August 31, 2016

Ms. Kirsten Walli
Board Secretary
Ontario Energy Board
2300 Yonge Street, 27th Floor
Toronto, ON
M4P 1E4

Dear Ms. Walli;

**Re: Enersource, Horizon Utilities and PowerStream (collectively, the "Applicants") MAADs Application (EB-2016-0025) – Undertaking JTC1.1**

On August 24, 2016, the OEB conducted a Technical Conference in the above-captioned proceeding. The Applicants filed their responses to the Technical Conference Undertakings yesterday. In their response to Undertaking JTC1.1, they advised that a "pdf" version of the Deloitte model will be filed by no later than September 1, 2016. The pdf document is enclosed with this letter. Please note that there is one redaction from the 60 page document. The line redacted from page 1 relates to a matter that is out of scope, as it pertains to information used in deliberations and negotiations leading to the final transaction. The redacted text will not be provided.

If you have any questions or concerns, please do not hesitate to contact the undersigned.

Yours truly,

Indy J. Butany-DeSouza, MBA
Vice President, Regulatory Affairs
Horizon Utilities Corporation

| | | |
|---|---|---|
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Intervenors of Record

**Project Titan**

**Model Updates Log**

| Version | Date | Notes | Major Changes |
|---|---|---|---|
| 1 | 20-Apr-15 | First draft of model | [redacted]<br>The added functionalities / major changes include:<br>- Changes to the "Dashboard" sheet to incorporate capital structure analysis (Valuations analysis moved further down the Dashboard sheet)<br>- Addition of the "ICM Calculation" sheet to calculate the incremental ICM revenue to be added into the pro forma I/S, cash flows, and B/S<br>- Addition of ICM related assumptions in the "Financial Inputs" sheet<br>- Decision to file for an ICM is currently based on two scenarios: (1) Manual inputs for each individual year from within the "Financial Inputs" sheet; (2) Calculation of when ICM may be required based on whether the ICM D/E Trigger is breached in any of the years. The trigger input for each LDC is provided in the ICM assumptions in the "Financial Inputs" sheet<br>- Changes in the "Financial Inputs" sheet to re-categorize some of the Balance Sheet items, as per comments received from Horizon.<br><br>Changes to Pro Forma Sheet (as per comments received from PowerStream and Horizon):<br>- Change in formula for Employee Future Benefits to link to an EFB growth rate (added to FInancial Inputs sheet).<br>- Changes in calculation of AFFO<br>- A/R assumed to be the same y-o-y and any working capital changes are incorporated through the A/R balances<br>- Future PILS balances in B/S - Computed as opening plus pre-tax income multiplied by the difference between the cash tax rate and the statutory rate<br>- Interest Expense - Adjusted to add 60% of average current year change in NFA per Rates tab to debt balance for purposes of interest calc<br>- Changes to Future PILS in cash flow statement - Changed to difference between current and last year Future PILS balances<br>- The Pro Forma sheets for each LDC have additional line items to account for rebalancing of the Balance Sheets prior to merger (pre-merger re-leveraging) and after acquisition of HOBNI (for MergeCo Pro Froma "ΣProForma" sheet). |
| 3 | 30-Apr-15 | 3rd draft of business case model | Major changes are as follows:<br>- Changes to ICM calculation methodology - No ICM filing within first five years of merger under Custom IR;<br>- Capital structure analysis methodology changes (as currently being discussed);<br>- Addition of the IRR Calculation sheet (currently a work in progress);<br>- Changes in ProForma sheets structure based on discussions and comments from the LDCs;<br>- For PowerStream - Interest Income of $2.3M removed from the Pro Forma I/S but ~$1.5M of capitalized interest has been added within the "Land" capex amount for every year (allowing for zero depreciation) such that the capitalized interest is included within the PS Rate Base (as per the approach agreed at the CFO Meeting on April 30, 2015 - To be confirmed whether including within "Land" is appropriate or not) |
| 4 | 10-May-15 | 4th draft of business case model | Major changes are as follows:<br>- Changes in methodology of capital structure analysis, as discussed during CFO meetings (May 8, 2015) which have left to reorganization of the Dashboard<br>- Addition of working capital adjustment based on the forecasted 2015 pro forma balance sheets for each LDC within the "WC Adjustment" sheet. Working capital adjustments used to create a new "WC Adjustment Chips" bucket for funding of HOBNI acquisition share - shown within the "Dashboard" sheet<br>- Addition of "Merger Inputs" sheet containing merger synergies assumptions for capital and operating savings and costs from the merger<br>- Changes to the ΣRate, ΣDCF, ΣPro Forma sheets to account for addition of merger synergies and costs<br>- Revisions in PowerStream's OM&A and Capex assumptions for upcoming Custom IR application (5 years) - Added in Row 1603-1618 in Financial Inputs Sheet<br>- Sensitivity added on cut on Enersource's Capex by 4% (as per assumption in Rows 1620 onwards). Switch added to turn on / off the sensitivity. |
| 5 | 13-May-15 | 5th draft | Major changes are as follows:<br>• Adjustment for Normalization of Net Working Capital: Added in adjustment for Net Working Capital (NWC) with a target NWC of 5% for all LDCs. The adjustment for each LDC has been added within a “Working Capital Adj. Chips” account<br>• Add in Unregulated Business in PV of Future Un-used Debt Capacity<br>• Scenarios on Discount Rates for PV of Future Un-Used Debt Capacity: Scenarios on calculation of the PV of the future un-used debt capacity of each LDC have been added based on the following discou rates: (1) Cost of Debt; (2) Cost of Equity; (3) WACC. The sensitivity table has been added on the “Dashboard” sheet.<br>• Sensitivity on Cutting Enersource Capex by 4%: Sensitivity added within the “Financial Inputs” sheet (Row 1620 onwards) for reduction in Enersource’s capex between 2017 and 2021 by 4% with a switch added to turn on/off the sensitivity.<br>• Addition of Synergies Assumptions: Preliminary assumptions on merger synergies and transition costs have been added within the model. A new “Merger Inputs” sheet has been added within the model which contains the preliminary assumptions on the Capex and Opex synergies and transition costs, based on the meeting with finance sub-committee on Friday May 8th. The synergies and costs are divided based on business units. Changes have been made to the “ΣRate”, “ΣDCF”, and “ΣPro Forma” sheets to account for the synergies. The detailed calculations of the synergies and transition costs have been added within the “ΣRate” sheet (Row 277 onwards) |

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**Model Updates Log**

| Version | Date | Notes | Major Changes |
|---|---|---|---|
| 6 | 15-May-15 | 6th Draft | Major changes are as follows:<br>- Some adjustments to NWC calculation assumptions - To be reviewed<br>- Synergies scenarios added on Dashboard (100%, 75%, 50%, 0%)<br>- "Other Assets" Chips account added |
| 8 | 28-May-15 | 8th Draft | Major Changes are as follows:<br>- Earnings Sharing Mechanism (ESM): Addition of the ESM methodology for 50-50 sharing of the amount over-earned by MergeCo during the pre-MergeCo rebasing years<br>Sharing back to customers is based on 50% of the "extra" amount over the deemed ROE + 300bps. Inclusion of a separate "Deemed ROE" input for each year for flexibility in scenario testing of the ESM along with inclusion of a separate line-item in the Pro Forma Income Statement to show the impact with a 2-year lag.<br>- Incremental Capital Module: Expectation that no Custom IR entity will file for an ICM. Default for Price Cap entities (Enersource and HOBNI is set to no filing of ICM). A toggle is added in the model which can be changed in order to view the ICM impact.<br>- Definition of Working Capital and Other Balance Sheet Adjustments: Customer Deposits to be treated as "Other Assets/Liabilities" for the purposes of closing adjustments. For Enersource, restricted cash is left in as working capital.<br>- Merger Synergies: Updated the model for the latest Opex and Capex synergies assumptions and updated scenario testing such that transition costs are always carried at 100% and only savings are impacted.<br>- Working Capital Forecasting for Pro Formas: Previously the Pro Formas were based on the assumption that the regulated WCA will be set at 13% for the first 2 years and then at 9% as a default once LDCs transition to monthly billing. The Pro Formas will now be forecasted based on an estimate of the actual working capital levels - Currently this has been set at 5% of Cost of Power + OM&A as a base assumption (This assumption is to be discussed). The annual change in working capital is also calculated based on the 5% assumption<br>- IRR Analysis: Initial investment for the merger + HOBNI acquisition for each LDC is based on the LDC's proportionate share of MergeCo's total shareholders equity. For the purposes of the IRR analysis, any balance "chips" after funding of equity investment (if any) in HOBNI acquisition, would be adjusted for as part of the initial investment (three separate line-items added in "IRR & Payback" sheet).<br>- Calculation of Re-leverage "Chips": Re-leverage "Chips" to be based on 60% of Total Assets + Target Working Capital (9% of Cost of Power + OM&A) for each LDC. Leads to a change in the leverage capacity for each LDC. |
| 8_1 | 01-Jun-15 | | Split up working capital assumptions in Dashboard G17 into two inputs:<br>- G17 - Input for working capital assumptions for on-going operations<br>- K17 - Input for working capital assumptions for closing adjustments and "WC Chips"<br><br>Added coding in "Update" button macro on Dashboard sheet to automatically update the AFFO:Debt chart for the synergy scenarios of 75% and 50%. |
| 11 | 12-Jun-15 | Version 11 | Refer to Revision Tracker Sheet for details on changes from version 10 to 11. |
| 11.4 | 16-Jun-15 | 11.4 (Dividends with ICM revenue) | Version 11.4 adjusted such that dividends (regulated) for NewCo include ICM revenue. ICM revenue included within dividends and reflected in Retained Earnings and Cash Flows. |
| 11.5 | 30-Jun-15 | | - Change in synergies numbers based on revised synergies assumptions by the COOs - Increase in Corporate Communications capital transition costs for 2016 and change in Corporate Comm OPEX transition costs for 2016.<br>- Incorporated additional data analysis as presented by the LDCs within the Key Metrics tab. The data analysis represents the analysis that was presented by the CFOs in their meetings with stakeholders.<br>- Base scenario includes ICM revenue with full dividend payout (ICM recognized in Net Income)<br>- Revision in definition of AFFO to revised S&P definition (2014) which is (EBITDA less Net Interet Expense less Current Tax Expense)<br><br>Refer to Revision Tracket Sheet for details. |

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**Model Updates Log**

| Version | Date | Notes | Major Changes |
|---|---|---|---|
| 11.5 (Hybrid PS Solar) | 22-Jul-15 | Version 11.5 with Hybrid PS Solar Option Revisions | The Business Case model V11.5 has been modified for modeling the Hybrid PS Solar Option, with the following primary changes reflected:<br>• "Dashboard" Sheet:<br>− LDC shareholding %s revised to relative values excluding PowerStream Solar (Cells D35 to D37).<br>− Changes in the LDC shareholding % leads to revisions in the funding requirements by each of the LDCs for HOBNI acquisition (Cells D146 to D148).<br>• "11. ∑Pro Forma FS" Sheet:<br>− Added "PS Solar Benefit Sharing Income to MergeCo Shareholders" (Row 97) as an income item within the MergeCo income statement calculated as 50bps (based on feedback received from PowerStream) on the average of the beginning and ending balance of the PS Solar debt for the year. The additional annual income would continue to accrue to the MergeCo shareholders until the PS Solar debt is completely paid off. The tax impact is captured within overall tax calculation for MergeCo. The additional annual income for MergeCo (on after-tax basis) also provides MergeCo with additional cash flow for funding the business which reduces the annual long-term borrowing requirements.<br>− Added "PS Solar Benefit Sharing Cost to MergeCo Shareholders" (Row 256) as a cost item to PowerStream Solar calculated as 70bps on the average of the beginning and ending balance of the PS Solar debt for the year. The cost of 70 bps has been currently assumed for PS Solar to account for the existing spread between the current cost of financing of PS Solar (IO long-term debt at 3.80%) and the assumption on the long-term financing rate for MergeCo (4.00%).<br>− Adjusted "PS Solar Class A Shareholders Dividends" (Row 259) and "AFFO – PS Solar" (Row 204) for the additional cost as it would reduce the PS Solar cash flows and hence reduce the amount available to pay out as dividends to the Class A Shareholders.<br>− Added a "PS Solar Equity Calculations" schedule (Rows 261 to 267) to calculate annual closing equity balances for PS Solar to take into account the dividends to paid out which would reduce the total equity for PS Solar over time. The PS Solar equity balances from this schedule would lead to changes to the "Equity - Non-Regulated" (Row 225) which would reduce as the equity is paid out to the Class A Shareholders.<br>− The changes reflected within this sheet impact the following key metrics: (1) AFFO:Debt; (2) ROEs; and (3) Debt to Total Cap<br>• "IRR & Payback":<br>− The LDCs' share of the regulated business is based on the revised shareholding %s (as provided on the Dashboard).<br>− Added "PS Solar Benefit Sharing Income to MergeCo Shareholders" within the IRR Calculations – NewCo (Row 84) as the only item which impacts the MergeCo/NewCo IRR calculations.<br>− Adjusted the cash flow from non-regulated businesses within the LDC specific IRR calculations to split up into "Cash Flow from PS Solar Business (Class A Shareholders Only)" (Row 139) and the "Cash Flow from Non-Regulated Businesses (Excl. PS Solar)" (Row 138) to account for the change in flow of cash flows to each LDC. Under the PS Solar Hybrid Option, PowerStream would receive 46% of the cash flows from all other non-regulated business but would receive 100% of the cash flows from the PS Solar business, whereas Enersource and Horizon would receive their respective share (31% and 23%) of all other non-regulated businesses and nothing from the PS Solar business.<br>− The revisions in the treatment of the non-regulated cash flows and the revised shareholding %s impact the IRRs of each LDC.<br>• "Key Metrics":<br>− Revisions made in the prior sheets have been reflected within the key metrics summarized within this sheet with delineations between the dividends to MergeCo Shareholders and dividends to Class A Shareholders Only.<br>− The revisions in the dividends are also reflected in the dividends to each LDC. |

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**Dashboard**

**SCENARIO SELECTION**

Current Scenario: Scenario 1 | Update Model

*Instructions : Choose the LDC scenario to run within the model. Only one LDC can be run at a time.*
*Click on the "Update Model" button to run all scenarios and copy all data into the Database sheet for populating graphs and other data.*

3-Way Merger + HOBNI Acquisition (Yes / No): Yes
*("Yes" = 3-Way Merger and Acquisition of HOBNI; "No" = 3-Way Merger Only)*

MergoCo / Standalone Analysis: Yes
*(Yes = MergeCo analysis, No = Standalone LDCs analysis)*

**Scenarios**
- Scenario 1 - PowerStream
- Scenario 2 - Enersource
- Scenario 3 - Hydro One Brampton
- Scenario 4 - Horizon Utilities

**Current LDC Scenario Running** — **PowerStream**

**Key MergeCo / NewCo Assumptions Inputs**

| | | | |
|---|---|---|---|
| Working Capital % for On-going Ops. | 5.00% | Working Capital % for Closing Adj. | 5.00% |
| *(Applied for changes in WC for on-going operations of MergeCo)* | | *(Applied to closing adjustments and calculation of "WC Chips")* | |
| Target NWC for Re-leveraging | 13 00% | | |
| *(To calculate Total Assets for Re-leveraging in the Balance Sheet Adj Sheet)* | | PS Solar Benefit Sharing Income to MergeCo Shareholders | 0.50% |
| Synergies Scenarios | 100% | | |
| *(Scenario applies to both CAPEX and OPEX synergies)* | | PS Solar Benefit Sharing Cost to Class A Shareholders | 0.70% |
| Transition Cost Scenarios | 100% | | |
| *(Scenario applies to both CAPEX and OPEX transition costs)* | | Include ICM Revenue | Yes |

**Current Scenario Key Results**

| | 2015 |
|---|---|
| PowerStream 2015 Rate Base (Mn) | $989.7 |
| PowerStream Debt (%) | 60.8% |
| PowerStream Equity (%) | 39.2% |
| PowerStream FFO:Debt | 12.8% |

**LDC Relative Valuation Summary - Based on EV Relative Values**

| LDCs | Regulated | Reg. & Non-Reg. |
|---|---|---|
| PowerStream | 45.9% | 46.0% |
| Enersource | 31.6% | 31.0% |
| Horizon Utilities | 22.5% | 23.0% |
| | **100.0%** | **100.0%** |
| **Current Scenario** | **45.9%** | **46.0%** |

**1. Calculate Value of "Chips" (Standalone - No Merger) - December 31, 2015 (Regulated Only)**

*Calculation of the value of additional debt and leverage capacity of each LDC (i.e. chips).*

| **Existing Capital Structure (Standalone - No Merger)** | **Debt** | | **Equity** | | **Total** |
|---|---|---|---|---|---|
| **(2015 - Pro Froma)** | **$M** | **%** | **$M** | **%** | **$M** |
| PowerStream | $602.4 | 60.2% | $398 9 | 39 8% | $1,001.4 |
| Enersource | $389.7 | 59.8% | $262.1 | 40 2% | $651.7 |
| Horizon Utilities | $217.3 | 47.6% | $239 6 | 52.4% | $456 9 |
| **Total** | **$1,209.4** | | **$900.6** | | **$2,110.0** |

| **Total Assets** | **2014 (Actual)** | | **Total** | **2015 (Pro Forma)** | | **Total** |
|---|---|---|---|---|---|---|
| | **Operating Assets ($M)** | **Working Capital ($M) [1]** | **$M** | **Operating Assets ($M)** | **Working Capital ($M) [1]** | **$M** |
| PowerStream | $931.0 | $131.5 | $1,062 5 | $970.0 | $136 8 | $1,106 8 |
| Enersource | $573.9 | $109.0 | $682 9 | $635.7 | $115 6 | $751 2 |
| Horizon Utilities | $438.8 | $76.7 | $515 5 | $450.8 | $79 0 | $529 8 |
| **Total** | **$1,943.7** | **$317.2** | **$2,260.9** | **$2,056.5** | **$331.3** | **$2,387.8** |

*Notes:*
*[1] Working Capital is based on target Net Working Capital of 13% of sum of the Cost of Power and OM&A for each LDC.*

**Key Assumptions**

**Active Key Model Assumptions**

| | |
|---|---|
| Model Start Year | 2014 |
| PV Base Year | 2014 |
| Model Term | 25 |

**Payback Analysis Results**

| | |
|---|---|
| HOBNI Acquistion Premium Payback Period | 6 Years |

**IRR Analysis Summary - PowerStream**

| | |
|---|---|
| Initial Equity Investment - Share Capital | $354 2 |
| Initial Equity Investment - Retained Earnings | $99.4 |
| Equity Investment in HOBNI Acquisition | $120 0 |
| **Total Equity Investment** | **$573.5** |
| **IRR (Post-Tax)** | **9.57%** |
| **IRR (Pre-Tax)** | **13.02%** |

**IRR Analysis Summary - NewCo**

| | |
|---|---|
| Initial Equity Investment - Share Capital | $638 0 |
| Initial Equity Investment - Retained Earnings | $323 0 |
| Equity Investment in HOBNI Acquisition | $182.1 |
| **Total Equity Investment** | **$1,143.1** |
| **IRR (Post-Tax)** | **9.91%** |
| **IRR (Pre-Tax)** | **13.49%** |

**Theoretical Re-leverage Target D/E** 60 0%

*"Theoretical" re-leverage to align each LDC's capital structure in line with DCF assumption. Done on stand-alone basis, with all assumptions assuming no merger.*

| Theoretical Re-leverage at Target D/E | Debt | | Equity | | Total |
|---|---|---|---|---|---|
| (Standalone - No Merger) | $M | % | $M | % | $M |
| PowerStream | $664.1 | 60 0% | $442.7 | 40.0% | $1,106.8 |
| Enersource | $450.7 | 60 0% | $300.5 | 40.0% | $751.2 |
| Horizon Utilities | $317 9 | 60 0% | $211.9 | 40.0% | $529.8 |
| **Total** | **$1,432.7** | | **$955.1** | | **$2,387.8** |

| External Accounts | | |
|---|---|---|
| Re-leverage "Chips" | Working Capital Adj. "Chips" | Other Assets "Chips" |
| $61.6 | $37.5 | ($49.6) |
| $61.1 | $12.6 | ($38.6) |
| $100.6 | ($3.9) | ($9.1) |
| **$223.3** | **$46.2** | **($97.3)** |

**Theoretical Calculation of Un-used Future Debt Capacity**

*Regulated only. "Theoretical" annual cash-in or cash-out to level set AFFO:Debt to target rate.*
*Nominal amounts PV'd back to date that MergeCo formed.*
*(Standalone - No Merger)*

Discount Rate WACC

Current Disc. Rate 5.41%

| PV Value of Un-used Future Debt Capacity "Chips" | Amounts ($) | | | Relative % | | |
|---|---|---|---|---|---|---|
| | Cost of Debt | Cost of Equity | WACC | Cost of Debt | Cost of Equity | WACC |
| **25-Year PV Scenario** | | | | | | |
| PowerStream | $251.7 | $128.2 | $207.4 | 54.7% | 48.6% | 53.9% |
| Enersource | $114 2 | $59.1 | $89.0 | 24 8% | 22.4% | 23.2% |
| Horizon Utilities | $94.1 | $76.7 | $88.0 | 20 5% | 29.0% | 22.9% |
| **Total** | **$460.0** | **$264.0** | **$384.5** | **100.0%** | **100.0%** | **100.0%** |
| **15-Year PV Scenario** | | | | | | |
| PowerStream | $135.1 | $85.2 | $118.7 | 52 2% | 45.1% | 50.7% |
| Enersource | $59.1 | $38.5 | $50.6 | 22 8% | 20.4% | 21.6% |
| Horizon Utilities | $64.7 | $65.2 | $65.0 | 25 0% | 34.5% | 27.7% |
| **Total** | **$258.9** | **$188.9** | **$234.3** | **100.0%** | **100.0%** | **100.0%** |
| **10-Year PV Scenario** | | | | | | |
| PowerStream | $62 3 | $46.5 | $57.4 | 36 5% | 32.5% | 35.6% |
| Enersource | $43.1 | $30.7 | $38.2 | 25 2% | 21.5% | 23.7% |
| Horizon Utilities | $65 5 | $65.7 | $65.7 | 38 3% | 46.0% | 40.7% |
| **Total** | **$171.0** | **$142.9** | **$161.3** | **100.0%** | **100.0%** | **100.0%** |

| Current Result |
|---|
| **25-Year PV** |
| $207.4 |
| $94.6 |
| $87.7 |
| **$389.7** |
| **15-Year PV** |
| $118.7 |
| $52.6 |
| $65.0 |
| **$236.3** |
| **10-Year PV** |
| $57.4 |
| $39.4 |
| $65.7 |
| **$162.5** |

*Notes:*
*[1] Discount Rates: Cost of Debt - 4.0%; Cost of Equity - 9.3%; WACC - Different for each entity.*

**2. Capital Structure Analysis - NewCo - December 31, 2015**

*Regulated Only. Synergies applied.*

| Initial MergeCo Capital Structure (Book Value) | Regulated Only $M | % | Regulated & Non-Regulated $M | % |
|---|---|---|---|---|
| Debt | $1,209.4 | 57 3% | $1,324.9 | 58.0% |
| Equity | $900 6 | 42.7% | $961.0 | 42.0% |
| **Total** | **$2,110.0** | **100.0%** | **$2,285.9** | **100.0%** |

| | |
|---|---|
| **Initial MergeCo Total Assets ($M) (Operating Assets** | **$2,387.8** |

Re-leveraging of MergeCo Capital Structure (Yes / No) Yes

| Re-leveraged MergeCo Capital Structure (Regulatec | $M | % |
|---|---|---|
| Debt | $1,433 3 | 60 0% |
| Equity | $954 6 | 40 0% |
| **Total** | **$2,387.8** | **100.0%** |

| Re-leverage "Chips" | Working Capital Adj. "Chips" | Other Assets "Chips" |
|---|---|---|
| $223 3 | $46.2 | ($97 3) |
| **$223.3** | **$46.2** | **($97.3)** |

| **HOBNI Acquisition** | | |
|---|---|---|
| HOBNI Acquisition Price | | $607.0 |
| | | |
| Rate Base (2015) | | $405.0 |
| Acquisition Premium | 50% | $202.0 |
| **HOBNI Acquisition Price** | | **$607.0** |

| HOBNI Acquisition Financing (Regulated Only) | Financing Structure | Amount ($M) | % of Acquisition Price | Financing Structure (%) |
|---|---|---|---|---|
| **Additional Debt Financing** | | | | |
| | 50% | $201.6 | | |
| **Sub-Total** | | **$201.6** | **33.2%** | |
| **Balance Funding Requirement** | | | | |
| PowerStream | 46.0% | $186.3 | | |
| Enersource | 31.0% | $125.7 | | |
| Horizon Utilities | 23.0% | $93.4 | | |
| **Total** | | **$405.4** | **66.8%** | |
| *Balance Funding Requirement = HOBNI Acquisition Price - Rate Base Debt Financing.* | | | | |
| | | | | |
| (1) Value of Re-leverage "Chips": | | | | |
| PowerStream | | $61.6 | | |
| Enersource | | $61.1 | | |
| Horizon Utilities | | $100.6 | | |
| **Sub-Total** | | **$223.3** | **36.8%** | |
| | | | | |
| (2) Additional MergeCo Debt Financing: | – | – | | |
| **Sub-Total** | | **–** | **–** | |
| **Total Debt Financing** | | **$424.9** | | **70%** |
| | | | | |
| **Equity Financing** | | | | |
| PowerStream | | $124.7 | | |
| Enersource | | $64.6 | | |
| Horizon Utilities | | ($7.2) | | |
| **Total Equity Financing** | | **$182.1** | | **30%** |
| | | | | |
| **Total Acquisition Funding** | | **$607.0** | | **100.0%** |

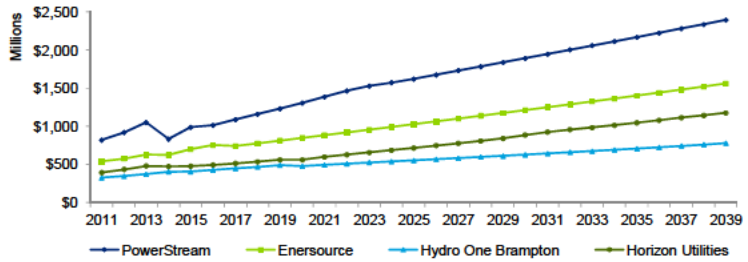
| Other Chips Accounts | Value of Working Capital Adj. "Chips" | Value of Other Assets "Chips" |
|---|---|---|
| PowerStream | $37.5 | ($49.6) |
| Enersource | $12.6 | ($38.6) |
| Horizon Utilities | ($3.9) | ($9.1) |
| **Total** | **$46.2** | **($97.3)** |

| NewCo Capital Structure - December 31, 2015 | Regulated Only | | Regulated & Non-Regulated | |
|---|---|---|---|---|
| | Regulated Only | % | $M | % |
| Debt | $1,634 8 | 59% | $1,750.3 | 59% |
| Equity | $1,136.7 | 41% | $1,197.1 | 41% |
| **Total** | **$2,771.5** | **100.0%** | **$2,947.4** | **100.0%** |

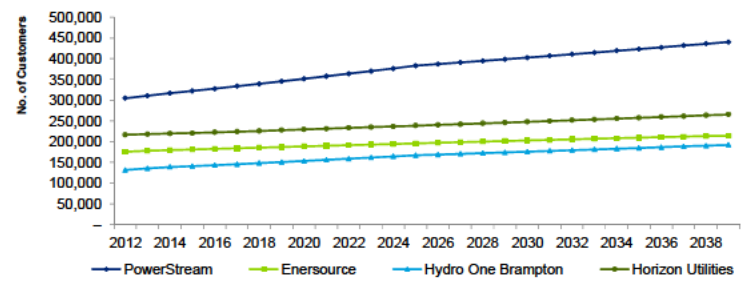
| Summary Capital Requirements | Equity Financing Requirement [A] | Value of Working Capital Chips [B] | Value of Other Assets Chips [C] | Overall Capital Requirement [D = A - B - C] | |
|---|---|---|---|---|---|
| PowerStream | $124.7 | $37.5 | ($49.6) | $136.7 | |
| Enersource | $64 6 | $12.6 | ($38.6) | $90.7 | |
| Horizon Utilities | ($7 2) | ($3.9) | ($9.1) | $5 8 | ($3.3) |
| **Total** | **$182.1** | **$46.2** | **($97.3)** | **$233.2** | |

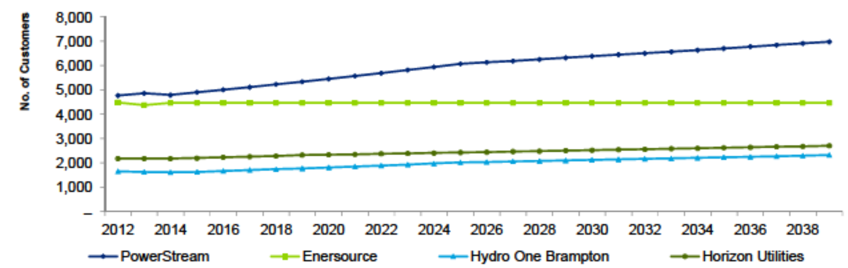
## GRAPHS

**Forecasted Rate Base**

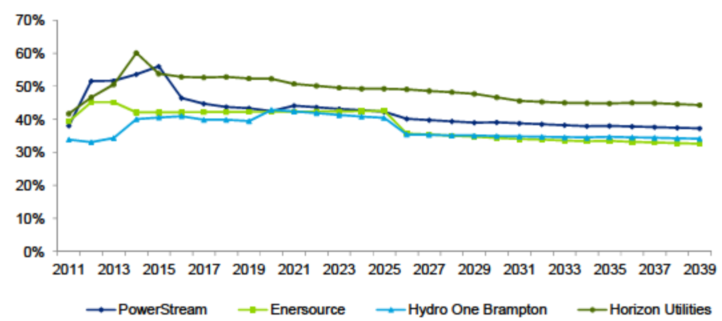



**Forecast Residential Customer Growth**

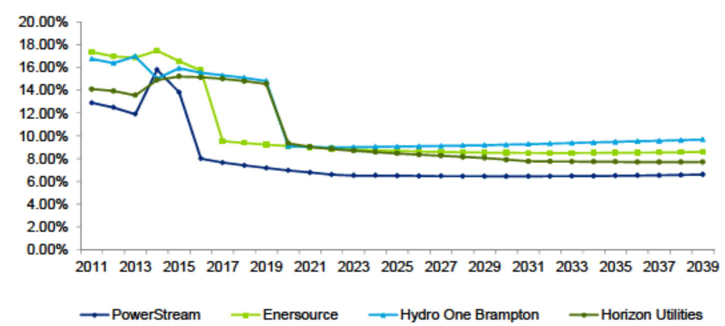


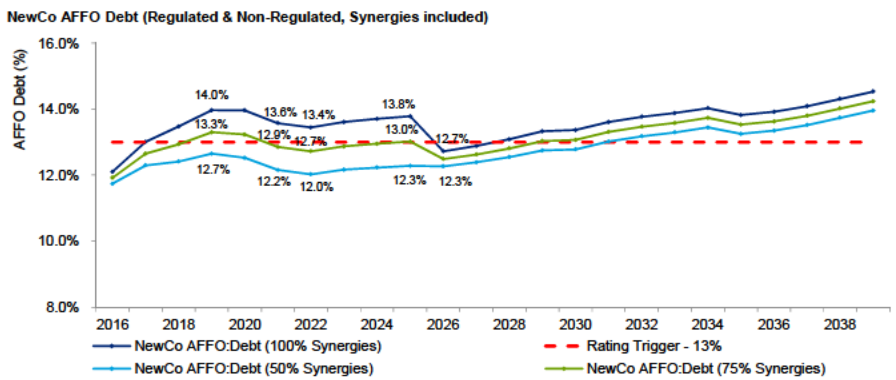



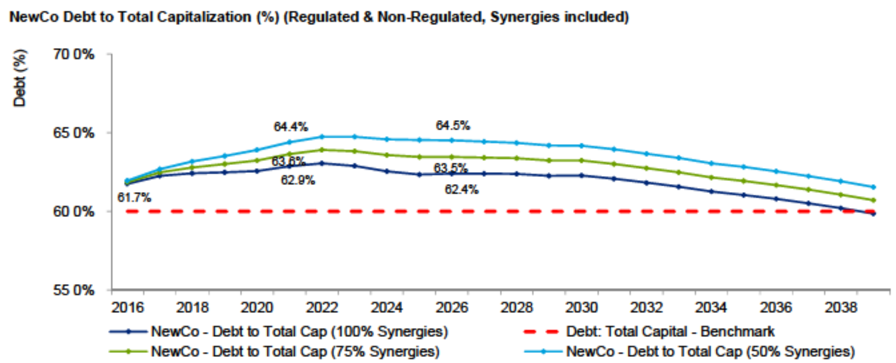

**OM&A as % of Rate Base**

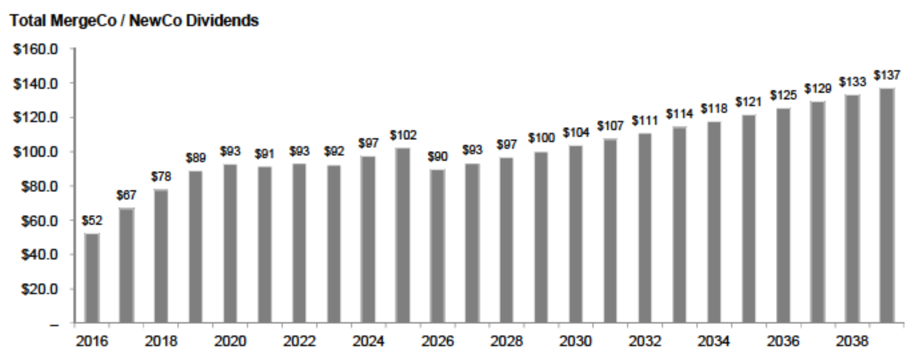


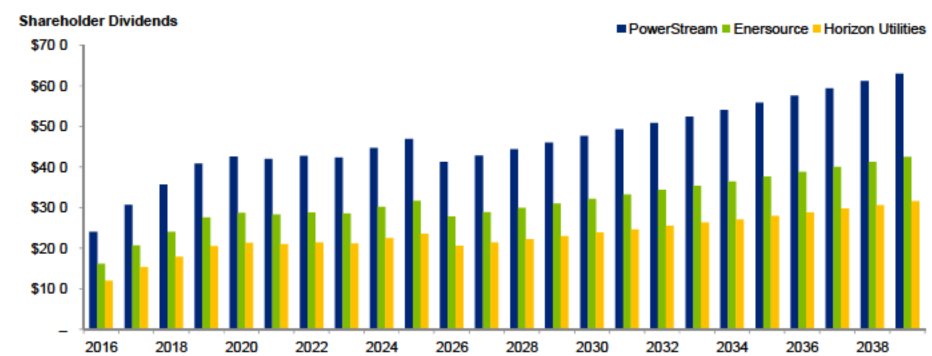

**Working Capital as % of Rate Base**




NewCo AFFO Debt (Regulated & Non-Regulated, Synergies included)
AFFO Debt (%)
NewCo AFFO:Debt (100% Synergies)
Rating Trigger - 13%
NewCo AFFO:Debt (50% Synergies)
NewCo AFFO:Debt (75% Synergies)


NewCo Debt to Total Capitalization (%) (Regulated & Non-Regulated, Synergies included)
Debt (%)
NewCo - Debt to Total Cap (100% Synergies)
Debt: Total Capital - Benchmark
NewCo - Debt to Total Cap (75% Synergies)
NewCo - Debt to Total Cap (50% Synergies)


Total MergeCo / NewCo Dividends


Shareholder Dividends
PowerStream
Enersource
Horizon Utilities

**Project Titan**

## Dashboard

### SCENARIO SELECTION

| | | | | |
|---|---|---|---|---|
| Current Scenario | Scenario 2 | Update Model | | |
| *Instructions : Choose the LDC scenario to run within the model. Only one LDC can be run at a time.* | | | | |
| *Click on the "Update Model" button to run all scenarios and copy all data into the Database sheet for populating graphs and other data.* | | | | |
| 3-Way Merger + HOBNI Acquisition (Yes / No) | Yes | | MergoCo / Standalone Analysis | Yes |
| *("Yes" = 3-Way Merger and Acquisition of HOBNI; "No" = 3-Way Merger Only)* | | | *(Yes = MergeCo analysis, No = Standalone LDCs analysis)* | |

**Scenarios**
- Scenario 1 - PowerStream
- Scenario 2 - Enersource
- Scenario 3 - Hydro One Brampton
- Scenario 4 - Horizon Utilities

**Key MergeCo / NewCo Assumptions Inputs**

| | | | |
|---|---|---|---|
| Working Capital % for On-going Ops. | 5.00% | Working Capital % for Closing Adj. | 5.00% |
| *(Applied for changes in WC for on-going operations of MergeCo)* | | *(Applied to closing adjustments and calculation of "WC Chips")* | |
| Target NWC for Re-leveraging | 13 00% | | |
| *(To calculate Total Assets for Re-leveraging in the Balance Sheet Adj Sheet)* | | PS Solar Benefit Sharing Income to MergeCo Shareholders | 0.50% |
| Synergies Scenarios | 100% | | |
| *(Scenario applies to both CAPEX and OPEX synergies)* | | PS Solar Benefit Sharing Cost to Class A Shareholders | 0.70% |
| Transition Cost Scenarios | 100% | | |
| *(Scenario applies to both CAPEX and OPEX transition costs)* | | Include ICM Revenue | Yes |

**Current LDC Scenario Running** — **Enersource**

### Current Scenario Key Results

| | 2015 |
|---|---|
| Enersource 2015 Rate Base (Mn) | $698.5 |
| Enersource Debt (%) | 60.1% |
| Enersource Equity (%) | 39.9% |
| Enersource FFO:Debt | 13.8% |

### LDC Relative Valuation Summary - Based on EV Relative Values

| LDCs | Regulated | Reg. & Non-Reg. |
|---|---|---|
| PowerStream | 45.9% | 46.0% |
| Enersource | 31.6% | 31.0% |
| Horizon Utilities | 22.5% | 23.0% |
| | **100.0%** | **100.0%** |
| **Current Scenario** | **31.6%** | **31.0%** |

### 1. Calculate Value of "Chips" (Standalone - No Merger) - December 31, 2015 (Regulated Only)

*Calculation of the value of additional debt and leverage capacity of each LDC (i.e. chips).*

| Existing Capital Structure (Standalone - No Merger) (2015 - Pro Froma) | Debt $M | Debt % | Equity $M | Equity % | Total $M |
|---|---|---|---|---|---|
| PowerStream | $602.4 | 60.2% | $398 9 | 39 8% | $1,001.4 |
| Enersource | $389.7 | 59.8% | $262.1 | 40 2% | $651.7 |
| Horizon Utilities | $217.3 | 47.6% | $239 6 | 52.4% | $456 9 |
| **Total** | **$1,209.4** | | **$900.6** | | **$2,110.0** |

| Total Assets | 2014 (Actual) Operating Assets ($M) | 2014 (Actual) Working Capital ($M) [1] | Total $M | 2015 (Pro Forma) Operating Assets ($M) | 2015 (Pro Forma) Working Capital ($M) [1] | Total $M |
|---|---|---|---|---|---|---|
| PowerStream | $931.0 | $131.5 | $1,062 5 | $970.0 | $136 8 | $1,106 8 |
| Enersource | $573.9 | $109.0 | $682 9 | $635.7 | $115 6 | $751 2 |
| Horizon Utilities | $438.8 | $76.7 | $515 5 | $450.8 | $79 0 | $529 8 |
| **Total** | **$1,943.7** | **$317.2** | **$2,260.9** | **$2,056.5** | **$331.3** | **$2,387.8** |

*Notes:*

*[1] Working Capital is based on target Net Working Capital of 13% of sum of the Cost of Power and OM&A for each LDC.*

### Key Assumptions

**Active Key Model Assumptions**

| | |
|---|---|
| Model Start Year | 2014 |
| PV Base Year | 2014 |
| Model Term | 25 |

### Payback Analysis Results

| | |
|---|---|
| HOBNI Acquistion Premium Payback Period | 6 Years |

### IRR Analysis Summary - Enersource

| | |
|---|---|
| Initial Equity Investment - Share Capital | $156.7 |
| Initial Equity Investment - Retained Earnings | $107 3 |
| Equity Investment in HOBNI Acquisition | $62.1 |
| **Total Equity Investment** | **$326.2** |
| **IRR (Post-Tax)** | **10.22%** |
| **IRR (Pre-Tax)** | **13.91%** |

### IRR Analysis Summary - NewCo

| | |
|---|---|
| Initial Equity Investment - Share Capital | $638 0 |
| Initial Equity Investment - Retained Earnings | $323 0 |
| Equity Investment in HOBNI Acquisition | $182.1 |
| **Total Equity Investment** | **$1,143.1** |
| **IRR (Post-Tax)** | **9.91%** |
| **IRR (Pre-Tax)** | **13.49%** |

**Theoretical Re-leverage Target D/E** 60 0%

*"Theoretical" re-leverage to align each LDC's capital structure in line with DCF assumption. Done on stand-alone basis, with all assumptions assuming no merger.*

| Theoretical Re-leverage at Target D/E | Debt | | Equity | | Total |
|---|---|---|---|---|---|
| (Standalone - No Merger) | $M | % | $M | % | $M |
| PowerStream | $664.1 | 60 0% | $442.7 | 40.0% | $1,106.8 |
| Enersource | $450.7 | 60 0% | $300.5 | 40.0% | $751.2 |
| Horizon Utilities | $317 9 | 60 0% | $211.9 | 40.0% | $529.8 |
| **Total** | **$1,432.7** | | **$955.1** | | **$2,387.8** |

| External Accounts | | |
|---|---|---|
| Re-leverage "Chips" | Working Capital Adj. "Chips" | Other Assets "Chips" |
| $61.6 | $37.5 | ($49.6) |
| $61.1 | $12.6 | ($38.6) |
| $100.6 | ($3.9) | ($9.1) |
| **$223.3** | **$46.2** | **($97.3)** |

**Theoretical Calculation of Un-used Future Debt Capacity**

*Regulated only. "Theoretical" annual cash-in or cash-out to level set AFFO:Debt to target rate.*
*Nominal amounts PV'd back to date that MergeCo formed.*
*(Standalone - No Merger)*

Discount Rate WACC

Current Disc. Rate 5 88%

| PV Value of Un-used Future Debt Capacity "Chips" | Amounts ($) | | | Relative % | | |
|---|---|---|---|---|---|---|
| | Cost of Debt | Cost of Equity | WACC | Cost of Debt | Cost of Equity | WACC |
| **25-Year PV Scenario** | | | | | | |
| PowerStream | $251.7 | $128.2 | $207.4 | 54.7% | 48.6% | 53.9% |
| Enersource | $114 2 | $59.1 | $89.0 | 24 8% | 22.4% | 23.2% |
| Horizon Utilities | $94.1 | $76.7 | $88.0 | 20 5% | 29.0% | 22.9% |
| **Total** | **$460.0** | **$264.0** | **$384.5** | **100.0%** | **100.0%** | **100.0%** |
| **15-Year PV Scenario** | | | | | | |
| PowerStream | $135.1 | $85.2 | $118.7 | 52 2% | 45.1% | 50.7% |
| Enersource | $59.1 | $38.5 | $50.6 | 22 8% | 20.4% | 21.6% |
| Horizon Utilities | $64.7 | $65.2 | $65.0 | 25 0% | 34.5% | 27.7% |
| **Total** | **$258.9** | **$188.9** | **$234.3** | **100.0%** | **100.0%** | **100.0%** |
| **10-Year PV Scenario** | | | | | | |
| PowerStream | $62 3 | $46.5 | $57.4 | 36 5% | 32.5% | 35.6% |
| Enersource | $43.1 | $30.7 | $38.2 | 25 2% | 21.5% | 23.7% |
| Horizon Utilities | $65 5 | $65.7 | $65.7 | 38 3% | 46.0% | 40.7% |
| **Total** | **$171.0** | **$142.9** | **$161.3** | **100.0%** | **100.0%** | **100.0%** |

| Current Result |
|---|
| **25-Year PV** |
| $195.0 |
| $89.0 |
| $85.9 |
| **$370.0** |
| **15-Year PV** |
| $113.8 |
| $50.6 |
| $65.1 |
| **$229.5** |
| **10-Year PV** |
| $55.9 |
| $38.2 |
| $65.8 |
| **$159.9** |

*Notes:*
*[1] Discount Rates: Cost of Debt - 4.0%; Cost of Equity - 9.3%; WACC - Different for each entity.*

## 2. Capital Structure Analysis - NewCo - December 31, 2015

*Regulated Only. Synergies applied.*

| Initial MergeCo Capital Structure (Book Value) | Regulated Only $M | % | Regulated & Non-Regulated $M | % |
|---|---|---|---|---|
| Debt | $1,209.4 | 57 3% | $1,324.9 | 58.0% |
| Equity | $900 6 | 42.7% | $961.0 | 42.0% |
| **Total** | **$2,110.0** | **100.0%** | **$2,285.9** | **100.0%** |

| | |
|---|---|
| **Initial MergeCo Total Assets ($M) (Operating Assets** | **$2,387.8** |

Re-leveraging of MergeCo Capital Structure (Yes / No) Yes

| Re-leveraged MergeCo Capital Structure (Regulatec | $M | % |
|---|---|---|
| Debt | $1,433 3 | 60 0% |
| Equity | $954 6 | 40 0% |
| **Total** | **$2,387.8** | **100.0%** |

| Re-leverage "Chips" | Working Capital Adj. "Chips" | Other Assets "Chips" |
|---|---|---|
| $223 3 | $46.2 | ($97 3) |
| **$223.3** | **$46.2** | **($97.3)** |

| **HOBNI Acquisition** | | |
|---|---|---|
| HOBNI Acquisition Price | | $607.0 |
| | | |
| Rate Base (2015) | | $405.0 |
| Acquisition Premium | 50% | $202.0 |
| **HOBNI Acquisition Price** | | **$607.0** |

| HOBNI Acquisition Financing (Regulated Only) | Financing Structure | Amount ($M) | % of Acquisition Price | Financing Structure (%) |
|---|---|---|---|---|
| **Additional Debt Financing** | | | | |
| | 50% | $201.6 | | |
| **Sub-Total** | | **$201.6** | **33.2%** | |
| **Balance Funding Requirement** | | | | |
| PowerStream | 46.0% | $186.3 | | |
| Enersource | 31.0% | $125.7 | | |
| Horizon Utilities | 23.0% | $93.4 | | |
| **Total** | | **$405.4** | **66.8%** | |
| *Balance Funding Requirement = HOBNI Acquisition Price - Rate Base Debt Financing.* | | | | |
| | | | | |
| (1) Value of Re-leverage "Chips": | | | | |
| PowerStream | | $61.6 | | |
| Enersource | | $61.1 | | |
| Horizon Utilities | | $100.6 | | |
| **Sub-Total** | | **$223.3** | **36.8%** | |
| | | | | |
| (2) Additional MergeCo Debt Financing: | – | – | | |
| **Sub-Total** | | **–** | **–** | |
| **Total Debt Financing** | | **$424.9** | | **70%** |
| | | | | |
| **Equity Financing** | | | | |
| PowerStream | | $124.7 | | |
| Enersource | | $64.6 | | |
| Horizon Utilities | | ($7.2) | | |
| **Total Equity Financing** | | **$182.1** | | **30%** |
| | | | | |
| **Total Acquisition Funding** | | **$607.0** | | **100.0%** |

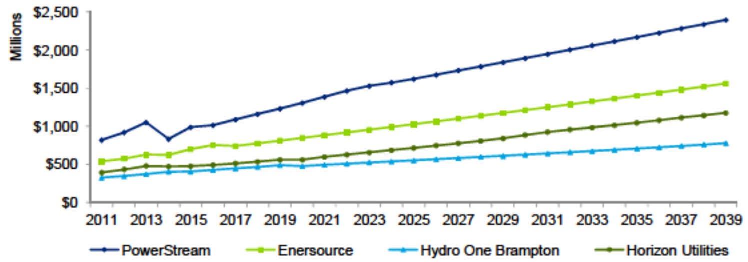
| Other Chips Accounts | Value of Working Capital Adj. "Chips" | Value of Other Assets "Chips" |
|---|---|---|
| PowerStream | $37.5 | ($49.6) |
| Enersource | $12.6 | ($38.6) |
| Horizon Utilities | ($3.9) | ($9.1) |
| **Total** | **$46.2** | **($97.3)** |

| NewCo Capital Structure - December 31, 2015 | Regulated Only | | Regulated & Non-Regulated | |
|---|---|---|---|---|
| | Regulated Only | % | $M | % |
| Debt | $1,634 8 | 59% | $1,750.3 | 59% |
| Equity | $1,136.7 | 41% | $1,197.1 | 41% |
| **Total** | **$2,771.5** | **100.0%** | **$2,947.4** | **100.0%** |

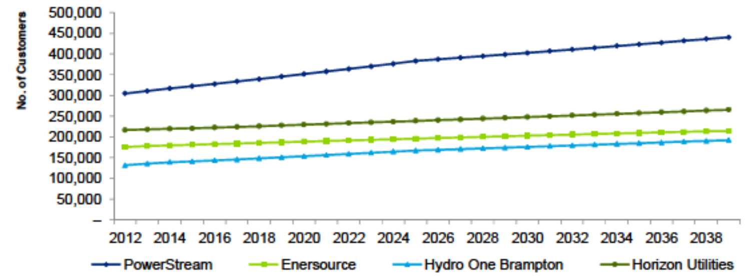
| Summary Capital Requirements | Equity Financing Requirement [A] | Value of Working Capital Chips [B] | Value of Other Assets Chips [C] | Overall Capital Requirement [D = A - B - C] | |
|---|---|---|---|---|---|
| PowerStream | $124.7 | $37.5 | ($49.6) | $136.7 | |
| Enersource | $64 6 | $12.6 | ($38.6) | $90.7 | |
| Horizon Utilities | ($7 2) | ($3.9) | ($9.1) | $5 8 | ($3.3) |
| **Total** | **$182.1** | **$46.2** | **($97.3)** | **$233.2** | |

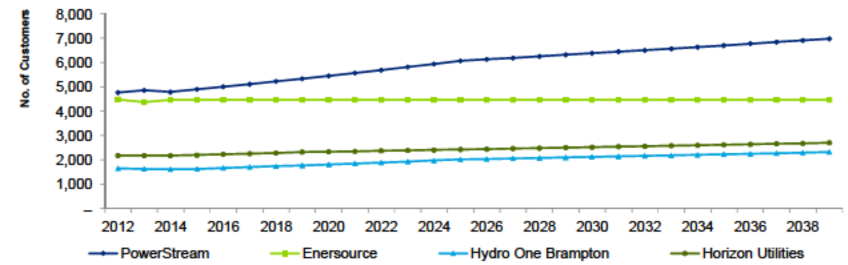
## GRAPHS

**Forecasted Rate Base**

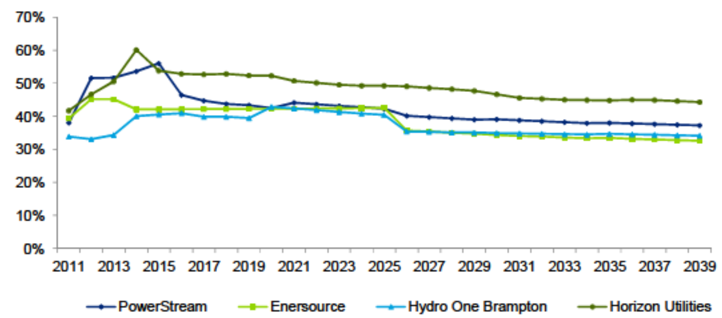



**Forecast Residential Customer Growth**

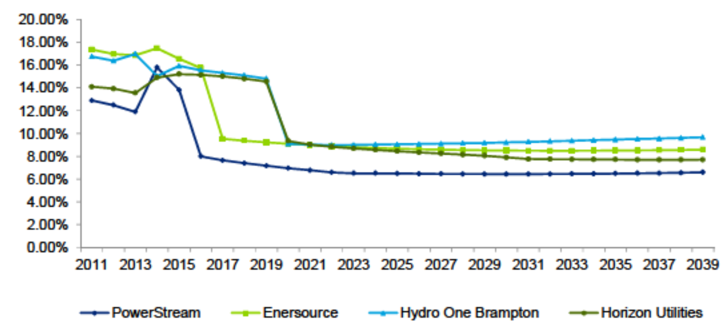


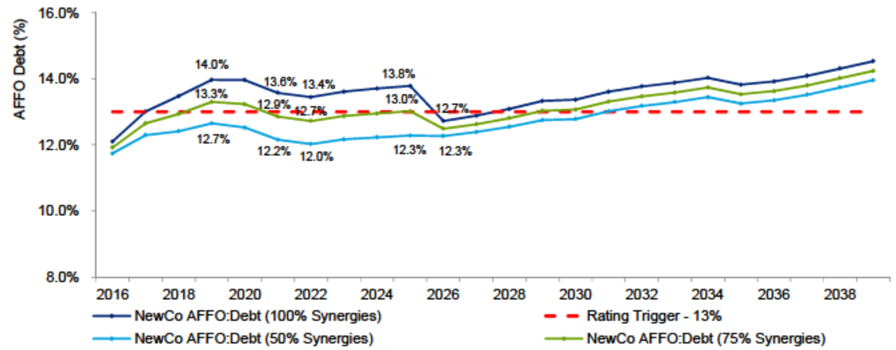

**OM&A as % of Rate Base**



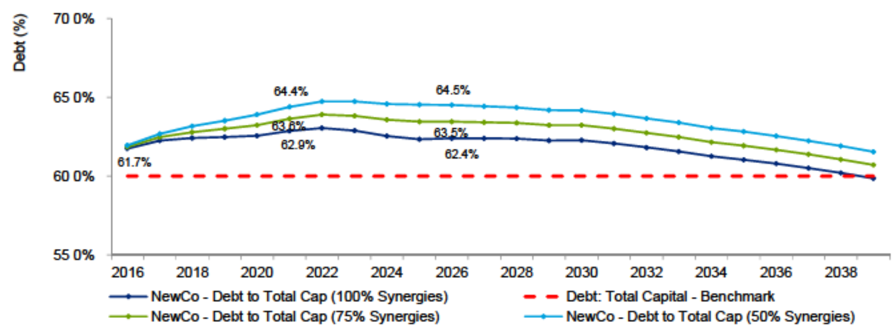

**Working Capital as % of Rate Base**



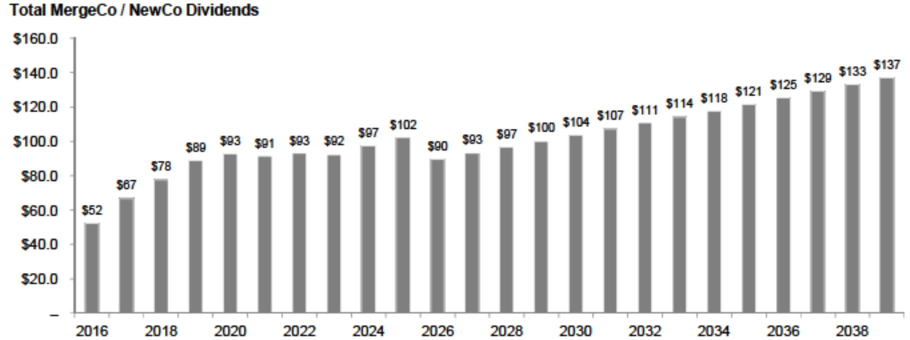
NewCo AFFO Debt (Regulated & Non-Regulated, Synergies included)



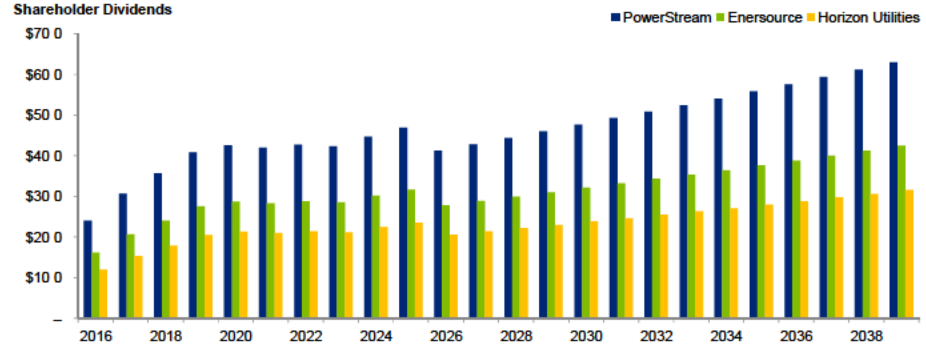

NewCo Debt to Total Capitalization (%) (Regulated & Non-Regulated, Synergies included)




