

[Checklist](#)[Input Appendices](#)[ROE Summary](#)[Over Earning Drivers](#)[Under Earning Drivers](#)**Input Appendices 1 to 6****Instructions**

The calculations from Appendices 1 to 6 will populate the ROE Summary tab to calculate the Achieved ROE %.

The sign of the input cells are to be aligned with the sign of the accounts reported in RRR 2.1.7. Generally, revenue/gain items are to be entered as negative numbers and expense/loss items are to be entered as positive numbers.

Please complete Appendices 1-5 first before filling in Appendix 6. Please input pre-tax figures in Appendices 1-5.

All inputs are in \$.

Please refer to the guide for detailed instruction on the filing of Appendices.

**Appendix 1****Non-rate regulated items and other adjustments**

CDM revenues (recorded in Account 4375)	aa	<input type="text"/>
CDM expenses (recorded in Account 4380)	ab	<input type="text"/>
	ac=aa+ab	
CDM - Net revenues/expenses		<input type="text" value="0.00"/>
Renewable generation revenues (recorded in Account 4375)	ad	<input type="text" value="-1372.37"/>
Renewable generation expenses (recorded in Account 4380)	ae	<input type="text"/>
	af=ad+ae	
Renewable generation - Net revenues/expenses		<input type="text" value="-1372.37"/>
Water services revenues (recorded in Account 4375)	ag	<input type="text"/>
Water services expenses (recorded in Account 4380)	ah	<input type="text"/>
	ai=ag+ah	
Water services - Net revenues/expenses		<input type="text" value="0.00"/>
Non-rate regulated utility rental income/investment income (recorded in Account 4385)	aj	<input type="text"/>

Depreciation expense on non-rate regulated assets

ak

Please provide USoAs

Other adjustments:

Please list the other revenue items that were not approved by the OEB (Please specify):

al

Please provide USoAs

am

Please provide USoAs

Please list the other expense items that were not approved by the OEB (Please specify):

an

Please provide USoAs

ao

Please provide USoAs

ap

Please provide USoAs

**Total non-rate regulated items and other adjustments**

aq=ac+af+ai+aj+ak+al+am+an+ao+ap

-1372.37

## Appendix 2

### Non-Recoverable Donations

#### Data Source

All donations

ba

5200.00

RRR 2.1.7 - Control account USoA 6205

Recoverable donations:

bb

5200.00

RRR 2.1.7 - Sub-account LEAP Funding USoA 6205

LEAP Funding

Calculated LEAP Funding approved in the distributor's last CoS

bb1

5216.96

CoS Decision and Order (for reference only)

Other recoverable donations approved, please specify:

bc

bd

be=ba-bb-bc-bd

**Non-recoverable donations**

0.00

**Appendix 3****Net interest/carrying charges on Deferral and Variance Accounts (DVAs)**

Interest expense on DVAs (recorded in Account 6035)	ca 18199.35
Interest income on DVAs (recorded in Account 4405)	cb -16195.71
<b>Net interest/carrying charges from DVAs</b>	cc=ca+cb 2003.64

**Appendix 4****Interest Adjustment for Deemed Debt**

Interest expense as per RRR 2.1.7	da 347055.93	<b>Data Source</b> RRR 2.1.7 - Sum of USoA 6005-6045 inclusive
Less:		
Interest expense on DVAs (recorded in Account 6035)	db = ca 18199.35	Appendix 3 cell (ca)
Unrealized (gains)/losses on interest rate swaps if recorded in Account 6035	db1 	
Other adjustments, please specify:		
	db2 	
	db3 	
<b>Interest expense after adjustments</b>	dc=da-db-db1-db2-db3 328856.58	
Regulated deemed debt, as per ROE Summary tab	dd 7309029.91	ROE Summary tab cell (v1) + (w1)
Weighted average debt rate (%)	% de 4.35	CoS Decision and Order
Deemed interest	df=dd*de 317942.80	
<b>Interest adjustment for deemed debt</b>	dg=dc-df 10913.78	

