 1);
  - is claiming provincial or territorial tax credits or rebates (see Part 2); or
  - has to pay taxes, other than income tax, for Newfoundland and Labrador, or Ontario (see Part 2).
- Regulations mentioned in this schedule are from the *Income Tax Regulations*.
- For more information, see the *T2 Corporation – Income Tax Guide*.
- Enter the regulation number in field 100 of Part 1.

## Part 1 – Allocation of taxable income

<b>100</b>		Enter the Regulation that applies (402 to 413).			
A Jurisdiction Tick yes if the corporation had a permanent establishment in the jurisdiction during the tax year. *	B Total salaries and wages paid in jurisdiction	C (B x taxable income) / G	D Gross revenue	E (D x taxable income) / H	F Allocation of taxable income (C + E) x 1/2** (where either G or H is nil, do not multiply by 1/2)
Newfoundland and Labrador <b>003</b> 1 Yes <input type="checkbox"/>	<b>103</b>		<b>143</b>		
Newfoundland and Labrador Offshore <b>004</b> 1 Yes <input type="checkbox"/>	<b>104</b>		<b>144</b>		
Prince Edward Island <b>005</b> 1 Yes <input type="checkbox"/>	<b>105</b>		<b>145</b>		
Nova Scotia <b>007</b> 1 Yes <input type="checkbox"/>	<b>107</b>		<b>147</b>		
Nova Scotia Offshore <b>008</b> 1 Yes <input type="checkbox"/>	<b>108</b>		<b>148</b>		
New Brunswick <b>009</b> 1 Yes <input type="checkbox"/>	<b>109</b>		<b>149</b>		
Quebec <b>011</b> 1 Yes <input type="checkbox"/>	<b>111</b>		<b>151</b>		
Ontario <b>013</b> 1 Yes <input type="checkbox"/>	<b>113</b>		<b>153</b>		
Manitoba <b>015</b> 1 Yes <input type="checkbox"/>	<b>115</b>		<b>155</b>		
Saskatchewan <b>017</b> 1 Yes <input type="checkbox"/>	<b>117</b>		<b>157</b>		
Alberta <b>019</b> 1 Yes <input type="checkbox"/>	<b>119</b>		<b>159</b>		
British Columbia <b>021</b> 1 Yes <input type="checkbox"/>	<b>121</b>		<b>161</b>		
Yukon <b>023</b> 1 Yes <input type="checkbox"/>	<b>123</b>		<b>163</b>		
Northwest Territories <b>025</b> 1 Yes <input type="checkbox"/>	<b>125</b>		<b>165</b>		
Nunavut <b>026</b> 1 Yes <input type="checkbox"/>	<b>126</b>		<b>166</b>		
Outside Canada <b>027</b> 1 Yes <input type="checkbox"/>	<b>127</b>		<b>167</b>		
<b>Total</b>	<b>129</b> <b>G</b>		<b>169</b> <b>H</b>		

\* "Permanent establishment" is defined in Regulation 400(2).

\*\* For corporations other than those described under Regulation 402, use the appropriate calculation described in the Regulations to allocate taxable income.

## Notes:

1. After determining the allocation of taxable income, you have to calculate the corporation's provincial or territorial tax payable. For more information on how to calculate the tax for each province or territory, see the instructions for Schedule 5 in the *T2 Corporation – Income Tax Guide*.
2. If the corporation has provincial or territorial tax payable, complete Part 2.
3. Special rules for establishing a corporation's gross revenue and salaries and wages attributable to a jurisdiction are provided in cases where the corporation operates in a partnership and the partnership had permanent establishments in more than one jurisdiction. See Guide T4068, *Guide for the Partnership Information Return* and prescribed Form T5013 Sch 5, *Allocation of Salaries and Wages, and Gross Revenue for Multiple Jurisdictions*.

**- Part 2 – Ontario tax payable, tax credits, and rebates**

Total taxable income	Income eligible for small business deduction	Provincial or territorial allocation of taxable income	Provincial or territorial tax payable before credits

  
**Ontario basic income tax** (from Schedule 500) ..... **270** \_\_\_\_\_  
  
**Deduct:** Ontario small business deduction (from Schedule 500) ..... **402** \_\_\_\_\_  
Subtotal ..... **A6**  
  
**Add:**  
Ontario additional tax re Crown royalties (from Schedule 504) ..... **274** \_\_\_\_\_  
Ontario transitional tax debits (from Schedule 506) ..... **276** \_\_\_\_\_  
Recapture of Ontario research and development tax credit (from Schedule 508) ..... **277** \_\_\_\_\_  
Subtotal ..... **B6**  
Subtotal (amount A6 **plus** amount B6) ..... **C6**  
  
**Deduct:**  
Ontario resource tax credit (from Schedule 504) ..... **404** \_\_\_\_\_  
Ontario tax credit for manufacturing and processing (from Schedule 502) ..... **406** \_\_\_\_\_  
Ontario foreign tax credit (from Schedule 21) ..... **408** \_\_\_\_\_  
Ontario credit union tax reduction (from Schedule 500) ..... **410** \_\_\_\_\_  
Ontario political contributions tax credit (from Schedule 525) ..... **415** \_\_\_\_\_  
Subtotal ..... **D6**  
Subtotal (amount C6 **minus** amount D6) (if negative, enter "0") ..... **E6**  
  
**Deduct:** Ontario research and development tax credit (from Schedule 508) ..... **416** \_\_\_\_\_  
Ontario corporate income tax payable before Ontario corporate minimum tax credit and Ontario community food program donation tax credit for farmers (amount E6 **minus** amount on line 416) (if negative, enter "0") ..... **F6**  
  
**Deduct:**  
Ontario corporate minimum tax credit (from Schedule 510) ..... **418** \_\_\_\_\_  
Ontario community food program donation tax credit for farmers (from Schedule 2) ..... **420** \_\_\_\_\_  
Ontario corporate income tax payable (amount F6 **minus** amounts on line 418 and line 420) (if negative, enter "0") ..... **G6**  
  
**Add:**  
Ontario corporate minimum tax (from Schedule 510) ..... **278** \_\_\_\_\_  
Ontario special additional tax on life insurance corporations (from Schedule 512) ..... **280** \_\_\_\_\_  
Subtotal ..... **H6**  
Total Ontario tax payable before refundable credits (amount G6 **plus** amount H6) ..... **I6**  
  
**Deduct:**  
Ontario qualifying environmental trust tax credit ..... **450** \_\_\_\_\_  
Ontario co-operative education tax credit (from Schedule 550) ..... **452** \_\_\_\_\_  
Ontario apprenticeship training tax credit (from Schedule 552) ..... **454** 1,425  
Ontario computer animation and special effects tax credit (from Schedule 554) ..... **456** \_\_\_\_\_  
Ontario film and television tax credit (from Schedule 556) ..... **458** \_\_\_\_\_  
Ontario production services tax credit (from Schedule 558) ..... **460** \_\_\_\_\_  
Ontario interactive digital media tax credit (from Schedule 560) ..... **462** \_\_\_\_\_  
Ontario sound recording tax credit (from Schedule 562) ..... **464** \_\_\_\_\_  
Ontario book publishing tax credit (from Schedule 564) ..... **466** \_\_\_\_\_  
Ontario innovation tax credit (from Schedule 566) ..... **468** \_\_\_\_\_  
Ontario business-research institute tax credit (from Schedule 568) ..... **470** \_\_\_\_\_  
Subtotal ..... 1,425 **J6**  
  
**Net Ontario tax payable or refundable credit** (amount I6 **minus** amount J6) ..... **290** -1,425 **K6**  
(if a credit, enter a negative amount) Include this amount on line 255.

## Summary

Enter the total net tax payable or refundable credits for all provinces and territories on line 255.

<b>Net provincial and territorial tax payable or refundable credits</b>	.....	<b>255</b>	<u><u>-1,425</u></u>
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If the amount on line 255 is positive, enter the net provincial and territorial tax payable on line 760 of the T2 return.

If the amount on line 255 is negative, enter the net provincial and territorial refundable tax credits on line 812 of the T2 return.



## Capital Cost Allowance (CCA)

Corporation's name	Business Number	Tax year end Year Month Day
Grimsby Power Incorporated	86487 4839 RC0002	2015-12-31

For more information, see the section called "Capital Cost Allowance" in the *T2 Corporation Income Tax Guide*.

Is the corporation electing under *Regulation 1101(5q)*?

