

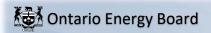
Version

Utility Name	Greater Sudbury Hydro Inc.	
Assigned EB Number	EB-2019-0037	
Name and Title	Tiija Luttrell, Supervisor - Regulatory	
Phone Number	705-675-0514	
Email Address	tiija.luttrell@gsuinc.ca	
Date	2019-10-31	31
Last COS Re-based Year	2013	

Note: Drop-down lists are shaded blue; Input cells are shaded green.

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While this model has been provided in Excel format and is required to be filed with the applications, the onus remains on the applicant to ensure the accuracy of the data and the results.



<u>1. Info</u>

S. Summary

A. Data Input Sheet

B. Tax Rates & Exemptions

Historical Year H0 - PILs, Tax Provision Historical Year

H1 - Adj. Taxable Income Historical Year

H4 - Schedule 4 Loss Carry Forward Historical Year

H8 - Schedule 8 Historical

H13 - Schedule 13 Tax Reserves Historical

Bridge Year B0 - PILs,Tax Provision Bridge Year

B1 - Adj. Taxable Income Bridge Year

B4 - Schedule 4 Loss Carry Forward Bridge Year

B8 - Schedule 8 CCA Bridge Year

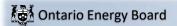
B13 - Schedule 13 Tax Reserves Bridge Year

Test Year To PILs, Tax Provision Test Year

T1 Taxable Income Test Year

T4 Schedule 4 Loss Carry Forward Test Year

T8 Schedule 8 CCA Test Year
T13 Schedule 13 Reserve Test Year



No inputs required on this worksheet.

Inputs on Service Revenue Requirement Worksheet

The Service Revenue Requirement is in the 'Revenue Requirement Workform' - Tab 3.

Item	Working Paper Reference	
Adjustments required to arrive at taxable income	as below	-2,728,592
Test Year - Payments in Lieu of Taxes (PILs)	<u>T0</u>	301,331
Test Year - Grossed-up PILs	<u>T0</u>	409,974
Effective Federal Tax Rate	<u>T0</u>	15.0%
Effective Ontario Tax Rate	<u>T0</u>	11.5%
Calculation of Adjustments required to arrive at Taxable Income		
Regulatory Income (before income taxes)	<u>T1</u>	3,865,689
Taxable Income	<u>T1</u>	1,137,097
Difference	calculated	-2,728,592 as above

Integrity Checks

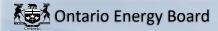
The applicant must ensure the following integrity checks have been completed and confirm this is the case in the table below, or provide an explanation if this is not the case:

	ltem	Utility Confirmation (Y/N)	Notes
1	The depreciation and amortization added back in the application's PILs model agree with the numbers disclosed in the rate base section of the application	Υ	
2	The capital additions and deductions in the CCA Schedule 8 agree with the rate base section for historical, bridge and test years	Y	
	Schedule 8 of the most recent federal T2 tax return filed with the application has a closing December 31 historical year UCC that agrees with the opening (January 1) bridge year UCC. If the amounts do not agree, then the applicant must provide a reconciliation with explanations. Distributors must segregate non-distribution tax amounts on Schedule 8.	Y	
	The CCA deductions in the application's PILs tax model for historical, bridge and test years (as applicable) agree with the numbers in the CCA Schedule 8 for the same years filed in the application	Y	
	Loss carry-forwards, if any, from prior year tax returns' Schedule 4 agree with those disclosed in the application	Y	
6	A discussion is included in the application as to when the loss carry-forwards, if any, will be fully utilized	Y	See Exhibit 5, Tab 1, Schedule 1 for discussion of treatment of taxable loss proje
	CCA is maximized even if there are tax loss carry-forwards	Y	
	Other post-employment benefits and pension expenses that are added back on Schedule 1 to reconcile accounting income to net income for tax purposes agree with the OM&A analysis for compensation. The amounts deducted are reasonable when compared with the notes to the audited financial statements, Financial Services Commission of Ontario reports, and actuarial valuations.	Y	
9	The income tax rate used to calculate the tax expense is consistent with the utility's actual tax facts and evidence filed in the application	Y	



			Test Year	Bridge Year
Rate Base		s	\$ 107,619,405	
Return on Ratebase				
Deemed ShortTerm Debt %	4.00%	Т	\$ 4,304,776	W = S * T
Deemed Long Term Debt %	56.00%	U	\$ 60,266,867	X = S * U
Deemed Equity %	40.00%	V	\$ 43,047,762	Y = S * V
Short Term Interest Rate	2.82%	Z	\$ 121,395	AC = W * Z
Long Term Interest	4.14%	AA	\$ 2,495,048	AD = X * AA
Return on Equity (Regulatory Income)	8.98%	AB	\$ 3,865,689	AE = Y * AB T1
Return on Rate Base			\$ 6,482,132	AF = AC + AD + AE

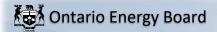
Questions that must be answered	Historical Year	Bridge Year	Test Year
Does the applicant have any Investment Tax Credits (ITC)?	No	No	No
2. Does the applicant have any SRED Expenditures?	No	No	No
3. Does the applicant have any Capital Gains or Losses for tax purposes?	No	No	No
4. Does the applicant have any Capital Leases?	No	No	No
5. Does the applicant have any Loss Carry-Forwards (non-capital or net capital)?	No	No	No
6. Since 1999, has the applicant acquired another regulated applicant's assets?	No	No	No
7. Did the applicant pay dividends? If Yes, please describe the tax treatment in the manager's summary.	No	No	No
Did the applicant elect to capitalize interest incurred on CWIP for tax purposes?	No	No	No



Tax Rates Federal & Provincial As of MMM XX, 2019	Effective January 1, 2015	Effective January 1, 2016	Effective January 1, 2017	Effective January 1, 2018	Effective January 1, 2019	Effective January 1, 2020
Federal income tax General Corporate Rate Federal Tax Abatement Adjusted Federal Rate	38.00% -10.00% 28.00%	38.00% -10.00% 28.00%	38.00% -10.00% 28.00%	38.00% -10.00% 28.00%	38.00% -10.00% 28.00%	38.00% -10.00% 28.00%
Rate Reduction Federal Income Tax	-13.00% 15.00%	-13.00% 15.00%	-13.00% 15.00%	-13.00% 15.00%	-13.00% 15.00%	-13.00% 15.00%
Ontario Income Tax	11.50%	11.50%	11.50%	11.50%	11.50%	11.50%
Combined Federal and Ontario	26.50%	26.50%	26.50%	26.50%	26.50%	26.50%
Federal & Ontario Small Business Federal Small Business Limit Ontario Small Business Limit	500,000 500,000	500,000 500,000	500,000 500,000	500,000 500,000	500,000 500,000	500,000 500,000
Federal Small Business Rate	11.00%	10.50%	10.50%	10.00%	9.00%	9.00%
Ontario Small Business Rate	4.50%	4.50%	4.50%	3.50%	3.50%	3.50%

Notes

- 1. The Ontario Energy Board's proxy for taxable capital is rate base.
- 2. Regarding the small business deduction, if applicable,
 - a. If taxable capital exceeds \$15 million, the small business rate will not be applicable.
 - b. If taxable capital is below \$10 million, the small business rate would be applicable.
 - c. If taxable capital is between \$10 million and \$15 million, the appropriate small business rate will be calculated.



PILs Tax Provision - Historical Year

Note: Input the actual information from the tax returns for the historical year.

