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November 7, 2016

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

Dear Ms. Walli:

Re: Atikokan Hydro Inc (EB-2016-0056) Incomplete Evidence

Atikokan Hydro received correspondence from the Ontario Energy Board, our project advisor Chris Codd on November 4, 2016 regarding incomplete evidence in our Cost of Service Application filed October 3, 2016. Atikokan is respectfully submitting the additional (incomplete) evidence as required and apologizes for any inconvenience this may have caused.

This response includes the following evidence:

- Certification by a senior officer that the evidence filed is accurate, consistent and complete [Chapter 1, p. 2]
- Reference to Conditions of Service - LDC does not need to file Conditions of Service, but must provide reference to website and confirm version is current [Chapter 2, p. 10-11]
- Detailed reconciliation of AFS with regulatory financial results filed in the application, with identification of any deviations that are being proposed [Chapter 2, p. 15]
- Discussion outlining capital and operating efficiencies realized as a result of the deployment and operationalization of smart meters and related technologies (e.g., AMI communications networks, ODS) in its networks. Qualitative and quantitative description and support should be provided as applicable [Chapter 2, p. 23]
- Description of how incremental conservation initiatives have been considered in order to defer or avoid future infrastructure projects as part of distribution system planning processes [Chapter 2, p. 23]
- Completed Bill Impacts Model for all classes in the distributor's tariff schedule. Bill impacts must identify existing rates, proposed changes to rates, and detailed bill impacts. [Chapter 2, p. 60] – Excel model version

The additional evidence has been filed electronically with the Board today and two (2) paper copies will be delivered to the Board Secretary.

Sincerely,

A handwritten signature in cursive script that reads "Jennifer Wiens".

Jennifer Wiens
CEO/Sec/Tres
Atikokan Hydro Inc.

Atikokan Hydro Inc. Additional Evidence
EB-2016-0056

Certification of Evidence – Chapter 1, p. 2

Atikokan Hydro's Certification of Evidence is attached in Attachment A as per Chapter 1 Filing requirements.

Reference of Condition of Service – Chapter 2, p. 10-11

Atikokan Hydro confirms its Conditions of Service are publicly available on the website; <https://www.athydro.com/> ; under Regulatory Data. This is the current version, no changes have been made since the last cost of service application; EB-2011-0293.

Detailed Reconciliation of AFS with Regulatory Financial Results – Chapter 2, p. 15

Reconciliations of Atikokan Hydro's 2013, 2014 and 2015 Audited Financial Statements to the annual Regulatory reporting Requirements ("RRR") Trial Balance for 2013, 2014 and 2015 are provided in Attachment B as per Section 2.1.8 of the Chapter 2 Filing Requirements.

Smart Meter Deployment – Chapter 2, p. 23

As a result of the deployment of smart meters, some operational efficiencies have been gained. The billing department utilizes the ability to see customer usage and perform on demand reads for reading requests for customer vacancy's and other billing inquiries as required; this eliminates the need to send a meter reader (lineman) and a truck. Prior to smart meter deployment, Atikokan Hydro's line crew performed all meter reading as part of their duties; thereby, no quantitative direct savings resulted from the deployment; staffing compliment remains the same. However, given less time is spent on meter reading, time is freed up for other capital and operational functions. Less time is spent travelling between service locations for meter readings or specific work order read requests from billing. Billing staff no longer have to manually enter meter readings to bill consumption; however, the smart meters have a greater failure rate than the non-smart meters and tend to create more work for billing staff to handle meter exchanges. The ability to see customer hourly usage and the ability for customers to enrol in online billing

with the advantage of household electricity tracking makes handle customer concerns easier.

Incremental Conservation Initiatives – Chapter 2, p. 23

Atikokan Hydro has not experienced material growth in its customer base or service territory nor does the load forecast foresee growth to occur; therefore, there is no need to consider incremental conservation initiatives to defer or otherwise avoid future infrastructure projects. This is believed to remain true over the life of this Application.

Atikokan Hydro is not applying for funding through distribution rates to pursue activities such as energy efficiency programs, demand response programs, energy storage programs, etc.

Bill Impacts Model – Filing Requirement Chapter 2, p. 60

Atikokan in its belief provided completed bill impacts for all classes in its tariff schedule in Exhibit 8 Rate Design as per filing requirements; however, the live excel version was not uploaded to the OEB as the filing requirements. Atikokan has now made the completed model available to OEB staff.

Certificate of Evidence

I, Jennifer Wiens, CEO, Secretary and Treasurer of Atikokan Hydro Inc. certify that the evidence filed in this Application is accurate, consistent and complete to the best of my knowledge.