Total MergeCo / NewCo Dividends




Shareholder Dividends



**Project Titan**

## Dashboard

### SCENARIO SELECTION

Current Scenario: Scenario 3 — Update Model

*Instructions: Choose the LDC scenario to run within the model. Only one LDC can be run at a time.*
*Click on the "Update Model" button to run all scenarios and copy all data into the Database sheet for populating graphs and other data.*

3-Way Merger + HOBNI Acquisition (Yes / No): Yes
*("Yes" = 3-Way Merger and Acquisition of HOBNI; "No" = 3-Way Merger Only)*

MergoCo / Standalone Analysis: Yes
*(Yes = MergeCo analysis, No = Standalone LDCs analysis)*

**Scenarios**
- Scenario 1 - PowerStream
- Scenario 2 - Enersource
- Scenario 3 - Hydro One Brampton
- Scenario 4 - Horizon Utilities

**Current LDC Scenario Running** — **Hydro One Brampton**

### Key MergeCo / NewCo Assumptions Inputs

| | | | |
|---|---|---|---|
| Working Capital % for On-going Ops. | 5.00% | Working Capital % for Closing Adj. | 5.00% |
| *(Applied for changes in WC for on-going operations of MergeCo)* | | *(Applied to closing adjustments and calculation of "WC Chips")* | |
| Target NWC for Re-leveraging | 13 00% | | |
| *(To calculate Total Assets for Re-leveraging in the Balance Sheet Adj Sheet)* | | PS Solar Benefit Sharing Income to MergeCo Shareholders | 0.50% |
| Synergies Scenarios | 100% | | |
| *(Scenario applies to both CAPEX and OPEX synergies)* | | PS Solar Benefit Sharing Cost to Class A Shareholders | 0.70% |
| Transition Cost Scenarios | 100% | | |
| *(Scenario applies to both CAPEX and OPEX transition costs)* | | Include ICM Revenue | Yes |

### Current Scenario Key Results

| | 2015 |
|---|---|
| Hydro One Brampton 2015 Rate Base (Mn) | $405.9 |
| Hydro One Brampton Debt (%) | 61.6% |
| Hydro One Brampton Equity (%) | 38.4% |
| Hydro One Brampton FFO:Debt | 14.8% |

### LDC Relative Valuation Summary - Based on EV Relative Values

| LDCs | Regulated | Reg. & Non-Reg. |
|---|---|---|
| PowerStream | 45.9% | 46.0% |
| Enersource | 31.6% | 31.0% |
| Horizon Utilities | 22.5% | 23.0% |
| | **100.0%** | **100.0%** |
| **Current Scenario** | – | – |

### 1. Calculate Value of "Chips" (Standalone - No Merger) - December 31, 2015 (Regulated Only)

*Calculation of the value of additional debt and leverage capacity of each LDC (i.e. chips).*

| Existing Capital Structure (Standalone - No Merger) (2015 - Pro Froma) | Debt $M | Debt % | Equity $M | Equity % | Total $M |
|---|---|---|---|---|---|
| PowerStream | $602.4 | 60.2% | $398 9 | 39 8% | $1,001.4 |
| Enersource | $389.7 | 59.8% | $262.1 | 40 2% | $651.7 |
| Horizon Utilities | $217.3 | 47.6% | $239 6 | 52.4% | $456 9 |
| **Total** | **$1,209.4** | | **$900.6** | | **$2,110.0** |

| Total Assets | 2014 (Actual) Operating Assets ($M) | 2014 (Actual) Working Capital ($M) [1] | Total $M | 2015 (Pro Forma) Operating Assets ($M) | 2015 (Pro Forma) Working Capital ($M) [1] | Total $M |
|---|---|---|---|---|---|---|
| PowerStream | $931.0 | $131.5 | $1,062 5 | $970.0 | $136 8 | $1,106 8 |
| Enersource | $573.9 | $109.0 | $682 9 | $635.7 | $115 6 | $751 2 |
| Horizon Utilities | $438.8 | $76.7 | $515 5 | $450.8 | $79 0 | $529 8 |
| **Total** | **$1,943.7** | **$317.2** | **$2,260.9** | **$2,056.5** | **$331.3** | **$2,387.8** |

*Notes:*
*[1] Working Capital is based on target Net Working Capital of 13% of sum of the Cost of Power and OM&A for each LDC.*

### Key Assumptions

**Active Key Model Assumptions**

| | |
|---|---|
| Model Start Year | 2014 |
| PV Base Year | 2014 |
| Model Term | 25 |

**Payback Analysis Results**

| | |
|---|---|
| HOBNI Acquistion Premium Payback Period | 6 Years |

**IRR Analysis Summary - Hydro One Brampton**

| | |
|---|---|
| Initial Equity Investment - Share Capital | $51 5 |
| Initial Equity Investment - Retained Earnings | $84 5 |
| Equity Investment in HOBNI Acquisition | – |
| **Total Equity Investment** | **$136.0** |
| **IRR (Post-Tax)** | **#NUM** |
| **IRR (Pre-Tax)** | **#NUM** |

**IRR Analysis Summary - NewCo**

| | |
|---|---|
| Initial Equity Investment - Share Capital | $638 0 |
| Initial Equity Investment - Retained Earnings | $323 0 |
| Equity Investment in HOBNI Acquisition | $182.1 |
| **Total Equity Investment** | **$1,143.1** |
| **IRR (Post-Tax)** | **9.91%** |
| **IRR (Pre-Tax)** | **13.49%** |

**Theoretical Re-leverage Target D/E** 60 0%

*"Theoretical" re-leverage to align each LDC's capital structure in line with DCF assumption. Done on stand-alone basis, with all assumptions assuming no merger.*

| Theoretical Re-leverage at Target D/E | Debt | | Equity | | Total |
|---|---|---|---|---|---|
| (Standalone - No Merger) | $M | % | $M | % | $M |
| PowerStream | $664.1 | 60 0% | $442.7 | 40.0% | $1,106.8 |
| Enersource | $450.7 | 60 0% | $300.5 | 40.0% | $751.2 |
| Horizon Utilities | $317 9 | 60 0% | $211.9 | 40.0% | $529.8 |
| **Total** | **$1,432.7** | | **$955.1** | | **$2,387.8** |

| External Accounts | | |
|---|---|---|
| Re-leverage "Chips" | Working Capital Adj. "Chips" | Other Assets "Chips" |
| $61.6 | $37.5 | ($49.6) |
| $61.1 | $12.6 | ($38.6) |
| $100.6 | ($3.9) | ($9.1) |
| **$223.3** | **$46.2** | **($97.3)** |

**Theoretical Calculation of Un-used Future Debt Capacity**

*Regulated only. "Theoretical" annual cash-in or cash-out to level set AFFO:Debt to target rate.*
*Nominal amounts PV'd back to date that MergeCo formed.*
*(Standalone - No Merger)*

Discount Rate WACC

Current Disc. Rate 6 30%

| PV Value of Un-used Future Debt Capacity "Chips" | Amounts ($) | | | Relative % | | | Current Result |
|---|---|---|---|---|---|---|---|
| | Cost of Debt | Cost of Equity | WACC | Cost of Debt | Cost of Equity | WACC | |
| **25-Year PV Scenario** | | | | | | | **25-Year PV** |
| PowerStream | $251.7 | $128.2 | $207.4 | 54.7% | 48.6% | 53.9% | $184.6 |
| Enersource | $114 2 | $59.1 | $89.0 | 24 8% | 22.4% | 23.2% | $84.4 |
| Horizon Utilities | $94.1 | $76.7 | $88.0 | 20 5% | 29.0% | 22.9% | $84.5 |
| **Total** | **$460.0** | **$264.0** | **$384.5** | **100.0%** | **100.0%** | **100.0%** | **$353.5** |
| **15-Year PV Scenario** | | | | | | | **15-Year PV** |
| PowerStream | $135.1 | $85.2 | $118.7 | 52 2% | 45.1% | 50.7% | $109.7 |
| Enersource | $59.1 | $38.5 | $50.6 | 22 8% | 20.4% | 21.6% | $48.9 |
| Horizon Utilities | $64.7 | $65.2 | $65.0 | 25 0% | 34.5% | 27.7% | $65.1 |
| **Total** | **$258.9** | **$188.9** | **$234.3** | **100.0%** | **100.0%** | **100.0%** | **$223.7** |
| **10-Year PV Scenario** | | | | | | | **10-Year PV** |
| PowerStream | $62 3 | $46.5 | $57.4 | 36 5% | 32.5% | 35.6% | $54.6 |
| Enersource | $43.1 | $30.7 | $38.2 | 25 2% | 21.5% | 23.7% | $37.2 |
| Horizon Utilities | $65 5 | $65.7 | $65.7 | 38 3% | 46.0% | 40.7% | $65.8 |
| **Total** | **$171.0** | **$142.9** | **$161.3** | **100.0%** | **100.0%** | **100.0%** | **$157.6** |

*Notes:*
*[1] Discount Rates: Cost of Debt - 4.0%; Cost of Equity - 9.3%; WACC - Different for each entity.*

## 2. Capital Structure Analysis - NewCo - December 31, 2015

*Regulated Only. Synergies applied.*

| Initial MergeCo Capital Structure (Book Value) | Regulated Only $M | % | Regulated & Non-Regulated $M | % |
|---|---|---|---|---|
| Debt | $1,209.4 | 57 3% | $1,324.9 | 58.0% |
| Equity | $900 6 | 42.7% | $961.0 | 42.0% |
| **Total** | **$2,110.0** | **100.0%** | **$2,285.9** | **100.0%** |

| | |
|---|---|
| **Initial MergeCo Total Assets ($M) (Operating Assets** | **$2,387.8** |

Re-leveraging of MergeCo Capital Structure (Yes / No) Yes

| Re-leveraged MergeCo Capital Structure (Regulatec | $M | % |
|---|---|---|
| Debt | $1,433 3 | 60 0% |
| Equity | $954 6 | 40 0% |
| **Total** | **$2,387.8** | **100.0%** |

| Re-leverage "Chips" | Working Capital Adj. "Chips" | Other Assets "Chips" |
|---|---|---|
| $223 3 | $46.2 | ($97 3) |
| **$223.3** | **$46.2** | **($97.3)** |

| HOBNI Acquisition | | |
|---|---|---|
| HOBNI Acquisition Price | | $607.0 |
| | | |
| Rate Base (2015) | | $405.0 |
| Acquisition Premium | 50% | $202.0 |
| **HOBNI Acquisition Price** | | **$607.0** |

| HOBNI Acquisition Financing (Regulated Only) | Financing Structure | Amount ($M) | % of Acquisition Price | Financing Structure (%) |
|---|---|---|---|---|
| **Additional Debt Financing** | | | | |
| | 50% | $201.6 | | |
| **Sub-Total** | | **$201.6** | **33.2%** | |
| **Balance Funding Requirement** | | | | |
| PowerStream | 46.0% | $186.3 | | |
| Enersource | 31.0% | $125.7 | | |
| Horizon Utilities | 23.0% | $93.4 | | |
| **Total** | | **$405.4** | **66.8%** | |
| *Balance Funding Requirement = HOBNI Acquisition Price - Rate Base Debt Financing.* | | | | |
| | | | | |
| (1) Value of Re-leverage "Chips": | | | | |
| PowerStream | | $61.6 | | |
| Enersource | | $61.1 | | |
| Horizon Utilities | | $100.6 | | |
| **Sub-Total** | | **$223.3** | **36.8%** | |
| (2) Additional MergeCo Debt Financing: | – | – | | |
| **Sub-Total** | | **–** | **–** | |
| **Total Debt Financing** | | **$424.9** | | **70%** |
| **Equity Financing** | | | | |
| PowerStream | | $124.7 | | |
| Enersource | | $64.6 | | |
| Horizon Utilities | | ($7.2) | | |
| **Total Equity Financing** | | **$182.1** | | **30%** |
| **Total Acquisition Funding** | | **$607.0** | | **100.0%** |

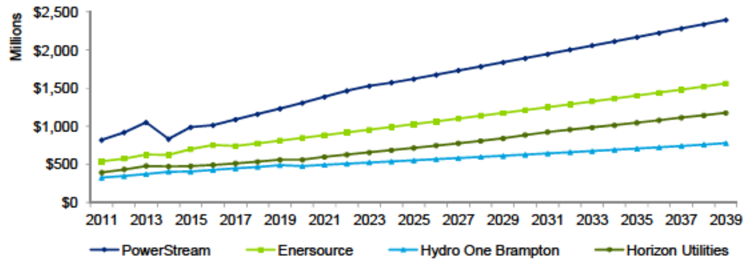
| Other Chips Accounts | Value of Working Capital Adj. "Chips" | Value of Other Assets "Chips" |
|---|---|---|
| PowerStream | $37.5 | ($49.6) |
| Enersource | $12.6 | ($38.6) |
| Horizon Utilities | ($3.9) | ($9.1) |
| **Total** | **$46.2** | **($97.3)** |

| NewCo Capital Structure - December 31, 2015 | Regulated Only | % | Regulated & Non-Regulated $M | % |
|---|---|---|---|---|
| Debt | $1,634 8 | 59% | $1,750.3 | 59% |
| Equity | $1,136.7 | 41% | $1,197.1 | 41% |
| **Total** | **$2,771.5** | **100.0%** | **$2,947.4** | **100.0%** |

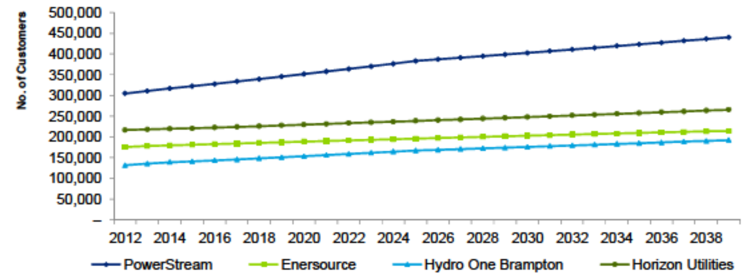
| Summary Capital Requirements | Equity Financing Requirement [A] | Value of Working Capital Chips [B] | Value of Other Assets Chips [C] | Overall Capital Requirement [D = A - B - C] | |
|---|---|---|---|---|---|
| PowerStream | $124.7 | $37.5 | ($49.6) | $136.7 | |
| Enersource | $64 6 | $12.6 | ($38.6) | $90.7 | |
| Horizon Utilities | ($7 2) | ($3.9) | ($9.1) | $5 8 | ($3.3) |
| **Total** | **$182.1** | **$46.2** | **($97.3)** | **$233.2** | |

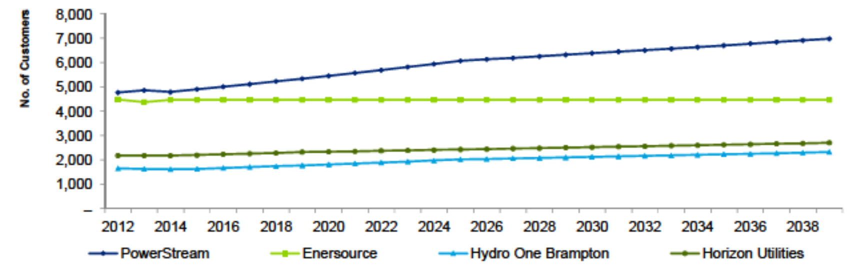
GRAPHS

Forecasted Rate Base

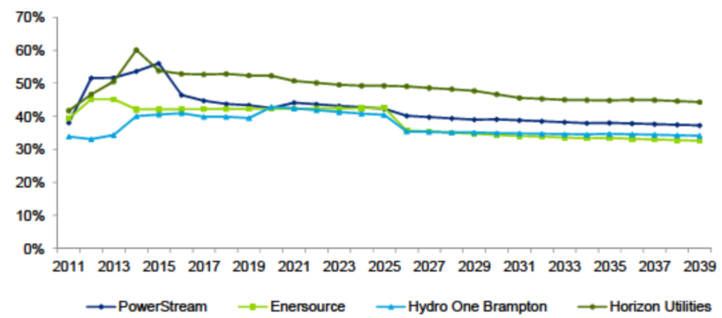



Forecast Residential Customer Growth

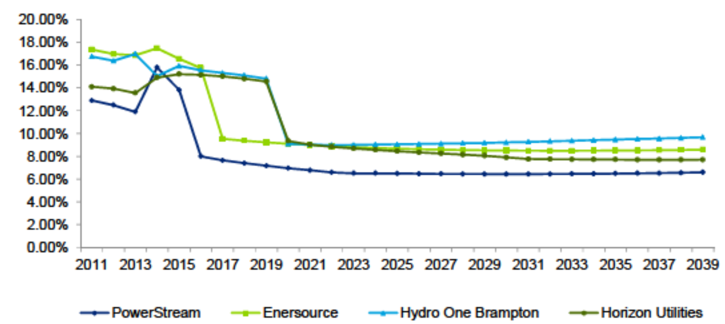


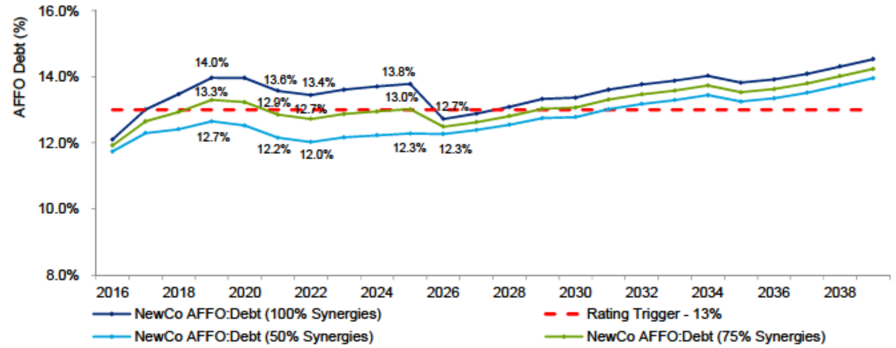

OM&A as % of Rate Base



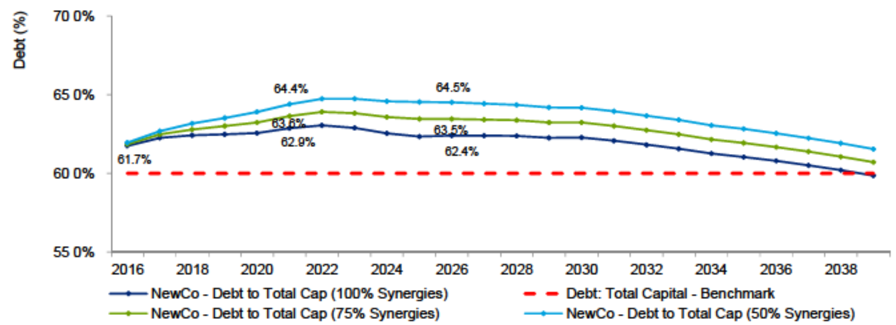

Working Capital as % of Rate Base



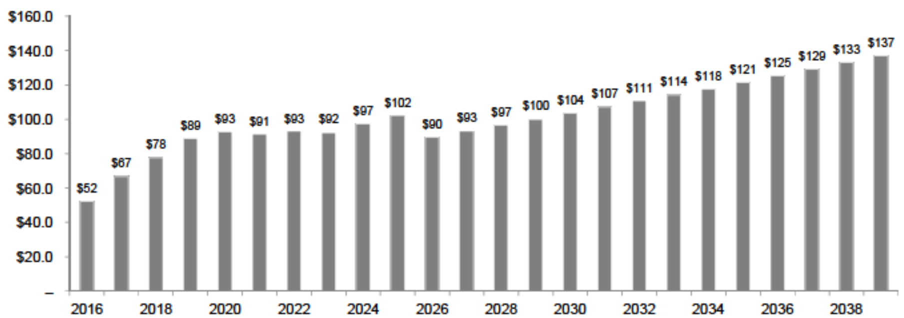
NewCo AFFO Debt (Regulated & Non-Regulated, Synergies included)



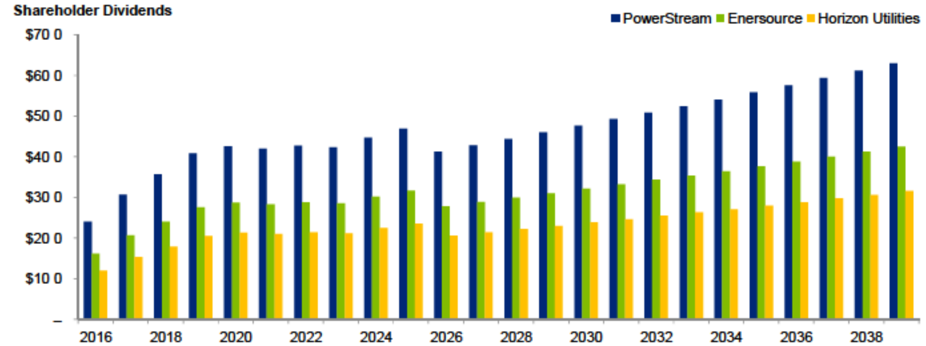

NewCo Debt to Total Capitalization (%) (Regulated & Non-Regulated, Synergies included)




Total MergeCo / NewCo Dividends




Shareholder Dividends



**Project Titan**
**Dashboard**

**SCENARIO SELECTION**

Current Scenario: Scenario 4 | Update Model

*Instructions : Choose the LDC scenario to run within the model. Only one LDC can be run at a time.*
*Click on the "Update Model" button to run all scenarios and copy all data into the Database sheet for populating graphs and other data.*

3-Way Merger + HOBNI Acquisition (Yes / No): Yes
*("Yes" = 3-Way Merger and Acquisition of HOBNI; "No" = 3-Way Merger Only)*

MergoCo / Standalone Analysis: Yes
*(Yes = MergeCo analysis, No = Standalone LDCs analysis)*

**Scenarios**
- Scenario 1 - PowerStream
- Scenario 2 - Enersource
- Scenario 3 - Hydro One Brampton
- Scenario 4 - Horizon Utilities

**Current LDC Scenario Running** | **Horizon Utilities**

**Key MergeCo / NewCo Assumptions Inputs**

| | |
|---|---|
| Working Capital % for On-going Ops. | 5.00% |
| *(Applied for changes in WC for on-going operations of MergeCo)* | |
| Target NWC for Re-leveraging | 13 00% |
| *(To calculate Total Assets for Re-leveraging in the Balance Sheet Adj Sheet)* | |
| Synergies Scenarios | 100% |
| *(Scenario applies to both CAPEX and OPEX synergies)* | |
| Transition Cost Scenarios | 100% |
| *(Scenario applies to both CAPEX and OPEX transition costs)* | |

| | |
|---|---|
| Working Capital % for Closing Adj. | 5.00% |
| *(Applied to closing adjustments and calculation of "WC Chips")* | |
| PS Solar Benefit Sharing Income to MergeCo Shareholders | 0.50% |
| PS Solar Benefit Sharing Cost to Class A Shareholders | 0.70% |
| Include ICM Revenue | Yes |

**Current Scenario Key Results**

| | 2015 |
|---|---|
| Horizon Utilities 2015 Rate Base (Mn) | $479.1 |
| Horizon Utilities Debt (%) | 47.8% |
| Horizon Utilities Equity (%) | 52.2% |
| Horizon Utilities FFO:Debt | 21.6% |

**LDC Relative Valuation Summary - Based on EV Relative Values**

| LDCs | Regulated | Reg. & Non-Reg. |
|---|---|---|
| PowerStream | 45.9% | 46.0% |
| Enersource | 31.6% | 31.0% |
| Horizon Utilities | 22.5% | 23.0% |
| | **100.0%** | **100.0%** |
| **Current Scenario** | **22.5%** | **23.0%** |

**1. Calculate Value of "Chips" (Standalone - No Merger) - December 31, 2015 (Regulated Only)**
*Calculation of the value of additional debt and leverage capacity of each LDC (i.e. chips).*

| **Existing Capital Structure (Standalone - No Merger)** | **Debt** | | **Equity** | | **Total** |
|---|---|---|---|---|---|
| **(2015 - Pro Froma)** | **$M** | **%** | **$M** | **%** | **$M** |
| PowerStream | $602.4 | 60.2% | $398 9 | 39 8% | $1,001.4 |
| Enersource | $389.7 | 59.8% | $262.1 | 40 2% | $651.7 |
| Horizon Utilities | $217.3 | 47.6% | $239 6 | 52.4% | $456 9 |
| **Total** | **$1,209.4** | | **$900.6** | | **$2,110.0** |

| **Total Assets** | **2014 (Actual)** | | **Total** | **2015 (Pro Forma)** | | **Total** |
|---|---|---|---|---|---|---|
| | **Operating Assets ($M)** | **Working Capital ($M) [1]** | **$M** | **Operating Assets ($M)** | **Working Capital ($M) [1]** | **$M** |
| PowerStream | $931.0 | $131.5 | $1,062 5 | $970.0 | $136 8 | $1,106 8 |
| Enersource | $573.9 | $109.0 | $682 9 | $635.7 | $115 6 | $751 2 |
| Horizon Utilities | $438.8 | $76.7 | $515 5 | $450.8 | $79 0 | $529 8 |
| **Total** | **$1,943.7** | **$317.2** | **$2,260.9** | **$2,056.5** | **$331.3** | **$2,387.8** |

*Notes:*
*[1] Working Capital is based on target Net Working Capital of 13% of sum of the Cost of Power and OM&A for each LDC.*

**Key Assumptions**

**Active Key Model Assumptions**

| | |
|---|---|
| Model Start Year | 2014 |
| PV Base Year | 2014 |
| Model Term | 25 |

**Payback Analysis Results**

| | |
|---|---|
| HOBNI Acquistion Premium Payback Period | 6 Years |

**IRR Analysis Summary - Horizon Utilities**

| | |
|---|---|
| Initial Equity Investment - Share Capital | $127.1 |
| Initial Equity Investment - Retained Earnings | $116 3 |
| Equity Investment in HOBNI Acquisition | – |
| **Total Equity Investment** | **$243.4** |
| **IRR (Post-Tax)** | **10.18%** |
| **IRR (Pre-Tax)** | **13.85%** |

**IRR Analysis Summary - NewCo**

| | |
|---|---|
| Initial Equity Investment - Share Capital | $638 0 |
| Initial Equity Investment - Retained Earnings | $323 0 |
| Equity Investment in HOBNI Acquisition | $182.1 |
| **Total Equity Investment** | **$1,143.1** |
| **IRR (Post-Tax)** | **9.91%** |
| **IRR (Pre-Tax)** | **13.49%** |

**Theoretical Re-leverage Target D/E** 60 0%

*"Theoretical" re-leverage to align each LDC's capital structure in line with DCF assumption. Done on stand-alone basis, with all assumptions assuming no merger.*

| **Theoretical Re-leverage at Target D/E** | **Debt** | | **Equity** | | **Total** |
|---|---|---|---|---|---|
| **(Standalone - No Merger)** | **$M** | **%** | **$M** | **%** | **$M** |
| PowerStream | $664.1 | 60 0% | $442.7 | 40.0% | $1,106.8 |
| Enersource | $450.7 | 60 0% | $300.5 | 40.0% | $751.2 |
| Horizon Utilities | $317 9 | 60 0% | $211.9 | 40.0% | $529.8 |
| **Total** | **$1,432.7** | | **$955.1** | | **$2,387.8** |

| **External Accounts** | | |
|---|---|---|
| **Re-leverage "Chips"** | **Working Capital Adj. "Chips"** | **Other Assets "Chips"** |
| $61.6 | $37.5 | ($49.6) |
| $61.1 | $12.6 | ($38.6) |
| $100.6 | ($3.9) | ($9.1) |
| **$223.3** | **$46.2** | **($97.3)** |

**Theoretical Calculation of Un-used Future Debt Capacity**

*Regulated only. "Theoretical" annual cash-in or cash-out to level set AFFO:Debt to target rate.*
*Nominal amounts PV'd back to date that MergeCo formed.*
*(Standalone - No Merger)*

Discount Rate WACC

Current Disc. Rate 5 34%

| **PV Value of Un-used Future Debt Capacity "Chips"** | **Amounts ($)** | | | **Relative %** | | |
|---|---|---|---|---|---|---|
| | **Cost of Debt** | **Cost of Equity** | **WACC** | **Cost of Debt** | **Cost of Equity** | **WACC** |
| **25-Year PV Scenario** | | | | | | |
| PowerStream | $251.7 | $128.2 | $207.4 | 54.7% | 48.6% | 53.9% |
| Enersource | $114 2 | $59.1 | $89.0 | 24 8% | 22.4% | 23.2% |
| Horizon Utilities | $94.1 | $76.7 | $88.0 | 20 5% | 29.0% | 22.9% |
| **Total** | **$460.0** | **$264.0** | **$384.5** | **100.0%** | **100.0%** | **100.0%** |
| **15-Year PV Scenario** | | | | | | |
| PowerStream | $135.1 | $85.2 | $118.7 | 52 2% | 45.1% | 50.7% |
| Enersource | $59.1 | $38.5 | $50.6 | 22 8% | 20.4% | 21.6% |
| Horizon Utilities | $64.7 | $65.2 | $65.0 | 25 0% | 34.5% | 27.7% |
| **Total** | **$258.9** | **$188.9** | **$234.3** | **100.0%** | **100.0%** | **100.0%** |
| **10-Year PV Scenario** | | | | | | |
| PowerStream | $62 3 | $46.5 | $57.4 | 36 5% | 32.5% | 35.6% |
| Enersource | $43.1 | $30.7 | $38.2 | 25 2% | 21.5% | 23.7% |
| Horizon Utilities | $65 5 | $65.7 | $65.7 | 38 3% | 46.0% | 40.7% |
| **Total** | **$171.0** | **$142.9** | **$161.3** | **100.0%** | **100.0%** | **100.0%** |

| **Current Result** |
|---|
| **25-Year PV** |
| $209.6 |
| $95.5 |
| $88.0 |
| **$393.1** |
| **15-Year PV** |
| $119.5 |
| $52.9 |
| $65.0 |
| **$237.4** |
| **10-Year PV** |
| $57.7 |
| $39.6 |
| $65.7 |
| **$162.9** |

*Notes:*
*[1] Discount Rates: Cost of Debt - 4.0%; Cost of Equity - 9.3%; WACC - Different for each entity.*

## 2. Capital Structure Analysis - NewCo - December 31, 2015

*Regulated Only. Synergies applied.*

| Initial MergeCo Capital Structure (Book Value) | Regulated Only $M | % | Regulated & Non-Regulated $M | % |
|---|---|---|---|---|
| Debt | $1,209.4 | 57 3% | $1,324.9 | 58.0% |
| Equity | $900 6 | 42.7% | $961.0 | 42.0% |
| **Total** | **$2,110.0** | **100.0%** | **$2,285.9** | **100.0%** |

| | |
|---|---|
| **Initial MergeCo Total Assets ($M) (Operating Assets** | **$2,387.8** |

Re-leveraging of MergeCo Capital Structure (Yes / No) Yes

| Re-leveraged MergeCo Capital Structure (Regulatec | $M | % |
|---|---|---|
| Debt | $1,433 3 | 60 0% |
| Equity | $954 6 | 40 0% |
| **Total** | **$2,387.8** | **100.0%** |

| Re-leverage "Chips" | Working Capital Adj. "Chips" | Other Assets "Chips" |
|---|---|---|
| $223 3 | $46.2 | ($97 3) |
| **$223.3** | **$46.2** | **($97.3)** |

| **HOBNI Acquisition** | | |
|---|---|---|
| HOBNI Acquisition Price | | $607.0 |
| | | |
| Rate Base (2015) | | $405.0 |
| Acquisition Premium | 50% | $202.0 |
| **HOBNI Acquisition Price** | | **$607.0** |

| HOBNI Acquisition Financing (Regulated Only) | Financing Structure | Amount ($M) | % of Acquisition Price | Financing Structure (%) |
|---|---|---|---|---|
| **Additional Debt Financing** | | | | |
| | 50% | $201.6 | | |
| **Sub-Total** | | **$201.6** | **33.2%** | |
| **Balance Funding Requirement** | | | | |
| PowerStream | 46.0% | $186.3 | | |
| Enersource | 31.0% | $125.7 | | |
| Horizon Utilities | 23.0% | $93.4 | | |
| **Total** | | **$405.4** | **66.8%** | |
| *Balance Funding Requirement = HOBNI Acquisition Price - Rate Base Debt Financing.* | | | | |
| | | | | |
| (1) Value of Re-leverage "Chips": | | | | |
| PowerStream | | $61.6 | | |
| Enersource | | $61.1 | | |
| Horizon Utilities | | $100.6 | | |
| **Sub-Total** | | **$223.3** | **36.8%** | |
| | | | | |
| (2) Additional MergeCo Debt Financing: | – | – | | |
| **Sub-Total** | | **–** | **–** | |
| **Total Debt Financing** | | **$424.9** | | **70%** |
| | | | | |
| **Equity Financing** | | | | |
| PowerStream | | $124.7 | | |
| Enersource | | $64.6 | | |
| Horizon Utilities | | ($7.2) | | |
| **Total Equity Financing** | | **$182.1** | | **30%** |
| | | | | |
| **Total Acquisition Funding** | | **$607.0** | | **100.0%** |

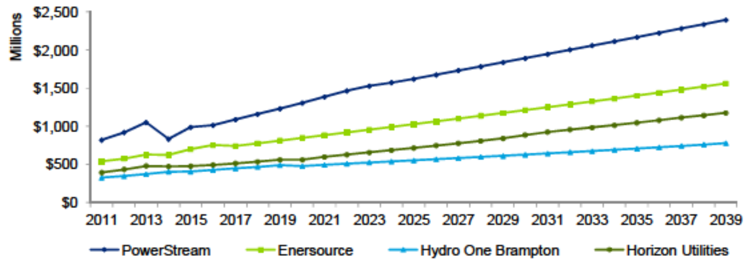
| Other Chips Accounts | Value of Working Capital Adj. "Chips" | Value of Other Assets "Chips" |
|---|---|---|
| PowerStream | $37.5 | ($49.6) |
| Enersource | $12.6 | ($38.6) |
| Horizon Utilities | ($3.9) | ($9.1) |
| **Total** | **$46.2** | **($97.3)** |

| NewCo Capital Structure - December 31, 2015 | Regulated Only | % | Regulated & Non-Regulated $M | % |
|---|---|---|---|---|
| Debt | $1,634 8 | 59% | $1,750.3 | 59% |
| Equity | $1,136.7 | 41% | $1,197.1 | 41% |
| **Total** | **$2,771.5** | **100.0%** | **$2,947.4** | **100.0%** |

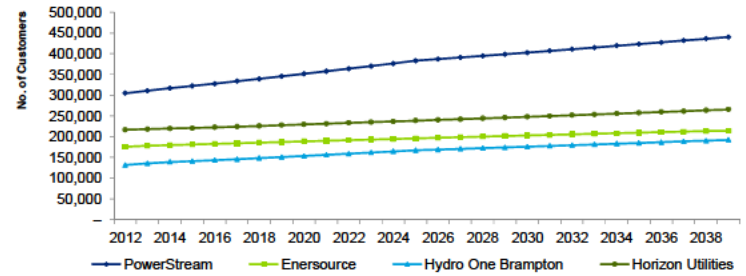
| Summary Capital Requirements | Equity Financing Requirement [A] | Value of Working Capital Chips [B] | Value of Other Assets Chips [C] | Overall Capital Requirement [D = A - B - C] | |
|---|---|---|---|---|---|
| PowerStream | $124.7 | $37.5 | ($49.6) | $136.7 | |
| Enersource | $64 6 | $12.6 | ($38.6) | $90.7 | |
| Horizon Utilities | ($7 2) | ($3.9) | ($9.1) | $5 8 | ($3.3) |
| **Total** | **$182.1** | **$46.2** | **($97.3)** | **$233.2** | |

## GRAPHS

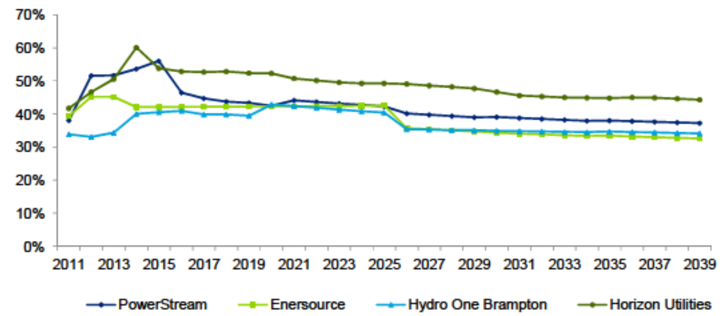
**Forecasted Rate Base**

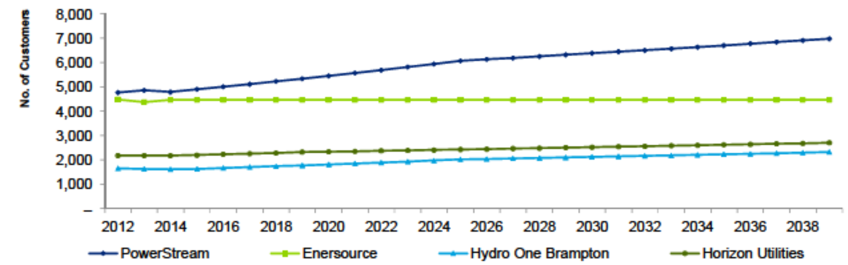



**Forecast Residential Customer Growth**

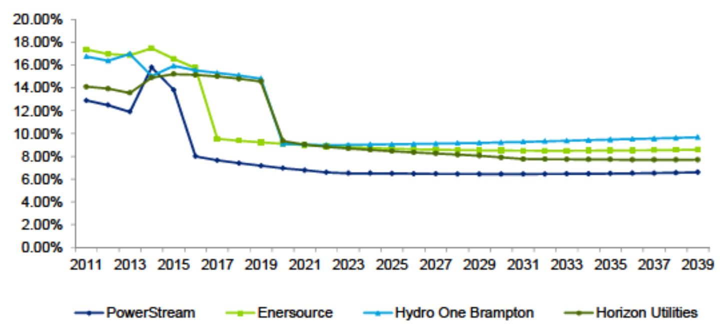


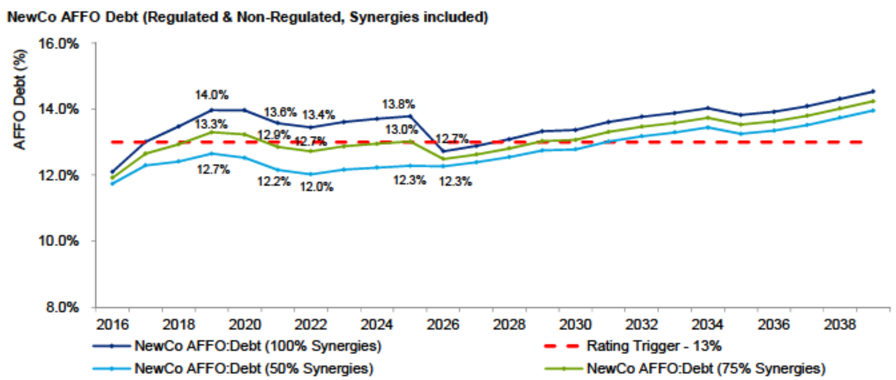

**OM&A as % of Rate Base**

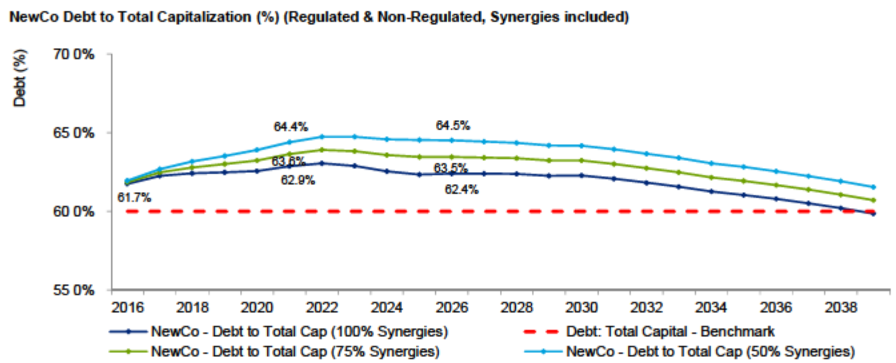


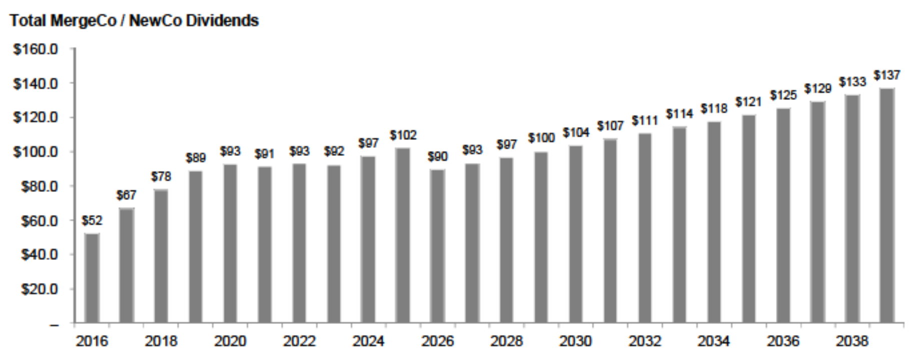



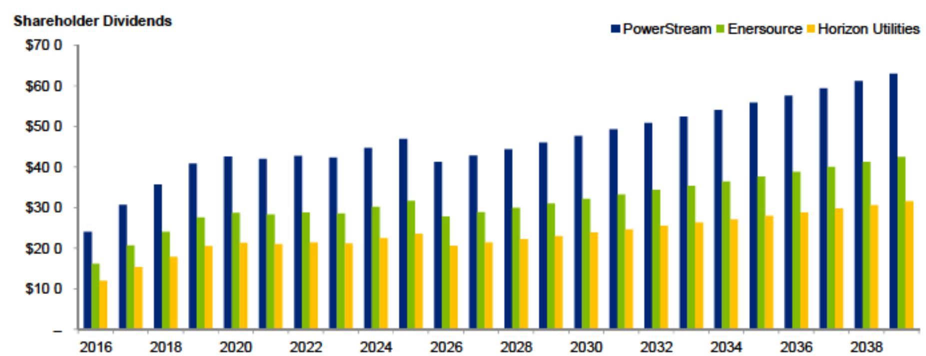

**Working Capital as % of Rate Base**




NewCo AFFO Debt (Regulated & Non-Regulated, Synergies included)
AFFO Debt (%)
16.0%
14.0%
12.0%
10.0%
8.0%
14.0%
13.6%
13.4%
13.8%
13.3%
12.9%
12.7%
13.0%
12.7%
12.7%
12.2%
12.0%
12.3%
12.3%
2016
2018
2020
2022
2024
2026
2028
2030
2032
2034
2036
2038
NewCo AFFO:Debt (100% Synergies)
Rating Trigger - 13%
NewCo AFFO:Debt (50% Synergies)
NewCo AFFO:Debt (75% Synergies)


NewCo Debt to Total Capitalization (%) (Regulated & Non-Regulated, Synergies included)
Debt (%)
70 0%
65 0%
60 0%
55 0%
64.4%
64.5%
63.8%
63.5%
62.9%
62.4%
61.7%
2016
2018
2020
2022
2024
2026
2028
2030
2032
2034
2036
2038
NewCo - Debt to Total Cap (100% Synergies)
Debt: Total Capital - Benchmark
NewCo - Debt to Total Cap (75% Synergies)
NewCo - Debt to Total Cap (50% Synergies)


Total MergeCo / NewCo Dividends
$160.0
$140.0
$120.0
$100.0
$80.0
$60.0
$40.0
$20.0
–
$52
$67
$78
$89
$93
$91
$93
$92
$97
$102
$90
$93
$97
$100
$104
$107
$111
$114
$118
$121
$125
$129
$133
$137
2016
2018
2020
2022
2024
2026
2028
2030
2032
2034
2036
2038


Shareholder Dividends
PowerStream
Enersource
Horizon Utilities
$70 0
$60 0
$50 0
$40 0
$30 0
$20 0
$10 0
–
2016
2018
2020
2022
2024
2026
2028
2030
2032
2034
2036
2038

**Project Titan**

## General Assumptions

**To simplify:**

a. This model doesn't capture non-distributional asset and revenue and is limited to the LDC business;

b. This model captures the Incentive Regulation Mechanism ("**IRM**") by applying an escalation factor between testing years, but always assumes that the LDCs will qualify 100% of OEB approved return;

c. This model doesn't take historical financial statements as inputs, the format of which typically vary among different LDCs. Instead, the model is started with and driven by the OEB accounts and parameters;

d. CCA and accounting depreciation are assumed to be equal: this means that there are no future tax payable, future tax assets and future tax liability;

e. Dividend payout ratio is irrelevant to the valuation, which is driven by Free Cash Flow to Firm ("**FCFF**") and Weighted Average Cost of Capital ("**WACC**");

f. This model assumes that there is no future sales of capital assets;

g. Capital expenditure ("**CAPEX**") schedule is based on the forecast in COS material, adjusted for inflation and extropolated with demand.
Where such information is not available for certain asset classes, this model assumes an annual asset replenishment that equals to the depreciation of last year,
being inflated and extropoloated with demand.

**Project Titan**

| Financial Inputs | PowerStream | PowerStream | Enersource | Hydro One Brampton | Horizon Utilities | Merge Co. |
|---|---|---|---|---|---|---|
| **Entity Number** | 1 | 1 | 2 | 3 | 4 | 5 |
| **Model start year (year 0)** | 2014 | 2014 | 2014 | 2014 | 2014 | 2014 |
| **PV base year** | 2014 | 2014 | 2014 | 2014 | 2014 | 2014 |
| **OEB regulated return convergence year** | 2016 | 2016 | 2017 | 2015 | 2015 | 2016 |
| **To merger or acquire? (1=yes, 0=no)** | 1 | 1 | 1 | 1 | 1 | N/A |
| **Transaction year** | 2016 | 2016 | 2016 | 2016 | 2016 | 2016 |
| **Model Term (Operating Term)** | 25 | 25 | 25 | 25 | 25 | 25 |
| **Integrated Capital Module (ICM)** | | | | | | |
| ICM Applicable (1 = Yes, 0 = No) | 1 | 1 | 1 | 1 | 1 | 1 |
| Dead Band | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% |
| Capex Asset Useful Life (years) | 40 | 40 | 40 | 40 | 40 | 40 |
| Capex CCA Rate | 8.0% | 8.0% | 8.0% | 8.0% | 8.0% | 8.0% |
| **Earnings Sharing Mechanism Assumptions** | | | | | | |
| Over-earnings Share % | 50.0% | 50.0% | 50.0% | 50.0% | 50.0% | 50.0% |
| Years Lag in Application to I/S | 2 | 2 | 2 | 2 | 2 | 2 |
| **Tax Shield Assumptions - HOBNI Acquisition** | | | | | | |
| HOBNI Existing UCC Balance (2015) | $ 297,400,000 | $ 297,400,000 | $ 297,400,000 | $ 297,400,000 | $ 297,400,000 | |
| Inclusion / Probability (%) | 75.0% | 75.0% | 75.0% | 75.0% | 75.0% | 75.0% |
| CCA Rate | 7.0% | 7.0% | 7.0% | 7.0% | 7.0% | 7.0% |
| **Cost of Power ("COP")** | | | | | | |
| COP of year 2014 | $ 925,280,000 | $ 925,280,000 | $ 786,505,000 | $ 442,376,725 | $ 528,328,000 | $ 2,682,489,725 |
| Estimated year over year ("**YoY**") growth rate | | | | | | |
| Yr 1 | 3.7% | 3.7% | 6.3% | 6.3% | 3.7% | 3.0% |
| **Operations, Maintenance and Administration (OM&A) of year 2014** | | | | | | |
| | $ 85,878,000 | $ 85,878,000 | $ 52,014,000 | $ 25,639,079 | $ 62,049,000 | N/A |
| OM&A inflation rate | | | | | | |
| Yr 0 | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% | 2.0% |
| 1 | 7.8% | 7.8% | 2.0% | 4.3% | -3.5% | 2.0% |
| 2 | 4.0% | 4.0% | 2.0% | 4.2% | 1.5% | 2.0% |
| 3 | 2.0% | 2.0% | 2.0% | 0.4% | 1.5% | 2.0% |
| 4 | 1.8% | 1.8% | 2.0% | 3.1% | 1.5% | 2.0% |
| 5 | 2.3% | 2.3% | 2.0% | 2.0% | 1.6% | 2.0% |
| 6 | 2.0% | 2.0% | 2.0% | 12.0% | 1.9% | 2.0% |
| **Employee Future Benefits Inflation Rate** | 2.3% | 2.3% | 2.3% | 2.3% | 2.3% | 2.3% |
| **Working Capital Allowance ("WCA") rate** | | | | | | |
| Yr 0 | 13.0% | 13.0% | 13.0% | 13.0% | 12.0% | 13.0% |
| 1 | 13.0% | 13.0% | 13.0% | 13.0% | 12.0% | 12.8% |
| 2 | 7.5% | 7.5% | 13.0% | 13.0% | 12.0% | 10.9% |
| 3 | 7.5% | 7.5% | 7.5% | 13.0% | 12.0% | 10.9% |
| **Regulated Rate of Return Before Convergence** | [Before latest rate filing applicable] | | | | | |
| Long Term Debt | | | | | | |
| Deemed Portion | 56.00% | 56.00% | 56.00% | 56.00% | 56.00% | 56.00% |

**Project Titan**

| Financial Inputs | PowerStream | PowerStream | Enersource | Hydro One Brampton | Horizon Utilities | Merge Co. |
|---|---|---|---|---|---|---|
| **Entity Number** | **1** | **1** | **2** | **3** | **4** | **5** |
| Effective Rate | 4.15% | 4.15% | 5.09% | 6.12% | 3.47% | 4.15% |
| Short Term Debt | | | | | | |
| Deemed Portion | 4.00% | 4.00% | 4.00% | 4.00% | 4.00% | 4.00% |
| Effective Rate | 2.08% | 2.08% | 2.08% | 2.16% | 2.11% | 2.08% |
| Equity | | | | | | |
| Deemed Portion | 40.00% | 40.00% | 40.00% | 40.00% | 40.00% | 40.00% |
| Effective Rate | 8.93% | 8.93% | 8.93% | 9.36% | 9.36% | 8.93% |
| **Weighted Average** | **5.98%** | **5.98%** | **6.51%** | **7.26%** | **5.77%** | **5.98%** |
| | | | | | | |
| **Regulated Rate of Return After Convergence** | [After latest rate filing applicable] | | | | | |
| Long Term Debt | | | | | | |
| Deemed Portion | 56.00% | 56.00% | 56.00% | 56.00% | 56.00% | 56.00% |
| Average Rate | 3.96% | 3.96% | 5.09% | 6.12% | 3.77% | 4.00% |
| Short Term Debt | | | | | | |
| Deemed Portion | 4.00% | 4.00% | 4.00% | 4.00% | 4.00% | 4.00% |
| Average Rate | 2.16% | 2.16% | 2.16% | 2.16% | 2.16% | 2.16% |
| Equity | | | | | | |
| Deemed Portion | 40.00% | 40.00% | 40.00% | 40.00% | 40.00% | 40.00% |
| Effective Rate | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% |
| **Weighted Average** | 6.02% | 6.02% | 6.66% | 7.23% | 5.92% | 6.05% |
| Weighted Average Cost of Capital ("**WACC**") | 5.41% | 5.41% | 5.88% | 6.30% | 5.34% | 5.43% |
| Company-Specific Risk Premium | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| **Adjusted WACC** | **5.41%** | **5.41%** | **5.88%** | **6.30%** | **5.34%** | **5.43%** |
| | | | | | | |
| **Payments in Lieu of Taxes ("PILS") Rates** | 26.50% | 26.50% | 26.50% | 26.50% | 26.50% | 26.50% |
| | | | | | | |
| **Effective PILs rates [Effective Cash Taxes Paid]** | | | | | | |
| Yr 0 | -24.53% | -24.53% | 15.00% | 3.70% | -131.73% | 18.00% |
| 1 | -30.19% | -30.19% | 15.00% | 10.58% | 16.96% | 18.00% |
| 2 | 18.00% | 18.00% | 18.00% | 18.00% | 18.00% | 18.00% |
| 3 | 18.00% | 18.00% | 18.00% | 18.00% | 18.00% | 18.00% |
| 4 | 18.00% | 18.00% | 18.00% | 18.00% | 18.00% | 18.00% |
| | | | | | | |
| **Other Revenue (offsetting)** | | | | | | |
| Other revenue of year 2014 | $ 10,644,000 | $ 10,644,000 | $ 4,707,000 | $ 6,426,414 | $ 5,564,358 | N/A |
| Estimated year over year ("**YoY**") growth rate | 2.00% | 2.00% | 2.00% | 2.00% | 2.00% | N/A |
| | | | | | | |
| **Escalation Rate Between Retesting Years** | | | | | | |
| Inflation | 1.60% | 1.60% | 1.60% | 1.60% | 1.60% | 1.60% |
| Stretch factor (-) | 0.30% | 0.30% | 0.15% | 0.00% | 0.30% | 0.30% |
| K factor (-) | 0.00% | 0.00% | 0.00% | 0.20% | 0.00% | 0.00% |
| | 1.30% | 1.30% | 1.45% | 1.40% | 1.30% | 1.30% |
| | | | | | | |
| **Dividend Payout Ratio** | | | | | | |
| Yr 0 | 50.00% | 50.00% | 60.00% | 48.42% | 60.00% | 60.00% |
| | | | | | | |
| **Growth Rate in Perpetuity ("GRIP")** | 1.00% | 1.00% | 1.00% | 1.00% | 1.00% | 1.00% |

