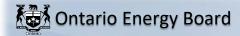


Version 1.20

Utility Name	Burlington Hydro Inc.	
Assigned EB Number	EB-2020-0007	
Name and Title	Sally Blackwell, VP Regulatory Compliance	e and Asset Management
Phone Number	905-336-4373	
Email Address	sblackwell@burlingtonhydro.com	
Date	October 31, 2020	
Last COS Re-based Year	2014	



1. Info

S. Summary

A. Data Input Sheet

B. Tax Rates & Exemptions

Historical Year H0 - PILs, Tax Provision Historical Year

H1 - Adi. Taxable Income Historical Year

H4 - Schedule 4 Loss Carry Forward Historical Year

H8 - Schedule 8 Historical

H13 - Schedule 13 Tax Reserves Historical

Bridge Year <u>B0 - PILs,Tax Provision Bridge Year</u>

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

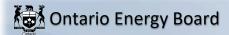
Test Year To PILs, Tax Provision Test Year

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

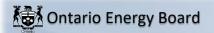
The Service Revenue Requirement is in the 'Revenue Requirement Workform' - Tab 3.

Item	Working Paper Reference	
Adjustments required to arrive at taxable income Test Year - Payments in Lieu of Taxes (PILs)	as below T0	-3,346,740 336,024
Test Year - Grossed-up PILs Effective Federal Tax Rate	<u>To</u> <u>To</u>	457,175 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>	5,063,498
Taxable Income	<u>T1</u>	1,716,757
Difference	calculated	-3,346,740 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	Υ	
	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	Υ	
	Schedule 8.		
	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	V	
4	filed in the application	ī	
5	Loss carry-forwards, if any, from prior year tax returns' Schedule 4 agree with those disclosed in the application	Υ	
6	A discussion is included in the application as to when the loss carry-forwards, if any, will be fully utilized	N	LCF estimated in the bridge year are applied in the test year.
7	CCA is maximized even if there are tax loss carry-forwards	Υ	
	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	Υ	
8	of Ontario reports, and actuarial valuations.		
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	Υ	



				Test Year	Bridge Year	
Rate Base		s	\$	148,576,805	\$ 152,457,057	
Return on Ratebase						
Deemed ShortTerm Debt %	4.00%	Т	\$	5,943,072	W = S * T	
Deemed Long Term Debt %	56.00%	U	\$	83,203,011	X = S * U	
Deemed Equity %	40.00%	٧	\$	59,430,722	Y = S * V	
Short Term Interest Rate	2.75%	Z	\$	163,434	AC = W * Z	
Long Term Interest	3.38%	AA	\$	2,813,519	AD = X * AA	
Return on Equity (Regulatory Income)	8.52%	AB	\$	5,063,498	AE = Y * AB	<u> T1</u>
Return on Rate Base			\$	8,040,451	AF = AC + AD + AE	

Questions that must be answered	Historical Year	Bridge Year	Test Year
1. Does the applicant have any Investment Tax Credits (ITC)?	Yes	Yes	Yes
2. Does the applicant have any SRED Expenditures?	Yes	Yes	Yes
3. Does the applicant have any Capital Gains or Losses for tax purposes?	No	No	No
4. Does the applicant have any Capital Leases?	Yes	Yes	Yes
5. Does the applicant have any Loss Carry-Forwards (non-capital or net capital)?	No	Yes	Yes
6. Since 1999, has the applicant acquired another regulated applicant's assets?	No	No	No

Yes

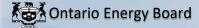
Yes

Yes

	If Yes, please describe the tax treatment in the manager's summary.
_	Did the configuration of the configuration of the CAMP for the company of

7. Did the applicant pay dividends?

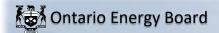
8.	Did the applicant elect to	capitalize interest incurred on	CWIP for tax purposes?
----	----------------------------	---------------------------------	------------------------



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	Effective January 1, 2021
Federal income tax							
General Corporate Rate	38.00%	38.00%	38.00%	38.00%	38.00%	38.00%	38.00%
Federal Tax Abatement	-10.00%	-10.00%	-10.00%	-10.00%	-10.00%	-10.00%	-10.00%
Adjusted Federal Rate	28.00%	28.00%	28.00%	28.00%	28.00%	28.00%	28.00%
Rate Reduction	-13.00%	-13.00%	-13.00%	-13.00%	-13.00%	-13.00%	-13.00%
Federal Income Tax	15.00%	15.00%	15.00%	15.00%	15.00%	15.00%	15.00%
Ontario Income Tax	11.50%	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%	26.50%
Federal & Ontario Small Business							
Federal Small Business Limit	500,000	500,000	500,000	500,000	500,000	500,000	500,000
Ontario Small Business Limit	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%	9.00%
Ontario Small Business Rate	4.50%	4.50%	4.50%	3.50%	3.50%	3.20%	3.20%

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

-\$ 1,524,915 **A**

В

С

11.50%

15.00%

26.50% **D = B+C**

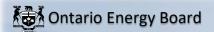
-\$ 404,102 E = A * D \$ 7,821 F -\$ 135,865 G -\$ 128,044 H = F + G