Jennifer Wiens
Jennifer Wiens, CEO/Sec/Tres

Nov 7/16
Date

ATTACHMENT B

Atikokan Hydro Inc December 2013

Accounts Description	Account No	Amount	Sub Account divided	Balance Sheet
Cash	1005	63,186.77		
Cash Advances and Working Funds	1010	500.00		
Accounts Receivable - Customer Accounts	1100	299,689.22		
Accumulated Provision for Uncollectible Acc-Credit	1130	-6,000.00		
Accounts Receivable - Recoverable Work	1104	36,493.09		
Other Miscellaneous Non-Current Liabilities	2320	-750.00		
Accrued Utility Revenues	1120	394,419.17	18,273	
Plant Materials & Operating Supplies	1330	118,738.96		
Prepayments	1180	42,550.01		967,100
Property, plant and equipment				
Computer Software	1611	197,263.30		
Distributon Station Equipment below 50kV	1820	499,702.94		
Poles, Tower & Fixtures	1830	2,280,711.41		
Line Transformers	1850	489,545.53		
Meters	1860	633,647.74		
Land	1905	15,588.47		
Buildings & Fixtures	1908	683,676.88		
Office Furniture & Equipment	1915	62,719.02		
Computer Equipment - Hardware	1920	63,071.20		
Transporation Equipment	1930	764,810.55		
Tools, Shop & Garage Equipment	1940	100,520.27		
Accumulated Depreciation of Electric Utility Plnat, propert	2105	-3,400,591.44		2,390,666
Regulatory Assets				
Other Regulatory Assets	1508	36,253.05		
RCVA Retail	1518	8,055.92		
RCVA STR	1548	5,558.04		
Smart Metering Entity Charge Variance Account	1551	1,175.98		
Smart Meter Capital & Recovery Offset Variance Acct	1555	13,901.27		
Contra Asset - Deferred Payments In Lieu of Taxes	1563	3,607.09		
LRAM Variance Account	1568	1,507.39		
RSVA Ga	1589	145,629.01		
PILs & Tax Variance for 2006 & Subsequent Years	1592			
Disposition & Recovery/refund of Regulatory Balances Cr	1595	53,082.24		268,770
Deferred Tax - Non-Current Liability	6115	149,643.00		149,643
LIABILITIES				3,776,179
Accounts Payable	2205	-520,573.91		
Customer Credit Balances	2208	254.06	-18,273	
Accumulated Provision for Rate Refunds	2315	0.89		
Pay Dedctn/Expenses Payable(Acccrued Vacation)	2292	-31,543.94		
Customer Deposits	2210	-13,340.09		
Current Long Term Debt	2335	-117,723.12		-701,199
Regulatory Liabilities				
RSVA WMS	1580	-63,790.65		
RSVA NW	1584	-1,986.61		
RSVACN	1586	-12,152.62		
RSVA Power	1588	-91,615.37		
	1592	-2,654.39		
Deferred Tax - Non-Current Liability	2350	-149,643.00		-321,843
Non-Current Customer Deposits	2335	-120,060.76		-120,061
Term Bank Laons - Long Term	2525	-303,064.52		
Advances from Associated Companies	2550	-335,000.00		-638,065
				-1,781,167
Common Shares Issued	3005	-1,277,900.00		
Preference Shares Issued	3008	-1,262,063.38		-2,539,963
Deficit		544,951		544,951
		-1,995,012.38		-1,995,012
				-3,776,179

Statement of Operations & Deficit

Residential Energy Sales	4006	-855,112.17	
Street Lighting Energy Sales	4025	-39,384.47	
General Energy Sales	4035	-1,039,814.59	
Energy Sales for Retailers/Others	4055	-107,892.87	
Billed WMS	4062	-128,766.20	
Billed NW	4066	-152,738.09	
Billed CN	4068	-85,333.80	-2,409,042
Distribution Services Revenue	4080	-1,366,216.69	
Smart Meter Entity Charge	4076	-11,626.14	-1,377,843
Rent from Electric Property	4210	-31,625.25	-31,625
Late Payment Charges	4225	-6,376.17	-6,376
Retail Services Revenues	4082	-5,036.33	
Service Transaction Requests (STR) Revenues	4084	-1,950.00	
Miscellaneous Service Revenues	4235	-6,277.63	
Revenues from Merchandise	4325	-70,407.46	
Costs & Expenses of Merchandising	4330	58,207.68	
Miscellaneous Non-Operation Income	4390	-3,767.60	-29,231
Revenues from Non Rate-Regulated Utility Operations	4375	-123,557.70	-123,558
Interest & Dividend Income	4405	-5,332.11	-5,332
			-3,983,008

Expenses

Administration			
Executive Salaries & Expenses	5605	6,459.80	
Management Salaries & Expenses	5610	126,730.14	
General Administrative Salaries & Expenses	5615	88,652.28	
Office Supplies & Expenses	5620	3,403.68	
Outside Services Employed	5630	56,300.85	-75.00
Property Insurance	5635	17,558.36	
OMERS Pensions and Benefits	5645	51,079.85	
Regulatory Expenses	5655	14,982.13	
General Advertising Expenses	5660	441.00	
Miscellaneous General Expenses	5665	22,389.76	
Other Payroll expenses EI, CPP, WSIB, EHT, Insurance			387,923
Depreciation Expense - Property Plant & Equipment	5705	176,231.45	176,231
Charges - Smart Metering Entity Charge	4751	11,626.14	
Supervision	5305	2,302.50	
Meter Reading Expense	5310	91,477.67	
Customer Billing	5315	138,731.99	
Collecting - Cash Over & Short	5325	25.99	
Bad Debt Expense	5335	6,431.78	
Miscellaneous Customer Accounts Expenses	5340	45.00	250,641
Distribution Station Equipment -Operation Labour	5016	15,529.50	
Dist Station Equipment -Operation Supplies & Expenses	5017	16.28	
Overhead Distribution Lines & Feeders -Operation Labour	5020	206,505.11	10,582
Overhead Distribution Lines & Feeders -Supplies & Exper	5025	40,205.20	-30,560
	5020	206,505.11	-217,087
Overhead Distribution Lines & Feeders -Supplies & Exper	5025	40,205.20	-9,645
Overhead Subtransmission Feeder - Operation	5030	1,096.20	
	5035	160.00	
Meter Expense	5065	4,001.74	
Maintenance of Distribution Station Equipment	5114	11,482.60	
Maintenance of Overhead Conductors & Devices	5125	0.00	
Maintenance of Overhead Services	5130	0.00	
Overhead Distribution Lines & Feeders - Right of Way	5135	59,742.52	
Maintenance of Line Transformers	5160	4,032.97	
Maintenance of Meters	5175	23,679.21	
Maintenance of General Plant	5675	46,180.24	170,353
Power Purchased	4705	621,182.58	
Charges - Global Adjustment	4707	1,421,021.52	
Charges -WMS	4708	128,766.20	
Charges -NW	4714	152,738.09	
Charges -CN	4716	85,333.80	2,409,042
Interest on Long Term Debt	6005	54,346.87	54,347
Other Interest Expense	6035	19781.27	19,781

Expenses from Non Rate-Regulated Utility Operations	4380	<u>123,557.70</u>	123,558
		<u>3,834,155</u>	
Net Income (loss) before the following		-148,853	
Loss on Disposition of Utility & Other Property	4360	-6,179.00	
		-142,674	
Net Income (loss) for the year			
Deficit, beginning of year		<u>-687,624.00</u>	
Deficit end of year	3055	<u>544,950</u>	

Balance Transferred from Income	3046	464,451.68	populates
Provision for Deferred Taxes - Income Statement	6115	149,375.00	

