



CANADIAN NIAGARA POWER INC.

A FORTIS ONTARIO
Company

July 14, 2021

Ms. Christine E. Long
Registrar
Ontario Energy Board
2300 Yonge Street, 27th floor
Toronto, ON M4P 1E4

Dear Ms. Long:

Re: Canadian Niagara Power Inc. ("CNPI") – 2022 Cost of Service Application Additional Information (EB-2021-0011)

To assist in the review of the Application, CNPI is filing additional information contained below relating to PILs. CNPI will be filing a confidentiality request relating to supporting information for pension and other post-employment benefits (OPEBS) in due course.

Table 1: Calculations for Accelerated CCA by Year

		2018	2019	2020
	Line	Actuals	Actuals	Actuals
Dist Enhanced CCA per Table 4-29 Detailed Tax Calculations	1	6,818,365	8,582,352	8,968,581
Dist Non-Enhanced CCA	2	6,697,667	7,158,973	7,834,703
Diff Between Non-Enhanced and Enhanced CCA	3 = 2-1	120,699	1,423,379	1,133,878
PILs Difference	4 = 3x26.5%	31,985	377,196	300,478
Grossed-up PILs Difference	5 = 4/(1-26.5%)	43,517	513,191	408,813
Per OEB 1592 DVA	6	-	534,514	417,274
Cumulative OEB 1592 DVA	7	-	534,514	951,788
Difference PILs per CCA Calcs and OEB 1592	8 = 5-6	43,517	(21,323)	(8,460)
Cumulative Difference PILs per CCA Calcs and OEB 1592	9	43,517	22,194	13,734

pg. 1

Please note that Table 1 shows the principal amounts only. Lines 8 and 9 of Table 1 show a difference between the calculations and amounts recorded in Account 1592. These differences are due primarily to timing differences (e.g. Account 1592 wasn't established until 2019, so the 2018 difference shows up in 2019). The difference of \$13,734 payable to the rate payers that should be added as an adjustment to the 1592 DVA balance.

Please direct any questions or correspondence in this matter to the undersigned.

Sincerely,

A handwritten signature in black ink, appearing to read 'Trevor Wilde', with a stylized flourish at the end.

Trevor Wilde, P.Eng., MBA
Manager, Regulatory Affairs
Phone: 289.808.2236
RegulatoryAffairs@FortisOntario.com