



# EXHIBIT 2

## RATE BASE

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1   **2 RATE BASE**

2   **2.1   Rate Base Overview**

3

4   The rate base used for the purpose of determining the 2023 Test Year revenue requirement in this  
5   Application is calculated in accordance with the Filing Requirements for Electricity Distribution Rate  
6   Applications - 2022 Edition for 2023 Rate Applications - Chapter 2 Cost of Service, dated April 18, 2022  
7   ("Chapter 2 Filing Requirements").

8

9   Net Capital Assets include in-service assets that are associated with activities that enable the distribution  
10   of electricity less accumulated depreciation and contributed capital from third parties. For purposes of  
11   this Exhibit, Distribution Assets refer to those assets that are most directly related to the distribution  
12   system, such as poles, overhead and underground lines, and transformers. General Plant refers to assets  
13   that are not part of the distribution system and are used to support day to day business and operations  
14   activities such as: computer hardware and software; fleet; buildings; and furniture and fixtures. Capital  
15   Assets include Property, Plant and Equipment ("PP&E") and Intangible Assets; these are referred to as  
16   "Capital" or "Fixed Assets" throughout this evidence.

17

18   Bluewater has not applied for, nor received, any Incremental Capital Module ("ICM") adjustments.  
19   Bluewater has provided its Rate Base calculations for the years 2013 OEB Approved, 2013 through 2021  
20   Actuals, 2022 Bridge Year, and 2023 Test Year in **Table 1**, below.

21

22   Bluewater has calculated its 2023 Rate Base as \$96,553,044. Compared to the 2013 OEB Approved Rate  
23   Base of \$65,468,782, the increase of \$31,084,262 is principally attributable to an increase in the Average  
24   Net Book Value of Capital Assets of \$36,309,776 partially offset by a decrease in the Working Capital  
25   Allowance in the amount of \$5,225,514.

1

**Table 1: Summary of Rate Base**

Description	2013 OEB Approved (MIFRS)	2013 Actual (CGAAP)	2014 Actual (CGAAP)	2014 Actual (MIFRS)	2015 Actual (MIFRS)
Gross Fixed Assets Opening	117,186,754	117,186,754	91,093,153	91,093,153	55,887,033
Gross Fixed Assets Closing	122,977,992	91,093,153	94,821,173	55,887,033	62,612,815
<b>Average Gross Fixed Assets</b>	<b>120,082,373</b>	<b>104,139,954</b>	<b>92,957,163</b>	<b>73,490,093</b>	<b>59,249,924</b>
Accumulated Depreciation Opening	65,286,415	65,286,387	39,097,319	39,097,319	4,797,101
Accumulated Depreciation Closing	70,296,445	39,097,319	43,731,241	4,797,101	9,294,998
<b>Average Accumulated Depreciation</b>	<b>67,791,430</b>	<b>52,191,853</b>	<b>41,414,280</b>	<b>21,947,210</b>	<b>7,046,050</b>
<b>Average Net Book Value</b>	<b>52,290,943</b>	<b>51,948,101</b>	<b>51,542,883</b>	<b>51,542,883</b>	<b>52,203,874</b>
Working Capital	101,367,990	101,493,994	104,653,651	104,653,651	112,540,188
Working Capital Allowance %	13.0%	13.0%	13.0%	13.0%	13.0%
<b>Working Capital Allowance</b>	<b>13,177,839</b>	<b>13,194,219</b>	<b>13,604,975</b>	<b>13,604,975</b>	<b>14,630,224</b>
<b>Rate Base</b>	<b>65,468,782</b>	<b>65,142,320</b>	<b>65,147,858</b>	<b>65,147,858</b>	<b>66,834,098</b>