Atikokan Hydro Inc December 2013			
Account No		Accounts Description	Amount
1005	Current Liability	Cash	63,186.77
1010	Current Liability	Cash Advances & Working Funds	500.00
1100	Current Asset	Accounts Receivable - Services	299,689.22
1104	Current Asset	Accounts Receivable - Recoverable Work	36,493.09
1120	Current Asset	Accrued Utility Revenues	394,419.17
1130	Current Asset	Accumulated Provision for Uncollectible Acc-Credit	-6,000.00
1180	Current Asset	Prepayments	42,550.01
1330	Current Asset	Plant Materials & Operating Suplies	118,738.96
1508	Regulatory Asset	Other Regulatory Assets	36,253.05
1518	Regulatory Asset	RCVA Retail	8,055.92
1548	Regulatory Asset	RCVA STR	5,558.04
1551	Regulatory Asset	Smart Metering Entity Charge Variance Account	1,175.98
1555	Regulatory Asset	Smart Meter Capital & Recovery Offset Variance Acct	13,901.27
1563	Regulatory Liability	Contra Asset - Deferred Payments in Lieu of Taxes	3,607.09
1568	Regulatory Liability	LRAM Variance Account	1,507.39
1580	Regulatory Liability	RSVA WMS	-63,790.65
1584	Regulatory Liability	RSVA NW	-1,986.61
1586	Regulatory Asset	RSVA CN	-12,152.62
1588	Regulatory Liability	RSVA Power	-91,615.37
1589	Regulatory Asset	RSVA Ga	145,629.01
1592	Regulatory Asset	PILs & Tax Variance for 2006 & Subsequent Years	-2,654.39
1595	Regulatory Asset	Disposition & Recovery/refund of Regulatory Balances Control Account	53,082.24
1611	PP&E	Computer Software	197,263.30
1820	PP&E	Distribuiton Station Equipment below 50kV	499,702.94
1830	PP&E	Poles, Tower & Fixtures	2,280,711.41
1850	PP&E	Line Transformers	489,545.53
1860	PP&E	Meters	633,647.74
1905	PP&E	Land	15,588.47
1908	PP&E	Buildings & Fixtures	683,676.88
1915	PP&E	Office Furniture & Equipment	62,719.02
1920	PP&E	Computer Equipment - Hardware	63,071.20
1930	PP&E	Transporation Equipment	764,810.55
1940	PP&E	Tools, Shop & Garage Equipment	100,520.27
2105	PP&E	Accumulated Depreciation of Electric Utility Plnat, property, plant & Equip	-3,400,591.44
2205	Current Liability	Accounts Payable	-520,573.91
2208	Current Liability	Customer Credit Balances	254.06
2210	Current Liability	Customer Deposits	-13,340.09
2260	Current Liability	Current Long Term Debt	-117,723.12
2292	A/P Vacation Accrual	Payroll Deductions/Expenses Payable	-31,543.94
2315	Current Liability	Accumulated Provision for Rate Refunds	0.89
2320	Current Asset	Other Miscellaneous Non-Current Liabilities	-750.00
2335	Current Liability	Non-Current Customer Deposits	-120,060.76
2350	Asset Future Income	Deferred Tax - Non-Current Liability	-149,643.00
2525	Current Liability	Term Bank Laons - Long Term	-303,063.52
2550	Current Liability	Advances from Associated Companies	-335,000.00
3005	Shareholder Equity	Common Shares Issued	-1,277,900.00
3008	Shareholder Equity	Preference Shares Issued	-1,262,063.38
3046	Trial Balance 2.1.7 O	Balance Transferred From Income	6,969.46
3055	Deficit	Adjustment to Retained Earnings	687,623.87
4006	Revenue	Residential Energy Sales	-855,112.17
4025	Revenue	Street Lighting Energy Sales	-39,384.47
4035	Revenue	General Energy Sales	-1,039,814.59
4055	Revenue	Energy Sales for Retailers/Others	-107,892.87
4062	Revenue	Billed WMS	-128,766.20
4066	Revenue	Billed NW	-152,738.09
4068	Revenue	Billed CN	-85,333.80
4080	Revenue	Distribution Services Revenue	-1,366,216.69
4082	Revenue	Retail Services Revenues	-5,036.33
4084	Revenue	Service Transaction Requests (STR) Revenues	-1,950.00
4210	Revenue	Rent from Electric Property	-31,625.25
4225	Revenue	Late Payment Charges	-6,376.17
4235	Revenue	Miscellaneous Service Revenues	-6,277.63
4325	Revenue	Revenues from Merchandise	-70,407.46
4330	Revenue	Costs & Expenses of Merchandising	63,863.54
4360	Loss on Disposal Ass	Loss on Disposition of Utility & Other Property	6,104.09
4375	Demand Mgmt Rev	Revenues from Non Rate-Regulated Utility Operations	123,557.70
4380	Demand Mgmt Exp	Expenses from Non Rate-Regulated Utility Operations	-123,557.70
4390	Revenue	Miscellaneous Non-Operation Income	-3,767.60
4405	Revenue	Interest & Dividend Income	-5,332.11

4705	Energy Cost	Power Purchased	621,182.58
4707	Energy Cost	Charges - Global Adjustment	1,421,021.52
4708	Energy Cost	Charges -WMS	128,766.20
4714	Energy Cost	Charges -NW	152,738.09
4716	Energy Cost	Charges -CN	85,333.80
4751	Distribution Operation	Charges - Smart Metering Entity Charge	11,626.14
5016	Distribution Operation	Distribution Station Equipment -Operation Labour	15,529.50
5017	Distribution Operation	Distribution Station Equipment -Operation Supplies & Expenses	16.28
5020	Distribution Operation	Overhead Distrbution Lines & Feeders -Operation Labour	200,849.25
5025	Distribution Operation	Overhead Distrbution Lines & Feeders -Supplies & Expenses	40,205.20
5030	Dist Maint	Overhead Subtransmission Feeder - Operation	1,096.20
5035	Dist Maint	Overhead Subtransmission Transformers- Operation	160.00
5065	Dist Maint	Meter Expense	4,001.74
5114	Dist Maint	Maintenance of Distribuion Station Equipment	11,482.60
5135	Dist Maint	Overhead Distribution Lines & Feeders - Right of Way	59,742.52
5160	Dist Maint	Maintenance of Line Transformers	4,032.97
5175	Dist Maint	Maintenance of Meters	23,679.21
5305	Dist Maint	Supervision	2,302.50
5310	Dist Maint	Meter Reading Expense	91,477.67
5315	Dist Maint	Customer Billing	138,731.99
5325	Dist Maint	Collecting - Cash Over & Short	25.99
5335	Dist Maint	Bad Debt Expense	6,431.78
5340	Dist Maint	Miscellaneous Customer Accounts Expenses	45.00
5605	Admin	Executive Salaries & Expenses	6,459.80
5610	Admin	Management Salaries & Expenses	126,730.14
5615	Admin	General Administrative Salaries & Expenses	88,652.28
5620	Admin	Office Supplies & Expenses	3,403.68
5630	Admin	Outside Services Employed	56,300.85
5635	Admin	Property Insurance	17,558.36
5645	Admin	OMERS Pensions and Benefits	51,079.84
5655	Admin	Regulatory Expenses	14,982.13
5660	Admin	General Advertising Expenses	441.00
5665	Admin	Miscellaeous General Expenses	22,389.76
5675	Maint	Maintenance of General Plant	46,180.24
5705	Amortization Exp	Depreciation Expense - Property Plant & Equipment	176,231.45
6005	Interest Long Term	Interest on Long Term Debt	54,346.87
6035	Other Interest Exp	Other Interest Expense	19,781.27
6115	Regulatory Liability	Deferred Tax - Non-Current Liability	149,643.00