Regulatory Taxable Income Combined Tax Rate and PILs

Ontario Tax Rate (Maximum 11.5%) Federal tax rate (Maximum 15%) Combined tax rate (Maximum 26.5%)

Total Income Taxes

Investment Tax Credits
Miscellaneous Tax Credits
Total Tax Credits

Corporate PILs/Income Tax Provision for Historical Year

Wires Only

11.50%

15.00%

В

С

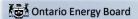
\$ 1,723,637 **A**

26.50% **D = B+C**

456,764 E = A * D

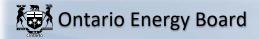
F G H = F + G

\$ 456,764 I = E - H



Adjusted Taxable Income - Historical Year

	T2S1 line #	Total for Legal Entity	Non-Distribution Eliminations	Historic Wires Onl
ncome before PILs/Taxes	(A + 101 + 102)	3,505,553	Elillillations	3,505
Additions:		.,,		
Interest and penalties on taxes	103	4 007 000		4.007
Amortization of tangible assets Amortization of intangible assets	104	4,367,802 45,500		4,367 45
Recapture of capital cost allowance from Schedule 8	107	10,000		
Income inclusion under subparagraph 13(38)(d)(iii) from Schedule 10	108			
Loss in equity of subsidiaries and affiliates	110	624,722		624
Loss on disposal of assets Charitable donations and gifts from Schedule 2	111	114,100		114
Taxable capital gains from Schedule 6	113	,		
Political contributions	114			
Deferred and prepaid expenses	116			
Scientific research expenditures deducted on financial statements Conitalized interest	118 119			
Capitalized interest Non-deductible club dues and fees	120			
Non-deductible meals and entertainment expense	121	13,099		13
Non-deductible automobile expenses	122			
Non-deductible life insurance premiums	123			
Non-deductible company pension plans Tax reserves deducted in prior year	124 125			
Reserves from financial statements – balance at the end of the year	126	17,883,484		17,883
Soft costs on construction and renovation of buildings	127	, , .		
Capital items expensed	206			
Debt issue expense	208			
Development expenses claimed in current year	212			
Financing fees deducted in books Gain on settlement of debt	216 220			
Non-deductible advertising	226			
Non-deductible interest	227			
Non-deductible legal and accounting fees	228			
Recapture of SR&ED expenditures	231			
Share issue expense Write down of capital property	235 236			
Write down of capital property				
Amounts received in respect of qualifying environment trust per paragraphs 12(1)(z.1) and 12(1)(z.2)	237			
ther additions				1
Interest Expensed on Capital Leases Realized Income from Deferred Credit Accounts	295 295			
Pensions	295			
Non-deductible penalties	295			
ax recovery included in net movements in regulatory	295	106,554		10
let movement in regulatory account (excl. tax), movement in Schedule 13s. Not in T2S1	295	1,545,129		1,54
RO Accretion expense		4.044.000		4.04
Capital Contributions Received (ITA 12(1)(x)) ease Inducements Received (ITA 12(1)(x))		1,214,036 24,412		1,214
Deferred Revenue (ITA 12(1)(a))		24,412		_
Prior Year Investment Tax Credits received				
let movement in regulatory accounts (excl. tax)		819,445		819
otal Additions		26,758,283	0	26,758
Deductions:				
Gain on disposal of assets per financial statements				
Non-taxable dividends under section 83	401			
Non-taxable dividends under section 83 Capital cost allowance from Schedule 8	402	6 490 316		6.48
Capital cost allowance from Schedule 8	402 403	6,480,316		6,48
Capital cost allowance from Schedule 8 Terminal loss from Schedule 8	402	6,480,316		6,48
Capital cost allowance from Schedule 8 Terminal loss from Schedule 8 Allowable business investment loss Deferred and prepaid expenses	402 403 404 404 406 409	6,480,316		6,48
Capital cost allowance from Schedule 8 Terminal loss from Schedule 8 Allowable business investment loss Deferred and prepaid expenses Scientific research expenses claimed in year	402 403 404 406 409 411	6,480,316		6,48
Capital cost allowance from Schedule 8 Terminal loss from Schedule 8 Allowable business investment loss Deferred and prepaid expenses Scientific research expenses claimed in year Tax reserves claimed in current year	402 403 404 406 409 411 413			
Capital cost allowance from Schedule 8 Terminal loss from Schedule 8 Allowable business investment loss Deferred and prepaid expenses Scientific research expenses claimed in year Tax reserves claimed in current year Reserves from linancial statements - belance at beginning of year	402 403 404 406 409 411 413 414	6,480,316		
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Capital cost allowance from Schedule 8 Terminal loss from Schedule 8 Allowable business investment loss Deferred and prepaid expenses Scientific research expenses claimed in year Tax reserves claimed in current year Reserves from linancial statements - balance at beginning of year Contributions to deferred income plans Book income of joint venture or partnership Equity in income from subsidiary or affiliates Wher deductions Interest capitalized for accounting deducted for tax Capital Lease Payments Non-laxable imputed interest income on deferral and variance accounts mortization of deferred revenue	4022 4034 4044 4066 409 4111 413 414 416 305 306 305 305 305			19,42
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Capital cost allowance from Schedule 8 Allowable business investment loss Deferred and prepaid expenses Scientific research expenses claimed in year Tax reserves claimed in current year Reserves from Innacial statements - belance at beginning of year Contributions to deferred income plans Book income of joint venture or partnership Equity in income from subsidiary or affiliates Wher deductions Interest capitalized for accounting deducted for tax Capital Lesse Payments Non-taxable imputed interest income on deferral and variance accounts mortization of deferred revenue lain on swap interest contract ARO Payments - Deductible for Tax when Paid ITA 13(7.4) Election - Capital Contributions Received ITA 13(7.4) Election - Capital Contributions Proceived Deferred Revenue - ITA 20(1)(in) reserve Principal portion of lesse payments Lesse Inducement Book Amortization credit to income Financing fees for tax ITA 20(1)(e) and (e.1) on-taxable/deductible other comprehensive income items	4022 4033 4044 406 409 4111 4113 4144 416 305 305 305 305 305 305 305 305 305	19,423,881 115,823 20,033 1,214,036		19,42 111 2 1,21
Capital cost allowance from Schedule 8 Terminal loss from Schedule 8 Allowable business investment loss Deferred and prepaid expenses Scientific research expenses claimed in year Tax reserves claimed in current year Reserves from linancial statements - belance at beginning of year Contributions to deferred income plans Book income of joint venture or partnership Equity in income from subsidiary or affiliates ther deductions Interest capitalized for accounting deducted for tax Capital Lease Payments Non-taxable imputed interest income on deferral and variance accounts mortization of deferred revenue lain on swap interest contract ARD Payments - Deductible for Tax when Paid ITA 13(7.4) Election - Capital Contributions Received ITA 13(7.4) Election - Apply Lease Inducement to cost of Leaseholds Deferred Revenue - ITA 20(1)(in) reserve Principal portion of lease payments Lease Inducement Book Amortization credit to income Financing fees for tax ITA 20(1)(ie) and (e. 1)	4022 4033 4044 406 409 4111 4113 4144 416 305 305 305 305 305 305 305 305 305	19,423,881 115,823 20,033 1,214,036	0	19,42 111 2 1,21
Capital cost allowance from Schedule 8 Allowable business investment loss Deferred and prepade expenses Sclentific research expenses claimed in year Tax reserves claimed in current year Reserves from Innacial statements - belance at beginning of year Contributions to deferred income plans Book income of joint venture or partnership Equity in income from subsidiary or affiliates ther deductions Interest capitalized for accounting deducted for tax Capital Lease Payments Non-taxable imputed interest income on deferral and variance accounts mortization of deferred revenue alaim on swap interest contract ARO Payments - Deductible for Tax when Paid ITA 13(7,4) Election - Apply Lease inducement to cost of Leaseholds Deferred Revenue - ITA 20(1)(m) reserve Principal portion of lease payments Lease Inducement Book Amortization roeffit to income Financing fees for tax ITA 20(1)(e) and (e.1) on-taxable/ideductible other comprehensive income items	4022 4033 4044 406 409 4111 4113 4144 416 305 305 305 305 305 305 305 305 305	19,423,881 115,823 20,033 1,214,036 1,135,670 28,389,759		19,42 11 2 1,21 1,13