2

3

Description	2016 Actual	2017 Actual	2018 Actual	2019 Actual
Gross Fixed Assets Opening	62,612,815	70,126,962	77,471,692	86,171,276
Gross Fixed Assets Closing	70,126,962	77,471,692	86,171,276	87,703,299
<b>Average Gross Fixed Assets</b>	<b>66,369,889</b>	<b>73,799,327</b>	<b>81,821,484</b>	<b>86,937,288</b>
Accumulated Depreciation Opening	9,294,998	13,408,955	17,367,377	21,015,902
Accumulated Depreciation Closing	13,408,955	17,367,377	21,015,902	17,322,728
<b>Average Accumulated Depreciation</b>	<b>11,351,977</b>	<b>15,388,166</b>	<b>19,191,640</b>	<b>19,169,315</b>
<b>Average Net Book Value</b>	<b>55,017,912</b>	<b>58,411,161</b>	<b>62,629,844</b>	<b>67,767,973</b>
Working Capital	121,850,124	102,308,826	102,935,615	103,886,790
Working Capital Allowance %	13.0%	13.0%	13.0%	13.0%
<b>Working Capital Allowance</b>	<b>15,840,516</b>	<b>13,300,147</b>	<b>13,381,630</b>	<b>13,505,283</b>
<b>Rate Base</b>	<b>70,858,428</b>	<b>71,711,308</b>	<b>76,011,474</b>	<b>81,273,256</b>

4

5

6

Description	2020 Actual	2021 Actual	2022 Bridge Year	2023 Test Year
Gross Fixed Assets Opening	87,703,299	95,308,440	101,996,197	110,790,424
Gross Fixed Assets Closing	95,308,440	101,996,197	110,733,455	120,669,434
<b>Average Gross Fixed Assets</b>	<b>91,505,869</b>	<b>98,652,318</b>	<b>106,364,826</b>	<b>115,729,929</b>
Accumulated Depreciation Opening	17,322,728	20,157,043	22,608,022	25,159,859
Accumulated Depreciation Closing	20,157,043	22,608,022	25,144,326	29,098,561
<b>Average Accumulated Depreciation</b>	<b>18,739,886</b>	<b>21,382,533</b>	<b>23,876,174</b>	<b>27,129,210</b>
<b>Average Net Book Value</b>	<b>72,765,983</b>	<b>77,269,785</b>	<b>82,488,652</b>	<b>88,600,719</b>
Working Capital	103,764,921	98,861,199	106,026,164	106,030,995
Working Capital Allowance %	13.0%	13.0%	13.0%	7.5%
<b>Working Capital Allowance</b>	<b>13,489,440</b>	<b>12,851,956</b>	<b>13,783,401</b>	<b>7,952,325</b>
<b>Rate Base</b>	<b>86,255,423</b>	<b>90,121,741</b>	<b>96,272,053</b>	<b>96,553,044</b>

1

2

### 3   **2.1.1 Addition of Smart Grid Fixed Assets**

4

5   Bluewater has an amount recorded in Account 1534 ‘Smart Grid Capital Deferral Account’, which it is  
 6   submitting for disposition as presented in Exhibit 9. Stemming from this, there is a remaining December  
 7   31, 2022 net book value of in-service SCADA Monitoring Devices of \$41,436, calculated as \$56,969 gross  
 8   costs less \$15,533 accumulated depreciation. These balances are included as an addition to the 2023  
 9   opening balance of Account 1980 ‘System Supervisor Equipment’, which is separately identified in  
 10   Appendix 2-BA in 2023 for clarity.

11

12   Table 2 below provides the related rate base reconciliation relating to the opening gross fixed assets and  
 13   opening accumulated depreciation for 2023.