**Appendix 5****Property Plant & Equipment (PP&E)****Data Source**

Prior year "Closing balance - regulated PP&E (NBV)" data in RRR 2.1.5.6

Prior year "Closing balance - regulated PP&E (NBV)"

ea

10056338.89

Adjustments if required, please explain the nature

eb



**Opening balance - regulated PP&E (NBV)**

ec=ea+eb

10056338.89

Total PP&E (NBV) - Closing Balance

ed

10426620.71

RRR 2.1.7 - Sum of USoA 1605-2075, 2440, and 2105-2180 inclusive

Adjustment items:

Construction Work-in-Progress (CWIP)

ee

0.00

RRR 2.1.7 - USoA 2055

Non-distribution assets (NBV)

ef

0.00

RRR 2.1.7 - USoA 2075 + USoA 2180

Less other adjustments, please specify:

eg



eh



ei



ej



ek



**Adjusted closing balance - regulated PP&E (NBV)**

el=ed-ee-ef-eg-eh-ei-ej-ek

10426620.71

**Appendix 6****Current Tax for Regulatory Purposes****Tax Provision/(Recovery)**

Current Tax Provision/ (Recovery) as per the

fa

Audited Financial  
Statments (AFS)Reassessment of taxes  
from prior years included  
in current tax provision as  
per AFS (add Tax  
Payable/(Recovery))

fa1

Loss carry forward from  
prior years included in  
current tax provision as  
per AFS

fa2

% xy

Actual Tax rate (%)

26.50

Current Tax Adjustment  
required to reconcile to  
RRR 2.1.7 trial balance

fb

**Current Tax Provision/  
(Recovery) as per RRR  
2.1.7 USoA 6110**

fc

111454.00

Check balance - Does  
fa+fb=fc?

fa+fb = fc?

ERROR

**(Income)/Expense****Adjustment items**Non-rate regulated items  
(Appendix 1)

gd=aq

-1372.37

fd=gd\*xy

-363.68

Non-recoverable  
donations (Appendix 2)

ge=be

0.00

fe=ge\*xy

0.00

Activity in Regulatory  
Accounts included in  
taxable income on  
Schedule 1, if applicable

gf

ff=gf\*xy

0.00

Net carrying charges on  
DVAs (Appendix 3)

gg=cc

2003.64

fg=gg\*xy

530.96

Add back Actual interest  
expense (Appendix 4)

gh=dc

328856.58

fh=gh\*xy

87146.99

Deduct Deemed Interest  
Expense (Appendix 4)

gi=df

-317942.80

fi=gi\*xy

-84254.84

CCA on Non-rate  
regulated assets

gj

fj=gj\*xy

0.00

CEC adjustment on  
Goodwill from acquisitions  
or other intangible assets  
that were not approved in  
the distributor's last CoS

gk

fk=gk\*xy

0.00

CCA adjustment on PP&E  
from acquisitions that  
were not approved in the  
distributor's last CoS

gl

fl=gl\*xy

0.00

**Other adjustments**

(Please specify)

<div></div>	gm	fm=gm*xy
	<div></div>	<div>0.00</div>
<div></div>	gn	fn=gn*xy
	<div></div>	<div>0.00</div>
<div></div>	go	fo=go*xy
	<div></div>	<div>0.00</div>
<b>Total Adjustment Items</b>	gp=gd+ge+gf+gg+gh+gi+gj+gk+gl+gm+gn+go	fp=fd+fe+ff+fg+fh+fi+fj+fk+fl+fm+fn+fo
	<div>11545.05</div>	<div>3059.43</div>
<b>Current Tax Provision/ (Recovery) for the purposes of calculating Regulated ROE</b>		fq=fc+fp
		<div>114513.43</div>

[Checklist](#)
[Input Appendices](#)
[ROE Summary](#)
[Over Earning Drivers](#)
[Under Earning Drivers](#)

### Instructions

A distributor shall report, in the form and manner determined by the OEB, the Regulated Return on Equity (ROE) earned in the reporting year.

The reported ROE is to be calculated on the same basis as was used in the distributor's last Cost of Service (CoS).

The sign of the input cells are to be aligned with the sign of the accounts reported in RRR 2.1.7. Generally, revenue/gain items are to be entered as negative numbers and expense/loss items are to be entered as positive numbers.

Please read the RRR Filing Guide for the detailed guidance on the inputs of the form and appendices.

[Click here for tips and examples \(from RRR Filing Guide\).](#)

Information from the distributor's last CoS Decision and Order and the successfully submitted RRR 2.1.7 trial balance have been pre-populated in this form.

