Undertaking No. J1.1

Reference: Page 75 of Transcript Volume 1

To provide a version of Table 1 on page 9 of the compendium that reflects two items:

a) **Remove all the figures that do not flow into the Total Net Incremental Eligible Capital at the bottom, and some of those items are some of the numbers for PowerStream, Horizon, and Brampton; and**
b) **Add in the $70MM in incremental capital that would be sought for PowerStream as a result of the Board decision that's indicated in the response to Undertaking No. JTC1.8 at page 3 of the Compendium.**

Response:

The Applicants also understood the undertaking to include a request (labelled as the response to c) below) to replicate Table 1 but use a 10% dead band in the ICM calculation in place of the 20% dead band that was originally used (please refer to page 73 of the Transcript Volume 1).

The Applicants reiterate that the information provided in Tables 1 and 2 below is the result of conducting a mathematical determination of capital eligibility only and does not necessarily reflect the actual outcome of potential ICM applications.

a) and b)

Table 1: Revision to Forecast ICM Revenue due to PowerStream Decision

Revision to B-SEC 18												
Total Incremental Capital, $MM												
Enersource	**2015**	**2016**	**2017**	**2018**	**2019**	**2020**	**2021**	**2022**	**2023**	**2024**	**2025**	**Total 2015-2025**
Incremental Capital	55.4	24.6	17.3	13.6	16.6	16.6	23.2	24.6	26.1	27.5	29.2	274.5
Depreciation	1.4	0.6	0.4	0.3	0.4	0.4	0.6	0.6	0.7	0.7	0.4	6.5
Net Incremental Capital	54.0	24.0	16.9	13.3	16.2	16.2	22.6	24.0	25.4	26.8	28.8	268.0
ICM Revenue - Included in I/S - 1 Year Lag	-	3.7	5.4	6.5	7.4	8.6	9.7	10.8	12.1	13.4	14.8	92.3
PowerStream	**2015**	**2016**	**2017**	**2018**	**2019**	**2020**	**2021**	**2022**	**2023**	**2024**	**2025**	**Total 2015-2025**
Incremental Capital							22.3	21.6	-	-	5.0	48.9
Depreciation							0.6	0.5	-	-	0.1	1.2
Net Incremental Capital							21.8	21.0	-	-	4.9	47.7
ICM Revenue - Included in I/S - 1 Year Lag	-	-	-	-	-	-	-	1.0	2.0	2.0	2.0	7.2
PowerStream - changes resulting from Rate decision	**2015**	**2016**	**2017**	**2018**	**2019**	**2020**	**2021**	**2022**	**2023**	**2024**	**2025**	**Total 2015-2025**
Net Incremental Capital				0.5	(3.3)	2.7	17.2	17.2	11.7	8.4	17.4	71.8
ICM Revenue - Included in I/S - 1 Year Lag					0.3	0.7	0.9	1.7	2.5	3.1	3.5	12.8
Hydro One Brampton	**2015**	**2016**	**2017**	**2018**	**2019**	**2020**	**2021**	**2022**	**2023**	**2024**	**2025**	**Total 2015-2025**
Incremental Capital		10.9	-	9.5	4.3	4.2	7.8	8.5	9.2	9.9	10.8	75.1
Depreciation		0.3	-	0.2	0.1	0.1	0.2	0.2	0.2	0.2	0.1	1.7
Net Incremental Capital		10.6	-	9.3	4.2	4.1	7.6	8.3	9.0	9.7	10.7	73.4
ICM Revenue - Included in I/S - 1 Year Lag	-	-	0.8	0.8	1.5	1.8	2.1	2.5	2.9	3.4	4.0	19.7
Horizon	**2015**	**2016**	**2017**	**2018**	**2019**	**2020**	**2021**	**2022**	**2023**	**2024**	**2025**	**Total 2015-2025**
Incremental Capital						15.7	14.8	13.5	16.2	11.1	17.2	88.4
Depreciation						0.4	0.4	0.3	0.4	0.3	0.2	2.0
Net Incremental Capital						15.3	14.4	13.2	15.8	10.8	17.0	86.4
ICM Revenue - Included in I/S - 1 Year Lag	-	-	-	-	-	-	1.0	1.6	2.3	3.0	3.5	11.4
	2015	**2016**	**2017**	**2018**	**2019**	**2020**	**2021**	**2022**	**2023**	**2024**	**2025**	**Total 2015-2025**
Total Net Incremental Capital	54.0	34.6	16.9	22.6	20.3	35.5	66.3	66.5	50.2	47.3	-	414.2
Total Forecast ICM Revenue	-	3.7	6.1	7.3	8.9	10.3	12.7	16.0	19.3	21.9	24.3	130.6
Total incl. impact of PowerStream's rate decision	**2015**	**2016**	**2017**	**2018**	**2019**	**2020**	**2021**	**2022**	**2023**	**2024**	**2025**	**Total 2015-2025**
Net Incremental Capital	54.0	34.6	16.9	23.1	17.0	38.3	83.5	83.7	61.9	55.7	17.4	486.0
Total Forecast ICM Revenue	-	3.7	6.1	7.3	9.2	11.0	13.6	17.7	21.9	25.0	27.8	143.3

c)