14

### 15   **Table 2: Reconciliation of 2022 Closing Balance and the 2023 Opening Balance of Fixed Assets**

Description	Original 2022 Closing Balance	Original 2023 Opening Balance	Adjustment	2023 Opening Balance
Gross Fixed Assets Opening	101,996,197	110,733,455	56,969	110,790,424
Gross Fixed Assets Closing	110,733,455			120,669,434
<b>Average Gross Fixed Assets</b>	<b>106,364,826</b>			<b>115,729,929</b>
Accumulated Depreciation Opening	22,608,022	25,144,326	15,533	25,159,859
Accumulated Depreciation Closing	25,144,326			29,098,561
<b>Average Accumulated Depreciation</b>	<b>23,876,174</b>			<b>27,129,210</b>
<b>Average Net Book Value</b>	<b>82,488,652</b>			<b>88,600,719</b>

16

1      **2.1.2 Variance Analysis of Rate Base**

2      The following Table 3 sets out Bluewater's more concise summary of rate base calculations for the 2013  
3      OEB Approved, 2013 to 2021 actuals, 2022 Bridge Year, and the 2023 Test Year.

4

5      **Table 3: Rate Base**

Description	2013 OEB Approved (MIFRS)	2013 Actual (CGAAP)	2014 Actual (CGAAP)	2014 Actual (MIFRS)	2015 Actual (MIFRS)
Average Gross Fixed Assets	120,082,373	104,139,954	92,957,163	73,490,093	59,249,924
Average Accumulated Depreciation	67,791,430	52,191,853	41,414,280	21,947,210	7,046,050
<b>Average Net Book Value</b>	<b>52,290,943</b>	<b>51,948,101</b>	<b>51,542,883</b>	<b>51,542,883</b>	<b>52,203,874</b>
Working Capital	101,367,990	101,493,994	104,653,651	104,653,651	112,540,188
Working Capital Allowance %	13.0%	13.0%	13.0%	13.0%	13.0%
<b>Working Capital Allowance</b>	<b>13,177,839</b>	<b>13,194,219</b>	<b>13,604,975</b>	<b>13,604,975</b>	<b>14,630,224</b>
<b>Rate Base</b>	<b>65,468,782</b>	<b>65,142,320</b>	<b>65,147,858</b>	<b>65,147,858</b>	<b>66,834,098</b>

6

7

Description	2016 Actual	2017 Actual	2018 Actual	2019 Actual
Average Gross Fixed Assets	66,369,889	73,799,327	81,821,484	86,937,288
Average Accumulated Depreciation	11,351,977	15,388,166	19,191,640	19,169,315
<b>Average Net Book Value</b>	<b>55,017,912</b>	<b>58,411,161</b>	<b>62,629,844</b>	<b>67,767,973</b>
Working Capital	121,850,124	102,308,826	102,935,615	103,886,790
Working Capital Allowance %	13.0%	13.0%	13.0%	13.0%
<b>Working Capital Allowance</b>	<b>15,840,516</b>	<b>13,300,147</b>	<b>13,381,630</b>	<b>13,505,283</b>
<b>Rate Base</b>	<b>70,858,428</b>	<b>71,711,308</b>	<b>76,011,474</b>	<b>81,273,256</b>

8

9

Description	2020 Actual	2021 Actual	2022 Bridge Year	2023 Test Year
Average Gross Fixed Assets	91,505,869	98,652,318	106,364,826	115,729,929
Average Accumulated Depreciation	18,739,886	21,382,533	23,876,174	27,129,210
<b>Average Net Book Value</b>	<b>72,765,983</b>	<b>77,269,785</b>	<b>82,488,652</b>	<b>88,600,719</b>
Working Capital	103,764,921	98,861,199	106,026,164	106,030,995
Working Capital Allowance %	13.0%	13.0%	13.0%	7.5%
<b>Working Capital Allowance</b>	<b>13,489,440</b>	<b>12,851,956</b>	<b>13,783,401</b>	<b>7,952,325</b>
<b>Rate Base</b>	<b>86,255,423</b>	<b>90,121,741</b>	<b>96,272,053</b>	<b>96,553,044</b>