**Project Titan**

**Demand Forecast - PowerStream**

| Year | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 | 2025 | 2026 | 2027 | 2028 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| *Period* | *0* | *1* | *2* | *3* | *4* | *5* | *6* | *7* | *8* | *9* | *10* | *11* | *12* | *13* | *14* |
| *Flag - retesting years* | *1* | *0* | *1* | *1* | *1* | *1* | *1* | *0* | *0* | *0* | *0* | *0* | *1* | *1* | *1* |
| ***Customer Volume Growth Rate*** | | | | | | | | | | | | | | | |
| Residential | | 1.75% | 1.73% | 1.76% | 1.74% | 1.73% | 1.75% | 1.74% | 1.74% | 1.74% | 1.74% | 1.74% | 1.00% | 1.00% | 1.00% |
| General Service < 50 kW | | 1.14% | 1.14% | 1.16% | 1.16% | 1.15% | 1.17% | 1.16% | 1.16% | 1.16% | 1.16% | 1.16% | 1.00% | 1.00% | 1.00% |
| General Service > 50kW to 4999 kW | | 2.23% | 2.23% | 2.22% | 2.17% | 2.14% | 2.14% | 2.18% | 2.18% | 2.18% | 2.18% | 2.18% | 1.00% | 1.00% | 1.00% |
| Large User | | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| Unmetered Scattered Load | | 1.83% | 2.14% | 2.36% | 2.70% | 3.01% | 3.32% | 2.70% | 2.70% | 2.70% | 2.70% | 2.70% | 1.00% | 1.00% | 1.00% |
| Sentinal Lighting | | -1.42% | -0.96% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| Street Lighting | | 1.61% | 1.80% | 1.82% | 1.80% | 1.79% | 1.80% | 1.80% | 1.80% | 1.80% | 1.80% | 1.80% | 1.00% | 1.00% | 1.00% |
| Embedded Distribution | | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| Distributed Generation | | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| Energy from Waste Generation | | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| Backup/Standby | | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| Super Use | | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| ***Customer Connection Volume Projection*** | | | | | | | | | | | | | | | |
| Residential | 316,765 | 322,324 | 327,907 | 333,673 | 339,480 | 345,362 | 351,406 | 357,530 | 363,761 | 370,100 | 376,550 | 383,112 | 386,943 | 390,813 | 394,721 |
| General Service < 50 kW | 31,865 | 32,228 | 32,594 | 32,973 | 33,354 | 33,739 | 34,134 | 34,529 | 34,928 | 35,331 | 35,740 | 36,153 | 36,514 | 36,879 | 37,248 |
| General Service > 50kW to 4999 kW | 4,789 | 4,896 | 5,005 | 5,116 | 5,227 | 5,339 | 5,453 | 5,572 | 5,693 | 5,817 | 5,944 | 6,073 | 6,134 | 6,195 | 6,257 |
| Large User | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 |
| Unmetered Scattered Load | 2,890 | 2,943 | 3,006 | 3,077 | 3,160 | 3,255 | 3,363 | 3,454 | 3,547 | 3,643 | 3,742 | 3,843 | 3,882 | 3,920 | 3,960 |
| Sentinal Lighting | 212 | 209 | 207 | 207 | 207 | 207 | 207 | 207 | 207 | 207 | 207 | 207 | 207 | 207 | 207 |
| Street Lighting | 85,990 | 87,377 | 88,953 | 90,575 | 92,207 | 93,857 | 95,547 | 97,270 | 99,025 | 100,811 | 102,630 | 104,481 | 105,526 | 106,581 | 107,647 |
| Embedded Distribution | – | – | – | – | – | – | – | – | – | – | – | – | – | – | – |
| Distributed Generation | – | – | – | – | – | – | – | – | – | – | – | – | – | – | – |
| Energy from Waste Generation | – | – | – | – | – | – | – | – | – | – | – | – | – | – | – |
| Backup/Standby | – | – | – | – | – | – | – | – | – | – | – | – | – | – | – |
| Super Use | – | – | – | – | – | – | – | – | – | – | – | – | – | – | – |
| Sum | 442,513 | 449,979 | 457,674 | 465,623 | 473,637 | 481,761 | 490,112 | 498,564 | 507,163 | 515,912 | 524,814 | 533,871 | 539,208 | 544,598 | 550,042 |
| | | 362,393 | 368,514 | 374,841 | 381,223 | 387,697 | 394,358 | 401,086 | 407,931 | 414,894 | 421,977 | 429,183 | 433,475 | 437,810 | 442,188 |
| ***Customer Variable Billing Determinants Projection*** | | | | | | | | | | | | | | | |
| Residential | 2,732,090,682 | 2,780,036,927 | 2,828,190,170 | 2,877,921,785 | 2,928,007,023 | 2,978,739,135 | 3,030,868,493 | 3,083,687,789 | 3,137,427,572 | 3,192,103,885 | 3,247,733,049 | 3,304,331,668 | 3,337,374,984 | 3,370,748,734 | 3,404,456,222 |
| General Service < 50 kW | 1,051,489,461 | 1,063,467,829 | 1,075,545,191 | 1,088,051,530 | 1,100,623,866 | 1,113,328,195 | 1,126,362,507 | 1,139,380,951 | 1,152,549,862 | 1,165,870,979 | 1,179,346,060 | 1,192,976,886 | 1,204,906,655 | 1,216,955,721 | 1,229,125,279 |
| General Service > 50kW to 4999 kW | 12,149,352 | 12,420,804 | 12,697,329 | 12,978,928 | 13,260,527 | 13,544,663 | 13,833,873 | 14,135,222 | 14,443,135 | 14,757,756 | 15,079,230 | 15,407,707 | 15,561,784 | 15,717,402 | 15,874,576 |
| Large User | 188,221 | 188,221 | 188,221 | 188,221 | 188,221 | 188,221 | 188,221 | 188,221 | 188,221 | 188,221 | 188,221 | 188,221 | 188,221 | 188,221 | 188,221 |
| Unmetered Scattered Load | 12,938,386 | 13,175,665 | 13,457,713 | 13,775,576 | 14,147,163 | 14,572,473 | 15,055,984 | 15,463,229 | 15,881,489 | 16,311,062 | 16,752,255 | 17,205,382 | 17,377,436 | 17,551,210 | 17,726,722 |
| Sentinal Lighting | 1,242 | 1,224 | 1,213 | 1,213 | 1,213 | 1,213 | 1,213 | 1,213 | 1,213 | 1,213 | 1,213 | 1,213 | 1,213 | 1,213 | 1,213 |
| Street Lighting | 177,059 | 179,915 | 183,160 | 186,500 | 189,860 | 193,257 | 196,737 | 200,286 | 203,899 | 207,577 | 211,321 | 215,133 | 217,284 | 219,457 | 221,652 |
| Embedded Distribution | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Distributed Generation | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Energy from Waste Generation | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Backup/Standby | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Super Use | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Sum | 3,809,034,404 | 3,869,470,584 | 3,930,262,996 | 3,993,103,752 | 4,056,417,873 | 4,120,567,158 | 4,186,507,028 | 4,253,056,910 | 4,320,695,391 | 4,389,440,693 | 4,459,311,349 | 4,530,326,210 | 4,575,627,577 | 4,621,381,959 | 4,667,593,884 |
| ***Weighted YoY Demand Growth Rate*** | | 1.69% | 1.71% | 1.74% | 1.72% | 1.72% | 1.73% | 1.72% | 1.72% | 1.73% | 1.73% | 1.73% | 1.00% | 1.00% | 1.00% |
| ***Weighted YoY Customer Growth Rate*** | | 1.69% | 1.71% | 1.74% | 1.72% | 1.72% | 1.73% | 1.72% | 1.72% | 1.73% | 1.73% | 1.73% | 1.00% | 1.00% | 1.00% |
| ***25-Year Average*** | ***1.32%*** | | | | | | | | | | | | | | |

**Project Titan**

**Demand Forecast - PowerStream**

| **Year** | **2029** | **2030** | **2031** | **2032** | **2033** | **2034** | **2035** | **2036** | **2037** | **2038** | **2039** |
|---|---|---|---|---|---|---|---|---|---|---|---|
| *Period* | *15* | *16* | *17* | *18* | *19* | *20* | *21* | *22* | *23* | *24* | *25* |
| *Flag - retesting years* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* |
| ***Customer Volume Growth Rate*** | | | | | | | | | | | |
| Residential | 1.00% | 1.00% | 1 00% | 1.00% | 1.00% | 1.00% | 1.00% | 1 00% | 1.00% | 1.00% | 1.00% |
| General Service < 50 kW | 1.00% | 1.00% | 1 00% | 1.00% | 1.00% | 1.00% | 1.00% | 1 00% | 1.00% | 1.00% | 1.00% |
| General Service > 50kW to 4999 kW | 1.00% | 1.00% | 1 00% | 1.00% | 1.00% | 1.00% | 1.00% | 1 00% | 1.00% | 1.00% | 1.00% |
| Large User | 0.00% | 0.00% | 0 00% | 0.00% | 0.00% | 0.00% | 0.00% | 0 00% | 0.00% | 0.00% | 0.00% |
| Unmetered Scattered Load | 1.00% | 1.00% | 1 00% | 1.00% | 1.00% | 1.00% | 1.00% | 1 00% | 1.00% | 1.00% | 1.00% |
| Sentinal Lighting | 0.00% | 0.00% | 0 00% | 0.00% | 0.00% | 0.00% | 0.00% | 0 00% | 0.00% | 0.00% | 0.00% |
| Street Lighting | 1.00% | 1.00% | 1 00% | 1.00% | 1.00% | 1.00% | 1.00% | 1 00% | 1.00% | 1.00% | 1.00% |
| Embedded Distribution | 0.00% | 0.00% | 0 00% | 0.00% | 0.00% | 0.00% | 0.00% | 0 00% | 0 00% | 0.00% | 0.00% |
| Distributed Generation | 0.00% | 0.00% | 0 00% | 0.00% | 0.00% | 0.00% | 0.00% | 0 00% | 0 00% | 0.00% | 0.00% |
| Energy from Waste Generation | 0.00% | 0.00% | 0 00% | 0.00% | 0.00% | 0.00% | 0.00% | 0 00% | 0 00% | 0.00% | 0.00% |
| Backup/Standby | 0.00% | 0.00% | 0 00% | 0 00% | 0.00% | 0.00% | 0.00% | 0 00% | 0 00% | 0.00% | 0.00% |
| Super Use | 0.00% | 0.00% | 0 00% | 0 00% | 0.00% | 0.00% | 0.00% | 0 00% | 0 00% | 0.00% | 0.00% |
| ***Customer Connection Volume Projectio*** | | | | | | | | | | | |
| Residential | 398,668 | 402,655 | 406,681 | 410,748 | 414,855 | 419,004 | 423,194 | 427,426 | 431,700 | 436,017 | 440,377 |
| General Service < 50 kW | 37,621 | 37,997 | 38,377 | 38,761 | 39,148 | 39,540 | 39,935 | 40,334 | 40,738 | 41,145 | 41,557 |
| General Service > 50kW to 4999 kW | 6,320 | 6,383 | 6,447 | 6,511 | 6,577 | 6,642 | 6,709 | 6,776 | 6,844 | 6,912 | 6,981 |
| Large User | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 |
| Unmetered Scattered Load | 3,999 | 4,039 | 4,080 | 4,120 | 4,162 | 4,203 | 4,245 | 4,288 | 4,331 | 4,374 | 4,418 |
| Sentinal Lighting | 207 | 207 | 207 | 207 | 207 | 207 | 207 | 207 | 207 | 207 | 207 |
| Street Lighting | 108,723 | 109,810 | 110,909 | 112,018 | 113,138 | 114,269 | 115,412 | 116,566 | 117,732 | 118,909 | 120,098 |
| Embedded Distribution | – | – | – | – | – | – | – | – | – | – | – |
| Distributed Generation | – | – | – | – | – | – | – | – | – | – | – |
| Energy from Waste Generation | – | – | – | – | – | – | – | – | – | – | – |
| Backup/Standby | – | – | – | – | – | – | – | – | – | – | – |
| Super Use | – | – | – | – | – | – | – | – | – | – | – |
| Sum | 555,540 | 561,093 | 566,702 | 572,367 | 578,089 | 583,867 | 589,704 | 595,599 | 601,553 | 607,566 | 613,640 |
| | 446,610 | 451,076 | 455,586 | 460,142 | 464,744 | 469,391 | 474,085 | 478,826 | 483,614 | 488,450 | 493,335 |
| ***Customer Variable Billing Determinants*** | | | | | | | | | | | |
| Residential | 3,438,500,784 | 3,472,885,792 | 3,507,614,650 | 3,542,690,796 | 3,578,117,704 | 3,613,898,881 | 3,650,037,870 | 3,686,538,249 | 3,723,403,631 | 3,760,637,667 | 3,798,244,044 |
| General Service < 50 kW | 1,241,416,531 | 1,253,830,697 | 1,266,369,004 | 1,279,032,694 | 1,291,823,021 | 1,304,741,251 | 1,317,788,663 | 1,330,966,550 | 1,344,276,216 | 1,357,718,978 | 1,371,296,167 |
| General Service > 50kW to 4999 kW | 16,033,322 | 16,193,655 | 16,355,592 | 16,519,148 | 16,684,339 | 16,851,183 | 17,019,694 | 17,189,891 | 17,361,790 | 17,535,408 | 17,710,762 |
| Large User | 188,221 | 188,221 | 188,221 | 188,221 | 188,221 | 188,221 | 188,221 | 188,221 | 188,221 | 188,221 | 188,221 |
| Unmetered Scattered Load | 17,903,990 | 18,083,030 | 18,263,860 | 18,446,498 | 18,630,963 | 18,817,273 | 19,005,446 | 19,195,500 | 19,387,455 | 19,581,330 | 19,777,143 |
| Sentinal Lighting | 1,213 | 1,213 | 1,213 | 1,213 | 1,213 | 1,213 | 1,213 | 1,213 | 1,213 | 1,213 | 1,213 |
| Street Lighting | 223,868 | 226,107 | 228,368 | 230,651 | 232,958 | 235,288 | 237,640 | 240,017 | 242,417 | 244,841 | 247,290 |
| Embedded Distribution | - | - | - | - | - | - | - | - | - | - | - |
| Distributed Generation | - | - | - | - | - | - | - | - | - | - | - |
| Energy from Waste Generation | - | - | - | - | - | - | - | - | - | - | - |
| Backup/Standby | - | - | - | - | - | - | - | - | - | - | - |
| Super Use | - | - | - | - | - | - | - | - | - | - | - |
| Sum | 4,714,267,929 | 4,761,408,714 | 4,809,020,906 | 4,857,109,221 | 4,905,678,419 | 4,954,733,309 | 5,004,278,748 | 5,054,319,641 | 5,104,860,943 | 5,155,907,658 | 5,207,464,840 |
| ***Weighted YoY Demand Growth Rate*** | 1.00% | 1.00% | 1 00% | 1.00% | 1.00% | 1.00% | 1.00% | 1 00% | 1.00% | 1.00% | 1.00% |
| ***Weighted YoY Customer Growth Rate*** | 1.00% | 1.00% | 1 00% | 1.00% | 1.00% | 1.00% | 1.00% | 1 00% | 1.00% | 1.00% | 1.00% |
| ***25-Year Average*** | | | | | | | | | | | |

1.Demand

**Project Titan**

**Demand Forecast - Enersource**

| Year | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 | 2025 | 2026 | 2027 | 2028 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| *Period* | *0* | *1* | *2* | *3* | *4* | *5* | *6* | *7* | *8* | *9* | *10* | *11* | *12* | *13* | *14* |
| *Flag - retesting years* | *1* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *1* | *1* | *1* |
| ***Customer Volume Growth Rate*** | | | | | | | | | | | | | | | |
| Residential | | 1.08% | 0.78% | 0.78% | 0.78% | 0.78% | 0.78% | 0.78% | 0.78% | 0.79% | 0.79% | 0.79% | 0.79% | 0.68% | 0 68% |
| General Service < 50 kW | | 0.70% | 1.25% | 1.25% | 1 05% | 1.05% | 1.05% | 1.05% | 1.05% | 0 52% | 0.52% | 0.52% | 0.52% | 0.52% | 0 51% |
| General Service > 50kW to 4999 kW | | 0.00% | 0.00% | 0.00% | 0 00% | 0.00% | 0.00% | 0.00% | 0.00% | 0 00% | 0.00% | 0.00% | 0.00% | 0.00% | 0 00% |
| Large User | | 0.00% | 0.00% | 0.00% | 0 00% | 0.00% | 0.00% | 0.00% | 0.00% | 0 00% | 0.00% | 0.00% | 0.00% | 0.00% | 0 00% |
| Unmetered Scattered Load | | 0.00% | 0.00% | 0.00% | 0 00% | 0.00% | 0.00% | 0.00% | 0.00% | 0 00% | 0.00% | 0.00% | 0.00% | 0.00% | 0 00% |
| Sentinal Lighting | | 0.00% | 0.00% | 0.00% | 0 00% | 0.00% | 0.00% | 0.00% | 0.00% | 0 00% | 0 00% | 0.00% | 0.00% | 0.00% | 0 00% |
| Street Lighting | | 0.00% | 0.00% | 0.00% | 0 00% | 0.00% | 0.00% | 0.00% | 0.00% | 0 00% | 0 00% | 0.00% | 0.00% | 0.00% | 0 00% |
| Embedded Distribution | | 0.00% | 0.00% | 0.00% | 0 00% | 0.00% | 0.00% | 0.00% | 0.00% | 0 00% | 0 00% | 0.00% | 0.00% | 0.00% | 0 00% |
| Distributed Generation | | 0.00% | 0.00% | 0.00% | 0 00% | 0.00% | 0.00% | 0.00% | 0.00% | 0 00% | 0 00% | 0.00% | 0.00% | 0.00% | 0.00% |
| Energy from Waste Generation | | 0.00% | 0.00% | 0.00% | 0 00% | 0 00% | 0.00% | 0.00% | 0.00% | 0 00% | 0 00% | 0.00% | 0.00% | 0.00% | 0.00% |
| Backup/Standby | | 0.00% | 0.00% | 0.00% | 0 00% | 0 00% | 0.00% | 0.00% | 0.00% | 0 00% | 0 00% | 0.00% | 0.00% | 0.00% | 0.00% |
| Super Use | | 0.00% | 0.00% | 0.00% | 0 00% | 0 00% | 0.00% | 0.00% | 0.00% | 0 00% | 0 00% | 0.00% | 0.00% | 0.00% | 0.00% |
| ***Customer Connection Volume Projection*** | | | | | | | | | | | | | | | |
| Residential | 179,307 | 181,251 | 182,665 | 184,090 | 185,525 | 186,973 | 188,431 | 189,901 | 191,382 | 192,894 | 194,418 | 195,954 | 197,502 | 198,845 | 200,197 |
| General Service < 50 kW | 17,720 | 17,844 | 18,067 | 18,293 | 18,485 | 18,679 | 18,875 | 19,073 | 19,274 | 19,374 | 19,475 | 19,576 | 19,678 | 19,780 | 19,881 |
| General Service > 50kW to 4999 kW | 4,461 | 4,461 | 4,461 | 4,461 | 4,461 | 4,461 | 4,461 | 4,461 | 4,461 | 4,461 | 4,461 | 4,461 | 4,461 | 4,461 | 4,461 |
| Large User | 9 | 9 | 9 | 9 | 9 | 9 | 9 | 9 | 9 | 9 | 9 | 9 | 9 | 9 | 9 |
| Unmetered Scattered Load | 2,975 | 2,975 | 2,975 | 2,975 | 2,975 | 2,975 | 2,975 | 2,975 | 2,975 | 2,975 | 2,975 | 2,975 | 2,975 | 2,975 | 2,975 |
| Sentinal Lighting | – | – | – | – | – | – | – | – | – | – | – | – | – | – | – |
| Street Lighting | 49,828 | 49,828 | 49,828 | 49,828 | 49,828 | 49,828 | 49,828 | 49,828 | 49,828 | 49,828 | 49,828 | 49,828 | 49,828 | 49,828 | 49,828 |
| Embedded Distribution | – | – | – | – | – | – | – | – | – | – | – | – | – | – | – |
| Distributed Generation | – | – | – | – | – | – | – | – | – | – | – | – | – | – | – |
| Energy from Waste Generation | – | – | – | – | – | – | – | – | – | – | – | – | – | – | – |
| Backup/Standby | – | – | – | – | – | – | – | – | – | – | – | – | – | – | – |
| Super Use | – | – | – | – | – | – | – | – | – | – | – | – | – | – | – |
| Sum | 254,300 | 256,368 | 258,005 | 259,655 | 261,283 | 262,925 | 264,579 | 266,247 | 267,929 | 269,541 | 271,165 | 272,802 | 274,452 | 275,898 | 277,351 |
| | | 206,540 | 208,177 | 209,827 | 211,455 | 213,097 | 214,751 | 216,419 | 218,101 | 219,713 | 221,337 | 222,974 | 224,624 | 226,070 | 227,523 |
| ***Customer Variable Billing Determinants Projection*** | | | | | | | | | | | | | | | |
| Residential | 1,526,300,000 | 1,542,847,749 | 1,554,881,961 | 1,567,010,041 | 1,579,232,719 | 1,591,550,734 | 1,603,964,830 | 1,616,475,755 | 1,629,084,266 | 1,641,954,032 | 1,654,925,469 | 1,667,999,380 | 1,681,176,575 | 1,692,608,576 | 1,704,118,314 |
| General Service < 50 kW | 634,430,000 | 638,869,578 | 646,855,448 | 654,941,141 | 661,818,023 | 668,767,112 | 675,789,167 | 682,884,953 | 690,055,245 | 693,643,532 | 697,250,478 | 700,876,181 | 704,520,737 | 708,184,245 | 711,795,985 |
| General Service > 50kW to 4999 kW | 10,810,000 | 10,810,000 | 10,810,000 | 10,810,000 | 10,810,000 | 10,810,000 | 10,810,000 | 10,810,000 | 10,810,000 | 10,810,000 | 10,810,000 | 10,810,000 | 10,810,000 | 10,810,000 | 10,810,000 |
| Large User | 1,726,000 | 1,726,000 | 1,726,000 | 1,726,000 | 1,726,000 | 1,726,000 | 1,726,000 | 1,726,000 | 1,726,000 | 1,726,000 | 1,726,000 | 1,726,000 | 1,726,000 | 1,726,000 | 1,726,000 |
| Unmetered Scattered Load | 10,500,000 | 10,500,000 | 10,500,000 | 10,500,000 | 10,500,000 | 10,500,000 | 10,500,000 | 10,500,000 | 10,500,000 | 10,500,000 | 10,500,000 | 10,500,000 | 10,500,000 | 10,500,000 | 10,500,000 |
| Sentinal Lighting | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Street Lighting | 76,400 | 76,400 | 76,400 | 76,400 | 76,400 | 76,400 | 76,400 | 76,400 | 76,400 | 76,400 | 76,400 | 76,400 | 76,400 | 76,400 | 76,400 |
| Embedded Distribution | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Distributed Generation | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Energy from Waste Generation | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Backup/Standby | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Super Use | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Sum | 2,183,842,400 | 2,204,829,727 | 2,224,849,809 | 2,245,063,581 | 2,264,163,142 | 2,283,430,246 | 2,302,866,396 | 2,322,473,108 | 2,342,251,911 | 2,358,709,964 | 2,375,288,347 | 2,391,987,961 | 2,408,809,712 | 2,423,905,221 | 2,439,026,699 |
| ***Weighted YoY Demand Growth Rate*** | | 0.81% | 0.64% | 0.64% | 0 63% | 0.63% | 0.63% | 0.63% | 0.63% | 0 60% | 0.60% | 0.60% | 0.60% | 0.53% | 0 53% |
| ***Weighted YoY Customer Growth Rate*** | | 0.81% | 0.64% | 0.64% | 0 63% | 0.63% | 0.63% | 0.63% | 0.63% | 0 60% | 0.60% | 0.60% | 0.60% | 0.53% | 0 53% |
| ***25-Year Average*** | ***0.56%*** | | | | | | | | | | | | | | |

**Project Titan**

**Demand Forecast - Enersource**

| Year | 2029 | 2030 | 2031 | 2032 | 2033 | 2034 | 2035 | 2036 | 2037 | 2038 | 2039 |
|---|---|---|---|---|---|---|---|---|---|---|---|
| *Period* | *15* | *16* | *17* | *18* | *19* | *20* | *21* | *22* | *23* | *24* | *25* |
| *Flag - retesting years* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* |
| ***Customer Volume Growth Rate*** | | | | | | | | | | | |
| Residential | 0.68% | 0.68% | 0.68% | 0.63% | 0.63% | 0.63% | 0.63% | 0.63% | 0.57% | 0.57% | 0.57% |
| General Service < 50 kW | 0.51% | 0.51% | 0.51% | 0.51% | 0.38% | 0.38% | 0.38% | 0.38% | 0.38% | 0.56% | 0.38% |
| General Service > 50kW to 4999 kW | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| Large User | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| Unmetered Scattered Load | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| Sentinal Lighting | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| Street Lighting | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| Embedded Distribution | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| Distributed Generation | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| Energy from Waste Generation | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| Backup/Standby | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| Super Use | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| ***Customer Connection Volume Projectio*** | | | | | | | | | | | |
| Residential | 201,558 | 202,929 | 204,309 | 205,596 | 206,891 | 208,194 | 209,506 | 210,826 | 212,028 | 213,236 | 214,452 |
| General Service < 50 kW | 19,982 | 20,084 | 20,187 | 20,290 | 20,367 | 20,444 | 20,522 | 20,600 | 20,678 | 20,794 | 20,873 |
| General Service > 50kW to 4999 kW | 4,461 | 4,461 | 4,461 | 4,461 | 4,461 | 4,461 | 4,461 | 4,461 | 4,461 | 4,461 | 4,461 |
| Large User | 9 | 9 | 9 | 9 | 9 | 9 | 9 | 9 | 9 | 9 | 9 |
| Unmetered Scattered Load | 2,975 | 2,975 | 2,975 | 2,975 | 2,975 | 2,975 | 2,975 | 2,975 | 2,975 | 2,975 | 2,975 |
| Sentinal Lighting | – | – | – | – | – | – | – | – | – | – | – |
| Street Lighting | 49,828 | 49,828 | 49,828 | 49,828 | 49,828 | 49,828 | 49,828 | 49,828 | 49,828 | 49,828 | 49,828 |
| Embedded Distribution | – | – | – | – | – | – | – | – | – | – | – |
| Distributed Generation | – | – | – | – | – | – | – | – | – | – | – |
| Energy from Waste Generation | – | – | – | – | – | – | – | – | – | – | – |
| Backup/Standby | – | – | – | – | – | – | – | – | – | – | – |
| Super Use | – | – | – | – | – | – | – | – | – | – | – |
| Sum | 278,813 | 280,286 | 281,768 | 283,158 | 284,531 | 285,911 | 287,301 | 288,699 | 289,979 | 291,303 | 292,597 |
| | 228,985 | 230,458 | 231,940 | 233,330 | 234,703 | 236,083 | 237,473 | 238,871 | 240,151 | 241,475 | 242,769 |
| ***Customer Variable Billing Determinants*** | | | | | | | | | | | |
| Residential | 1,715,706,319 | 1,727,373,122 | 1,739,119,259 | 1,750,075,710 | 1,761,101,187 | 1,772,196,125 | 1,783,360,960 | 1,794,596,134 | 1,804,825,332 | 1,815,112,837 | 1,825,458,980 |
| General Service < 50 kW | 715,426,144 | 719,074,817 | 722,742,099 | 726,428,084 | 729,188,510 | 731,959,427 | 734,740,873 | 737,532,888 | 740,335,513 | 744,481,392 | 747,310,421 |
| General Service > 50kW to 4999 kW | 10,810,000 | 10,810,000 | 10,810,000 | 10,810,000 | 10,810,000 | 10,810,000 | 10,810,000 | 10,810,000 | 10,810,000 | 10,810,000 | 10,810,000 |
| Large User | 1,726,000 | 1,726,000 | 1,726,000 | 1,726,000 | 1,726,000 | 1,726,000 | 1,726,000 | 1,726,000 | 1,726,000 | 1,726,000 | 1,726,000 |
| Unmetered Scattered Load | 10,500,000 | 10,500,000 | 10,500,000 | 10,500,000 | 10,500,000 | 10,500,000 | 10,500,000 | 10,500,000 | 10,500,000 | 10,500,000 | 10,500,000 |
| Sentinal Lighting | - | - | - | - | - | - | - | - | - | - | - |
| Street Lighting | 76,400 | 76,400 | 76,400 | 76,400 | 76,400 | 76,400 | 76,400 | 76,400 | 76,400 | 76,400 | 76,400 |
| Embedded Distribution | - | - | - | - | - | - | - | - | - | - | - |
| Distributed Generation | - | - | - | - | - | - | - | - | - | - | - |
| Energy from Waste Generation | - | - | - | - | - | - | - | - | - | - | - |
| Backup/Standby | - | - | - | - | - | - | - | - | - | - | - |
| Super Use | - | - | - | - | - | - | - | - | - | - | - |
| Sum | 2,454,244,863 | 2,469,560,339 | 2,484,973,758 | 2,499,616,194 | 2,513,402,098 | 2,527,267,952 | 2,541,214,233 | 2,555,241,422 | 2,568,273,245 | 2,582,706,629 | 2,595,881,801 |
| ***Weighted YoY Demand Growth Rate*** | 0.53% | 0.53% | 0.53% | 0.49% | 0.48% | 0.49% | 0.49% | 0.49% | 0.44% | 0.46% | 0.44% |
| ***Weighted YoY Customer Growth Rate*** | 0.53% | 0.53% | 0.53% | 0.49% | 0.48% | 0.49% | 0.49% | 0.49% | 0.44% | 0.46% | 0.44% |
| ***25-Year Average*** | | | | | | | | | | | |

**Project Titan**

**Demand Forecast - Hydro One Brampton**

| Year | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 | 2025 | 2026 | 2027 | 2028 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| *Period* | *0* | *1* | *2* | *3* | *4* | *5* | *6* | *7* | *8* | *9* | *10* | *11* | *12* | *13* | *14* |
| *Flag - retesting years* | *1* | *1* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *1* | *1* | *1* |
| ***Customer Volume Growth Rate*** | | | | | | | | | | | | | | | |
| Residential | | 1.24% | 1.73% | 1.76% | 1.74% | 1.73% | 1.75% | 1.74% | 1.74% | 1.74% | 1.74% | 1.74% | 1.00% | 1.00% | 1 00% |
| General Service < 50 kW | | 1.63% | 1.14% | 1.16% | 1.16% | 1.15% | 1.17% | 1.16% | 1.16% | 1.16% | 1.16% | 1.16% | 1.00% | 1.00% | 1 00% |
| General Service > 50kW to 4999 kW | | 0.60% | 2.23% | 2.22% | 2.17% | 2.14% | 2.14% | 2.18% | 2.18% | 2.18% | 2.18% | 2.18% | 1.00% | 1.00% | 1 00% |
| Large User | | 0.00% | 0.00% | 0.00% | 0 00% | 0.00% | 0.00% | 0.00% | 0.00% | 0 00% | 0.00% | 0.00% | 0.00% | 0.00% | 0 00% |
| Unmetered Scattered Load | | 0.00% | 0.00% | 0.00% | 0 00% | 0.00% | 0.00% | 0.00% | 0.00% | 0 00% | 0.00% | 0.00% | 0.00% | 0.00% | 0 00% |
| Sentinal Lighting | | 0.00% | 0.00% | 0.00% | 0 00% | 0.00% | 0.00% | 0.00% | 0.00% | 0 00% | 0 00% | 0.00% | 0.00% | 0.00% | 0 00% |
| Street Lighting | | 0.00% | 0.00% | 0.00% | 0 00% | 0.00% | 0.00% | 0.00% | 0.00% | 0 00% | 0 00% | 0.00% | 0.00% | 0.00% | 0 00% |
| Embedded Distribution | | 0.00% | 0.00% | 0.00% | 0 00% | 0.00% | 0.00% | 0.00% | 0.00% | 0 00% | 0 00% | 0.00% | 0.00% | 0.00% | 0 00% |
| Distributed Generation | | 0.00% | 0.00% | 0.00% | 0 00% | 0.00% | 0.00% | 0.00% | 0.00% | 0 00% | 0 00% | 0.00% | 0.00% | 0.00% | 0.00% |
| Energy from Waste Generation | | 0.00% | 0.00% | 0.00% | 0 00% | 0 00% | 0.00% | 0.00% | 0.00% | 0 00% | 0 00% | 0.00% | 0.00% | 0.00% | 0.00% |
| Backup/Standby | | 0.00% | 0.00% | 0.00% | 0 00% | 0 00% | 0.00% | 0.00% | 0.00% | 0 00% | 0 00% | 0.00% | 0.00% | 0.00% | 0.00% |
| Super Use | | 0.00% | 0.00% | 0.00% | 0 00% | 0 00% | 0.00% | 0.00% | 0.00% | 0 00% | 0 00% | 0.00% | 0.00% | 0.00% | 0.00% |
| ***Customer Connection Volume Projection*** | | | | | | | | | | | | | | | |
| Residential | 139,002 | 140,731 | 143,168 | 145,686 | 148,221 | 150,790 | 153,428 | 156,102 | 158,823 | 161,590 | 164,407 | 167,272 | 168,944 | 170,634 | 172,340 |
| General Service < 50 kW | 8,953 | 9,100 | 9,203 | 9,310 | 9,418 | 9,526 | 9,638 | 9,749 | 9,862 | 9,976 | 10,091 | 10,208 | 10,310 | 10,413 | 10,517 |
| General Service > 50kW to 4999 kW | 1,616 | 1,626 | 1,662 | 1,699 | 1,736 | 1,773 | 1,811 | 1,850 | 1,890 | 1,931 | 1,974 | 2,017 | 2,037 | 2,057 | 2,078 |
| Large User | 6 | 6 | 6 | 6 | 6 | 6 | 6 | 6 | 6 | 6 | 6 | 6 | 6 | 6 | 6 |
| Unmetered Scattered Load | 1,519 | 1,519 | 1,519 | 1,519 | 1,519 | 1,519 | 1,519 | 1,519 | 1,519 | 1,519 | 1,519 | 1,519 | 1,519 | 1,519 | 1,519 |
| Sentinal Lighting | – | – | – | – | – | – | – | – | – | – | – | – | – | – | – |
| Street Lighting | 44,887 | 44,887 | 44,887 | 44,887 | 44,887 | 44,887 | 44,887 | 44,887 | 44,887 | 44,887 | 44,887 | 44,887 | 44,887 | 44,887 | 44,887 |
| Embedded Distribution | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Distributed Generation | 43 | 43 | 43 | 43 | 43 | 43 | 43 | 43 | 43 | 43 | 43 | 43 | 43 | 43 | 43 |
| Energy from Waste Generation | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Backup/Standby | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Super Use | – | – | – | – | – | – | – | – | – | – | – | – | – | – | – |
| Sum | 196,030 | 197,914 | 200,491 | 203,153 | 205,832 | 208,546 | 211,335 | 214,159 | 217,033 | 219,956 | 222,929 | 225,954 | 227,749 | 229,562 | 231,393 |
| | | 153,027 | 155,604 | 158,266 | 160,945 | 163,659 | 166,448 | 169,272 | 172,146 | 175,069 | 178,042 | 181,067 | 182,862 | 184,675 | 186,506 |
| ***Customer Variable Billing Determinants Projection*** | | | | | | | | | | | | | | | |
| Residential | 1,249,454,159 | 1,264,991,636 | 1,286,902,659 | 1,309,531,882 | 1,332,322,014 | 1,355,406,490 | 1,379,126,751 | 1,403,160,953 | 1,427,614,001 | 1,452,493,195 | 1,477,805,962 | 1,503,559,857 | 1,518,595,456 | 1,533,781,410 | 1,549,119,224 |
| General Service < 50 kW | 338,763,338 | 344,300,673 | 348,210,753 | 352,259,715 | 356,330,044 | 360,443,106 | 364,663,001 | 368,877,758 | 373,141,230 | 377,453,979 | 381,816,574 | 386,229,592 | 390,091,888 | 393,992,807 | 397,932,735 |
| General Service > 50kW to 4999 kW | 4,953,592 | 4,983,108 | 5,094,048 | 5,207,022 | 5,319,997 | 5,433,990 | 5,550,018 | 5,670,917 | 5,794,448 | 5,920,671 | 6,049,644 | 6,181,426 | 6,243,240 | 6,305,672 | 6,368,729 |
| Large User | 718,200 | 718,200 | 718,200 | 718,200 | 718,200 | 718,200 | 718,200 | 718,200 | 718,200 | 718,200 | 718,200 | 718,200 | 718,200 | 718,200 | 718,200 |
| Unmetered Scattered Load | 5,818,253 | 5,818,253 | 5,818,253 | 5,818,253 | 5,818,253 | 5,818,253 | 5,818,253 | 5,818,253 | 5,818,253 | 5,818,253 | 5,818,253 | 5,818,253 | 5,818,253 | 5,818,253 | 5,818,253 |
| Sentinal Lighting | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Street Lighting | 97,585 | 97,585 | 97,585 | 97,585 | 97,585 | 97,585 | 97,585 | 97,585 | 97,585 | 97,585 | 97,585 | 97,585 | 97,585 | 97,585 | 97,585 |
| Embedded Distribution | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Distributed Generation | 113,715 | 113,715 | 113,715 | 113,715 | 113,715 | 113,715 | 113,715 | 113,715 | 113,715 | 113,715 | 113,715 | 113,715 | 113,715 | 113,715 | 113,715 |
| Energy from Waste Generation | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Backup/Standby | 54,580 | 54,580 | 54,580 | 54,580 | 54,580 | 54,580 | 54,580 | 54,580 | 54,580 | 54,580 | 54,580 | 54,580 | 54,580 | 54,580 | 54,580 |
| Super Use | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Sum | 1,599,973,423 | 1,621,077,752 | 1,647,009,793 | 1,673,800,954 | 1,700,774,389 | 1,728,085,920 | 1,756,142,104 | 1,784,511,961 | 1,813,352,013 | 1,842,670,179 | 1,872,474,513 | 1,902,773,208 | 1,921,732,917 | 1,940,882,223 | 1,960,223,022 |
| ***Weighted YoY Demand Growth Rate*** | | 0.96% | 1.30% | 1.33% | 1 32% | 1.32% | 1.34% | 1.34% | 1.34% | 1 35% | 1.35% | 1.36% | 0.79% | 0.80% | 0 80% |
| ***Weighted YoY Customer Growth Rate*** | | 0.96% | 1.30% | 1.33% | 1 32% | 1.32% | 1.34% | 1.34% | 1.34% | 1 35% | 1.35% | 1.36% | 0.79% | 0.80% | 0 80% |
| ***25-Year Average*** | ***1.02%*** | | | | | | | | | | | | | | |

**Project Titan**

**Demand Forecast - Hydro One Brampton**

| Year | 2029 | 2030 | 2031 | 2032 | 2033 | 2034 | 2035 | 2036 | 2037 | 2038 | 2039 |
|---|---|---|---|---|---|---|---|---|---|---|---|
| *Period* | *15* | *16* | *17* | *18* | *19* | *20* | *21* | *22* | *23* | *24* | *25* |
| *Flag - retesting years* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* |
| **Customer Volume Growth Rate** | | | | | | | | | | | |
| Residential | 1.00% | 1.00% | 1 00% | 1.00% | 1.00% | 1.00% | 1.00% | 1 00% | 1.00% | 1.00% | 1.00% |
| General Service < 50 kW | 1.00% | 1.00% | 1 00% | 1.00% | 1.00% | 1.00% | 1.00% | 1 00% | 1.00% | 1.00% | 1.00% |
| General Service > 50kW to 4999 kW | 1.00% | 1.00% | 1 00% | 1.00% | 1.00% | 1.00% | 1.00% | 1 00% | 1.00% | 1.00% | 1.00% |
| Large User | 0.00% | 0.00% | 0 00% | 0.00% | 0.00% | 0.00% | 0.00% | 0 00% | 0.00% | 0.00% | 0.00% |
| Unmetered Scattered Load | 0.00% | 0.00% | 0 00% | 0.00% | 0.00% | 0.00% | 0.00% | 0 00% | 0.00% | 0.00% | 0.00% |
| Sentinal Lighting | 0.00% | 0.00% | 0 00% | 0.00% | 0.00% | 0.00% | 0.00% | 0 00% | 0.00% | 0.00% | 0.00% |
| Street Lighting | 0.00% | 0.00% | 0 00% | 0.00% | 0.00% | 0.00% | 0.00% | 0 00% | 0.00% | 0.00% | 0.00% |
| Embedded Distribution | 0.00% | 0.00% | 0 00% | 0.00% | 0.00% | 0.00% | 0.00% | 0 00% | 0 00% | 0.00% | 0.00% |
| Distributed Generation | 0.00% | 0.00% | 0 00% | 0.00% | 0.00% | 0.00% | 0.00% | 0 00% | 0 00% | 0.00% | 0.00% |
| Energy from Waste Generation | 0.00% | 0.00% | 0 00% | 0.00% | 0.00% | 0.00% | 0.00% | 0 00% | 0 00% | 0.00% | 0.00% |
| Backup/Standby | 0.00% | 0.00% | 0 00% | 0 00% | 0.00% | 0.00% | 0.00% | 0 00% | 0 00% | 0.00% | 0.00% |
| Super Use | 0.00% | 0.00% | 0 00% | 0 00% | 0.00% | 0.00% | 0.00% | 0 00% | 0 00% | 0.00% | 0.00% |
| **Customer Connection Volume Projectio** | | | | | | | | | | | |
| Residential | 174,064 | 175,804 | 177,562 | 179,338 | 181,131 | 182,943 | 184,772 | 186,620 | 188,486 | 190,371 | 192,274 |
| General Service < 50 kW | 10,622 | 10,729 | 10,836 | 10,944 | 11,054 | 11,164 | 11,276 | 11,389 | 11,503 | 11,618 | 11,734 |
| General Service > 50kW to 4999 kW | 2,098 | 2,119 | 2,141 | 2,162 | 2,184 | 2,205 | 2,228 | 2,250 | 2,272 | 2,295 | 2,318 |
| Large User | 6 | 6 | 6 | 6 | 6 | 6 | 6 | 6 | 6 | 6 | 6 |
| Unmetered Scattered Load | 1,519 | 1,519 | 1,519 | 1,519 | 1,519 | 1,519 | 1,519 | 1,519 | 1,519 | 1,519 | 1,519 |
| Sentinal Lighting | – | – | – | – | – | – | – | – | – | – | – |
| Street Lighting | 44,887 | 44,887 | 44,887 | 44,887 | 44,887 | 44,887 | 44,887 | 44,887 | 44,887 | 44,887 | 44,887 |
| Embedded Distribution | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Distributed Generation | 43 | 43 | 43 | 43 | 43 | 43 | 43 | 43 | 43 | 43 | 43 |
| Energy from Waste Generation | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Backup/Standby | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Super Use | – | – | – | – | – | – | – | – | – | – | – |
| Sum | 233,242 | 235,110 | 236,997 | 238,902 | 240,826 | 242,770 | 244,733 | 246,716 | 248,719 | 250,741 | 252,784 |
| | 188,355 | 190,223 | 192,110 | 194,015 | 195,939 | 197,883 | 199,846 | 201,829 | 203,832 | 205,854 | 207,897 |
| **Customer Variable Billing Determinants** | | | | | | | | | | | |
| Residential | 1,564,610,417 | 1,580,256,521 | 1,596,059,086 | 1,612,019,677 | 1,628,139,874 | 1,644,421,272 | 1,660,865,485 | 1,677,474,140 | 1,694,248,881 | 1,711,191,370 | 1,728,303,284 |
| General Service < 50 kW | 401,912,062 | 405,931,183 | 409,990,494 | 414,090,399 | 418,231,303 | 422,413,616 | 426,637,752 | 430,904,130 | 435,213,171 | 439,565,303 | 443,960,956 |
| General Service > 50kW to 4999 kW | 6,432,416 | 6,496,740 | 6,561,708 | 6,627,325 | 6,693,598 | 6,760,534 | 6,828,139 | 6,896,421 | 6,965,385 | 7,035,039 | 7,105,389 |
| Large User | 718,200 | 718,200 | 718,200 | 718,200 | 718,200 | 718,200 | 718,200 | 718,200 | 718,200 | 718,200 | 718,200 |
| Unmetered Scattered Load | 5,818,253 | 5,818,253 | 5,818,253 | 5,818,253 | 5,818,253 | 5,818,253 | 5,818,253 | 5,818,253 | 5,818,253 | 5,818,253 | 5,818,253 |
| Sentinal Lighting | - | - | - | - | - | - | - | - | - | - | - |
| Street Lighting | 97,585 | 97,585 | 97,585 | 97,585 | 97,585 | 97,585 | 97,585 | 97,585 | 97,585 | 97,585 | 97,585 |
| Embedded Distribution | - | - | - | - | - | - | - | - | - | - | - |
| Distributed Generation | 113,715 | 113,715 | 113,715 | 113,715 | 113,715 | 113,715 | 113,715 | 113,715 | 113,715 | 113,715 | 113,715 |
| Energy from Waste Generation | - | - | - | - | - | - | - | - | - | - | - |
| Backup/Standby | 54,580 | 54,580 | 54,580 | 54,580 | 54,580 | 54,580 | 54,580 | 54,580 | 54,580 | 54,580 | 54,580 |
| Super Use | - | - | - | - | - | - | - | - | - | - | - |
| Sum | 1,979,757,229 | 1,999,486,777 | 2,019,413,622 | 2,039,539,735 | 2,059,867,109 | 2,080,397,757 | 2,101,133,711 | 2,122,077,025 | 2,143,229,771 | 2,164,594,046 | 2,186,171,963 |
| ***Weighted YoY Demand Growth Rate*** | 0.80% | 0.80% | 0 80% | 0.80% | 0.81% | 0.81% | 0.81% | 0 81% | 0.81% | 0.81% | 0.81% |
| ***Weighted YoY Customer Growth Rate*** | 0.80% | 0.80% | 0 80% | 0.80% | 0.81% | 0.81% | 0.81% | 0 81% | 0 81% | 0.81% | 0.81% |
| ***25-Year Average*** | | | | | | | | | | | |

**Project Titan**

**Demand Forecast - Horizon Utilities**

| Year | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 | 2025 | 2026 | 2027 | 2028 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| *Period* | *0* | *1* | *2* | *3* | *4* | *5* | *6* | *7* | *8* | *9* | *10* | *11* | *12* | *13* | *14* |
| *Flag - retesting years* | *1* | *1* | *1* | *1* | *1* | *1* | *0* | *0* | *0* | *0* | *0* | *0* | *1* | *1* | *1* |
| ***Customer Volume Growth Rate*** | | | | | | | | | | | | | | | |
| Residential | | 0.34% | 0.77% | 0.82% | 0 84% | 0.79% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% |
| General Service < 50 kW | | 0.16% | 0.36% | 0.38% | 0.40% | 0.38% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% |
| General Service > 50kW to 4999 kW | | 0.79% | 1.52% | 1.27% | 1 27% | 1.31% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% |
| Large User | | 0.00% | 0.00% | 0.00% | 0 00% | 0.00% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% |
| Unmetered Scattered Load | | 0.00% | 0.00% | 0.00% | 0 00% | 0.00% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% |
| Sentinal Lighting | | 0.00% | 0.00% | 0.00% | 0 00% | 0.00% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% |
| Street Lighting | | 0.00% | 0.00% | 0.00% | 0 00% | 0.00% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% |
| Embedded Distribution | | 0.00% | 0.00% | 0.00% | 0 00% | 0.00% | 0.00% | 0.00% | 0.00% | 0 00% | 0 00% | 0.00% | 0.00% | 0.00% | 0 00% |
| Distributed Generation | | 0.00% | 0.00% | 0.00% | 0 00% | 0 00% | 0.00% | 0.00% | 0.00% | 0 00% | 0 00% | 0.00% | 0.00% | 0.00% | 0.00% |
| Energy from Waste Generation | | 0.00% | 0.00% | 0.00% | 0 00% | 0 00% | 0.00% | 0.00% | 0.00% | 0 00% | 0 00% | 0.00% | 0.00% | 0.00% | 0.00% |
| Backup/Standby | | 0.00% | 0.00% | 0.00% | 0 00% | 0 00% | 0.00% | 0.00% | 0.00% | 0 00% | 0 00% | 0.00% | 0.00% | 0.00% | 0.00% |
| Super Use | | 0.00% | 0.00% | 0.00% | 0 00% | 0 00% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% |
| ***Customer Connection Volume Projection*** | | | | | | | | | | | | | | | |
| Residential | 219,822 | 220,574 | 222,279 | 224,093 | 225,976 | 227,764 | 229,519 | 231,289 | 233,072 | 234,868 | 236,679 | 238,503 | 240,342 | 242,194 | 244,061 |
| General Service < 50 kW | 18,400 | 18,429 | 18,494 | 18,565 | 18,639 | 18,709 | 18,853 | 18,999 | 19,145 | 19,293 | 19,441 | 19,591 | 19,742 | 19,894 | 20,048 |
| General Service > 50kW to 4999 kW | 2,179 | 2,196 | 2,230 | 2,258 | 2,286 | 2,316 | 2,334 | 2,352 | 2,370 | 2,389 | 2,407 | 2,426 | 2,444 | 2,463 | 2,482 |
| Large User | 7 | 7 | 7 | 7 | 7 | 7 | 7 | 7 | 7 | 7 | 7 | 7 | 7 | 7 | 8 |
| Unmetered Scattered Load | 3,043 | 3,043 | 3,043 | 3,043 | 3,043 | 3,043 | 3,066 | 3,090 | 3,114 | 3,138 | 3,162 | 3,186 | 3,211 | 3,236 | 3,261 |
| Sentinal Lighting | 404 | 404 | 404 | 404 | 404 | 404 | 407 | 410 | 413 | 417 | 420 | 423 | 426 | 430 | 433 |
| Street Lighting | 52,397 | 52,397 | 52,397 | 52,397 | 52,397 | 52,397 | 52,801 | 53,208 | 53,618 | 54,031 | 54,448 | 54,868 | 55,291 | 55,717 | 56,146 |
| Embedded Distribution | – | – | – | – | – | – | – | – | – | – | – | – | – | – | – |
| Distributed Generation | – | – | – | – | – | – | – | – | – | – | – | – | – | – | – |
| Energy from Waste Generation | – | – | – | – | – | – | – | – | – | – | – | – | – | – | – |
| Backup/Standby | – | – | – | – | – | – | – | – | – | – | – | – | – | – | – |
| Super Use | 4 | 4 | 4 | 4 | 4 | 4 | 4 | 4 | 4 | 4 | 4 | 4 | 4 | 4 | 4 |
| Sum | 296,256 | 297,054 | 298,858 | 300,771 | 302,756 | 304,644 | 306,992 | 309,359 | 311,744 | 314,147 | 316,568 | 319,009 | 321,468 | 323,946 | 326,443 |
| | | 244,253 | 246,057 | 247,970 | 249,955 | 251,843 | 253,784 | 255,741 | 257,712 | 259,699 | 261,701 | 263,718 | 265,751 | 267,800 | 269,864 |
| ***Customer Variable Billing Determinants Projection*** | | | | | | | | | | | | | | | |
| Residential | 1,629,889,736 | 1,635,468,509 | 1,648,107,555 | 1,661,560,605 | 1,675,516,030 | 1,688,773,134 | 1,701,791,287 | 1,714,909,792 | 1,728,129,424 | 1,741,450,960 | 1,754,875,188 | 1,768,402,898 | 1,782,034,889 | 1,795,771,964 | 1,809,614,933 |
| General Service < 50 kW | 589,407,635 | 590,323,963 | 592,420,176 | 594,696,469 | 597,061,184 | 599,307,812 | 603,927,664 | 608,583,128 | 613,274,479 | 618,001,995 | 622,765,953 | 627,566,635 | 632,404,323 | 637,279,304 | 642,191,864 |
| General Service > 50kW to 4999 kW | 5,117,121 | 5,157,573 | 5,235,875 | 5,302,258 | 5,369,553 | 5,439,933 | 5,481,867 | 5,524,125 | 5,566,709 | 5,609,620 | 5,652,863 | 5,696,439 | 5,740,351 | 5,784,601 | 5,829,192 |
| Large User | 626,465 | 626,465 | 626,465 | 626,465 | 626,465 | 626,465 | 631,294 | 636,161 | 641,065 | 646,006 | 650,986 | 656,004 | 661,061 | 666,157 | 671,292 |
| Unmetered Scattered Load | 11,397,660 | 11,397,660 | 11,397,660 | 11,397,660 | 11,397,660 | 11,397,660 | 11,485,521 | 11,574,058 | 11,663,279 | 11,753,187 | 11,843,788 | 11,935,087 | 12,027,091 | 12,119,803 | 12,213,231 |
| Sentinal Lighting | 1,241 | 1,241 | 1,241 | 1,241 | 1,241 | 1,241 | 1,251 | 1,260 | 1,270 | 1,280 | 1,290 | 1,300 | 1,310 | 1,320 | 1,330 |
| Street Lighting | 110,006 | 110,006 | 110,006 | 110,006 | 110,006 | 110,006 | 110,854 | 111,709 | 112,570 | 113,437 | 114,312 | 115,193 | 116,081 | 116,976 | 117,878 |
| Embedded Distribution | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Distributed Generation | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Energy from Waste Generation | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Backup/Standby | 290,976 | 290,976 | 290,976 | 290,976 | 290,976 | 290,976 | 290,976 | 290,976 | 290,976 | 290,976 | 290,976 | 290,976 | 290,976 | 290,976 | 290,976 |
| Super Use | 1,884,533 | 1,884,533 | 1,884,533 | 1,884,533 | 1,884,533 | 1,884,533 | 1,899,060 | 1,913,699 | 1,928,451 | 1,943,317 | 1,958,297 | 1,973,393 | 1,988,606 | 2,003,935 | 2,019,383 |
| Sum | 2,238,725,373 | 2,245,260,926 | 2,260,074,487 | 2,275,870,213 | 2,292,257,647 | 2,307,831,760 | 2,325,619,774 | 2,343,544,908 | 2,361,608,222 | 2,379,810,779 | 2,398,153,653 | 2,416,637,926 | 2,435,264,687 | 2,454,035,036 | 2,472,950,078 |
| ***Weighted YoY Demand Growth Rate*** | | 0.27% | 0.61% | 0.64% | 0 66% | 0.62% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% |
| ***Weighted YoY Customer Growth Rate*** | | 0.27% | 0.61% | 0.64% | 0 66% | 0.62% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% |
| ***25-Year Average*** | ***0.73%*** | | | | | | | | | | | | | | |

**Project Titan**

**Demand Forecast - Horizon Utilities**

| Year | 2029 | 2030 | 2031 | 2032 | 2033 | 2034 | 2035 | 2036 | 2037 | 2038 | 2039 |
|---|---|---|---|---|---|---|---|---|---|---|---|
| *Period* | *15* | *16* | *17* | *18* | *19* | *20* | *21* | *22* | *23* | *24* | *25* |
| *Flag - retesting years* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* |
| ***Customer Volume Growth Rate*** | | | | | | | | | | | |
| Residential | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% |
| General Service < 50 kW | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% |
| General Service > 50kW to 4999 kW | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% |
| Large User | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% |
| Unmetered Scattered Load | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% |
| Sentinal Lighting | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% |
| Street Lighting | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% |
| Embedded Distribution | 0.00% | 0.00% | 0 00% | 0.00% | 0.00% | 0.00% | 0.00% | 0 00% | 0 00% | 0.00% | 0.00% |
| Distributed Generation | 0.00% | 0.00% | 0 00% | 0.00% | 0.00% | 0.00% | 0.00% | 0 00% | 0 00% | 0.00% | 0.00% |
| Energy from Waste Generation | 0.00% | 0.00% | 0 00% | 0.00% | 0.00% | 0.00% | 0.00% | 0 00% | 0 00% | 0.00% | 0.00% |
| Backup/Standby | 0.00% | 0.00% | 0 00% | 0.00% | 0.00% | 0.00% | 0.00% | 0 00% | 0 00% | 0.00% | 0.00% |
| Super Use | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% |
| ***Customer Connection Volume Projectio*** | | | | | | | | | | | |
| Residential | 245,943 | 247,839 | 249,749 | 251,674 | 253,614 | 255,569 | 257,540 | 259,525 | 261,525 | 263,541 | 265,573 |
| General Service < 50 kW | 20,202 | 20,358 | 20,515 | 20,673 | 20,833 | 20,993 | 21,155 | 21,318 | 21,482 | 21,648 | 21,815 |
| General Service > 50kW to 4999 kW | 2,501 | 2,521 | 2,540 | 2,560 | 2,579 | 2,599 | 2,619 | 2,639 | 2,660 | 2,680 | 2,701 |
| Large User | 8 | 8 | 8 | 8 | 8 | 8 | 8 | 8 | 8 | 8 | 8 |
| Unmetered Scattered Load | 3,286 | 3,311 | 3,337 | 3,362 | 3,388 | 3,414 | 3,441 | 3,467 | 3,494 | 3,521 | 3,548 |
| Sentinal Lighting | 436 | 440 | 443 | 446 | 450 | 453 | 457 | 460 | 464 | 467 | 471 |
| Street Lighting | 56,579 | 57,015 | 57,455 | 57,898 | 58,344 | 58,794 | 59,247 | 59,704 | 60,164 | 60,628 | 61,095 |
| Embedded Distribution | – | – | – | – | – | – | – | – | – | – | – |
| Distributed Generation | – | – | – | – | – | – | – | – | – | – | – |
| Energy from Waste Generation | – | – | – | – | – | – | – | – | – | – | – |
| Backup/Standby | – | – | – | – | – | – | – | – | – | – | – |
| Super Use | 4 | 4 | 4 | 4 | 4 | 4 | 5 | 5 | 5 | 5 | 5 |
| Sum | 328,960 | 331,495 | 334,051 | 336,626 | 339,221 | 341,836 | 344,471 | 347,126 | 349,802 | 352,499 | 355,216 |
| | 271,944 | 274,041 | 276,153 | 278,282 | 280,427 | 282,589 | 284,767 | 286,962 | 289,174 | 291,403 | 293,650 |
| ***Customer Variable Billing Determinants*** | | | | | | | | | | | |
| Residential | 1,823,564,613 | 1,837,621,825 | 1,851,787,400 | 1,866,062,172 | 1,880,446,984 | 1,894,942,682 | 1,909,550,123 | 1,924,270,168 | 1,939,103,684 | 1,954,051,546 | 1,969,114,637 |
| General Service < 50 kW | 647,142,293 | 652,130,884 | 657,157,929 | 662,223,727 | 667,328,574 | 672,472,774 | 677,656,628 | 682,880,442 | 688,144,525 | 693,449,187 | 698,794,741 |
| General Service > 50kW to 4999 kW | 5,874,128 | 5,919,409 | 5,965,040 | 6,011,022 | 6,057,359 | 6,104,053 | 6,151,107 | 6,198,524 | 6,246,306 | 6,294,456 | 6,342,978 |
| Large User | 676,467 | 681,682 | 686,937 | 692,232 | 697,568 | 702,945 | 708,364 | 713,825 | 719,327 | 724,872 | 730,460 |
| Unmetered Scattered Load | 12,307,378 | 12,402,251 | 12,497,856 | 12,594,197 | 12,691,282 | 12,789,114 | 12,887,701 | 12,987,048 | 13,087,160 | 13,188,044 | 13,289,706 |
| Sentinal Lighting | 1,340 | 1,350 | 1,361 | 1,371 | 1,382 | 1,393 | 1,403 | 1,414 | 1,425 | 1,436 | 1,447 |
| Street Lighting | 118,786 | 119,702 | 120,625 | 121,555 | 122,492 | 123,436 | 124,387 | 125,346 | 126,312 | 127,286 | 128,267 |
| Embedded Distribution | - | - | - | - | - | - | - | - | - | - | - |
| Distributed Generation | - | - | - | - | - | - | - | - | - | - | - |
| Energy from Waste Generation | - | - | - | - | - | - | - | - | - | - | - |
| Backup/Standby | 290,976 | 290,976 | 290,976 | 290,976 | 290,976 | 290,976 | 290,976 | 290,976 | 290,976 | 290,976 | 290,976 |
| Super Use | 2,034,949 | 2,050,636 | 2,066,444 | 2,082,373 | 2,098,425 | 2,114,601 | 2,130,902 | 2,147,328 | 2,163,881 | 2,180,562 | 2,197,371 |
| Sum | 2,492,010,930 | 2,511,218,715 | 2,530,574,567 | 2,550,079,625 | 2,569,735,041 | 2,589,541,974 | 2,609,501,592 | 2,629,615,071 | 2,649,883,597 | 2,670,308,367 | 2,690,890,584 |
| ***Weighted YoY Demand Growth Rate*** | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% |
| ***Weighted YoY Customer Growth Rate*** | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% |
| ***25-Year Average*** | | | | | | | | | | | |