\$ - I = E - H



Adjusted Taxable Income - Historical Year

	T2S1 line #	Total for Legal Entity	Non-Distribution Eliminations	Historic Wires Only
Income before PILs/Taxes	(A + 101 + 102)	6,237,202		6,237,202
Additions:		<u> </u>		
Interest and penalties on taxes	103			(
Amortization of tangible assets	104	6,316,605		6,316,60
Amortization of intangible assets	106			
Recapture of capital cost allowance from Schedule 8	107			
Income inclusion under subparagraph 13(38)(d)(iii) from Schedule 10	108			
Loss in equity of subsidiaries and affiliates	110			
Loss on disposal of assets	111	82,540		82,54
Charitable donations and gifts from Schedule 2	112	25,100		25,10
Taxable capital gains from Schedule 6	113			
Political contributions	114			
Deferred and prepaid expenses	116			
Scientific research expenditures deducted on financial statements	118	282,931		282,93
Capitalized interest	119			
Non-deductible club dues and fees	120	1,700		1,70
Non-deductible meals and entertainment expense	121	18,136		18,13
Non-deductible automobile expenses	122			
Non-deductible life insurance premiums	123			
Non-deductible company pension plans	124			
Tax reserves deducted in prior year	125			
Reserves from financial statements – balance at the end of the year	126	4,659,718		4,659,71
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	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	237			
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			
Inducement under ITA 12(1)(x)	295	20,064		20,06
ARO Accretion expense				
Capital Contributions Received (ITA 12(1)(x))		6,214,032		6,214,03
Lease Inducements Received (ITA 12(1)(x))				
Deferred Revenue (ITA 12(1)(a))		9,948,532		9,948,53
Prior Year Investment Tax Credits received				
Movement in Sch 13s reversed as part of OCI		496,500		496,50
				1
Total Additions		28,065,858	0	28,065,85



Adjusted Taxable Income - Historical Year

	T2S1 line #	Total for Legal Entity	Non-Distribution Eliminations	Historic Wires Only
Deductions:	•	•		
Gain on disposal of assets per financial statements	401			0
Non-taxable dividends under section 83	402			0
Capital cost allowance from Schedule 8	403	10,259,615		10,259,615
Terminal loss from Schedule 8	404			0
Allowable business investment loss	406			0
Deferred and prepaid expenses	409			0
Scientific research expenses claimed in year	411	222,744		222,744
Tax reserves claimed in current year	413	,		0
Reserves from financial statements - balance at beginning of year	414	5,100,343		5,100,343
Contributions to deferred income plans	416	197,131		197,131
Book income of joint venture or partnership	305	,		0
Equity in income from subsidiary or affiliates	306			0
Other deductions				
Interest capitalized for accounting deducted for tax	395			0
Capital Lease Payments	395			0
Non-taxable imputed interest income on deferral and variance accounts	395			0
Non-taxable/deductible other comprehensive income items	395	364,934		364,934
Test taxable added by comprehensive meeting testion	395	001,001		00.,001
ARO Payments - Deductible for Tax when Paid	500			0
ITA 13(7.4) Election - Capital Contributions Received		6,214,032		6,214,032
ITA 13(7.4) Election - Apply Lease Inducement to cost of Leaseholds		0,214,002		0,211,002
Deferred Revenue - ITA 20(1)(m) reserve		9,948,532		9,948,532
Principal portion of lease payments		197.224		197,224
Lease Inducement Book Amortization credit to income		101,224		107,221
Financing fees for tax ITA 20(1)(e) and (e.1)				0
Timationing lees for tax frix 20(1)(c) and (c.1)				0
Tax recovery incl. in net movements in reg. balance on P&L		1,336,746		1,336,746
Overhead capitalized for accounting		393,791		393.791
Amortization of deferred capital contributions		477,936		477,936
Net movement in regulatory balances		646,151		646,151
SR&ED cost capitalized for accounting		231,883		231,883
Reverse SR&ED credits booked in NI		97,754		97,754
Remove PPE item net movement in regulatory balances		139,159		139,159
Total Deductions		35,827,975	0	35,827,975
Total Deductions		33,021,913	<u>U</u>	33,021,913
Net Income for Tax Purposes		-1,524,915	0	-1,524,915
Charitable donations from Schedule 2	311	0		0
Taxable dividends received under section 112 or 113	320	· ·		0
Non-capital losses of previous tax years from Schedule 4	331			0
Net capital losses of previous tax years from Schedule 4	332			0
Limited partnership losses of previous tax years from Schedule 4	335			0
Emilion parationally 100000 of provious tax yours from outleduic 4	333			U
TAXABLE INCOME		-1,524,915	0	-1,524,915



Schedule 4 Loss Carry Forward - Historical

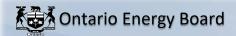
Corporation Loss Continuity and Application

Non-Capital Loss Carry Forward Deduction	Total	Non- Distribution Portion	Utility Balance
Actual Historical			0

<u>B4</u>

<u>B4</u>

Net Capital Loss Carry Forward Deduction	Total	Non- Distribution Portion	Utility Balance
Actual Historical	85,869	0	85,869