10

11

12     Bluewater provides the following comments in respect of the year over year variances for rate base.

1

Table 4: 2023 Test Year vs. 2022 Bridge Year

Description	2023 Test Year	2022 Bridge Year	Variance from 2022
Average Gross Fixed Assets	115,729,929	106,364,826	9,365,103
Average Accumulated Depreciation	27,129,210	23,876,174	3,253,036
<b>Average Net Book Value</b>	<b>88,600,719</b>	<b>82,488,652</b>	<b>6,112,067</b>
Working Capital	106,030,995	106,026,164	4,831
Working Capital Allowance %	7.5%	13.0%	
<b>Working Capital Allowance</b>	<b>7,952,325</b>	<b>13,783,401</b>	<b>(5,831,076)</b>
<b>Rate Base</b>	<b>96,553,044</b>	<b>96,272,053</b>	<b>280,991</b>

2

3

4 Rate base for the 2023 Test Year is forecasted to be \$280,991 higher than the 2022 Bridge Year. The  
 5 increase is primarily related to higher net fixed asset additions in 2023 of \$6,112,067 offset by a decrease  
 6 in the working capital allowance of \$5,831,076. The higher net fixed asset additions is primarily due to  
 7 annual capital additions being significantly higher than annual depreciation. The working capital  
 8 allowance decrease is primarily due to the allowance rate deemed to be embedded in rates for 2022 of  
 9 13% being reduced to 7.5% in 2023 through this current rebasing application.

10

11

Table 5: 2022 Bridge Year vs. 2021 Actual

Description	2022 Bridge Year	2021 Actual	Variance from 2021
Average Gross Fixed Assets	106,364,826	98,652,318	7,712,508
Average Accumulated Depreciation	23,876,174	21,382,533	2,493,641
<b>Average Net Book Value</b>	<b>82,488,652</b>	<b>77,269,785</b>	<b>5,218,867</b>
Working Capital	106,026,164	98,861,199	7,164,965
Working Capital Allowance %	13.0%	13.0%	
<b>Working Capital Allowance</b>	<b>13,783,401</b>	<b>12,851,956</b>	<b>931,445</b>
<b>Rate Base</b>	<b>96,272,053</b>	<b>90,121,741</b>	<b>6,150,312</b>

12

13

14 The total rate base for the 2022 Bridge Year is forecasted to be \$96,272,053, or \$6,150,312 higher than  
 15 the 2021 Actual of \$90,121,741. The increase is primarily attributable to higher net fixed asset additions  
 16 in 2022 (capital additions greater than depreciation) and an increase in the working capital allowance due  
 17 to higher forecasted COP expenses in 2022.

1

Table 6: 2021 Actual vs. 2020 Actual

Description	2021 Actual	2020 Actual	Variance from 2020
Average Gross Fixed Assets	98,652,318	91,505,869	7,146,449
Average Accumulated Depreciation	21,382,533	18,739,886	2,642,647
<b>Average Net Book Value</b>	<b>77,269,785</b>	<b>72,765,983</b>	<b>4,503,802</b>
Working Capital	98,861,199	103,764,921	(4,903,722)
Working Capital Allowance %	13.0%	13.0%	
<b>Working Capital Allowance</b>	<b>12,851,956</b>	<b>13,489,440</b>	<b>(637,484)</b>
<b>Rate Base</b>	<b>90,121,741</b>	<b>86,255,423</b>	<b>3,866,318</b>

2

3

4 The total rate base for the 2021 Actual was \$90,121,741, or \$3,866,318 higher than the 2020 Actual of  
5 \$86,255,423. The increase is primarily attributable to higher net fixed asset additions in 2021 (capital  
6 additions greater than depreciation) offset by a lower working capital allowance due to lower COP  
7 expenses in 2021.