**Project Titan**

**OEB Rate Forecast - PowerStream**

| Year | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 | 2025 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| *Period* | *0* | *1* | *2* | *3* | *4* | *5* | *6* | *7* | *8* | *9* | *10* | *11* |
| *Flag - retesting years* | *1* | *0* | *1* | *1* | *1* | *1* | *1* | *0* | *0* | *0* | *0* | *0* |
| | ***Actual Results*** | ***Projected starts here >>>*** | | | | | | | | | | |
| ***Fixed Assets Continuity*** | | | | | | | | | | | | |
| **Total** | | $ 119,895,990 | $ 124,296,006 | $ 122,995,752 | $ 116,895,834 | $ 126,896,540 | $ 126,896,071 | $ 139,384,883 | $ 138,603,482 | $ 110,927,737 | $ 107,475,498 | $ 121,666,756 |
| Open - gross | | $ 952,427,114 | $ 1,070,823,104 | $ 1,193,819,111 | $ 1,315,514,863 | $ 1,431,110,697 | $ 1,556,707,237 | $ 1,682,303,308 | $ 1,820,388,191 | $ 1,957,691,673 | $ 2,067,319,410 | $ 2,173,494,908 |
| Addition | | $ 118,395,990 | $ 122,996,006 | $ 121,695,752 | $ 115,595,834 | $ 125,596,540 | $ 125,596,071 | $ 138,084,883 | $ 137,303,482 | $ 109,627,737 | $ 106,175,498 | $ 120,366,756 |
| End - gross | | $ 1,070,823,104 | $ 1,193,819,111 | $ 1,315,514,863 | $ 1,431,110,697 | $ 1,556,707,237 | $ 1,682,303,308 | $ 1,820,388,191 | $ 1,957,691,673 | $ 2,067,319,410 | $ 2,173,494,908 | $ 2,293,861,665 |
| Depreciation | | $ 40,239,248 | $ 44,651,672 | $ 49,446,656 | $ 51,730,726 | $ 52,036,367 | $ 54,566,881 | $ 58,405,458 | $ 61,973,756 | $ 65,174,037 | $ 67,567,446 | $ 67,886,011 |
| Accumulated depreciation | | $ 178,814,824 | $ 223,466,496 | $ 272,913,152 | $ 324,643,878 | $ 376,680,245 | $ 431,247,126 | $ 489,652,584 | $ 551,626,340 | $ 616,800,378 | $ 684,367,823 | $ 752,253,835 |
| **Total Fixed Assets** | **$ 813,851,538** | **$ 892,008,281** | **$ 970,352,615** | **$ 1,042,601,711** | **$ 1,106,466,819** | **$ 1,180,026,992** | **$ 1,251,056,182** | **$ 1,330,735,607** | **$ 1,406,065,333** | **$ 1,450,519,033** | **$ 1,489,127,085** | **$ 1,541,607,830** |
| ***Rate Base Calculation*** | | | | | | | | | | | | |
| **Net Fixed Assets** | | | | | | | | | | | | |
| Opening balance | $ 782,190,000 | $ 813,851,538 | $ 892,008,281 | $ 970,352,615 | $ 1,042,601,711 | $ 1,106,466,819 | $ 1,180,026,992 | $ 1,251,056,182 | $ 1,330,735,607 | $ 1,406,065,333 | $ 1,450,519,033 | $ 1,489,127,085 |
| Capital Additions | | $ 119,895,990 | $ 124,296,006 | $ 122,995,752 | $ 116,895,834 | $ 126,896,540 | $ 126,896,071 | $ 139,384,883 | $ 138,603,482 | $ 110,927,737 | $ 107,475,498 | $ 121,666,756 |
| Depreciation | | $ 41,739,248 | $ 45,951,672 | $ 50,746,656 | $ 53,030,726 | $ 53,336,367 | $ 55,866,881 | $ 59,705,458 | $ 63,273,756 | $ 66,474,037 | $ 68,867,446 | $ 69,186,011 |
| **Ending Balance** | **$ 813,851,538** | **$ 892,008,281** | **$ 970,352,615** | **$ 1,042,601,711** | **$ 1,106,466,819** | **$ 1,180,026,992** | **$ 1,251,056,182** | **$ 1,330,735,607** | **$ 1,406,065,333** | **$ 1,450,519,033** | **$ 1,489,127,085** | **$ 1,541,607,830** |
| *Growth (Y-o-Y)* | | *9.6%* | *8.8%* | *7.4%* | *6.1%* | *6.6%* | *6.0%* | *6.4%* | *5.7%* | *3.2%* | *2.7%* | *3.5%* |
| **Working Capital Allowance** | | | | | | | | | | | | |
| Estimated load growth adjusted for inflation | | 3.70% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% |
| Cost of power | $ 925,280,000 | $ 959,515,360 | $ 988,300,821 | $ 1,017,949,845 | $ 1,048,488,341 | $ 1,079,942,991 | $ 1,112,341,281 | $ 1,145,711,519 | $ 1,180,082,865 | $ 1,215,485,351 | $ 1,251,949,911 | $ 1,289,508,409 |
| OM&A | $ 85,878,000 | $ 92,558,000 | $ 91,216,000 | $ 93,112,000 | $ 94,920,000 | $ 97,195,000 | $ 99,193,000 | $ 106,277,000 | $ 108,403,000 | $ 110,571,000 | $ 112,782,000 | $ 115,038,000 |
| **Sum** | **$ 1,011,158,000** | **$ 1,052,073,360** | **$ 1,079,516,821** | **$ 1,111,061,845** | **$ 1,143,408,341** | **$ 1,177,137,991** | **$ 1,211,534,281** | **$ 1,251,988,519** | **$ 1,288,485,865** | **$ 1,326,056,351** | **$ 1,364,731,911** | **$ 1,404,546,409** |
| WCA rates | 13.0% | 13.0% | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% |
| **WCA** | **$ 131,450,540** | **$ 136,769,537** | **$ 80,963,762** | **$ 83,329,638** | **$ 85,755,626** | **$ 88,285,349** | **$ 90,865,071** | **$ 93,899,139** | **$ 96,636,440** | **$ 99,454,226** | **$ 102,354,893** | **$ 105,340,981** |
| | | | *2.3%* | *7.7%* | *6.5%* | *6.1%* | *6.1%* | *6.0%* | *5.8%* | *4.3%* | *2.9%* | *3.1%* |
| Rate Base | $ 832,100,000 | $ 989,699,446 | $ 1,012,144,209 | $ 1,089,806,801 | $ 1,160,289,891 | $ 1,231,532,255 | $ 1,306,406,658 | $ 1,384,795,033 | $ 1,465,036,910 | $ 1,527,746,409 | $ 1,572,177,952 | $ 1,620,708,438 |
| Rate Base per Customer | $ 2,354 | $ 2,753 | $ 2,769 | $ 2,931 | $ 3,069 | $ 3,203 | $ 3,341 | $ 3,483 | $ 3,623 | $ 3,715 | $ 3,759 | $ 3,810 |
| ***Distribution RR forecast*** | | | | | | | | | | | | |
| Deemed ROE | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% |
| MARE / NI | $ 34,067,000 | $ 35,352,064 | $ 37,651,765 | $ 40,540,813 | $ 43,162,784 | $ 45,813,000 | $ 48,598,328 | $ 51,514,375 | $ 54,499,373 | $ 56,832,166 | $ 58,485,020 | $ 60,290,354 |
| PILs | $ (5,261,000) | $ (8,197,856) | $ 8,265,021 | $ 8,899,203 | $ 9,474,757 | $ 10,056,512 | $ 10,667,926 | $ 11,308,034 | $ 11,963,277 | $ 12,475,354 | $ 12,838,175 | $ 13,234,468 |
| Interest expense - long term debt | $ 23,114,000 | $ 23,000,615 | $ 22,445,310 | $ 24,167,556 | $ 25,730,589 | $ 27,310,459 | $ 28,970,874 | $ 30,709,215 | $ 32,488,659 | $ 33,879,304 | $ 34,864,618 | $ 35,940,830 |
| Interest expense - short term debt | | $ 823,430 | $ 874,493 | $ 941,593 | $ 1,002,490 | $ 1,064,044 | $ 1,128,735 | $ 1,196,463 | $ 1,265,792 | $ 1,319,973 | $ 1,358,362 | $ 1,400,292 |
| OM&A | $ 85,878,000 | $ 92,558,000 | $ 91,216,000 | $ 93,112,000 | $ 94,920,000 | $ 97,195,000 | $ 99,193,000 | $ 106,277,000 | $ 108,403,000 | $ 110,571,000 | $ 112,782,000 | $ 115,038,000 |
| Depreciation | $ 34,605,637 | $ 41,739,248 | $ 45,951,672 | $ 50,746,656 | $ 53,030,726 | $ 53,336,367 | $ 55,866,881 | $ 59,705,458 | $ 63,273,756 | $ 66,474,037 | $ 68,867,446 | $ 69,186,011 |
| Other revenue (-) | $ 10,644,000 | $ 9,356,880 | $ 9,774,018 | $ 9,995,498 | $ 10,221,408 | $ 10,451,836 | $ 10,686,873 | $ 10,926,610 | $ 11,171,142 | $ 11,420,565 | $ 11,674,977 | $ 11,934,476 |
| **Total Distribution RR If Retested Every Year** | **$ 160,320,000** | **$ 175,918,621** | **$ 196,630,243** | **$ 208,412,322** | **$ 217,099,939** | **$ 224,323,546** | **$ 233,738,871** | **$ 249,783,934** | **$ 260,722,714** | **$ 270,131,269** | **$ 277,520,644** | **$ 283,155,480** |
| Total Distribution RR in Retesting Years | $ 160,320,000 | $ - | $ 196,630,243 | $ 208,412,322 | $ 217,099,939 | $ 224,323,546 | $ 233,738,871 | $ - | $ - | $ - | $ - | $ - |
| ***Revenue Allocation in Retesting Years*** | | | | | | | | | | | | |
| **Fixed Revenue** | | | | | | | | | | | | |
| Residential | $ 47,454,707 | $ - | $ 58,202,536 | $ 61,690,031 | $ 64,261,564 | $ 66,399,752 | $ 69,186,687 | $ - | $ - | $ - | $ - | $ - |
| General Service < 50 kW | $ 9,883,023 | $ - | $ 12,121,389 | $ 12,847,703 | $ 13,383,256 | $ 13,828,560 | $ 14,408,973 | $ - | $ - | $ - | $ - | $ - |
| General Service > 50kW to 4999 kW | $ 7,839,456 | $ - | $ 9,614,983 | $ 10,191,112 | $ 10,615,926 | $ 10,969,152 | $ 11,429,550 | $ - | $ - | $ - | $ - | $ - |
| Large User | $ 148,435 | $ - | $ 182,054 | $ 192,963 | $ 201,006 | $ 207,694 | $ 216,412 | $ - | $ - | $ - | $ - | $ - |
| Unmetered Scattered Load | $ 240,204 | $ - | $ 294,607 | $ 312,260 | $ 325,276 | $ 336,099 | $ 350,206 | $ - | $ - | $ - | $ - | $ - |
| Sentinal Lighting | $ 5,295 | $ - | $ 6,495 | $ 6,884 | $ 7,171 | $ 7,409 | $ 7,720 | $ - | $ - | $ - | $ - | $ - |
| Street Lighting | $ 1,264,468 | $ - | $ 1,550,852 | $ 1,643,779 | $ 1,712,300 | $ 1,769,273 | $ 1,843,534 | $ - | $ - | $ - | $ - | $ - |
| Embedded Distribution | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Distributed Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Energy from Waste Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Backup/Standby | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Super Use | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| **Total** | **$ 66,835,588** | **$ -** | **$ 81,972,917** | **$ 86,884,732** | **$ 90,506,500** | **$ 93,517,940** | **$ 97,443,083** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** |
| **Variable Revenue** | | | | | | | | | | | | |
| Residential | $ 38,701,261 | $ - | $ 47,466,556 | $ 50,310,751 | $ 52,407,943 | $ 54,151,722 | $ 56,424,582 | $ - | $ - | $ - | $ - | $ - |
| General Service < 50 kW | $ 14,726,097 | $ - | $ 18,061,353 | $ 19,143,589 | $ 19,941,585 | $ 20,605,105 | $ 21,469,944 | $ - | $ - | $ - | $ - | $ - |
| General Service > 50kW to 4999 kW | $ 38,493,024 | $ - | $ 47,211,157 | $ 50,040,049 | $ 52,125,956 | $ 53,860,353 | $ 56,120,983 | $ - | $ - | $ - | $ - | $ - |
| Large User | $ 156,173 | $ - | $ 191,543 | $ 203,021 | $ 211,484 | $ 218,520 | $ 227,692 | $ - | $ - | $ - | $ - | $ - |
| Unmetered Scattered Load | $ 208,692 | $ - | $ 255,958 | $ 271,294 | $ 282,603 | $ 292,006 | $ 304,263 | $ - | $ - | $ - | $ - | $ - |
| Sentinal Lighting | $ 10,737 | $ - | $ 13,168 | $ 13,957 | $ 14,539 | $ 15,023 | $ 15,653 | $ - | $ - | $ - | $ - | $ - |
| Street Lighting | $ 1,188,428 | $ - | $ 1,457,590 | $ 1,544,929 | $ 1,609,329 | $ 1,662,877 | $ 1,732,671 | $ - | $ - | $ - | $ - | $ - |
| Embedded Distribution | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Distributed Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Energy from Waste Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Backup/Standby | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Super Use | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| **Total** | **$ 93,484,412** | **$ -** | **$ 114,657,326** | **$ 121,527,591** | **$ 126,593,438** | **$ 130,805,606** | **$ 136,295,789** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** |

**Project Titan**

**OEB Rate Forecast - PowerStream**

| **Year** | **2026** | **2027** | **2028** | **2029** | **2030** | **2031** | **2032** | **2033** | **2034** | **2035** | **2036** | **2037** | **2038** | **2039** |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| *Period* | *12* | *13* | *14* | *15* | *16* | *17* | *18* | *19* | *20* | *21* | *22* | *23* | *24* | *25* |
| *Flag - retesting years* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* |
| ***Fixed Assets Continuity*** | | | | | | | | | | | | | | |
| **Total** | $ 124,070,172 | $ 126,521,655 | $ 129,022,168 | $ 131,572,691 | $ 134,174,225 | $ 136,827,790 | $ 139,534,426 | $ 142,295,194 | $ 145,111,178 | $ 147,983,481 | $ 150,913,231 | $ 153,901,576 | $ 156,949,687 | $ 160,058,761 |
| Open - gross | $ 2,293,861,665 | $ 2,416,631,836 | $ 2,541,853,491 | $ 2,669,575,659 | $ 2,799,848,351 | $ 2,932,722,576 | $ 3,068,250,366 | $ 3,206,484,791 | $ 3,347,479,985 | $ 3,491,291,163 | $ 3,637,974,645 | $ 3,787,587,876 | $ 3,940,189,452 | $ 4,095,839,139 |
| Addition | $ 122,770,172 | $ 125,221,655 | $ 127,722,168 | $ 130,272,691 | $ 132,874,225 | $ 135,527,790 | $ 138,234,426 | $ 140,995,194 | $ 143,811,178 | $ 146,683,481 | $ 149,613,231 | $ 152,601,576 | $ 155,649,687 | $ 158,758,761 |
| End - gross | $ 2,416,631,836 | $ 2,541,853,491 | $ 2,669,575,659 | $ 2,799,848,351 | $ 2,932,722,576 | $ 3,068,250,366 | $ 3,206,484,791 | $ 3,347,479,985 | $ 3,491,291,163 | $ 3,637,974,645 | $ 3,787,587,876 | $ 3,940,189,452 | $ 4,095,839,139 | $ 4,254,597,900 |
| Depreciation | $ 70,971,452 | $ 74,149,976 | $ 77,433,162 | $ 81,023,468 | $ 80,707,331 | $ 83,906,106 | $ 87,049,636 | $ 90,272,609 | $ 93,573,528 | $ 93,868,259 | $ 97,061,510 | $ 100,385,251 | $ 103,843,006 | $ 107,434,609 |
| Accumulated depreciation | $ 823,225,286 | $ 897,375,263 | $ 974,808,424 | $ 1,055,831,892 | $ 1,136,539,223 | $ 1,220,445,329 | $ 1,307,494,965 | $ 1,397,767,574 | $ 1,491,341,101 | $ 1,585,209,360 | $ 1,682,270,871 | $ 1,782,656,121 | $ 1,886,499,128 | $ 1,993,933,737 |
| **Total Fixed Assets** | **$ 1,593,406,550** | **$ 1,644,478,229** | **$ 1,694,767,235** | **$ 1,744,016,459** | **$ 1,796,183,353** | **$ 1,847,805,037** | **$ 1,898,989,826** | **$ 1,949,712,412** | **$ 1,999,950,062** | **$ 2,052,765,284** | **$ 2,105,317,005** | **$ 2,157,533,330** | **$ 2,209,340,011** | **$ 2,260,664,163** |
| ***Rate Base Calculation*** | | | | | | | | | | | | | | |
| **Net Fixed Assets** | | | | | | | | | | | | | | |
| Opening balance | $ 1,541,607,830 | $ 1,593,406,550 | $ 1,644,478,229 | $ 1,694,767,235 | $ 1,744,016,459 | $ 1,796,183,353 | $ 1,847,805,037 | $ 1,898,989,826 | $ 1,949,712,412 | $ 1,999,950,062 | $ 2,052,765,284 | $ 2,105,317,005 | $ 2,157,533,330 | $ 2,209,340,011 |
| Capital Additions | $ 124,070,172 | $ 126,521,655 | $ 129,022,168 | $ 131,572,691 | $ 134,174,225 | $ 136,827,790 | $ 139,534,426 | $ 142,295,194 | $ 145,111,178 | $ 147,983,481 | $ 150,913,231 | $ 153,901,576 | $ 156,949,687 | $ 160,058,761 |
| Depreciation | $ 72,271,452 | $ 75,449,976 | $ 78,733,162 | $ 82,323,468 | $ 82,007,331 | $ 85,206,106 | $ 88,349,636 | $ 91,572,609 | $ 94,873,528 | $ 95,168,259 | $ 98,361,510 | $ 101,685,251 | $ 105,143,006 | $ 108,734,609 |
| **Ending Balance** | **$ 1,593,406,550** | **$ 1,644,478,229** | **$ 1,694,767,235** | **$ 1,744,016,459** | **$ 1,796,183,353** | **$ 1,847,805,037** | **$ 1,898,989,826** | **$ 1,949,712,412** | **$ 1,999,950,062** | **$ 2,052,765,284** | **$ 2,105,317,005** | **$ 2,157,533,330** | **$ 2,209,340,011** | **$ 2,260,664,163** |
| *Growth (Y-o-Y)* | *3.4%* | *3.2%* | *3.1%* | *2.9%* | *3.0%* | *2.9%* | *2.8%* | *2.7%* | *2.6%* | *2.6%* | *2.6%* | *2.5%* | *2.4%* | *2.3%* |
| **Working Capital Allowance** | | | | | | | | | | | | | | |
| Estimated load growth adjusted for inflation | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% |
| Cost of power | $ 1,328,193,661 | $ 1,368,039,471 | $ 1,409,080,655 | $ 1,451,353,074 | $ 1,494,893,667 | $ 1,539,740,477 | $ 1,585,932,691 | $ 1,633,510,672 | $ 1,682,515,992 | $ 1,732,991,472 | $ 1,784,981,216 | $ 1,838,530,652 | $ 1,893,686,572 | $ 1,950,497,169 |
| OM&A | $ 117,339,000 | $ 119,686,000 | $ 122,080,000 | $ 124,522,000 | $ 127,012,000 | $ 129,552,000 | $ 132,143,000 | $ 134,786,000 | $ 137,482,000 | $ 140,232,000 | $ 143,037,000 | $ 145,898,000 | $ 148,816,000 | $ 151,792,000 |
| **Sum** | **$ 1,445,532,661** | **$ 1,487,725,471** | **$ 1,531,160,655** | **$ 1,575,875,074** | **$ 1,621,905,667** | **$ 1,669,292,477** | **$ 1,718,075,691** | **$ 1,768,296,672** | **$ 1,819,997,992** | **$ 1,873,223,472** | **$ 1,928,018,216** | **$ 1,984,428,652** | **$ 2,042,502,572** | **$ 2,102,289,169** |
| WCA rates | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% |
| **WCA** | **$ 108,414,950** | **$ 111,579,410** | **$ 114,837,049** | **$ 118,190,631** | **$ 121,642,925** | **$ 125,196,936** | **$ 128,855,677** | **$ 132,622,250** | **$ 136,499,849** | **$ 140,491,760** | **$ 144,601,366** | **$ 148,832,149** | **$ 153,187,693** | **$ 157,671,688** |
| | *3.4%* | *3.3%* | *3.1%* | *3.0%* | *2.9%* | *2.9%* | *2.8%* | *2.7%* | *2.6%* | *2.6%* | *2.6%* | *2.5%* | *2.5%* | *2.4%* |
| Rate Base | $ 1,675,922,140 | $ 1,730,521,800 | $ 1,784,459,781 | $ 1,837,582,477 | $ 1,891,742,831 | $ 1,947,191,131 | $ 2,002,253,108 | $ 2,056,973,369 | $ 2,111,331,086 | $ 2,166,849,433 | $ 2,223,642,511 | $ 2,280,257,317 | $ 2,336,624,363 | $ 2,392,673,775 |
| Rate Base per Customer | $ 3,901 | $ 3,988 | $ 4,072 | $ 4,152 | $ 4,232 | $ 4,313 | $ 4,391 | $ 4,466 | $ 4,539 | $ 4,612 | $ 4,686 | $ 4,758 | $ 4,827 | $ 4,894 |
| ***Distribution RR forecast*** | | | | | | | | | | | | | | |
| Deemed ROE | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% |
| MARE / NI | $ 62,344,304 | $ 64,375,411 | $ 66,381,904 | $ 68,358,068 | $ 70,372,833 | $ 72,435,510 | $ 74,483,816 | $ 76,519,409 | $ 78,541,516 | $ 80,606,799 | $ 82,719,501 | $ 84,825,572 | $ 86,922,426 | $ 89,007,464 |
| PILs | $ 13,685,335 | $ 14,131,188 | $ 14,571,637 | $ 15,005,430 | $ 15,447,695 | $ 15,900,478 | $ 16,350,106 | $ 16,796,944 | $ 17,240,821 | $ 17,694,175 | $ 18,157,939 | $ 18,620,248 | $ 19,080,533 | $ 19,538,224 |
| Interest expense - long term debt | $ 37,165,249 | $ 38,376,051 | $ 39,572,180 | $ 40,750,229 | $ 41,951,289 | $ 43,180,911 | $ 44,401,965 | $ 45,615,441 | $ 46,820,878 | $ 48,052,053 | $ 49,311,496 | $ 50,566,986 | $ 51,816,982 | $ 53,059,934 |
| Interest expense - short term debt | $ 1,447,997 | $ 1,495,171 | $ 1,541,773 | $ 1,587,671 | $ 1,634,466 | $ 1,682,373 | $ 1,729,947 | $ 1,777,225 | $ 1,824,190 | $ 1,872,158 | $ 1,921,227 | $ 1,970,142 | $ 2,018,843 | $ 2,067,270 |
| OM&A | $ 117,339,000 | $ 119,686,000 | $ 122,080,000 | $ 124,522,000 | $ 127,012,000 | $ 129,552,000 | $ 132,143,000 | $ 134,786,000 | $ 137,482,000 | $ 140,232,000 | $ 143,037,000 | $ 145,898,000 | $ 148,816,000 | $ 151,792,000 |
| Depreciation | $ 72,271,452 | $ 75,449,976 | $ 78,733,162 | $ 82,323,468 | $ 82,007,331 | $ 85,206,106 | $ 88,349,636 | $ 91,572,609 | $ 94,873,528 | $ 95,168,259 | $ 98,361,510 | $ 101,685,251 | $ 105,143,006 | $ 108,734,609 |
| Other revenue (-) | $ 12,199,166 | $ 12,469,149 | $ 12,744,532 | $ 13,025,423 | $ 13,311,931 | $ 13,604,170 | $ 13,902,253 | $ 14,206,298 | $ 14,516,424 | $ 14,832,753 | $ 15,155,408 | $ 15,484,516 | $ 15,820,206 | $ 16,162,610 |
| **Total Distribution RR If Retested Every Year** | **$ 292,054,171** | **$ 301,044,648** | **$ 310,136,124** | **$ 319,521,443** | **$ 325,113,683** | **$ 334,353,208** | **$ 343,556,216** | **$ 352,861,330** | **$ 362,266,509** | **$ 368,792,692** | **$ 378,353,267** | **$ 388,081,683** | **$ 397,977,585** | **$ 408,036,891** |
| Total Distribution RR in Retesting Years | $ 292,054,171 | $ 301,044,648 | $ 310,136,124 | $ 319,521,443 | $ 325,113,683 | $ 334,353,208 | $ 343,556,216 | $ 352,861,330 | $ 362,266,509 | $ 368,792,692 | $ 378,353,267 | $ 388,081,683 | $ 397,977,585 | $ 408,036,891 |
| ***Revenue Allocation in Retesting Years*** | | | | | | | | | | | | | | |
| **Fixed Revenue** | | | | | | | | | | | | | | |
| Residential | $ 86,448,011 | $ 89,109,192 | $ 91,800,268 | $ 94,578,322 | $ 96,233,624 | $ 98,968,523 | $ 101,692,612 | $ 104,446,925 | $ 107,230,858 | $ 109,162,607 | $ 111,992,537 | $ 114,872,147 | $ 117,801,333 | $ 120,778,887 |
| General Service < 50 kW | $ 18,003,855 | $ 18,558,078 | $ 19,118,527 | $ 19,697,091 | $ 20,041,828 | $ 20,611,404 | $ 21,178,729 | $ 21,752,348 | $ 22,332,136 | $ 22,734,447 | $ 23,323,814 | $ 23,923,528 | $ 24,533,567 | $ 25,153,679 |
| General Service > 50kW to 4999 kW | $ 14,281,098 | $ 14,720,722 | $ 15,165,284 | $ 15,624,215 | $ 15,897,669 | $ 16,349,471 | $ 16,799,487 | $ 17,254,496 | $ 17,714,398 | $ 18,033,520 | $ 18,501,021 | $ 18,976,729 | $ 19,460,626 | $ 19,952,514 |
| Large User | $ 270,404 | $ 278,728 | $ 287,146 | $ 295,835 | $ 301,013 | $ 309,568 | $ 318,088 | $ 326,704 | $ 335,412 | $ 341,454 | $ 350,306 | $ 359,313 | $ 368,476 | $ 377,789 |
| Unmetered Scattered Load | $ 437,579 | $ 451,049 | $ 464,671 | $ 478,733 | $ 487,111 | $ 500,955 | $ 514,743 | $ 528,685 | $ 542,777 | $ 552,555 | $ 566,879 | $ 581,455 | $ 596,282 | $ 611,354 |
| Sentinal Lighting | $ 9,647 | $ 9,944 | $ 10,244 | $ 10,554 | $ 10,739 | $ 11,044 | $ 11,348 | $ 11,655 | $ 11,966 | $ 12,181 | $ 12,497 | $ 12,818 | $ 13,145 | $ 13,477 |
| Street Lighting | $ 2,303,475 | $ 2,374,384 | $ 2,446,090 | $ 2,520,114 | $ 2,564,220 | $ 2,637,094 | $ 2,709,679 | $ 2,783,070 | $ 2,857,250 | $ 2,908,723 | $ 2,984,129 | $ 3,060,858 | $ 3,138,909 | $ 3,218,248 |
| Embedded Distribution | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Distributed Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Energy from Waste Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Backup/Standby | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Super Use | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| **Total** | **$ 121,754,069** | **$ 125,502,097** | **$ 129,292,230** | **$ 133,204,863** | **$ 135,536,204** | **$ 139,388,058** | **$ 143,224,687** | **$ 147,103,884** | **$ 151,024,796** | **$ 153,745,487** | **$ 157,731,183** | **$ 161,786,849** | **$ 165,912,338** | **$ 170,105,949** |
| **Variable Revenue** | | | | | | | | | | | | | | |
| Residential | $ 70,501,900 | $ 72,672,202 | $ 74,866,885 | $ 77,132,502 | $ 78,482,469 | $ 80,712,891 | $ 82,934,498 | $ 85,180,753 | $ 87,451,164 | $ 89,026,585 | $ 91,334,509 | $ 93,682,949 | $ 96,071,821 | $ 98,500,138 |
| General Service < 50 kW | $ 26,826,461 | $ 27,652,276 | $ 28,487,368 | $ 29,349,450 | $ 29,863,122 | $ 30,711,813 | $ 31,557,150 | $ 32,411,866 | $ 33,275,773 | $ 33,875,231 | $ 34,753,412 | $ 35,647,010 | $ 36,555,992 | $ 37,479,984 |
| General Service > 50kW to 4999 kW | $ 70,122,557 | $ 72,281,181 | $ 74,464,056 | $ 76,717,482 | $ 78,060,185 | $ 80,278,606 | $ 82,488,260 | $ 84,722,429 | $ 86,980,623 | $ 88,547,568 | $ 90,843,073 | $ 93,178,878 | $ 95,554,896 | $ 97,970,147 |
| Large User | $ 284,499 | $ 293,257 | $ 302,113 | $ 311,255 | $ 316,703 | $ 325,703 | $ 334,668 | $ 343,733 | $ 352,895 | $ 359,252 | $ 368,565 | $ 378,042 | $ 387,682 | $ 397,481 |
| Unmetered Scattered Load | $ 380,173 | $ 391,876 | $ 403,710 | $ 415,927 | $ 423,207 | $ 435,234 | $ 447,214 | $ 459,327 | $ 471,570 | $ 480,065 | $ 492,510 | $ 505,174 | $ 518,055 | $ 531,150 |
| Sentinal Lighting | $ 19,559 | $ 20,161 | $ 20,770 | $ 21,398 | $ 21,773 | $ 22,392 | $ 23,008 | $ 23,631 | $ 24,261 | $ 24,698 | $ 25,338 | $ 25,990 | $ 26,653 | $ 27,326 |
| Street Lighting | $ 2,164,954 | $ 2,231,599 | $ 2,298,993 | $ 2,368,565 | $ 2,410,019 | $ 2,478,510 | $ 2,546,731 | $ 2,615,708 | $ 2,685,427 | $ 2,733,805 | $ 2,804,676 | $ 2,876,791 | $ 2,950,148 | $ 3,024,716 |
| Embedded Distribution | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Distributed Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Energy from Waste Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Backup/Standby | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Super Use | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| **Total** | **$ 170,300,102** | **$ 175,542,551** | **$ 180,843,894** | **$ 186,316,580** | **$ 189,577,478** | **$ 194,965,151** | **$ 200,331,529** | **$ 205,757,447** | **$ 211,241,713** | **$ 215,047,204** | **$ 220,622,084** | **$ 226,294,834** | **$ 232,065,247** | **$ 237,930,942** |

**Project Titan**

**OEB Rate Forecast - PowerStream**

| Year | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 | 2025 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| *Period* | *0* | *1* | *2* | *3* | *4* | *5* | *6* | *7* | *8* | *9* | *10* | *11* |
| *Flag - retesting years* | *1* | *0* | *1* | *1* | *1* | *1* | *1* | *0* | *0* | *0* | *0* | *0* |
| ***Rate Design*** | | | | | | | | | | | | |
| **Fixed Monthly Rate in Retesting Years** | | | | | | | | | | | | |
| Residential | $ 12.48 | $ - | $ 14.79 | $ 15.41 | $ 15.77 | $ 16.02 | $ 16.41 | $ - | $ - | $ - | $ - | $ - |
| General Service < 50 kW | $ 25.85 | $ - | $ 30.99 | $ 32.47 | $ 33.44 | $ 34.16 | $ 35.18 | $ - | $ - | $ - | $ - | $ - |
| General Service > 50kW to 4999 kW | $ 136.41 | $ - | $ 160.09 | $ 166.00 | $ 169.25 | $ 171.21 | $ 174.67 | $ - | $ - | $ - | $ - | $ - |
| Large User | $ 6,184.81 | $ - | $ 7,585.59 | $ 8,040.11 | $ 8,375.26 | $ 8,653.94 | $ 9,017.16 | $ - | $ - | $ - | $ - | $ - |
| Unmetered Scattered Load | $ 6.93 | $ - | $ 8.17 | $ 8.46 | $ 8.58 | $ 8.60 | $ 8.68 | $ - | $ - | $ - | $ - | $ - |
| Sentinal Lighting | $ 2.08 | $ - | $ 2.61 | $ 2.77 | $ 2.89 | $ 2.98 | $ 3.11 | $ - | $ - | $ - | $ - | $ - |
| Street Lighting | $ 1.23 | $ - | $ 1.45 | $ 1.51 | $ 1.55 | $ 1.57 | $ 1.61 | $ - | $ - | $ - | $ - | $ - |
| Embedded Distribution | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Distributed Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Energy from Waste Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Backup/Standby | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Super Use | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| | **$ 6,369.79** | **$ -** | **$ 7,803.69** | **$ 8,266.73** | **$ 8,606.74** | **$ 8,888.48** | **$ 9,256.80** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** |
| **Variable Rate in Retesting Years** | | | | | | | | | | | | |
| Residential | $ 0.01 | $ - | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ - | $ - | $ - | $ - | $ - |
| General Service < 50 kW | $ 0.01 | $ - | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ - | $ - | $ - | $ - | $ - |
| General Service > 50kW to 4999 kW | $ 3.17 | $ - | $ 3.72 | $ 3.86 | $ 3.93 | $ 3.98 | $ 4.06 | $ - | $ - | $ - | $ - | $ - |
| Large User | $ 0.83 | $ - | $ 1.02 | $ 1.08 | $ 1.12 | $ 1.16 | $ 1.21 | $ - | $ - | $ - | $ - | $ - |
| Unmetered Scattered Load | $ 0.02 | $ - | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ - | $ - | $ - | $ - | $ - |
| Sentinal Lighting | $ 8.64 | $ - | $ 10.86 | $ 11.51 | $ 11.99 | $ 12.39 | $ 12.91 | $ - | $ - | $ - | $ - | $ - |
| Street Lighting | $ 6.71 | $ - | $ 7.96 | $ 8.28 | $ 8.48 | $ 8.60 | $ 8.81 | $ - | $ - | $ - | $ - | $ - |
| Embedded Distribution | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Distributed Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Energy from Waste Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Backup/Standby | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Super Use | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| **Total** | **$ 19.40** | **$ -** | **$ 23.61** | **$ 24.78** | **$ 25.58** | **$ 26.19** | **$ 27.04** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** |
| **Fixed Monthly Rate** | | | | | | | | | | | | |
| Residential | $ 12.48 | $ 12.65 | $ 14.79 | $ 15.41 | $ 15.77 | $ 16.02 | $ 16.41 | $ 16.62 | $ 16.84 | $ 17.06 | $ 17.28 | $ 17.50 |
| General Service < 50 kW | $ 25.85 | $ 26.18 | $ 30.99 | $ 32.47 | $ 33.44 | $ 34.16 | $ 35.18 | $ 35.63 | $ 36.10 | $ 36.57 | $ 37.04 | $ 37.52 |
| General Service > 50kW to 4999 kW | $ 136.41 | $ 138.19 | $ 160.09 | $ 166.00 | $ 169.25 | $ 171.21 | $ 174.67 | $ 176.94 | $ 179.24 | $ 181.57 | $ 183.93 | $ 186.32 |
| Large User | $ 6,184.81 | $ 6,265.21 | $ 7,585.59 | $ 8,040.11 | $ 8,375.26 | $ 8,653.94 | $ 9,017.16 | $ 9,134.38 | $ 9,253.13 | $ 9,373.42 | $ 9,495.27 | $ 9,618.71 |
| Unmetered Scattered Load | $ 6.93 | $ 7.02 | $ 8.17 | $ 8.46 | $ 8.58 | $ 8.60 | $ 8.68 | $ 8.79 | $ 8.91 | $ 9.02 | $ 9.14 | $ 9.26 |
| Sentinal Lighting | $ 2.08 | $ 2.11 | $ 2.61 | $ 2.77 | $ 2.89 | $ 2.98 | $ 3.11 | $ 3.15 | $ 3.19 | $ 3.23 | $ 3.27 | $ 3.32 |
| Street Lighting | $ 1.23 | $ 1.24 | $ 1.45 | $ 1.51 | $ 1.55 | $ 1.57 | $ 1.61 | $ 1.63 | $ 1.65 | $ 1.67 | $ 1.69 | $ 1.72 |
| Embedded Distribution | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Distributed Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Energy from Waste Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Backup/Standby | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Super Use | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| **Total** | **$ 6,369.79** | **$ 6,452.60** | **$ 7,803.69** | **$ 8,266.73** | **$ 8,606.74** | **$ 8,888.48** | **$ 9,256.80** | **$ 9,377.14** | **$ 9,499.05** | **$ 9,622.53** | **$ 9,747.63** | **$ 9,874.35** |
| **Variable Rate** | | | | | | | | | | | | |
| Residential | $ 0.01 | $ 0.01 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 |
| General Service < 50 kW | $ 0.01 | $ 0.01 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 |
| General Service > 50kW to 4999 kW | $ 3.17 | $ 3.21 | $ 3.72 | $ 3.86 | $ 3.93 | $ 3.98 | $ 4.06 | $ 4.11 | $ 4.16 | $ 4.22 | $ 4.27 | $ 4.33 |
| Large User | $ 0.83 | $ 0.84 | $ 1.02 | $ 1.08 | $ 1.12 | $ 1.16 | $ 1.21 | $ 1.23 | $ 1.24 | $ 1.26 | $ 1.27 | $ 1.29 |
| Unmetered Scattered Load | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 |
| Sentinal Lighting | $ 8.64 | $ 8.76 | $ 10.86 | $ 11.51 | $ 11.99 | $ 12.39 | $ 12.91 | $ 13.08 | $ 13.25 | $ 13.42 | $ 13.59 | $ 13.77 |
| Street Lighting | $ 6.71 | $ 6.80 | $ 7.96 | $ 8.28 | $ 8.48 | $ 8.60 | $ 8.81 | $ 8.92 | $ 9.04 | $ 9.15 | $ 9.27 | $ 9.39 |
| Embedded Distribution | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Distributed Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Energy from Waste Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Backup/Standby | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Super Use | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| **Total** | **$ 19.40** | **$ 19.65** | **$ 23.61** | **$ 24.78** | **$ 25.58** | **$ 26.19** | **$ 27.04** | **$ 27.39** | **$ 27.75** | **$ 28.11** | **$ 28.47** | **$ 28.84** |
| **OM&A Regulatory Adjustment** | | | | | | | | | | | | |
| *OM&A Inflation Rate* | *–* | *7.8%* | *4.0%* | *2.0%* | *1.8%* | *2.3%* | *2.0%* | *2.0%* | *2.0%* | *2.0%* | *2.0%* | *2.0%* |
| Unadjusted OM&A | $ 85,878,000 | $ 92,558,000 | $ 96,216,000 | $ 98,112,000 | $ 99,920,000 | $ 102,195,000 | $ 104,193,000 | $ 106,277,000 | $ 108,403,000 | $ 110,571,000 | $ 112,782,000 | $ 115,038,000 |
| Regulatory Adjustment | | $ - | $ (5,000,000) | $ (5,000,000) | $ (5,000,000) | $ (5,000,000) | $ (5,000,000) | $ - | $ - | $ - | $ - | $ - |
| Adjusted OM&A | $ 85,878,000 | $ 92,558,000 | $ 91,216,000 | $ 93,112,000 | $ 94,920,000 | $ 97,195,000 | $ 99,193,000 | $ 106,277,000 | $ 108,403,000 | $ 110,571,000 | $ 112,782,000 | $ 115,038,000 |

**Project Titan**

**OEB Rate Forecast - PowerStream**

| **Year** | **2026** | **2027** | **2028** | **2029** | **2030** | **2031** | **2032** | **2033** | **2034** | **2035** | **2036** | **2037** | **2038** | **2039** |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| *Period* | *12* | *13* | *14* | *15* | *16* | *17* | *18* | *19* | *20* | *21* | *22* | *23* | *24* | *25* |
| *Flag - retesting years* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* |
| ***Rate Design*** | | | | | | | | | | | | | | |
| **Fixed Monthly Rate in Retesting Years** | | | | | | | | | | | | | | |
| Residential | $ 18.62 | $ 19.00 | $ 19.38 | $ 19.77 | $ 19.92 | $ 20.28 | $ 20.63 | $ 20.98 | $ 21.33 | $ 21.50 | $ 21.83 | $ 22.17 | $ 22.51 | $ 22.86 |
| General Service < 50 kW | $ 41.09 | $ 41.93 | $ 42.77 | $ 43.63 | $ 43.95 | $ 44.76 | $ 45.53 | $ 46.30 | $ 47.07 | $ 47.44 | $ 48.19 | $ 48.94 | $ 49.69 | $ 50.44 |
| General Service > 50kW to 4999 kW | $ 194.01 | $ 198.00 | $ 201.96 | $ 206.02 | $ 207.55 | $ 211.33 | $ 215.00 | $ 218.64 | $ 222.24 | $ 224.00 | $ 227.54 | $ 231.08 | $ 234.62 | $ 238.17 |
| Large User | $ 11,266.84 | $ 11,613.68 | $ 11,964.41 | $ 12,326.47 | $ 12,542.21 | $ 12,898.65 | $ 13,253.68 | $ 13,612.65 | $ 13,975.49 | $ 14,227.25 | $ 14,596.08 | $ 14,971.38 | $ 15,353.15 | $ 15,741.21 |
| Unmetered Scattered Load | $ 9.39 | $ 9.59 | $ 9.78 | $ 9.98 | $ 10.05 | $ 10.23 | $ 10.41 | $ 10.59 | $ 10.76 | $ 10.85 | $ 11.02 | $ 11.19 | $ 11.36 | $ 11.53 |
| Sentinal Lighting | $ 3.88 | $ 4.00 | $ 4.12 | $ 4.25 | $ 4.32 | $ 4.45 | $ 4.57 | $ 4.69 | $ 4.82 | $ 4.90 | $ 5.03 | $ 5.16 | $ 5.29 | $ 5.43 |
| Street Lighting | $ 1.82 | $ 1.86 | $ 1.89 | $ 1.93 | $ 1.95 | $ 1.98 | $ 2.02 | $ 2.05 | $ 2.08 | $ 2.10 | $ 2.13 | $ 2.17 | $ 2.20 | $ 2.23 |
| Embedded Distribution | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Distributed Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Energy from Waste Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Backup/Standby | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Super Use | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| | **$ 11,535.66** | **$ 11,888.06** | **$ 12,244.32** | **$ 12,612.04** | **$ 12,829.95** | **$ 13,191.68** | **$ 13,551.84** | **$ 13,915.90** | **$ 14,283.78** | **$ 14,538.04** | **$ 14,911.82** | **$ 15,292.09** | **$ 15,678.82** | **$ 16,071.87** |
| **Variable Rate in Retesting Years** | | | | | | | | | | | | | | |
| Residential | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.03 | $ 0.03 | $ 0.03 |
| General Service < 50 kW | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.03 | $ 0.03 | $ 0.03 | $ 0.03 | $ 0.03 | $ 0.03 | $ 0.03 |
| General Service > 50kW to 4999 kW | $ 4.51 | $ 4.60 | $ 4.69 | $ 4.78 | $ 4.82 | $ 4.91 | $ 4.99 | $ 5.08 | $ 5.16 | $ 5.20 | $ 5.28 | $ 5.37 | $ 5.45 | $ 5.53 |
| Large User | $ 1.51 | $ 1.56 | $ 1.61 | $ 1.65 | $ 1.68 | $ 1.73 | $ 1.78 | $ 1.83 | $ 1.87 | $ 1.91 | $ 1.96 | $ 2.01 | $ 2.06 | $ 2.11 |
| Unmetered Scattered Load | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.03 | $ 0.03 | $ 0.03 | $ 0.03 | $ 0.03 | $ 0.03 |
| Sentinal Lighting | $ 16.13 | $ 16.62 | $ 17.13 | $ 17.64 | $ 17.95 | $ 18.46 | $ 18.97 | $ 19.49 | $ 20.00 | $ 20.37 | $ 20.89 | $ 21.43 | $ 21.98 | $ 22.53 |
| Street Lighting | $ 9.96 | $ 10.17 | $ 10.37 | $ 10.58 | $ 10.66 | $ 10.85 | $ 11.04 | $ 11.23 | $ 11.41 | $ 11.50 | $ 11.69 | $ 11.87 | $ 12.05 | $ 12.23 |
| Embedded Distribution | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Distributed Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Energy from Waste Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Backup/Standby | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Super Use | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| **Total** | **$ 32.17** | **$ 33.02** | **$ 33.86** | **$ 34.73** | **$ 35.18** | **$ 36.03** | **$ 36.86** | **$ 37.69** | **$ 38.53** | **$ 39.06** | **$ 39.90** | **$ 40.75** | **$ 41.61** | **$ 42.49** |
| **Fixed Monthly Rate** | | | | | | | | | | | | | | |
| Residential | $ 18.62 | $ 19.00 | $ 19.38 | $ 19.77 | $ 19.92 | $ 20.28 | $ 20.63 | $ 20.98 | $ 21.33 | $ 21.50 | $ 21.83 | $ 22.17 | $ 22.51 | $ 22.86 |
| General Service < 50 kW | $ 41.09 | $ 41.93 | $ 42.77 | $ 43.63 | $ 43.95 | $ 44.76 | $ 45.53 | $ 46.30 | $ 47.07 | $ 47.44 | $ 48.19 | $ 48.94 | $ 49.69 | $ 50.44 |
| General Service > 50kW to 4999 kW | $ 194.01 | $ 198.00 | $ 201.96 | $ 206.02 | $ 207.55 | $ 211.33 | $ 215.00 | $ 218.64 | $ 222.24 | $ 224.00 | $ 227.54 | $ 231.08 | $ 234.62 | $ 238.17 |
| Large User | $ 11,266.84 | $ 11,613.68 | $ 11,964.41 | $ 12,326.47 | $ 12,542.21 | $ 12,898.65 | $ 13,253.68 | $ 13,612.65 | $ 13,975.49 | $ 14,227.25 | $ 14,596.08 | $ 14,971.38 | $ 15,353.15 | $ 15,741.21 |
| Unmetered Scattered Load | $ 9.39 | $ 9.59 | $ 9.78 | $ 9.98 | $ 10.05 | $ 10.23 | $ 10.41 | $ 10.59 | $ 10.76 | $ 10.85 | $ 11.02 | $ 11.19 | $ 11.36 | $ 11.53 |
| Sentinal Lighting | $ 3.88 | $ 4.00 | $ 4.12 | $ 4.25 | $ 4.32 | $ 4.45 | $ 4.57 | $ 4.69 | $ 4.82 | $ 4.90 | $ 5.03 | $ 5.16 | $ 5.29 | $ 5.43 |
| Street Lighting | $ 1.82 | $ 1.86 | $ 1.89 | $ 1.93 | $ 1.95 | $ 1.98 | $ 2.02 | $ 2.05 | $ 2.08 | $ 2.10 | $ 2.13 | $ 2.17 | $ 2.20 | $ 2.23 |
| Embedded Distribution | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Distributed Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Energy from Waste Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Backup/Standby | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Super Use | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| **Total** | **$ 11,535.66** | **$ 11,888.06** | **$ 12,244.32** | **$ 12,612.04** | **$ 12,829.95** | **$ 13,191.68** | **$ 13,551.84** | **$ 13,915.90** | **$ 14,283.78** | **$ 14,538.04** | **$ 14,911.82** | **$ 15,292.09** | **$ 15,678.82** | **$ 16,071.87** |
| **Variable Rate** | | | | | | | | | | | | | | |
| Residential | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.03 | $ 0.03 | $ 0.03 |
| General Service < 50 kW | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.03 | $ 0.03 | $ 0.03 | $ 0.03 | $ 0.03 | $ 0.03 | $ 0.03 |
| General Service > 50kW to 4999 kW | $ 4.51 | $ 4.60 | $ 4.69 | $ 4.78 | $ 4.82 | $ 4.91 | $ 4.99 | $ 5.08 | $ 5.16 | $ 5.20 | $ 5.28 | $ 5.37 | $ 5.45 | $ 5.53 |
| Large User | $ 1.51 | $ 1.56 | $ 1.61 | $ 1.65 | $ 1.68 | $ 1.73 | $ 1.78 | $ 1.83 | $ 1.87 | $ 1.91 | $ 1.96 | $ 2.01 | $ 2.06 | $ 2.11 |
| Unmetered Scattered Load | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.03 | $ 0.03 | $ 0.03 | $ 0.03 | $ 0.03 | $ 0.03 |
| Sentinal Lighting | $ 16.13 | $ 16.62 | $ 17.13 | $ 17.64 | $ 17.95 | $ 18.46 | $ 18.97 | $ 19.49 | $ 20.00 | $ 20.37 | $ 20.89 | $ 21.43 | $ 21.98 | $ 22.53 |
| Street Lighting | $ 9.96 | $ 10.17 | $ 10.37 | $ 10.58 | $ 10.66 | $ 10.85 | $ 11.04 | $ 11.23 | $ 11.41 | $ 11.50 | $ 11.69 | $ 11.87 | $ 12.05 | $ 12.23 |
| Embedded Distribution | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Distributed Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Energy from Waste Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Backup/Standby | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Super Use | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| **Total** | **$ 32.17** | **$ 33.02** | **$ 33.86** | **$ 34.73** | **$ 35.18** | **$ 36.03** | **$ 36.86** | **$ 37.69** | **$ 38.53** | **$ 39.06** | **$ 39.90** | **$ 40.75** | **$ 41.61** | **$ 42.49** |
| **OM&A Regulatory Adjustment** | | | | | | | | | | | | | | |
| *OM&A Inflation Rate* | *2.0%* | *2.0%* | *2.0%* | *2.0%* | *2.0%* | *2.0%* | *2.0%* | *2.0%* | *2.0%* | *2.0%* | *2.0%* | *2.0%* | *2.0%* | *2.0%* |
| Unadjusted OM&A | $ 117,339,000 | $ 119,686,000 | $ 122,080,000 | $ 124,522,000 | $ 127,012,000 | $ 129,552,000 | $ 132,143,000 | $ 134,786,000 | $ 137,482,000 | $ 140,232,000 | $ 143,037,000 | $ 145,898,000 | $ 148,816,000 | $ 151,792,000 |
| Regulatory Adjustment | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Adjusted OM&A | $ 117,339,000 | $ 119,686,000 | $ 122,080,000 | $ 124,522,000 | $ 127,012,000 | $ 129,552,000 | $ 132,143,000 | $ 134,786,000 | $ 137,482,000 | $ 140,232,000 | $ 143,037,000 | $ 145,898,000 | $ 148,816,000 | $ 151,792,000 |