Schedule 8 - Historical Year

Class	Class Description	 C End of Year al per tax returns	Less: Non-Distribution Portion	UCC Reg	ulated Historical Year	Reference
1	Buildings, Distribution System (acq'd post 1987)	\$ 53,569,263		\$	53,569,263	
1b	Non-Residential Buildings [Reg. 1100(1)(a.1) election]	\$ 1,957,188		\$	1,957,188	<u>B8</u>
2	Distribution System (acq'd pre 1988)			\$	-	B8 B8 B8 B8 B8
3	Buildings (acq'd pre 1988)			\$	-	<u>B8</u>
6	Certain Buildings; Fences			\$	-	<u>B8</u>
8	General Office Equipment, Furniture, Fixtures	\$ 1,836,113		\$	1,836,113	<u>B8</u>
10	Motor Vehicles, Fleet	\$ 771,674		\$	771,674	<u>B8</u>
10.1	Certain Automobiles			\$	-	<u>B8</u>
12	Computer Application Software (Non-Systems)			\$	-	<u>B8</u>
13 ₁	Lease # 1			\$	-	<u>B8</u>
13 ₂	Lease # 2			\$	-	B8 B8 B8 B8
13 ₃	Lease # 3			\$	-	<u>B8</u>
13 4	Lease # 4			\$	-	
14	Limited Period Patents, Franchises, Concessions or Licences			\$	-	B8 B8 B8 B8 B8 B8 B8 B8 B8 B8 B8
14.1	Eligible Capital Property (acg'd pre 2017)	\$ 1,908,973		\$	1,908,973	B8
14.1	Eligible Capital Property (acq'd post 2016)	\$ 2,566,090		\$	2,566,090	B8
17	Elec. Generation Equip. (Non-Bldng, acq'd post Feb 27/00); Roads, Lots, Storage			\$	-	B8
42	Fibre Optic Cable			\$	-	B8
43.1	Certain Clean Energy/Energy-Efficient Generation Equipment			\$	-	B8
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)	\$ 85		\$	85	<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)	\$ 48,887,801		\$	48,887,801	<u>B8</u>
50	General Purpose Computer Hardware & Software (acq'd post Mar 18/07)	\$ 93,423		\$	93,423	
95	CWIP	\$ -		\$	-	<u>B8</u>
				\$	-	1
				\$	-	1
				\$	-	1
				\$	-	1
				\$	-	1
				\$	-	1
				\$	-	1
				\$	-	1
	SUB-TOTAL - UCC	111,590,610		0	111,590,610	ai .

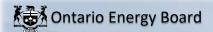


Income Tax/PILs Workform for 2021

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 pur	rposes		
Reserve for doubtful accounts ss. 20(1)(I)			0
Reserve for undelivered goods and services not			0
rendered ss. 20(1)(m)			0
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	0	0	0
Financial Statement Reserves (not deductible	for Tax Purposes)		
General reserve for inventory obsolescence			0
(non-specific)			
General reserve for bad debts	170,000		170,000
Accrued Employee Future Benefits:	4,489,718		4,489,718
- Medical and Life Insurance			0
-Short & Long-term Disability			0
-Accmulated Sick Leave			0
- Termination Cost			0
- Other Post-Employment Benefits			0
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 of Year-End ss. 78(4)			0
Unpaid Amounts to Related Person and Not			0
Paid Within 3 Taxation Years ss. 78(1)			U
Other			0
			0
			0
Total	4,659,718	0	4,659,718



PILS Tax Provision - Bridge Year

Regulatory Taxable Income

Tax Rate Small Taxes Effective Tax Rate **Business** Payable Rate (If Applicable) В Ontario (Max 11.5%) 11.5% 11.5% -\$ 32,747 11.5% С Federal (Max 15%) -\$ 42,713 15.0% 15.0% 15.0%

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 <u>B1</u>

-\$ 284,753 **A**

26.50%	h	_	D		^
20.50%	υ	=	В	+	u

	\$	-	E = A * D
--	----	---	-----------

\$	-	F
-\$	86,504	G
-¢	86 504	H = F +



Adjusted Taxable Income - Bridge Year

	T2S1 line #	Working Paper Reference	Total for Regulated Utility
Income before PILs/Taxes	(A + 101 + 102)		3,724,513
			1
Additions:		1	0
Interest and penalties on taxes	103		0
Amortization of tangible assets Amortization of intangible assets	104 106		6,462,454
Recapture of capital cost allowance from		_	0
Schedule 8	107	<u>B8</u>	0
Income inclusion under subparagraph 13(38)(d)(iii)	108		0
Income or loss for tax purposes- joint ventures or partnerships	109		0
Loss in equity of subsidiaries and affiliates	110		0
Loss on disposal of assets	111		
Charitable donations and gifts from Schedule 2	112		34,603
Taxable capital gains	113		0
Political contributions	114		0
Deferred and prepaid expenses	116		0
Scientific research expenditures deducted on financial statements	118		291,161
Capitalized interest	119		0
Non-deductible club dues and fees	120	-	1,700
Non-deductible meals and entertainment expense	121		18,136
Non-deductible automobile expenses	122		0
Non-deductible life insurance premiums	123		0
Non-deductible company pension plans	124	5.40	0
Tax reserves deducted in prior year Reserves from financial statements- balance	125 126	B13 B13	4,765,000
at end of year Soft costs on construction and renovation of		<u>D13</u>	
buildings	127		0
Capital items expensed	206		0
Debt issue expense	208		0
Development expenses claimed in current year	212		0
Financing fees deducted in books	216		0
Gain on settlement of debt	220		0
Non-deductible advertising	226		0
Non-deductible interest	227		0
Non-deductible legal and accounting fees	228		0
Recapture of SR&ED expenditures	231		0
Share issue expense	235 236		0
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		0
Other Additions	205	1	
Interest Expensed on Capital Leases Realized Income from Deferred Credit	295	-	
Accounts	295		
Pensions	295		
Non-deductible penalties	295		
•	295		
	295		
ARO Accretion expense			
Capital Contributions Received (ITA 12(1)(x))			
Lease Inducements Received (ITA 12(1)(x))			
Deferred Revenue (ITA 12(1)(a))			
Prior Year Investment Tax Credits received		-	40.05
Prior Year Credits (12(1)(x)) Additional accounting depreciation (ICM)			12,334 42,800
Total Additions			11,628,188