Atikokan Hydro Inc December 2014

Accounts Description	Account No	Amount	Sub Account divided	Balance Sheet
Cash	1005	320,872.68		
Cash Advances and Working Funds	1010	500.00		
Accounts Receivable - Customer Accounts	1100	387,530.37		
Accumulated Provision for Uncollectible Acc-Credit	1130	-6,000.00	-10,671.73	
Accounts Receivable - Recoverable Work	1104	69,525.95		
Other Miscellaneous Non-Current Liabilities	2320	-750.00		
Accrued Utility Revenues	1120	392,026.74		
Plant Materials & Operating Suplies	1330	102,639.10		
Prepayments	1180	43,214.72		1,298,888
Property, plant and equipment				
Computer Software	1611	31032.90		
Distribuiton Station Equipment below 50kV	1820	502784.54		
Poles, Tower & Fixtures	1830	2682671.32		
Line Transformers	1850	456006.40		
Meters	1860	643650.68		
Land	1905	15588.47		
Buildings & Fixtures	1908	683676.88		
Office Furniture & Equipment	1915	62719.02		
Computer Equipment - Hardware	1920	21090.10		
Transporation Equipment	1930	764810.55		
Tools, Shop & Garage Equipment	1940	108892.23		
Accumulated Depreciation of Electric Utility Plnat, property, p	2105	-3,320,272.99		2,652,650
Regulatory Assets				
Other Regulatory Assets	1508	37,473.33		
RCVA Retail	1518	10,484.49		
RCVA STR	1548	7,419.24		
Smart Metering Entity Charge Variance Account	1551	1,128.57		
Smart Meter Capital & Recovery Offset Variance Acct	1555	6,319.99		
Contra Asset - Deferred Payments In Lieu of Taxes	1563	6,553.99		
LRAM Variance Account	1568	1,507.39		
RSVA NW	1584	7,651.30		
RSVACN	1586	7,511.53		
RSVA Ga	1589	204,613.92		
Disposition & Recovery/refund of Regulatory Balances Contr	1595	30,959.68		321,623
Deferred Tax - Non-Current Liability	6115	103,679.00		103,679
LIABILITIES				4,376,840
Accounts Payable	2205	-585,349.44		
Customer Credit Balances	2208	-223,961.18	10,672	reclassified
		-9.83		
Commodity Taxes	2290	715.65		
Pay Dedctn/Expenses Payable(Accrued Vacation)	2292	-28,578.93		
Payment in lieu of Corporate taxes payable	2294	-5,185.00		
Customer Deposits	2210	-11,567.00		
Current Long Term Debt	2335	-117,723.12		-960,987
Regulatory Liabilities				
RSVA WMS	1580	-61,718.13		
RSVA Power	1588	-109,875.69		
PIls & Tax Variance for 2006 & Subsequent Years	1592	-4,822.97		
Future Income Taxes	1570	-103,679.00		-280,096
Non-Current Customer Deposits	2335	-104,101.77		-104,102
Term Bank Loans - Long Term	2525	-245,340.40		
Advances from Associated Companies	2550	-402,002.00		-647,342
				-1,992,527
Common Shares Issued	x 3005	-1,277,900.00		
Preference Shares Issued	x 3008	-1,262,063.38		-2,539,963
Deficit	x	155,649		155,649
		-2,384,314.38		-2,384,314
				-4,376,841

Statement of Operations & Deficit

Residential Energy Sales	4006	-935,085.54	
Street Lighting Energy Sales	4025	-41,406.99	
General Energy Sales	4035	-1,201,928.64	
Energy Sales for Retailers/Others	4055	-104,778.80	
Billed WMS	4062	-146,003.22	
Billed NW	4066	-165,126.29	
Billed CN	4068	-94,115.31	-2,688,445
Distribution Services Revenue	4080	-1,348,455.02	
Smart Meter Entity Charge	4076	-15,530.74	-1,363,986
Rent from Electric Property	4210	-31,625.25	-31,625
Late Payment Charges	4225	-8,072.25	-8,072
Retail Services Revenues	4082	-4,648.92	
Service Transaction Requests (STR) Revenues	4084	-1,800.00	
Miscellaneous Service Revenues	4235	-6,640.38	
Revenues from Merchandise	4325	-128,340.19	
Costs & Expenses of Merchandising	4330	87,014.87	-57,418
Miscellaneous Non-Operation Income	4390	-6,754.70	-118,587.67
Revenues from Non Rate-Regulated Utility Operations	4375	<u>-94,025.39</u>	-94,025
Interest & Dividend Income	4405	<u>-7,789.03</u>	-7,789
			-4,312,530