**Project Titan**

**OEB Rate Forecast - Enersource**

| Year | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 | 2025 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| *Period* | *0* | *1* | *2* | *3* | *4* | *5* | *6* | *7* | *8* | *9* | *10* | *11* |
| *Flag - retesting years* | *1* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* |
| | ***Actual Results*** | ***Projected starts here >>>*** | | | | | | | | | | |
| ***Fixed Assets Continuity*** | | | | | | | | | | | | |
| **Total** | | $ 104,022,905 | $ 69,394,991 | $ 66,747,394 | $ 67,121,387 | $ 69,850,985 | $ 71,190,179 | $ 72,556,383 | $ 74,031,323 | $ 75,511,946 | $ 77,022,181 | $ 78,563,621 |
| Open - gross | | $ 644,753,939 | $ 748,776,844 | $ 818,171,835 | $ 884,919,229 | $ 952,040,616 | $ 1,021,891,602 | $ 1,093,081,781 | $ 1,165,638,163 | $ 1,239,669,486 | $ 1,315,181,432 | $ 1,392,203,613 |
| Addition | | $ 104,022,905 | $ 69,394,991 | $ 66,747,394 | $ 67,121,387 | $ 69,850,985 | $ 71,190,179 | $ 72,556,383 | $ 74,031,323 | $ 75,511,946 | $ 77,022,181 | $ 78,563,621 |
| End - gross | | $ 748,776,844 | $ 818,171,835 | $ 884,919,229 | $ 952,040,616 | $ 1,021,891,602 | $ 1,093,081,781 | $ 1,165,638,163 | $ 1,239,669,486 | $ 1,315,181,432 | $ 1,392,203,613 | $ 1,470,767,234 |
| Depreciation | | $ 32,040,619 | $ 33,693,682 | $ 33,724,168 | $ 34,587,494 | $ 36,011,911 | $ 37,520,150 | $ 39,143,020 | $ 40,860,033 | $ 42,725,296 | $ 43,994,530 | $ 45,528,020 |
| Accumulated depreciation | | $ 129,891,870 | $ 163,585,553 | $ 197,309,721 | $ 231,897,215 | $ 267,909,126 | $ 305,429,277 | $ 344,572,296 | $ 385,432,329 | $ 428,157,625 | $ 472,152,155 | $ 517,680,176 |
| **Total Fixed Assets** | **$ 546,902,688** | **$ 618,884,974** | **$ 654,586,282** | **$ 687,609,508** | **$ 720,143,402** | **$ 753,982,476** | **$ 787,652,504** | **$ 821,065,867** | **$ 854,237,157** | **$ 887,023,807** | **$ 920,051,458** | **$ 953,087,058** |
| ***Rate Base Calculation*** | | | | | | | | | | | | |
| **Net Fixed Assets** | | | | | | | | | | | | |
| Opening balance | $ 543,300,000 | $ 546,902,688 | $ 618,884,974 | $ 654,586,282 | $ 687,609,508 | $ 720,143,402 | $ 753,982,476 | $ 787,652,504 | $ 821,065,867 | $ 854,237,157 | $ 887,023,807 | $ 920,051,458 |
| Capital Additions | | $ 104,022,905 | $ 69,394,991 | $ 66,747,394 | $ 67,121,387 | $ 69,850,985 | $ 71,190,179 | $ 72,556,383 | $ 74,031,323 | $ 75,511,946 | $ 77,022,181 | $ 78,563,621 |
| Depreciation | | $ 32,040,619 | $ 33,693,682 | $ 33,724,168 | $ 34,587,494 | $ 36,011,911 | $ 37,520,150 | $ 39,143,020 | $ 40,860,033 | $ 42,725,296 | $ 43,994,530 | $ 45,528,020 |
| **Ending Balance** | **$ 546,902,688** | **$ 618,884,974** | **$ 654,586,282** | **$ 687,609,508** | **$ 720,143,402** | **$ 753,982,476** | **$ 787,652,504** | **$ 821,065,867** | **$ 854,237,157** | **$ 887,023,807** | **$ 920,051,458** | **$ 953,087,058** |
| *Growth (Y-o-Y)* | | *13.2%* | *5.8%* | *5.0%* | *4.7%* | *4.7%* | *4.5%* | *4.2%* | *4.0%* | *3.8%* | *3.7%* | *3.6%* |
| **Working Capital Allowance** | | | | | | | | | | | | |
| Estimated load growth adjusted for inflation | | 6.30% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% |
| Cost of power | $ 786,505,000 | $ 836,054,815 | $ 861,136,459 | $ 886,970,553 | $ 913,579,670 | $ 940,987,060 | $ 969,216,672 | $ 998,293,172 | $ 1,028,241,967 | $ 1,059,089,226 | $ 1,090,861,903 | $ 1,123,587,760 |
| OM&A | $ 52,014,000 | $ 53,054,280 | $ 54,115,366 | $ 55,197,673 | $ 56,301,626 | $ 57,427,659 | $ 58,576,212 | $ 59,747,736 | $ 60,942,691 | $ 62,161,545 | $ 63,404,776 | $ 64,672,871 |
| **Sum** | **$ 838,519,000** | **$ 889,109,095** | **$ 915,251,825** | **$ 942,168,226** | **$ 969,881,296** | **$ 998,414,719** | **$ 1,027,792,884** | **$ 1,058,040,908** | **$ 1,089,184,658** | **$ 1,121,250,771** | **$ 1,154,266,679** | **$ 1,188,260,631** |
| WCA rates | 13.0% | 13.0% | 13.0% | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% |
| **WCA** | **$ 109,007,470** | **$ 115,584,182** | **$ 118,982,737** | **$ 70,662,617** | **$ 72,741,097** | **$ 74,881,104** | **$ 77,084,466** | **$ 79,353,068** | **$ 81,688,849** | **$ 84,093,808** | **$ 86,570,001** | **$ 89,119,547** |
| | | | *8.2%* | *-1.8%* | *4.7%* | *4.5%* | *4.4%* | *4.2%* | *4.0%* | *3.8%* | *3.7%* | *3.6%* |
| Rate Base | $ 623,497,833 | $ 698,478,013 | $ 755,718,365 | $ 741,760,512 | $ 776,617,552 | $ 811,944,043 | $ 847,901,956 | $ 883,712,254 | $ 919,340,361 | $ 954,724,290 | $ 990,107,633 | $ 1,025,688,805 |
| Rate Base per Customer | $ 3,094 | $ 3,431 | $ 3,683 | $ 3,586 | $ 3,725 | $ 3,864 | $ 4,004 | $ 4,140 | $ 4,274 | $ 4,405 | $ 4,534 | $ 4,662 |
| ***Distribution RR forecast*** | | | | | | | | | | | | |
| Deemed ROE | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% |
| MARE / NI | $ 26,048,000 | $ 24,949,635 | $ 26,994,260 | $ 27,593,491 | $ 28,890,173 | $ 30,204,318 | $ 31,541,953 | $ 32,874,096 | $ 34,199,461 | $ 35,515,744 | $ 36,832,004 | $ 38,155,624 |
| PILs | $ 5,115,000 | $ 4,402,877 | $ 5,925,569 | $ 6,057,108 | $ 6,341,745 | $ 6,630,216 | $ 6,923,843 | $ 7,216,265 | $ 7,507,199 | $ 7,796,139 | $ 8,085,074 | $ 8,375,625 |
| Interest expense - long term debt | $ 16,664,000 | $ 19,914,893 | $ 21,546,921 | $ 21,148,957 | $ 22,142,795 | $ 23,150,019 | $ 24,175,245 | $ 25,196,262 | $ 26,212,085 | $ 27,220,946 | $ 28,229,790 | $ 29,244,275 |
| Interest expense - short term debt | | $ 581,134 | $ 628,758 | $ 640,881 | $ 670,998 | $ 701,520 | $ 732,587 | $ 763,527 | $ 794,310 | $ 824,882 | $ 855,453 | $ 886,195 |
| OM&A | $ 52,014,000 | $ 53,054,280 | $ 54,115,366 | $ 55,197,673 | $ 56,301,626 | $ 57,427,659 | $ 58,576,212 | $ 59,747,736 | $ 60,942,691 | $ 62,161,545 | $ 63,404,776 | $ 64,672,871 |
| Depreciation | $ 29,661,234 | $ 32,040,619 | $ 33,693,682 | $ 33,724,168 | $ 34,587,494 | $ 36,011,911 | $ 37,520,150 | $ 39,143,020 | $ 40,860,033 | $ 42,725,296 | $ 43,994,530 | $ 45,528,020 |
| Other revenue (-) | $ 4,707,000 | $ 4,801,140 | $ 4,897,163 | $ 4,995,106 | $ 5,095,008 | $ 5,196,908 | $ 5,300,847 | $ 5,406,863 | $ 5,515,001 | $ 5,625,301 | $ 5,737,807 | $ 5,852,563 |
| **Total Distribution RR If Retested Every Year** | **$ 123,629,000** | **$ 130,142,298** | **$ 138,007,393** | **$ 139,367,172** | **$ 143,839,823** | **$ 148,928,735** | **$ 154,169,144** | **$ 159,534,043** | **$ 165,000,779** | **$ 170,619,251** | **$ 175,663,821** | **$ 181,010,047** |
| Total Distribution RR in Retesting Years | $ 123,629,000 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| ***Revenue Allocation in Retesting Years*** | | | | | | | | | | | | |
| **Fixed Revenue** | | | | | | | | | | | | |
| Residential | $ 28,537,035 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| General Service < 50 kW | $ 8,810,297 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| General Service > 50kW to 4999 kW | $ 12,682,110 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Large User | $ 1,418,643 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Unmetered Scattered Load | $ 321,930 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Sentinal Lighting | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Street Lighting | $ 830,911 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Embedded Distribution | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Distributed Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Energy from Waste Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Backup/Standby | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Super Use | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| **Total** | **$ 52,600,925** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** |
| **Variable Revenue** | | | | | | | | | | | | |
| Residential | $ 19,183,759 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| General Service < 50 kW | $ 7,385,102 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| General Service > 50kW to 4999 kW | $ 38,871,183 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Large User | $ 4,886,436 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Unmetered Scattered Load | $ 172,586 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Sentinal Lighting | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Street Lighting | $ 529,008 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Embedded Distribution | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Distributed Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Energy from Waste Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Backup/Standby | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Super Use | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| **Total** | **$ 71,028,075** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** |

**Project Titan**

**OEB Rate Forecast - Enersource**

| **Year** | **2026** | **2027** | **2028** | **2029** | **2030** | **2031** | **2032** | **2033** | **2034** | **2035** | **2036** | **2037** | **2038** | **2039** |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| *Period* | *12* | *13* | *14* | *15* | *16* | *17* | *18* | *19* | *20* | *21* | *22* | *23* | *24* | *25* |
| *Flag - retesting years* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* |
| ***Fixed Assets Continuity*** | | | | | | | | | | | | | | |
| **Total** | $ 80,133,870 | $ 81,736,543 | $ 83,371,270 | $ 85,038,692 | $ 86,739,461 | $ 88,474,247 | $ 90,243,727 | $ 92,048,598 | $ 93,889,565 | $ 95,767,352 | $ 97,682,695 | $ 99,636,344 | $ 101,629,066 | $ 103,661,642 |
| Open - gross | $ 1,470,767,234 | $ 1,550,901,104 | $ 1,632,637,647 | $ 1,716,008,917 | $ 1,801,047,609 | $ 1,887,787,070 | $ 1,976,261,317 | $ 2,066,505,044 | $ 2,158,553,642 | $ 2,252,443,207 | $ 2,348,210,559 | $ 2,445,893,253 | $ 2,545,529,597 | $ 2,647,158,663 |
| Addition | $ 80,133,870 | $ 81,736,543 | $ 83,371,270 | $ 85,038,692 | $ 86,739,461 | $ 88,474,247 | $ 90,243,727 | $ 92,048,598 | $ 93,889,565 | $ 95,767,352 | $ 97,682,695 | $ 99,636,344 | $ 101,629,066 | $ 103,661,642 |
| End - gross | $ 1,550,901,104 | $ 1,632,637,647 | $ 1,716,008,917 | $ 1,801,047,609 | $ 1,887,787,070 | $ 1,976,261,317 | $ 2,066,505,044 | $ 2,158,553,642 | $ 2,252,443,207 | $ 2,348,210,559 | $ 2,445,893,253 | $ 2,545,529,597 | $ 2,647,158,663 | $ 2,750,820,305 |
| Depreciation | $ 45,336,568 | $ 46,711,382 | $ 48,523,337 | $ 50,434,062 | $ 52,256,215 | $ 54,067,006 | $ 55,967,500 | $ 57,991,949 | $ 59,571,871 | $ 59,525,778 | $ 61,547,920 | $ 63,618,118 | $ 65,727,849 | $ 67,541,895 |
| Accumulated depreciation | $ 563,016,744 | $ 609,728,126 | $ 658,251,464 | $ 708,685,526 | $ 760,941,740 | $ 815,008,747 | $ 870,976,247 | $ 928,968,196 | $ 988,540,066 | $ 1,048,065,844 | $ 1,109,613,764 | $ 1,173,231,882 | $ 1,238,959,731 | $ 1,306,501,625 |
| **Total Fixed Assets** | **$ 987,884,359** | **$ 1,022,909,520** | **$ 1,057,757,453** | **$ 1,092,362,083** | **$ 1,126,845,330** | **$ 1,161,252,570** | **$ 1,195,528,797** | **$ 1,229,585,446** | **$ 1,263,903,140** | **$ 1,300,144,715** | **$ 1,336,279,489** | **$ 1,372,297,715** | **$ 1,408,198,932** | **$ 1,444,318,680** |
| ***Rate Base Calculation*** | | | | | | | | | | | | | | |
| **Net Fixed Assets** | | | | | | | | | | | | | | |
| Opening balance | $ 953,087,058 | $ 987,884,359 | $ 1,022,909,520 | $ 1,057,757,453 | $ 1,092,362,083 | $ 1,126,845,330 | $ 1,161,252,570 | $ 1,195,528,797 | $ 1,229,585,446 | $ 1,263,903,140 | $ 1,300,144,715 | $ 1,336,279,489 | $ 1,372,297,715 | $ 1,408,198,932 |
| Capital Additions | $ 80,133,870 | $ 81,736,543 | $ 83,371,270 | $ 85,038,692 | $ 86,739,461 | $ 88,474,247 | $ 90,243,727 | $ 92,048,598 | $ 93,889,565 | $ 95,767,352 | $ 97,682,695 | $ 99,636,344 | $ 101,629,066 | $ 103,661,642 |
| Depreciation | $ 45,336,568 | $ 46,711,382 | $ 48,523,337 | $ 50,434,062 | $ 52,256,215 | $ 54,067,006 | $ 55,967,500 | $ 57,991,949 | $ 59,571,871 | $ 59,525,778 | $ 61,547,920 | $ 63,618,118 | $ 65,727,849 | $ 67,541,895 |
| **Ending Balance** | **$ 987,884,359** | **$ 1,022,909,520** | **$ 1,057,757,453** | **$ 1,092,362,083** | **$ 1,126,845,330** | **$ 1,161,252,570** | **$ 1,195,528,797** | **$ 1,229,585,446** | **$ 1,263,903,140** | **$ 1,300,144,715** | **$ 1,336,279,489** | **$ 1,372,297,715** | **$ 1,408,198,932** | **$ 1,444,318,680** |
| *Growth (Y-o-Y)* | *3.7%* | *3.5%* | *3.4%* | *3.3%* | *3.2%* | *3.1%* | *3.0%* | *2.8%* | *2.8%* | *2.9%* | *2.8%* | *2.7%* | *2.6%* | *2.6%* |
| **Working Capital Allowance** | | | | | | | | | | | | | | |
| Estimated load growth adjusted for inflation | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% |
| Cost of power | $ 1,157,295,393 | $ 1,192,014,254 | $ 1,227,774,682 | $ 1,264,607,923 | $ 1,302,546,160 | $ 1,341,622,545 | $ 1,381,871,221 | $ 1,423,327,358 | $ 1,466,027,179 | $ 1,510,007,994 | $ 1,555,308,234 | $ 1,601,967,481 | $ 1,650,026,505 | $ 1,699,527,301 |
| OM&A | $ 65,966,329 | $ 67,285,655 | $ 68,631,368 | $ 70,003,996 | $ 71,404,076 | $ 72,832,157 | $ 74,288,800 | $ 75,774,576 | $ 77,290,068 | $ 78,835,869 | $ 80,412,587 | $ 82,020,838 | $ 83,661,255 | $ 85,334,480 |
| **Sum** | **$ 1,223,261,721** | **$ 1,259,299,910** | **$ 1,296,406,051** | **$ 1,334,611,918** | **$ 1,373,950,236** | **$ 1,414,454,702** | **$ 1,456,160,022** | **$ 1,499,101,934** | **$ 1,543,317,247** | **$ 1,588,843,863** | **$ 1,635,720,821** | **$ 1,683,988,319** | **$ 1,733,687,761** | **$ 1,784,861,781** |
| WCA rates | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% |
| **WCA** | **$ 91,744,629** | **$ 94,447,493** | **$ 97,230,454** | **$ 100,095,894** | **$ 103,046,268** | **$ 106,084,103** | **$ 109,212,002** | **$ 112,432,645** | **$ 115,748,793** | **$ 119,163,290** | **$ 122,679,062** | **$ 126,299,124** | **$ 130,026,582** | **$ 133,864,634** |
| | *3.6%* | *3.5%* | *3.4%* | *3.3%* | *3.2%* | *3.1%* | *3.0%* | *2.9%* | *2.8%* | *2.8%* | *2.8%* | *2.8%* | *2.7%* | *2.6%* |
| Rate Base | $ 1,062,230,338 | $ 1,099,844,433 | $ 1,137,563,941 | $ 1,175,155,662 | $ 1,212,649,974 | $ 1,250,133,053 | $ 1,287,602,685 | $ 1,324,989,767 | $ 1,362,493,087 | $ 1,401,187,217 | $ 1,440,891,164 | $ 1,480,587,726 | $ 1,520,274,906 | $ 1,560,123,440 |
| Rate Base per Customer | $ 4,793 | $ 4,930 | $ 5,066 | $ 5,200 | $ 5,331 | $ 5,460 | $ 5,590 | $ 5,718 | $ 5,845 | $ 5,975 | $ 6,108 | $ 6,243 | $ 6,375 | $ 6,506 |
| ***Distribution RR forecast*** | | | | | | | | | | | | | | |
| Deemed ROE | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% |
| MARE / NI | $ 39,514,969 | $ 40,914,213 | $ 42,317,379 | $ 43,715,791 | $ 45,110,579 | $ 46,504,950 | $ 47,898,820 | $ 49,289,619 | $ 50,684,743 | $ 52,124,164 | $ 53,601,151 | $ 55,077,863 | $ 56,554,226 | $ 58,036,592 |
| PILs | $ 8,674,017 | $ 8,981,169 | $ 9,289,181 | $ 9,596,149 | $ 9,902,322 | $ 10,208,404 | $ 10,514,375 | $ 10,819,673 | $ 11,125,919 | $ 11,441,890 | $ 11,766,106 | $ 12,090,263 | $ 12,414,342 | $ 12,739,740 |
| Interest expense - long term debt | $ 30,286,141 | $ 31,358,589 | $ 32,434,041 | $ 33,505,850 | $ 34,574,882 | $ 35,643,594 | $ 36,711,922 | $ 37,777,896 | $ 38,847,185 | $ 39,950,426 | $ 41,082,458 | $ 42,214,280 | $ 43,345,835 | $ 44,481,990 |
| Interest expense - short term debt | $ 917,767 | $ 950,266 | $ 982,855 | $ 1,015,334 | $ 1,047,730 | $ 1,080,115 | $ 1,112,489 | $ 1,144,791 | $ 1,177,194 | $ 1,210,626 | $ 1,244,930 | $ 1,279,228 | $ 1,313,518 | $ 1,347,947 |
| OM&A | $ 65,966,329 | $ 67,285,655 | $ 68,631,368 | $ 70,003,996 | $ 71,404,076 | $ 72,832,157 | $ 74,288,800 | $ 75,774,576 | $ 77,290,068 | $ 78,835,869 | $ 80,412,587 | $ 82,020,838 | $ 83,661,255 | $ 85,334,480 |
| Depreciation | $ 45,336,568 | $ 46,711,382 | $ 48,523,337 | $ 50,434,062 | $ 52,256,215 | $ 54,067,006 | $ 55,967,500 | $ 57,991,949 | $ 59,571,871 | $ 59,525,778 | $ 61,547,920 | $ 63,618,118 | $ 65,727,849 | $ 67,541,895 |
| Other revenue (-) | $ 5,969,614 | $ 6,089,006 | $ 6,210,787 | $ 6,335,002 | $ 6,461,702 | $ 6,590,936 | $ 6,722,755 | $ 6,857,210 | $ 6,994,354 | $ 7,134,241 | $ 7,276,926 | $ 7,422,465 | $ 7,570,914 | $ 7,722,332 |
| **Total Distribution RR If Retested Every Year** | **$ 184,726,178** | **$ 190,112,267** | **$ 195,967,375** | **$ 201,936,180** | **$ 207,834,101** | **$ 213,745,289** | **$ 219,771,151** | **$ 225,941,294** | **$ 231,702,625** | **$ 235,954,511** | **$ 242,378,226** | **$ 248,878,126** | **$ 255,446,111** | **$ 261,760,311** |
| Total Distribution RR in Retesting Years | $ 184,726,178 | $ 190,112,267 | $ 195,967,375 | $ 201,936,180 | $ 207,834,101 | $ 213,745,289 | $ 219,771,151 | $ 225,941,294 | $ 231,702,625 | $ 235,954,511 | $ 242,378,226 | $ 248,878,126 | $ 255,446,111 | $ 261,760,311 |
| ***Revenue Allocation in Retesting Years*** | | | | | | | | | | | | | | |
| **Fixed Revenue** | | | | | | | | | | | | | | |
| Residential | $ 42,639,974 | $ 43,883,234 | $ 45,234,757 | $ 46,612,525 | $ 47,973,930 | $ 49,338,397 | $ 50,729,335 | $ 52,153,577 | $ 53,483,453 | $ 54,464,908 | $ 55,947,681 | $ 57,448,040 | $ 58,964,115 | $ 60,421,609 |
| General Service < 50 kW | $ 13,164,326 | $ 13,548,161 | $ 13,965,419 | $ 14,390,780 | $ 14,811,089 | $ 15,232,344 | $ 15,661,771 | $ 16,101,480 | $ 16,512,056 | $ 16,815,062 | $ 17,272,842 | $ 17,736,051 | $ 18,204,112 | $ 18,654,087 |
| General Service > 50kW to 4999 kW | $ 18,949,581 | $ 19,502,097 | $ 20,102,725 | $ 20,715,017 | $ 21,320,038 | $ 21,926,419 | $ 22,544,564 | $ 23,177,510 | $ 23,768,519 | $ 24,204,686 | $ 24,863,643 | $ 25,530,416 | $ 26,204,173 | $ 26,851,896 |
| Large User | $ 2,119,733 | $ 2,181,538 | $ 2,248,726 | $ 2,317,218 | $ 2,384,896 | $ 2,452,727 | $ 2,521,874 | $ 2,592,676 | $ 2,658,788 | $ 2,707,578 | $ 2,781,290 | $ 2,855,876 | $ 2,931,244 | $ 3,003,700 |
| Unmetered Scattered Load | $ 481,027 | $ 495,052 | $ 510,299 | $ 525,842 | $ 541,200 | $ 556,593 | $ 572,284 | $ 588,351 | $ 603,354 | $ 614,426 | $ 631,153 | $ 648,079 | $ 665,182 | $ 681,624 |
| Sentinal Lighting | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Street Lighting | $ 1,241,545 | $ 1,277,745 | $ 1,317,097 | $ 1,357,213 | $ 1,396,853 | $ 1,436,582 | $ 1,477,082 | $ 1,518,551 | $ 1,557,273 | $ 1,585,850 | $ 1,629,024 | $ 1,672,710 | $ 1,716,853 | $ 1,759,291 |
| Embedded Distribution | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Distributed Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Energy from Waste Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Backup/Standby | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Super Use | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| **Total** | **$ 78,596,186** | **$ 80,887,827** | **$ 83,379,023** | **$ 85,918,594** | **$ 88,428,006** | **$ 90,943,063** | **$ 93,506,911** | **$ 96,132,146** | **$ 98,583,443** | **$ 100,392,510** | **$ 103,125,633** | **$ 105,891,172** | **$ 108,685,679** | **$ 111,372,206** |
| **Variable Revenue** | | | | | | | | | | | | | | |
| Residential | $ 28,664,330 | $ 29,500,101 | $ 30,408,649 | $ 31,334,841 | $ 32,250,033 | $ 33,167,284 | $ 34,102,329 | $ 35,059,763 | $ 35,953,760 | $ 36,613,533 | $ 37,610,314 | $ 38,618,917 | $ 39,638,084 | $ 40,617,871 |
| General Service < 50 kW | $ 11,034,803 | $ 11,356,546 | $ 11,706,307 | $ 12,062,860 | $ 12,415,178 | $ 12,768,289 | $ 13,128,249 | $ 13,496,829 | $ 13,840,988 | $ 14,094,979 | $ 14,478,706 | $ 14,866,984 | $ 15,259,329 | $ 15,636,514 |
| General Service > 50kW to 4999 kW | $ 58,081,235 | $ 59,774,719 | $ 61,615,670 | $ 63,492,370 | $ 65,346,782 | $ 67,205,366 | $ 69,100,006 | $ 71,040,010 | $ 72,851,476 | $ 74,188,345 | $ 76,208,077 | $ 78,251,763 | $ 80,316,855 | $ 82,302,153 |
| Large User | $ 7,301,302 | $ 7,514,187 | $ 7,745,610 | $ 7,981,528 | $ 8,214,643 | $ 8,448,283 | $ 8,686,455 | $ 8,930,330 | $ 9,158,046 | $ 9,326,102 | $ 9,579,999 | $ 9,836,908 | $ 10,096,508 | $ 10,346,076 |
| Unmetered Scattered Load | $ 257,878 | $ 265,397 | $ 273,570 | $ 281,903 | $ 290,136 | $ 298,388 | $ 306,801 | $ 315,414 | $ 323,457 | $ 329,392 | $ 338,360 | $ 347,434 | $ 356,603 | $ 365,417 |
| Sentinal Lighting | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Street Lighting | $ 790,443 | $ 813,490 | $ 838,544 | $ 864,085 | $ 889,322 | $ 914,616 | $ 940,401 | $ 966,803 | $ 991,456 | $ 1,009,649 | $ 1,037,136 | $ 1,064,949 | $ 1,093,054 | $ 1,120,072 |
| Embedded Distribution | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Distributed Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Energy from Waste Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Backup/Standby | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Super Use | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| **Total** | **$ 106,129,992** | **$ 109,224,440** | **$ 112,588,352** | **$ 116,017,586** | **$ 119,406,095** | **$ 122,802,226** | **$ 126,264,240** | **$ 129,809,148** | **$ 133,119,182** | **$ 135,562,001** | **$ 139,252,593** | **$ 142,986,954** | **$ 146,760,432** | **$ 150,388,104** |

**Project Titan**

**OEB Rate Forecast - Enersource**

| Year | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 | 2025 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| *Period* | *0* | *1* | *2* | *3* | *4* | *5* | *6* | *7* | *8* | *9* | *10* | *11* |
| *Flag - retesting years* | *1* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* |

## *Rate Design*

| | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 | 2025 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| **Fixed Monthly Rate in Retesting Years** | | | | | | | | | | | | |
| Residential | $ 13.26 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| General Service < 50 kW | $ 41.43 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| General Service > 50kW to 4999 kW | $ 236.91 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Large User | $ 13,135.58 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Unmetered Scattered Load | $ 9.02 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Sentinal Lighting | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Street Lighting | $ 1.39 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Embedded Distribution | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Distributed Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Energy from Waste Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Backup/Standby | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Super Use | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| | **$ 13,437.59** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** |
| **Variable Rate in Retesting Years** | | | | | | | | | | | | |
| Residential | $ 0.01 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| General Service < 50 kW | $ 0.01 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| General Service > 50kW to 4999 kW | $ 3.60 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Large User | $ 2.83 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Unmetered Scattered Load | $ 0.02 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Sentinal Lighting | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Street Lighting | $ 6.92 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Embedded Distribution | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Distributed Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Energy from Waste Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Backup/Standby | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Super Use | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| **Total** | **$ 13.39** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** |
| **Fixed Monthly Rate** | | | | | | | | | | | | |
| Residential | $ 13.26 | $ 13.45 | $ 13.65 | $ 13.85 | $ 14.05 | $ 14.25 | $ 14.46 | $ 14.67 | $ 14.88 | $ 15.10 | $ 15.32 | $ 15.54 |
| General Service < 50 kW | $ 41.43 | $ 42.03 | $ 42.64 | $ 43.26 | $ 43.89 | $ 44.53 | $ 45.17 | $ 45.83 | $ 46.49 | $ 47.16 | $ 47.85 | $ 48.54 |
| General Service > 50kW to 4999 kW | $ 236.91 | $ 240.34 | $ 243.83 | $ 247.36 | $ 250.95 | $ 254.59 | $ 258.28 | $ 262.02 | $ 265.82 | $ 269.68 | $ 273.59 | $ 277.56 |
| Large User | $ 13,135.58 | $ 13,326.05 | $ 13,519.27 | $ 13,715.30 | $ 13,914.18 | $ 14,115.93 | $ 14,320.61 | $ 14,528.26 | $ 14,738.92 | $ 14,952.64 | $ 15,169.45 | $ 15,389.41 |
| Unmetered Scattered Load | $ 9.02 | $ 9.15 | $ 9.28 | $ 9.42 | $ 9.55 | $ 9.69 | $ 9.83 | $ 9.97 | $ 10.12 | $ 10.27 | $ 10.41 | $ 10.56 |
| Sentinal Lighting | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Street Lighting | $ 1.39 | $ 1.41 | $ 1.43 | $ 1.45 | $ 1.47 | $ 1.49 | $ 1.51 | $ 1.54 | $ 1.56 | $ 1.58 | $ 1.60 | $ 1.63 |
| Embedded Distribution | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Distributed Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Energy from Waste Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Backup/Standby | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Super Use | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| **Total** | **$ 13,437.59** | **$ 13,632.44** | **$ 13,830.11** | **$ 14,030.64** | **$ 14,234.09** | **$ 14,440.48** | **$ 14,649.87** | **$ 14,862.29** | **$ 15,077.80** | **$ 15,296.42** | **$ 15,518.22** | **$ 15,743.24** |
| **Variable Rate** | | | | | | | | | | | | |
| Residential | $ 0.01 | $ 0.01 | $ 0.01 | $ 0.01 | $ 0.01 | $ 0.01 | $ 0.01 | $ 0.01 | $ 0.01 | $ 0.01 | $ 0.01 | $ 0.01 |
| General Service < 50 kW | $ 0.01 | $ 0.01 | $ 0.01 | $ 0.01 | $ 0.01 | $ 0.01 | $ 0.01 | $ 0.01 | $ 0.01 | $ 0.01 | $ 0.01 | $ 0.01 |
| General Service > 50kW to 4999 kW | $ 3.60 | $ 3.65 | $ 3.70 | $ 3.75 | $ 3.81 | $ 3.86 | $ 3.92 | $ 3.98 | $ 4.03 | $ 4.09 | $ 4.15 | $ 4.21 |
| Large User | $ 2.83 | $ 2.87 | $ 2.91 | $ 2.96 | $ 3.00 | $ 3.04 | $ 3.09 | $ 3.13 | $ 3.18 | $ 3.22 | $ 3.27 | $ 3.32 |
| Unmetered Scattered Load | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 |
| Sentinal Lighting | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Street Lighting | $ 6.92 | $ 7.02 | $ 7.13 | $ 7.23 | $ 7.33 | $ 7.44 | $ 7.55 | $ 7.66 | $ 7.77 | $ 7.88 | $ 8.00 | $ 8.11 |
| Embedded Distribution | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Distributed Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Energy from Waste Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Backup/Standby | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Super Use | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| **Total** | **$ 13.39** | **$ 13.59** | **$ 13.78** | **$ 13.98** | **$ 14.19** | **$ 14.39** | **$ 14.60** | **$ 14.81** | **$ 15.03** | **$ 15.24** | **$ 15.47** | **$ 15.69** |
| **OM&A Regulatory Adjustment** | | | | | | | | | | | | |
| *OM&A Inflation Rate* | *–* | *2.0%* | *2.0%* | *2.0%* | *2.0%* | *2.0%* | *2.0%* | *2.0%* | *2.0%* | *2.0%* | *2.0%* | *2.0%* |
| Unadjusted OM&A | $ 52,014,000 | $ 53,054,280 | $ 54,115,366 | $ 55,197,673 | $ 56,301,626 | $ 57,427,659 | $ 58,576,212 | $ 59,747,736 | $ 60,942,691 | $ 62,161,545 | $ 63,404,776 | $ 64,672,871 |
| Regulatory Adjustment | | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Adjusted OM&A | $ 52,014,000 | $ 53,054,280 | $ 54,115,366 | $ 55,197,673 | $ 56,301,626 | $ 57,427,659 | $ 58,576,212 | $ 59,747,736 | $ 60,942,691 | $ 62,161,545 | $ 63,404,776 | $ 64,672,871 |

**Project Titan**

**OEB Rate Forecast - Enersource**

| Year | 2026 | 2027 | 2028 | 2029 | 2030 | 2031 | 2032 | 2033 | 2034 | 2035 | 2036 | 2037 | 2038 | 2039 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| *Period* | *12* | *13* | *14* | *15* | *16* | *17* | *18* | *19* | *20* | *21* | *22* | *23* | *24* | *25* |
| *Flag - retesting years* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* |

## Rate Design

| | 2026 | 2027 | 2028 | 2029 | 2030 | 2031 | 2032 | 2033 | 2034 | 2035 | 2036 | 2037 | 2038 | 2039 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| **Fixed Monthly Rate in Retesting Years** | | | | | | | | | | | | | | |
| Residential | $ 17.99 | $ 18.39 | $ 18.83 | $ 19.27 | $ 19.70 | $ 20.12 | $ 20.56 | $ 21.01 | $ 21.41 | $ 21.66 | $ 22.11 | $ 22.58 | $ 23.04 | $ 23.48 |
| General Service < 50 kW | $ 55.75 | $ 57.08 | $ 58.54 | $ 60.01 | $ 61.45 | $ 62.88 | $ 64.33 | $ 65.88 | $ 67.31 | $ 68.28 | $ 69.87 | $ 71.48 | $ 72.95 | $ 74.48 |
| General Service > 50kW to 4999 kW | $ 353.99 | $ 364.31 | $ 375.53 | $ 386.97 | $ 398.27 | $ 409.59 | $ 421.14 | $ 432.97 | $ 444.01 | $ 452.15 | $ 464.46 | $ 476.92 | $ 489.50 | $ 501.60 |
| Large User | $ 19,627.16 | $ 20,199.43 | $ 20,821.53 | $ 21,455.72 | $ 22,082.37 | $ 22,710.44 | $ 23,350.68 | $ 24,006.26 | $ 24,618.40 | $ 25,070.17 | $ 25,752.69 | $ 26,443.30 | $ 27,141.15 | $ 27,812.03 |
| Unmetered Scattered Load | $ 13.47 | $ 13.87 | $ 14.29 | $ 14.73 | $ 15.16 | $ 15.59 | $ 16.03 | $ 16.48 | $ 16.90 | $ 17.21 | $ 17.68 | $ 18.15 | $ 18.63 | $ 19.09 |
| Sentinal Lighting | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Street Lighting | $ 2.08 | $ 2.14 | $ 2.20 | $ 2.27 | $ 2.34 | $ 2.40 | $ 2.47 | $ 2.54 | $ 2.60 | $ 2.65 | $ 2.72 | $ 2.80 | $ 2.87 | $ 2.94 |
| Embedded Distribution | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Distributed Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Energy from Waste Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Backup/Standby | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Super Use | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| | **$ 20,070.43** | **$ 20,655.21** | **$ 21,290.92** | **$ 21,938.97** | **$ 22,579.29** | **$ 23,221.03** | **$ 23,875.22** | **$ 24,545.14** | **$ 25,170.63** | **$ 25,632.13** | **$ 26,329.54** | **$ 27,035.23** | **$ 27,748.16** | **$ 28,433.63** |
| **Variable Rate in Retesting Years** | | | | | | | | | | | | | | |
| Residential | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 |
| General Service < 50 kW | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 |
| General Service > 50kW to 4999 kW | $ 5.37 | $ 5.53 | $ 5.70 | $ 5.87 | $ 6.05 | $ 6.22 | $ 6.39 | $ 6.57 | $ 6.74 | $ 6.86 | $ 7.05 | $ 7.24 | $ 7.43 | $ 7.61 |
| Large User | $ 4.23 | $ 4.35 | $ 4.49 | $ 4.62 | $ 4.76 | $ 4.89 | $ 5.03 | $ 5.17 | $ 5.31 | $ 5.40 | $ 5.55 | $ 5.70 | $ 5.85 | $ 5.99 |
| Unmetered Scattered Load | $ 0.02 | $ 0.03 | $ 0.03 | $ 0.03 | $ 0.03 | $ 0.03 | $ 0.03 | $ 0.03 | $ 0.03 | $ 0.03 | $ 0.03 | $ 0.03 | $ 0.03 | $ 0.03 |
| Sentinal Lighting | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Street Lighting | $ 10.35 | $ 10.65 | $ 10.98 | $ 11.31 | $ 11.64 | $ 11.97 | $ 12.31 | $ 12.65 | $ 12.98 | $ 13.22 | $ 13.58 | $ 13.94 | $ 14.31 | $ 14.66 |
| Embedded Distribution | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Distributed Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Energy from Waste Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Backup/Standby | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Super Use | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| **Total** | **$ 20.01** | **$ 20.59** | **$ 21.22** | **$ 21.87** | **$ 22.51** | **$ 23.15** | **$ 23.80** | **$ 24.47** | **$ 25.09** | **$ 25.55** | **$ 26.25** | **$ 26.95** | **$ 27.66** | **$ 28.35** |
| **Fixed Monthly Rate** | | | | | | | | | | | | | | |
| Residential | $ 17.99 | $ 18.39 | $ 18.83 | $ 19.27 | $ 19.70 | $ 20.12 | $ 20.56 | $ 21.01 | $ 21.41 | $ 21.66 | $ 22.11 | $ 22.58 | $ 23.04 | $ 23.48 |
| General Service < 50 kW | $ 55.75 | $ 57.08 | $ 58.54 | $ 60.01 | $ 61.45 | $ 62.88 | $ 64.33 | $ 65.88 | $ 67.31 | $ 68.28 | $ 69.87 | $ 71.48 | $ 72.95 | $ 74.48 |
| General Service > 50kW to 4999 kW | $ 353.99 | $ 364.31 | $ 375.53 | $ 386.97 | $ 398.27 | $ 409.59 | $ 421.14 | $ 432.97 | $ 444.01 | $ 452.15 | $ 464.46 | $ 476.92 | $ 489.50 | $ 501.60 |
| Large User | $ 19,627.16 | $ 20,199.43 | $ 20,821.53 | $ 21,455.72 | $ 22,082.37 | $ 22,710.44 | $ 23,350.68 | $ 24,006.26 | $ 24,618.40 | $ 25,070.17 | $ 25,752.69 | $ 26,443.30 | $ 27,141.15 | $ 27,812.03 |
| Unmetered Scattered Load | $ 13.47 | $ 13.87 | $ 14.29 | $ 14.73 | $ 15.16 | $ 15.59 | $ 16.03 | $ 16.48 | $ 16.90 | $ 17.21 | $ 17.68 | $ 18.15 | $ 18.63 | $ 19.09 |
| Sentinal Lighting | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Street Lighting | $ 2.08 | $ 2.14 | $ 2.20 | $ 2.27 | $ 2.34 | $ 2.40 | $ 2.47 | $ 2.54 | $ 2.60 | $ 2.65 | $ 2.72 | $ 2.80 | $ 2.87 | $ 2.94 |
| Embedded Distribution | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Distributed Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Energy from Waste Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Backup/Standby | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Super Use | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| **Total** | **$ 20,070.43** | **$ 20,655.21** | **$ 21,290.92** | **$ 21,938.97** | **$ 22,579.29** | **$ 23,221.03** | **$ 23,875.22** | **$ 24,545.14** | **$ 25,170.63** | **$ 25,632.13** | **$ 26,329.54** | **$ 27,035.23** | **$ 27,748.16** | **$ 28,433.63** |
| **Variable Rate** | | | | | | | | | | | | | | |
| Residential | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 |
| General Service < 50 kW | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 |
| General Service > 50kW to 4999 kW | $ 5.37 | $ 5.53 | $ 5.70 | $ 5.87 | $ 6.05 | $ 6.22 | $ 6.39 | $ 6.57 | $ 6.74 | $ 6.86 | $ 7.05 | $ 7.24 | $ 7.43 | $ 7.61 |
| Large User | $ 4.23 | $ 4.35 | $ 4.49 | $ 4.62 | $ 4.76 | $ 4.89 | $ 5.03 | $ 5.17 | $ 5.31 | $ 5.40 | $ 5.55 | $ 5.70 | $ 5.85 | $ 5.99 |
| Unmetered Scattered Load | $ 0.02 | $ 0.03 | $ 0.03 | $ 0.03 | $ 0.03 | $ 0.03 | $ 0.03 | $ 0.03 | $ 0.03 | $ 0.03 | $ 0.03 | $ 0.03 | $ 0.03 | $ 0.03 |
| Sentinal Lighting | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Street Lighting | $ 10.35 | $ 10.65 | $ 10.98 | $ 11.31 | $ 11.64 | $ 11.97 | $ 12.31 | $ 12.65 | $ 12.98 | $ 13.22 | $ 13.58 | $ 13.94 | $ 14.31 | $ 14.66 |
| Embedded Distribution | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Distributed Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Energy from Waste Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Backup/Standby | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Super Use | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| **Total** | **$ 20.01** | **$ 20.59** | **$ 21.22** | **$ 21.87** | **$ 22.51** | **$ 23.15** | **$ 23.80** | **$ 24.47** | **$ 25.09** | **$ 25.55** | **$ 26.25** | **$ 26.95** | **$ 27.66** | **$ 28.35** |

**OM&A Regulatory Adjustment**

| | 2026 | 2027 | 2028 | 2029 | 2030 | 2031 | 2032 | 2033 | 2034 | 2035 | 2036 | 2037 | 2038 | 2039 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| *OM&A Inflation Rate* | *2.0%* | *2.0%* | *2.0%* | *2.0%* | *2.0%* | *2.0%* | *2.0%* | *2.0%* | *2.0%* | *2.0%* | *2.0%* | *2.0%* | *2.0%* | *2.0%* |
| Unadjusted OM&A | $ 65,966,329 | $ 67,285,655 | $ 68,631,368 | $ 70,003,996 | $ 71,404,076 | $ 72,832,157 | $ 74,288,800 | $ 75,774,576 | $ 77,290,068 | $ 78,835,869 | $ 80,412,587 | $ 82,020,838 | $ 83,661,255 | $ 85,334,480 |
| Regulatory Adjustment | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Adjusted OM&A | $ 65,966,329 | $ 67,285,655 | $ 68,631,368 | $ 70,003,996 | $ 71,404,076 | $ 72,832,157 | $ 74,288,800 | $ 75,774,576 | $ 77,290,068 | $ 78,835,869 | $ 80,412,587 | $ 82,020,838 | $ 83,661,255 | $ 85,334,480 |

**Project Titan**

**OEB Rate Forecast - Hydro One Brampton**

| **Year** | **2014** | **2015** | **2016** | **2017** | **2018** | **2019** | **2020** | **2021** | **2022** | **2023** | **2024** | **2025** |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| *Period* | *0* | *1* | *2* | *3* | *4* | *5* | *6* | *7* | *8* | *9* | *10* | *11* |
| *Flag - retesting years* | *1* | *1* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* |
| | ***Actual Results*** | ***Projected starts here >>>*** | | | | | | | | | | |
| ***Fixed Assets Continuity*** | | | | | | | | | | | | |
| **Total** | | $ 32,525,442 | $ 39,262,050 | $ 29,271,280 | $ 43,504,720 | $ 37,405,301 | $ 38,153,407 | $ 38,916,475 | $ 39,694,805 | $ 40,488,701 | $ 41,298,475 | $ 42,124,444 |
| Open - gross | | $ 627,901,483 | $ 660,426,925 | $ 699,688,975 | $ 728,960,255 | $ 772,464,975 | $ 809,870,276 | $ 848,023,683 | $ 886,940,158 | $ 926,634,963 | $ 967,123,664 | $ 1,008,422,138 |
| Addition | | $ 32,525,442 | $ 39,262,050 | $ 29,271,280 | $ 43,504,720 | $ 37,405,301 | $ 38,153,407 | $ 38,916,475 | $ 39,694,805 | $ 40,488,701 | $ 41,298,475 | $ 42,124,444 |
| End - gross | | $ 660,426,925 | $ 699,688,975 | $ 728,960,255 | $ 772,464,975 | $ 809,870,276 | $ 848,023,683 | $ 886,940,158 | $ 926,634,963 | $ 967,123,664 | $ 1,008,422,138 | $ 1,050,546,583 |
| Depreciation | | $ 14,673,708 | $ 16,159,896 | $ 17,664,383 | $ 19,006,982 | $ 20,789,840 | $ 22,411,853 | $ 23,087,277 | $ 23,614,965 | $ 30,495,759 | $ 27,529,046 | $ 28,771,573 |
| Accumulated depreciation | | $ 310,279,597 | $ 326,439,493 | $ 344,103,876 | $ 363,110,858 | $ 383,900,698 | $ 406,312,551 | $ 429,399,827 | $ 453,014,792 | $ 483,510,551 | $ 511,039,598 | $ 539,811,171 |
| **Total Fixed Assets** | **$ 332,295,594** | **$ 350,147,328** | **$ 373,249,482** | **$ 384,856,379** | **$ 409,354,117** | **$ 425,969,578** | **$ 441,711,132** | **$ 457,540,331** | **$ 473,620,171** | **$ 483,613,112** | **$ 497,382,541** | **$ 510,735,412** |
| ***Rate Base Calculation*** | | | | | | | | | | | | |
| **Net Fixed Assets** | | | | | | | | | | | | |
| Opening balance | $ 315,622,284 | $ 332,295,594 | $ 350,147,328 | $ 373,249,482 | $ 384,856,379 | $ 409,354,117 | $ 425,969,578 | $ 441,711,132 | $ 457,540,331 | $ 473,620,171 | $ 483,613,112 | $ 497,382,541 |
| Capital Additions | | $ 32,525,442 | $ 39,262,050 | $ 29,271,280 | $ 43,504,720 | $ 37,405,301 | $ 38,153,407 | $ 38,916,475 | $ 39,694,805 | $ 40,488,701 | $ 41,298,475 | $ 42,124,444 |
| Depreciation | | $ 14,673,708 | $ 16,159,896 | $ 17,664,383 | $ 19,006,982 | $ 20,789,840 | $ 22,411,853 | $ 23,087,277 | $ 23,614,965 | $ 30,495,759 | $ 27,529,046 | $ 28,771,573 |
| **Ending Balance** | **$ 332,295,594** | **$ 350,147,328** | **$ 373,249,482** | **$ 384,856,379** | **$ 409,354,117** | **$ 425,969,578** | **$ 441,711,132** | **$ 457,540,331** | **$ 473,620,171** | **$ 483,613,112** | **$ 497,382,541** | **$ 510,735,412** |
| *Growth (Y-o-Y)* | | *5.4%* | *6.6%* | *3.1%* | *6.4%* | *4.1%* | *3.7%* | *3.6%* | *3.5%* | *2.1%* | *2.8%* | *2.7%* |
| **Working Capital Allowance** | | | | | | | | | | | | |
| Estimated load growth adjusted for inflation | | 6.34% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% |
| Cost of power | $ 442,376,725 | $ 470,431,892 | $ 484,544,849 | $ 499,081,194 | $ 514,053,630 | $ 529,475,239 | $ 545,359,496 | $ 561,720,281 | $ 578,571,889 | $ 595,929,046 | $ 613,806,917 | $ 632,221,125 |
| OM&A | $ 25,639,079 | $ 26,743,071 | $ 27,860,000 | $ 27,973,363 | $ 28,834,451 | $ 29,399,288 | $ 32,934,389 | $ 33,600,000 | $ 34,200,000 | $ 34,800,000 | $ 35,500,000 | $ 36,214,080 |
| **Sum** | **$ 468,015,804** | **$ 497,174,963** | **$ 512,404,849** | **$ 527,054,557** | **$ 542,888,081** | **$ 558,874,527** | **$ 578,293,885** | **$ 595,320,281** | **$ 612,771,889** | **$ 630,729,046** | **$ 649,306,917** | **$ 668,435,205** |
| WCA rates | 13.0% | 13.0% | 13.0% | 13.0% | 13.0% | 13.0% | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% |
| **WCA** | **$ 60,842,054** | **$ 64,632,745** | **$ 66,612,630** | **$ 68,517,092** | **$ 70,575,451** | **$ 72,653,689** | **$ 43,372,041** | **$ 44,649,021** | **$ 45,957,892** | **$ 47,304,678** | **$ 48,698,019** | **$ 50,132,640** |
| | | | *5.5%* | *4.5%* | *4.5%* | *4.8%* | *-2.7%* | *3.6%* | *3.5%* | *2.8%* | *2.5%* | *2.8%* |
| Rate Base | $ 405,031,018 | $ 405,854,206 | $ 428,311,035 | $ 447,570,023 | $ 467,680,699 | $ 490,315,536 | $ 477,212,397 | $ 494,274,753 | $ 511,538,142 | $ 525,921,320 | $ 539,195,845 | $ 554,191,617 |
| Rate Base per Customer | $ 2,708 | $ 2,680 | $ 2,781 | $ 2,856 | $ 2,934 | $ 3,025 | $ 2,894 | $ 2,947 | $ 2,999 | $ 3,031 | $ 3,055 | $ 3,087 |
| ***Distribution RR forecast*** | | | | | | | | | | | | |
| Deemed ROE | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% |
| MARE / NI | $ 15,872,286 | $ 15,097,776 | $ 15,933,171 | $ 16,649,605 | $ 17,397,722 | $ 18,239,738 | $ 17,752,301 | $ 18,387,021 | $ 19,029,219 | $ 19,564,273 | $ 20,058,085 | $ 20,615,928 |
| PILs | $ 1,941,496 | $ 1,786,212 | $ 3,497,525 | $ 3,654,791 | $ 3,819,012 | $ 4,003,845 | $ 3,896,847 | $ 4,036,175 | $ 4,177,146 | $ 4,294,597 | $ 4,402,994 | $ 4,525,448 |
| Interest expense - long term debt | $ 11,094,543 | $ 13,909,435 | $ 14,679,076 | $ 15,339,120 | $ 16,028,353 | $ 16,804,094 | $ 16,355,023 | $ 16,939,784 | $ 17,531,435 | $ 18,024,375 | $ 18,479,320 | $ 18,993,255 |
| Interest expense - short term debt | | $ 350,658 | $ 370,061 | $ 386,700 | $ 404,076 | $ 423,633 | $ 412,312 | $ 427,053 | $ 441,969 | $ 454,396 | $ 465,865 | $ 478,822 |
| OM&A | $ 25,639,079 | $ 26,743,071 | $ 27,860,000 | $ 27,973,363 | $ 28,834,451 | $ 29,399,288 | $ 32,934,389 | $ 33,600,000 | $ 34,200,000 | $ 34,800,000 | $ 35,500,000 | $ 36,214,080 |
| Depreciation | $ 14,276,258 | $ 14,673,708 | $ 16,159,896 | $ 17,664,383 | $ 19,006,982 | $ 20,789,840 | $ 22,411,853 | $ 23,087,277 | $ 23,614,965 | $ 30,495,759 | $ 27,529,046 | $ 28,771,573 |
| Other revenue (-) | $ 6,426,414 | $ 6,554,942 | $ 6,686,041 | $ 6,819,762 | $ 6,956,157 | $ 7,095,280 | $ 7,237,186 | $ 7,381,930 | $ 7,529,568 | $ 7,680,160 | $ 7,833,763 | $ 7,990,438 |
| **Total Distribution RR If Retested Every Year** | **$ 64,085,000** | **$ 66,005,918** | **$ 71,813,687** | **$ 74,848,200** | **$ 78,534,439** | **$ 82,565,157** | **$ 86,525,538** | **$ 89,095,381** | **$ 91,465,165** | **$ 99,953,241** | **$ 98,601,548** | **$ 101,608,668** |
| Total Distribution RR in Retesting Years | $ 64,085,000 | $ 66,005,918 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| ***Revenue Allocation in Retesting Years*** | | | | | | | | | | | | |
| **Fixed Revenue** | | | | | | | | | | | | |
| Residential | $ 17,626,310 | $ 18,154,651 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| General Service < 50 kW | $ 2,442,466 | $ 2,515,678 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| General Service > 50kW to 4999 kW | $ 3,432,763 | $ 3,535,659 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Large User | $ 304,090 | $ 313,205 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Unmetered Scattered Load | $ 18,553 | $ 19,109 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Sentinal Lighting | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Street Lighting | $ 561,685 | $ 578,521 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Embedded Distribution | $ 45,450 | $ 46,812 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Distributed Generation | $ 42,170 | $ 43,435 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Energy from Waste Generation | $ 680 | $ 701 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Backup/Standby | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Super Use | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| **Total** | **$ 24,474,168** | **$ 25,207,770** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** |
| **Variable Revenue** | | | | | | | | | | | | |
| Residential | $ 19,064,943 | $ 19,636,406 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| General Service < 50 kW | $ 5,406,938 | $ 5,569,009 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| General Service > 50kW to 4999 kW | $ 12,241,425 | $ 12,608,357 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Large User | $ 1,646,238 | $ 1,695,583 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Unmetered Scattered Load | $ 107,661 | $ 110,888 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Sentinal Lighting | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Street Lighting | $ 1,060,194 | $ 1,091,973 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Embedded Distribution | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Distributed Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Energy from Waste Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Backup/Standby | $ 83,431 | $ 85,932 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Super Use | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| **Total** | **$ 39,610,832** | **$ 40,798,148** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** |