Adjusted Taxable Income - Bridge Year

	T2S1 line #	Working Paper Reference	Total for Regulated Utility
Deductions:			
Gain on disposal of assets per financial	401		0
statements			Ť
Dividends not taxable under section 83	402		0
Capital cost allowance from Schedule 8	403	<u>B8</u>	9,807,219
Terminal loss from Schedule 8	404	<u>B8</u>	0
Allowable business investment loss	406		0
Deferred and prepaid expenses	409		0
Scientific research expenses claimed in year	411		280,970
Tax reserves claimed in current year	413	<u>B13</u>	0
Reserves from financial statements -	414	B13	4,659,718
balance at beginning of year		<u>510</u>	
Contributions to deferred income plans	416		0
Book income of joint venture or partnership	305		0
Equity in income from subsidiary or affiliates	306		0
Other deductions			
Interest capitalized for accounting deducted for tax	395		
Capital Lease Payments	395		113,638
Non-taxable imputed interest income on	395		,
deferral and variance accounts			
	395		
ABO Daymenta Daduatible for Tay when	395		
ARO 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)(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)			
Capitalized OH deducted for tax			517,572
SR&ED capitalized for accounting			258,337
Amortization of deferred capital contributions			230,337
(**n/a**- included in accounting depreciation			
add back above)			
,			
Total Deductions		calculated	15 627 454
Total Deductions		calculated	15,637,454
Net Income for Tax Purposes		calculated	-284,753
Charitable donations	311		, , , , ,
Taxable dividends received under section 112	320		
or 113		1	
Non-capital losses of previous tax years from Schedule 4	331	<u>B4</u>	0
Net capital losses of previous tax years from Schedule 4	332	<u>B4</u>	0
Limited partnership losses of previous tax years	335		
from Schedule 4			
TAXABLE INCOME		calculated	-284,753



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>	284,753
Other Adjustments		
Balance available for use post Bridge Year	calculated	284,753

 Net Capital Loss Carry Forward Deduction
 Total

 Actual Historical
 <u>H4</u>
 85,869

 Amount to be used in Bridge Year
 0

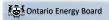
 Loss Carry Forward Generated in Bridge Year (if any)
 <u>B1</u>
 0