8

9

Table 7: 2020 Actual vs. 2019 Actual

Description	2020 Actual	2019 Actual	Variance from 2019
Average Gross Fixed Assets	91,505,869	86,937,288	4,568,581
Average Accumulated Depreciation	18,739,886	19,169,315	(429,429)
<b>Average Net Book Value</b>	<b>72,765,983</b>	<b>67,767,973</b>	<b>4,998,010</b>
Working Capital	103,764,921	103,886,790	(121,869)
Working Capital Allowance %	13.0%	13.0%	
<b>Working Capital Allowance</b>	<b>13,489,440</b>	<b>13,505,283</b>	<b>(15,843)</b>
<b>Rate Base</b>	<b>86,255,423</b>	<b>81,273,256</b>	<b>4,982,167</b>

10

11

12 The total rate base for the 2020 Actual was \$86,255,423, or \$4,982,167 higher than the 2019 Actual of  
13 \$81,273,256. The increase is primarily attributable to higher net fixed asset additions in 2020 (capital  
14 additions greater than depreciation). This was slightly offset by a net decrease in the working capital  
15 allowance due to higher COP expenses and lower Eligible Distribution Expenses in 2020.

16

1

**Table 8: 2019 Actual vs. 2018 Actual**

Description	2019 Actual	2018 Actual	Variance from 2018
Average Gross Fixed Assets	86,937,288	81,821,484	5,115,804
Average Accumulated Depreciation	19,169,315	19,191,640	(22,325)
<b>Average Net Book Value</b>	<b>67,767,973</b>	<b>62,629,844</b>	<b>5,138,129</b>
Working Capital	103,886,790	102,935,615	951,175
Working Capital Allowance %	13.0%	13.0%	
<b>Working Capital Allowance</b>	<b>13,505,283</b>	<b>13,381,630</b>	<b>123,653</b>
<b>Rate Base</b>	<b>81,273,256</b>	<b>76,011,474</b>	<b>5,261,782</b>

2

3

4 The total rate base for the 2019 Actual was \$81,273,256, or \$5,261,782 higher than the 2018 Actual of  
5 \$76,011,474. The increase is primarily attributable to higher net fixed asset additions in 2019 (capital  
6 additions greater than depreciation). There was also an increase in the working capital allowance due to  
7 higher COP expenses in 2019.

8

9

**Table 9: 2018 Actual vs. 2017 Actual**

Description	2018 Actual	2017 Actual	Variance from 2017
Average Gross Fixed Assets	81,821,484	73,799,327	8,022,157
Average Accumulated Depreciation	19,191,640	15,388,166	3,803,474
<b>Average Net Book Value</b>	<b>62,629,844</b>	<b>58,411,161</b>	<b>4,218,683</b>
Working Capital	102,935,615	102,308,826	626,789
Working Capital Allowance %	13.0%	13.0%	
<b>Working Capital Allowance</b>	<b>13,381,630</b>	<b>13,300,147</b>	<b>81,483</b>
<b>Rate Base</b>	<b>76,011,474</b>	<b>71,711,308</b>	<b>4,300,166</b>

10

11

12 The total rate base for the 2018 Actual was \$76,011,474, or \$4,300,166 higher than the 2017 Actual of  
13 \$71,711,308. The increase is primarily attributable to higher net fixed asset additions in 2018 (capital  
14 additions greater than depreciation). There was also an increase in the working capital allowance due to  
15 higher COP expenses and Eligible Distribution Expenses in 2018.

1

**Table 10: 2017 Actual vs. 2016 Actual**

Description	2017 Actual	2016 Actual	Variance from 2016
Average Gross Fixed Assets	73,799,327	66,369,889	7,429,438
Average Accumulated Depreciation	15,388,166	11,351,977	4,036,189
<b>Average Net Book Value</b>	<b>58,411,161</b>	<b>55,017,912</b>	<b>3,393,249</b>
Working Capital	102,308,826	121,850,124	(19,541,298)
Working Capital Allowance %	13.0%	13.0%	
<b>Working Capital Allowance</b>	<b>13,300,147</b>	<b>15,840,516</b>	<b>(2,540,369)</b>
<b>Rate Base</b>	<b>71,711,308</b>	<b>70,858,428</b>	<b>852,880</b>

2

3

4 The total rate base for the 2017 Actual was \$71,711,308, or \$852,880 higher than the 2016 Actual of  
 5 \$70,858,428. The increase is primarily attributable to higher net fixed asset additions in 2017 (capital  
 6 additions greater than depreciation) offset by a lower working capital allowance due to lower COP  
 7 expenses in 2017. The decrease in COP is primarily related to the introduction of the Ontario Electricity  
 8 Rebate (“OER”) in 2017.