**Project Titan**

**OEB Rate Forecast - Hydro One Brampton**

| **Year** | **2026** | **2027** | **2028** | **2029** | **2030** | **2031** | **2032** | **2033** | **2034** | **2035** | **2036** | **2037** | **2038** | **2039** |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| *Period* | *12* | *13* | *14* | *15* | *16* | *17* | *18* | *19* | *20* | *21* | *22* | *23* | *24* | *25* |
| *Flag - retesting years* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* |
| ***Fixed Assets Continuity*** | | | | | | | | | | | | | | |
| **Total** | $ 42,966,933 | $ 43,826,272 | $ 44,702,797 | $ 45,596,853 | $ 46,508,790 | $ 47,438,966 | $ 48,387,745 | $ 49,355,500 | $ 50,342,610 | $ 51,349,463 | $ 52,376,452 | $ 53,423,981 | $ 54,492,460 | $ 55,582,310 |
| Open - gross | $ 1,050,546,583 | $ 1,093,513,516 | $ 1,137,339,788 | $ 1,182,042,585 | $ 1,227,639,438 | $ 1,274,148,228 | $ 1,321,587,194 | $ 1,369,974,940 | $ 1,419,330,440 | $ 1,469,673,050 | $ 1,521,022,513 | $ 1,573,398,965 | $ 1,626,822,945 | $ 1,681,315,406 |
| Addition | $ 42,966,933 | $ 43,826,272 | $ 44,702,797 | $ 45,596,853 | $ 46,508,790 | $ 47,438,966 | $ 48,387,745 | $ 49,355,500 | $ 50,342,610 | $ 51,349,463 | $ 52,376,452 | $ 53,423,981 | $ 54,492,460 | $ 55,582,310 |
| End - gross | $ 1,093,513,516 | $ 1,137,339,788 | $ 1,182,042,585 | $ 1,227,639,438 | $ 1,274,148,228 | $ 1,321,587,194 | $ 1,369,974,940 | $ 1,419,330,440 | $ 1,469,673,050 | $ 1,521,022,513 | $ 1,573,398,965 | $ 1,626,822,945 | $ 1,681,315,406 | $ 1,736,897,715 |
| Depreciation | $ 29,891,553 | $ 30,503,213 | $ 31,434,546 | $ 31,940,245 | $ 32,737,946 | $ 33,572,055 | $ 34,436,435 | $ 35,324,210 | $ 36,221,134 | $ 36,015,589 | $ 36,859,532 | $ 37,968,332 | $ 39,077,777 | $ 40,168,314 |
| Accumulated depreciation | $ 569,702,724 | $ 600,205,937 | $ 631,640,482 | $ 663,580,727 | $ 696,318,673 | $ 729,890,728 | $ 764,327,163 | $ 799,651,374 | $ 835,872,508 | $ 871,888,097 | $ 908,747,630 | $ 946,715,962 | $ 985,793,739 | $ 1,025,962,053 |
| **Total Fixed Assets** | **$ 523,810,792** | **$ 537,133,851** | **$ 550,402,102** | **$ 564,058,711** | **$ 577,829,555** | **$ 591,696,466** | **$ 605,647,777** | **$ 619,679,067** | **$ 633,800,542** | **$ 649,134,415** | **$ 664,651,335** | **$ 680,106,983** | **$ 695,521,667** | **$ 710,935,663** |
| ***Rate Base Calculation*** | | | | | | | | | | | | | | |
| **Net Fixed Assets** | | | | | | | | | | | | | | |
| Opening balance | $ 510,735,412 | $ 523,810,792 | $ 537,133,851 | $ 550,402,102 | $ 564,058,711 | $ 577,829,555 | $ 591,696,466 | $ 605,647,777 | $ 619,679,067 | $ 633,800,542 | $ 649,134,415 | $ 664,651,335 | $ 680,106,983 | $ 695,521,667 |
| Capital Additions | $ 42,966,933 | $ 43,826,272 | $ 44,702,797 | $ 45,596,853 | $ 46,508,790 | $ 47,438,966 | $ 48,387,745 | $ 49,355,500 | $ 50,342,610 | $ 51,349,463 | $ 52,376,452 | $ 53,423,981 | $ 54,492,460 | $ 55,582,310 |
| Depreciation | $ 29,891,553 | $ 30,503,213 | $ 31,434,546 | $ 31,940,245 | $ 32,737,946 | $ 33,572,055 | $ 34,436,435 | $ 35,324,210 | $ 36,221,134 | $ 36,015,589 | $ 36,859,532 | $ 37,968,332 | $ 39,077,777 | $ 40,168,314 |
| **Ending Balance** | **$ 523,810,792** | **$ 537,133,851** | **$ 550,402,102** | **$ 564,058,711** | **$ 577,829,555** | **$ 591,696,466** | **$ 605,647,777** | **$ 619,679,067** | **$ 633,800,542** | **$ 649,134,415** | **$ 664,651,335** | **$ 680,106,983** | **$ 695,521,667** | **$ 710,935,663** |
| *Growth (Y-o-Y)* | *2.6%* | *2.5%* | *2.5%* | *2.5%* | *2.4%* | *2.4%* | *2.4%* | *2.3%* | *2.3%* | *2.4%* | *2.4%* | *2.3%* | *2.3%* | *2.2%* |
| **Working Capital Allowance** | | | | | | | | | | | | | | |
| Estimated load growth adjusted for inflation | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% |
| Cost of power | $ 651,187,759 | $ 670,723,392 | $ 690,845,093 | $ 711,570,446 | $ 732,917,559 | $ 754,905,086 | $ 777,552,239 | $ 800,878,806 | $ 824,905,170 | $ 849,652,325 | $ 875,141,895 | $ 901,396,152 | $ 928,438,036 | $ 956,291,178 |
| OM&A | $ 36,942,525 | $ 37,685,621 | $ 38,443,665 | $ 39,216,958 | $ 40,005,804 | $ 40,810,519 | $ 41,631,420 | $ 42,468,834 | $ 43,323,092 | $ 44,194,533 | $ 45,083,504 | $ 45,990,356 | $ 46,915,449 | $ 47,859,151 |
| **Sum** | **$ 688,130,283** | **$ 708,409,013** | **$ 729,288,759** | **$ 750,787,404** | **$ 772,923,364** | **$ 795,715,605** | **$ 819,183,659** | **$ 843,347,640** | **$ 868,228,262** | **$ 893,846,859** | **$ 920,225,399** | **$ 947,386,508** | **$ 975,353,486** | **$ 1,004,150,328** |
| WCA rates | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% |
| **WCA** | **$ 51,609,771** | **$ 53,130,676** | **$ 54,696,657** | **$ 56,309,055** | **$ 57,969,252** | **$ 59,678,670** | **$ 61,438,774** | **$ 63,251,073** | **$ 65,117,120** | **$ 67,038,514** | **$ 69,016,905** | **$ 71,053,988** | **$ 73,151,511** | **$ 75,311,275** |
| | *2.7%* | *2.6%* | *2.5%* | *2.5%* | *2.5%* | *2.5%* | *2.4%* | *2.4%* | *2.4%* | *2.4%* | *2.5%* | *2.4%* | *2.4%* | *2.3%* |
| Rate Base | $ 568,882,873 | $ 583,602,998 | $ 598,464,634 | $ 613,539,462 | $ 628,913,385 | $ 644,441,681 | $ 660,110,896 | $ 675,914,495 | $ 691,856,924 | $ 708,505,993 | $ 725,909,780 | $ 743,433,147 | $ 760,965,837 | $ 778,539,939 |
| Rate Base per Customer | $ 3,138 | $ 3,187 | $ 3,236 | $ 3,285 | $ 3,334 | $ 3,382 | $ 3,430 | $ 3,477 | $ 3,524 | $ 3,573 | $ 3,625 | $ 3,676 | $ 3,725 | $ 3,773 |
| ***Distribution RR forecast*** | | | | | | | | | | | | | | |
| Deemed ROE | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% |
| MARE / NI | $ 21,162,443 | $ 21,710,032 | $ 22,262,884 | $ 22,823,668 | $ 23,395,578 | $ 23,973,231 | $ 24,556,125 | $ 25,144,019 | $ 25,737,078 | $ 26,356,423 | $ 27,003,844 | $ 27,655,713 | $ 28,307,929 | $ 28,961,686 |
| PILs | $ 4,645,414 | $ 4,765,617 | $ 4,886,975 | $ 5,010,073 | $ 5,135,615 | $ 5,262,416 | $ 5,390,369 | $ 5,519,419 | $ 5,649,602 | $ 5,785,556 | $ 5,927,673 | $ 6,070,766 | $ 6,213,936 | $ 6,357,443 |
| Interest expense - long term debt | $ 19,496,754 | $ 20,001,242 | $ 20,510,580 | $ 21,027,224 | $ 21,554,120 | $ 22,086,305 | $ 22,623,321 | $ 23,164,942 | $ 23,711,321 | $ 24,281,917 | $ 24,878,380 | $ 25,478,941 | $ 26,079,821 | $ 26,682,121 |
| Interest expense - short term debt | $ 491,515 | $ 504,233 | $ 517,073 | $ 530,098 | $ 543,381 | $ 556,798 | $ 570,336 | $ 583,990 | $ 597,764 | $ 612,149 | $ 627,186 | $ 642,326 | $ 657,474 | $ 672,659 |
| OM&A | $ 36,942,525 | $ 37,685,621 | $ 38,443,665 | $ 39,216,958 | $ 40,005,804 | $ 40,810,519 | $ 41,631,420 | $ 42,468,834 | $ 43,323,092 | $ 44,194,533 | $ 45,083,504 | $ 45,990,356 | $ 46,915,449 | $ 47,859,151 |
| Depreciation | $ 29,891,553 | $ 30,503,213 | $ 31,434,546 | $ 31,940,245 | $ 32,737,946 | $ 33,572,055 | $ 34,436,435 | $ 35,324,210 | $ 36,221,134 | $ 36,015,589 | $ 36,859,532 | $ 37,968,332 | $ 39,077,777 | $ 40,168,314 |
| Other revenue (-) | $ 8,150,247 | $ 8,313,252 | $ 8,479,517 | $ 8,649,107 | $ 8,822,089 | $ 8,998,531 | $ 9,178,502 | $ 9,362,072 | $ 9,549,313 | $ 9,740,299 | $ 9,935,105 | $ 10,133,808 | $ 10,336,484 | $ 10,543,213 |
| **Total Distribution RR If Retested Every Year** | **$ 104,479,957** | **$ 106,856,706** | **$ 109,576,207** | **$ 111,899,159** | **$ 114,550,355** | **$ 117,262,793** | **$ 120,029,504** | **$ 122,843,342** | **$ 125,690,678** | **$ 127,505,869** | **$ 130,445,014** | **$ 133,672,627** | **$ 136,915,903** | **$ 140,158,159** |
| Total Distribution RR in Retesting Years | $ 104,479,957 | $ 106,856,706 | $ 109,576,207 | $ 111,899,159 | $ 114,550,355 | $ 117,262,793 | $ 120,029,504 | $ 122,843,342 | $ 125,690,678 | $ 127,505,869 | $ 130,445,014 | $ 133,672,627 | $ 136,915,903 | $ 140,158,159 |
| ***Revenue Allocation in Retesting Years*** | | | | | | | | | | | | | | |
| **Fixed Revenue** | | | | | | | | | | | | | | |
| Residential | $ 28,736,774 | $ 29,390,489 | $ 30,138,476 | $ 30,777,394 | $ 31,506,594 | $ 32,252,639 | $ 33,013,612 | $ 33,787,546 | $ 34,570,694 | $ 35,069,954 | $ 35,878,354 | $ 36,766,095 | $ 37,658,145 | $ 38,549,914 |
| General Service < 50 kW | $ 3,982,036 | $ 4,072,620 | $ 4,176,268 | $ 4,264,803 | $ 4,365,848 | $ 4,469,227 | $ 4,574,674 | $ 4,681,918 | $ 4,790,438 | $ 4,859,620 | $ 4,971,639 | $ 5,094,653 | $ 5,218,264 | $ 5,341,836 |
| General Service > 50kW to 4999 kW | $ 5,596,551 | $ 5,723,863 | $ 5,869,535 | $ 5,993,966 | $ 6,135,979 | $ 6,281,273 | $ 6,429,474 | $ 6,580,200 | $ 6,732,719 | $ 6,829,952 | $ 6,987,389 | $ 7,160,279 | $ 7,334,007 | $ 7,507,681 |
| Large User | $ 495,768 | $ 507,046 | $ 519,951 | $ 530,973 | $ 543,553 | $ 556,424 | $ 569,552 | $ 582,904 | $ 596,415 | $ 605,029 | $ 618,975 | $ 634,291 | $ 649,680 | $ 665,065 |
| Unmetered Scattered Load | $ 30,248 | $ 30,936 | $ 31,723 | $ 32,396 | $ 33,163 | $ 33,949 | $ 34,750 | $ 35,564 | $ 36,389 | $ 36,914 | $ 37,765 | $ 38,700 | $ 39,639 | $ 40,577 |
| Sentinal Lighting | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Street Lighting | $ 915,734 | $ 936,566 | $ 960,401 | $ 980,761 | $ 1,003,998 | $ 1,027,772 | $ 1,052,021 | $ 1,076,684 | $ 1,101,640 | $ 1,117,549 | $ 1,143,310 | $ 1,171,599 | $ 1,200,025 | $ 1,228,443 |
| Embedded Distribution | $ 74,098 | $ 75,783 | $ 77,712 | $ 79,360 | $ 81,240 | $ 83,164 | $ 85,126 | $ 87,121 | $ 89,141 | $ 90,428 | $ 92,512 | $ 94,802 | $ 97,102 | $ 99,401 |
| Distributed Generation | $ 68,752 | $ 70,316 | $ 72,106 | $ 73,634 | $ 75,379 | $ 77,164 | $ 78,984 | $ 80,836 | $ 82,709 | $ 83,904 | $ 85,838 | $ 87,962 | $ 90,096 | $ 92,230 |
| Energy from Waste Generation | $ 1,109 | $ 1,135 | $ 1,164 | $ 1,188 | $ 1,216 | $ 1,245 | $ 1,275 | $ 1,304 | $ 1,335 | $ 1,354 | $ 1,385 | $ 1,419 | $ 1,454 | $ 1,488 |
| Backup/Standby | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Super Use | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| **Total** | **$ 39,901,070** | **$ 40,808,754** | **$ 41,847,336** | **$ 42,734,476** | **$ 43,746,972** | **$ 44,782,856** | **$ 45,839,468** | **$ 46,914,077** | **$ 48,001,480** | **$ 48,694,704** | **$ 49,817,168** | **$ 51,049,799** | **$ 52,288,412** | **$ 53,526,635** |
| **Variable Revenue** | | | | | | | | | | | | | | |
| Residential | $ 31,082,225 | $ 31,789,295 | $ 32,598,332 | $ 33,289,398 | $ 34,078,114 | $ 34,885,050 | $ 35,708,132 | $ 36,545,233 | $ 37,392,301 | $ 37,932,310 | $ 38,806,690 | $ 39,766,888 | $ 40,731,745 | $ 41,696,298 |
| General Service < 50 kW | $ 8,815,116 | $ 9,015,645 | $ 9,245,093 | $ 9,441,084 | $ 9,664,769 | $ 9,893,621 | $ 10,127,052 | $ 10,364,460 | $ 10,604,693 | $ 10,757,843 | $ 11,005,823 | $ 11,278,141 | $ 11,551,781 | $ 11,825,334 |
| General Service > 50kW to 4999 kW | $ 19,957,613 | $ 20,411,616 | $ 20,931,091 | $ 21,374,818 | $ 21,881,246 | $ 22,399,372 | $ 22,927,865 | $ 23,465,360 | $ 24,009,254 | $ 24,355,990 | $ 24,917,421 | $ 25,533,955 | $ 26,153,481 | $ 26,772,812 |
| Large User | $ 2,683,918 | $ 2,744,973 | $ 2,814,832 | $ 2,874,505 | $ 2,942,610 | $ 3,012,288 | $ 3,083,360 | $ 3,155,643 | $ 3,228,787 | $ 3,275,416 | $ 3,350,918 | $ 3,433,830 | $ 3,517,144 | $ 3,600,433 |
| Unmetered Scattered Load | $ 175,524 | $ 179,516 | $ 184,085 | $ 187,988 | $ 192,442 | $ 196,998 | $ 201,646 | $ 206,374 | $ 211,157 | $ 214,207 | $ 219,144 | $ 224,567 | $ 230,015 | $ 235,462 |
| Sentinal Lighting | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Street Lighting | $ 1,728,471 | $ 1,767,791 | $ 1,812,781 | $ 1,851,211 | $ 1,895,071 | $ 1,939,945 | $ 1,985,716 | $ 2,032,267 | $ 2,079,372 | $ 2,109,402 | $ 2,158,026 | $ 2,211,422 | $ 2,265,077 | $ 2,318,716 |
| Embedded Distribution | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Distributed Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Energy from Waste Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Backup/Standby | $ 136,021 | $ 139,115 | $ 142,655 | $ 145,680 | $ 149,131 | $ 152,662 | $ 156,264 | $ 159,928 | $ 163,635 | $ 165,998 | $ 169,824 | $ 174,026 | $ 178,248 | $ 182,469 |
| Super Use | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| **Total** | **$ 64,578,887** | **$ 66,047,952** | **$ 67,728,871** | **$ 69,164,684** | **$ 70,803,383** | **$ 72,479,937** | **$ 74,190,036** | **$ 75,929,265** | **$ 77,689,198** | **$ 78,811,165** | **$ 80,627,845** | **$ 82,622,828** | **$ 84,627,491** | **$ 86,631,525** |

**Project Titan**

**OEB Rate Forecast - Hydro One Brampton**

| **Year** | **2014** | **2015** | **2016** | **2017** | **2018** | **2019** | **2020** | **2021** | **2022** | **2023** | **2024** | **2025** |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| *Period* | *0* | *1* | *2* | *3* | *4* | *5* | *6* | *7* | *8* | *9* | *10* | *11* |
| *Flag - retesting years* | *1* | *1* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* |
| ***Rate Design*** | | | | | | | | | | | | |
| **Fixed Monthly Rate in Retesting Years** | | | | | | | | | | | | |
| Residential | $ 10.57 | $ 10.75 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| General Service < 50 kW | $ 22.73 | $ 23.04 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| General Service > 50kW to 4999 kW | $ 177.02 | $ 181.25 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Large User | $ 4,223.47 | $ 4,350.07 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Unmetered Scattered Load | $ 1.02 | $ 1.05 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Sentinal Lighting | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Street Lighting | $ 1.04 | $ 1.07 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Embedded Distribution | $ 3,787.46 | $ 3,900.99 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Distributed Generation | $ 81.73 | $ 84.18 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Energy from Waste Generation | $ 56.71 | $ 58.41 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Backup/Standby | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Super Use | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| | **$ 8,361.75** | **$ 8,610.79** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** |
| **Variable Rate in Retesting Years** | | | | | | | | | | | | |
| Residential | $ 0.02 | $ 0.02 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| General Service < 50 kW | $ 0.02 | $ 0.02 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| General Service > 50kW to 4999 kW | $ 2.47 | $ 2.53 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Large User | $ 2.29 | $ 2.36 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Unmetered Scattered Load | $ 0.02 | $ 0.02 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Sentinal Lighting | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Street Lighting | $ 10.86 | $ 11.19 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Embedded Distribution | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Distributed Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Energy from Waste Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Backup/Standby | $ 1.53 | $ 1.57 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Super Use | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| **Total** | **$ 17.21** | **$ 17.71** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** |
| **Fixed Monthly Rate** | | | | | | | | | | | | |
| Residential | $ 10.57 | $ 10.75 | $ 10.90 | $ 11.05 | $ 11.21 | $ 11.36 | $ 11.52 | $ 11.69 | $ 11.85 | $ 12.01 | $ 12.18 | $ 12.35 |
| General Service < 50 kW | $ 22.73 | $ 23.04 | $ 23.36 | $ 23.69 | $ 24.02 | $ 24.36 | $ 24.70 | $ 25.04 | $ 25.39 | $ 25.75 | $ 26.11 | $ 26.47 |
| General Service > 50kW to 4999 kW | $ 177.02 | $ 181.25 | $ 183.78 | $ 186.36 | $ 188.97 | $ 191.61 | $ 194.29 | $ 197.01 | $ 199.77 | $ 202.57 | $ 205.40 | $ 208.28 |
| Large User | $ 4,223.47 | $ 4,350.07 | $ 4,410.97 | $ 4,472.72 | $ 4,535.34 | $ 4,598.84 | $ 4,663.22 | $ 4,728.51 | $ 4,794.70 | $ 4,861.83 | $ 4,929.90 | $ 4,998.91 |
| Unmetered Scattered Load | $ 1.02 | $ 1.05 | $ 1.06 | $ 1.08 | $ 1.09 | $ 1.11 | $ 1.12 | $ 1.14 | $ 1.16 | $ 1.17 | $ 1.19 | $ 1.20 |
| Sentinal Lighting | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Street Lighting | $ 1.04 | $ 1.07 | $ 1.09 | $ 1.10 | $ 1.12 | $ 1.14 | $ 1.15 | $ 1.17 | $ 1.18 | $ 1.20 | $ 1.22 | $ 1.23 |
| Embedded Distribution | $ 3,787.46 | $ 3,900.99 | $ 3,955.60 | $ 4,010.98 | $ 4,067.13 | $ 4,124.07 | $ 4,181.81 | $ 4,240.35 | $ 4,299.72 | $ 4,359.91 | $ 4,420.95 | $ 4,482.85 |
| Distributed Generation | $ 81.73 | $ 84.18 | $ 85.35 | $ 86.55 | $ 87.76 | $ 88.99 | $ 90.24 | $ 91.50 | $ 92.78 | $ 94.08 | $ 95.40 | $ 96.73 |
| Energy from Waste Generation | $ 56.71 | $ 58.41 | $ 59.23 | $ 60.05 | $ 60.90 | $ 61.75 | $ 62.61 | $ 63.49 | $ 64.38 | $ 65.28 | $ 66.19 | $ 67.12 |
| Backup/Standby | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Super Use | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| **Total** | **$ 8,361.75** | **$ 8,610.79** | **$ 8,731.35** | **$ 8,853.58** | **$ 8,977.53** | **$ 9,103.22** | **$ 9,230.67** | **$ 9,359.89** | **$ 9,490.93** | **$ 9,623.81** | **$ 9,758.54** | **$ 9,895.16** |
| **Variable Rate** | | | | | | | | | | | | |
| Residential | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 |
| General Service < 50 kW | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 |
| General Service > 50kW to 4999 kW | $ 2.47 | $ 2.53 | $ 2.57 | $ 2.60 | $ 2.64 | $ 2.67 | $ 2.71 | $ 2.75 | $ 2.79 | $ 2.83 | $ 2.87 | $ 2.91 |
| Large User | $ 2.29 | $ 2.36 | $ 2.39 | $ 2.43 | $ 2.46 | $ 2.50 | $ 2.53 | $ 2.57 | $ 2.60 | $ 2.64 | $ 2.68 | $ 2.71 |
| Unmetered Scattered Load | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 |
| Sentinal Lighting | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Street Lighting | $ 10.86 | $ 11.19 | $ 11.35 | $ 11.51 | $ 11.67 | $ 11.83 | $ 12.00 | $ 12.16 | $ 12.33 | $ 12.51 | $ 12.68 | $ 12.86 |
| Embedded Distribution | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Distributed Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Energy from Waste Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Backup/Standby | $ 1.53 | $ 1.57 | $ 1.60 | $ 1.62 | $ 1.64 | $ 1.66 | $ 1.69 | $ 1.71 | $ 1.74 | $ 1.76 | $ 1.78 | $ 1.81 |
| Super Use | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| **Total** | **$ 17.21** | **$ 17.71** | **$ 17.95** | **$ 18.21** | **$ 18.46** | **$ 18.72** | **$ 18.98** | **$ 19.25** | **$ 19.52** | **$ 19.79** | **$ 20.07** | **$ 20.35** |
| **OM&A Regulatory Adjustment** | | | | | | | | | | | | |
| *OM&A Inflation Rate* | *–* | *4.3%* | *4.2%* | *0.4%* | *3.1%* | *2.0%* | *12.0%* | *2.0%* | *1.8%* | *1.8%* | *2.0%* | *2.0%* |
| Unadjusted OM&A | $ 25,639,079 | $ 26,743,071 | $ 27,860,000 | $ 27,973,363 | $ 28,834,451 | $ 29,399,288 | $ 32,934,389 | $ 33,600,000 | $ 34,200,000 | $ 34,800,000 | $ 35,500,000 | $ 36,214,080 |
| Regulatory Adjustment | | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Adjusted OM&A | $ 25,639,079 | $ 26,743,071 | $ 27,860,000 | $ 27,973,363 | $ 28,834,451 | $ 29,399,288 | $ 32,934,389 | $ 33,600,000 | $ 34,200,000 | $ 34,800,000 | $ 35,500,000 | $ 36,214,080 |

**Project Titan**

**OEB Rate Forecast - Hydro One Brampton**

| **Year** | **2026** | **2027** | **2028** | **2029** | **2030** | **2031** | **2032** | **2033** | **2034** | **2035** | **2036** | **2037** | **2038** | **2039** |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| *Period* | *12* | *13* | *14* | *15* | *16* | *17* | *18* | *19* | *20* | *21* | *22* | *23* | *24* | *25* |
| *Flag - retesting years* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* |
| ***Rate Design*** | | | | | | | | | | | | | | |
| **Fixed Monthly Rate in Retesting Years** | | | | | | | | | | | | | | |
| Residential | $ 14.17 | $ 14.35 | $ 14.57 | $ 14.73 | $ 14.93 | $ 15.14 | $ 15.34 | $ 15.54 | $ 15.75 | $ 15.82 | $ 16.02 | $ 16.26 | $ 16.48 | $ 16.71 |
| General Service < 50 kW | $ 32.19 | $ 32.59 | $ 33.09 | $ 33.46 | $ 33.91 | $ 34.37 | $ 34.83 | $ 35.30 | $ 35.76 | $ 35.91 | $ 36.38 | $ 36.91 | $ 37.43 | $ 37.94 |
| General Service > 50kW to 4999 kW | $ 228.99 | $ 231.88 | $ 235.42 | $ 238.03 | $ 241.26 | $ 244.53 | $ 247.82 | $ 251.12 | $ 254.39 | $ 255.51 | $ 258.81 | $ 262.59 | $ 266.30 | $ 269.91 |
| Large User | $ 6,885.67 | $ 7,042.31 | $ 7,221.53 | $ 7,374.63 | $ 7,549.35 | $ 7,728.11 | $ 7,910.45 | $ 8,095.90 | $ 8,283.55 | $ 8,403.18 | $ 8,596.88 | $ 8,809.59 | $ 9,023.34 | $ 9,237.01 |
| Unmetered Scattered Load | $ 1.66 | $ 1.70 | $ 1.74 | $ 1.78 | $ 1.82 | $ 1.86 | $ 1.91 | $ 1.95 | $ 2.00 | $ 2.03 | $ 2.07 | $ 2.12 | $ 2.17 | $ 2.23 |
| Sentinal Lighting | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Street Lighting | $ 1.70 | $ 1.74 | $ 1.78 | $ 1.82 | $ 1.86 | $ 1.91 | $ 1.95 | $ 2.00 | $ 2.05 | $ 2.07 | $ 2.12 | $ 2.18 | $ 2.23 | $ 2.28 |
| Embedded Distribution | $ 6,174.82 | $ 6,315.29 | $ 6,476.01 | $ 6,613.30 | $ 6,769.99 | $ 6,930.30 | $ 7,093.81 | $ 7,260.11 | $ 7,428.39 | $ 7,535.67 | $ 7,709.37 | $ 7,900.13 | $ 8,091.80 | $ 8,283.42 |
| Distributed Generation | $ 133.24 | $ 136.27 | $ 139.74 | $ 142.70 | $ 146.08 | $ 149.54 | $ 153.07 | $ 156.66 | $ 160.29 | $ 162.60 | $ 166.35 | $ 170.47 | $ 174.60 | $ 178.74 |
| Energy from Waste Generation | $ 92.45 | $ 94.56 | $ 96.96 | $ 99.02 | $ 101.36 | $ 103.76 | $ 106.21 | $ 108.70 | $ 111.22 | $ 112.83 | $ 115.43 | $ 118.29 | $ 121.16 | $ 124.02 |
| Backup/Standby | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Super Use | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| | **$ 13,564.89** | **$ 13,870.68** | **$ 14,220.86** | **$ 14,519.47** | **$ 14,860.58** | **$ 15,209.52** | **$ 15,565.40** | **$ 15,927.27** | **$ 16,293.39** | **$ 16,525.62** | **$ 16,903.44** | **$ 17,318.53** | **$ 17,735.52** | **$ 18,152.26** |
| **Variable Rate in Retesting Years** | | | | | | | | | | | | | | |
| Residential | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 |
| General Service < 50 kW | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.03 | $ 0.03 | $ 0.03 | $ 0.03 | $ 0.03 | $ 0.03 |
| General Service > 50kW to 4999 kW | $ 3.20 | $ 3.24 | $ 3.29 | $ 3.32 | $ 3.37 | $ 3.41 | $ 3.46 | $ 3.51 | $ 3.55 | $ 3.57 | $ 3.61 | $ 3.67 | $ 3.72 | $ 3.77 |
| Large User | $ 3.74 | $ 3.82 | $ 3.92 | $ 4.00 | $ 4.10 | $ 4.19 | $ 4.29 | $ 4.39 | $ 4.50 | $ 4.56 | $ 4.67 | $ 4.78 | $ 4.90 | $ 5.01 |
| Unmetered Scattered Load | $ 0.03 | $ 0.03 | $ 0.03 | $ 0.03 | $ 0.03 | $ 0.03 | $ 0.03 | $ 0.04 | $ 0.04 | $ 0.04 | $ 0.04 | $ 0.04 | $ 0.04 | $ 0.04 |
| Sentinal Lighting | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Street Lighting | $ 17.71 | $ 18.12 | $ 18.58 | $ 18.97 | $ 19.42 | $ 19.88 | $ 20.35 | $ 20.83 | $ 21.31 | $ 21.62 | $ 22.11 | $ 22.66 | $ 23.21 | $ 23.76 |
| Embedded Distribution | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Distributed Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Energy from Waste Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Backup/Standby | $ 2.49 | $ 2.55 | $ 2.61 | $ 2.67 | $ 2.73 | $ 2.80 | $ 2.86 | $ 2.93 | $ 3.00 | $ 3.04 | $ 3.11 | $ 3.19 | $ 3.27 | $ 3.34 |
| Super Use | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| **Total** | **$ 27.21** | **$ 27.80** | **$ 28.47** | **$ 29.04** | **$ 29.70** | **$ 30.36** | **$ 31.05** | **$ 31.74** | **$ 32.44** | **$ 32.87** | **$ 33.59** | **$ 34.38** | **$ 35.18** | **$ 35.98** |
| **Fixed Monthly Rate** | | | | | | | | | | | | | | |
| Residential | $ 14.17 | $ 14.35 | $ 14.57 | $ 14.73 | $ 14.93 | $ 15.14 | $ 15.34 | $ 15.54 | $ 15.75 | $ 15.82 | $ 16.02 | $ 16.26 | $ 16.48 | $ 16.71 |
| General Service < 50 kW | $ 32.19 | $ 32.59 | $ 33.09 | $ 33.46 | $ 33.91 | $ 34.37 | $ 34.83 | $ 35.30 | $ 35.76 | $ 35.91 | $ 36.38 | $ 36.91 | $ 37.43 | $ 37.94 |
| General Service > 50kW to 4999 kW | $ 228.99 | $ 231.88 | $ 235.42 | $ 238.03 | $ 241.26 | $ 244.53 | $ 247.82 | $ 251.12 | $ 254.39 | $ 255.51 | $ 258.81 | $ 262.59 | $ 266.30 | $ 269.91 |
| Large User | $ 6,885.67 | $ 7,042.31 | $ 7,221.53 | $ 7,374.63 | $ 7,549.35 | $ 7,728.11 | $ 7,910.45 | $ 8,095.90 | $ 8,283.55 | $ 8,403.18 | $ 8,596.88 | $ 8,809.59 | $ 9,023.34 | $ 9,237.01 |
| Unmetered Scattered Load | $ 1.66 | $ 1.70 | $ 1.74 | $ 1.78 | $ 1.82 | $ 1.86 | $ 1.91 | $ 1.95 | $ 2.00 | $ 2.03 | $ 2.07 | $ 2.12 | $ 2.17 | $ 2.23 |
| Sentinal Lighting | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Street Lighting | $ 1.70 | $ 1.74 | $ 1.78 | $ 1.82 | $ 1.86 | $ 1.91 | $ 1.95 | $ 2.00 | $ 2.05 | $ 2.07 | $ 2.12 | $ 2.18 | $ 2.23 | $ 2.28 |
| Embedded Distribution | $ 6,174.82 | $ 6,315.29 | $ 6,476.01 | $ 6,613.30 | $ 6,769.99 | $ 6,930.30 | $ 7,093.81 | $ 7,260.11 | $ 7,428.39 | $ 7,535.67 | $ 7,709.37 | $ 7,900.13 | $ 8,091.80 | $ 8,283.42 |
| Distributed Generation | $ 133.24 | $ 136.27 | $ 139.74 | $ 142.70 | $ 146.08 | $ 149.54 | $ 153.07 | $ 156.66 | $ 160.29 | $ 162.60 | $ 166.35 | $ 170.47 | $ 174.60 | $ 178.74 |
| Energy from Waste Generation | $ 92.45 | $ 94.56 | $ 96.96 | $ 99.02 | $ 101.36 | $ 103.76 | $ 106.21 | $ 108.70 | $ 111.22 | $ 112.83 | $ 115.43 | $ 118.29 | $ 121.16 | $ 124.02 |
| Backup/Standby | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Super Use | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| **Total** | **$ 13,564.89** | **$ 13,870.68** | **$ 14,220.86** | **$ 14,519.47** | **$ 14,860.58** | **$ 15,209.52** | **$ 15,565.40** | **$ 15,927.27** | **$ 16,293.39** | **$ 16,525.62** | **$ 16,903.44** | **$ 17,318.53** | **$ 17,735.52** | **$ 18,152.26** |
| **Variable Rate** | | | | | | | | | | | | | | |
| Residential | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 |
| General Service < 50 kW | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.03 | $ 0.03 | $ 0.03 | $ 0.03 | $ 0.03 | $ 0.03 |
| General Service > 50kW to 4999 kW | $ 3.20 | $ 3.24 | $ 3.29 | $ 3.32 | $ 3.37 | $ 3.41 | $ 3.46 | $ 3.51 | $ 3.55 | $ 3.57 | $ 3.61 | $ 3.67 | $ 3.72 | $ 3.77 |
| Large User | $ 3.74 | $ 3.82 | $ 3.92 | $ 4.00 | $ 4.10 | $ 4.19 | $ 4.29 | $ 4.39 | $ 4.50 | $ 4.56 | $ 4.67 | $ 4.78 | $ 4.90 | $ 5.01 |
| Unmetered Scattered Load | $ 0.03 | $ 0.03 | $ 0.03 | $ 0.03 | $ 0.03 | $ 0.03 | $ 0.03 | $ 0.04 | $ 0.04 | $ 0.04 | $ 0.04 | $ 0.04 | $ 0.04 | $ 0.04 |
| Sentinal Lighting | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Street Lighting | $ 17.71 | $ 18.12 | $ 18.58 | $ 18.97 | $ 19.42 | $ 19.88 | $ 20.35 | $ 20.83 | $ 21.31 | $ 21.62 | $ 22.11 | $ 22.66 | $ 23.21 | $ 23.76 |
| Embedded Distribution | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Distributed Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Energy from Waste Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Backup/Standby | $ 2.49 | $ 2.55 | $ 2.61 | $ 2.67 | $ 2.73 | $ 2.80 | $ 2.86 | $ 2.93 | $ 3.00 | $ 3.04 | $ 3.11 | $ 3.19 | $ 3.27 | $ 3.34 |
| Super Use | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| **Total** | **$ 27.21** | **$ 27.80** | **$ 28.47** | **$ 29.04** | **$ 29.70** | **$ 30.36** | **$ 31.05** | **$ 31.74** | **$ 32.44** | **$ 32.87** | **$ 33.59** | **$ 34.38** | **$ 35.18** | **$ 35.98** |
| **OM&A Regulatory Adjustment** | | | | | | | | | | | | | | |
| *OM&A Inflation Rate* | *2.0%* | *2.0%* | *2.0%* | *2.0%* | *2.0%* | *2.0%* | *2.0%* | *2.0%* | *2.0%* | *2.0%* | *2.0%* | *2.0%* | *2.0%* | *2.0%* |
| Unadjusted OM&A | $ 36,942,525 | $ 37,685,621 | $ 38,443,665 | $ 39,216,958 | $ 40,005,804 | $ 40,810,519 | $ 41,631,420 | $ 42,468,834 | $ 43,323,092 | $ 44,194,533 | $ 45,083,504 | $ 45,990,356 | $ 46,915,449 | $ 47,859,151 |
| Regulatory Adjustment | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Adjusted OM&A | $ 36,942,525 | $ 37,685,621 | $ 38,443,665 | $ 39,216,958 | $ 40,005,804 | $ 40,810,519 | $ 41,631,420 | $ 42,468,834 | $ 43,323,092 | $ 44,194,533 | $ 45,083,504 | $ 45,990,356 | $ 46,915,449 | $ 47,859,151 |

**Project Titan**

**OEB Rate Forecast - Horizon Utilities**

| Year | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 | 2025 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| *Period* | *0* | *1* | *2* | *3* | *4* | *5* | *6* | *7* | *8* | *9* | *10* | *11* |
| *Flag - retesting years* | *1* | *1* | *1* | *1* | *1* | *1* | *0* | *0* | *0* | *0* | *0* | *0* |
| | ***Actual Results*** | ***Projected starts here >>>*** | | | | | | | | | | |
| ***Fixed Assets Continuity*** | | | | | | | | | | | | |
| **Total** | | $ 39,326,000 | $ 40,969,500 | $ 45,197,000 | $ 46,835,500 | $ 49,474,000 | $ 66,397,362 | $ 60,509,330 | $ 59,135,438 | $ 61,975,238 | $ 56,676,140 | $ 62,731,267 |
| Open - gross | | $ 473,937,735 | $ 511,584,675 | $ 550,246,812 | $ 593,234,590 | $ 637,759,333 | $ 684,790,132 | $ 748,807,024 | $ 807,004,577 | $ 863,903,196 | $ 923,723,151 | $ 978,332,449 |
| Addition | | $ 37,646,940 | $ 38,662,137 | $ 42,987,778 | $ 44,524,743 | $ 47,030,799 | $ 64,016,892 | $ 58,197,553 | $ 56,898,619 | $ 59,819,955 | $ 54,609,298 | $ 60,760,112 |
| End - gross | | $ 511,584,675 | $ 550,246,812 | $ 593,234,590 | $ 637,759,333 | $ 684,790,132 | $ 748,807,024 | $ 807,004,577 | $ 863,903,196 | $ 923,723,151 | $ 978,332,449 | $ 1,039,092,561 |
| Depreciation | | $ 23,453,790 | $ 24,332,950 | $ 24,643,983 | $ 23,514,657 | $ 23,800,265 | $ 25,280,782 | $ 28,001,030 | $ 29,016,701 | $ 30,104,463 | $ 30,658,454 | $ 30,396,817 |
| Accumulated depreciation | | $ 98,305,229 | $ 122,638,179 | $ 147,282,162 | $ 170,796,819 | $ 194,597,084 | $ 219,877,866 | $ 247,878,896 | $ 276,895,597 | $ 307,000,060 | $ 337,658,513 | $ 368,055,330 |
| **Total Fixed Assets** | **$ 399,086,296** | **$ 413,279,447** | **$ 427,608,633** | **$ 445,952,428** | **$ 466,962,515** | **$ 490,193,048** | **$ 528,929,158** | **$ 559,125,681** | **$ 587,007,599** | **$ 616,723,091** | **$ 640,673,935** | **$ 671,037,231** |
| ***Rate Base Calculation*** | | | | | | | | | | | | |
| **Net Fixed Assets** | | | | | | | | | | | | |
| Opening balance | $ 402,605,955 | $ 399,086,296 | $ 413,279,447 | $ 427,608,633 | $ 445,952,428 | $ 466,962,515 | $ 490,193,048 | $ 528,929,158 | $ 559,125,681 | $ 587,007,599 | $ 616,723,091 | $ 640,673,935 |
| Capital Additions | | $ 39,326,000 | $ 40,969,500 | $ 45,197,000 | $ 46,835,500 | $ 49,474,000 | $ 66,397,362 | $ 60,509,330 | $ 59,135,438 | $ 61,975,238 | $ 56,676,140 | $ 62,731,267 |
| Depreciation | | $ 25,132,850 | $ 26,640,313 | $ 26,853,205 | $ 25,825,414 | $ 26,243,466 | $ 27,661,252 | $ 30,312,807 | $ 31,253,520 | $ 32,259,746 | $ 32,725,296 | $ 32,367,972 |
| **Ending Balance** | **$ 399,086,296** | **$ 413,279,447** | **$ 427,608,633** | **$ 445,952,428** | **$ 466,962,515** | **$ 490,193,048** | **$ 528,929,158** | **$ 559,125,681** | **$ 587,007,599** | **$ 616,723,091** | **$ 640,673,935** | **$ 671,037,231** |
| *Growth (Y-o-Y)* | | *3.6%* | *3.5%* | *4.3%* | *4.7%* | *5.0%* | *7.9%* | *5.7%* | *5.0%* | *5.1%* | *3.9%* | *4.7%* |
| **Working Capital Allowance** | | | | | | | | | | | | |
| Estimated load growth adjusted for inflation | | 3.65% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% |
| Cost of power | $ 528,328,000 | $ 547,612,281 | $ 564,040,649 | $ 580,961,869 | $ 598,390,725 | $ 616,342,447 | $ 634,832,720 | $ 653,877,702 | $ 673,494,033 | $ 693,698,854 | $ 714,509,819 | $ 735,945,114 |
| OM&A | $ 62,049,000 | $ 59,900,000 | $ 60,800,000 | $ 61,700,000 | $ 62,600,000 | $ 63,600,000 | $ 64,800,000 | $ 66,100,000 | $ 67,400,000 | $ 68,800,000 | $ 70,200,000 | $ 71,600,000 |
| **Sum** | **$ 590,377,000** | **$ 607,512,281** | **$ 624,840,649** | **$ 642,661,869** | **$ 660,990,725** | **$ 679,942,447** | **$ 699,632,720** | **$ 719,977,702** | **$ 740,894,033** | **$ 762,498,854** | **$ 784,709,819** | **$ 807,545,114** |
| WCA rates | 12.0% | 12.0% | 12.0% | 12.0% | 12.0% | 12.0% | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% |
| **WCA** | **$ 70,845,240** | **$ 72,901,474** | **$ 74,980,878** | **$ 77,119,424** | **$ 79,318,887** | **$ 81,593,094** | **$ 52,472,454** | **$ 53,998,328** | **$ 55,567,052** | **$ 57,187,414** | **$ 58,853,236** | **$ 60,565,884** |
| | | | *3.4%* | *3.7%* | *4.3%* | *4.6%* | *0.3%* | *6.4%* | *5.1%* | *4.8%* | *4.3%* | *4.2%* |
| Rate Base | $ - | $ 479,084,345 | $ 495,424,918 | $ 513,899,955 | $ 535,776,358 | $ 560,170,875 | $ 562,033,557 | $ 598,025,747 | $ 628,633,692 | $ 659,052,759 | $ 687,551,750 | $ 716,421,466 |
| Rate Base per Customer | $ - | $ 1,986 | $ 2,039 | $ 2,098 | $ 2,170 | $ 2,252 | $ 2,242 | $ 2,367 | $ 2,469 | $ 2,569 | $ 2,659 | $ 2,750 |
| ***Distribution RR forecast*** | | | | | | | | | | | | |
| Deemed ROE | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% |
| MARE / NI | $ 17,334,000 | $ 17,821,938 | $ 18,429,807 | $ 19,117,078 | $ 19,930,881 | $ 20,838,357 | $ 20,907,648 | $ 22,246,558 | $ 23,385,173 | $ 24,516,763 | $ 25,576,925 | $ 26,650,879 |
| PILs | $ 1,407,000 | $ 3,641,122 | $ 4,045,567 | $ 4,196,432 | $ 4,375,071 | $ 4,574,273 | $ 4,589,484 | $ 4,883,391 | $ 5,133,331 | $ 5,381,728 | $ 5,614,447 | $ 5,850,193 |
| Interest expense - long term debt | $ 6,991,000 | $ 10,114,429 | $ 10,459,411 | $ 10,849,456 | $ 11,311,310 | $ 11,826,328 | $ 11,865,652 | $ 12,625,520 | $ 13,271,715 | $ 13,913,922 | $ 14,515,593 | $ 15,125,090 |
| Interest expense - short term debt | | $ 413,929 | $ 428,047 | $ 444,010 | $ 462,911 | $ 483,988 | $ 485,597 | $ 516,694 | $ 543,140 | $ 569,422 | $ 594,045 | $ 618,988 |
| OM&A | $ 62,049,000 | $ 59,900,000 | $ 60,800,000 | $ 61,700,000 | $ 62,600,000 | $ 63,600,000 | $ 64,800,000 | $ 66,100,000 | $ 67,400,000 | $ 68,800,000 | $ 70,200,000 | $ 71,600,000 |
| Depreciation | $ 20,680,766 | $ 25,132,850 | $ 26,640,313 | $ 26,853,205 | $ 25,825,414 | $ 26,243,466 | $ 27,661,252 | $ 30,312,807 | $ 31,253,520 | $ 32,259,746 | $ 32,725,296 | $ 32,367,972 |
| Other revenue (-) | $ 5,564,358 | $ 5,675,645 | $ 5,789,158 | $ 5,904,941 | $ 6,023,040 | $ 6,143,500 | $ 6,266,371 | $ 6,391,698 | $ 6,519,532 | $ 6,649,923 | $ 6,782,921 | $ 6,918,579 |
| **Total Distribution RR If Retested Every Year** | **$ 103,285,000** | **$ 111,348,622** | **$ 115,013,988** | **$ 117,255,240** | **$ 118,482,547** | **$ 121,422,911** | **$ 124,043,264** | **$ 130,293,271** | **$ 134,467,346** | **$ 138,791,658** | **$ 142,443,384** | **$ 145,294,542** |
| Total Distribution RR in Retesting Years | $ 103,285,000 | $ 111,348,622 | $ 115,013,988 | $ 117,255,240 | $ 118,482,547 | $ 121,422,911 | $ - | $ - | $ - | $ - | $ - | $ - |
| ***Revenue Allocation in Retesting Years*** | | | | | | | | | | | | |
| **Fixed Revenue** | | | | | | | | | | | | |
| Residential | $ 39,585,092 | $ 42,566,138 | $ 44,023,840 | $ 44,946,539 | $ 45,540,705 | $ 46,745,460 | $ - | $ - | $ - | $ - | $ - | $ - |
| General Service < 50 kW | $ 7,368,353 | $ 7,977,323 | $ 8,228,777 | $ 8,396,229 | $ 8,501,330 | $ 8,716,718 | $ - | $ - | $ - | $ - | $ - | $ - |
| General Service > 50kW to 4999 kW | $ 9,875,461 | $ 10,619,009 | $ 11,077,234 | $ 11,374,980 | $ 11,588,953 | $ 11,991,280 | $ - | $ - | $ - | $ - | $ - | $ - |
| Large User | $ 1,598,459 | $ 1,724,247 | $ 1,770,490 | $ 1,794,009 | $ 1,802,482 | $ 1,836,654 | $ - | $ - | $ - | $ - | $ - | $ - |
| Unmetered Scattered Load | $ 339,704 | $ 374,799 | $ 389,782 | $ 399,430 | $ 406,099 | $ 418,302 | $ - | $ - | $ - | $ - | $ - | $ - |
| Sentinal Lighting | $ 23,218 | $ 26,091 | $ 27,295 | $ 28,146 | $ 28,805 | $ 29,919 | $ - | $ - | $ - | $ - | $ - | $ - |
| Street Lighting | $ 1,556,276 | $ 1,679,007 | $ 1,734,276 | $ 1,768,072 | $ 1,786,578 | $ 1,830,915 | $ - | $ - | $ - | $ - | $ - | $ - |
| Embedded Distribution | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Distributed Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Energy from Waste Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Backup/Standby | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Super Use | $ 95,927 | $ 104,072 | $ 106,072 | $ 106,648 | $ 106,406 | $ 107,654 | $ - | $ - | $ - | $ - | $ - | $ - |
| **Total** | **$ 60,442,490** | **$ 65,070,685** | **$ 67,357,766** | **$ 68,814,053** | **$ 69,761,359** | **$ 71,676,901** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** |
| **Variable Revenue** | | | | | | | | | | | | |
| Residential | $ 23,852,555 | $ 25,824,186 | $ 26,617,752 | $ 27,071,630 | $ 27,231,275 | $ 27,832,492 | $ - | $ - | $ - | $ - | $ - | $ - |
| General Service < 50 kW | $ 5,139,461 | $ 5,506,996 | $ 5,699,417 | $ 5,803,380 | $ 5,846,906 | $ 5,987,597 | $ - | $ - | $ - | $ - | $ - | $ - |
| General Service > 50kW to 4999 kW | $ 11,339,278 | $ 12,251,998 | $ 12,546,639 | $ 12,709,246 | $ 12,747,362 | $ 12,948,986 | $ - | $ - | $ - | $ - | $ - | $ - |
| Large User | $ 704,796 | $ 758,827 | $ 794,322 | $ 820,783 | $ 839,679 | $ 871,077 | $ - | $ - | $ - | $ - | $ - | $ - |
| Unmetered Scattered Load | $ 176,721 | $ 181,944 | $ 185,288 | $ 186,846 | $ 186,314 | $ 188,813 | $ - | $ - | $ - | $ - | $ - | $ - |
| Sentinal Lighting | $ 18,096 | $ 18,448 | $ 18,710 | $ 18,756 | $ 18,588 | $ 18,651 | $ - | $ - | $ - | $ - | $ - | $ - |
| Street Lighting | $ 726,323 | $ 781,798 | $ 807,533 | $ 823,269 | $ 831,886 | $ 852,531 | $ - | $ - | $ - | $ - | $ - | $ - |
| Embedded Distribution | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Distributed Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Energy from Waste Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Backup/Standby | $ 661,024 | $ 712,631 | $ 736,090 | $ 750,434 | $ 758,288 | $ 777,107 | $ - | $ - | $ - | $ - | $ - | $ - |
| Super Use | $ 224,257 | $ 241,109 | $ 250,472 | $ 256,843 | $ 260,890 | $ 268,757 | $ - | $ - | $ - | $ - | $ - | $ - |
| **Total** | **$ 42,842,510** | **$ 46,277,937** | **$ 47,656,222** | **$ 48,441,187** | **$ 48,721,188** | **$ 49,746,010** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** |

**Project Titan**
**OEB Rate Forecast - Horizon Utilities**

| Year | 2026 | 2027 | 2028 | 2029 | 2030 | 2031 | 2032 | 2033 | 2034 | 2035 | 2036 | 2037 | 2038 | 2039 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| *Period* | *12* | *13* | *14* | *15* | *16* | *17* | *18* | *19* | *20* | *21* | *22* | *23* | *24* | *25* |
| *Flag - retesting years* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* |

## *Fixed Assets Continuity*

| | 2026 | 2027 | 2028 | 2029 | 2030 | 2031 | 2032 | 2033 | 2034 | 2035 | 2036 | 2037 | 2038 | 2039 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| **Total** | $ 60,768,321 | $ 61,552,899 | $ 67,272,697 | $ 66,317,301 | $ 88,515,912 | $ 70,162,225 | $ 69,459,092 | $ 71,076,893 | $ 71,262,716 | $ 79,791,585 | $ 73,218,099 | $ 75,827,306 | $ 75,830,668 | $ 78,069,429 |
| Open - gross | $ 1,039,092,561 | $ 1,097,993,015 | $ 1,157,789,307 | $ 1,223,425,014 | $ 1,288,233,699 | $ 1,375,378,545 | $ 1,444,316,866 | $ 1,512,709,279 | $ 1,582,887,252 | $ 1,653,429,833 | $ 1,732,691,604 | $ 1,805,582,278 | $ 1,881,297,168 | $ 1,957,017,668 |
| Addition | $ 58,900,454 | $ 59,796,292 | $ 65,635,707 | $ 64,808,685 | $ 87,144,847 | $ 68,938,321 | $ 68,392,412 | $ 70,177,973 | $ 70,542,581 | $ 79,261,771 | $ 72,890,674 | $ 75,714,890 | $ 75,720,500 | $ 77,961,465 |
| End - gross | $ 1,097,993,015 | $ 1,157,789,307 | $ 1,223,425,014 | $ 1,288,233,699 | $ 1,375,378,545 | $ 1,444,316,866 | $ 1,512,709,279 | $ 1,582,887,252 | $ 1,653,429,833 | $ 1,732,691,604 | $ 1,805,582,278 | $ 1,881,297,168 | $ 1,957,017,668 | $ 2,034,979,133 |
| Depreciation | $ 30,566,873 | $ 31,880,622 | $ 32,817,538 | $ 34,111,930 | $ 37,151,613 | $ 40,354,351 | $ 41,917,916 | $ 43,374,231 | $ 44,353,423 | $ 44,934,504 | $ 44,268,582 | $ 45,188,998 | $ 47,025,475 | $ 48,722,055 |
| Accumulated depreciation | $ 398,622,203 | $ 430,502,825 | $ 463,320,363 | $ 497,432,293 | $ 534,583,906 | $ 574,938,257 | $ 616,856,174 | $ 660,230,404 | $ 704,583,827 | $ 749,518,330 | $ 793,786,912 | $ 838,975,909 | $ 886,001,385 | $ 934,723,440 |
| **Total Fixed Assets** | **$ 699,370,812** | **$ 727,286,482** | **$ 760,104,651** | **$ 790,801,406** | **$ 840,794,639** | **$ 869,378,609** | **$ 895,853,105** | **$ 922,656,848** | **$ 948,846,007** | **$ 983,173,274** | **$ 1,011,795,366** | **$ 1,042,321,259** | **$ 1,071,016,283** | **$ 1,100,255,693** |

## *Rate Base Calculation*

| | 2026 | 2027 | 2028 | 2029 | 2030 | 2031 | 2032 | 2033 | 2034 | 2035 | 2036 | 2037 | 2038 | 2039 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| **Net Fixed Assets** | | | | | | | | | | | | | | |
| Opening balance | $ 671,037,231 | $ 699,370,812 | $ 727,286,482 | $ 760,104,651 | $ 790,801,406 | $ 840,794,639 | $ 869,378,609 | $ 895,853,105 | $ 922,656,848 | $ 948,846,007 | $ 983,173,274 | $ 1,011,795,366 | $ 1,042,321,259 | $ 1,071,016,283 |
| Capital Additions | $ 60,768,321 | $ 61,552,899 | $ 67,272,697 | $ 66,317,301 | $ 88,515,912 | $ 70,162,225 | $ 69,459,092 | $ 71,076,893 | $ 71,262,716 | $ 79,791,585 | $ 73,218,099 | $ 75,827,306 | $ 75,830,668 | $ 78,069,429 |
| Depreciation | $ 32,434,740 | $ 33,637,229 | $ 34,454,528 | $ 35,620,546 | $ 38,522,678 | $ 41,578,255 | $ 42,984,596 | $ 44,273,151 | $ 45,073,558 | $ 45,464,318 | $ 44,596,007 | $ 45,301,414 | $ 47,135,643 | $ 48,830,020 |
| **Ending Balance** | **$ 699,370,812** | **$ 727,286,482** | **$ 760,104,651** | **$ 790,801,406** | **$ 840,794,639** | **$ 869,378,609** | **$ 895,853,105** | **$ 922,656,848** | **$ 948,846,007** | **$ 983,173,274** | **$ 1,011,795,366** | **$ 1,042,321,259** | **$ 1,071,016,283** | **$ 1,100,255,693** |
| *Growth (Y-o-Y)* | *4.2%* | *4.0%* | *4.5%* | *4.0%* | *6.3%* | *3.4%* | *3.0%* | *3.0%* | *2.8%* | *3.6%* | *2.9%* | *3.0%* | *2.8%* | *2.7%* |
| **Working Capital Allowance** | | | | | | | | | | | | | | |
| Estimated load growth adjusted for inflation | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% |
| Cost of power | $ 758,023,467 | $ 780,764,171 | $ 804,187,096 | $ 828,312,709 | $ 853,162,091 | $ 878,756,953 | $ 905,119,662 | $ 932,273,252 | $ 960,241,449 | $ 989,048,693 | $ 1,018,720,154 | $ 1,049,281,758 | $ 1,080,760,211 | $ 1,113,183,017 |
| OM&A | $ 73,000,000 | $ 74,500,000 | $ 75,900,000 | $ 77,500,000 | $ 79,000,000 | $ 80,600,000 | $ 82,200,000 | $ 83,900,000 | $ 85,500,000 | $ 87,200,000 | $ 89,000,000 | $ 90,800,000 | $ 92,616,000 | $ 94,468,320 |
| **Sum** | **$ 831,023,467** | **$ 855,264,171** | **$ 880,087,096** | **$ 905,812,709** | **$ 932,162,091** | **$ 959,356,953** | **$ 987,319,662** | **$ 1,016,173,252** | **$ 1,045,741,449** | **$ 1,076,248,693** | **$ 1,107,720,154** | **$ 1,140,081,758** | **$ 1,173,376,211** | **$ 1,207,651,337** |
| WCA rates | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% | 7.5% |
| **WCA** | **$ 62,326,760** | **$ 64,144,813** | **$ 66,006,532** | **$ 67,935,953** | **$ 69,912,157** | **$ 71,951,772** | **$ 74,048,975** | **$ 76,212,994** | **$ 78,430,609** | **$ 80,718,652** | **$ 83,079,012** | **$ 85,506,132** | **$ 88,003,216** | **$ 90,573,850** |
| | *4.3%* | *4.0%* | *4.1%* | *4.2%* | *5.0%* | *4.7%* | *3.2%* | *3.0%* | *2.9%* | *3.2%* | *3.2%* | *3.0%* | *2.9%* | *2.8%* |
| Rate Base | $ 747,530,781 | $ 777,473,460 | $ 809,702,099 | $ 843,388,982 | $ 885,710,179 | $ 927,038,396 | $ 956,664,832 | $ 985,467,970 | $ 1,014,182,036 | $ 1,046,728,292 | $ 1,080,563,331 | $ 1,112,564,444 | $ 1,144,671,987 | $ 1,176,209,838 |
| Rate Base per Customer | $ 2,847 | $ 2,939 | $ 3,037 | $ 3,139 | $ 3,272 | $ 3,398 | $ 3,480 | $ 3,557 | $ 3,633 | $ 3,721 | $ 3,812 | $ 3,895 | $ 3,976 | $ 4,055 |

## *Distribution RR forecast*

| | 2026 | 2027 | 2028 | 2029 | 2030 | 2031 | 2032 | 2033 | 2034 | 2035 | 2036 | 2037 | 2038 | 2039 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| Deemed ROE | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% | 9.30% |
| MARE / NI | $ 27,808,145 | $ 28,922,013 | $ 30,120,918 | $ 31,374,070 | $ 32,948,419 | $ 34,485,828 | $ 35,587,932 | $ 36,659,408 | $ 37,727,572 | $ 38,938,292 | $ 40,196,956 | $ 41,387,397 | $ 42,581,798 | $ 43,755,006 |
| PILs | $ 6,104,227 | $ 6,348,734 | $ 6,611,909 | $ 6,886,991 | $ 7,232,580 | $ 7,570,060 | $ 7,811,985 | $ 8,047,187 | $ 8,281,662 | $ 8,547,430 | $ 8,823,722 | $ 9,085,038 | $ 9,347,224 | $ 9,604,757 |
| Interest expense - long term debt | $ 15,781,870 | $ 16,414,020 | $ 17,094,431 | $ 17,805,628 | $ 18,699,113 | $ 19,571,635 | $ 20,197,108 | $ 20,805,200 | $ 21,411,411 | $ 22,098,528 | $ 22,812,853 | $ 23,488,461 | $ 24,166,315 | $ 24,832,142 |
| Interest expense - short term debt | $ 645,867 | $ 671,737 | $ 699,583 | $ 728,688 | $ 765,254 | $ 800,961 | $ 826,558 | $ 851,444 | $ 876,253 | $ 904,373 | $ 933,607 | $ 961,256 | $ 988,997 | $ 1,016,245 |
| OM&A | $ 73,000,000 | $ 74,500,000 | $ 75,900,000 | $ 77,500,000 | $ 79,000,000 | $ 80,600,000 | $ 82,200,000 | $ 83,900,000 | $ 85,500,000 | $ 87,200,000 | $ 89,000,000 | $ 90,800,000 | $ 92,616,000 | $ 94,468,320 |
| Depreciation | $ 32,434,740 | $ 33,637,229 | $ 34,454,528 | $ 35,620,546 | $ 38,522,678 | $ 41,578,255 | $ 42,984,596 | $ 44,273,151 | $ 45,073,558 | $ 45,464,318 | $ 44,596,007 | $ 45,301,414 | $ 47,135,643 | $ 48,830,020 |
| Other revenue (-) | $ 7,056,951 | $ 7,198,090 | $ 7,342,052 | $ 7,488,893 | $ 7,638,671 | $ 7,791,444 | $ 7,947,273 | $ 8,106,218 | $ 8,268,343 | $ 8,433,710 | $ 8,602,384 | $ 8,774,432 | $ 8,949,920 | $ 9,128,919 |
| **Total Distribution RR If Retested Every Year** | **$ 148,717,897** | **$ 153,295,643** | **$ 157,539,317** | **$ 162,427,031** | **$ 169,529,373** | **$ 176,815,295** | **$ 181,660,906** | **$ 186,430,172** | **$ 190,602,113** | **$ 194,719,231** | **$ 197,760,760** | **$ 202,249,134** | **$ 207,886,056** | **$ 213,377,572** |
| Total Distribution RR in Retesting Years | $ 148,717,897 | $ 153,295,643 | $ 157,539,317 | $ 162,427,031 | $ 169,529,373 | $ 176,815,295 | $ 181,660,906 | $ 186,430,172 | $ 190,602,113 | $ 194,719,231 | $ 197,760,760 | $ 202,249,134 | $ 207,886,056 | $ 213,377,572 |