 Other Adjustments
 0

 Balance available for use post Bridge Year
 calculated
 85,869

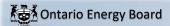
T4

T4



Schedule 8 CCA - Bridge Year

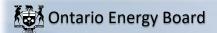
(1) Class	Class Description	Working Paper Reference	(2) Undepreciated capital cost (UCC) at the beginning of the bridge year	(3) Cost of acquisitions during the year (new property must be available for use, except CWIP)	(4) Cost of acquisitions from column 3 that are accelerated investment incentive property (AIIP)	(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 AIIP (column 8 plus column 6 minus column 3 plus column 7) (if negative, enter "0")		elevant . factor	(12) UCC adjustment for AIIP acquired during the year (column 11 multiplied by the relevant factor)	(13) UCC adjustment for non-AIIP acquired during the year (0.5 multiplied by the result of column 3 minus column 4 minus column 6 plus column 7 minus column 8 (if negative 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 bridge year (column 9 minus column 17)	Worl Pap Refer
	Buildings, Distribution System (acq'd post 1987)	<u>H8</u>	\$ 53,569,263							\$ 53,569,263	\$ -		0.50		\$ -	4%			\$ 2,142,771	\$ 51,426,492	
1b	Non-Residential Buildings [Reg. 1100(1)(a.1) election]	H8	\$ 1,957,188	\$ 317,745	\$ 317,745				\$ -	\$ 2,274,933	\$ -	\$ 317,745	0.50	\$ 158,873	\$ -	6%			\$ 146,028	\$ 2,128,905	Ī
2	Distribution System (acq'd pre 1988)	H8	s -							s -	s -	s -		s -	s -	6%			s -	s -	1 7
3	Buildings (acq'd pre 1988)	H8	s -							s -	\$ -	\$ -		\$ -	\$ -	5%			\$ -	\$ -	T
6	Certain Buildings; Fences	<u>H8</u>	\$ -							\$ -	\$ -	\$ -	0.50		\$ -	10%	,		\$ -	\$	T
8	General Office Equipment, Furniture, Fixtures	<u>H8</u>	\$ 1,836,113						\$ -	\$ 1,897,664			0.50			20%			\$ 385,688	\$ 1,511,976	J Ţ
10	Motor Vehicles, Fleet	<u>H8</u>	\$ 771,674	\$ 360,837	\$ 360,837				\$ -	\$ 1,132,511	\$ -	\$ 360,837	0.50		\$ -	30%			\$ 393,879	\$ 738,632	_ Ţ
10.1	Certain Automobiles	<u>H8</u>								\$ -			0.50		\$ -	30%	,		\$ -	\$ -	<u>T</u>
	Computer Application Software (Non-Systems)	H8		\$ 1,678,623	\$ 1,678,623				\$ -	\$ 1,678,623			0.00		\$ -	100%			\$ 1,678,623	\$ -	J
13 1	Lease # 1	<u>H8</u>	\$ -							\$ -	\$ -	\$ -	0.00		\$ -	NA				\$ -	I
13 2	Lease # 2	H8	s -							\$ -	\$ -	\$ -	0.00		\$ -	NA				\$ -	I
13,	Lease # 3	<u>H8</u>								\$ -	\$ -	\$ -	0.00		\$ -	NA				\$ -	<u></u>
13 4	Lease # 4	<u>H8</u>								\$ -	\$ -	\$ -	0.00		\$ -	NA				\$ -	<u></u>
14	Limited Period Patents, Franchises, Concessions or Licences	<u>H8</u>								\$ -	\$ -	\$ -	0.00	\$ -	\$ -	NA				\$ -	<u>T</u>
14.1	Eligible Capital Property (acq'd pre Jan 1, 2017)	H8	\$ 1,908,973							\$ 1,908,973	\$ -	\$ -		\$ -	\$ -	7%			\$ 133,628	\$ 1,775,345	J
14.1	Eligible Capital Property (acq'd post Jan 1, 2017)	H8	\$ 2,566,090							\$ 2,566,090	\$ -	\$ -	0.50		\$ -	5%			\$ 128,305	\$ 2,437,786	J
	Elec. Generation Equip. (Non-Bldng, acq'd post Feb 27/00); Roads, Lots, Storage	H8	s -							s -	\$ -	\$ -	0.50		\$ -	8%			s -	\$ -	<u>T</u>
	Fibre Optic Cable	<u>H8</u>	s -							\$ -	\$ -	\$ -	0.50		\$ -	12%			s -	\$ -	_ <u>I</u>
	Certain Clean Energy/Energy-Efficient Generation Equipment	<u>H8</u>	\$ -							\$ -	\$ -	\$ -	2.33		\$ -	30%			\$ -	\$ -	Ţ
43.2	Certain Clean Energy/Energy-Efficient Generation Equipment	<u>H8</u>								\$ -	\$ -	\$ -	1.00	\$ -	\$ -	50%			S -	\$ -	<u>T</u>
45	Computers & System Software (acq'd post Mar 22/04 and pre Mar 19/07)	H8	\$ 85							\$ 85				\$ -	\$ -	45%			\$ 38	\$ 47	I
	Data Network Infrastructure Equipment (acq'd post Mar 22/04)	H8	s -							s -	\$ -		0.50		\$ -	30%			s -	\$ -	I
	Distribution System (acq'd post Feb 22/05)	H8	\$ 48,887,801						\$ -	\$ 55,357,276			0.50		\$ -	8%			\$ 4,687,361	\$ 50,669,915	_ Ţ
	General Purpose Computer Hardware & Software (acq'd post Mar 18/07)	<u>H8</u>	\$ 93,423	\$ 72,140	\$ 72,140				\$ -	\$ 165,563			0.50		\$ -	55%			\$ 110,898	\$ 54,665	J
95	CWIP	<u>H8</u>	s -							\$ -			0.00		\$ -	0%			S -	\$ -	<u>T</u>
		<u>H8</u>	s -							\$ -	*	\$ -		\$ -	\$ -					\$ -	<u></u>
		H8	s -							s -	\$ -	s -		\$ -	\$ -					\$ -	I
		H8	s -							s -				\$ -	\$ -					\$ -	I
		H8	s -							S -				\$ -	\$ -					\$ -	_ <u>T</u>
		<u>H8</u>	s -							\$ -				\$ -	\$ -					\$ -	<u></u>
			s -							\$ -				\$ -	\$ -					\$ -	<u>T</u>
		<u>H8</u>	\$ -							\$ -				\$ -	\$ -					\$ -	Ī
		<u>H8</u>	\$ -							\$ -	\$ -			\$ -	\$ -					\$ -	J I
	TOTALS	1	\$ 111,590,610	\$ 8,960,371	\$ 8,960,371	\$ -	\$ -	\$ -	\$ -	\$ 120,550,981	\$ -	\$ 8,960,371		\$ 3,640,874	\$ -		\$ -	\$ -	\$ 9,807,219 <u>B1</u>	\$ 110,743,762	1



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
		,	•				•				1
Capital gains reserves ss.40(1)	<u>H13</u>	0		0				0	<u>T13</u>	0	
Tax Reserves Not Deducted for Accounting Purposes											
Reserve for doubtful accounts ss. 20(1)(I)	<u>H13</u>	0		0					<u>T13</u>	0	
Reserve for goods and services not delivered ss. 20(1)(m)	<u>H13</u>	0		0				0	<u>T13</u>	0	
Reserve for unpaid amounts ss. 20(1)(n)	<u>H13</u>	0		0				0	<u>T13</u>	0	
Debt & share issue expenses ss. 20(1)(e)	<u>H13</u>	0		0				0	<u>T13</u>	0	
Other tax reserves	<u>H13</u>	0		0				0	<u>T13</u>	0	
		0		0				0		0	
		0		0				0		0	
Total		0	0	0	<u>B1</u>	0	0	0	<u>B1</u>	0	0
Financial statement reserves (not deductible for tax purposes)				1		I		1			1
General Reserve for Inventory Obsolescence (non-specific)	<u>H13</u>	0		0					<u>T13</u>	0	
General Reserve for Bad Debts	<u>H13</u>	170,000		170,000		30,000		200,000		30,000	
Accrued Employee Future Benefits:	<u>H13</u>	4,489,718		4,489,718		75,282		4,565,000		75,282	
- Medical and Life Insurance	<u>H13</u>	0		0				0	<u>T13</u>	0	
- Short & Long-term Disability	<u>H13</u>	0		0				0	<u>T13</u>	0	
- Accumulated Sick Leave	<u>H13</u>	0		0				0	110	0	
- Termination Cost	<u>H13</u>	0		0				0	<u>T13</u>	0	
- Other Post-Employment Benefits	<u>H13</u>	0		0				0	<u>T13</u>	0	
Provision for Environmental Costs	<u>H13</u>	0		0				0	<u>T13</u>	0	
Restructuring Costs	H13	0		0				0	T13	0	
Accrued Contingent Litigation Costs	<u>H13</u>	0		0				0	<u>T13</u>	0	
Accrued Self-Insurance Costs	H13	0		0				0	T13	0	
Other Contingent Liabilities	H13	0		0				0	T13	0	
Bonuses Accrued and Not Paid Within 180 Days of Year-End ss. 78(4)	H13	0		0				0	T13	0	
Unpaid Amounts to Related Person and Not Paid Within 3 Taxation Years ss. 78(1)	<u>H13</u>	0		0				0	<u>T13</u>	0	
Other	H13	0		0				0	T13	0	
		0		0				0		0	
		0		0				0		0	
Total		4,659,718	0	4,659,718	<u>B1</u>	105,282	0	4,765,000	<u>B1</u>	105,282	0