**101**1 Yes ☐2 No ☒

1 Class number (See Note)	Description	2 Undepreciated capital cost at the beginning of the year (amount from column 12 of last year's schedule 8)	3 Cost of acquisitions during the year (new property must be available for use)*	4 Adjustments and transfers**	5 Proceeds of dispositions during the year (amount not to exceed the capital cost)	6 50% rule (1/2 of the amount, if any, by which the net cost of acquisitions exceeds column 5)***	7 Reduced undepreciated capital cost	8 CCA rate % ****	9 Recapture of capital cost allowance***** (line 107 of Schedule 1)	10 Terminal loss (line 404 of Schedule 1)	11 Capital cost allowance (for declining balance method, column 7 multiplied by column 8, or a lower amount) (line 403 of Schedule 1) *****	12 Undepreciated capital cost at the end of the year (column 6 plus column 7 minus column 11)
<b>200</b>		<b>201</b>	<b>203</b>	<b>205</b>	<b>207</b>	<b>211</b>		<b>212</b>	<b>213</b>	<b>215</b>	<b>217</b>	<b>220</b>
1. 1	Buildings and Infrastructure		1,218,270	12,038,671	0	609,135	12,647,806	4	0	0	127,518	13,129,423
2. 8	Office and Equipment		1,831	323,743	0	916	324,658	20	0	0	16,366	309,208
3. 10	Vehicles			116,413	15,824		100,589	30	0	0	7,606	92,983
4. 2				361,116	0		361,116	6	0	0	5,461	355,655
5. 45				141	0		141	45	0	0	16	125
6. 47	Plant Assets		256,208	10,468,917	0	128,104	10,597,021	8	0	0	213,682	10,511,443
7. 50	Computer Hardware		2,330	33,347	0	1,165	34,512	55	0	0	4,785	30,892
8. 12	Computer Software			8,096	0		8,096	100	0	0	2,041	6,055
9. 6	NWTC - FENCE			20,353	0		20,353	10	0	0	513	19,840
Totals			1,478,639	23,370,797	15,824	739,320	24,094,292				377,988	24,455,624

**Note:** Class numbers followed by a letter indicate the basic rate of the class taking into account the additional deduction allowed.

Class 1a:  $4\% + 6\% = 10\%$  (class 1 to 10%), class 1b:  $4\% + 2\% = 6\%$  (class 1 to 6%).

\* Include any property acquired in previous years that has now become available for use. This property would have been previously excluded from column 3. List separately any acquisitions that are not subject to the 50% rule, see *Regulation 1100(2)* and (2.2).

\*\* Enter in column 4, "Adjustments and transfers", amounts that increase or reduce the undepreciated capital cost.

Items that **increase** the undepreciated capital cost include amounts transferred under section 85, or transferred on amalgamation or winding-up of a subsidiary. Items that **reduce** the undepreciated capital cost include government assistance received or entitled to be received in the year, or a reduction of capital cost after the application of section 80. See the *T2 Corporation Income Tax Guide* for other examples of adjustments and transfers to include in column 4.

\*\*\* The net cost of acquisitions is the cost of acquisitions (column 3) **plus** or **minus** certain adjustments and transfers from column 4. For information on the exceptions to the 50% rule, as well as how to calculate the amounts to enter in column 6 in those cases, see Interpretation Bulletin IT-285, *Capital Cost Allowance - General Comments*.

\*\*\*\* Enter a rate only if you are using the declining balance method. For any other method (for example the straight-line method, where calculations are always based on the cost of acquisitions), enter N/A. Then enter the amount you are claiming in column 11.

\*\*\*\*\* For every entry in column 9, the "Recapture of capital cost allowance" there must be a corresponding entry in column 5, "Proceeds of dispositions during the year". The recapture and terminal loss rules do not apply to passenger vehicles in Class 10.1.

\*\*\*\*\* If the tax year is shorter than 365 days, prorate the CCA claim. Some classes of property do not have to be prorated. See the *T2 Corporation Income Tax Guide* for more information.

T2 SCH 8 (14)

Canada

## Fixed Assets Reconciliation

Reconciliation of change in fixed assets per financial statements to amounts used per tax return.

### Tax return

Additions for tax purposes – Schedule 8 regular classes		1,478,639	
Additions for tax purposes – Schedule 8 leasehold improvements	+		
Operating leases capitalized for book purposes	+		
Capital gain deferred	+		
Recapture deferred	+		
Deductible expenses capitalized for book purposes – Schedule 1	+		
Other (specify):			
	+		
<b>Total additions per books</b>	=	<b>1,478,639</b>	<b>1,478,639</b>
Proceeds up to original cost – Schedule 8 regular classes		15,824	
Proceeds up to original cost – Schedule 8 leasehold improvements	+		
Proceeds in excess of original cost – capital gain	+		
Recapture deferred – as above	+		
Capital gain deferred – as above	+		
Pre V-day appreciation	+		
Other (specify):			
Adjustment to ACB	+	1,955	
NWTC - CIP	+	1,218,270	
<b>Total proceeds per books</b>	=	<b>1,236,049</b>	<b>1,236,049</b>
Depreciation and amortization per accounts – Schedule 1	–		279,886
Loss on disposal of fixed assets per accounts	–		
Gain on disposal of fixed assets per accounts	+		15,824
<b>Net change per tax return</b>	=		<b>-21,472</b>

### Financial statements

#### Fixed assets (excluding land) per financial statements

Closing net book value		25,613,544	
Opening net book value	–	25,635,017	
<b>Net change per financial statements</b>	=		<b>-21,473</b>

If the amounts from the tax return and the financial statements differ, explain why below.

Difference due to rounding



RELATED AND ASSOCIATED CORPORATIONS

Name of corporation	Business Number	Tax year end Year Month Day
Grimsby Power Incorporated	86487 4839 RC0002	2015-12-31

- Complete this schedule if the corporation is related to or associated with at least one other corporation.
- For more information, see the *T2 Corporation Income Tax Guide*.

	Name	Country of resi- dence (other than Canada)	Business number (see note 1)	Rela- tion- ship code (see note 2)	Number of common shares you own	% of common shares you own	Number of preferred shares you own	% of preferred shares you own	Book value of capital stock
	100	200	300	400	500	550	600	650	700
1.	Niagara Power Incorporated		86880 5920 RC0002	1					
2.	GRIMSBY HYDRO INCORPORATED		86880 1929 RC0001	3					
3.	Grimsby Energy Incorporated		86880 1721 RC0001	3					
4.	Town of Grimsby		10698 4636 RC0001	3					

Note 1: Enter "NR" if the corporation is not registered or does not have a business number.  
Note 2: Enter the code number of the relationship that applies from the following order: 1 - Parent 2 - Subsidiary 3 - Associated 4 - Related but not associated

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## SCHEDULE 13

## CONTINUITY OF RESERVES

Name of corporation  Grimsby Power Incorporated	Business number  86487 4839 RC0002	Tax year end Year Month Day 2015-12-31
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- For use by corporations to provide a continuity of all reserves claimed which are allowed for tax purposes.
- File one completed copy of this schedule with the corporation's *T2 Corporation Income Tax Return*.
- For more information, see the *T2 Corporation Income Tax Guide*.

## Part 1 – Capital gains reserves

Description of property	Balance at the beginning of the year \$	Transfer on an amalgamation or the wind-up of a subsidiary \$	Add \$	Deduct \$	Balance at the end of the year \$
001	002	003			004
1					
Totals	008	009			010

The amount from line 008 **plus** the amount from line 009 should be entered on line 880 of Schedule 6, *Summary of Dispositions of Capital Property*. The amount from line 010 should be entered on line 885 of Schedule 6.

## Part 2 – Other reserves

Description	Balance at the beginning of the year \$	Transfer on an amalgamation or the wind-up of a subsidiary \$	Add \$	Deduct \$	Balance at the end of the year \$
	110	115			120
Reserve for doubtful debts . . . . . <input type="checkbox"/>	130	135			140
Reserve for undelivered goods and services not rendered . . . . . <input checked="" type="checkbox"/>		652,013	746,346	652,013	746,346
	150	155			160
Reserve for prepaid rent . . . . . <input type="checkbox"/>	190	195			200
Reserve for refundable containers . . <input type="checkbox"/>	210	215			220
Reserve for unpaid amounts . . . . . <input type="checkbox"/>	230	235			240
Other tax reserves . . . . . <input type="checkbox"/>	270	275			280
Totals		652,013	746,346	652,013	746,346

Enter "X" in the column above if the tax reserve has also been reported on the corporation's financial statements. This allows offsetting entries on Schedule 1, resulting in a zero effect on net income for tax purposes.

The amount from line 270 **plus** the amount from line 275 should be entered on line 125 of Schedule 1, *Net Income (Loss) for Income Tax Purposes*, as an addition. The amount from line 280 should be entered on line 413 of Schedule 1 as a deduction.

# Continuity of financial statement reserves (not deductible)

Financial statement reserves (not deductible)						
	Description	Balance at the beginning of the year	Transfer on an amalgamation or the wind-up of a subsidiary	Add	Deduct	Balance at the end of the year
1	General Allowance for Doubtful		8,219	6,500	8,219	6,500
2						
3						
	Reserves from Part 2 of Schedule 13		652,013	746,346	652,013	746,346
	Totals		660,232	752,846	660,232	752,846

The total opening balance plus the total transfers should be entered on line 414 of Schedule 1 as a deduction.  
The total closing balance should be entered on line 126 of Schedule 1 as an addition.



Canada Revenue Agency  
Agence du revenu du Canada

**Schedule 23**

## Agreement Among Associated Canadian-Controlled Private Corporations to Allocate the Business Limit

- For use by a Canadian-controlled private corporation (CCPC) to identify all associated corporations and to assign a percentage for each associated corporation. This percentage will be used to allocate the business limit for purposes of the small business deduction. Information from this schedule will also be used to determine the date the balance of tax is due and to calculate the reduction to the business limit.
- An associated CCPC that has more than one tax year ending in a calendar year, is required to file an agreement for each tax year ending in that calendar year.