Expenses

Administration			
Executive Salaries & Expenses	5605	6,841.00	
Management Salaries & Expenses	5610	94,818.59	
General Administrative Salaries & Expenses	5615	85,299.05	
Office Supplies & Expenses	5620	5,233.81	
Outside Services Employed	5630	28,346.55	
Property Insurance	5635	8,281.68	
OMERS Pensions and Benefits	5645	52,024.58	
Regulatory Expenses	5655	12,000.93	
General Advertising Expenses	5660	336.50	
Miscellaneous General Expenses	5665	<u>16,144.57</u>	
			309,327
Depreciation Expense - Property Plant & Equipment	5705	<u>196,885.34</u>	196,885
Charges - Smart Metering Entity Charge	4751	15,530.74	
Supervision	5305	2,310.00	
Meter Reading Expense	5310	30,269.99	
Customer Billing	5315	128,102.83	
Collecting - Cash Over & Short	5325	144.89	
Bad Debt Expense	5335	110.42	
Miscellaneous Customer Accounts Expenses	5340	<u>4,065.00</u>	180,534
Distribution Station Equipment -Operation Labour	5016	6,218.70	57,418
Dist Station Equipment -Operation Supplies & Expenses	5017	2,997.00	
Overhead Distribution Lines & Feeders -Operation Labour	5020	187,329.55	
Overhead Distribution Lines & Feeders -Supplies & Expenses	5025	<u>2,375.75</u>	256,339
Overhead Distribution Lines & Feeders -Operation Labour	5020		
Overhead Distribution Lines & Feeders -Supplies & Expenses	5025	50,781.82	
Overhead Subtransmission Feeder - Operation	5030	875.18	
	5035	1,092.20	
Meter Expense	5065	11,204.73	
Maintenance of Distribution Station Equipment	5114	9,949.87	
Maintenance of Overhead Conductors & Devices	5125	0.00	
Maintenance of Overhead Services	5130	0.00	
Overhead Distribution Lines & Feeders - Right of Way	5135	17,549.10	
Maintenance of Line Transformers	5160	675.80	
Maintenance of Meters	5175	21,445.72	
Maintenance of General Plant	5675	<u>40,176.13</u>	153,751
Power Purchased	4705	960,670.17	
Charges - Global Adjustment	4707	1,322,529.80	
Charges -WMS	4708	146,003.22	
Charges -NW	4714	165,129.29	
Charges -CN	4716	<u>94,115.31</u>	2,688,448
Interest on Long Term Debt	6005	<u>20,580.24</u>	20,580

Other Interest Expense	6035	<u>2834.07</u>	2,834
Expenses from Non Rate-Regulated Utility Operations	4380	<u>94,025.39</u>	94,025
		<u>3,902,724</u>	
Net Income (loss) before the following		-409,806	
Loss on Disposition of Utility & Other Property	4360	-7,788.05	
Provision for paymt I lieu of Corporate Taxes		12,719.00	
		-389,299	
Net Income (loss) for the year			
Deficit, beginning of year		<u>-544,951.00</u>	
Deficit end of year	3055	155,652	

Balance Taransferred from Income	3046	464,451.68	populates
Provision for Deferred Taxes - Income Statement	6115	149,375.00	

Atikokan Hydro Inc December 2014			
Account No		Accounts Description	Amount
1005	Current Liability	Cash	320,872.68
1010	Current Liability	Cash Advances & Working Funds	500.00
1100	Current Asset	Accounts Receivable - Services	387,530.37
1104	Current Asset	Accounts Receivable - Recoverable Work	69,525.95
1120	Current Asset	Accrued Utility Revenues	392,026.74
1130	Current Asset	Accumulated Provision for Uncollectible Acc-Credit	-6,000.00
1180	Current Asset	Prepayments	43,214.72
1330	Current Asset	Plant Materials & Operating Supplies	102,639.10
1508	Regulatory Asset	Other Regulatory Assets	37,473.33
1518	Regulatory Asset	RCVA Retail	10,484.49
1548	Regulatory Asset	RCVA STR	7,419.24
1551	Regulatory Asset	Smart Metering Entity Charge Variance Account	1,128.57
1555	Regulatory Asset	Smart Meter Capital & Recovery Offset Variance Acct	6,319.99
1563	Regulatory Liability	Contra Asset - Deferred Payments in Lieu of Taxes	6,553.99
1568	Regulatory Liability	LRAM Variance Account	1,507.39
1580	Regulatory Liability	RSVA WMS	-61,718.13
1584	Regulatory Liability	RSVA NW	7,651.30
1586	Regulatory Asset	RSVA CN	7,511.53
1588	Regulatory Liability	RSVA Power	-109,875.69
1589	Regulatory Asset	RSVA Ga	204,613.92
1592	Regulatory Asset	PILs & Tax Variance for 2006 & Subsequent Years	-4,822.97
1594			
1595	Regulatory Asset	Disposition & Recovery/refund of Regulatory Balances Control Account	30,959.68
1611	PP&E	Computer Software	31,032.90
1820	PP&E	Distribution Station Equipment below 50kV	502,784.54
1830	PP&E	Poles, Tower & Fixtures	2,682,671.32
1850	PP&E	Line Transformers	456,006.40
1860	PP&E	Meters	643,650.68
1905	PP&E	Land	15,588.47
1908	PP&E	Buildings & Fixtures	683,676.88
1915	PP&E	Office Furniture & Equipment	62,719.02
1920	PP&E	Computer Equipment - Hardware	21,090.10
1930	PP&E	Transportation Equipment	764,810.55
1940	PP&E	Tools, Shop & Garage Equipment	108,892.23
2105	PP&E	Accumulated Depreciation of Electric Utility Pinat, property, plant & Equip	-3,320,272.99
2205	Current Liability	Accounts Payable	-585,349.44
2208	Current Liability	Customer Credit Balances	-223,961.18
2210	Current Liability	Customer Deposits	-11,567.00
2260	Current Liability	Current Long Term Debt	-117,723.12
2290	Current Liability	Commodity Taxes	715.65
2292	A/P Vacation Accrual	Payroll Deductions/Expenses Payable	-28,578.93
2320	Current Asset	Other Miscellaneous Non-Current Liabilities	-750.00
2335	Current Liability	Non-Current Customer Deposits	-104,101.77
2350	Asset Future Income	Deferred Tax - Non-Current Liability	103,679.00
2525	Current Liability	Term Bank Loans - Long Term	-245,340.40
2550	Current Liability	Advances from Associated Companies	-402,000.00
3005	Shareholder Equity	Common Shares Issued	-1,277,900.00
3008	Shareholder Equity	Preference Shares Issued	-1,262,063.38
3046	Trial Balance 2.1.7 OI	Balance Transferred From Income	-492,981.23
3055	Deficit	Adjustment to Retained Earnings	0.00
4006	Revenue	Residential Energy Sales	-935,085.54
4025	Revenue	Street Lighting Energy Sales	-41,406.99
4035	Revenue	General Energy Sales	-1,201,928.64
4055	Revenue	Energy Sales for Retailers/Others	-104,778.80
4062	Revenue	Billed WMS	-146,003.22
4066	Revenue	Billed NW	-165,126.29
4068	Revenue	Billed CN	-94,115.31
4080	Revenue	Distribution Services Revenue	-1,348,455.02
4082	Revenue	Retail Services Revenues	-4,648.92
4084	Revenue	Service Transaction Requests (STR) Revenues	-1,800.00
4210	Revenue	Rent from Electric Property	-31,625.25
4225	Revenue	Late Payment Charges	-8,072.25
4235	Revenue	Miscellaneous Service Revenues	-6,754.70
4325	Revenue	Revenues from Merchandise	-128,340.19
4330	Revenue	Costs & Expenses of Merchandising	87,014.87
4360	Loss on Disposal Ass	Loss on Disposition of Utility & Other Property	7,788.05
4375	Demand Mgmt Rev	Revenues from Non Rate-Regulated Utility Operations	-94,025.39
4380	Demand Mgmt Exp	Expenses from Non Rate-Regulated Utility Operations	94,025.39
4390	Revenue	Miscellaneous Non-Operation Income	-6,754.70
4405	Revenue	Interest & Dividend Income	-7,789.03
4705	Energy Cost	Power Purchased	960,670.17
4707	Energy Cost	Charges - Global Adjustment	1,322,529.80
4708	Energy Cost	Charges -WMS	146,003.22
4714	Energy Cost	Charges -NW	165,126.29
4716	Energy Cost	Charges -CN	94,115.31