Capital cost allowance from Schedule 8 Allowable business investment loss Deferred and prepaid expenses Scientific research expenses claimed in year Tax reserves claimed in current year Reserves from Innancial statements - balance at beginning of year Contributions to deferred income plans Book income of joint venture or partnership Equity in income from subsidiary or affiliates their deductions Interest capitalized for accounting deducted for tax Capital Lease Payments Non-taxable imputed interest income on deferral and variance accounts mortization of deferred revenue ain on swap interest contract ARO Payments - Deductible for Tax when Paid Tha 13(7,4) Election - Capital Contributions Received Tha 13(7,4) Election - Capital Contributions Received Deferred Revenue - Tha 20(1)(ny) reserve Principal portion of lease payments Lease Inducement Book Amortization credit to income Financing fees for tax ITA 20(1)(e) and (e,1) on-taxable/deductible other comprehensive income items	4022 4033 4044 406 409 4111 4113 4144 416 305 305 305 305 305 305 305 305 305	19,423,881 115,823 20,033 1,214,036	0	19,42 11 2 1,21 1,13
Capital cost allowance from Schedule 8 Allowable business investment loss Deferred and prepaid expenses Scientific research expenses claimed in year Tax reserves claimed in current year Reserves from Innancial statements - belance at beginning of year Contributions to deferred income plans Book income of joint venture or partnership Equity in income from subsidiary or affiliates ther deductions Interest capitalized for accounting deducted for tax Capital Lease Payments Non-taxable imputed interest income on deferral and variance accounts mortization of deferred revenue ain on swap interest contract ARO Payments - Deductible for Tax when Paid ITA 13(7.4) Election - Capital Contributions Received ITA 1	4022 4034 4044 4066 4099 4111 4131 4141 416 305 305 305 305 305 305 305 305 305	19,423,881 115,823 20,033 1,214,036 1,135,670 28,389,759 1,874,077		19,422 11,21 1,21 1,13 28,385 1,874
Capital cost allowance from Schedule 8 Allowable business investment loss Deferred and prepaid expenses Scientific research expenses claimed in year Tax reserves claimed in current year Reserves from Innancial statements - balance at beginning of year Contributions to deferred income plans Book income of joint venture or partnership Equity in income from subsidiary or affiliates their deductions Interest capitalized for accounting deducted for tax Capital Lease Payments Non-taxable imputed interest income on deferral and variance accounts mortization of deferred revenue ain on swap interest contract ARO Payments - Deductible for Tax when Paid Tha 13(7,4) Election - Capital Contributions Received Tha 13(7,4) Election - Capital Contributions Received Deferred Revenue - TRA 20(1)(ny) reserve Principal portion of lease payments Lease Inducement Book Amortization credit to income Financing fees for tax ITA 20(1)(e) and (e.1) on-taxable/deductible other comprehensive income items and the proposes haritable donations from Schedule 2	4022 403 404 406 409 411 413 414 416 305 305 305 305 305 305 305 305 305 305	19,423,881 115,823 20,033 1,214,036 1,135,670 28,389,759		19,42 111 2 1,21
Capital cost allowance from Schedule 8 Terminal loss from Schedule 8 Allowable business investment loss Deferred and prepalal expenses Scientific research expenses claimed in year Tax reserves claimed in current year Reserves from Innancial statements - balance at beginning of year Contributions to deferred income plans Book income of joint venture or partnership Equity in income from subsidiary or affiliates ther deductions Interest capitalized for accounting deducted for tax Capital Lease Payments Non-taxable imputed interest income on deferral and variance accounts mortization of deferred revenue ain on swap interest contract ARO Payments - Deductible for Tax when Paid ITA 13(7.4) Election - Capital Contributions Received ITA 13(7.4) Election - Capital Contributions Received ITA 13(7.4) Election - Capital Contributions Received Principal portion of lease payments Lease Inducement Book Amortization credit to income Principal portion of lease payments Lease Inducement Book Amortization credit to income Principal portion of lease payments Lease Inducement Book Amortization credit to income Principal portion of lease payments Lease Inducement Book Amortization credit to income Principal portion of lease payments Lease Inducement Book Amortization credit to income Principal portion of lease payments Lease Inducement Book Amortization credit to income Principal portion of lease payments Lease Inducement Book Amortization credit to income Principal portion of lease payments Lease Inducement Book Amortization credit to income Principal portion of lease payments Lease Inducement Book Amortization credit to income Principal portion of lease payments Lease Inducement Book Amortization credit to income Principal portion of lease payments Lease Inducement Book Amortization credit to income Principal portion of lease payments Lease Inducement Book Amortization credit to income Principal portion of lease payments Lease Inducement Book Amortization credit to income Principal portion of lease Payments Lease Inducement Book	4022 4034 4044 4066 4099 4111 4131 4141 416 305 305 305 305 305 305 305 305 305	19,423,881 115,823 20,033 1,214,036 1,135,670 28,389,759 1,874,077		19,42 111 2 1,21 1,13 28,389
Capital cost allowance from Schedule 8 Allowable business investment loss Deferred and prepaid expenses Scientific research expenses claimed in year Tax reserves claimed in current year Reserves from Innancial statements - balance at beginning of year Contributions to deferred income plans Book income of joint venture or partnership Equity in income from subsidiary or affiliates ther deductions Interest capitalized for accounting deducted for tax Capital Lease Payments Non-taxable imputed interest income on deferral and variance accounts mortization of deferred revenue ain on swap interest contract ARO Payments - Deductible for Tax when Paid ITA 13(7.4) Election - Capital Contributions Received Financing fees for tax ITA 20(1) (ii) searve Principal portion of lease payments Lease Inducement Book Amortization credit to income Financing fees for tax ITA 20(1) (ii) and (e.1) on-taxable/deductible other comprehensive income items attal Deductions et Income for Tax Purposes haritable donations from Schedule 2 xabile dividends received under section 112 or 113 no-capital losses of previous tax years from Schedule 4 et capital losses of previous tax years from Schedule 4	4022 4033 404 406 409 411 413 414 416 305 306 306 306 307 307 307 307 307 307 307 307 307 307	19,423,881 115,823 20,033 1,214,036 1,135,670 28,389,759 1,874,077 114,100		19,42 11,21 1,21 1,21 1,13 28,389 1,874
Capital cost allowance from Schedule 8 Allowable business investment loss Deferred and prepaid expenses Scientific research expenses claimed in year Tax reserves claimed in current year Reserves from Innancial statements - belance at beginning of year Contributions to deferred income plans Book income of joint venture or partnership Equity in income from subsidiary or affiliates ther deductions Interest capitalized for accounting deducted for tax Capital Lease Payments Non-taxable imputed interest income on deferral and variance accounts mortization of deferred revenue ain on swap interest contract ARO Payments - Deductible for Tax when Paid ITA 13(7.4) Election - Capital Contributions Received ITA 1	4022 403 404 406 409 411 413 414 416 305 305 305 305 305 305 305 305 305 305	19,423,881 115,823 20,033 1,214,036 1,135,670 28,389,759 1,874,077 114,100		19,42 11,21 1,21 1,13 28,38 1,87