**Column 1:** Enter the legal name of each of the corporations in the associated group. Include non-CCPCs and CCPCs that have filed an election under subsection 256(2) of the *Income Tax Act* not to be associated for purposes of the small business deduction.

**Column 2:** Provide the business number for each corporation (if a corporation is not registered, enter "NR").

**Column 3:** Enter the association code from the list below that applies to each corporation:

- 1 – Associated for purposes of allocating the business limit (unless code 5 applies)
- 2 – CCPC that is a "third corporation" that has elected under subsection 256(2) not to be associated for purposes of the small business deduction
- 3 – Non-CCPC that is a "third corporation" as defined in subsection 256(2)
- 4 – Associated non-CCPC
- 5 – Associated CCPC to which code 1 does not apply because of a subsection 256(2) election made by a "third corporation"

**Column 4:** Enter the business limit for the year of each corporation in the associated group.

**Column 5:** Assign a percentage to allocate the business limit to each corporation that has an association code 1 in column 3. The total of all percentages in column 5 cannot exceed 100%.

**Column 6:** Enter the business limit allocated to each corporation by multiplying the amount in column 4 by the percentage in column 5. Add all business limits allocated in column 6 and enter the total at line A.  
Ensure that the total at line A does not exceed \$500,000.

### Allocating the business limit

Date filed (do not use this area) .....

**025**

Year Month Day

Enter the calendar year to which the agreement applies .....

**050**

Year  
2015

Is this an amended agreement for the above calendar year that is intended to replace an agreement previously filed by any of the associated corporations listed below? .....

**075**

1 Yes ☐ 2 No ☒

	1 Names of associated corporations  <b>100</b>	2 Business number of associated corporations  <b>200</b>	3 Association code  <b>300</b>	4 Business limit for the year before the allocation \$  <b>400</b>	5 Percentage of the business limit %  <b>350</b>	6 Business limit allocated* \$  <b>400</b>
1	Grimsby Power Incorporated	86487 4839 RC0002	1	500,000	100.0000	500,000
2	Niagara Power Incorporated	86880 5920 RC0002	1	500,000		
3	GRIMSBY HYDRO INCORPORATED	86880 1929 RC0001	1	500,000		
4	Grimsby Energy Incorporated	86880 1721 RC0001	1	500,000		
5	Town of Grimsby	10698 4636 RC0001	1	500,000		
	<b>Total</b>				<b>100.0000</b>	<b>500,000</b> A

**Business limit reduction under subsection 125(5.1) of the Act**

The business limit reduction is calculated in the small business deduction area of the T2 return. One of the factors used in this calculation is the "large corporation amount" at line 415 of the T2 return. The amount at line 415 is determined using the formula  $0.225\% \times (D - \$10,000,000)$ . Details of this formula and variable D are in subsection 125(5.1) of the Act.

- \* Each corporation will enter on line 410 of the T2 return, the amount allocated to it in column 6. However, if the corporation's tax year is less than 51 weeks, prorate the amount in column 6 by the number of days in the tax year divided by 365, and enter the result on line 410 of the T2 return.

**Special rules for business limit**

Special rules apply under subsection 125(5) if a CCPC has more than one tax year ending in the same calendar year and it is associated in more than one of those tax years with another CCPC that has a tax year ending in that calendar year. The business limit for the second or later tax year will be equal to the business limit determined for the first tax year ending in the calendar year or the business limit determined for the second or later tax year ending in the same calendar year, whichever is less.

T2 SCH 23 E (15)

Canada

**FIRST-TIME FILER AFTER INCORPORATION, AMALGAMATION, OR WINDING-UP OF A  
SUBSIDIARY INTO A PARENT**

Name of corporation	Business Number	Tax year end Year Month Day
Grimsby Power Incorporated	86487 4839 RC0002	2015-12-31

This schedule must be filed by corporations for the first year of filing after incorporation, amalgamation, or by parent corporations filing for the first time after winding-up a subsidiary corporation(s) under section 88 of the *Income Tax Act* during the current taxation year.

**Part 1 – Type of operation**

**100** For those corporations filing for the first time after incorporation or amalgamation, please identify the type of operation that applies to your corporation:

99 Other

**Part 2 – First year of filing after amalgamation**

For the first year of filing after an amalgamation, please provide the following information:

	Name of predecessor corporation(s)	Business Number (If a corporation is not registered, enter "NR")
	<b>200</b>	<b>300</b>
1	Grimsby Power Incorporated	86487 4839 RC0001
2	NIAGARA WEST TRANSFORMATION CORPORATION	87681 9301 RC0001

**Part 3 – First year of filing after wind-up of subsidiary corporation(s)**

For the parent corporation filing for the first time after winding-up a subsidiary corporation(s) under section 88 of the *Income Tax Act*, please provide the following information:

Name of subsidiary corporation(s)	Business Number (If a corporation is not registered, enter "NR")	Commencement date of wind-up (YYYY/MM/DD)	Date of wind-up (YYYY/MM/DD)
<b>400</b>	<b>500</b>	<b>600</b>	<b>700</b>

## Taxable Capital Employed in Canada – Large Corporations

Corporation's name	Business number	Tax year-end Year Month Day
Grimsby Power Incorporated	86487 4839 RC0002	2015-12-31

- Use this schedule in determining if the total taxable capital employed in Canada of the corporation (other than a financial institution or an insurance corporation) and its related corporations is greater than \$10,000,000.
- If the total taxable capital employed in Canada of the corporation and its related corporations is greater than \$10,000,000, file a completed Schedule 33 with your T2 *Corporation Income Tax Return* no later than six months from the end of the tax year.
- Unless otherwise noted, all legislative references are to the *Income Tax Act* and the *Income Tax Regulations*.
- Subsection 181(1) defines the terms **financial institution**, **long-term debt**, and **reserves**.
- Subsection 181(3) provides the basis to determine the carrying value of a corporation's assets or any other amount under Part I.3 for its capital, investment allowance, taxable capital, or taxable capital employed in Canada, or for a partnership in which it has an interest.
- If the corporation was a non-resident of Canada throughout the year and carried on a business through a permanent establishment in Canada, go to Part 4, **Taxable capital employed in Canada**.

### Part 1 – Capital

**Add** the following year-end amounts:

Reserves that have not been deducted in calculating income for the year under Part I	<b>101</b>	
Capital stock (or members' contributions if incorporated without share capital)	<b>103</b>	5,782,747
Retained earnings	<b>104</b>	2,840,106
Contributed surplus	<b>105</b>	70,721
Any other surpluses	<b>106</b>	
Deferred unrealized foreign exchange gains	<b>107</b>	
All loans and advances to the corporation	<b>108</b>	19,783,083
All indebtedness of the corporation represented by bonds, debentures, notes, mortgages, hypothecary claims, bankers' acceptances, or similar obligations	<b>109</b>	
Any dividends declared but not paid by the corporation before the end of the year	<b>110</b>	
All other indebtedness of the corporation (other than any indebtedness for a lease) that has been outstanding for more than 365 days before the end of the year	<b>111</b>	
The total of all amounts, each of which is the amount, if any, in respect of a partnership in which the corporation held a membership interest at the end of the year, either directly or indirectly through another partnership (see note below)	<b>112</b>	
Subtotal ( <b>add</b> lines 101 to 112)		<u>28,476,657</u> ► 28,476,657 A

**Note:**

Line 112 is determined by the formula  $(A - B) \times C/D$  (as per paragraph 181.2(3)(g)) where:

- A is the total of all amounts that would be determined for lines 101, 107, 108, 109, and 111 in respect of the partnership for its last fiscal period that ends at or before the end of the year if
- those lines applied to partnerships in the same manner that they apply to corporations, and
  - those amounts were computed without reference to amounts owing by the partnership
    - to any corporation that held a membership interest in the partnership either directly or indirectly through another partnership, or
    - to any partnership in which a corporation described in subparagraph (i) held a membership interest either directly or indirectly through another partnership.
- B is the partnership's deferred unrealized foreign exchange losses at the end of the period,
- C is the share of the partnership's income or loss for the period to which the corporation is entitled either directly or indirectly through another partnership, and
- D is the partnership's income or loss for the period.