4751	Distribution Operation	Charges - Smart Metering Entity Charge	15,530.74
5016	Distribution Operation	Distribution Station Equipment -Operation Labour	6,218.70
5017	Distribution Operation	Distribution Station Equipment -Operation Supplies & Expenses	2,997.00
5020	Distribution Operation	Overhead Distribution Lines & Feeders -Operation Labour	187,329.55
5025	Distribution Operation	Overhead Distribution Lines & Feeders -Supplies & Expenses	53,157.57
5030	Dist Maint	Overhead Subtransmission Feeder - Operation	875.18
5035	Dist Maint	Overhead Subtransmission Transformers- Operation	1,092.20
5065	Dist Maint	Meter Expense	11,204.73
5114	Dist Maint	Maintenance of Distribution Station Equipment	9,949.87
5135	Dist Maint	Overhead Distribution Lines & Feeders - Right of Way	17,549.10
5160	Dist Maint	Maintenance of Line Transformers	675.80
5175	Dist Maint	Maintenance of Meters	21,445.72
5305	Dist Maint	Supervision	2,310.00
5310	Dist Maint	Meter Reading Expense	30,269.99
5315	Dist Maint	Customer Billing	128,102.83
5325	Dist Maint	Collecting - Cash Over & Short	144.89
5335	Dist Maint	Bad Debt Expense	110.42
5340	Dist Maint	Miscellaneous Customer Accounts Expenses	4,065.00
5605	Admin	Executive Salaries & Expenses	6,841.00
5610	Admin	Management Salaries & Expenses	94,818.59
5615	Admin	General Administrative Salaries & Expenses	85,299.05
5620	Admin	Office Supplies & Expenses	5,233.81
5630	Admin	Outside Services Employed	28,346.55
5635	Admin	Property Insurance	8,281.68
5645	Admin	OMERS Pensions and Benefits	52,024.58
5655	Admin	Regulatory Expenses	12,000.93
5660	Admin	General Advertising Expenses	336.50
5665	Admin	Miscellaeous General Expenses	16,144.57
5675	Maint	Maintenance of General Plant	40,176.13
5705	Amortization Exp	Depreciation Expense - Property Plant & Equipment	196,885.34
6005	Interest Long Term	Interest on Long Term Debt	20,580.24
6035	Other Interest Exp	Other Interest Expense	2,834.07
6105	Taxes	Taxes other than income taxes	12,719.00
6115	Regulatory Liability	Deferred Tax - Non-Current Liability	-103,679.00

Statement of Financial Position Atikokan Hydro Inc December 2015

<u>Accounts Description</u>	<u>USofA</u>	<u>Amount</u>	<u>Sub Account Divided or Reclassified</u>	<u>AFS Group Totals</u>
Assets				
Cash	1005	540,428		
Cash Advances and Working Funds	1010	500		540,928
Accounts Receivable - Customer Accounts	1100	5		
Accounts Receivable - Services	1102	324,002		
Commodity Tax	2292	683		
Accumulated Provision for Uncollectible Acc-Credit	1130	- 6,000		
Accounts Receivable - Recoverable Work	1104	43,096	3275.9 reclassified	365,061
Accrued Utility Revenues	1120	560,545		560,545
Plant Materials & Operating Supplies	1330	113,968		113,968
Prepayments	1180	44,247		44,246
Total current assets		1,624,749		
Property, plant and equipment				
Computer Software	1611	42,959		
Distribution Station Equipment below 50kV	1820	502,785		
Poles, Tower & Fixtures	1830	2,844,264		
Line Transformers	1850	460,475		
Meters	1860	654,402		
Land	1905	15,588		
Buildings & Fixtures	1908	683,677		
Office Furniture & Equipment	1915	62,719		
Computer Equipment - Hardware	1920	28,526		
Transportation Equipment	1930	754,182		
Tools, Shop & Garage Equipment	1940	123,069		
Accum Depreciation of Plant, Property	2105	-3,450,022		2,722,623
Deferred income taxes	1495	103,679	405 reclassified	104,084
		2,826,708		
Regulatory deferral account debits and related derred tax				
Other Regulatory Assets	1508	37,907.70		
RCVA Retail	1518	12,601.11		
RCVA STR	1548	9,287.06		
Smart Metering Entity Charge Variance Account	1568	1,507.39	10,646.45 reclassified	
Smart Meter Capital & Recovery Offset Variance Acct	1551	1,161.73	-7,834.52 reclassified	
	1555	575.61		65,853
Regulatory deferral account debits and related derred tax				
		4,517,308		
Current liabilities				
Accounts payable	2205	-647,675		
Customer Credit Balances	2208	-323,429	-3276 reclassified	
Payroll Deductions/Expense Payable	2292	-15,109		989,489
Payments in lieu of Corp taxes	2294	-32,312		15,351
Customer deposits	2210	-11,467	-3884 reclassified	15,351
Current portion of long-term debt	2260	-117,723		117,722
		1,154,874		
Customer Deposits	2335	-103,207	3884 reclassified	99,323
Term Bank Longs - Long Term	2525	-187,617		
Advances from ssociated Companies	2550	-342,000		529,618
Deferred Revenue	2440	-19,666		19,666
		1,803,481		
Shareholders' Equity				
Common Shares Issued	3005	-1,277,900		
Preference Shares Issued	3008	-1,262,063		2,539,963
Unappropriated Retained Earnings	3045	175,771		
Balance Transferred rom Income	3046	-234,555		58,784
		2,598,747		
Regulatory deferral account credits and related deferred tax				
	Note 14	10,996.00	RSVA's Net annual movement	
	1495	103,679.00	405 reclassified	
		115,080		115,080
		4,517,308		