PILs Tax Provision - Test Year

Regulatory Taxable Income	<u>T1</u>	\$ 1,716,757 A

	Tax Rate	Small Business Rate	Tax	es Payable	Effective Tax Ra	te
		(If Applicable)				
Ontario (Max 11.5%)	11.5%	11.5%	\$	197,427	11.5%	_ в
Federal (Max 15%)	15.0%	15.0%	\$	257.514	15.0%	С

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 Test Year

Corporate PILs/Income Tax Provision Gross Up 1

Income Tax (grossed-up)

Note:

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

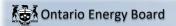
26.50% **D = B + C**

Wires Only

\$ 454.941	E = A * D

\$ 52,337	F
\$ 66,580	G
\$ 118 917	H = F + 0

73.50%
$$J = 1-D$$
 \$ 121,151 $K = I/J-I$



14,058 42,800

12,188,834

Taxable Income - Test Year

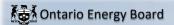
ARO Accretion expense

Total Additions

Capital Contributions Received (ITA 12(1)(x))
Lease Inducements Received (ITA 12(1)(x))
Deferred Revenue (ITA 12(1)(a))
Prior Year Investment Tax Credits received
Prior Year Credits (12(1)(x))

Additional accounting depreciation (ICM)

Taxable Income - Test Year		Working Paper Reference	Test Year Taxable Income
Net Income Before Taxes	1	<u>A.</u>	5,063,49
		·	
	T2 S1 line #		
Additions:			
Interest and penalties on taxes	103		
Amortization of tangible assets 2-4 ADJUSTED ACCOUNTING DATA P489	104		6,840,97
Amortization of intangible assets	400		
2-4 ADJUSTED ACCOUNTING DATA P490	106		
Recapture of capital cost allowance from	107	<u>T8</u>	
Schedule 8	107	10	
Income inclusion under subparagraph	108		
13(38)(d)(iii) from Schedule 10			
Loss in equity of subsidiaries and affiliates	110		
Loss on disposal of assets	111		98,00
Charitable donations	112		47,00
Taxable Capital Gains	113		
Political Donations	114		
Deferred and prepaid expenses	116		
Scientific research expenditures deducted on	118		291,16
financial statements Capitalized interest	119		
Non-deductible club dues and fees	120		1.70
Non-deductible club dues and rees Non-deductible meals and entertainment	120		1,70
expense	121		18,13
Non-deductible automobile expenses	122		
Non-deductible life insurance premiums	123		
Non-deductible company pension plans	124		
Tax reserves beginning of year	125	T13	
Reserves from financial statements- balance at			
end of year	126	<u>T13</u>	4,835,00
Soft costs on construction and renovation of	407		
buildings	127		
Book loss on joint ventures or partnerships	205		
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	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	237		
12(1)(z.2)			
Other Additions			
Interest Expensed on Capital Leases	295		
Realized Income from Deferred Credit Accounts	295		
Pensions	295		
Non-deductible penalties	295		
	295		
	295		
	295		
	205		



Taxable Income - Test Year

		Working Paper Reference	Test Year Taxable Income
Deductions:			
Gain on disposal of assets per financial statements	401		0
Dividends not taxable under section 83	402		0
Capital cost allowance from Schedule 8	403	<u>T8</u>	9,242,233
Terminal loss from Schedule 8	404 406	<u>T8</u>	0
Allowable business investment loss Deferred and prepaid expenses	409		0
Scientific research expenses claimed in year	411		280,970
Tax reserves end of year	413	T13	0
Reserves from financial statements - balance at beginning of year	414	<u>T13</u>	4,765,000
Contributions to deferred income plans	416		0
Book income of joint venture or partnership	305		0
Equity in income from subsidiary or affiliates	306		0
Other deductions			
Interest capitalized for accounting deducted for tax	395		
Capital Lease Payments	395		73,855
Non-taxable imputed interest income on deferral and variance accounts	395		
	395		
Capitalized OH deducted for tax	395		583,427
SR&ED capitalized for accounting	395		258,337
Amortization of deferred capital contributions (**n/a** - included in accounting depreciation add back	395		
above)	395		
ARO Payments - Deductible for Tax when Paid	395		
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)(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)			
		-	
Total Deductions		calculated	15,203,822
NET INCOME FOR TAX PURPOSES		calculated	2,048,510
Charitable donations	311		47,000
			41,000
Taxable dividends received under section 112 or 113 Non-capital losses of previous tax years from	320		
Schedule 4	331	<u>T4</u>	284,753
Net capital losses of previous tax years from Schedule 4	332	<u>T4</u>	C
Limited partnership losses of previous tax years from Schedule 4	335		
			4 = 40 ===
REGULATORY TAXABLE INCOME		calculated	1,716,757