**Part 1 – Capital (continued)**Subtotal A (from page 1) 28,476,657 A**Deduct** the following amounts:Deferred tax debit balance at the end of the year . . . . . **121** \_\_\_\_\_Any deficit deducted in calculating its shareholders' equity (including, for this purpose, the amount of any provision for the redemption of preferred shares) at the end of the year . . . . . **122** \_\_\_\_\_To the extent that the amount may reasonably be regarded as being included in any of lines 101 to 112 above for the year, any amount deducted under subsection 135(1) in calculating income under Part I for the year. . . . . **123** \_\_\_\_\_Deferred unrealized foreign exchange losses at the end of the year . . . . . **124** \_\_\_\_\_Subtotal (add lines 121 to 124)                      **▶** \_\_\_\_\_ B**Capital for the year** (amount A minus amount B) (if negative, enter "0") . . . . . **190** 28,476,657**Part 2 – Investment allowance****Add** the carrying value at the end of the year of the following assets of the corporation:A share of another corporation . . . . . **401** \_\_\_\_\_A loan or advance to another corporation (other than a financial institution) . . . . . **402** \_\_\_\_\_A bond, debenture, note, mortgage, hypothecary claim, or similar obligation of another corporation (other than a financial institution) . . . . . **403** \_\_\_\_\_Long-term debt of a financial institution . . . . . **404** \_\_\_\_\_A dividend payable on a share of the capital stock of another corporation . . . . . **405** \_\_\_\_\_A loan or advance to, or a bond, debenture, note, mortgage, hypothecary claim or similar obligation of, a partnership each member of which was, throughout the year, another corporation (other than a financial institution) that was not exempt from tax under this Part (otherwise than because of paragraph 181.1(3)(d)), or another partnership described in paragraph 181.2(4)(d.1) . . . . . **406** \_\_\_\_\_An interest in a partnership (see note 2 below) . . . . . **407** \_\_\_\_\_**Investment allowance for the year** (add lines 401 to 407) . . . . . **490**                     **Notes:**

1. Lines 401 to 405 should not include the carrying value of a share of the capital stock of, a dividend payable by, or indebtedness of a corporation that is exempt from tax under Part I.3 (other than a non-resident corporation that at no time in the year carried on business in Canada through a permanent establishment).
2. Where the corporation has an interest in a partnership held either directly or indirectly through another partnership, refer to subsection 181.2(5) for additional rules regarding the carrying value of an interest in a partnership.
3. Where a trust is used as a conduit for loaning money from a corporation to another related corporation (other than a financial institution), the loan will be considered to have been made directly from the lending corporation to the borrowing corporation. Refer to subsection 181.2(6) for special rules that may apply.

**Part 3 – Taxable capital**Capital for the year (line 190) . . . . . 28,476,657 C**Deduct:** Investment allowance for the year (line 490) . . . . . \_\_\_\_\_ D**Taxable capital for the year** (amount C minus amount D) (if negative, enter "0") . . . . . **500** 28,476,657



**Part 4 – Taxable capital employed in Canada****To be completed by a corporation that was resident in Canada at any time in the year**

Taxable capital for the year (line 500)	28,476,657	x	Taxable income earned in Canada	610		1,000	=	Taxable capital employed in Canada	690	28,476,657
			Taxable income			1,000				

- Notes:**
1. Regulation 8601 gives details on calculating the amount of taxable income earned in Canada.
  2. Where a corporation's taxable income for a tax year is "0," it shall, for the purposes of the above calculation, be deemed to have a taxable income for that year of \$1,000.
  3. In the case of an airline corporation, Regulation 8601 should be considered when completing the above calculation.

**To be completed by a corporation that was a non-resident of Canada throughout the year and carried on a business through a permanent establishment in Canada**

Total of all amounts each of which is the carrying value at the end of the year of an asset of the corporation used in the year or held in the year, in the course of carrying on any business during the year through a permanent establishment in Canada . . . . **701**

**Deduct** the following amounts:

Corporation's indebtedness at the end of the year [other than indebtedness described in any of paragraphs 181.2(3)(c) to (f)] that may reasonably be regarded as relating to a business it carried on during the year through a permanent establishment in Canada . . . . . **711**

Total of all amounts each of which is the carrying value at the end of year of an asset described in subsection 181.2(4) of the corporation that it used in the year, or held in the year, in the course of carrying on any business during the year through a permanent establishment in Canada . . . . . **712**

Total of all amounts each of which is the carrying value at the end of year of an asset of the corporation that is a ship or aircraft the corporation operated in international traffic, or personal or movable property used or held by the corporation in carrying on any business during the year through a permanent establishment in Canada (see note below) . . . . . **713**

Total deductions (add lines 711, 712, and 713)  **E**

**Taxable capital employed in Canada** (line 701 minus amount E) (if negative, enter "0") . . . . . **790**

**Note:** Complete line 713 only if the country in which the corporation is resident did not impose a capital tax for the year on similar assets, or a tax for the year on the income from the operation of a ship or aircraft in international traffic, of any corporation resident in Canada during the year.

**Part 5 – Calculation for purposes of the small business deduction****This part is applicable to corporations that are not associated in the current year, but were associated in the prior year.**

Taxable capital employed in Canada (amount from line 690) . . . . . **F**

**Deduct:** . . . . . **10,000,000** **G**

Excess (amount F minus amount G) (if negative, enter "0") **H**

**Calculation for purposes of the small business deduction** (amount H x 0.225%) **I**

Enter this amount at line 415 of the T2 return.

SHAREHOLDER INFORMATION

Name of corporation	Business Number	Tax year end Year Month Day
Grimsby Power Incorporated	86487 4839 RC0002	2015-12-31

All private corporations must complete this schedule for any shareholder who holds 10% or more of the corporation's common and/or preferred shares.

		Provide only one number per shareholder				
Name of shareholder (after name, indicate in brackets if the shareholder is a corporation, partnership, individual, or trust)		Business Number (If a corporation is not registered, enter "NR")	Social insurance number	Trust number	Percentage common shares	Percentage preferred shares
100		200	300	350	400	500
1	Niagara Power Incorporated	86880 5920 RC0001			100.000	
2						
3						
4						
5						
6						
7						
8						
9						
10						



## Ontario Corporate Minimum Tax

Corporation's name	Business number	Tax year-end Year Month Day
Grimsby Power Incorporated	86487 4839 RC0002	2015-12-31

- File this schedule if the corporation is subject to Ontario corporate minimum tax (CMT). CMT is levied under section 55 of the *Taxation Act, 2007* (Ontario), referred to as the "Ontario Act".
- Complete Part 1 to determine if the corporation is subject to CMT for the tax year.
- A corporation not subject to CMT in the tax year is still required to file this schedule if it is deducting a CMT credit, has a CMT credit carryforward, or has a CMT loss carryforward or a current year CMT loss.
- A corporation that has Ontario special additional tax on life insurance corporations (SAT) payable in the tax year must complete Part 4 of this schedule even if it is not subject to CMT for the tax year.
- A corporation is exempt from CMT if, throughout the tax year, it was one of the following:
  - 1) a corporation exempt from income tax under section 149 of the federal *Income Tax Act*;
  - 2) a mortgage investment corporation under subsection 130.1(6) of the federal Act;
  - 3) a deposit insurance corporation under subsection 137.1(5) of the federal Act;
  - 4) a congregation or business agency to which section 143 of the federal Act applies;
  - 5) an investment corporation as referred to in subsection 130(3) of the federal Act; or
  - 6) a mutual fund corporation under subsection 131(8) of the federal Act.
- File this schedule with the *T2 Corporation Income Tax Return*.

## Part 1 – Determination of CMT applicability

Total assets of the corporation at the end of the tax year *	112	31,302,275
Share of total assets from partnership(s) and joint venture(s) *	114	
Total assets of associated corporations (amount from line 450 on Schedule 511)	116	15,336,005
Total assets (total of lines 112 to 116)		46,638,280
Total revenue of the corporation for the tax year **	142	23,873,269
Share of total revenue from partnership(s) and joint venture(s) **	144	
Total revenue of associated corporations (amount from line 550 on Schedule 511)	146	142,418
Total revenue (total of lines 142 to 146)		24,015,687

The corporation is subject to CMT if:

- for tax years ending before July 1, 2010, the total assets at the end of the year of the corporation or the associated group of corporations are more than \$5,000,000, or the total revenue for the year of the corporation or the associated group of corporations is more than \$10,000,000.
- for tax years ending after June 30, 2010, the total assets at the end of the year of the corporation or the associated group of corporations are equal to or more than \$50,000,000, and the total revenue for the year of the corporation or the associated group of corporations is equal to or more than \$100,000,000.

If the corporation is not subject to CMT, do not complete the remaining parts unless the corporation is deducting a CMT credit, or has a CMT credit carryforward, a CMT loss carryforward, a current year CMT loss, or SAT payable in the year.

## \* Rules for total assets

- Report total assets according to generally accepted accounting principles, adjusted so that consolidation and equity methods are not used.
- Do not include unrealized gains and losses on assets and foreign currency gains and losses on assets that are included in net income for accounting purposes but not in income for corporate income tax purposes.
- The amount on line 114 is determined at the end of the last fiscal period of the partnership or joint venture that ends in the tax year of the corporation. Add the proportionate share of the assets of the partnership(s) and joint venture(s), and deduct the recorded asset(s) for the investment in partnerships and joint ventures.
- A corporation's share in a partnership or joint venture is determined under paragraph 54(5)(b) of the Ontario Act and, if the partnership or joint venture had no income or loss, is calculated as if the partnership's or joint venture's income were \$1 million. For a corporation with an indirect interest in a partnership or joint venture, determine the corporation's share according to paragraph 54(5)(c) of the Ontario Act.