9

10

**Table 11: 2016 Actual vs. 2015 Actual**

Description	2016 Actual	2015 Actual	Variance from 2015
Average Gross Fixed Assets	66,369,889	59,249,924	7,119,965
Average Accumulated Depreciation	11,351,977	7,046,050	4,305,927
<b>Average Net Book Value</b>	<b>55,017,912</b>	<b>52,203,874</b>	<b>2,814,038</b>
Working Capital	121,850,124	112,540,188	9,309,936
Working Capital Allowance %	13.0%	13.0%	
<b>Working Capital Allowance</b>	<b>15,840,516</b>	<b>14,630,224</b>	<b>1,210,292</b>
<b>Rate Base</b>	<b>70,858,428</b>	<b>66,834,098</b>	<b>4,024,330</b>

11

12

13 The total rate base for the 2016 Actual was \$70,858,428, or \$4,024,330 higher than the 2015 Actual of  
 14 \$66,834,098. The increase is primarily attributable to higher net fixed asset additions in 2016, which is  
 15 due to higher capital additions and lower depreciation in 2016, compared to 2015. There was also an  
 16 increase in the working capital allowance due to higher COP expenses in 2016.

1

**Table 12: 2015 Actual (MIFRS) vs. 2014 Actual (MIFRS)**

Description	2015 Actual (MIFRS)	2014 Actual (MIFRS)	Variance from 2014
Average Gross Fixed Assets	59,249,924	73,490,093	(14,240,169)
Average Accumulated Depreciation	7,046,050	21,947,210	(14,901,160)
<b>Average Net Book Value</b>	<b>52,203,874</b>	<b>51,542,883</b>	<b>660,991</b>
Working Capital	112,540,188	104,653,651	7,886,537
Working Capital Allowance %	13.0%	13.0%	
<b>Working Capital Allowance</b>	<b>14,630,224</b>	<b>13,604,975</b>	<b>1,025,249</b>
<b>Rate Base</b>	<b>66,834,098</b>	<b>65,147,858</b>	<b>1,686,240</b>

2

3

4 The total rate base for the 2015 Actual (MIFRS) was \$66,834,098, or \$1,686,240 higher than the 2014  
 5 Actual (MIFRS) of \$65,147,858. The increase is primarily attributable to higher net fixed asset additions  
 6 in 2015, due to a much higher level of capital additions in 2015 than 2014. There is also an increase in the  
 7 working capital allowance due to higher COP expenses in 2015.

8

9 The decrease from 2014 to 2015 in both the average gross fixed assets and average accumulated  
 10 depreciation is due to the disposition of \$38,934,139 of fully depreciated assets (where NBV = nil). This is  
 11 presented in Appendix 2-BA for 2014 MIFRS for clarity.

12

13

**Table 13: 2014 Actual (CGAAP) vs. 2013 Actual (CGAAP)**

Description	2014 Actual (CGAAP)	2013 Actual (CGAAP)	Variance from 2013
Average Gross Fixed Assets	92,957,163	104,139,954	(11,182,791)
Average Accumulated Depreciation	41,414,280	52,191,853	(10,777,573)
<b>Average Net Book Value</b>	<b>51,542,883</b>	<b>51,948,101</b>	<b>(405,218)</b>
Working Capital	104,653,651	101,493,994	3,159,657
Working Capital Allowance %	13.0%	13.0%	
<b>Working Capital Allowance</b>	<b>13,604,975</b>	<b>13,194,219</b>	<b>410,756</b>
<b>Rate Base</b>	<b>65,147,858</b>	<b>65,142,320</b>	<b>5,538</b>

14

15

16 The total rate base for the 2014 Actual (CGAAP) was \$65,147,858, or \$5,538 higher than the 2013 Actual  
 17 (CGAAP) of \$65,142,320. The increase is primarily attributable to an increase in the working capital

1 allowance due to higher COP expenses in 2014. This is offset by lower net fixed asset additions in 2014,  
2 which is primarily due to a lower level of capital additions in 2014 than 2013.