Actual Historical

Income Tax/PILs Workform for 2020 Filers

Schedule 4 Loss Carry Forward - Historical

Corporation Loss Continuity and Application

Non-Capital Loss Carry Forward Deduction Actual Historical	Total	Non- Distribution Portion	Utility Balance	B4
Net Capital Loss Carry Forward Deduction	Total	Non- Distribution Portion	Utility Balance	

<u>B4</u>



Schedule 8 - Historical Year

Class	Class Description	ICC End of Year rical per tax returns	Less: Non-Distribution Portion	UCC	Regulated Historical Year	Working Paper Reference
1	Buildings, Distribution System (acq'd post 1987)	\$ 38,802,377		\$	38,802,377	
1b	Non-Residential Buildings [Reg. 1100(1)(a.1) election]	\$ 1,460,035		\$	1,460,035	B8 B8 B8
2	Distribution System (acq'd pre 1988)			\$		B8
3	Buildings (acq'd pre 1988)			\$		<u>B8</u>
6	Certain Buildings; Fences			\$		<u>B8</u> <u>B8</u>
8	General Office Equipment, Furniture, Fixtures	\$ 748,605		\$	748,605	B8 B8
10	Motor Vehicles, Fleet	\$ 1,164,289		\$	1,164,289	<u>B8</u>
10.1	Certain Automobiles			\$	-	<u>B8</u>
12	Computer Application Software (Non-Systems)			\$	-	B8 B8 B8
13 ₁	Lease # 1			\$	-	<u>B8</u>
13 2	Lease # 2			\$	-	B8
13 ₃	Lease # 3			\$	-	<u>B8</u>
13 4	Lease # 4			\$	-	B8 B8 B8 B8 B8 B8 B8 B8 B8 B8 B8
14	Limited Period Patents, Franchises, Concessions or Licences			\$		B8
14.1	Eligible Capital Property (acq'd pre 2017)	\$ 6,597		\$	6,597	B8
14.1	Eligible Capital Property (acq'd post 2016)			\$	-	<u>B8</u>
17	Elec. Generation Equip. (Non-Bldng, acq'd post Feb 27/00); Roads, Lots, Storage	\$ 62,437		\$	62,437	B8
42	Fibre Optic Cable	\$ 189,262		\$	189,262	<u>B8</u>
43.1	Certain Clean Energy/Energy-Efficient Generation Equipment			\$	-	<u>B8</u>
43.2	Certain Clean Energy/Energy-Efficient Generation Equipment			\$	-	<u>B8</u>
45	Computers & System Software (acq'd post Mar 22/04 and pre Mar 19/07)	\$ 1		\$	1	<u>B8</u>
46	Data Network Infrastructure Equipment (acq'd post Mar 22/04)			\$	-	<u>B8</u>
47	Distribution System (acq'd post Feb 22/05)	\$ 51,485,982		\$	51,485,982	<u>B8</u>
50	General Purpose Computer Hardware & Software (acq'd post Mar 18/07)	\$ 44,075		\$	44,075	<u>B8</u>
95	CWIP	\$ 911,099		\$	911,099	<u>B8</u>
	Capital (94)	\$ 1,316,431		\$	1,316,431]
				\$	-]
				\$	-]
				\$	-]
				\$	-]
		•		\$	-	I
				\$	-	1
		•		\$	-	1
	SUB-TOTAL - UCC	96.191.190	0		96.191.190	d .

B13

B13 B13 B13 B13

B13 B13 B13 B13 B13

B13

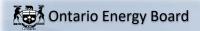
B13 B13

B13 B13 B13

Schedule 13 Tax Reserves - Historical

Continuity of Reserves

Description	Historical Balance as per tax returns	Non-Distribution Eliminations	Utility Only
Capital gains reserves ss.40(1)			0
Tax reserves not deducted for accounting pu	rposes		
Reserve for doubtful accounts ss. 20(1)(I)	786,000		786,000
Reserve for undelivered goods and services not			0
rendered ss. 20(1)(m)			-
Reserve for unpaid amounts ss. 20(1)(n)			0
Debt & share issue expenses ss. 20(1)(e)			0
Other tax reserves			0
			0
			0
			0
			0
			0
Total	786,000	0	786,000
Financial Statement Reserves (not deductible			
General reserve for inventory obsolescence (nor	1-		0
specific) General reserve for bad debts			0
Accrued Employee Future Benefits:			0
- Medical and Life Insurance			0
			0
-Short & Long-term Disability			0
-Accmulated Sick Leave			0
- Termination Cost	4= 00= 404		0
- Other Post-Employment Benefits	17,097,484		17,097,484
Provision for Environmental Costs			0
Restructuring Costs			0
Accrued Contingent Litigation Costs			0
Accrued Self-Insurance Costs			0
Other Contingent Liabilities			0
Bonuses Accrued and Not Paid Within 180 Days			0
of Year-End ss. 78(4) Unpaid Amounts to Related Person and Not			
Paid Within 3 Taxation Years ss. 78(1)			0
Other			0
			0
			0
Total	17,097,484	0	17,097,484



PILS Tax Provision - Bridge Year

Regulatory Taxable Income

	Tax Rate	Small Business Rate (If Applicable)	Taxes Payable	Effective Tax Rate	
Ontario (Max 11.5%)	11.5%	3.5%	-\$ 56,360	3.5%	3
Federal (Max 15%)	15.0%	9.0%	-\$ 144,926	9.0%	3

Combined effective tax rate (Max 26.5%)

Total Income Taxes

Investment Tax Credits
Miscellaneous Tax Credits

Total Tax Credits

Corporate PILs/Income Tax Provision for Bridge Year

Note:

1. This is for the derivation of Bridge year PILs income tax expense and should not be used for Test year revenue requirement calculations.

Wires Only

Reference

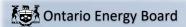
-\$ 1,610,286 **A**

12.50% **D** = **B** + **C**

\$ - E = A * D

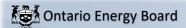
G H = E + C

\$ - I = E - H



Adjusted Taxable Income - Bridge Year

	T2S1 line #	Working Paper	Total for Regulated Utility
Income before PILs/Taxes	(A + 101 + 102)	Reference	1,197,030
Additions: Interest and penalties on taxes	102		
Amortization of tangible assets	103 104		4,549,884
Amortization of intangible assets	106		45,500
Recapture of capital cost allowance from	107	B8	0
Schedule 8 Income inclusion under subparagraph		_	-
13(38)(d)(iii)	108		
Income or loss for tax purposes- joint ventures or partnerships	109		
Loss in equity of subsidiaries and affiliates	110		
Loss on disposal of assets	111		564,690
Charitable donations and gifts from Schedule	112		28,750
Z Taxable capital gains	113		
Political contributions	114		
Deferred and prepaid expenses	116		
Scientific research expenditures deducted on	118		
financial statements Capitalized interest	119		
Non-deductible club dues and fees	120		
Non-deductible meals and entertainment	121		11,590
Non-deductible automobile expenses	122		,200
Non-deductible life insurance premiums	123		
Non-deductible company pension plans	124		
Tax reserves deducted in prior year	125	<u>B13</u>	786,000
Reserves from financial statements- balance at end of year	126	<u>B13</u>	17,252,188
Soft costs on construction and renovation of buildings	127		
Capital items expensed	206		
Debt issue expense	208		
Development expenses claimed in current year	212		
Financing fees deducted in books	216		
Gain on settlement of debt Non-deductible advertising	220 226		
Non-deductible interest	227		
Non-deductible legal and accounting fees	228		
Recapture of SR&ED expenditures	231		
Share issue expense	235		
Write down of capital property Amounts received in respect of qualifying	236		
environment trust per paragraphs 12(1)(z.1) and 12(1)(z.2)	237		
Other Additions			
Interest Expensed on Capital Leases	295		
Realized Income from Deferred Credit Accounts	295		
Pensions	295		
Non-deductible penalties	295		
	295		
ARO Accretion expense	295		
Capital Contributions Received (ITA 12(1)(x))			1,095,100
Lease Inducements Received (ITA 12(1)(x))			, ,
Deferred Revenue (ITA 12(1)(a))			
Prior Year Investment Tax Credits received			
Total Additions			24,333,702
Deductions:			,,,,,,,
Gain on disposal of assets per financial	401		
statements Dividends not taxable under section 83	402		
2asilas ilot taxable uliusi section os	704		