## \*\* Rules for total revenue

- Report total revenue in accordance with generally accepted accounting principles, adjusted so that consolidation and equity methods are not used.
- If the tax year is less than 51 weeks, **multiply** the total revenue of the corporation or the partnership, whichever applies, by 365 and **divide** by the number of days in the tax year.
- The amount on line 144 is determined for the partnership or joint venture fiscal period that ends in the tax year of the corporation. If the partnership or joint venture has 2 or more fiscal periods ending in the filing corporation's tax year, **multiply** the sum of the total revenue for each of the fiscal periods by 365 and **divide** by the total number of days in all the fiscal periods.
- A corporation's share in a partnership or joint venture is determined under paragraph 54(5)(b) of the Ontario Act and, if the partnership or joint venture had no income or loss, is calculated as if the partnership's or joint venture's income were \$1 million. For a corporation with an indirect interest in a partnership or joint venture, determine the corporation's share according to paragraph 54(5)(c) of the Ontario Act.

**Part 2 – Adjusted net income/loss for CMT purposes**

Net income/loss per financial statements *			<b>210</b>	-136,011
<b>Add</b> (to the extent reflected in income/loss):				
Provision for current income taxes/cost of current income taxes	<b>220</b>			
Provision for deferred income taxes (debits)/cost of future income taxes	<b>222</b>	128,168		
Equity losses from corporations	<b>224</b>			
Financial statement loss from partnerships and joint ventures	<b>226</b>			
Dividends deducted on financial statements (subsection 57(2) of the Ontario Act), excluding dividends paid by credit unions under subsection 137(4.1) of the federal Act	<b>230</b>			
<b>Other additions</b> (see note below):				
Share of adjusted net income of partnerships and joint ventures **	<b>228</b>			
Total patronage dividends received, not already included in net income/loss	<b>232</b>			
<b>281</b>	<b>282</b>			
<b>283</b>	<b>284</b>			
	Subtotal	128,168		128,168 A
<b>Deduct</b> (to the extent reflected in income/loss):				
Provision for recovery of current income taxes/benefit of current income taxes	<b>320</b>	1,425		
Provision for deferred income taxes (credits)/benefit of future income taxes	<b>322</b>			
Equity income from corporations	<b>324</b>			
Financial statement income from partnerships and joint ventures	<b>326</b>			
Dividends deductible under section 112, section 113, or subsection 138(6) of the federal Act	<b>330</b>			
Dividends not taxable under section 83 of the federal Act (from Schedule 3)	<b>332</b>			
Gain on donation of listed security or ecological gift	<b>340</b>			
Accounting gain on transfer of property to a corporation under section 85 or 85.1 of the federal Act ***	<b>342</b>			
Accounting gain on transfer of property to/from a partnership under section 85 or 97 of the federal Act ****	<b>344</b>			
Accounting gain on disposition of property under subsection 13(4), subsection 14(6), or section 44 of the federal Act *****	<b>346</b>			
Accounting gain on a windup under subsection 88(1) of the federal Act or an amalgamation under section 87 of the federal Act	<b>348</b>			
<b>Other deductions</b> (see note below):				
Share of adjusted net loss of partnerships and joint ventures **	<b>328</b>			
Tax payable on dividends under subsection 191.1(1) of the federal Act <b>multiplied</b> by 3	<b>334</b>			
Interest deducted/deductible under paragraph 20(1)(c) or (d) of the federal Act, not already included in net income/loss	<b>336</b>			
Patronage dividends paid (from Schedule 16) not already included in net income/loss	<b>338</b>			
<b>381</b>	<b>382</b>			
<b>383</b>	<b>384</b>			
<b>385</b>	<b>386</b>			
<b>387</b>	<b>388</b>			
<b>389</b>	<b>390</b>			
	Subtotal	1,425		1,425 B
Adjusted net income/loss for CMT purposes (line 210 <b>plus</b> amount A <b>minus</b> amount B)			<b>490</b>	-9,268

If the amount on line 490 is positive and the corporation is subject to CMT as determined in Part 1, enter the amount on line 515 in Part 3.

If the amount on line 490 is negative, enter the amount on line 760 in Part 7 (enter as a positive amount).

**Note**

In accordance with *Ontario Regulation 37/09*, when calculating net income for CMT purposes, accounting income should be adjusted to:

- exclude unrealized gains and losses due to mark-to-market changes or foreign currency changes on specified mark-to-market property (assets only);
- include realized gains and losses on the disposition of specified mark-to-market property not already included in the accounting income, if the property is not a capital property or is a capital property disposed in the year or in a previous tax year ended after March 22, 2007.

"Specified mark-to-market property" is defined in subsection 54(1) of the Ontario Act.

These rules also apply to partnerships. A corporate partner's share of a partnership's adjusted income flows through on a proportionate basis to the corporate partner.

**\* Rules for net income/loss**

- Banks must report net income/loss as per the report accepted by the Superintendent of Financial Institutions under the federal *Bank Act*, adjusted so consolidation and equity methods are not used.

**Part 2 – Calculation of adjusted net income/loss for CMT purposes (continued)**

- Life insurance corporations must report net income/loss as per the report accepted by the federal Superintendent of Financial Institutions or equivalent provincial insurance regulator, before SAT and adjusted so consolidation and equity methods are not used. If the life insurance corporation is resident in Canada and carries on business in and outside of Canada, **multiply** the net income/loss by the ratio of the Canadian reserve liabilities **divided** by the total reserve liability. The reserve liabilities are calculated in accordance with Regulation 2405(3) of the federal Act.
- Other corporations must report net income/loss in accordance with generally accepted accounting principles, except that consolidation and equity methods must not be used. When the equity method has been used for accounting purposes, equity losses and equity income are removed from book income/loss on lines 224 and 324 respectively.
- Corporations, other than insurance corporations, should report net income from line 9999 of the GIFI (Schedule 125) on line 210.
- \*\*** The share of the adjusted net income of a partnership or joint venture is calculated as if the partnership or joint venture were a corporation and the tax year of the partnership or joint venture were its fiscal period. For a corporation with an indirect interest in a partnership through one or more partnerships, determine the corporation's share according to clause 54(5)(c) of the Ontario Act.
- \*\*\*** A joint election will be considered made under subsection 60(1) of the Ontario Act if there is an entry on line 342, and an election has been made for transfer of property to a corporation under subsection 85(1) of the federal Act.
- \*\*\*\*** A joint election will be considered made under subsection 60(2) of the Ontario Act if there is an entry on line 344, and an election has been made under subsection 85(2) or 97(2) of the federal Act.
- \*\*\*\*\*** A joint election will be considered made under subsection 61(1) of the Ontario Act if there is an entry on line 346, and an election has been made under subsection 13(4) or 14(6) and/or section 44 of the federal Act.

For more information on how to complete this part, see the *T2 Corporation – Income Tax Guide*.

**Part 3 – CMT payable**

Adjusted net income for CMT purposes (line 490 in Part 2, if positive) . . . . . **515** \_\_\_\_\_

**Deduct:**

CMT loss available (amount R from Part 7) . . . . . \_\_\_\_\_

**Minus:** Adjustment for an acquisition of control \* . . . . . **518** \_\_\_\_\_

Adjusted CMT loss available . . . . .                      **▶** \_\_\_\_\_ C

Net income subject to CMT calculation (if negative, enter "0") . . . . . **520** \_\_\_\_\_

Amount from line 520	x	Number of days in the tax year before July 1, 2010	x	4 % =	1
		Number of days in the tax year	92		

Amount from line 520	x	Number of days in the tax year after June 30, 2010	92	x	2.7 % =	2
		Number of days in the tax year	92			

Subtotal (amount 1 **plus** amount 2) . . . . .                      3

Gross CMT: amount on line 3 above x OAF \*\* . . . . . **540** \_\_\_\_\_

**Deduct:**

Foreign tax credit for CMT purposes \*\*\* . . . . . **550** \_\_\_\_\_

CMT after foreign tax credit deduction (line 540 **minus** line 550) (if negative, enter "0") . . . . . \_\_\_\_\_ D

**Deduct:**

Ontario corporate income tax payable before CMT credit (amount F6 from Schedule 5) . . . . . \_\_\_\_\_

Net CMT payable (if negative, enter "0") . . . . .                      E

Enter amount E on line 278 of Schedule 5, *Tax Calculation Supplementary – Corporations*, and complete Part 4.

\* Enter the portion of CMT loss available that exceeds the adjusted net income for the tax year from carrying on a business before the acquisition of control. See subsection 58(3) of the Ontario Act.

\*\*\* Enter "0" on line 550 for life insurance corporations as they are not eligible for this deduction. For all other corporations, enter the cumulative total of amount J for the province of Ontario from Part 9 of Schedule 21 on line 550.

**\*\* Calculation of the Ontario allocation factor (OAF):**

If the provincial or territorial jurisdiction entered on line 750 of the T2 return is "Ontario," enter "1" on line F.

If the provincial or territorial jurisdiction entered on line 750 of the T2 return is "multiple," complete the following calculation, and enter the result on line F:

Ontario taxable income ****	=	_____
Taxable income *****		_____

Ontario allocation factor . . . . .                      1.00000 F

\*\*\*\* Enter the amount allocated to Ontario from column F in Part 1 of Schedule 5. If the taxable income is nil, calculate the amount in column F as if the taxable income were \$1,000.

\*\*\*\*\* Enter the taxable income amount from line 360 or amount Z of the T2 return, whichever applies. If the taxable income is nil, enter "1,000".