Schedule 4 Loss Carry Forward - Test Year

Corporation Loss Continuity and Application

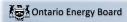
Non-Capital Loss Carry Forward Deduction	Working Paper Reference	Total	Non- Distribution Portion	Utility Balance
Actual/Estimated Bridge Year Carried Forward	<u>B4</u>	284,753		284,753
Amount to be used in Test Year and Price Cap Years	<u>T1</u>	284,753		284,753
Number of years loss until next cost of service (i.e. years the loss is to be spread over)				
Amount to be used in Test Year	calculated	284,753		284,753
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>	85,869		85,869
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		85,869		85,869



Schedule 8 CCA - Test Year

(1) Class	Class Description	Working Paper Reference	(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)	(4) Cost of acquisitions from column 3 that are accelerated investment incentive property (AIIP)	(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 or column 3 plus or minus column 5 minus column 8)	(10) Proceeds of disposition available to reduce the UCC of AIIP (column 8 plus column 6 minus column 3 plus column 7) (if negative, enter "0")	(11) Net capital cost additions of AIIP acquired during the year (column 4 minus column 10) (if negative, enter *0")	Relevant A factor t	(12) JCC adjustment for JIP acquired during he year (column 11 multiplied by the relevant factor)	(13) UCC adjustment for non-AIIP acquired during the year (0.5 multiplied by the result of column 3 minus column 6 plus column 7 minus column 8 (if negative, enter "0")	(14) CCA Rate %
1	Buildings, Distribution System (acq'd post 1987)	B8	\$ 51,426,492							\$ 51,426,492		\$ -	0.50		\$ -	4%
1b	Non-Residential Buildings [Reg. 1100(1)(a.1) election]	B8	\$ 2,128,905	\$ 495,000	\$ 495,000				\$ -	\$ 2,623,905	\$ -	\$ 495,000	0.50			6%
2	Distribution System (acq'd pre 1988)	B8	\$ -							\$ -	\$ -	\$ -				6%
3	Buildings (acq'd pre 1988)	B8	\$ -							\$ -	\$ -	\$ -				5%
6	Certain Buildings; Fences	B8	\$ -							\$ -	\$ -	\$ -	0.50		\$ -	10%
8	General Office Equipment, Furniture, Fixtures	<u>B8</u>	\$ 1,511,976	\$ 51,500					\$ -	\$ 1,563,476		\$ 51,500	0.50			20%
10	Motor Vehicles, Fleet	<u>B8</u>	\$ 738,632	\$ 525,000	\$ 525,000				\$ -	\$ 1,263,632	\$ -	\$ 525,000	0.50			30%
10.1	Certain Automobiles	<u>B8</u>	\$ -							\$ -	\$ -	\$ -	0.50			30%
12	Computer Application Software (Non-Systems)	<u>B8</u>	\$ -	\$ 595,500	\$ 595,500				\$ -	\$ 595,500	\$ -	\$ 595,500	0.00			100%
13 1	Lease # 1	<u>B8</u>	\$ -							\$ -	\$ -	\$ -	0.00		\$ -	NA
13 ₂	Lease # 2	<u>B8</u>	\$							\$ -	\$ -	\$ -	0.00			NA
13 ₃	Lease # 3	<u>B8</u>	\$ -							\$ -	\$ -	\$ -	0.00			NA
13 4	Lease # 4	<u>B8</u>	\$ -							\$ -	\$ -	\$ -	0.00		\$ -	NA
14	Limited Period Patents, Franchises, Concessions or Licences	<u>B8</u>	\$ -							\$ -	\$ -	\$ -	0.00	-	\$ -	NA
14.1	Eligible Capital Property (acq'd pre Jan 1, 2017)	B8	\$ 1,775,345							\$ 1,775,345	\$ -	\$ -	:		\$ -	7%
14.1	Eligible Capital Property (acq'd post Jan 1, 2017)	<u>B8</u>	\$ 2,437,786		0					\$ 2,437,786	\$ -	\$ -	0.50		\$ -	5%
17	Elec. Generation Equip. (Non-Bldng, acq'd post Feb 27/00); Roads, Lots, Storage	<u>B8</u>	\$ -							\$ -	\$ -	\$ -	0.50		\$ -	8%
42	Fibre Optic Cable	<u>B8</u>	\$ -							\$ -	\$ -	\$ -	0.50	-	\$ -	12%
43.1	Certain Clean Energy/Energy-Efficient Generation Equipment	<u>B8</u>	\$ -							\$ -	\$ -	\$ -	2.33		\$ -	30%
43.2	Certain Clean Energy/Energy-Efficient Generation Equipment	B8	\$ -							\$ -	\$ -	\$ -	1.00	-	\$ -	50%
45	Computers & System Software (acq'd post Mar 22/04 and pre Mar 19/07)	<u>B8</u>	\$ 47							\$ 47	\$ -	\$ -		-	\$ -	45%
46	Data Network Infrastructure Equipment (acq'd post Mar 22/04)	<u>B8</u>	\$ -							\$ -	\$ -	\$ -	0.50		\$ -	30%
47	Distribution System (acq'd post Feb 22/05)	B8	\$ 50,669,915	\$ 10,588,420	\$ 10,588,420				\$ -	\$ 61,258,335	\$ -	\$ 10,588,420	0.50			8%
50	General Purpose Computer Hardware & Software (acq'd post Mar 18/07)	B8	\$ 54,665	\$ 50,000	\$ 50,000				\$ -	\$ 104,665	\$ -	\$ 50,000	0.50	\$ 25,000	\$ -	55%
95	CWIP	B8	\$ -							\$ -	\$ -	\$ -	0.00			0%
		B8	\$ -							\$ -	\$ -	\$ -		-		
		B8	\$ -	-						\$ -	\$ -	\$ -		\$ -		
		B8	\$ -							\$ -	\$ -	\$ -				
		B8	\$ -							\$ -	\$ -	\$ -				
		B8	\$ -							\$ -	\$ -	\$ -				
		B8	\$ -							\$ -	\$ -	\$ -	:	\$ -		
		B8	\$ -							\$ -	\$ -	\$ -				
		<u>B8</u>	\$ -							\$ -	\$ -	\$ -		,	\$ -	
	TOTALS		\$ 110,743,762	\$ 12,305,420	\$ 12,305,420	\$ -	\$ -	\$ -	\$ -	\$ 123,049,182	\$ -	\$ 12,305,420		\$ 5,854,960	\$ -	