Adjusted Taxable Income - Bridge Year

Capital cost allowance from Schedule 8	403	<u>B8</u>	7,583,388
Terminal loss from Schedule 8	404	<u>B8</u>	0
Allowable business investment loss	406		
Deferred and prepaid expenses	409		
Scientific research expenses claimed in year	411		
Tax reserves claimed in current year	413	B13	786,000
Reserves from financial statements - balance			,
at beginning of year	414	<u>B13</u>	17,097,484
Contributions to deferred income plans	416		
Book income of joint venture or partnership	305		
Equity in income from subsidiary or affiliates	306		
Other deductions			
Interest capitalized for accounting deducted			
for tax	395		
Capital Lease Payments	395		
Non-taxable imputed interest income on	005		
deferral and variance accounts	395		
	395		
	395		
ARO Payments - Deductible for Tax when			
Paid			
ITA 13(7.4) Election - Capital Contributions			1,095,100
Received			1,000,100
ITA 13(7.4) Election - Apply Lease			
Inducement to cost of Leaseholds			
Deferred Revenue - ITA 20(1)(m) reserve			
Principal portion of lease payments			
Lease Inducement Book Amortization credit			
to income			
Financing fees for tax ITA 20(1)(e) and (e.1) Net movement in regulatory accounts (excl.			
tax)			451,877
Amortization of deferred revenue			155,919
Amortization of deferred revenue			100,919
Total Deductions		calculated	27,169,768
Net Income for Tax Purposes		calculated	-1,639,036
Charitable donations	311		28,750
Taxable dividends received under section 112	320		
or 113	320		
Non-capital losses of previous tax years from	331	B4	0
Schedule 4		<u></u>	0
Net capital losses of previous tax years from	332	B4	0
Schedule 4 Limited partnership losses of previous tax years		+	
from Schedule 4	335		
ITOTT OCTOURE 4			
TAXABLE INCOME		calculated	-1,610,286
I AAADEE IIIOOIIIE		calculated	-1,010,200



Corporation Loss Continuity and Application

Schedule 4 Loss Carry Forward - Bridge Year

Non-Capital Loss Carry Forward Deduction		Total
Actual Historical	<u>H4</u>	0
Amount to be used in Bridge Year	<u>B1</u>	0
Loss Carry Forward Generated in Bridge Year (if any)	<u>B1</u>	1,639,036
Other Adjustments		-1,639,036
Balance available for use post Bridge Year	calculated	0

 Net Capital Loss Carry Forward Deduction
 Total

 Actual Historical
 H4

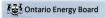
 Amount to be used in Bridge Year
 East Carry Forward Generated in Bridge Year (if any)

 Other Adjustments
 B1

 Balance available for use post Bridge Year
 calculated

<u>T4</u>

<u>T4</u>



Schedule 8 CCA - Bridge Year

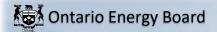
(1) Class	Class Description	Working Paper Reference	(2) Undepreciated capital cost (UCC) at the beginning of the bridge year	(3) Cost of acquisitions during the year (new property must be available for use, except CWIP)	(4) Cost of acquisitions from column 3 that are accelerated investment incentive property (AEP)	(5) Adjustments and transfers (enter amounts that will reduce the UCC as negatives)	(6) Amount from column 5 that is assistance received or receivable during the year for a property, subsequent to its disposition	(7) Amount from column 5 that is repaid during the year for a property, subsequent to its disposition	(8) Proceeds of dispositions	(9) UCC (column 2 plus column 3 plus or minus column 5 minus column 8)	(10) Proceeds of disposition available to reduce the UCC of AIP (column 8 plus column 6 minus column 3 plus column 7 plus column 7 (if negative, enter "0")		levant Al	(12) ICC adjustment for	JCC adjustment for non-AIIP acquired during the year (0.5 multiplied by the result of column 3 minus column 4 ninus column 6 plus column 7 minus column 8) (if	(14) CCA Rate %	(15) Recapture of CCA	(16) Terminal Loss	(17) CCA (for declining balance method, the result of column 9 plus column 12 minus column 13, multiplied by column 14)	(18) UCC at the end of the bridge year (column 9 minus column 17)	Working Paper Referenc
1	Buildings, Distribution System (acg'd post 1987)	H8	\$ 38.802.377	\$ 481.350	S 481.350					S 39.283.727	s -	\$ 481.350	0.50 \$	240.675	5 -	4%			\$ 1,580,976	\$ 37.702.751	T8
1b	Non-Residential Buildings [Reg. 1100(1)(a.1) election]	H8	\$ 1,460,035							S 1,460,035	s -	s -	0.50 \$	- 5		6%			\$ 87.602	\$ 1,372,433	T8
	Distribution System (acq'd pre 1988)	H8	s -							s -	s -	s -	S	- 5		6%			s -	S -	T8 T8
3	Buildings (acq'd pre 1988)	H8	s -							s -	s -	s -	s	- 5		5%			s -	s -	T8
6	Certain Buildings; Fences	H8	š -							s -	\$ -	\$ -	0.50 \$	- 5		10%			\$ -	\$ -	T8
8	General Office Equipment, Furniture, Fixtures	H8	\$ 748,605	\$ 92,684	\$ 92,684					\$ 841,289	\$ -	\$ 92,684	0.50 \$	46,342 \$	S -	20%			\$ 177,526	\$ 663,763	T8
10	Motor Vehicles, Fleet	H8	\$ 1,164,289	\$ 136,000	\$ 136,000					\$ 1,300,289	\$ -	\$ 136,000	0.50 \$	68,000 \$	S -	30%			\$ 410,487	\$ 889,802	T8
10.1	Certain Automobiles	H8	S -							s -	s -	s -	0.50 \$	- 5		30%			s -	S -	T8
12	Computer Application Software (Non-Systems)	H8	s -							s -	s -	s -	0.00 \$	- 5		100%			s -	S -	T8
13,	Lease #1	H8	\$ -							s -	\$ -	\$ -	0.00 \$	- 5	š -	NA				\$ -	T8
13,	Lease # 2	H8	s -							s -	\$ -	s -	0.00 \$	- 5	š -	NA				\$ -	T8
13,	Lease # 3	H8	s -							s -	s -	\$ -	0.00 \$	- 5		NA				s -	T8
13 4	Lease # 4	H8	s -							s -	s -	\$ -	0.00 \$	- 5		NA				s -	T8
14	Limited Period Patents, Franchises, Concessions or Licences	H8	\$ -							s -	\$ -	\$ -	0.00 \$	- 5	- 3	NA NA				\$ -	<u>T8</u>
14.1	Eligible Capital Property (acq'd pre Jan 1, 2017)	H8	\$ 6,597							\$ 6,597	s -	\$ -	\$	- 5		7%			\$ 462	\$ 6,135	T8
14.1	Eligible Capital Property (acq'd post Jan 1, 2017)	H8	\$ -							s -	ş -	\$ -	0.50 \$	- 5		5%			\$ -	\$ -	T8
	Elec. Generation Equip. (Non-Bldng, acq'd post Feb 27/00); Roads, Lots, Storage	H8	\$ 62,437							\$ 62,437	\$ -	\$ -	0.50 \$	- 5	- 3	8%			\$ 4,995	\$ 57,442	<u>T8</u>
42	Fibre Optic Cable	H8	\$ 189,262							\$ 189,262	ş -	\$ -	0.50 \$	- 5		12%			\$ 22,711	\$ 166,551	T8
43.1	Certain Clean Energy/Energy-Efficient Generation Equipment	H8	s -							s -	s -	\$ -	2.33 \$	- 5		30%			\$ -	s -	T8
43.2	Certain Clean Energy/Energy-Efficient Generation Equipment	H8	s -							s -	s -	\$ -	1.00 \$	- 5		50%			\$ -	s -	T8
45	Computers & System Software (acq'd post Mar 22/04 and pre Mar 19/07)	H8	S 1							S 1	s -	s -	\$	- 5	- 8	45%			\$ 0	\$ 1	T8
46	Data Network Infrastructure Equipment (acq'd post Mar 22/04)	H8	\$ -							s -			0.50 \$		- 3	30%			\$ -	\$ -	<u>T8</u>
	Distribution System (acq'd post Feb 22/05)	H8	\$ 51,485,982	\$ 9,629,238	\$ 9,629,238					\$ 61,115,220	\$ -	\$ 9,629,238	0.50 \$	4,814,619	- 3	8%			\$ 5,274,387	\$ 55,840,833	<u>T8</u>
50	General Purpose Computer Hardware & Software (acq'd post Mar 18/07)	H8	\$ 44,075							\$ 44,075	\$ -	\$ -	0.50 \$	- 5	S -	55%			\$ 24,241	\$ 19,834	
95	CWIP	H8	\$ 911,099	\$ 814,000	\$ 814,000	-\$ 856,963				\$ 868,136		\$ 814,000	0.00 \$	- 5	S -	0%			s -	\$ 868,136	<u>T8</u>
	Capital (94)	<u>H8</u>	\$ 1,316,431							\$ 1,316,431	\$ -	\$ -	\$	- 5						\$ 1,316,431	<u>T8</u>
		<u>H8</u>	\$ -							s -	\$ -	\$ -	\$	- 5						\$ -	<u>T8</u>
		H8	s -			· ·				s -	\$ -	\$ -	\$			· ·				s -	<u>18</u>
		H8	s -							s -		s -	\$	- 5	s -					s -	<u>18</u>
		H8	S -							S -	s -	\$ -	\$	- 5	3 -					s -	<u>T8</u>
		H8	S -							S -	s -	\$ -	\$	- 5	3 -					s -	<u>T8</u>
		H8	S -							s -	s -	s -	\$	- 5	s -					s -	<u>T8</u>
		H8	\$ -							\$ -			\$	- 5	š -					\$ -	<u>T8</u>
	TOTALS		\$ 96,191,190	\$ 11,153,272	\$ 11,153,272	-\$ 856,963	\$ -	s -	\$ -	\$ 106,487,499	\$ -	\$ 11,153,272	\$	5,169,636				\$ -	\$ 7,583,388 <u>B1</u>	\$ 98,904,111	