## Part 4 – Calculation of CMT credit carryforward

CMT credit carryforward at the end of the previous tax year *	.....	G
<b>Deduct:</b>		
CMT credit expired *	..... <b>600</b>	
CMT credit carryforward at the beginning of the current tax year * (see note below)	.....	<b>620</b>
<b>Add:</b>		
CMT credit carryforward balances transferred on an amalgamation or the windup of a subsidiary (see note below)	.....	<b>650</b>
CMT credit available for the tax year (amount on line 620 <b>plus</b> amount on line 650)	.....	H
<b>Deduct:</b>		
CMT credit deducted in the current tax year (amount P from Part 5)	.....	I
	Subtotal (amount H <b>minus</b> amount I)	J
<b>Add:</b>		
Net CMT payable (amount E from Part 3)	.....	
SAT payable (amount O from Part 6 of Schedule 512)	.....	
	Subtotal	K
CMT credit carryforward at the end of the tax year (amount J <b>plus</b> amount K)	.....	<b>670</b> L

\* For the first harmonized T2 return filed with a tax year that includes days in 2009:  
 – do not enter an amount on line G or line 600;  
 – for line 620, enter the amount from line 2336 of Ontario CT23 Schedule 101, *Corporate Minimum Tax (CMT)*, for the last tax year that ended in 2008.

For other tax years, enter on line G the amount from line 670 of Schedule 510 from the previous tax year.

**Note:** If you entered an amount on line 620 or line 650, complete Part 6.

## Part 5 – Calculation of CMT credit deducted from Ontario corporate income tax payable

CMT credit available for the tax year (amount H from Part 4)	.....	M
Ontario corporate income tax payable before CMT credit (amount F6 from Schedule 5)	..... 1	
For a corporation that is not a life insurance corporation:		
CMT after foreign tax credit deduction (amount D from Part 3)	..... 2	
For a life insurance corporation:		
Gross CMT (line 540 from Part 3)	..... 3	
Gross SAT (line 460 from Part 6 of Schedule 512)	..... 4	
The <b>greater</b> of amounts 3 and 4	..... 5	
	<b>Deduct:</b> line 2 or line 5, whichever applies:	6
	Subtotal (if negative, enter "0")	N
Ontario corporate income tax payable before CMT credit (amount F6 from Schedule 5)	.....	
<b>Deduct:</b>		
Total refundable tax credits excluding Ontario qualifying environmental trust tax credit (amount J6 <b>minus</b> line 450 from Schedule 5)	..... 1,425	
	Subtotal (if negative, enter "0")	O
CMT credit deducted in the current tax year (least of amounts M, N, and O)	.....	P

Enter amount P on line 418 of Schedule 5 and on line I in Part 4 of this schedule.

Is the corporation claiming a CMT credit earned before an acquisition of control? ..... **675** 1 Yes ☐ 2 No ☒

If you answered **yes** to the question at line 675, the CMT credit deducted in the current tax year may be restricted. For information on how the deduction may be restricted, see subsections 53(6) and (7) of the Ontario Act.

## Part 6 – Analysis of CMT credit available for carryforward by year of origin

Complete this part if:

- the tax year includes January 1, 2009; or
- the previous tax year-end is deemed to be December 31, 2008, under subsection 249(3) of the federal Act.

Year of origin	CMT credit balance *
10th previous tax year	680
9th previous tax year	681
8th previous tax year	682
7th previous tax year	683
6th previous tax year	684
5th previous tax year	685
4th previous tax year	686
3rd previous tax year	687
2nd previous tax year	688
1st previous tax year	689
Total **	

\* CMT credit that was earned (by the corporation, predecessors of the corporation, and subsidiaries wound up into the corporation) in each of the previous 10 tax years and has not been deducted.

\*\* Must equal the total of the amounts entered on lines 620 and 650 in Part 4.

## Part 7 – Calculation of CMT loss carryforward

CMT loss carryforward at the end of the previous tax year \* . . . . . Q

### Deduct:

CMT loss expired \* . . . . . 700

CMT loss carryforward at the beginning of the tax year \* (see note below) . . . . . 720

### Add:

CMT loss transferred on an amalgamation under section 87 of the federal Act \*\* (see note below) . . . . . 750

CMT loss available (line 720 plus line 750) . . . . . R

### Deduct:

CMT loss deducted against adjusted net income for the tax year (lesser of line 490 (if positive) and line C in Part 3) . . . . .

Subtotal (if negative, enter "0") . . . . . S

### Add:

Adjusted net loss for CMT purposes (amount from line 490 in Part 2, if **negative**) (enter as a positive amount) . . . . . 760 9,268

CMT loss carryforward balance at the end of the tax year (amount S plus line 760) . . . . . 770 9,268 T

\* For the first harmonized T2 return filed with a tax year that includes days in 2009:

- do not enter an amount on line Q or line 700;
- for line 720, enter the amount from line 2214 of Ontario CT23 Schedule 101, *Corporate Minimum Tax (CMT)*, for the last tax year that ended in 2008.

For other tax years, enter on line Q the amount from line 770 of Schedule 510 from the previous tax year.

\*\* Do not include an amount from a predecessor corporation if it was controlled at any time before the amalgamation by any of the other predecessor corporations.

**Note:** If you entered an amount on line 720 or line 750, complete Part 8.

**Part 8 – Analysis of CMT loss available for carryforward by year of origin**

Complete this part if:

- the tax year includes January 1, 2009; or
- the previous tax year-end is deemed to be December 31, 2008, under subsection 249(3) of the federal Act.

Year of origin	Balance earned in a tax year ending before March 23, 2007 *	Balance earned in a tax year ending after March 22, 2007 **
10th previous tax year	<b>810</b>	<b>820</b>
9th previous tax year	<b>811</b>	<b>821</b>
8th previous tax year	<b>812</b>	<b>822</b>
7th previous tax year	<b>813</b>	<b>823</b>
6th previous tax year	<b>814</b>	<b>824</b>
5th previous tax year	<b>815</b>	<b>825</b>
4th previous tax year	<b>816</b>	<b>826</b>
3rd previous tax year	<b>817</b>	<b>827</b>
2nd previous tax year	<b>818</b>	<b>828</b>
1st previous tax year		<b>829</b>
Total ***		

\* Adjusted net loss for CMT purposes that was earned (by the corporation, by subsidiaries wound up into or amalgamated with the corporation before March 22, 2007, and by other predecessors of the corporation) in each of the previous 10 tax years that ended before March 23, 2007, and has not been deducted.

\*\* Adjusted net loss for CMT purposes that was earned (by the corporation and its predecessors, but not by a subsidiary predecessor) in each of the previous 20 tax years that ended after March 22, 2007, and has not been deducted.

\*\*\* The total of these two columns must equal the total of the amounts entered on lines 720 and 750.



ONTARIO CORPORATE MINIMUM TAX – TOTAL ASSETS  
AND REVENUE FOR ASSOCIATED CORPORATIONS

Name of corporation	Business Number	Tax year-end Year Month Day
Grimsby Power Incorporated	86487 4839 RC0002	2015-12-31

- For use by corporations to report the total assets and total revenue of all the Canadian or foreign corporations with which the filing corporation was associated at any time during the tax year. These amounts are required to determine if the filing corporation is subject to corporate minimum tax.
- Total assets and total revenue include the associated corporation's share of any partnership(s)/joint venture(s) total assets and total revenue.
- Attach additional schedules if more space is required.
- File this schedule with the *T2 Corporation Income Tax Return*.

Names of associated corporations		Business number (Canadian corporation only) (see Note 1)	Total assets* (see Note 2)	Total revenue** (see Note 2)
200		300	400	500
1	Niagara Power Incorporated	86880 5920 RC0002	9,595,386	137,587
2	GRIMSBY HYDRO INCORPORATED	86880 1929 RC0001	0	0
3	Grimsby Energy Incorporated	86880 1721 RC0001	5,740,619	4,831
4	Town of Grimsby	10698 4636 RC0001	0	0
			450	550
		Total	15,336,005	142,418

Enter the total assets from line 450 on line 116 in Part 1 of Schedule 510, *Ontario Corporate Minimum Tax*.

Enter the total revenue from line 550 on line 146 in Part 1 of Schedule 510.

Note 1: Enter "NR" if a corporation is not registered.

Note 2: If the associated corporation does not have a tax year that ends in the filing corporation's current tax year but was associated with the filing corporation in the previous tax year of the filing corporation, enter the total revenue and total assets from the tax year of the associated corporation that ends in the previous tax year of the filing corporation.

**\* Rules for total assets**

- Report total assets in accordance with generally accepted accounting principles, adjusted so that consolidation and equity methods are not used.
- Include the associated corporation's share of the total assets of partnership(s) and joint venture(s) but exclude the recorded asset(s) for the investment in partnerships and joint ventures.
- Exclude unrealized gains and losses on assets that are included in net income for accounting purposes but not in income for corporate income tax purposes.