Statement of Comprehensive Income

December 31, 2015

Revenue			
Residential Energy Sales	4006	-973,494.92	
Street Lighting Energy Sales	4025	-46,211.17	
General Energy Sales	4035	-2,356,075.85	
Energy Sales for Retailers/Others	4055	-122,122.95	
Billed WMS	4062	-133,171.98	<u>-65811.90 reclassified</u>
Billed NW	4066	-221,852.55	<u>5868.22 reclassified</u>
Billed CN	4068	-129,750.33	<u>-1481.89 reclassified</u>
Distribution Services Revenue	4080	-1,389,502.56	4,044,106
Smart Meter Entity Charge	4076	-15,570.92	33.16 <u>Variance</u>
Rent from Electric Property	4210	-31,625.25	31,625
Retail Services Revenues	4082	-4,647.32	
Service Transaction Requests (STR) Revenues	4084	-1,800.00	
Miscellaneous Service Revenues	4235	-4,542.40	
Revenues from Merchandise	4325	-91,224.09	<u>-33.16 Variance</u>
Miscellaneous Non-Operation Income	4390	-6,631.43	<u>14168.6 reclassified</u>
Revenues from Non Rate-Regulated Utility Operations	4375	-127,411.83	127,412
		<u>-5,702,893</u>	
Expenses			
Administration			
Executive Salaries & Expenses	5605	6,078	
Management Salaries & Expenses	5610	124,772	
General Administrative Salaries & Expenses	5615	88,830	
OMERS Pensions and Benefits	5645	61,992	
Office Supplies & Expenses	5620	3,915	
Outside Services Employed	5630	43,526	
Property Insurance	5635	8,281	
Regulatory Expenses	5655	13,555	
General Advertising Expenses	5660	1,747	
Miscellaneous General Expenses	5665	29,364	
Maintenance General Plant	5675	40,927	422,985
Depreciation Expense - Property Plant & Equipment	5705	180,844.30	180,844
Billing and Collecting			
Charges - Smart Metering Entity Charge	4751	15,571	
Supervision	5305	2,421	
Meter Reading Expense	5310	39,512	
Customer Billing	5315	127,999	
Collecting - Cash Over & Short	5325	-37	
Collection Charges	5330	107	
Bad Debt Expense	5335	582	186,154
Distribution expense operation			
Costs and Expenses of Merchandising	4330	23,705	-14,169 materials
Distribution Station Equipment -Operation Labour	5016	16,316	
Dist Station Equipment -Operation Supplies & Expenses	5017	13	
Overhead Distribution Lines & Feeders -Operation Labour	5020	237,816	26,019
Overhead Distribution Lines & Feeders -Supplies & Expenses	5025	42,047	-34,026
Miscellaneous Distribution Expense	5085	14,932	
O/H Distribution Lines and Feeders - Rental Paid	5095	<u>701</u>	313,354
Distribution expense maintenance			
Overhead Distribution Lines & Feeders -Operation Labour	5020	237,816	-263,835
Overhead Distribution Lines & Feeders -Supplies & Expenses	5025	42,047	-8,020
Overhead Subtransmission Feeder - Operation	5030	937	
Meter Expense	5065	11,122	
Maintenance of Distribution Station Equipment	5114	6,770	
Maintenance of Overhead Conductors & Devices	5125	480	
Maintenance of Overhead Services	5130	180	
Overhead Distribution Lines & Feeders - Right of Way	5135	74,663	
Maintenance of Meters	5175	41,439	-11,843
			131,756
Power Purchased			
Charges - Global Adjustment	4705	796,353	<u>-30929.15 Variance Removed</u>
Charges -WMS	4707	2,701,552	<u>45115.03 Variance Removed</u>
Charges -NW	4708	133,172	
Charges -CN	4714	221,853	
Charges -CN	4716	129,750	3,996,866
Demand Management program expense	4380	127,412	127,412
		<u>5,359,372</u>	
Income from operating activities		343,521	
Finance Income			
Interest & Dividend Income	4405	-9,491	
Late Payment Charges	4225	-9,300	18,791
Finance cost			
Interest on Long Term Debt	6005	18,704	
Other Interest Expense	6035	3,551	22,255
Loss on disposal of property, plant and equipment			
Loss of Disposition of Utility & Other Property	4360	<u>16,690</u>	16,690
Income before payment in lieu of Corporate taxes		323,367	
Provision for payment in lieu of Corporate Taxes	6110	<u>41,572</u>	41,572
Income for the year before net movements in regulatory deferral account balances		281,796	281,796
Net movement in regulatory deferral account balances related to profit or loss and the related deferred tax movement		-47,240	- 47,240
Profit for the year and net movements in regulatory deferral account balances		<u>\$ 234,556</u>	

