

Ministry of Finance
Tax Compliance and Benefits Division
Compliance Branch

5 Park Home Ave, 2nd Floor
North York, ON M2N 6W8

Tel: 1 866 ONT-TAXS Ext 31015

Ministère des Finances
Division de l'observation fiscale et des avantages fiscaux
Direction de l'observation

Bureau 200 - 5, avenue Park Home
North York ON M2N 6W8

Tél. : 1 866 ONT-TAXS Ext 31015



Name of Corporation/Raison sociale de la compagnie

Waterloo North Hydro Inc

Account Number/Numero de compte

865844575TW0001

Summary of Proposed Adjustments

<u>Income Tax</u>	<u>Year</u>	<u>Adjustment</u>	<u>Tax Effect</u>	<u>Total Tax Effect</u>
CCA Adjustment for UCC opening balances	2015	\$ 130,754	\$ 34,650	\$ 34,650
CCA Adjustments for meter additions in wrong class	2015	\$ 39,315	\$ 10,418	\$ 10,418
Reduction of CMT Credit Taken	2015	\$ 9,974	\$ 9,974	\$ 9,974
Net change				<u>\$ 55,042</u>

Acknowledgement:

I acknowledge receipt of the "Summary of Proposed Adjustments" and related supporting schedules. These have been discussed with me. The auditor will proceed with the adjustments as proposed.

Signature

Title

Date

2015 Audited Schedule 8

Class	UCC beg of yr	Cost of Additions	Net Adjustments	Proceeds on disposal	Net additions	UCC	1/2 yr rule	Reduced UCC	Rate	Recapture	CCA claimed	UCC end of year	
1	60,309,605				0	60,309,605	0	60,309,605	4%	-	2,412,384	57,897,221	
1b	19,889,220	222,838			222,838	20,112,058	111,419	20,000,639	6%	-	1,200,038	18,912,020	
2	0				0	0	0	0	6%	-	0	0	
3	0				0	0	0	0	5%	-	0	0	
6	0				0	0	0	0	10%	-	0	0	
7	0				0	0	0	0	15%	-	0	0	
8	7,351,097	541,096		137,206	403,890	7,754,987	201,945	7,553,042	20%	-	1,510,608	6,244,379	251,755
9	0				0	0	0	0	25%	-	0	0	
10	2,356,558	983,048		27,150	955,898	3,312,456	477,949	2,834,507	30%	-	850,352	2,462,104	0
12	71,554	180,775			180,775	252,329	90,388	161,941	100%	-	161,941	90,388	0
13	0				0	0	0	0	0%	-	0	0	
17	0				0	0	0	0	8%	-	0	0	
35	0				0	0	0	0	7%	-	0	0	
42	0				0	0	0	0	12%	-	0	0	
43.1	0				0	0	0	0	30%	-	0	0	
43.2	0				0	0	0	0	50%	-	0	0	
45	35				0	35	0	35	45%	-	16	19	
46	0				0	0	0	0	30%	-	0	0	
47	85,351,443	12,610,974		524,808	12,086,166	97,437,609	6,043,083	91,394,526	8%	-	7,311,562	90,126,047	(81,686)
50	587,101	496,732			496,732	1,083,833	248,366	835,467	55%	-	459,507	624,326	
94/95 CWIP	0	2,852,299	3,503,517		2,852,299	6,355,816	1,426,150	4,929,666	0%		0	6,355,816	
52	0				0	0	0	0	100%	-	0	0	
Original	175,916,613	17,887,762	3,503,517	689,164	17,198,598	196,618,728	8,599,300	188,019,428		0	13,906,408	182,712,320	170,069
										Reported Difference	14,076,477 (170,069)		



Ministry of Finance
5 Park Home Ave
Suite 200
North York ON M2N 6W8

HPL - qL125

Issue Date 13-Jul-2020

WATERLOO NORTH HYDRO INC.
ATTENTION: C/O ALBERT SINGH
PO BOX 640 STN WATERLOO
WATERLOO ON N2J 4A3

Business No. 865844575TW0001
Reference No. L1538687424

Dear Albert Singh, 

The Payment in Lieu of Federal and Provincial Corporate Tax audit of WATERLOO NORTH HYDRO INC. for the taxation years 01-Jan-2015 to 31-Dec-2015 has now been completed.

- Our audit resulted in changes to the taxes previously assessed. A Statement of Adjustments is enclosed reflecting the corporation's revised tax liability and total taxes payable. You will receive an Audit Notice of Re-Assessment in the near future for this taxation period. The Audit Notice of Re-Assessment will specify any balance of taxes and interest outstanding by the corporation.

Thank you for the co-operation extended to our staff during the course of the audit. If you should require any further information, please contact Bob Bennitz at the toll free number listed below at ext. 31015.

Yours truly,

Dev Ram
Audit Manager
Ext. 18029

Enclosure(s)

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Name of Corporation/Raison sociale de la compagnie

Account Number/Numero de compte

Taxation Year end/Fin de l'année d'imposition

Waterloo North Hydro Inc

865444575TW0001

December 31st of 2015

Statement of Adjustments re Taxes Assessed

Taxable income for federal and Ontario purposes

Taxable income as previously assessed for federal and Ontario purposes		\$ 1,611,309
<u>CCA Adjustments</u>		
CCA Class 8 as Reported	\$ 1,762,363	
CCA Class 8 Audited	<u>1,510,608</u>	251,755
CCA Class 47 As Reported	7,229,876	
CCA Class 47 Audited	<u>7,311,562</u>	(81,686)
Revised taxable income for federal and Ontario purposes		<u>\$ 1,781,378</u>

Federal Part I tax payable

Basic Part I tax at 38%		\$ 676,924
Less: 10% abatement	\$ 178,138	
General rate reduction at 13%	231,579	
Investment tax credit as previously assessed	<u>15,371</u>	(425,088)
Federal Part I tax payable		\$ 251,836

Ontario income tax payable

Ontario basic income tax payable at 11.5%		204,858
Less:		
Ontario apprenticeship training tax credit as previously assessed	97,150	
Ontario co-operative education tax credit as previously assessed	<u>66,000</u>	(163,150)

Ontario corporate minimum tax (CMT)

CMT Credit Previously Claimed	9,974	
CMT adjustment	(9,974)	
Revised CMT Credit		<u>-</u>

<u>Payments in lieu of total tax payable</u>	<u>\$ 293,544</u>
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