Schedule 13 Tax Reserves - Bridge Year

Continuity of Reserves

						Bridge Year	Adjustments				
Description	Reference	Historical Utility Only	Eliminate Amounts Not Relevant for Bridge Year	Adjusted Utility Balance		Additions	Disposals	Balance for Bridge Year		Change During the Year	Disallowed Expenses
Capital gains reserves ss.40(1)	H13	0		0	ı			0	T13	0	ol .
Tax Reserves Not Deducted for Accounting Purposes	1110	-									
Reserve for doubtful accounts ss. 20(1)(I)	H13	786,000		786,000		786,000	786,000	786,000	T13	C	
Reserve for goods and services not delivered ss. 20(1)(m)	H13	0		0		·		0	T13	C)
Reserve for unpaid amounts ss. 20(1)(n)	H13	0		0				0	T13	C)
Debt & share issue expenses ss. 20(1)(e)	H13	0		0				0	T13	C	i c
Other tax reserves	H13	0		0				0	<u>T13</u>	C	
		0		0				0		0)
Total		786,000	0	786,000	<u>B1</u>	786,000	786,000	786,000	<u>B1</u>	0) (
Financial statement reserves (not deductible for tax purposes)					<u> </u>						
General Reserve for Inventory Obsolescence (non-specific)	H13	0		0				0	T13	C	
General Reserve for Bad Debts	H13	0		0				0	T13	C)
Accrued Employee Future Benefits:	H13	0		0				0		C)
- Medical and Life Insurance	H13	0		0				0	T13	C	
- Short & Long-term Disability	H13	0		0				0	T13	C	
- Accumulated Sick Leave	H13	0		0				0	T13	C)
- Termination Cost	H13	0		0				0	T13	C	j
- Other Post-Employment Benefits	H13	17,097,484		17,097,484		154,704		17,252,188	T13	154,704	Į.
Provision for Environmental Costs	H13	0		0				0	T13	C)
Restructuring Costs	H13	0		0				0	T13	C)
Accrued Contingent Litigation Costs	<u>H13</u>	0		0				0	<u>T13</u>	C)
Accrued Self-Insurance Costs	<u>H13</u>	0		0				0	<u>T13</u>	C)
Other Contingent Liabilities	<u>H13</u>	0		0				0	<u>T13</u>	C)
Bonuses Accrued and Not Paid Within 180 Days of Year-End ss. 78(4)	<u>H13</u>	0		0				0	<u>T13</u>	C	j
Unpaid Amounts to Related Person and Not Paid Within 3 Taxation Years ss. 78(1)	<u>H13</u>	0		0				0	<u>T13</u>)
Other	H13	0		0				0	T13	C)
		0		0				0		C)
		0		0				0		C)
Total		17,097,484	0	17,097,484	<u>B1</u>	154,704	0	17,252,188	<u>B1</u>	154,704	1 (



PILs Tax Provision - Test Year

W	ires	On	ıy

Regulatory Taxable Income <u>T1</u>	\$	1,137,097	A
-------------------------------------	----	-----------	---

	Tax Rate	Small Business Rate	Tax	es Payable	Effective Tax Rate	;
		(If Applicable)				
Ontario (Max 11.5%)	11.5%	11.5%	\$	130,766	11.5%	В
Federal (Max 15%)	15.0%	15.0%	\$	170,565	15.0%	С

Combined effective tax rate (Max 26.5%)

26.50% **D** = **B** + **C**

301,331 E = A * D

301,331 I = E - H

S. Su

Total Income Taxes \$

Investment Tax Credits
Miscellaneous Tax Credits

Total Tax Credits

F G H = F + G

Corporate PILs/Income Tax Provision for Test Year

Corporate PILs/Income Tax Provision Gross Up 1

J = 1-D \$ 108,643 K = I/J-I

73.50%

Income Tax (grossed-up) \$ 409,974 L = K + I S. Su

Note:

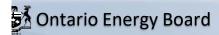
1. This is for the derivation of revenue requirement and should not be used for sufficiency/deficiency calculations.