ATIKOKAN HYDRO INC. DECEMBER 2015

Account No	Account Description	Amount
1005	Current Liability Cash	540,427.94
1010	Current Liability Cash Advances & Working Funds	500.00
1100	Current Asset Accounts Receivable - Services	324,006.86
1104	Current Asset Accounts Receivable - Recoverable Work	43,096.10
1120	Current Asset Accrued Utility Revenues	560,544.77
1130	Current Asset Accumulated Provision for Uncollectible Acc-Credit	- 6,000.00
1180	Current Asset Prepayments	44,246.67
1330	Current Asset Plant Materials & Operating Suplies	113,968.29
1495	Non-Current Deffered Taxes Non-Current Assets	103,679.00
1508	Regulatory Asset Other Regulatory Assets	37,907.70
1518	Regulatory Asset RCVA Retail	12,601.11
1548	Regulatory Asset RCVA STR	9,287.06
1551	Regulatory Asset Smart Metering Entity Charge Variance Account	1,161.73
1555	Regulatory Asset Smart Meter Capital & Recovery Offset Variance Acct	575.61
1568	Regulatory Liability LRAM Variance Account	1,507.39
1580	Regulatory Liability RSVA WMS	- 63,043.96
1584	Regulatory Liability RSVA NW	15,631.57
1586	Regulatory Asset RSVA CN	18,406.83
1588	Regulatory Liability RSVA Power	- 48,182.05
1589	Regulatory Asset RSVA Ga	102,398.15
1592	Regulatory Asset PILs & Tax Variance for 2006 & Subsequent Years	- 7,834.52
1595	Regulatory Asset	- 25,560.44
1611	PP&E Computer Software	42,959
1820	PP&E Distribuiton Station Equipment below 50kV	502,785
1830	PP&E Poles, Tower & Fixtures	2,844,264
1850	PP&E Line Transformers	460,475
1860	PP&E Meters	654,402
1905	PP&E Land	15,588
1908	PP&E Buildings & Fixtures	683,677
1915	PP&E Office Furniture & Equipment	62,719
1920	PP&E Computer Equipment - Hardware	28,526
1930	PP&E Transporation Equipment	754,182
1940	PP&E Tools, Shop & Garage Equipment	123,069
2105	PP&E Accum Depreciation of Plant, Property	-3,450,022
2205	Current Liability Accounts payable	-647,675
2208	Current Liability Customer Credit Balances	-323,429
2210	Current Liability Payroll Deductions/Expense Payable	-15,109
2260	Current Liability Payments in lieu of Corp taxes	-32,312
2290	Current Liability Customer deposits	-11,467
2260	Current Liability Current portion of long-term debt	-117,723
2320	Current Asset	
2335	Current Liability Customer Deposits	-103,207
2525	Current Liability Term Bank Longs - Long Term	-187,617
2550	Current Liability Advances from ssociated Companies	-342,000
2440	Current Liability Deferred Revenue	-19,666
3005	Shareholder Equity	-1,277,900
3008	Shareholder Equity	-1,262,063
3045	Equity	175,771
3046	Trial Balance 2.1.7 OEB	-234,555
4006	Revenue Residential Energy Sales	-973,494.92
4025	Revenue Street Lighting Energy Sales	-46,211.17
4035	Revenue General Energy Sales	-2,356,075.85
4055	Revenue Energy Sales for Retailers/Others	-122,122.95
4062	Revenue Billed WMS	-133,171.98

4066	Revenue	Billed NW	-221,852.55
4068	Revenue	Billed CN	-129,750.33
4076	Revenue	Smart Meter Entity Charge	-15,570.92
4080	Revenue	Distribuiton	-1,389,502.56
4082	Revenue	Retail Services Revenues	-4,647.32
4084	Revenue	Service Transaction Requests (STR) Revenues	-1,800.00
4210	Revenue	Rent from Electric Property	-31,625.25
4225	Revenue	Miscellaneous Service Revenues	-9,299.65
4235	Revenue	Miscellaneous Service Revenues	-4,542.40
4325	Revenue	Revenues from Merchandise	-91,224.09
4330	Revenue	Costs and Expenses of Merchandising	23704.97
4360	Revenue	Loss on Disposition of uility and Other Property	16690.07
4375	Revenue	Demand Mgmt Rev	-127411.83
4380	Revenue	Demand Mgmt Exp	127411.83
4390	Revenue	Miscellaneous Service Revenues	-6631.43
4405	Revenue	Interest and Dividend	-9491.31
4705	Energy Cost	Power Purchased	796352.58
4707	Energy Cost	Charges - Global Adjustment	2701552.31
4708	Energy Cost	Charges WMS	133171.98
4714	Energy Cost	Charges -NW	221852.55
4716	Energy Cost	Charges-CN	129750.33
4751	Operation	Charges -Smart Metering Entity	15570.92
5016	Operation	Distribution Station Equipment -Operation Labour	16315.94
5017	Operation	Distribution Station Equipment -Operation Supplies & Expenses	13.07
5020	Operation	Overhead Distrbuton Lines & Feeders -Operation Labour	237816.35
5025	Operation	Overhead Distrbuton Lines & Feeders -Supplies & Expenses	42046.85
5030	Maintenance	Overhead Subtransmission Feeder - Operation	937.18
5065	Maintenance	Meter Expense	11121.92
5114	Maintenance	Maintenance of Distribuiton Station Equipment	6769.92
5125	Maintenance	Maintenance of Distribution Station Equipment	480.00
5130	Maintenance	Maintenance of Overhead Services	179.74
5135	Maintenance	Overhead Distribution Lines & Feeders - Right of Way	62820.16
5175	Maintenance	Maintenance of Meters	41439.26
5305	Admin	Supervision	2421.00
5310	Admin	Meter Reading Expense	39511.70
5315	Admin	Customer Billing	127999.00
5325	Admin	Collecting - Cash Over & Short	-36.90
5330	Admin	Collection Charges	106.94
5335	Admin	Bad Debt Expense	581.52
5605	Admin	Executive Salaries & Expenses	6078.00
5610	Admin	Management Salaries & Expenses	124772.29
5615	Admin	General Administrative Salaries & Expenses	88830.03
5620	Admin	Office Supplies & Expenses	3914.76
5630	Admin	Outside Services Employed	43526.09
5635	Admin	Property Insurance	8280.85
5645	Admin	OMERS Pensions and Benefits	61991.74
5655	Admin	Regulatory Expenses	13555.07
5660	Admin	General Advertising Expenses	1746.66
5665	Admin	Miscellaeous General Expenses	29363.65
5675	Maint	Maintenance of General Plant	40927.13
5705	Amortization Exp	Depreciation Expense - Property Plant & Equipment	180844.30
6005	Interest Long Term	Interest on Long Term Debt	18703.59
6035	Other Interest Exp	Other Interest Expense	3551.23
6110	Taxes	Deferred Tax - Non-Current Liability	41572.00