Please review each input for accuracy and contact Industry Relations Enquiry if you have any questions.

### CoS Decision and Order Info

The CoS Decision and Order EB number for the ROE

xx  
EB-2014-0105

Accounting standard used in CoS Decision and Order

yy  
MIFRS

#### Data Source

CoS Decision and Order (last CoS establishing the current reporting year's base rates)

CoS Decision and Order

### Regulated Net Income

Regulated net income (loss), as per RRR 2.1.7

a  
567646.25

#### Data Source

RRR 2.1.7 - USoA 3046 \* (-1)

Adjustment items:

Non-rate regulated items and other adjustments (Appendix 1)

b  
-1372.37

Appendix 1 cell (aq)

Unrealized (gains)/losses on interest rate swaps (Not applicable if recorded in Other Comprehensive Income)

c

Please provide USoAs

Actuarial (gains)/losses on OPEB and/or Pensions not approved by the OEB

d

Please provide USoAs

Non-recoverable donations (Appendix 2)

e  
0.00

Appendix 2 cell (be)

Net interest/carrying charges from

f

Appendix 3 cell

DVAs (Appendix 3)	2003.64	(cc)
Interest adjustment for deemed debt (Appendix 4)	g 10913.78	Appendix 4 cell (dg)
<b>Adjusted regulated net income before tax adjustments</b>	h=a+b+c+d+e+f+g 579191.30	
Add back:		
Future/deferred taxes expense	i 0.00	RRR 2.1.7 - USOA 6115
Current income tax expense (Does not include future income tax)	j 111454.00	RRR 2.1.7 - USOA 6110
Deduct:		
Current income tax expense for regulated ROE purposes (Appendix 6)	k 114513.43	Appendix 6 cell (fq)
<b>Adjusted regulated net income</b>	l=h+i+j-k 576131.87	

---

Deemed Equity		
Rate base:		<b>Data Source</b>
Cost of power	m 22606686.63	RRR 2.1.7 - Sum of USOA 4705-4751 inclusive
Operating expenses before any applicable adjustments	n1 3263136.13	RRR 2.1.7 - Sum of USOA 4505-4640, 4805-5695, 6105, 6205, 6210, and 6225, then subtract ROE Summary cell (d) and subtract ROE Summary cell (e)
Other Adjustments:		Please provide USOAs
<input type="text"/>	n2 <input type="text"/>	<input type="text"/>
Adjusted operating expenses	n=n1-n2 3263136.13	
Total Cost of Power and Operating Expenses	o=m+n 25869822.76	
Working capital allowance % as approved in the last CoS Decision and Order	% p 7.50	CoS Decision and Order
Total working capital allowance (\$)	q=o*p 1940236.71	
PP&E		



Opening balance - regulated PP&E (NBV) (Appendix 5)		r	10056338.89	Appendix 5 cell (ec)
Adjusted closing balance - regulated PP&E (NBV) (Appendix 5)		s	10426620.71	Appendix 5 cell (el)
Average regulated PP&E		$t=(r+s)/2$	10241479.80	
Total rate base		$u=q+t$	12181716.51	
Regulated deemed short-term debt % and \$	% v 4.00	$v1=v*u$	487268.66	Cell (v) from CoS Decision and Order
Regulated deemed long-term debt % and \$	% w 56.00	$w1=w*u$	6821761.25	Cell (w) from CoS Decision and Order
Regulated deemed equity % and \$	% x 40.00	$x1=x*u$	4872686.60	Cell (x) from CoS Decision and order
<b>Regulated Rate of Return on Deemed Equity (ROE)</b>				
				<b>Data Source</b>
Achieved ROE %		$\% y=l/x1$	11.82	
Deemed ROE % from the distributor's last CoS Decision and Order		% z	9.19	CoS Decision and Order
Difference - maximum deadband 3%		$\% z1=y-z$	2.63	
ROE status for the year (Over-earning/Under-earning/Within 300 basis points deadband)		z2	Within	If the distributor is in an over-earning position as indicated in cell (z2), please complete Appendices 7 & 8.  If the distributor is in an under-earning position as indicated in cell (z2), please complete Appendices 9 & 10.