Taxable Income - Test Year

		Working Paper Reference	Test Year Taxable Income
Net Income Before Taxes	1	<u>A.</u>	3,865,689
A datata	T2 S1 line #		
Additions: Interest and penalties on taxes	103		
Amortization of tangible assets			4 707 00
2-4 ADJUSTED ACCOUNTING DATA P489	104		4,727,92
Amortization of intangible assets 2-4 ADJUSTED ACCOUNTING DATA P490	106		45,50
Recapture of capital cost allowance from Schedule 8	107	<u>T8</u>	
Income inclusion under subparagraph	108		
13(38)(d)(iii) from Schedule 10	110		
Loss in equity of subsidiaries and affiliates Loss on disposal of assets	110 111		564.60
Charitable donations	112		564,69
Taxable Capital Gains	113		
Political Donations	114		
Deferred and prepaid expenses	116		
Scientific research expenditures deducted on	118		
financial statements			
Capitalized interest	119		
Non-deductible club dues and fees	120		
Non-deductible meals and entertainment expense	121		13,39
Non-deductible automobile expenses	122		
Non-deductible life insurance premiums	123		
Non-deductible company pension plans	124		
Tax reserves beginning of year	125	T13	786,00
Reserves from financial statements- balance at end of year	126	<u>T13</u>	17,367,92
Soft costs on construction and renovation of buildings	127		
Book loss on joint ventures or partnerships	205		
Capital items expensed	206		
Debt issue expense	208		
Development expenses claimed in current year Financing fees deducted in books	212 216		
Gain on settlement of debt	220		
Non-deductible advertising	226		
Non-deductible interest	227		
Non-deductible legal and accounting fees	228		
Recapture of SR&ED expenditures	231		
Share issue expense	235		
Write down of capital property	236		
Amounts received in respect of qualifying environment trust per paragraphs 12(1)(z.1) and 12(1)(z.2)	237		
Other Additions	205		
Interest Expensed on Capital Leases Realized Income from Deferred Credit Accounts	295		
Pensions	295 295		
Non-deductible penalties	295		
Non deductible periatites	295		
	295		
	295		
	295		
ARO Accretion expense	200		
Capital Contributions Received (ITA 12(1)(x))			1,082,10
Lease Inducements Received (ITA 12(1)(x))			
Deferred Revenue (ITA 12(1)(a))			
Prior Year Investment Tax Credits received			

REGULATORY TAXABLE INCOME		calculated	1,137,097
from Schedule 4	333		
Schedule 4 Limited partnership losses of previous tax years	335	 	
Net capital losses of previous tax years from	332	<u>T4</u>	0
Non-capital losses of previous tax years from Schedule 4	331	<u>T4</u>	0
Taxable dividends received under section 112 or 113	320		
Charitable donations	311		
NET INCOME FOR TAX PURPOSES		calculated	1,137,097
NET INCOME FOR TAX SUPPOSES		and a state of	4 40= 00=
Total Deductions		calculated	27,316,124
Financing fees for tax ITA 20(1)(e) and (e.1)			
income		+	
Lease Inducement Book Amortization credit to			
Principal portion of lease payments		+	
cost of Leaseholds Deferred Revenue - ITA 20(1)(m) reserve		-	
ITA 13(7.4) Election - Apply Lease Inducement to			
Received			1,082,100
ARO Payments - Deductible for Tax when Paid ITA 13(7.4) Election - Capital Contributions		+	
APO Paymente Doductible for Tay when Deld	395	+	
	395		
	395	+	
	395		
	395		
and variance accounts			
Non-taxable imputed interest income on deferral	395		
Capital Lease Payments	395		
Interest capitalized for accounting deducted for tax	395		
Other deductions			
Equity in income from subsidiary or affiliates	306		
Book income of joint venture or partnership	305	+	
beginning of year Contributions to deferred income plans	416	+ =	, , , , , ,
Reserves from financial statements - balance at	414	T13	17,252,188
Tax reserves end of year	413	<u>T13</u>	786,000
Scientific research expenses claimed in year	411		
Deferred and prepaid expenses	400		
Terminal loss from Schedule 8 Allowable business investment loss	404 406	<u>T8</u>	0
Capital cost allowance from Schedule 8	403	<u>T8</u>	8,195,836
Dividends not taxable under section 83	402		
Gain on disposal of assets per financial statements	401		



Schedule 4 Loss Carry Forward - Test Year

Corporation Loss Continuity and Application

Non-Capital Loss Carry Forward Deduction	Working Paper Reference	Total	Non- Distribution Portion	Utility Balance
Actual/Estimated Bridge Year Carried Forward	<u>B4</u>	0		0
Amount to be used in Test Year and Price Cap Years	<u>T1</u>	0		0
Number of years loss until next cost of service (i.e. years the loss is to be spread over)				
Amount to be used in Test Year	calculated	0		0
Loss Carry Forward Generated in Test Year (if any)	<u>T1</u>	0		0
Other Adjustments				0
Balance available for use in Future Years	calculated	0		0

Net Capital Loss Carry Forward Deduction		Total	Non- Distribution Portion	Utility Balance
Actual/Estimated Bridge Year Carried Forward	<u>B4</u>	0		0
Amount to be used in Test Year and Price Cap Years				0
Number of years loss until next cost of service (i.e. years the loss is to be spread over)				
Amount to be used in Test Year	<u>T1</u>	0		0
Loss Carry Forward Generated in Test Year (if any)				0
Other Adjustments				0
Balance available for use in Future Years		0		0