**\*\* Rules for total revenue**

- Report total revenue in accordance with generally accepted accounting principles, adjusted so that consolidation and equity methods are not used.
- If the associated corporation has 2 or more tax years ending in the filing corporation's tax year, **multiply** the sum of the total revenue for each of those tax years by 365 and **divide** by the total number of days in all of those tax years.
- If the associated corporation's tax year is less than 51 weeks and is the only tax year of the associated corporation that ends in the filing corporation's tax year, **multiply** the associated corporation's total revenue by 365 and **divide** by the number of days in the associated corporation's tax year.
- Include the associated corporation's share of the total revenue of partnerships and joint ventures.
- If the partnership or joint venture has 2 or more fiscal periods ending in the associated corporation's tax year, **multiply** the sum of the total revenue for each of the fiscal periods by 365 and **divide** by the total number of days in all the fiscal periods.



## ONTARIO SPECIALTY TYPES

Name of corporation	Business Number	Tax year-end Year Month Day
Grimsby Power Incorporated	86487 4839 RC0002	2015-12-31

- Use this schedule to identify the specialty type of a corporation carrying on business in the province of Ontario through a permanent establishment if:
  - its tax year includes January 1, 2009;
  - the tax year is the first year after incorporation or an amalgamation; or
  - there is a change to the specialty type.
- If none of the listed specialty types applies, tick box 99 "Other."
- Unless otherwise noted, references to sections, subsections, and clauses are from the *Taxation Act, 2007* (Ontario).

## Specialty types

**100** Identify the specialty type that applies to your corporation:

- ☐ 01 Family farm corporation – See subsection 64(3).
- ☐ 02 Family fishing corporation – See subsection 64(3).
- ☐ 03 Mortgage investment corporation – See subsection 130.1(6) of the federal *Income Tax Act*.
- ☐ 04 Credit union – See subsection 137(6) of the federal Act.
- ☐ 06 Bank – See subsection 248(1) of the federal Act.
- ☐ 08 Financial institution prescribed by regulation only – See clause 66(2)(f).
- ☐ 09 Registered securities dealer – See subsection 248(1) of the federal Act.
- ☐ 10 Farm feeder finance co-operative corporation
- ☐ 11 Insurance corporation – See subsection 248(1) of the federal Act.
- ☐ 12 Mutual insurance – See subsection 27(2) of the *Taxation Act, 2007* (Ontario) and paragraph 149(1)(m) of the federal Act.
- ☐ 13 Specialty mutual insurance
- ☐ 14 Mutual fund corporation – See subsection 131(8) of the federal Act.
- ☐ 15 Bare trustee corporation
- ☐ 16 Professional corporation (incorporated professional only) – See subsection 248(1) of the federal Act.
- ☐ 17 Limited liability corporation
- ☐ 18 Generator of electrical energy for sale, or producer of steam for use in the generation of electrical energy for sale – See subsection 33(7).
- ☐ 19 Hydro successor, municipal electrical utility, or subsidiary of either – See subsection 91.1(1) and section 88 of the *Electricity Act, 1998* (Ontario).
- ☐ 20 Producer and seller of steam for uses other than for the generation of electricity – See subsection 33(7).
- ☐ 21 Mining corporation
- ☐ 22 Non-resident corporation
- ☒ 99 Other (if none of the previous descriptions apply)

Canada Revenue Agency  
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du Canada

## SCHEDULE 546

## CORPORATIONS INFORMATION ACT ANNUAL RETURN FOR ONTARIO CORPORATIONS

Name of corporation	Business Number	Tax year-end Year Month Day
Grimsby Power Incorporated	86487 4839 RC0002	2015-12-31

- This schedule should be completed by a corporation that is incorporated, continued, or amalgamated in Ontario and subject to the Ontario *Business Corporations Act* (BCA) or Ontario *Corporations Act* (CA), except for registered charities under the federal *Income Tax Act*. This completed schedule serves as a *Corporations Information Act* Annual Return under the *Ontario Corporations Information Act*.
- Complete parts 1 to 4. Complete parts 5 to 7 only to report change(s) in the information recorded on the Ontario Ministry of Government Services (MGS) public record.
- This schedule must set out the required information for the corporation as of the date of delivery of this schedule.
- A completed Ontario *Corporations Information Act* Annual Return must be delivered within six months after the end of the corporation's tax year-end. The MGS considers this return to be delivered on the date that it is filed with the Canada Revenue Agency (CRA) together with the corporation's income tax return.
- It is the corporation's responsibility to ensure that the information shown on the MGS public record is accurate and up-to-date. To review the information shown for the corporation on the public record maintained by the MGS, obtain a Corporation Profile Report. Visit [www.ServiceOntario.ca](http://www.ServiceOntario.ca) for more information.
- This schedule contains non-tax information collected under the authority of the Ontario *Corporations Information Act*. This information will be sent to the MGS for the purposes of recording the information on the public record maintained by the MGS.

## Part 1 – Identification

<b>100</b> Corporation's name (exactly as shown on the MGS public record) Grimsby Power Incorporated			
Jurisdiction incorporated, continued, or amalgamated, whichever is the most recent <b>Ontario</b>	<b>110</b> Date of incorporation or amalgamation, whichever is the most recent Year Month Day 2015-10-01	<b>120</b> Ontario Corporation No. 1942231	

## Part 2 – Head or registered office address (P.O. box not acceptable as stand-alone address)

<b>200</b> Care of (if applicable)			
<b>210</b> Street number 231	<b>220</b> Street name/Rural route/Lot and Concession number Roberts Road	<b>230</b> Suite number	
<b>240</b> Additional address information if applicable (line 220 must be completed first)			
<b>250</b> Municipality (e.g., city, town) Grimsby	<b>260</b> Province/state ON	<b>270</b> Country CA	<b>280</b> Postal/zip code L3M 5N2

## Part 3 – Change identifier

Have there been any changes in any of the information most recently filed for the public record maintained by the MGS for the corporation with respect to names, addresses for service, and the date elected/appointed and, if applicable, the date the election/appointment ceased of the directors and five most senior officers, or with respect to the corporation's mailing address or language of preference? To review the information shown for the corporation on the public record maintained by the MGS, obtain a Corporation Profile Report. For more information, visit [www.ServiceOntario.ca](http://www.ServiceOntario.ca).

**300** ☒ **1** If there have been no changes, enter **1** in this box and then go to "Part 4 – Certification."  
If there are changes, enter **2** in this box and complete the applicable parts on the next page, and then go to "Part 4 – Certification."

## Part 4 – Certification

I certify that all information given in this *Corporations Information Act* Annual Return is true, correct, and complete.

<b>450</b> CURTISS	<b>451</b> DOUG
Last name	First name
<b>454</b> _____ Middle name(s)	

**460** ☒ **1** Please enter one of the following numbers in this box for the above-named person: **1** for director, **2** for officer, or **3** for other individual having knowledge of the affairs of the corporation. If you are a director and officer, enter **1** or **2**.

Note: Sections 13 and 14 of the Ontario *Corporations Information Act* provide penalties for making false or misleading statements or omissions.

Complete the applicable parts to report changes in the information recorded on the MGS public record.

**Part 5 – Mailing address**

<b>500</b>	<input type="checkbox"/>	Please enter one of the following numbers in this box:		
		1 - Show no mailing address on the MGS public record. 2 - The corporation's mailing address is the same as the head or registered office address in Part 2 of this schedule. 3 - The corporation's complete mailing address is as follows:		
<b>510</b>	Care of (if applicable)			
<b>520</b>	Street number	<b>530</b>	Street name/Rural route/Lot and Concession number	<b>540</b> Suite number
<b>550</b>	Additional address information if applicable (line 530 must be completed first)			
<b>560</b>	Municipality (e.g., city, town)	<b>570</b>	Province/state	<b>580</b> Country
				<b>590</b> Postal/zip code

**Part 6 – Language of preference**

<b>600</b>	<input type="checkbox"/>	Indicate your language of preference by entering <b>1</b> for English or <b>2</b> for French. This is the language of preference recorded on the MGS public record for communications with the corporation. It may be different from line 990 on the T2 return.
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Canada Revenue  
Agency Agence du revenu  
du Canada

## Schedule 552

## Ontario Apprenticeship Training Tax Credit

Corporation's name	Business number	Tax year-end Year Month Day
Grimsby Power Incorporated	86487 4839 RC0002	2015-12-31

- Use this schedule to claim an Ontario apprenticeship training tax credit (ATTC) under section 89 of the *Taxation Act, 2007* (Ontario).
- The ATTC is a refundable tax credit that is equal to a specified percentage (25% to 45%) of the eligible expenditures incurred by a corporation for a qualifying apprenticeship. For eligible expenditures incurred after March 26, 2009 for an apprenticeship program that began before April 24, 2015, the maximum credit for each qualifying apprenticeship is \$10,000 per year to a maximum credit of \$40,000 over the first 48-month period of the qualifying apprenticeship. For an apprenticeship program that began after April 23, 2015, the maximum credit for each qualifying apprenticeship is \$5,000 per year to a maximum credit of \$15,000 over the first 36-month period of the qualifying apprenticeship.
- Eligible expenditures are salaries and wages (including taxable benefits) paid to an apprentice in a qualifying apprenticeship or fees paid to an employment agency for the provision of services performed by the apprentice in a qualifying apprenticeship. These expenditures must be:
  - paid on account of employment or services, as applicable, at a permanent establishment of the corporation in Ontario;
  - for services provided by the apprentice during the first 48 months of the apprenticeship program, if an apprenticeship program began before April 24, 2015; and
  - for services provided by the apprentice during the first 36 months of the apprenticeship program, if an apprenticeship program began after April 23, 2015.
- An expenditure is not eligible for an ATTC if:
  - the same expenditure was used, or will be used, to claim a co-operative education tax credit; or
  - it is more than an amount that would be paid to an arm's length apprentice.
- An apprenticeship must meet the following conditions to be a qualifying apprenticeship:
  - the apprenticeship is in a qualifying skilled trade approved by the Ministry of Training, Colleges and Universities (Ontario) or a person designated by him or her; and
  - the corporation and the apprentice must be participating in an apprenticeship program in which the training agreement has been registered under the *Ontario College of Trades and Apprenticeship Act, 2009*, or the *Apprenticeship and Certification Act, 1998*, or in which the contract of apprenticeship has been registered under the *Trades Qualification and Apprenticeship Act*.
- Do not submit the training agreement or contract of apprenticeship with your *T2 Corporation Income Tax Return*. Keep a copy of the training agreement or contract of apprenticeship to support your claim.
- File this schedule with your *T2 Corporation Income Tax Return*.