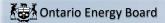


Income Tax/PILs Workfo

Schedule 8 CCA - Test Year

(1) Class	Class Description	(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)			\$ 2.057.060		\$ 49,369,433	
1b	Non-Residential Buildings [Reg. 1100(1)(a.1) election]			\$ 172,284		\$ 2,451,620	
2	Distribution System (acg'd pre 1988)			\$ -		\$ -	
3	Buildings (acq'd pre 1988)			\$ -		\$ -	
6	Certain Buildings; Fences			\$ -		\$ -	
8	General Office Equipment, Furniture, Fixtures			\$ 317,845		\$ 1,245,631	
10	Motor Vehicles, Fleet			\$ 457,840		\$ 805,793	
10.1	Certain Automobiles			\$ -		٠ .	
12	Computer Application Software (Non-Systems)			\$ 595,500		\$ -	
13 1	Lease #1					\$ -	
13 2	Lease # 2					\$ -	
13 ₃	Lease # 3					\$ -	
13 4	Lease # 4					\$ -	
14	Limited Period Patents, Franchises, Concessions or Licences					\$ -	
14.1	Eligible Capital Property (acq'd pre Jan 1, 2017)			\$ 124,274		\$ 1,651,070	
14.1	Eligible Capital Property (acq'd post Jan 1, 2017)			\$ 121,889		\$ 2,315,896	
17	Elec. Generation Equip. (Non-Bldng, acq'd post Feb 27/00); Roads, Lots, Storage			\$ -		\$ -	
42	Fibre Optic Cable			\$ -		٠ .	
43.1	Certain Clean Energy/Energy-Efficient Generation Equipment			\$ -		\$ -	
43.2	Certain Clean Energy/Energy-Efficient Generation Equipment			\$ -		\$ -	
45	Computers & System Software (acq'd post Mar 22/04 and pre Mar 19/07)			\$ 21		\$ 26	
46	Data Network Infrastructure Equipment (acq'd post Mar 22/04)			\$ -		\$ -	
47	Distribution System (acq'd post Feb 22/05)			\$ 5,324,204		\$ 55,934,131	
50	General Purpose Computer Hardware & Software (acq'd post Mar 18/07)			\$ 71,316		\$ 33,349	
95	CWIP			\$ -		\$ -	
						\$ -	
						\$ -	
						\$ -	
						\$ -	
						\$ -	
						\$ -	
						\$ -	
						\$ -	
	TOTALS	\$ -	\$ -	\$ 9,242,233	<u>T1</u>	\$ 113,806,950	





Schedule 13 Tax Reserves - Test Year

Continuity of Reserves

						Test Year A	Adjustments				
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)	B13	0		0				0	1	0	
Tax Reserves Not Deducted for accounting purposes		_		-							ı
Reserve for doubtful accounts ss. 20(1)(I)	B13	0		0				0		0	
Reserve for goods and services not delivered ss. 20(1)(m)	B13	0		0				0		0	
Reserve for unpaid amounts ss. 20(1)(n)	B13	0		0				0		0	
Debt & Share Issue Expenses ss. 20(1)(e)	B13	0		0				0		0	
Other tax reserves	B13	0		0				0		0	
		0		0				0		0	
		0		0				0		0	
Total		0	0	0	<u>T1</u>	0	0	0	<u>T1</u>	0	0
Figure 21 October 19 December											
Financial Statement Reserves (not deductible for Tax Purposes)	D.10	_						^			
General Reserve for Inventory Obsolescence (non-specific)	<u>B13</u>	0		0				0		0	
General reserve for bad debts	B13	200,000		200,000				200,000		0	
Accrued Employee Future Benefits:	B13	4,565,000		4,565,000		70,000		4,635,000		70,000	
- Medical and Life Insurance	B13	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		0	
- Other Post-Employment Benefits	<u>B13</u>	0		0				0		0	
Provision for Environmental Costs	<u>B13</u>	0		0				0		0	
Restructuring Costs	<u>B13</u>	0		0				0		0	
Accrued Contingent Litigation Costs	<u>B13</u>	0		0				0		0	
Accrued Self-Insurance Costs	<u>B13</u>	0		0				0		0	
Other Contingent Liabilities	<u>B13</u>	0		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	B13	0		0				0		0	
	•	0		0				0		0	
	•	0		0				0		0	
Total		4,765,000	0	4,765,000	<u>T1</u>	70,000	0	4,835,000	<u>T1</u>	70,000	0