Schedule 8 CCA - Test Year

(1) Class	Class Description	Working P Referen	aper ce c	(2) Undepreciated capital cost (UCC) at the beginning of the test year	(3) Cost of acquisitions during the year (new property must be available for use, except CWIP)	Cost of acquisitions from column 3 that are accelerated investment incentive property (AIP)	(5) Adjustments and transfers (enter amounts that will reduce the UCC as negatives)	(6) Amount from column 5 that is assistance received or receivable during the year for a property, subsequent to its disposition	(7) Amount from column 5 that is repaid during the year for a property, subsequent to its disposition	(8) Proceeds of dispositions	(9) UCC (column 2 plus column 3 plus or minus column 5 minus column 8)	(10) Proceeds of disposition available to reduce the UCC of AIP (column 8 plus column 8 minus column 3 plus column 4 minus column 7) (ff negative, enter "0")	(11) Net capital cost additions of AllP acquired during the year (column 4 minus column 10) (if negative, enter "0")	Relevant	(12) UCC adjustment for AIP acquired during the year (column 11 multiplied by the relevant factor)	UCC adjustment for non-AIIP acquired during the year (0.5 multiplied by the result of column 3 minus column 4 minus column 7 minus column 7 minus column 8) (if nenative enter "0")	(14) CCA Rate %	(15) Recapture of CCA	(16) Terminal Loss	(17) CCA (for declining balance method, the result of column 9 plus column 12 minus column 13, multiplied by column 14)	(18) UCC at the end of the test year (column 9 minus column 17)
1	Buildings, Distribution System (acq'd post 1987)	B8	S	37.702.751	500.000	500.000					\$ 38.202.751	s -	s 500,000	0.50	\$ 250,000		4%			\$ 1,538,110	\$ 36,664,641
	Non-Residential Buildings (Reg. 1100(1)(a.1) election1	B8			,	0.00,000					\$ 1,372,433	\$.	\$.	0.50		s .	6%			\$ 82,346	\$ 1,290,087
	Distribution System (aco'd pre 1988)	B8	8								\$.	\$.	s .		s -	s .	6%			\$.	\$.
	Buildings (acq'd pre 1988)	BS									ė .	\$.	e .		\$.	s .	5%			\$.	e .
	Certain Buildings: Fences	B8									e .			0.50		e .	10%			\$.	
	General Office Equipment, Furniture, Fixtures	BS		663.763	85.000	85,000					\$ 748.763		s 85.000	0.50		5 .	20%			\$ 158,253	\$ 590,510
	Motor Vehicles, Fleet	B8	s	889.802	450.000						\$ 1,339,802		\$ 450,000	0.50			30%			\$ 469,441	\$ 870.362
	Certain Automobiles	B8	- 5			,					\$.	\$.	\$	0.50			30%			\$.	\$.
	Computer Application Software (Non-Systems)	B8	8								s .	\$.	s .	0.00		s .	100%			\$.	\$.
	Lease #1	B8	\$								\$ -	\$ -	\$.	0.00	\$ -	\$.	NA			*	\$ -
13 ,	Lease # 2	B8	\$								\$ -	\$ -	s -	0.00	\$ -	\$ -	NA NA				\$ -
13 2	Lease # 3	B8	\$								\$ -	\$ -	\$ -	0.00	\$ -	\$ -	NA NA				\$ -
13 4	Lease # 4	B8	\$								\$ -	\$ -	\$ -	0.00		\$ -	NA				\$ -
14	Limited Period Patents, Franchises, Concessions or Licences	B8	\$								\$ -	\$ -	\$ -	0.00	\$ -	\$ -	NA				\$ -
	Eligible Capital Property (acq'd pre Jan 1, 2017)	B8	\$	6,135							\$ 6,135	\$ -	\$ -		\$ -	\$ -	7%			\$ 429	\$ 5,706
	Eligible Capital Property (acq'd post Jan 1, 2017)	B8	\$								\$ -	\$ -	\$ -	0.50		\$	5%			\$ -	\$ -
	Elec. Generation Equip. (Non-Bidng, acq'd post Feb 27/00); Roads, Lots, Storage	B8	\$	57,442							\$ 57,442		s -	0.50		\$ -	8%			\$ 4,595	\$ 52,847
	Fibre Optic Cable	B8	\$	166,551							\$ 166,551	\$ -	s -	0.50		\$ -	12%			\$ 19,986	\$ 146,564
43.1	Certain Clean Energy/Energy-Efficient Generation Equipment	B8	\$								\$ -	\$ -	\$ -	2.33		\$	30%			\$ -	\$ -
	Certain Clean Energy/Energy-Efficient Generation Equipment	B8	\$								\$ -	\$ -	\$ -	1.00	\$ -	\$ -	50%			\$ -	\$ -
	Computers & System Software (acq'd post Mar 22/04 and pre Mar 19/07)	B8	S	\$ 1							\$ 1	\$ -	s .		\$ -	\$.	45%			\$ 0	\$ 0
	Data Network Infrastructure Equipment (acq'd post Mar 22/04)	B8	\$								\$ -	\$ -	\$ -	0.50		\$ -	30%			\$ -	\$ -
	Distribution System (acq'd post Feb 22/05)	B8	s		8,050,007						\$ 63,890,840		\$ 8,050,007	0.50		\$.	8%			\$ 5,433,267	\$ 58,457,572
	General Purpose Computer Hardware & Software (acq'd post Mar 18/07)	B8	\$	19,834	580,000						\$ 599,834		\$ 580,000	0.50		\$.	55%			\$ 489,409	\$ 110,425
	CWIP	B8	\$	868,136	564,000	564,000	-814,000				\$ 618,136	\$ -	\$ 564,000	0.00	\$ -	\$ -	0%			\$ -	\$ 618,136
	Capital (94)	B8	S	1,316,431							\$ 1,316,431	\$ -	s -		\$ -	\$ -					\$ 1,316,431
		B8	\$								\$ -	\$ -	\$ -		\$ -	\$ -					\$ -
		B8	\$								\$ -	\$ -	s -		\$ -	\$ -					\$ -
		B8	s								\$ -	\$ -	\$ -		\$ -	\$ -					\$ -
		B8	\$								\$ -	\$ -	\$ -		\$ -	s -					\$ -
		B8	\$								\$ -	\$ -	\$ -		\$ -	s -					\$ -
		B8	\$								\$ -	\$ -	s -		\$ -	s -					\$ -
		B8	\$								\$ -	\$ -	\$ -		\$ -	\$ -					\$ -
	TOTALS		\$	98,904,111	\$ 10,229,007	\$ 10,229,007	-\$ 814,000	s -	s -	\$ -	\$ 108,319,118	\$ -	\$ 10,229,007		\$ 4,832,504	\$ -		\$ -	\$ -	\$ 8,195,836 T1	\$ 100,123,281



Schedule 13 Tax Reserves - Test Year

Continuity of Reserves

•						Test Year A	Adjustments	I			
Description	Working Paper Reference	Bridge Year	Eliminate Amounts Not Relevant for Test Year	Adjusted Utility Balance		Additions	Disposals	Balance for Test Year		Change During the Year	Disallowed Expenses
						,					
Capital Gains Reserves ss.40(1)	<u>B13</u>	0		0				0		(
Tax Reserves Not Deducted for accounting purposes						•					
Reserve for doubtful accounts ss. 20(1)(I)	<u>B13</u>	786,000		786,000		786,000	786,000	786,000		0)
Reserve for goods and services not delivered ss. 20(1)(m)	<u>B13</u>	0		0				0		(
Reserve for unpaid amounts ss. 20(1)(n)	<u>B13</u>	0		0				0		(
Debt & Share Issue Expenses ss. 20(1)(e)	<u>B13</u>	0		0				0		(
Other tax reserves	<u>B13</u>	0		0				0		0	
		0		0				0		0	
Total		786,000	0	786,000	T1	786,000	786,000	786,000	T1		1
Total		700,000	0	700,000	11	700,000	700,000	700,000			,
Financial Statement Reserves (not deductible for Tax Purposes)											
General Reserve for Inventory Obsolescence (non-specific)	<u>B13</u>	0		0				0		C	
General reserve for bad debts	<u>B13</u>	0		0				0		0	
Accrued Employee Future Benefits:	<u>B13</u>	0		0				0		0	
- Medical and Life Insurance	<u>B13</u>	0		0				0		0	
-Short & Long-term Disability	<u>B13</u>	0		0				0		0	
-Accmulated Sick Leave	<u>B13</u>	0		0				0		0	
- Termination Cost	<u>B13</u>	0		0				0		(
- Other Post-Employment Benefits	B13	17,252,188		17,252,188		115,739		17,367,927		115,739	
Provision for Environmental Costs	<u>B13</u>	0		0				0		0	
Restructuring Costs	<u>B13</u>	0		0				0		(
Accrued Contingent Litigation Costs	<u>B13</u>	0		0				0		0	
Accrued Self-Insurance Costs	<u>B13</u>	0		0				0		(
Other Contingent Liabilities	<u>B13</u>	0		0				0		(
Bonuses Accrued and Not Paid Within 180 Days of Year-End ss. 78(4)	<u>B13</u>	0		0				0		0)
Unpaid Amounts to Related Person and Not Paid Within 3 Taxation Years ss. 78(1)	<u>B13</u>	0		0				0		0	
Other	<u>B13</u>	0		0				0		(
		0		0				0		(
		0		0				0		(
Total		17,252,188	0	17,252,188	<u>T1</u>	115,739	0	17,367,927	<u>T1</u>	115,739	