## Part 1 – Corporate information

<b>110</b> Name of person to contact for more information	<b>120</b> Telephone number
MIOARA DOMOKOS	(905) 945-5437
Is the claim filed for an ATTC earned through a partnership? *	<b>150</b> 1 Yes <input type="checkbox"/> 2 No <input checked="" type="checkbox"/>
If you answered <b>yes</b> to the question at line 150, what is the name of the partnership?	<b>160</b> _____
Enter the percentage of the partnership's ATTC allocated to the corporation	<b>170</b> _____ %
* When a corporate member of a partnership is claiming an amount for eligible expenditures incurred by a partnership, complete a Schedule 552 for the partnership as if the partnership were a corporation. Each corporate partner, other than a limited partner, should file a separate Schedule 552 to claim the partner's share of the partnership's ATTC. The total of the partners' allocated amounts can never exceed the amount of the partnership's ATTC.	

## Part 2 – Eligibility

1. Did the corporation have a permanent establishment in Ontario in the tax year?	<b>200</b> 1 Yes <input checked="" type="checkbox"/> 2 No <input type="checkbox"/>
2. Was the corporation exempt from tax under Part III of the <i>Taxation Act, 2007</i> (Ontario)?	<b>210</b> 1 Yes <input type="checkbox"/> 2 No <input checked="" type="checkbox"/>
If you answered <b>no</b> to question 1 or <b>yes</b> to question 2, then you are <b>not eligible</b> for the ATTC.	

**Part 3 – Specified percentage**Corporation's salaries and wages paid in the previous tax year \* ..... **300** 742,650**For eligible expenditures incurred after March 26, 2009 for an apprenticeship program that began before April 24, 2015:**

- If line 300 is \$400,000 or less, enter 45% on line 312.
- If line 300 is \$600,000 or more, enter 35% on line 312.
- If line 300 is more than \$400,000 and less than \$600,000, enter the percentage on line 312 using the following formula:

$$\text{Specified percentage} = 45 \% - \left[ 10 \% \times \left( \frac{\text{amount on line 300} - 400,000}{200,000} \right) \right]$$

**Specified percentage** ..... **312** 35.000 %**For eligible expenditures incurred for an apprenticeship program that began after April 23, 2015:**

- If line 300 is \$400,000 or less, enter 30% on line 314.
- If line 300 is \$600,000 or more, enter 25% on line 314.
- If line 300 is more than \$400,000 and less than \$600,000, enter the percentage on line 314 using the following formula:

$$\text{Specified percentage} = 30 \% - \left[ 5 \% \times \left( \frac{\text{amount on line 300} - 400,000}{200,000} \right) \right]$$

**Specified percentage** ..... **314** 25.000 %

\* If this is the first tax year of an amalgamated corporation and subsection 89(6) of the *Taxation Act, 2007* (Ontario) applies, enter salaries and wages paid in the previous tax year by the predecessor corporations.

**Part 4 – Ontario apprenticeship training tax credit**

Complete a **separate entry** for each apprentice for each qualifying apprenticeship with the corporation. When claiming an ATTC for repayment of government assistance, complete a **separate entry** for each repayment, and complete columns A to G and M and N with the details for the employment period in the previous tax year in which the government assistance was received.

1.	A Trade code	B Apprenticeship program/trade name	C Name of apprentice			
	<b>400</b>	<b>405</b>	<b>410</b>			
1.	434a	Powerline Technician	Phillip Parkinson			
1.	D Original contract or training agreement number		E Original registration date of apprenticeship contract or training agreement (YYYYMMDD) (see note 1)	F Start date of employment as an apprentice in the tax year (YYYYMMDD) (see note 2)	G End date of employment as an apprentice in the tax year (YYYYMMDD) (see note 3)	
	<b>420</b>		<b>425</b>	<b>430</b>	<b>435</b>	
1.	PA8740		2011-11-21	2015-10-01	2015-11-21	

Note 1: Enter the original registration date of the apprenticeship contract or training agreement in all cases, even when multiple employers employed the apprentice.

Note 2: When there are multiple employment periods as an apprentice in the tax year with the corporation, enter the date that is the first day of employment as an apprentice in the tax year with the corporation. When claiming an ATTC for repayment of government assistance, enter the start date of employment as an apprentice for the tax year in which the government assistance was received.

Note 3: When there are multiple employment periods as an apprentice in the tax year with the corporation, enter the date that is the last day of employment as an apprentice in the tax year with the corporation. When claiming an ATTC for repayment of government assistance, enter the end date of employment as an apprentice for the tax year in which the government assistance was received.

**Part 4 – Ontario apprenticeship training tax credit (continued)**

H1 Number of days in the tax year employed as an apprentice in a qualifying apprenticeship program that began before April 24, 2015 (see note 1)	H2 Number of days in the tax year employed as an apprentice in a qualifying apprenticeship program that began after April 23, 2015 (see note 1)	I Maximum credit amount for the tax year (see note 2)
<b>442</b>	<b>443</b>	<b>445</b>
1. 52		1,425

Note 1: When there are multiple employment periods as an apprentice in the tax year with the corporation, do not include days in which the individual was not employed as an apprentice.

For H1: The days employed as an apprentice must be within 48 months of the registration date provided in column E.

For H2: The days employed as an apprentice must be within 36 months of the registration date provided in column E.

Note 2: Maximum credit =  $(\$10,000 \times H1/365^*)$  or  $(\$5,000 \times H2/365^*)$ , whichever applies.

\* 366 days, if the tax year includes February 29

J1 Eligible expenditures incurred after March 26, 2009 for a qualifying apprenticeship program that began before April 24, 2015 (see note 3)	J2 Eligible expenditures incurred for a qualifying apprenticeship program that began after April 23, 2015 (see note 3)	K Eligible expenditures <b>multiplied</b> by specified percentage (see note 4)
<b>452</b>	<b>453</b>	<b>460</b>
1. 12,080		4,228

Note 3: Reduce eligible expenditures by all government assistance, as defined under subsection 89(19) of the *Taxation Act, 2007* (Ontario), that the corporation has received, is entitled to receive, or may reasonably expect to receive, in respect of the eligible expenditures, on or before the filing due date of the *T2 Corporation Income Tax Return* for the tax year.

For J1: Eligible expenditures must be for services provided by the apprentice to the taxpayer during the first 48 months of the apprenticeship program, and not relating to services performed before the apprenticeship program began or after it ended.

For J2: Eligible expenditures must be for services provided by the apprentice to the taxpayer during the first 36 months of the apprenticeship program, and not relating to services performed before the apprenticeship began or after it ended.

Note 4: Calculate the amount in column K as follows:

Column K =  $(J1 \times \text{line 312})$  or  $(J2 \times \text{line 314})$ , whichever applies.

L ATTC on eligible expenditures (lesser of columns I and K)	M ATTC on repayment of government assistance (see note 5)	N ATTC for each apprentice (column L or M, whichever applies)
<b>470</b>	<b>480</b>	<b>490</b>
1. 1,425		1,425

**Ontario apprenticeship training tax credit** (total of amounts in column N)

**500** 1,425 **O**

Or, if the corporation answered **yes** at line 150 in Part 1, determine the partner's share of amount O:

Amount O \_\_\_\_\_  $\times$  percentage on line 170 in Part 1 \_\_\_\_\_ % = \_\_\_\_\_ **P**

Enter amount O or P, whichever applies, on line 454 of Schedule 5, *Tax Calculation Supplementary – Corporations*. If you are filing more than one Schedule 552, **add** the amounts from line O or P, whichever applies, on all the schedules, and enter the total amount on line 454 of Schedule 5.

Note 5: Include the amount of government assistance repaid in the tax year multiplied by the specified percentage for the tax year in which the government assistance was received, to the extent that the government assistance reduced the ATTC in that tax year. Complete a **separate entry** for each repayment of government assistance.

See the privacy notice on your return.