## *Revenue Allocation in Retesting Years*

| | 2026 | 2027 | 2028 | 2029 | 2030 | 2031 | 2032 | 2033 | 2034 | 2035 | 2036 | 2037 | 2038 | 2039 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| **Fixed Revenue** | | | | | | | | | | | | | | |
| Residential | $ 57,253,499 | $ 59,015,842 | $ 60,649,574 | $ 62,531,249 | $ 65,265,513 | $ 68,070,451 | $ 69,935,918 | $ 71,771,992 | $ 73,378,108 | $ 74,963,119 | $ 76,134,048 | $ 77,861,985 | $ 80,032,090 | $ 82,146,217 |
| General Service < 50 kW | $ 10,676,172 | $ 11,004,800 | $ 11,309,445 | $ 11,660,325 | $ 12,170,188 | $ 12,693,231 | $ 13,041,088 | $ 13,383,464 | $ 13,682,960 | $ 13,978,520 | $ 14,196,865 | $ 14,519,077 | $ 14,923,741 | $ 15,317,966 |
| General Service > 50kW to 4999 kW | $ 14,686,832 | $ 15,138,914 | $ 15,558,003 | $ 16,040,696 | $ 16,742,097 | $ 17,461,628 | $ 17,940,163 | $ 18,411,158 | $ 18,823,163 | $ 19,229,755 | $ 19,530,125 | $ 19,973,380 | $ 20,530,062 | $ 21,072,384 |
| Large User | $ 2,249,520 | $ 2,318,764 | $ 2,382,954 | $ 2,456,886 | $ 2,564,317 | $ 2,674,524 | $ 2,747,819 | $ 2,819,960 | $ 2,883,065 | $ 2,945,341 | $ 2,991,347 | $ 3,059,239 | $ 3,144,503 | $ 3,227,568 |
| Unmetered Scattered Load | $ 512,333 | $ 528,103 | $ 542,723 | $ 559,561 | $ 584,029 | $ 609,129 | $ 625,822 | $ 642,252 | $ 656,624 | $ 670,808 | $ 681,286 | $ 696,748 | $ 716,167 | $ 735,086 |
| Sentinal Lighting | $ 36,644 | $ 37,772 | $ 38,818 | $ 40,022 | $ 41,772 | $ 43,567 | $ 44,761 | $ 45,936 | $ 46,964 | $ 47,979 | $ 48,728 | $ 49,834 | $ 51,223 | $ 52,576 |
| Street Lighting | $ 2,242,492 | $ 2,311,519 | $ 2,375,509 | $ 2,449,210 | $ 2,556,305 | $ 2,666,168 | $ 2,739,234 | $ 2,811,149 | $ 2,874,057 | $ 2,936,138 | $ 2,982,001 | $ 3,049,680 | $ 3,134,679 | $ 3,217,484 |
| Embedded Distribution | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Distributed Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Energy from Waste Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Backup/Standby | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Super Use | $ 131,853 | $ 135,912 | $ 139,674 | $ 144,008 | $ 150,305 | $ 156,764 | $ 161,061 | $ 165,289 | $ 168,988 | $ 172,638 | $ 175,335 | $ 179,314 | $ 184,312 | $ 189,181 |
| **Total** | **$ 87,789,347** | **$ 90,491,626** | **$ 92,996,700** | **$ 95,881,956** | **$ 100,074,525** | **$ 104,375,462** | **$ 107,235,865** | **$ 110,051,200** | **$ 112,513,929** | **$ 114,944,297** | **$ 116,739,735** | **$ 119,389,258** | **$ 122,716,777** | **$ 125,958,462** |
| **Variable Revenue** | | | | | | | | | | | | | | |
| Residential | $ 34,089,033 | $ 35,138,341 | $ 36,111,074 | $ 37,231,433 | $ 38,859,428 | $ 40,529,503 | $ 41,640,211 | $ 42,733,420 | $ 43,689,710 | $ 44,633,433 | $ 45,330,611 | $ 46,359,433 | $ 47,651,525 | $ 48,910,288 |
| General Service < 50 kW | $ 7,333,565 | $ 7,559,302 | $ 7,768,566 | $ 8,009,589 | $ 8,359,819 | $ 8,719,102 | $ 8,958,048 | $ 9,193,230 | $ 9,398,956 | $ 9,601,979 | $ 9,751,963 | $ 9,973,293 | $ 10,251,261 | $ 10,522,058 |
| General Service > 50kW to 4999 kW | $ 15,859,824 | $ 16,348,011 | $ 16,800,572 | $ 17,321,816 | $ 18,079,236 | $ 18,856,234 | $ 19,372,988 | $ 19,881,600 | $ 20,326,511 | $ 20,765,575 | $ 21,089,935 | $ 21,568,592 | $ 22,169,734 | $ 22,755,369 |
| Large User | $ 1,066,889 | $ 1,099,729 | $ 1,130,173 | $ 1,165,237 | $ 1,216,188 | $ 1,268,457 | $ 1,303,219 | $ 1,337,433 | $ 1,367,362 | $ 1,396,898 | $ 1,418,718 | $ 1,450,917 | $ 1,491,356 | $ 1,530,751 |
| Unmetered Scattered Load | $ 231,256 | $ 238,375 | $ 244,974 | $ 252,574 | $ 263,618 | $ 274,948 | $ 282,483 | $ 289,899 | $ 296,386 | $ 302,788 | $ 307,518 | $ 314,497 | $ 323,263 | $ 331,802 |
| Sentinal Lighting | $ 22,843 | $ 23,546 | $ 24,198 | $ 24,949 | $ 26,040 | $ 27,159 | $ 27,903 | $ 28,636 | $ 29,276 | $ 29,909 | $ 30,376 | $ 31,065 | $ 31,931 | $ 32,775 |
| Street Lighting | $ 1,044,174 | $ 1,076,315 | $ 1,106,110 | $ 1,140,428 | $ 1,190,295 | $ 1,241,450 | $ 1,275,472 | $ 1,308,958 | $ 1,338,250 | $ 1,367,157 | $ 1,388,512 | $ 1,420,026 | $ 1,459,603 | $ 1,498,160 |
| Embedded Distribution | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Distributed Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Energy from Waste Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Backup/Standby | $ 951,795 | $ 981,092 | $ 1,008,252 | $ 1,039,533 | $ 1,084,988 | $ 1,131,618 | $ 1,162,630 | $ 1,193,153 | $ 1,219,854 | $ 1,246,203 | $ 1,265,669 | $ 1,294,394 | $ 1,330,471 | $ 1,365,616 |
| Super Use | $ 329,172 | $ 339,305 | $ 348,698 | $ 359,516 | $ 375,236 | $ 391,363 | $ 402,088 | $ 412,645 | $ 421,879 | $ 430,992 | $ 437,724 | $ 447,658 | $ 460,135 | $ 472,290 |
| **Total** | **$ 60,928,551** | **$ 62,804,017** | **$ 64,542,617** | **$ 66,545,074** | **$ 69,454,848** | **$ 72,439,833** | **$ 74,425,042** | **$ 76,378,972** | **$ 78,088,184** | **$ 79,774,935** | **$ 81,021,025** | **$ 82,859,877** | **$ 85,169,279** | **$ 87,419,110** |

**Project Titan**

**OEB Rate Forecast - Horizon Utilities**

| Year | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 | 2025 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| *Period* | *0* | *1* | *2* | *3* | *4* | *5* | *6* | *7* | *8* | *9* | *10* | *11* |
| *Flag - retesting years* | *1* | *1* | *1* | *1* | *1* | *1* | *0* | *0* | *0* | *0* | *0* | *0* |
| ***Rate Design*** | | | | | | | | | | | | |
| **Fixed Monthly Rate in Retesting Years** | | | | | | | | | | | | |
| Residential | $ 15.01 | $ 16.08 | $ 16.50 | $ 16.71 | $ 16.79 | $ 17.10 | $ - | $ - | $ - | $ - | $ - | $ - |
| General Service < 50 kW | $ 33.37 | $ 36.07 | $ 37.08 | $ 37.69 | $ 38.01 | $ 38.83 | $ - | $ - | $ - | $ - | $ - | $ - |
| General Service > 50kW to 4999 kW | $ 377.68 | $ 402.93 | $ 414.03 | $ 419.83 | $ 422.37 | $ 431.38 | $ - | $ - | $ - | $ - | $ - | $ - |
| Large User | $ 19,029.28 | $ 20,526.75 | $ 21,077.26 | $ 21,357.25 | $ 21,458.12 | $ 21,864.93 | $ - | $ - | $ - | $ - | $ - | $ - |
| Unmetered Scattered Load | $ 9.30 | $ 10.26 | $ 10.67 | $ 10.94 | $ 11.12 | $ 11.46 | $ - | $ - | $ - | $ - | $ - | $ - |
| Sentinal Lighting | $ 4.79 | $ 5.38 | $ 5.63 | $ 5.81 | $ 5.94 | $ 6.17 | $ - | $ - | $ - | $ - | $ - | $ - |
| Street Lighting | $ 2.48 | $ 2.67 | $ 2.76 | $ 2.81 | $ 2.84 | $ 2.91 | $ - | $ - | $ - | $ - | $ - | $ - |
| Embedded Distribution | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Distributed Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Energy from Waste Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Backup/Standby | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Super Use | $ 1,998.48 | $ 2,168.17 | $ 2,209.83 | $ 2,221.84 | $ 2,216.78 | $ 2,242.78 | $ - | $ - | $ - | $ - | $ - | $ - |
| | **$ 21,470.38** | **$ 23,168.31** | **$ 23,773.76** | **$ 24,072.88** | **$ 24,171.98** | **$ 24,615.56** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** |
| **Variable Rate in Retesting Years** | | | | | | | | | | | | |
| Residential | $ 0.01 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ - | $ - | $ - | $ - | $ - | $ - |
| General Service < 50 kW | $ 0.01 | $ 0.01 | $ 0.01 | $ 0.01 | $ 0.01 | $ 0.01 | $ - | $ - | $ - | $ - | $ - | $ - |
| General Service > 50kW to 4999 kW | $ 2.22 | $ 2.38 | $ 2.40 | $ 2.40 | $ 2.37 | $ 2.38 | $ - | $ - | $ - | $ - | $ - | $ - |
| Large User | $ 1.13 | $ 1.21 | $ 1.27 | $ 1.31 | $ 1.34 | $ 1.39 | $ - | $ - | $ - | $ - | $ - | $ - |
| Unmetered Scattered Load | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ - | $ - | $ - | $ - | $ - | $ - |
| Sentinal Lighting | $ 14.58 | $ 14.87 | $ 15.08 | $ 15.11 | $ 14.98 | $ 15.03 | $ - | $ - | $ - | $ - | $ - | $ - |
| Street Lighting | $ 6.60 | $ 7.11 | $ 7.34 | $ 7.48 | $ 7.56 | $ 7.75 | $ - | $ - | $ - | $ - | $ - | $ - |
| Embedded Distribution | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Distributed Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Energy from Waste Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Backup/Standby | $ 2.27 | $ 2.45 | $ 2.53 | $ 2.58 | $ 2.61 | $ 2.67 | $ - | $ - | $ - | $ - | $ - | $ - |
| Super Use | $ 0.12 | $ 0.13 | $ 0.13 | $ 0.14 | $ 0.14 | $ 0.14 | $ - | $ - | $ - | $ - | $ - | $ - |
| **Total** | **$ 26.95** | **$ 28.18** | **$ 28.79** | **$ 29.06** | **$ 29.04** | **$ 29.41** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** |
| **Fixed Monthly Rate** | | | | | | | | | | | | |
| Residential | $ 15.01 | $ 16.08 | $ 16.50 | $ 16.71 | $ 16.79 | $ 17.10 | $ 17.33 | $ 17.55 | $ 17.78 | $ 18.01 | $ 18.24 | $ 18.48 |
| General Service < 50 kW | $ 33.37 | $ 36.07 | $ 37.08 | $ 37.69 | $ 38.01 | $ 38.83 | $ 39.33 | $ 39.84 | $ 40.36 | $ 40.88 | $ 41.42 | $ 41.95 |
| General Service > 50kW to 4999 kW | $ 377.68 | $ 402.93 | $ 414.03 | $ 419.83 | $ 422.37 | $ 431.38 | $ 436.99 | $ 442.67 | $ 448.42 | $ 454.25 | $ 460.16 | $ 466.14 |
| Large User | $ 19,029.28 | $ 20,526.75 | $ 21,077.26 | $ 21,357.25 | $ 21,458.12 | $ 21,864.93 | $ 22,149.17 | $ 22,437.11 | $ 22,728.79 | $ 23,024.27 | $ 23,323.58 | $ 23,626.79 |
| Unmetered Scattered Load | $ 9.30 | $ 10.26 | $ 10.67 | $ 10.94 | $ 11.12 | $ 11.46 | $ 11.60 | $ 11.76 | $ 11.91 | $ 12.06 | $ 12.22 | $ 12.38 |
| Sentinal Lighting | $ 4.79 | $ 5.38 | $ 5.63 | $ 5.81 | $ 5.94 | $ 6.17 | $ 6.25 | $ 6.33 | $ 6.42 | $ 6.50 | $ 6.58 | $ 6.67 |
| Street Lighting | $ 2.48 | $ 2.67 | $ 2.76 | $ 2.81 | $ 2.84 | $ 2.91 | $ 2.95 | $ 2.99 | $ 3.03 | $ 3.07 | $ 3.11 | $ 3.15 |
| Embedded Distribution | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Distributed Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Energy from Waste Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Backup/Standby | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Super Use | $ 1,998.48 | $ 2,168.17 | $ 2,209.83 | $ 2,221.84 | $ 2,216.78 | $ 2,242.78 | $ 2,271.94 | $ 2,301.47 | $ 2,331.39 | $ 2,361.70 | $ 2,392.40 | $ 2,423.50 |
| **Total** | **$ 21,470.38** | **$ 23,168.31** | **$ 23,773.76** | **$ 24,072.88** | **$ 24,171.98** | **$ 24,615.56** | **$ 24,935.56** | **$ 25,259.72** | **$ 25,588.10** | **$ 25,920.74** | **$ 26,257.71** | **$ 26,599.06** |
| **Variable Rate** | | | | | | | | | | | | |
| Residential | $ 0.01 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 |
| General Service < 50 kW | $ 0.01 | $ 0.01 | $ 0.01 | $ 0.01 | $ 0.01 | $ 0.01 | $ 0.01 | $ 0.01 | $ 0.01 | $ 0.01 | $ 0.01 | $ 0.01 |
| General Service > 50kW to 4999 kW | $ 2.22 | $ 2.38 | $ 2.40 | $ 2.40 | $ 2.37 | $ 2.38 | $ 2.41 | $ 2.44 | $ 2.47 | $ 2.51 | $ 2.54 | $ 2.57 |
| Large User | $ 1.13 | $ 1.21 | $ 1.27 | $ 1.31 | $ 1.34 | $ 1.39 | $ 1.41 | $ 1.43 | $ 1.45 | $ 1.46 | $ 1.48 | $ 1.50 |
| Unmetered Scattered Load | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 |
| Sentinal Lighting | $ 14.58 | $ 14.87 | $ 15.08 | $ 15.11 | $ 14.98 | $ 15.03 | $ 15.22 | $ 15.42 | $ 15.62 | $ 15.83 | $ 16.03 | $ 16.24 |
| Street Lighting | $ 6.60 | $ 7.11 | $ 7.34 | $ 7.48 | $ 7.56 | $ 7.75 | $ 7.85 | $ 7.95 | $ 8.06 | $ 8.16 | $ 8.27 | $ 8.37 |
| Embedded Distribution | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Distributed Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Energy from Waste Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Backup/Standby | $ 2.27 | $ 2.45 | $ 2.53 | $ 2.58 | $ 2.61 | $ 2.67 | $ 2.71 | $ 2.74 | $ 2.78 | $ 2.81 | $ 2.85 | $ 2.89 |
| Super Use | $ 0.12 | $ 0.13 | $ 0.13 | $ 0.14 | $ 0.14 | $ 0.14 | $ 0.14 | $ 0.15 | $ 0.15 | $ 0.15 | $ 0.15 | $ 0.15 |
| **Total** | **$ 26.95** | **$ 28.18** | **$ 28.79** | **$ 29.06** | **$ 29.04** | **$ 29.41** | **$ 29.79** | **$ 30.18** | **$ 30.57** | **$ 30.96** | **$ 31.37** | **$ 31.78** |
| **OM&A Regulatory Adjustment** | | | | | | | | | | | | |
| *OM&A Inflation Rate* | *–* | *(3.5%)* | *1.5%* | *1.5%* | *1.5%* | *1.6%* | *1.9%* | *2.0%* | *2.0%* | *2.1%* | *2.0%* | *2.0%* |
| Unadjusted OM&A | $ 62,049,000 | $ 59,900,000 | $ 60,800,000 | $ 61,700,000 | $ 62,600,000 | $ 63,600,000 | $ 64,800,000 | $ 66,100,000 | $ 67,400,000 | $ 68,800,000 | $ 70,200,000 | $ 71,600,000 |
| Regulatory Adjustment | | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Adjusted OM&A | $ 62,049,000 | $ 59,900,000 | $ 60,800,000 | $ 61,700,000 | $ 62,600,000 | $ 63,600,000 | $ 64,800,000 | $ 66,100,000 | $ 67,400,000 | $ 68,800,000 | $ 70,200,000 | $ 71,600,000 |

**Project Titan**

**OEB Rate Forecast - Horizon Utilities**

| Year | 2026 | 2027 | 2028 | 2029 | 2030 | 2031 | 2032 | 2033 | 2034 | 2035 | 2036 | 2037 | 2038 | 2039 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| *Period* | *12* | *13* | *14* | *15* | *16* | *17* | *18* | *19* | *20* | *21* | *22* | *23* | *24* | *25* |
| *Flag - retesting years* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* |
| ***Rate Design*** | | | | | | | | | | | | | | |
| **Fixed Monthly Rate in Retesting Years** | | | | | | | | | | | | | | |
| Residential | $ 19.85 | $ 20.31 | $ 20.71 | $ 21.19 | $ 21.94 | $ 22.71 | $ 23.16 | $ 23.58 | $ 23.93 | $ 24.26 | $ 24.45 | $ 24.81 | $ 25.31 | $ 25.78 |
| General Service < 50 kW | $ 45.06 | $ 46.10 | $ 47.01 | $ 48.10 | $ 49.82 | $ 51.56 | $ 52.57 | $ 53.54 | $ 54.32 | $ 55.06 | $ 55.50 | $ 56.32 | $ 57.45 | $ 58.52 |
| General Service > 50kW to 4999 kW | $ 500.70 | $ 512.16 | $ 522.32 | $ 534.40 | $ 553.50 | $ 572.87 | $ 584.07 | $ 594.82 | $ 603.48 | $ 611.80 | $ 616.60 | $ 625.77 | $ 638.29 | $ 650.14 |
| Large User | $ 25,378.49 | $ 25,959.56 | $ 26,474.12 | $ 27,086.68 | $ 28,054.82 | $ 29,036.71 | $ 29,604.25 | $ 30,149.06 | $ 30,587.95 | $ 31,009.62 | $ 31,253.08 | $ 31,717.89 | $ 32,352.52 | $ 32,953.11 |
| Unmetered Scattered Load | $ 13.30 | $ 13.60 | $ 13.87 | $ 14.19 | $ 14.70 | $ 15.21 | $ 15.51 | $ 15.80 | $ 16.03 | $ 16.25 | $ 16.37 | $ 16.62 | $ 16.95 | $ 17.26 |
| Sentinal Lighting | $ 7.16 | $ 7.33 | $ 7.47 | $ 7.65 | $ 7.92 | $ 8.20 | $ 8.36 | $ 8.51 | $ 8.63 | $ 8.75 | $ 8.82 | $ 8.95 | $ 9.13 | $ 9.30 |
| Street Lighting | $ 3.38 | $ 3.46 | $ 3.53 | $ 3.61 | $ 3.74 | $ 3.87 | $ 3.94 | $ 4.02 | $ 4.07 | $ 4.13 | $ 4.16 | $ 4.22 | $ 4.31 | $ 4.39 |
| Embedded Distribution | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Distributed Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Energy from Waste Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Backup/Standby | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Super Use | $ 2,603.18 | $ 2,662.79 | $ 2,715.57 | $ 2,778.40 | $ 2,877.71 | $ 2,978.42 | $ 3,036.64 | $ 3,092.52 | $ 3,137.54 | $ 3,180.79 | $ 3,205.77 | $ 3,253.44 | $ 3,318.54 | $ 3,380.15 |
| | **$ 28,571.13** | **$ 29,225.30** | **$ 29,804.59** | **$ 30,494.22** | **$ 31,584.15** | **$ 32,689.56** | **$ 33,328.49** | **$ 33,941.84** | **$ 34,435.94** | **$ 34,910.66** | **$ 35,184.74** | **$ 35,708.04** | **$ 36,422.49** | **$ 37,098.65** |
| **Variable Rate in Retesting Years** | | | | | | | | | | | | | | |
| Residential | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 |
| General Service < 50 kW | $ 0.01 | $ 0.01 | $ 0.01 | $ 0.01 | $ 0.01 | $ 0.01 | $ 0.01 | $ 0.01 | $ 0.01 | $ 0.01 | $ 0.01 | $ 0.01 | $ 0.01 | $ 0.02 |
| General Service > 50kW to 4999 kW | $ 2.76 | $ 2.83 | $ 2.88 | $ 2.95 | $ 3.05 | $ 3.16 | $ 3.22 | $ 3.28 | $ 3.33 | $ 3.38 | $ 3.40 | $ 3.45 | $ 3.52 | $ 3.59 |
| Large User | $ 1.61 | $ 1.65 | $ 1.68 | $ 1.72 | $ 1.78 | $ 1.85 | $ 1.88 | $ 1.92 | $ 1.95 | $ 1.97 | $ 1.99 | $ 2.02 | $ 2.06 | $ 2.10 |
| Unmetered Scattered Load | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 |
| Sentinal Lighting | $ 17.44 | $ 17.84 | $ 18.20 | $ 18.62 | $ 19.28 | $ 19.96 | $ 20.35 | $ 20.72 | $ 21.02 | $ 21.31 | $ 21.48 | $ 21.80 | $ 22.24 | $ 22.65 |
| Street Lighting | $ 9.00 | $ 9.20 | $ 9.38 | $ 9.60 | $ 9.94 | $ 10.29 | $ 10.49 | $ 10.69 | $ 10.84 | $ 10.99 | $ 11.08 | $ 11.24 | $ 11.47 | $ 11.68 |
| Embedded Distribution | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Distributed Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Energy from Waste Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Backup/Standby | $ 3.27 | $ 3.37 | $ 3.47 | $ 3.57 | $ 3.73 | $ 3.89 | $ 4.00 | $ 4.10 | $ 4.19 | $ 4.28 | $ 4.35 | $ 4.45 | $ 4.57 | $ 4.69 |
| Super Use | $ 0.17 | $ 0.17 | $ 0.17 | $ 0.18 | $ 0.18 | $ 0.19 | $ 0.19 | $ 0.20 | $ 0.20 | $ 0.20 | $ 0.20 | $ 0.21 | $ 0.21 | $ 0.21 |
| **Total** | **$ 34.30** | **$ 35.11** | **$ 35.84** | **$ 36.69** | **$ 38.03** | **$ 39.39** | **$ 40.19** | **$ 40.96** | **$ 41.59** | **$ 42.20** | **$ 42.56** | **$ 43.23** | **$ 44.13** | **$ 44.99** |
| **Fixed Monthly Rate** | | | | | | | | | | | | | | |
| Residential | $ 19.85 | $ 20.31 | $ 20.71 | $ 21.19 | $ 21.94 | $ 22.71 | $ 23.16 | $ 23.58 | $ 23.93 | $ 24.26 | $ 24.45 | $ 24.81 | $ 25.31 | $ 25.78 |
| General Service < 50 kW | $ 45.06 | $ 46.10 | $ 47.01 | $ 48.10 | $ 49.82 | $ 51.56 | $ 52.57 | $ 53.54 | $ 54.32 | $ 55.06 | $ 55.50 | $ 56.32 | $ 57.45 | $ 58.52 |
| General Service > 50kW to 4999 kW | $ 500.70 | $ 512.16 | $ 522.32 | $ 534.40 | $ 553.50 | $ 572.87 | $ 584.07 | $ 594.82 | $ 603.48 | $ 611.80 | $ 616.60 | $ 625.77 | $ 638.29 | $ 650.14 |
| Large User | $ 25,378.49 | $ 25,959.56 | $ 26,474.12 | $ 27,086.68 | $ 28,054.82 | $ 29,036.71 | $ 29,604.25 | $ 30,149.06 | $ 30,587.95 | $ 31,009.62 | $ 31,253.08 | $ 31,717.89 | $ 32,352.52 | $ 32,953.11 |
| Unmetered Scattered Load | $ 13.30 | $ 13.60 | $ 13.87 | $ 14.19 | $ 14.70 | $ 15.21 | $ 15.51 | $ 15.80 | $ 16.03 | $ 16.25 | $ 16.37 | $ 16.62 | $ 16.95 | $ 17.26 |
| Sentinal Lighting | $ 7.16 | $ 7.33 | $ 7.47 | $ 7.65 | $ 7.92 | $ 8.20 | $ 8.36 | $ 8.51 | $ 8.63 | $ 8.75 | $ 8.82 | $ 8.95 | $ 9.13 | $ 9.30 |
| Street Lighting | $ 3.38 | $ 3.46 | $ 3.53 | $ 3.61 | $ 3.74 | $ 3.87 | $ 3.94 | $ 4.02 | $ 4.07 | $ 4.13 | $ 4.16 | $ 4.22 | $ 4.31 | $ 4.39 |
| Embedded Distribution | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Distributed Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Energy from Waste Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Backup/Standby | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Super Use | $ 2,603.18 | $ 2,662.79 | $ 2,715.57 | $ 2,778.40 | $ 2,877.71 | $ 2,978.42 | $ 3,036.64 | $ 3,092.52 | $ 3,137.54 | $ 3,180.79 | $ 3,205.77 | $ 3,253.44 | $ 3,318.54 | $ 3,380.15 |
| **Total** | **$ 28,571.13** | **$ 29,225.30** | **$ 29,804.59** | **$ 30,494.22** | **$ 31,584.15** | **$ 32,689.56** | **$ 33,328.49** | **$ 33,941.84** | **$ 34,435.94** | **$ 34,910.66** | **$ 35,184.74** | **$ 35,708.04** | **$ 36,422.49** | **$ 37,098.65** |
| **Variable Rate** | | | | | | | | | | | | | | |
| Residential | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 |
| General Service < 50 kW | $ 0.01 | $ 0.01 | $ 0.01 | $ 0.01 | $ 0.01 | $ 0.01 | $ 0.01 | $ 0.01 | $ 0.01 | $ 0.01 | $ 0.01 | $ 0.01 | $ 0.01 | $ 0.02 |
| General Service > 50kW to 4999 kW | $ 2.76 | $ 2.83 | $ 2.88 | $ 2.95 | $ 3.05 | $ 3.16 | $ 3.22 | $ 3.28 | $ 3.33 | $ 3.38 | $ 3.40 | $ 3.45 | $ 3.52 | $ 3.59 |
| Large User | $ 1.61 | $ 1.65 | $ 1.68 | $ 1.72 | $ 1.78 | $ 1.85 | $ 1.88 | $ 1.92 | $ 1.95 | $ 1.97 | $ 1.99 | $ 2.02 | $ 2.06 | $ 2.10 |
| Unmetered Scattered Load | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 | $ 0.02 |
| Sentinal Lighting | $ 17.44 | $ 17.84 | $ 18.20 | $ 18.62 | $ 19.28 | $ 19.96 | $ 20.35 | $ 20.72 | $ 21.02 | $ 21.31 | $ 21.48 | $ 21.80 | $ 22.24 | $ 22.65 |
| Street Lighting | $ 9.00 | $ 9.20 | $ 9.38 | $ 9.60 | $ 9.94 | $ 10.29 | $ 10.49 | $ 10.69 | $ 10.84 | $ 10.99 | $ 11.08 | $ 11.24 | $ 11.47 | $ 11.68 |
| Embedded Distribution | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Distributed Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Energy from Waste Generation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Backup/Standby | $ 3.27 | $ 3.37 | $ 3.47 | $ 3.57 | $ 3.73 | $ 3.89 | $ 4.00 | $ 4.10 | $ 4.19 | $ 4.28 | $ 4.35 | $ 4.45 | $ 4.57 | $ 4.69 |
| Super Use | $ 0.17 | $ 0.17 | $ 0.17 | $ 0.18 | $ 0.18 | $ 0.19 | $ 0.19 | $ 0.20 | $ 0.20 | $ 0.20 | $ 0.20 | $ 0.21 | $ 0.21 | $ 0.21 |
| **Total** | **$ 34.30** | **$ 35.11** | **$ 35.84** | **$ 36.69** | **$ 38.03** | **$ 39.39** | **$ 40.19** | **$ 40.96** | **$ 41.59** | **$ 42.20** | **$ 42.56** | **$ 43.23** | **$ 44.13** | **$ 44.99** |
| **OM&A Regulatory Adjustment** | | | | | | | | | | | | | | |
| *OM&A Inflation Rate* | *2.0%* | *2.1%* | *1.9%* | *2.1%* | *1.9%* | *2.0%* | *2.0%* | *2.1%* | *1.9%* | *2.0%* | *2.1%* | *2.0%* | *2.0%* | *2.0%* |
| Unadjusted OM&A | $ 73,000,000 | $ 74,500,000 | $ 75,900,000 | $ 77,500,000 | $ 79,000,000 | $ 80,600,000 | $ 82,200,000 | $ 83,900,000 | $ 85,500,000 | $ 87,200,000 | $ 89,000,000 | $ 90,800,000 | $ 92,616,000 | $ 94,468,320 |
| Regulatory Adjustment | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Adjusted OM&A | $ 73,000,000 | $ 74,500,000 | $ 75,900,000 | $ 77,500,000 | $ 79,000,000 | $ 80,600,000 | $ 82,200,000 | $ 83,900,000 | $ 85,500,000 | $ 87,200,000 | $ 89,000,000 | $ 90,800,000 | $ 92,616,000 | $ 94,468,320 |

**Project Titan**

**Incremental Capital Module Calculation - PowerStream**

| Year | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 | 2025 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| *Period* | 0 | 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | 11 |
| *Flag - ICM Filing Years* | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 1 | 1 | 1 | 1 | 1 |
| *Flag - Rate Rebasing Years (LDC)* | 1 | 0 | 1 | 1 | 1 | 1 | 1 | 0 | 0 | 0 | 0 | 0 |
| *Flag - Rate Rebasing Years (NewCo)* | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| *Flag - Existing COS Application Year* | 0 | 0 | 1 | 2 | 3 | 4 | 5 | 0 | 0 | 0 | 0 | 0 |
| *ICM Revenue Recovery (%)* | | 80% | 80% | 80% | 80% | 80% | 80% | 60% | 60% | 60% | 60% | 60% |
| *ICM Filing (Yes / No) - PowerStream* | No | No | No | No | No | No | No | Yes | Yes | Yes | Yes | Yes |
| *ICM Filing (Yes / No) - Enersource* | No | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes |
| *ICM Filing (Yes / No) - HOBNI* | No | No | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes |
| *ICM Filing (Yes / No) - Horizon* | No | No | No | No | No | No | Yes | Yes | Yes | Yes | Yes | Yes |
| *Rate Rebasing Approach - PowerStream* | Price Cap | Price Cap | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Price Cap | Price Cap | Price Cap | Price Cap | Price Cap |
| *Rate Rebasing Approach - Enersource* | Price Cap | Price Cap | Price Cap | Price Cap | Price Cap | Price Cap | Price Cap | Price Cap | Price Cap | Price Cap | Price Cap | Price Cap |
| *Rate Rebasing Approach - HOBNI* | Price Cap | Price Cap | Price Cap | Price Cap | Price Cap | Price Cap | Price Cap | Price Cap | Price Cap | Price Cap | Price Cap | Price Cap |
| *Rate Rebasing Approach - Horizon* | Price Cap | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Price Cap | Price Cap | Price Cap | Price Cap | Price Cap | Price Cap |
| *Flag - Custom IR* | 0 | 0 | 1 | 1 | 1 | 1 | 1 | 0 | 0 | 0 | 0 | 0 |
| *Flag - Price Cap* | 1 | 1 | 0 | 0 | 0 | 0 | 0 | 1 | 1 | 1 | 1 | 1 |

## *Incremental Revenue Requirement Calculation*

| *ICM Scenario* | | *Price Cap + ICM* | *Custom IR + ICM* | *Custom IR + ICM* | *Custom IR + ICM* | *Custom IR + ICM* | *Custom IR + ICM* | *Price Cap + ICM* | *Price Cap + ICM* | *Price Cap + ICM* | *Price Cap + ICM* | *Price Cap + ICM* |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| Recoverable Capex During ICM Filing Year | $ - | $ 45,000,741 | $ 40,475,884 | $ 23,380,883 | $ 4,696,715 | $ 9,091,242 | $ 708,680 | $ 22,321,574 | $ 21,557,837 | $ - | $ - | $ 4,984,625 |
| Depreciation | $ - | $ 1,125,019 | $ 1,011,897 | $ 584,522 | $ 117,418 | $ 227,281 | $ 17,717 | $ 558,039 | $ 538,946 | $ - | $ - | $ 62,308 |
| Incremental Capital CAPEX to be included in Rate Base | $ - | $ 43,875,722 | $ 39,463,987 | $ 22,796,361 | $ 4,579,298 | $ 8,863,961 | $ 690,963 | $ 21,763,535 | $ 21,018,891 | $ - | $ - | $ 4,922,317 |
| Net Income | $ - | $ 1,632,177 | $ 1,468,060 | $ 848,025 | $ 170,350 | $ 329,739 | $ 25,704 | $ 809,603 | $ 781,903 | $ - | $ - | $ 183,110 |
| PILs | $ - | $ (271,440) | $ (244,147) | $ (141,031) | $ (28,330) | $ (54,838) | $ (4,275) | $ (134,642) | $ (130,035) | $ - | $ - | $ (53,493) |
| Interest expense - long term debt | $ - | $ 972,988 | $ 875,153 | $ 505,532 | $ 101,551 | $ 196,567 | $ 15,323 | $ 482,628 | $ 466,115 | $ - | $ - | $ 109,157 |
| Interest expense - short term debt | $ - | $ 37,909 | $ 34,097 | $ 19,696 | $ 3,957 | $ 7,658 | $ 597 | $ 18,804 | $ 18,160 | $ - | $ - | $ 4,253 |
| OM&A | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Depreciation | $ - | $ 1,125,019 | $ 1,011,897 | $ 584,522 | $ 117,418 | $ 227,281 | $ 17,717 | $ 558,039 | $ 538,946 | $ - | $ - | $ 62,308 |
| Annual Incremental Revenue Requirement (After ICM Recovery %) | $ - | $ 2,797,321 | $ 2,516,049 | $ 1,453,395 | $ 291,956 | $ 565,127 | $ 44,053 | $ 1,040,660 | $ 1,005,053 | $ - | $ - | $ 183,201 |
| Cumulative Incremental Revenue | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ 1,040,660 | $ 2,045,713 | $ 2,045,713 | $ 2,045,713 | $ 2,228,914 |
| **ICM Revenue - Included in I/S - 1 Year Lag** | | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ 1,040,660** | **$ 2,045,713** | **$ 2,045,713** | **$ 2,045,713** |
| *Leverage Ratio (S&P - Regulated Only)* | 60.1% | 60.8% | 60.8% | 61.8% | 62.4% | 63.1% | 63.6% | 64.4% | 64.9% | 64.6% | 64.1% | 63.8% |
| *Materiality Threshold Met?* | No | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes | No | No | Yes |

## *Calculations*

–

**Rate Base**

| | | | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| Forecasted Rate Base | $ 832,100,000 | $ 989,699,446 | $ 1,012,144,209 | $ 1,089,806,801 | $ 1,160,289,891 | $ 1,231,532,255 | $ 1,306,406,658 | $ 1,384,795,033 | $ 1,465,036,910 | $ 1,527,746,409 | $ 1,572,177,952 | $ 1,620,708,438 |
| Existing COS Approved Rate Base (RB) | $ 832,100,000 | $ 832,100,000 | $ 1,073,600,000 | $ 1,153,700,000 | $ 1,238,500,000 | $ 1,312,400,000 | $ 1,384,100,000 | $ 1,384,100,000 | $ 1,384,100,000 | $ 1,384,100,000 | $ 1,384,100,000 | $ 1,384,100,000 |
| Rate Base Used for ICM | $ 832,100,000 | $ 832,100,000 | $ 1,073,600,000 | $ 1,153,700,000 | $ 1,238,500,000 | $ 1,312,400,000 | $ 1,384,100,000 | $ 1,384,100,000 | $ 1,384,100,000 | $ 1,384,100,000 | $ 1,384,100,000 | $ 1,384,100,000 |

**ICM Depreciation**

| | | | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| Forecasted Depreciation | $ - | $ 41,739,248 | $ 45,951,672 | $ 50,746,656 | $ 53,030,726 | $ 53,336,367 | $ 55,866,881 | $ 59,705,458 | $ 63,273,756 | $ 66,474,037 | $ 68,867,446 | $ 69,186,011 |
| ICM Depreciation - Existing COS Application (d) | $ 40,297,000 | $ 40,297,000 | $ 45,713,000 | $ 49,648,000 | $ 52,333,000 | $ 55,190,000 | $ 58,328,000 | $ 40,297,000 | $ 40,297,000 | $ 40,297,000 | $ 40,297,000 | $ 40,297,000 |
| Depreciation - Custom IR | $ - | $ - | $ 45,713,000 | $ 49,648,000 | $ 52,333,000 | $ 55,190,000 | $ 58,328,000 | $ - | $ - | $ - | $ - | $ - |
| Depreciation - Price Cap | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ 58,328,000 | $ 58,328,000 | $ 58,328,000 | $ 58,328,000 | $ 58,328,000 |
| ICM Depreciation (d) | $ 40,297,000 | $ 40,297,000 | $ 45,713,000 | $ 49,648,000 | $ 52,333,000 | $ 55,190,000 | $ 58,328,000 | $ 58,328,000 | $ 58,328,000 | $ 58,328,000 | $ 58,328,000 | $ 58,328,000 |

**Other Assumptions**

| | | | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| Growth Factor (g) | – | 1.69% | 1.71% | 1.74% | 1.72% | 1.72% | 1.73% | 1.72% | 1.72% | 1.73% | 1.73% | 1.73% |
| PCI | 1.30% | 1.30% | 1.30% | 1.30% | 1.30% | 1.30% | 1.30% | 1.30% | 1.30% | 1.30% | 1.30% | 1.30% |
| Dead Band | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% |

**ICM Threshold**

| | | | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| ICM Threshold (%) | 146.8% | 182.1% | 191.2% | 191.1% | 192.0% | 192.2% | 192.5% | 192.3% | 192.3% | 192.3% | 192.3% | 192.3% |
| ICM Threshold ($) | $ 59,173,700 | $ 73,395,250 | $ 87,410,489 | $ 94,873,950 | $ 100,493,492 | $ 106,092,618 | $ 112,291,235 | $ 112,165,303 | $ 112,170,009 | $ 112,174,705 | $ 112,179,391 | $ 112,184,068 |
| Capital Expenditure | $ - | $ 118,395,990 | $ 127,886,374 | $ 118,254,833 | $ 105,190,208 | $ 115,183,860 | $ 112,999,915 | $ 134,486,877 | $ 133,727,846 | $ 106,547,997 | $ 103,124,955 | $ 117,168,693 |
| *Materiality Test Pass (1 = Yes; 0 = No)* | – | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | – | – | 1 |

**Grossed up PILS Calculation**

| | | | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| Regulatory Taxable Income | $ - | $ 1,632,177 | $ 1,468,060 | $ 848,025 | $ 170,350 | $ 329,739 | $ 25,704 | $ 809,603 | $ 781,903 | $ - | $ - | $ 183,110 |
| Add: Depreciation Expense | $ - | $ 1,125,019 | $ 1,011,897 | $ 584,522 | $ 117,418 | $ 227,281 | $ 17,717 | $ 558,039 | $ 538,946 | $ - | $ - | $ 62,308 |
| Less: CCA Deduction | $ - | $ 3,510,058 | $ 3,157,119 | $ 1,823,709 | $ 366,344 | $ 709,117 | $ 55,277 | $ 1,741,083 | $ 1,681,511 | $ - | $ - | $ 393,785 |
| Incremental Taxable Income | $ - | $ (752,862) | $ (677,162) | $ (391,162) | $ (78,576) | $ (152,096) | $ (11,856) | $ (373,440) | $ (360,663) | $ - | $ - | $ (148,367) |
| PILS Before Gross Up | $ - | $ (199,509) | $ (179,448) | $ (103,658) | $ (20,823) | $ (40,306) | $ (3,142) | $ (98,962) | $ (95,576) | $ - | $ - | $ (39,317) |
| Incremental Grossed Up PILS | $ - | $ (271,440) | $ (244,147) | $ (141,031) | $ (28,330) | $ (54,838) | $ (4,275) | $ (134,642) | $ (130,035) | $ - | $ - | $ (53,493) |

**Project Titan**

**Incremental Capital Module Calculation - PowerStream**

| Year | 2026 | 2027 | 2028 | 2029 | 2030 | 2031 | 2032 | 2033 | 2034 | 2035 | 2036 | 2037 | 2038 | 2039 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| *Period* | 12 | 13 | 14 | 15 | 16 | 17 | 18 | 19 | 20 | 21 | 22 | 23 | 24 | 25 |
| *Flag - ICM Filing Years* | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| *Flag - Rate Rebasing Years (LDC)* | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| *Flag - Rate Rebasing Years (NewCo)* | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| *Flag - Existing COS Application Year* | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| *ICM Revenue Recovery (%)* | 60% | 60% | 60% | 60% | 60% | 60% | 60% | 60% | 60% | 60% | 60% | 60% | 60% | 60% |
| *ICM Filing (Yes / No) - PowerStream* | No | No | No | No | No | No | No | No | No | No | No | No | No | No |
| *ICM Filing (Yes / No) - Enersource* | No | No | No | No | No | No | No | No | No | No | No | No | No | No |
| *ICM Filing (Yes / No) - HOBNI* | No | No | No | No | No | No | No | No | No | No | No | No | No | No |
| *ICM Filing (Yes / No) - Horizon* | No | No | No | No | No | No | No | No | No | No | No | No | No | No |
| *Rate Rebasing Approach - PowerStream* | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR |
| *Rate Rebasing Approach - Enersource* | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR |
| *Rate Rebasing Approach - HOBNI* | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR |
| *Rate Rebasing Approach - Horizon* | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR |
| *Flag - Custom IR* | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| *Flag - Price Cap* | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |

### *Incremental Revenue Requirement Calculation*

| *ICM Scenario* | *Custom IR + ICM* | *Custom IR + ICM* | *Custom IR + ICM* | *Custom IR + ICM* | *Custom IR + ICM* | *Custom IR + ICM* | *Custom IR + ICM* | *Custom IR + ICM* | *Custom IR + ICM* | *Custom IR + ICM* | *Custom IR + ICM* | *Custom IR + ICM* | *Custom IR + ICM* | *Custom IR + ICM* |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| Recoverable Capex During ICM Filing Year | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Depreciation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Incremental Capital CAPEX to be included in Rate Base | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Net Income | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| PILs | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Interest expense - long term debt | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Interest expense - short term debt | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| OM&A | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Depreciation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Annual Incremental Revenue Requirement (After ICM Recovery %) | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Cumulative Incremental Revenue | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| **ICM Revenue - Included in I/S - 1 Year Lag** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** |
| *Leverage Ratio (S&P - Regulated Only)* | 63.3% | 62.8% | 62.3% | 61.7% | 61.1% | 60.5% | 59.9% | 59.2% | 58.5% | 57.8% | 57.1% | 56.4% | 55.6% | 54.7% |
| *Materiality Threshold Met?* | No | No | No | No | No | No | No | No | No | No | No | No | No | No |

### *Calculations*

**Rate Base**

| | 2026 | 2027 | 2028 | 2029 | 2030 | 2031 | 2032 | 2033 | 2034 | 2035 | 2036 | 2037 | 2038 | 2039 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| Forecasted Rate Base | $ 1,675,922,140 | $ 1,730,521,800 | $ 1,784,459,781 | $ 1,837,582,477 | $ 1,891,742,831 | $ 1,947,191,131 | $ 2,002,253,108 | $ 2,056,973,369 | $ 2,111,331,086 | $ 2,166,849,433 | $ 2,223,642,511 | $ 2,280,257,317 | $ 2,336,624,363 | $ 2,392,673,775 |
| Existing COS Approved Rate Base (RB) | $ 1,384,100,000 | $ 1,384,100,000 | $ 1,384,100,000 | $ 1,384,100,000 | $ 1,384,100,000 | $ 1,384,100,000 | $ 1,384,100,000 | $ 1,384,100,000 | $ 1,384,100,000 | $ 1,384,100,000 | $ 1,384,100,000 | $ 1,384,100,000 | $ 1,384,100,000 | $ 1,384,100,000 |
| Rate Base Used for ICM | $ 1,675,922,140 | $ 1,730,521,800 | $ 1,784,459,781 | $ 1,837,582,477 | $ 1,891,742,831 | $ 1,947,191,131 | $ 2,002,253,108 | $ 2,056,973,369 | $ 2,111,331,086 | $ 2,166,849,433 | $ 2,223,642,511 | $ 2,280,257,317 | $ 2,336,624,363 | $ 2,392,673,775 |
| **ICM Depreciation** | | | | | | | | | | | | | | |
| Forecasted Depreciation | $ 72,271,452 | $ 75,449,976 | $ 78,733,162 | $ 82,323,468 | $ 82,007,331 | $ 85,206,106 | $ 88,349,636 | $ 91,572,609 | $ 94,873,528 | $ 95,168,259 | $ 98,361,510 | $ 101,685,251 | $ 105,143,006 | $ 108,734,609 |
| ICM Depreciation - Existing COS Application (d) | $ 40,297,000 | $ 40,297,000 | $ 40,297,000 | $ 40,297,000 | $ 40,297,000 | $ 40,297,000 | $ 40,297,000 | $ 40,297,000 | $ 40,297,000 | $ 40,297,000 | $ 40,297,000 | $ 40,297,000 | $ 40,297,000 | $ 40,297,000 |
| Depreciation - Custom IR | $ 72,271,452 | $ 147,721,428 | $ 226,454,590 | $ 308,778,058 | $ 390,785,388 | $ 475,991,494 | $ 564,341,130 | $ 655,913,739 | $ 750,787,267 | $ 845,955,526 | $ 944,317,036 | $ 1,046,002,287 | $ 1,151,145,293 | $ 1,259,879,902 |
| Depreciation - Price Cap | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| ICM Depreciation (d) | $ 72,271,452 | $ 147,721,428 | $ 226,454,590 | $ 308,778,058 | $ 390,785,388 | $ 475,991,494 | $ 564,341,130 | $ 655,913,739 | $ 750,787,267 | $ 845,955,526 | $ 944,317,036 | $ 1,046,002,287 | $ 1,151,145,293 | $ 1,259,879,902 |
| **Other Assumptions** | | | | | | | | | | | | | | |
| Growth Factor (g) | 1.00% | 1.00% | 1.00% | 1.00% | 1.00% | 1.00% | 1.00% | 1.00% | 1.00% | 1.00% | 1.00% | 1.00% | 1.00% | 1.00% |
| PCI | 1.30% | 1.30% | 1.30% | 1.30% | 1.30% | 1.30% | 1.30% | 1.30% | 1.30% | 1.30% | 1.30% | 1.30% | 1.30% | 1.30% |
| Dead Band | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% |
| **ICM Threshold** | | | | | | | | | | | | | | |
| ICM Threshold (%) | 173.6% | 147.1% | 138.2% | 133.8% | 131.2% | 129.5% | 128.2% | 127.3% | 126.5% | 125.9% | 125.4% | 125.0% | 124.7% | 124.4% |
| ICM Threshold ($) | $ 125,483,175 | $ 217,285,888 | $ 313,013,125 | $ 413,029,878 | $ 512,691,268 | $ 616,220,976 | $ 723,513,990 | $ 834,666,672 | $ 949,772,075 | $ 1,065,258,001 | $ 1,184,605,311 | $ 1,307,936,990 | $ 1,435,412,249 | $ 1,567,190,089 |
| Capital Expenditure | $ 122,770,172 | $ 125,221,655 | $ 127,722,168 | $ 130,272,691 | $ 132,874,225 | $ 135,527,790 | $ 138,234,426 | $ 140,995,194 | $ 143,811,178 | $ 146,683,481 | $ 149,613,231 | $ 152,601,576 | $ 155,649,687 | $ 158,758,761 |
| *Materiality Test Pass (1 = Yes; 0 = No)* | – | – | – | – | – | – | – | – | – | – | – | – | – | – |
| **Grossed up PILS Calculation** | | | | | | | | | | | | | | |
| Regulatory Taxable Income | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Add: Depreciation Expense | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Less: CCA Deduction | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Incremental Taxable Income | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| PILS Before Gross Up | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Incremental Grossed Up PILS | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |

**Project Titan**

**Incremental Capital Module Calculation - Enersource**

| Year | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 | 2025 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| *Period* | 0 | 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | 11 |
| *Flag - ICM Filing Years* | 0 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| *Flag - Rate Rebasing Years (LDC)* | 1 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| *Flag - Rate Rebasing Years (NewCo)* | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| *Flag - Existing COS Application Year* | 2 | 3 | 4 | 5 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| *ICM Revenue Recovery (%)* | | 80% | 80% | 80% | 80% | 80% | 80% | 60% | 60% | 60% | 60% | 60% |
| *ICM Filing (Yes / No) - PowerStream* | No | No | No | No | No | No | No | Yes | Yes | Yes | Yes | Yes |
| *ICM Filing (Yes / No) - Enersource* | No | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes |
| *ICM Filing (Yes / No) - HOBNI* | No | No | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes |
| *ICM Filing (Yes / No) - Horizon* | No | No | No | No | No | No | Yes | Yes | Yes | Yes | Yes | Yes |
| *Rate Rebasing Approach - PowerStream* | Price Cap | Price Cap | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Price Cap | Price Cap | Price Cap | Price Cap | Price Cap |
| *Rate Rebasing Approach - Enersource* | Price Cap | Price Cap | Price Cap | Price Cap | Price Cap | Price Cap | Price Cap | Price Cap | Price Cap | Price Cap | Price Cap | Price Cap |
| *Rate Rebasing Approach - HOBNI* | Price Cap | Price Cap | Price Cap | Price Cap | Price Cap | Price Cap | Price Cap | Price Cap | Price Cap | Price Cap | Price Cap | Price Cap |
| *Rate Rebasing Approach - Horizon* | Price Cap | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Price Cap | Price Cap | Price Cap | Price Cap | Price Cap | Price Cap |
| *Flag - Custom IR* | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| *Flag - Price Cap* | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |

### *Incremental Revenue Requirement Calculation*

| *ICM Scenario* | | *Price Cap + ICM* | *Price Cap + ICM* | *Price Cap + ICM* | *Price Cap + ICM* | *Price Cap + ICM* | *Price Cap + ICM* | *Price Cap + ICM* | *Price Cap + ICM* | *Price Cap + ICM* | *Price Cap + ICM* | *Price Cap + ICM* |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| Recoverable Capex During ICM Filing Year | $ - | $ 55,373,102 | $ 24,609,735 | $ 17,307,451 | $ 13,607,525 | $ 16,580,873 | $ 16,564,126 | $ 23,172,272 | $ 24,602,665 | $ 26,078,674 | $ 27,490,821 | $ 29,151,352 |
| Depreciation | $ - | $ 1,384,328 | $ 615,243 | $ 432,686 | $ 340,188 | $ 414,522 | $ 414,103 | $ 579,307 | $ 615,067 | $ 651,967 | $ 687,271 | $ 364,392 |
| Incremental Capital CAPEX to be included in Rate Base | $ - | $ 53,988,775 | $ 23,994,492 | $ 16,874,765 | $ 13,267,337 | $ 16,166,351 | $ 16,150,023 | $ 22,592,965 | $ 23,987,599 | $ 25,426,707 | $ 26,803,551 | $ 28,786,960 |
| Net Income | $ - | $ 2,008,382 | $ 892,595 | $ 627,741 | $ 493,545 | $ 601,388 | $ 600,781 | $ 840,458 | $ 892,339 | $ 945,874 | $ 997,092 | $ 1,070,875 |
| PILs | $ - | $ (334,005) | $ (148,444) | $ (104,397) | $ (82,079) | $ (100,014) | $ (99,913) | $ (139,773) | $ (148,401) | $ (157,304) | $ (165,822) | $ (312,841) |
| Interest expense - long term debt | $ - | $ 1,539,319 | $ 684,127 | $ 481,131 | $ 378,276 | $ 460,932 | $ 460,467 | $ 644,167 | $ 683,931 | $ 724,962 | $ 764,219 | $ 820,769 |
| Interest expense - short term debt | $ - | $ 46,646 | $ 20,731 | $ 14,580 | $ 11,463 | $ 13,968 | $ 13,954 | $ 19,520 | $ 20,725 | $ 21,969 | $ 23,158 | $ 24,872 |
| OM&A | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Depreciation | $ - | $ 1,384,328 | $ 615,243 | $ 432,686 | $ 340,188 | $ 414,522 | $ 414,103 | $ 579,307 | $ 615,067 | $ 651,967 | $ 687,271 | $ 364,392 |
| Annual Incremental Revenue Requirement (After ICM Recovery %) | $ - | $ 3,715,736 | $ 1,651,403 | $ 1,161,393 | $ 913,114 | $ 1,112,637 | $ 1,111,513 | $ 1,166,208 | $ 1,238,196 | $ 1,312,480 | $ 1,383,550 | $ 1,180,840 |
| Cumulative Incremental Revenue | $ - | $ 3,715,736 | $ 5,367,139 | $ 6,528,532 | $ 7,441,646 | $ 8,554,283 | $ 9,665,796 | $ 10,832,004 | $ 12,070,200 | $ 13,382,680 | $ 14,766,230 | $ 15,947,071 |
| **ICM Revenue - Included in I/S - 1 Year Lag** | | **$ -** | **$ 3,715,736** | **$ 5,367,139** | **$ 6,528,532** | **$ 7,441,646** | **$ 8,554,283** | **$ 9,665,796** | **$ 10,832,004** | **$ 12,070,200** | **$ 13,382,680** | **$ 14,766,230** |
| *Leverage Ratio (S&P - Regulated Only)* | 56.7% | 60.1% | 59.9% | 60.0% | 60.0% | 59.9% | 59.7% | 59.4% | 59.1% | 58.6% | 58.0% | 57.3% |
| *Materiality Threshold Met?* | No | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes |

### *Calculations*

| | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 | 2025 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| **Rate Base** | | | | | | | | | | | | |
| Forecasted Rate Base | $ 623,497,833 | $ 698,478,013 | $ 755,718,365 | $ 741,760,512 | $ 776,617,552 | $ 811,944,043 | $ 847,901,956 | $ 883,712,254 | $ 919,340,361 | $ 954,724,290 | $ 990,107,633 | $ 1,025,688,805 |
| Existing COS Approved Rate Base (RB) | $ 623,497,833 | $ 623,497,833 | $ 623,497,833 | $ 623,497,833 | $ 623,497,833 | $ 623,497,833 | $ 623,497,833 | $ 623,497,833 | $ 623,497,833 | $ 623,497,833 | $ 623,497,833 | $ 623,497,833 |
| Rate Base Used for ICM | $ 623,497,833 | $ 623,497,833 | $ 623,497,833 | $ 623,497,833 | $ 623,497,833 | $ 623,497,833 | $ 623,497,833 | $ 623,497,833 | $ 623,497,833 | $ 623,497,833 | $ 623,497,833 | $ 623,497,833 |
| **ICM Depreciation** | | | | | | | | | | | | |
| Forecasted Depreciation | $ - | $ 32,040,619 | $ 33,693,682 | $ 33,724,168 | $ 34,587,494 | $ 36,011,911 | $ 37,520,150 | $ 39,143,020 | $ 40,860,033 | $ 42,725,296 | $ 43,994,530 | $ 45,528,020 |
| ICM Depreciation - Existing COS Application (d) | $ 28,721,000 | $ 28,721,000 | $ 28,721,000 | $ 28,721,000 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Depreciation - Custom IR | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Depreciation - Price Cap | $ - | $ 28,721,000 | $ 28,721,000 | $ 28,721,000 | $ 28,721,000 | $ 28,721,000 | $ 28,721,000 | $ 28,721,000 | $ 28,721,000 | $ 28,721,000 | $ 28,721,000 | $ 28,721,000 |
| ICM Depreciation (d) | $ - | $ 28,721,000 | $ 28,721,000 | $ 28,721,000 | $ 28,721,000 | $ 28,721,000 | $ 28,721,000 | $ 28,721,000 | $ 28,721,000 | $ 28,721,000 | $ 28,721,000 | $ 28,721,000 |
| **Other Assumptions** | | | | | | | | | | | | |
| Growth Factor (g) | – | 0.81% | 0.64% | 0.64% | 0.63% | 0.63% | 0.63% | 0.63% | 0.63% | 0.60% | 0.60% | 0.60% |
| PCI | 1.45% | 1.45% | 1.45% | 1.45% | 1.45% | 1.45% | 1.45% | 1.45% | 1.45% | 1.45% | 1.45% | 1.45% |
| Dead Band | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% |
| **ICM Threshold** | | | | | | | | | | | | |
| ICM Threshold (%) | 20.0% | 169.4% | 165.5% | 165.6% | 165.3% | 165.3% | 165.3% | 165.4% | 165.4% | 164.7% | 164.8% | 164.8% |
| ICM Threshold ($) | $ 5,744,200 | $ 48,649,803 | $ 47,544,426 | $ 47,552,676 | $ 47,471,775 | $ 47,479,061 | $ 47,486,319 | $ 47,493,547 | $ 47,500,745 | $ 47,311,936 | $ 47,318,425 | $ 47,324,887 |
| Capital Expenditure | $ - | $ 104,022,905 | $ 72,154,161 | $ 64,860,127 | $ 61,079,300 | $ 64,059,935 | $ 64,050,445 | $ 70,665,819 | $ 72,103,411 | $ 73,390,610 | $ 74,809,246 | $ 76,476,239 |
| *Materiality Test Pass (1 = Yes; 0 = No)* | – | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| **Grossed up PILS Calculation** | | | | | | | | | | | | |
| Regulatory Taxable Income | $ - | $ 2,008,382 | $ 892,595 | $ 627,741 | $ 493,545 | $ 601,388 | $ 600,781 | $ 840,458 | $ 892,339 | $ 945,874 | $ 997,092 | $ 1,070,875 |
| Add: Depreciation Expense | $ - | $ 1,384,328 | $ 615,243 | $ 432,686 | $ 340,188 | $ 414,522 | $ 414,103 | $ 579,307 | $ 615,067 | $ 651,967 | $ 687,271 | $ 364,392 |
| Less: CCA Deduction | $ - | $ 4,319,102 | $ 1,919,559 | $ 1,349,981 | $ 1,061,387 | $ 1,293,308 | $ 1,292,002 | $ 1,807,437 | $ 1,919,008 | $ 2,034,137 | $ 2,144,284 | $ 2,302,957 |
| Incremental Taxable Income | $ - | $ (926,392) | $ (411,721) | $ (289,554) | $ (227,654) | $ (277,398) | $ (277,118) | $ (387,672) | $ (411,603) | $ (436,296) | $ (459,921) | $ (867,690) |
| PILS Before Gross Up | $ - | $ (245,494) | $ (109,106) | $ (76,732) | $ (60,328) | $ (73,510) | $ (73,436) | $ (102,733) | $ (109,075) | $ (115,618) | $ (121,879) | $ (229,938) |
| Incremental Grossed Up PILS | $ - | $ (334,005) | $ (148,444) | $ (104,397) | $ (82,079) | $ (100,014) | $ (99,913) | $ (139,773) | $ (148,401) | $ (157,304) | $ (165,822) | $ (312,841) |