Table 2: Revision to Forecast ICM Revenue due to PowerStream Decision at 10% Dead Band

Revision to B-SEC 18												
Total Incremental Capital, $MM												
UPDATED FOR 10%THRESHOLD ONLY												
Enersource	**2015**	**2016**	**2017**	**2018**	**2019**	**2020**	**2021**	**2022**	**2023**	**2024**	**2025**	**Total 2015-2025**
Incremental Capital	58.2	27.5	20.2	16.5	19.5	19.4	26.0	27.5	29.0	30.4	32.0	306.1
Depreciation	1.5	0.7	0.5	0.4	0.5	0.5	0.7	0.7	0.7	0.8	0.4	7.3
Net Incremental Capital	56.8	26.8	19.7	16.1	19.0	19.0	25.4	26.8	28.2	29.6	31.6	298.9
ICM Revenue - Included in I/S - 1 Year Lag	-	3.9	5.8	7.1	8.2	9.5	10.8	12.1	13.5	15.0	16.5	102.4
PowerStream	**2015**	**2016**	**2017**	**2018**	**2019**	**2020**	**2021**	**2022**	**2023**	**2024**	**2025**	**Total 2015-2025**
Incremental Capital							28.2	27.4	0.2	-	10.8	66.6
Depreciation							0.7	0.7	0.0	-	0.1	1.5
Net Incremental Capital							27.5	26.7	0.2	-	10.7	65.0
ICM Revenue - Included in I/S - 1 Year Lag	-	-	-	-	-	-	-	1.3	2.6	2.6	2.6	9.1
PowerStream - changes resulting from Rate decision	**2015**	**2016**	**2017**	**2018**	**2019**	**2020**	**2021**	**2022**	**2023**	**2024**	**2025**	**Total 2015-2025**
Net Incremental Capital				4.7	0.9	6.8	22.2	22.2	16.7	13.3	22.5	109.3
ICM Revenue - Included in I/S - 1 Year Lag					0.6	1.2	1.7	2.8	3.8	4.6	5.3	19.9
Hydro One Brampton	**2015**	**2016**	**2017**	**2018**	**2019**	**2020**	**2021**	**2022**	**2023**	**2024**	**2025**	**Total 2015-2025**
Incremental Capital		12.4	-	11.1	5.8	5.8	9.4	10.1	10.8	11.5	12.4	89.4
Depreciation		0.3	-	0.3	0.1	0.1	0.2	0.3	0.3	0.3	0.2	2.1
Net Incremental Capital		12.1	-	10.8	5.7	5.6	9.1	9.9	10.5	11.2	12.2	87.3
ICM Revenue - Included in I/S - 1 Year Lag	-	-	0.9	0.9	1.7	2.1	2.5	3.0	3.6	4.1	4.8	23.6
Horizon	**2015**	**2016**	**2017**	**2018**	**2019**	**2020**	**2021**	**2022**	**2023**	**2024**	**2025**	**Total 2015-2025**
Incremental Capital						18.2	17.3	16.0	18.7	13.6	19.7	103.6
Depreciation						0.5	0.4	0.4	0.5	0.3	0.2	2.3
Net Incremental Capital						17.7	16.8	15.6	18.3	13.3	19.5	101.3
ICM Revenue - Included in I/S - 1 Year Lag	-	-	-	-	-	-	1.1	1.9	2.6	3.5	4.1	13.3
	2015	**2016**	**2017**	**2018**	**2019**	**2020**	**2021**	**2022**	**2023**	**2024**	**2025**	**Total 2015-2025**
Total Net Incremental Capital	56.8	38.9	19.7	26.9	24.7	42.3	78.8	79.0	57.2	54.1	-	478.4
Total Forecast ICM Revenue	-	3.9	6.6	8.0	9.9	11.6	14.5	18.4	22.3	25.2	28.0	148.5
Total incl. impact of PowerStream's rate decision	**2015**	**2016**	**2017**	**2018**	**2019**	**2020**	**2021**	**2022**	**2023**	**2024**	**2025**	**Total 2015-2025**
Net Incremental Capital	56.8	38.9	19.7	31.6	25.6	49.1	101.0	101.1	73.9	67.5	22.5	587.7
Total Forecast ICM Revenue	-	3.9	6.6	8.0	10.5	12.8	16.2	21.1	26.1	29.8	33.3	168.4