**Project Titan**

**Incremental Capital Module Calculation - Enersource**

| Year | 2026 | 2027 | 2028 | 2029 | 2030 | 2031 | 2032 | 2033 | 2034 | 2035 | 2036 | 2037 | 2038 | 2039 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| *Period* | 12 | 13 | 14 | 15 | 16 | 17 | 18 | 19 | 20 | 21 | 22 | 23 | 24 | 25 |
| *Flag - ICM Filing Years* | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| *Flag - Rate Rebasing Years (LDC)* | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| *Flag - Rate Rebasing Years (NewCo)* | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| *Flag - Existing COS Application Year* | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| *ICM Revenue Recovery (%)* | 60% | 60% | 60% | 60% | 60% | 60% | 60% | 60% | 60% | 60% | 60% | 60% | 60% | 60% |
| *ICM Filing (Yes / No) - PowerStream* | No | No | No | No | No | No | No | No | No | No | No | No | No | No |
| *ICM Filing (Yes / No) - Enersource* | No | No | No | No | No | No | No | No | No | No | No | No | No | No |
| *ICM Filing (Yes / No) - HOBNI* | No | No | No | No | No | No | No | No | No | No | No | No | No | No |
| *ICM Filing (Yes / No) - Horizon* | No | No | No | No | No | No | No | No | No | No | No | No | No | No |
| *Rate Rebasing Approach - PowerStream* | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR |
| *Rate Rebasing Approach - Enersource* | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR |
| *Rate Rebasing Approach - HOBNI* | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR |
| *Rate Rebasing Approach - Horizon* | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR |
| *Flag - Custom IR* | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| *Flag - Price Cap* | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |

## *Incremental Revenue Requirement Calculation*

| *ICM Scenario* | *Custom IR + ICM* | *Custom IR + ICM* | *Custom IR + ICM* | *Custom IR + ICM* | *Custom IR + ICM* | *Custom IR + ICM* | *Custom IR + ICM* | *Custom IR + ICM* | *Custom IR + ICM* | *Custom IR + ICM* | *Custom IR + ICM* | *Custom IR + ICM* | *Custom IR + ICM* | *Custom IR + ICM* |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| Recoverable Capex During ICM Filing Year | $ 3,810,447 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Depreciation | $ 47,631 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Incremental Capital CAPEX to be included in Rate Base | $ 3,762,816 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Net Income | $ 139,977 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| PILs | $ (40,892) | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Interest expense - long term debt | $ 107,285 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Interest expense - short term debt | $ 3,251 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| OM&A | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Depreciation | $ 47,631 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Annual Incremental Revenue Requirement (After ICM Recovery %) | $ 154,351 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Cumulative Incremental Revenue | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| **ICM Revenue - Included in I/S - 1 Year Lag** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** |
| *Leverage Ratio (S&P - Regulated Only)* | 57.5% | 57.6% | 57.6% | 57.6% | 57.5% | 57.4% | 57.2% | 57.0% | 56.8% | 56.6% | 56.4% | 56.1% | 55.8% | 55.5% |
| *Materiality Threshold Met?* | Yes | No | No | No | No | No | No | No | No | No | No | No | No | No |

## *Calculations*

**Rate Base**

| | 2026 | 2027 | 2028 | 2029 | 2030 | 2031 | 2032 | 2033 | 2034 | 2035 | 2036 | 2037 | 2038 | 2039 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| Forecasted Rate Base | $ 1,062,230,338 | $ 1,099,844,433 | $ 1,137,563,941 | $ 1,175,155,662 | $ 1,212,649,974 | $ 1,250,133,053 | $ 1,287,602,685 | $ 1,324,989,767 | $ 1,362,493,087 | $ 1,401,187,217 | $ 1,440,891,164 | $ 1,480,587,726 | $ 1,520,274,906 | $ 1,560,123,440 |
| Existing COS Approved Rate Base (RB) | $ 623,497,833 | $ 623,497,833 | $ 623,497,833 | $ 623,497,833 | $ 623,497,833 | $ 623,497,833 | $ 623,497,833 | $ 623,497,833 | $ 623,497,833 | $ 623,497,833 | $ 623,497,833 | $ 623,497,833 | $ 623,497,833 | $ 623,497,833 |
| Rate Base Used for ICM | $ 1,062,230,338 | $ 1,099,844,433 | $ 1,137,563,941 | $ 1,175,155,662 | $ 1,212,649,974 | $ 1,250,133,053 | $ 1,287,602,685 | $ 1,324,989,767 | $ 1,362,493,087 | $ 1,401,187,217 | $ 1,440,891,164 | $ 1,480,587,726 | $ 1,520,274,906 | $ 1,560,123,440 |

**ICM Depreciation**

| | 2026 | 2027 | 2028 | 2029 | 2030 | 2031 | 2032 | 2033 | 2034 | 2035 | 2036 | 2037 | 2038 | 2039 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| Forecasted Depreciation | $ 45,336,568 | $ 46,711,382 | $ 48,523,337 | $ 50,434,062 | $ 52,256,215 | $ 54,067,006 | $ 55,967,500 | $ 57,991,949 | $ 59,571,871 | $ 59,525,778 | $ 61,547,920 | $ 63,618,118 | $ 65,727,849 | $ 67,541,895 |
| ICM Depreciation - Existing COS Application (d) | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Depreciation - Custom IR | $ 45,336,568 | $ 92,047,951 | $ 140,571,288 | $ 191,005,350 | $ 243,261,565 | $ 297,328,571 | $ 353,296,071 | $ 411,288,020 | $ 470,859,891 | $ 530,385,668 | $ 591,933,588 | $ 655,551,706 | $ 721,279,555 | $ 788,821,449 |
| Depreciation - Price Cap | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| ICM Depreciation (d) | $ 45,336,568 | $ 92,047,951 | $ 140,571,288 | $ 191,005,350 | $ 243,261,565 | $ 297,328,571 | $ 353,296,071 | $ 411,288,020 | $ 470,859,891 | $ 530,385,668 | $ 591,933,588 | $ 655,551,706 | $ 721,279,555 | $ 788,821,449 |

**Other Assumptions**

| | 2026 | 2027 | 2028 | 2029 | 2030 | 2031 | 2032 | 2033 | 2034 | 2035 | 2036 | 2037 | 2038 | 2039 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| Growth Factor (g) | 0.60% | 0.53% | 0.53% | 0.53% | 0.53% | 0.53% | 0.49% | 0.48% | 0.49% | 0.49% | 0.49% | 0.44% | 0.46% | 0.44% |
| PCI | 1.45% | 1.45% | 1.45% | 1.45% | 1.45% | 1.45% | 1.45% | 1.45% | 1.45% | 1.45% | 1.45% | 1.45% | 1.45% | 1.45% |
| Dead Band | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% |

**ICM Threshold**

| | 2026 | 2027 | 2028 | 2029 | 2030 | 2031 | 2032 | 2033 | 2034 | 2035 | 2036 | 2037 | 2038 | 2039 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| ICM Threshold (%) | 168.3% | 143.7% | 136.1% | 132.2% | 129.9% | 128.4% | 127.1% | 126.3% | 125.6% | 125.1% | 124.7% | 124.3% | 124.0% | 123.8% |
| ICM Threshold ($) | $ 76,323,423 | $ 132,281,328 | $ 191,258,100 | $ 252,533,743 | $ 315,994,567 | $ 381,628,645 | $ 449,069,987 | $ 519,272,779 | $ 591,495,974 | $ 663,687,447 | $ 738,325,583 | $ 814,790,150 | $ 894,623,339 | $ 976,240,772 |
| Capital Expenditure | $ 80,133,870 | $ 81,736,543 | $ 83,371,270 | $ 85,038,692 | $ 86,739,461 | $ 88,474,247 | $ 90,243,727 | $ 92,048,598 | $ 93,889,565 | $ 95,767,352 | $ 97,682,695 | $ 99,636,344 | $ 101,629,066 | $ 103,661,642 |
| *Materiality Test Pass (1 = Yes; 0 = No)* | 1 | – | – | – | – | – | – | – | – | – | – | – | – | – |

**Grossed up PILS Calculation**

| | 2026 | 2027 | 2028 | 2029 | 2030 | 2031 | 2032 | 2033 | 2034 | 2035 | 2036 | 2037 | 2038 | 2039 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| Regulatory Taxable Income | $ 139,977 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Add: Depreciation Expense | $ 47,631 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Less: CCA Deduction | $ 301,025 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Incremental Taxable Income | $ (113,418) | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| PILS Before Gross Up | $ (30,056) | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Incremental Grossed Up PILS | $ (40,892) | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |

**Project Titan**

**Incremental Capital Module Calculation - Hydro One Brampton**

| Year | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 | 2025 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| *Period* | *0* | *1* | *2* | *3* | *4* | *5* | *6* | *7* | *8* | *9* | *10* | *11* |
| *Flag - ICM Filing Years* | *0* | *0* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* |
| *Flag - Rate Rebasing Years (LDC)* | *1* | *1* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* |
| *Flag - Rate Rebasing Years (NewCo)* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* |
| *Flag - Existing COS Application Year* | *0* | *1* | *2* | *3* | *4* | *5* | *0* | *0* | *0* | *0* | *0* | *0* |
| *ICM Revenue Recovery (%)* | | *80%* | *80%* | *80%* | *80%* | *80%* | *80%* | *60%* | *60%* | *60%* | *60%* | *60%* |
| *ICM Filing (Yes / No) - PowerStream* | *No* | *No* | *No* | *No* | *No* | *No* | *No* | *Yes* | *Yes* | *Yes* | *Yes* | *Yes* |
| *ICM Filing (Yes / No) - Enersource* | *No* | *Yes* | *Yes* | *Yes* | *Yes* | *Yes* | *Yes* | *Yes* | *Yes* | *Yes* | *Yes* | *Yes* |
| *ICM Filing (Yes / No) - HOBNI* | *No* | *No* | *Yes* | *Yes* | *Yes* | *Yes* | *Yes* | *Yes* | *Yes* | *Yes* | *Yes* | *Yes* |
| *ICM Filing (Yes / No) - Horizon* | *No* | *No* | *No* | *No* | *No* | *No* | *Yes* | *Yes* | *Yes* | *Yes* | *Yes* | *Yes* |
| *Rate Rebasing Approach - PowerStream* | *Price Cap* | *Price Cap* | *Custom IR* | *Custom IR* | *Custom IR* | *Custom IR* | *Custom IR* | *Price Cap* | *Price Cap* | *Price Cap* | *Price Cap* | *Price Cap* |
| *Rate Rebasing Approach - Enersource* | *Price Cap* | *Price Cap* | *Price Cap* | *Price Cap* | *Price Cap* | *Price Cap* | *Price Cap* | *Price Cap* | *Price Cap* | *Price Cap* | *Price Cap* | *Price Cap* |
| *Rate Rebasing Approach - HOBNI* | *Price Cap* | *Price Cap* | *Price Cap* | *Price Cap* | *Price Cap* | *Price Cap* | *Price Cap* | *Price Cap* | *Price Cap* | *Price Cap* | *Price Cap* | *Price Cap* |
| *Rate Rebasing Approach - Horizon* | *Price Cap* | *Custom IR* | *Custom IR* | *Custom IR* | *Custom IR* | *Custom IR* | *Price Cap* | *Price Cap* | *Price Cap* | *Price Cap* | *Price Cap* | *Price Cap* |
| *Flag - Custom IR* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* |
| *Flag - Price Cap* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* |

### *Incremental Revenue Requirement Calculation*

| *ICM Scenario* | | *Price Cap + ICM* | *Price Cap + ICM* | *Price Cap + ICM* | *Price Cap + ICM* | *Price Cap + ICM* | *Price Cap + ICM* | *Price Cap + ICM* | *Price Cap + ICM* | *Price Cap + ICM* | *Price Cap + ICM* | *Price Cap + ICM* |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| Recoverable Capex During ICM Filing Year | $ - | $ 3,953,900 | $ 10,851,899 | $ - | $ 9,547,596 | $ 4,265,520 | $ 4,212,612 | $ 7,789,847 | $ 8,527,401 | $ 9,196,701 | $ 9,936,666 | $ 10,809,466 |
| Depreciation | $ - | $ 98,848 | $ 271,297 | $ - | $ 238,690 | $ 106,638 | $ 105,315 | $ 194,746 | $ 213,185 | $ 229,918 | $ 248,417 | $ 135,118 |
| Incremental Capital CAPEX to be included in Rate Base | $ - | $ 3,855,053 | $ 10,580,601 | $ - | $ 9,308,906 | $ 4,158,882 | $ 4,107,297 | $ 7,595,101 | $ 8,314,216 | $ 8,966,783 | $ 9,688,249 | $ 10,674,348 |
| Net Income | $ - | $ 143,408 | $ 393,598 | $ - | $ 346,291 | $ 154,710 | $ 152,791 | $ 282,538 | $ 309,289 | $ 333,564 | $ 360,403 | $ 397,086 |
| PILs | $ - | $ (23,850) | $ (65,458) | $ - | $ (57,590) | $ (25,729) | $ (25,410) | $ (46,988) | $ (51,436) | $ (55,474) | $ (59,937) | $ (116,003) |
| Interest expense - long term debt | $ - | $ 132,120 | $ 362,618 | $ - | $ 319,035 | $ 142,533 | $ 140,765 | $ 260,299 | $ 284,945 | $ 307,310 | $ 332,036 | $ 365,831 |
| Interest expense - short term debt | $ - | $ 3,331 | $ 9,142 | $ - | $ 8,043 | $ 3,593 | $ 3,549 | $ 6,562 | $ 7,183 | $ 7,747 | $ 8,371 | $ 9,223 |
| OM&A | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Depreciation | $ - | $ 98,848 | $ 271,297 | $ - | $ 238,690 | $ 106,638 | $ 105,315 | $ 194,746 | $ 213,185 | $ 229,918 | $ 248,417 | $ 135,118 |
| Annual Incremental Revenue Requirement (After ICM Recovery %) | $ - | $ 283,086 | $ 776,959 | $ - | $ 683,575 | $ 305,397 | $ 301,609 | $ 418,295 | $ 457,899 | $ 493,839 | $ 533,573 | $ 474,753 |
| Cumulative Incremental Revenue | $ - | $ - | $ 776,959 | $ 776,959 | $ 1,460,534 | $ 1,765,930 | $ 2,067,539 | $ 2,485,833 | $ 2,943,733 | $ 3,437,572 | $ 3,971,145 | $ 4,445,898 |
| **ICM Revenue - Included in I/S - 1 Year Lag** | | **$ -** | **$ -** | **$ 776,959** | **$ 776,959** | **$ 1,460,534** | **$ 1,765,930** | **$ 2,067,539** | **$ 2,485,833** | **$ 2,943,733** | **$ 3,437,572** | **$ 3,971,145** |
| *Leverage Ratio (S&P - Regulated Only)* | *60.6%* | *61.6%* | *65.8%* | *65.5%* | *66.4%* | *66.4%* | *66.7%* | *66.9%* | *67.0%* | *66.9%* | *66.6%* | *66.3%* |
| *Materiality Threshold Met?* | *No* | *Yes* | *Yes* | *No* | *Yes* | *Yes* | *Yes* | *Yes* | *Yes* | *Yes* | *Yes* | *Yes* |

### *Calculations*

| | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 | 2025 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| **Rate Base** | | | | | | | | | | | | |
| Forecasted Rate Base | $ 405,031,018 | $ 405,854,206 | $ 428,311,035 | $ 447,570,023 | $ 467,680,699 | $ 490,315,536 | $ 477,212,397 | $ 494,274,753 | $ 511,538,142 | $ 525,921,320 | $ 539,195,845 | $ 554,191,617 |
| Existing COS Approved Rate Base (RB) | $ 405,031,018 | $ 405,031,018 | $ 405,031,018 | $ 405,031,018 | $ 405,031,018 | $ 405,031,018 | $ 405,031,018 | $ 405,031,018 | $ 405,031,018 | $ 405,031,018 | $ 405,031,018 | $ 405,031,018 |
| Rate Base Used for ICM | $ 405,031,018 | $ 405,031,018 | $ 405,031,018 | $ 405,031,018 | $ 405,031,018 | $ 405,031,018 | $ 405,031,018 | $ 405,031,018 | $ 405,031,018 | $ 405,031,018 | $ 405,031,018 | $ 405,031,018 |
| **ICM Depreciation** | | | | | | | | | | | | |
| Forecasted Depreciation | $ - | $ 14,673,708 | $ 16,159,896 | $ 17,664,383 | $ 19,006,982 | $ 20,789,840 | $ 22,411,853 | $ 23,087,277 | $ 23,614,965 | $ 30,495,759 | $ 27,529,046 | $ 28,771,573 |
| ICM Depreciation - Existing COS Application (d) | $ 15,794,025 | $ 15,794,025 | $ 15,794,025 | $ 15,794,025 | $ 15,794,025 | $ 15,794,025 | $ 15,794,025 | $ 15,794,025 | $ 15,794,025 | $ 15,794,025 | $ 15,794,025 | $ 15,794,025 |
| Depreciation - Custom IR | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Depreciation - Price Cap | $ - | $ 15,794,025 | $ 15,794,025 | $ 15,794,025 | $ 15,794,025 | $ 15,794,025 | $ 15,794,025 | $ 15,794,025 | $ 15,794,025 | $ 15,794,025 | $ 15,794,025 | $ 15,794,025 |
| ICM Depreciation (d) | $ 15,794,025 | $ 15,794,025 | $ 15,794,025 | $ 15,794,025 | $ 15,794,025 | $ 15,794,025 | $ 15,794,025 | $ 15,794,025 | $ 15,794,025 | $ 15,794,025 | $ 15,794,025 | $ 15,794,025 |
| **Other Assumptions** | | | | | | | | | | | | |
| Growth Factor (g) | – | 0.96% | 1.30% | 1.33% | 1.32% | 1.32% | 1.34% | 1.34% | 1.34% | 1.35% | 1.35% | 1.36% |
| PCI | 1.40% | 1.40% | 1.40% | 1.40% | 1.40% | 1.40% | 1.40% | 1.40% | 1.40% | 1.40% | 1.40% | 1.40% |
| Dead Band | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% |
| **ICM Threshold** | | | | | | | | | | | | |
| ICM Threshold (%) | 155.9% | 180.9% | 189.8% | 190.4% | 190.2% | 190.2% | 190.7% | 190.7% | 190.8% | 190.9% | 191.1% | 191.2% |
| ICM Threshold ($) | $ 24,623,264 | $ 28,571,541 | $ 29,971,225 | $ 30,075,035 | $ 30,040,946 | $ 30,038,665 | $ 30,114,351 | $ 30,112,602 | $ 30,133,677 | $ 30,154,563 | $ 30,175,257 | $ 30,195,760 |
| Capital Expenditure | $ - | $ 32,525,442 | $ 40,823,124 | $ 28,443,641 | $ 39,588,542 | $ 34,304,185 | $ 34,326,964 | $ 37,902,449 | $ 38,661,079 | $ 39,351,263 | $ 40,111,922 | $ 41,005,226 |
| *Materiality Test Pass (1 = Yes; 0 = No)* | – | 1 | 1 | – | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| **Grossed up PILS Calculation** | | | | | | | | | | | | |
| Regulatory Taxable Income | $ - | $ 143,408 | $ 393,598 | $ - | $ 346,291 | $ 154,710 | $ 152,791 | $ 282,538 | $ 309,289 | $ 333,564 | $ 360,403 | $ 397,086 |
| Add: Depreciation Expense | $ - | $ 98,848 | $ 271,297 | $ - | $ 238,690 | $ 106,638 | $ 105,315 | $ 194,746 | $ 213,185 | $ 229,918 | $ 248,417 | $ 135,118 |
| Less: CCA Deduction | $ - | $ 308,404 | $ 846,448 | $ - | $ 744,713 | $ 332,711 | $ 328,584 | $ 607,608 | $ 665,137 | $ 717,343 | $ 775,060 | $ 853,948 |
| Incremental Taxable Income | $ - | $ (66,149) | $ (181,552) | $ - | $ (159,731) | $ (71,362) | $ (70,477) | $ (130,324) | $ (142,663) | $ (153,861) | $ (166,240) | $ (321,744) |
| PILS Before Gross Up | $ - | $ (17,529) | $ (48,111) | $ - | $ (42,329) | $ (18,911) | $ (18,676) | $ (34,536) | $ (37,806) | $ (40,773) | $ (44,054) | $ (85,262) |
| Incremental Grossed Up PILS | $ - | $ (23,850) | $ (65,458) | $ - | $ (57,590) | $ (25,729) | $ (25,410) | $ (46,988) | $ (51,436) | $ (55,474) | $ (59,937) | $ (116,003) |

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**Incremental Capital Module Calculation - Hydro One Brampton**

| Year | 2026 | 2027 | 2028 | 2029 | 2030 | 2031 | 2032 | 2033 | 2034 | 2035 | 2036 | 2037 | 2038 | 2039 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| *Period* | 12 | 13 | 14 | 15 | 16 | 17 | 18 | 19 | 20 | 21 | 22 | 23 | 24 | 25 |
| *Flag - ICM Filing Years* | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| *Flag - Rate Rebasing Years (LDC)* | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| *Flag - Rate Rebasing Years (NewCo)* | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| *Flag - Existing COS Application Year* | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| *ICM Revenue Recovery (%)* | 60% | 60% | 60% | 60% | 60% | 60% | 60% | 60% | 60% | 60% | 60% | 60% | 60% | 60% |
| *ICM Filing (Yes / No) - PowerStream* | No | No | No | No | No | No | No | No | No | No | No | No | No | No |
| *ICM Filing (Yes / No) - Enersource* | No | No | No | No | No | No | No | No | No | No | No | No | No | No |
| *ICM Filing (Yes / No) - HOBNI* | No | No | No | No | No | No | No | No | No | No | No | No | No | No |
| *ICM Filing (Yes / No) - Horizon* | No | No | No | No | No | No | No | No | No | No | No | No | No | No |
| *Rate Rebasing Approach - PowerStream* | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR |
| *Rate Rebasing Approach - Enersource* | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR |
| *Rate Rebasing Approach - HOBNI* | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR |
| *Rate Rebasing Approach - Horizon* | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR | Custom IR |
| *Flag - Custom IR* | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| *Flag - Price Cap* | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |

## *Incremental Revenue Requirement Calculation*

| *ICM Scenario* | *Custom IR + ICM* | *Custom IR + ICM* | *Custom IR + ICM* | *Custom IR + ICM* | *Custom IR + ICM* | *Custom IR + ICM* | *Custom IR + ICM* | *Custom IR + ICM* | *Custom IR + ICM* | *Custom IR + ICM* | *Custom IR + ICM* | *Custom IR + ICM* | *Custom IR + ICM* | *Custom IR + ICM* |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| Recoverable Capex During ICM Filing Year | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Depreciation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Incremental Capital CAPEX to be included in Rate Base | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Net Income | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| PILs | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Interest expense - long term debt | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Interest expense - short term debt | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| OM&A | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Depreciation | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Annual Incremental Revenue Requirement (After ICM Recovery %) | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Cumulative Incremental Revenue | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| **ICM Revenue - Included in I/S - 1 Year Lag** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** |
| *Leverage Ratio (S&P - Regulated Only)* | 66.2% | 66.0% | 65.8% | 65.6% | 65.4% | 65.2% | 65.0% | 64.7% | 64.5% | 64.3% | 64.0% | 63.8% | 63.5% | 63.2% |
| *Materiality Threshold Met?* | No | No | No | No | No | No | No | No | No | No | No | No | No | No |

## *Calculations*

| | | | | | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| **Rate Base** | | | | | | | | | | | | | | |
| Forecasted Rate Base | $ 568,882,873 | $ 583,602,998 | $ 598,464,634 | $ 613,539,462 | $ 628,913,385 | $ 644,441,681 | $ 660,110,896 | $ 675,914,495 | $ 691,856,924 | $ 708,505,993 | $ 725,909,780 | $ 743,433,147 | $ 760,965,837 | $ 778,539,939 |
| Existing COS Approved Rate Base (RB) | $ 405,031,018 | $ 405,031,018 | $ 405,031,018 | $ 405,031,018 | $ 405,031,018 | $ 405,031,018 | $ 405,031,018 | $ 405,031,018 | $ 405,031,018 | $ 405,031,018 | $ 405,031,018 | $ 405,031,018 | $ 405,031,018 | $ 405,031,018 |
| Rate Base Used for ICM | $ 568,882,873 | $ 583,602,998 | $ 598,464,634 | $ 613,539,462 | $ 628,913,385 | $ 644,441,681 | $ 660,110,896 | $ 675,914,495 | $ 691,856,924 | $ 708,505,993 | $ 725,909,780 | $ 743,433,147 | $ 760,965,837 | $ 778,539,939 |
| **ICM Depreciation** | | | | | | | | | | | | | | |
| Forecasted Depreciation | $ 29,891,553 | $ 30,503,213 | $ 31,434,546 | $ 31,940,245 | $ 32,737,946 | $ 33,572,055 | $ 34,436,435 | $ 35,324,210 | $ 36,221,134 | $ 36,015,589 | $ 36,859,532 | $ 37,968,332 | $ 39,077,777 | $ 40,168,314 |
| ICM Depreciation - Existing COS Application (d) | $ 15,794,025 | $ 15,794,025 | $ 15,794,025 | $ 15,794,025 | $ 15,794,025 | $ 15,794,025 | $ 15,794,025 | $ 15,794,025 | $ 15,794,025 | $ 15,794,025 | $ 15,794,025 | $ 15,794,025 | $ 15,794,025 | $ 15,794,025 |
| Depreciation - Custom IR | $ 29,891,553 | $ 60,394,766 | $ 91,829,312 | $ 123,769,557 | $ 156,507,503 | $ 190,079,558 | $ 224,515,992 | $ 259,840,203 | $ 296,061,337 | $ 332,076,927 | $ 368,936,459 | $ 406,904,791 | $ 445,982,568 | $ 486,150,882 |
| Depreciation - Price Cap | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| ICM Depreciation (d) | $ 29,891,553 | $ 60,394,766 | $ 91,829,312 | $ 123,769,557 | $ 156,507,503 | $ 190,079,558 | $ 224,515,992 | $ 259,840,203 | $ 296,061,337 | $ 332,076,927 | $ 368,936,459 | $ 406,904,791 | $ 445,982,568 | $ 486,150,882 |
| **Other Assumptions** | | | | | | | | | | | | | | |
| Growth Factor (g) | 0.79% | 0.80% | 0.80% | 0.80% | 0.80% | 0.80% | 0.80% | 0.81% | 0.81% | 0.81% | 0.81% | 0.81% | 0.81% | 0.81% |
| PCI | 1.40% | 1.40% | 1.40% | 1.40% | 1.40% | 1.40% | 1.40% | 1.40% | 1.40% | 1.40% | 1.40% | 1.40% | 1.40% | 1.40% |
| Dead Band | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% |
| **ICM Threshold** | | | | | | | | | | | | | | |
| ICM Threshold (%) | 162.0% | 141.3% | 134.4% | 131.0% | 128.9% | 127.5% | 126.5% | 125.8% | 125.2% | 124.7% | 124.4% | 124.1% | 123.8% | 123.6% |
| ICM Threshold ($) | $ 48,416,654 | $ 85,354,754 | $ 123,414,004 | $ 162,085,232 | $ 201,720,747 | $ 242,361,044 | $ 284,042,153 | $ 326,792,007 | $ 370,621,684 | $ 414,220,828 | $ 458,849,922 | $ 504,812,705 | $ 552,107,499 | $ 600,712,322 |
| Capital Expenditure | $ 42,966,933 | $ 43,826,272 | $ 44,702,797 | $ 45,596,853 | $ 46,508,790 | $ 47,438,966 | $ 48,387,745 | $ 49,355,500 | $ 50,342,610 | $ 51,349,463 | $ 52,376,452 | $ 53,423,981 | $ 54,492,460 | $ 55,582,310 |
| *Materiality Test Pass (1 = Yes; 0 = No)* | – | – | – | – | – | – | – | – | – | – | – | – | – | – |
| **Grossed up PILS Calculation** | | | | | | | | | | | | | | |
| Regulatory Taxable Income | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Add: Depreciation Expense | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Less: CCA Deduction | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Incremental Taxable Income | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| PILS Before Gross Up | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Incremental Grossed Up PILS | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |

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**Incremental Capital Module Calculation - Horizon Utilities**

| Year | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 | 2025 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| *Period* | *0* | *1* | *2* | *3* | *4* | *5* | *6* | *7* | *8* | *9* | *10* | *11* |
| *Flag - ICM Fi ing Years* | *0* | *0* | *0* | *0* | *0* | *0* | *1* | *1* | *1* | *1* | *1* | *1* |
| *Flag - Rate Rebasing Years (LDC)* | *1* | *1* | *1* | *1* | *1* | *1* | *0* | *0* | *0* | *0* | *0* | *0* |
| *Flag - Rate Rebasing Years (NewCo)* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* |
| *Flag - Existing COS Application Year* | *0* | *1* | *2* | *3* | *4* | *5* | *0* | *0* | *0* | *0* | *0* | *0* |
| *ICM Revenue Recovery (%)* | | *80%* | *80%* | *80%* | *80%* | *80%* | *80%* | *60%* | *60%* | *60%* | *60%* | *60%* |
| *ICM Filing (Yes / No) - PowerStream* | *No* | *No* | *No* | *No* | *No* | *No* | *No* | *Yes* | *Yes* | *Yes* | *Yes* | *Yes* |
| *ICM Filing (Yes / No) - Enersource* | *No* | *Yes* | *Yes* | *Yes* | *Yes* | *Yes* | *Yes* | *Yes* | *Yes* | *Yes* | *Yes* | *Yes* |
| *ICM Filing (Yes / No) - HOBNI* | *No* | *No* | *Yes* | *Yes* | *Yes* | *Yes* | *Yes* | *Yes* | *Yes* | *Yes* | *Yes* | *Yes* |
| *ICM Filing (Yes / No) - Horizon* | *No* | *No* | *No* | *No* | *No* | *No* | *Yes* | *Yes* | *Yes* | *Yes* | *Yes* | *Yes* |
| *Rate Rebasing Approach - PowerStream* | *Price Cap* | *Price Cap* | *Custom IR* | *Custom IR* | *Custom IR* | *Custom IR* | *Custom IR* | *Price Cap* | *Price Cap* | *Price Cap* | *Price Cap* | *Price Cap* |
| *Rate Rebasing Approach - Enersource* | *Price Cap* | *Price Cap* | *Price Cap* | *Price Cap* | *Price Cap* | *Price Cap* | *Price Cap* | *Price Cap* | *Price Cap* | *Price Cap* | *Price Cap* | *Price Cap* |
| *Rate Rebasing Approach - HOBNI* | *Price Cap* | *Price Cap* | *Price Cap* | *Price Cap* | *Price Cap* | *Price Cap* | *Price Cap* | *Price Cap* | *Price Cap* | *Price Cap* | *Price Cap* | *Price Cap* |
| *Rate Rebasing Approach - Horizon* | *Price Cap* | *Custom IR* | *Custom IR* | *Custom IR* | *Custom IR* | *Custom IR* | *Price Cap* | *Price Cap* | *Price Cap* | *Price Cap* | *Price Cap* | *Price Cap* |
| *Flag - Custom IR* | *0* | *1* | *1* | *1* | *1* | *1* | *0* | *0* | *0* | *0* | *0* | *0* |
| *Flag - Price Cap* | *1* | *0* | *0* | *0* | *0* | *0* | *1* | *1* | *1* | *1* | *1* | *1* |

### *Incremental Revenue Requirement Calculation*

| *ICM Scenario* | | *Custom IR + ICM* | *Custom IR + ICM* | *Custom IR + ICM* | *Custom IR + ICM* | *Custom IR + ICM* | *Price Cap + ICM* | *Price Cap + ICM* | *Price Cap + ICM* | *Price Cap + ICM* | *Price Cap + ICM* | *Price Cap + ICM* |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| Recoverable Capex During ICM Filing Year | $ - | $ 1,496,273 | $ 338,363 | $ 1,536,849 | $ 443,421 | $ 2,033,338 | $ 15,667,143 | $ 14,751,700 | $ 13,487,444 | $ 16,210,020 | $ 11,110,880 | $ 17,216,327 |
| Depreciation | $ - | $ 37,407 | $ 8,459 | $ 38,421 | $ 11,086 | $ 50,833 | $ 391,679 | $ 368,792 | $ 337,186 | $ 405,250 | $ 277,772 | $ 215,204 |
| Incremental Capital CAPEX to be included in Rate Base | $ - | $ 1,458,866 | $ 329,904 | $ 1,498,428 | $ 432,335 | $ 1,982,505 | $ 15,275,465 | $ 14,382,907 | $ 13,150,258 | $ 15,804,769 | $ 10,833,108 | $ 17,001,123 |
| Net Income | $ - | $ 54,270 | $ 12,272 | $ 55,742 | $ 16,083 | $ 73,749 | $ 568,247 | $ 535,044 | $ 489,190 | $ 587,937 | $ 402,992 | $ 632,442 |
| PILs | $ - | $ (9,025) | $ (2,041) | $ (9,270) | $ (2,675) | $ (12,265) | $ (94,503) | $ (88,981) | $ (81,355) | $ (97,777) | $ (67,020) | $ (184,759) |
| Interest expense - long term debt | $ - | $ 30,800 | $ 6,965 | $ 31,635 | $ 9,127 | $ 41,855 | $ 322,496 | $ 303,652 | $ 277,628 | $ 333,670 | $ 228,709 | $ 358,928 |
| Interest expense - short term debt | $ - | $ 1,260 | $ 285 | $ 1,295 | $ 374 | $ 1,713 | $ 13,198 | $ 12,427 | $ 11,362 | $ 13,655 | $ 9,360 | $ 14,689 |
| OM&A | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Depreciation | $ - | $ 37,407 | $ 8,459 | $ 38,421 | $ 11,086 | $ 50,833 | $ 391,679 | $ 368,792 | $ 337,186 | $ 405,250 | $ 277,772 | $ 215,204 |
| Annual Incremental Revenue Requirement (After ICM Recovery %) | $ - | $ 91,769 | $ 20,752 | $ 94,258 | $ 27,196 | $ 124,708 | $ 960,893 | $ 678,561 | $ 620,406 | $ 745,642 | $ 511,087 | $ 621,902 |
| Cumulative Incremental Revenue | $ - | $ - | $ - | $ - | $ - | $ - | $ 960,893 | $ 1,639,454 | $ 2,259,861 | $ 3,005,502 | $ 3,516,590 | $ 4,138,492 |
| **ICM Revenue - Included in I/S - 1 Year Lag** | | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ 960,893** | **$ 1,639,454** | **$ 2,259,861** | **$ 3,005,502** | **$ 3,516,590** |
| *Leverage Ratio (S&P - Regulated Only)* | *47.7%* | *47.8%* | *48.9%* | *49.3%* | *50.0%* | *50.7%* | *52.8%* | *53.9%* | *54.7%* | *55.4%* | *55.5%* | *55.9%* |
| *Materia ity Threshold Met?* | *No* | *Yes* | *Yes* | *Yes* | *Yes* | *Yes* | *Yes* | *Yes* | *Yes* | *Yes* | *Yes* | *Yes* |

### *Calculations*

–

**Rate Base**

| | | | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| Forecasted Rate Base | $ - | $ 479,084,345 | $ 495,424,918 | $ 513,899,955 | $ 535,776,358 | $ 560,170,875 | $ 562,033,557 | $ 598,025,747 | $ 628,633,692 | $ 659,052,759 | $ 687,551,750 | $ 716,421,466 |
| Existing COS Approved Rate Base (RB) | $ - | $ 471,034,754 | $ 488,374,862 | $ 508,493,519 | $ 532,017,706 | $ 557,229,610 | $ 557,229,610 | $ 557,229,610 | $ 557,229,610 | $ 557,229,610 | $ 557,229,610 | $ 557,229,610 |
| Rate Base Used for ICM | $ - | $ 471,034,754 | $ 488,374,862 | $ 508,493,519 | $ 532,017,706 | $ 557,229,610 | $ 557,229,610 | $ 557,229,610 | $ 557,229,610 | $ 557,229,610 | $ 557,229,610 | $ 557,229,610 |

**ICM Depreciation**

| | | | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| Forecasted Depreciation | $ - | $ 25,132,850 | $ 26,640,313 | $ 26,853,205 | $ 25,825,414 | $ 26,243,466 | $ 27,661,252 | $ 30,312,807 | $ 31,253,520 | $ 32,259,746 | $ 32,725,296 | $ 32,367,972 |
| ICM Depreciation - Existing COS Application (d) | $ - | $ 23,951,295 | $ 25,423,900 | $ 25,272,152 | $ 24,667,457 | $ 25,278,432 | $ - | $ - | $ - | $ - | $ - | $ - |
| Depreciation - Custom IR | $ - | $ 23,951,295 | $ 25,423,900 | $ 25,272,152 | $ 24,667,457 | $ 25,278,432 | $ - | $ - | $ - | $ - | $ - | $ - |
| Depreciation - Price Cap | $ - | $ - | $ - | $ - | $ - | $ - | $ 25,278,432 | $ 25,278,432 | $ 25,278,432 | $ 25,278,432 | $ 25,278,432 | $ 25,278,432 |
| ICM Depreciation (d) | $ - | $ 23,951,295 | $ 25,423,900 | $ 25,272,152 | $ 24,667,457 | $ 25,278,432 | $ 25,278,432 | $ 25,278,432 | $ 25,278,432 | $ 25,278,432 | $ 25,278,432 | $ 25,278,432 |

**Other Assumptions**

| | | | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| Growth Factor (g) | – | 0.27% | 0.61% | 0.64% | 0.66% | 0.62% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% |
| PCI | 1.30% | 1.30% | 1.30% | 1.30% | 1.30% | 1.30% | 1.30% | 1.30% | 1.30% | 1.30% | 1.30% | 1.30% |
| Dead Band | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% |

**ICM Threshold**

| | | | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| ICM Threshold (%) | 20.0% | 150.9% | 156.8% | 159.2% | 162.5% | 162.6% | 165.9% | 165.9% | 165.9% | 165.9% | 165.9% | 165.9% |
| ICM Threshold ($) | $ - | $ 36,150,667 | $ 39,860,995 | $ 40,235,459 | $ 40,073,325 | $ 41,098,335 | $ 41,929,430 | $ 41,929,430 | $ 41,929,430 | $ 41,929,430 | $ 41,929,430 | $ 41,929,430 |
| Capital Expenditure | $ - | $ 37,646,940 | $ 40,199,358 | $ 41,772,308 | $ 40,516,745 | $ 43,131,674 | $ 57,596,573 | $ 56,681,130 | $ 55,416,874 | $ 58,139,450 | $ 53,040,310 | $ 59,145,757 |
| *Material ty Test Pass (1 = Yes; 0 = No)* | *–* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* |

**Grossed up PILS Calculation**

| | | | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| Regulatory Taxable Income | $ - | $ 54,270 | $ 12,272 | $ 55,742 | $ 16,083 | $ 73,749 | $ 568,247 | $ 535,044 | $ 489,190 | $ 587,937 | $ 402,992 | $ 632,442 |
| Add: Depreciation Expense | $ - | $ 37,407 | $ 8,459 | $ 38,421 | $ 11,086 | $ 50,833 | $ 391,679 | $ 368,792 | $ 337,186 | $ 405,250 | $ 277,772 | $ 215,204 |
| Less: CCA Deduction | $ - | $ 116,709 | $ 26,392 | $ 119,874 | $ 34,587 | $ 158,600 | $ 1,222,037 | $ 1,150,633 | $ 1,052,021 | $ 1,264,382 | $ 866,649 | $ 1,360,090 |
| Incremental Taxable Income | $ - | $ (25,033) | $ (5,661) | $ (25,711) | $ (7,418) | $ (34,018) | $ (262,111) | $ (246,796) | $ (225,645) | $ (271,194) | $ (185,885) | $ (512,444) |
| PILS Before Gross Up | $ - | $ (6,634) | $ (1,500) | $ (6,814) | $ (1,966) | $ (9,015) | $ (69,459) | $ (65,401) | $ (59,796) | $ (71,866) | $ (49,260) | $ (135,798) |
| Incremental Grossed Up PILS | $ - | $ (9,025) | $ (2,041) | $ (9,270) | $ (2,675) | $ (12,265) | $ (94,503) | $ (88,981) | $ (81,355) | $ (97,777) | $ (67,020) | $ (184,759) |

**Project Titan**

**Incremental Capital Module Calculation - Horizon Utilities**

| Year | 2026 | 2027 | 2028 | 2029 | 2030 | 2031 | 2032 | 2033 | 2034 | 2035 | 2036 | 2037 | 2038 | 2039 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| *Period* | *12* | *13* | *14* | *15* | *16* | *17* | *18* | *19* | *20* | *21* | *22* | *23* | *24* | *25* |
| *Flag - ICM Filing Years* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* |
| *Flag - Rate Rebasing Years (LDC)* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* |
| *Flag - Rate Rebasing Years (NewCo)* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* |
| *Flag - Existing COS Application Year* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* |
| *ICM Revenue Recovery (%)* | *60%* | *60%* | *60%* | *60%* | *60%* | *60%* | *60%* | *60%* | *60%* | *60%* | *60%* | *60%* | *60%* | *60%* |
| *ICM Filing (Yes / No) - PowerStream* | *No* | *No* | *No* | *No* | *No* | *No* | *No* | *No* | *No* | *No* | *No* | *No* | *No* | *No* |
| *ICM Filing (Yes / No) - Enersource* | *No* | *No* | *No* | *No* | *No* | *No* | *No* | *No* | *No* | *No* | *No* | *No* | *No* | *No* |
| *ICM Filing (Yes / No) - HOBNI* | *No* | *No* | *No* | *No* | *No* | *No* | *No* | *No* | *No* | *No* | *No* | *No* | *No* | *No* |
| *ICM Filing (Yes / No) - Horizon* | *No* | *No* | *No* | *No* | *No* | *No* | *No* | *No* | *No* | *No* | *No* | *No* | *No* | *No* |
| *Rate Rebasing Approach - PowerStream* | *Custom IR* | *Custom IR* | *Custom IR* | *Custom IR* | *Custom IR* | *Custom IR* | *Custom IR* | *Custom IR* | *Custom IR* | *Custom IR* | *Custom IR* | *Custom IR* | *Custom IR* | *Custom IR* |
| *Rate Rebasing Approach - Enersource* | *Custom IR* | *Custom IR* | *Custom IR* | *Custom IR* | *Custom IR* | *Custom IR* | *Custom IR* | *Custom IR* | *Custom IR* | *Custom IR* | *Custom IR* | *Custom IR* | *Custom IR* | *Custom IR* |
| *Rate Rebasing Approach - HOBNI* | *Custom IR* | *Custom IR* | *Custom IR* | *Custom IR* | *Custom IR* | *Custom IR* | *Custom IR* | *Custom IR* | *Custom IR* | *Custom IR* | *Custom IR* | *Custom IR* | *Custom IR* | *Custom IR* |
| *Rate Rebasing Approach - Horizon* | *Custom IR* | *Custom IR* | *Custom IR* | *Custom IR* | *Custom IR* | *Custom IR* | *Custom IR* | *Custom IR* | *Custom IR* | *Custom IR* | *Custom IR* | *Custom IR* | *Custom IR* | *Custom IR* |
| *Flag - Custom IR* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* | *1* |
| *Flag - Price Cap* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* | *0* |

## Incremental Revenue Requirement Calculation

| *ICM Scenario* | *Custom IR + ICM* | *Custom IR + ICM* | *Custom IR + ICM* | *Custom IR + ICM* | *Custom IR + ICM* | *Custom IR + ICM* | *Custom IR + ICM* | *Custom IR + ICM* | *Custom IR + ICM* | *Custom IR + ICM* | *Custom IR + ICM* | *Custom IR + ICM* | *Custom IR + ICM* | *Custom IR + ICM* |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| Recoverable Capex During ICM Filing Year | $ 4,423,505 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Depreciation | $ 55,294 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Incremental Capital CAPEX to be included in Rate Base | $ 4,368,211 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Net Income | $ 162,497 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| PILs | $ (47,471) | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Interest expense - long term debt | $ 92,222 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Interest expense - short term debt | $ 3,774 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| OM&A | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Depreciation | $ 55,294 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Annual Incremental Revenue Requirement (After ICM Recovery %) | $ 159,789 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Cumulative Incremental Revenue | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| **ICM Revenue - Included in I/S - 1 Year Lag** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** | **$ -** |
| *Leverage Ratio (S&P - Regulated Only)* | *56.3%* | *56.6%* | *57.2%* | *57.5%* | *58.6%* | *58.7%* | *58.6%* | *58.4%* | *58.2%* | *58.3%* | *58.2%* | *58.0%* | *57.8%* | *57.6%* |
| *Materiality Threshold Met?* | *Yes* | *No* | *No* | *No* | *No* | *No* | *No* | *No* | *No* | *No* | *No* | *No* | *No* | *No* |

## Calculations

| **Rate Base** | 2026 | 2027 | 2028 | 2029 | 2030 | 2031 | 2032 | 2033 | 2034 | 2035 | 2036 | 2037 | 2038 | 2039 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| Forecasted Rate Base | $ 747,530,781 | $ 777,473,460 | $ 809,702,099 | $ 843,388,982 | $ 885,710,179 | $ 927,038,396 | $ 956,664,832 | $ 985,467,970 | $ 1,014,182,036 | $ 1,046,728,292 | $ 1,080,563,331 | $ 1,112,564,444 | $ 1,144,671,987 | $ 1,176,209,838 |
| Existing COS Approved Rate Base (RB) | $ 557,229,610 | $ 557,229,610 | $ 557,229,610 | $ 557,229,610 | $ 557,229,610 | $ 557,229,610 | $ 557,229,610 | $ 557,229,610 | $ 557,229,610 | $ 557,229,610 | $ 557,229,610 | $ 557,229,610 | $ 557,229,610 | $ 557,229,610 |
| Rate Base Used for ICM | $ 747,530,781 | $ 777,473,460 | $ 809,702,099 | $ 843,388,982 | $ 885,710,179 | $ 927,038,396 | $ 956,664,832 | $ 985,467,970 | $ 1,014,182,036 | $ 1,046,728,292 | $ 1,080,563,331 | $ 1,112,564,444 | $ 1,144,671,987 | $ 1,176,209,838 |
| **ICM Depreciation** | | | | | | | | | | | | | | |
| Forecasted Depreciation | $ 32,434,740 | $ 33,637,229 | $ 34,454,528 | $ 35,620,546 | $ 38,522,678 | $ 41,578,255 | $ 42,984,596 | $ 44,273,151 | $ 45,073,558 | $ 45,464,318 | $ 44,596,007 | $ 45,301,414 | $ 47,135,643 | $ 48,830,020 |
| ICM Depreciation - Existing COS Application (d) | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Depreciation - Custom IR | $ 32,434,740 | $ 66,071,968 | $ 100,526,497 | $ 136,147,043 | $ 174,669,721 | $ 216,247,976 | $ 259,232,572 | $ 303,505,723 | $ 348,579,280 | $ 394,043,598 | $ 438,639,605 | $ 483,941,018 | $ 531,076,661 | $ 579,906,681 |
| Depreciation - Price Cap | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| ICM Depreciation (d) | $ 32,434,740 | $ 66,071,968 | $ 100,526,497 | $ 136,147,043 | $ 174,669,721 | $ 216,247,976 | $ 259,232,572 | $ 303,505,723 | $ 348,579,280 | $ 394,043,598 | $ 438,639,605 | $ 483,941,018 | $ 531,076,661 | $ 579,906,681 |
| **Other Assumptions** | | | | | | | | | | | | | | |
| Growth Factor (g) | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% | 0.77% |
| PCI | 1.30% | 1.30% | 1.30% | 1.30% | 1.30% | 1.30% | 1.30% | 1.30% | 1.30% | 1.30% | 1.30% | 1.30% | 1.30% | 1.30% |
| Dead Band | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% | 20.0% |
| **ICM Threshold** | | | | | | | | | | | | | | |
| ICM Threshold (%) | 168.0% | 144.5% | 136.8% | 132.9% | 130.6% | 128.9% | 127.7% | 126.8% | 126.1% | 125.5% | 125.1% | 124.8% | 124.5% | 124.2% |
| ICM Threshold ($) | $ 54,476,949 | $ 95,464,697 | $ 137,480,772 | $ 180,926,412 | $ 228,034,282 | $ 278,788,181 | $ 330,986,189 | $ 384,713,330 | $ 439,399,106 | $ 494,633,538 | $ 548,852,814 | $ 603,880,417 | $ 661,111,310 | $ 720,363,600 |
| Capital Expenditure | $ 58,900,454 | $ 59,796,292 | $ 65,635,707 | $ 64,808,685 | $ 87,144,847 | $ 68,938,321 | $ 68,392,412 | $ 70,177,973 | $ 70,542,581 | $ 79,261,771 | $ 72,890,674 | $ 75,714,890 | $ 75,720,500 | $ 77,961,465 |
| *Materiality Test Pass (1 = Yes; 0 = No)* | *1* | – | – | – | – | – | – | – | – | – | – | – | – | – |
| **Grossed up PILS Calculation** | | | | | | | | | | | | | | |
| Regulatory Taxable Income | $ 162,497 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Add: Depreciation Expense | $ 55,294 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Less: CCA Deduction | $ 349,457 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Incremental Taxable Income | $ (131,666) | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| PILS Before Gross Up | $ (34,891) | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Incremental Grossed Up PILS | $ (47,471) | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |

# Merger Integration Dashboard

## Savings and Costs Summary

| | BUSINESS CASE 2016 | 2017 | 2018 | 2019 | 2020 | TOTAL |
|---|---|---|---|---|---|---|
| Total Synergy Savings - Labour | $ 10,697,783 | $ 19,872,689 | $ 30,237,266 | $ 36,470,934 | $ 38,533,381 | $ 135,812,052 |
| Total Synergy Savings - Other | $ 6,059,949 | $ 9,199,279 | $ 10,870,875 | $ 12,956,657 | $ 12,958,394 | $ 52,045,154 |
| TOTAL SYNERGY SAVINGS | $ 16,757,732 | $ 29,071,968 | $ 41,108,140 | $ 49,427,591 | $ 51,491,775 | $ 187,857,206 |
| Total Avoided Costs - Labour | $ 1,224,801 | $ 2,380,548 | $ 2,460,918 | $ 2,930,433 | $ 2,951,348 | $ 11,948,048 |
| Total Avoided Costs - Other | $ 736,000 | $ 754,000 | $ 342,000 | $ 492,000 | $ 318,000 | $ 2,642,000 |
| TOTAL AVOIDED COSTS | $ 1,960,801 | $ 3,134,548 | $ 2,802,918 | $ 3,422,433 | $ 3,269,348 | $ 14,590,048 |
| Total Operating Savings | $ 18,718,533 | $ 32,206,516 | $ 43,911,058 | $ 52,850,024 | $ 54,761,123 | $ 202,447,254 |
| LESS: On-Going Costs | $ 6,479,151 | $ 7,144,339 | $ 7,205,526 | $ 7,266,826 | $ 7,266,826 | $ 35,362,669 |
| TOTAL NET OPERATING SAVINGS | $ 12,239,382 | $ 25,062,177 | $ 36,705,532 | $ 45,583,197 | $ 47,494,297 | $ 167,084,585 |
| TOTAL TRANSITION COSTS | $ 53,511,861 | $ 26,259,548 | $ 12,612,453 | $ 2,297,385 | $ 516,740 | $ 95,197,987 |
| TOTAL CAPITAL SAVINGS | $ 22,972,820 | $ 22,564,587 | $ 28,797,135 | $ 23,203,972 | $ 29,982,652 | $ 127,521,167 |
| OPEX Transition Costs | $20,866,208 | $11,066,256 | $8,187,207 | $2,297,385 | $516,740 | |

# Merger Integration Dashboard

## Savings and Costs Summary

| | BUSINESS CASE | | | | | |
|---|---|---|---|---|---|---|
| | 2016 | 2017 | 2018 | 2019 | 2020 | TOTAL |
| Total Synergy Savings - Labour | $ 9,316,200 | $ 18,720,178 | $ 27,029,609 | $ 31,232,632 | $ 31,901,091 | $ 118,199,710 |
| Total Synergy Savings - Other | $ 5,559,949 | $ 8,252,529 | $ 9,633,113 | $ 11,696,895 | $ 11,724,182 | $ 46,866,668 |
| TOTAL SYNERGY SAVINGS | $ 14,876,148 | $ 26,972,707 | $ 36,662,722 | $ 42,929,527 | $ 43,625,273 | $ 165,066,378 |
| Total Avoided Costs - Labour | $ 1,214,801 | $ 2,370,548 | $ 2,450,918 | $ 2,920,433 | $ 2,941,348 | $ 11,898,048 |
| Total Avoided Costs - Other | $ 710,000 | $ 728,000 | $ 316,000 | $ 466,000 | $ 292,000 | $ 2,512,000 |
| TOTAL AVOIDED COSTS | $ 1,924,801 | $ 3,098,548 | $ 2,766,918 | $ 3,386,433 | $ 3,233,348 | $ 14,410,048 |
| Total Operating Savings | $ 16,800,949 | $ 30,071,255 | $ 39,429,640 | $ 46,315,960 | $ 46,858,621 | $ 179,476,426 |
| LESS: On-Going Costs | $ 6,185,213 | $ 6,385,213 | $ 6,380,213 | $ 6,380,213 | $ 6,380,213 | $ 31,711,064 |
| TOTAL NET OPERATING SAVINGS | $ 10,615,737 | $ 23,686,043 | $ 33,049,427 | $ 39,935,747 | $ 40,478,408 | $ 147,765,362 |
| TOTAL TRANSITION COSTS | $ 40,713,892 | $ 15,653,103 | $ 4,881,838 | $ 260,000 | $ 1,150,000 | $ 62,658,833 |
| TOTAL CAPITAL SAVINGS | $ 16,464,835 | $ 21,375,102 | $ 13,956,650 | $ 14,063,487 | $ 28,898,637 | $ 94,758,712 |