3

4 **Table 14: 2013 Actual (CGAAP) vs. 2013 OEB Approved (MIFRS)**

Description	2013 Actual (CGAAP)	2013 OEB Approved (MIFRS)	Variance
Average Gross Fixed Assets	104,139,954	120,082,373	(15,942,419)
Average Accumulated Depreciation	52,191,853	67,791,430	(15,599,577)
<b>Average Net Book Value</b>	<b>51,948,101</b>	<b>52,290,943</b>	<b>(342,842)</b>
Working Capital	101,493,994	101,367,990	126,004
Working Capital Allowance %	13.0%	13.0%	
<b>Working Capital Allowance</b>	<b>13,194,219</b>	<b>13,177,839</b>	<b>16,380</b>
<b>Rate Base</b>	<b>65,142,320</b>	<b>65,468,782</b>	<b>(326,462)</b>

5  
6  
7 The total rate base for the 2013 Actual (CGAAP) was \$65,142,320, or \$326,462 lower than the 2013 OEB  
8 Approved (MIFRS) of \$65,468,782. The decrease is primarily attributable to lower net fixed asset additions  
9 in 2013 Actual, primarily driven by lower 2013 actual capital additions than what was forecast in the 2013  
10 OEB Approved. There was also a slight increase in the working capital allowance due to lower COP  
11 expenses forecast in the 2013 OEB Approved.

12

13 **2.2 Fixed Asset Continuity Schedules**

14

15 **2.2.1 Overview**

16 Opening and closing balances of gross assets and accumulated depreciation correspond to the fixed asset  
17 continuity schedules. The net book value balances, excluding construction work in progress and non-utility  
18 assets, are the balances included in the rate base calculation.

19

20 **2.2.2 Two Appendix 2-BAs for 2014 – CGAAP and MIFRS**

21 There are two Appendix 2-BA ‘Fixed Asset Continuity Schedules’ provided for 2014. The first is 2014  
22 CGAAP, which presents the balances that tie into the 2014 audited financial statements prepared under

1 CGAAP. The second is 2014 MIFRS, which presents the balances that tie into the comparative figures in  
2 the 2015 IFRS financial statements.

3

4 It is noted that the 2014 MIFRS schedule has a separate column labelled 'IFRS Opening Adjustment' which  
5 identifies the accumulated depreciation that is reduced to zero and is offset against the cost amount, to  
6 arrive at the new 'deemed cost' as required under the initial IFRS transition rules. It is also noted that  
7 2015 is the first reporting year that Bluewater's audited financial statements were prepared under IFRS.

8

9 ***2.2.3 Capital Cost Allowance ("CCA") Classes***

10 The CCA classes for fixed assets agrees with the CCA Class used for tax purposes in Bluewater's tax returns.

11

12 ***2.2.4 Customer Contributions – Accounts 2440 and 1995***

13 Under IFRS adoption, customer contributions are no longer recorded in Account 1995 Contributions &  
14 Grants, but are recorded in Account 2440, Deferred Revenue and amortized to Other Revenue over the  
15 service life of the related asset.

16

17 Prior to IFRS adoption, customer contributions were recorded in Account 1995. Upon conversion to IFRS  
18 in 2015, the unamortized contributions were to be netted against the assets in Property, Plant and  
19 Equipment ("PP&E") that they relate to, and no longer accounted separately as an offset to PP&E.  
20 However, due to Bluewater's accounting system limitations, the unamortized balance in Account 1995 at  
21 the date of IFRS conversion is still tracked separately, including the amortization offset calculations. Both  
22 the unamortized gross amount, and amortization expense offset, is presented in Appendix 2-BA in  
23 Account 1995.

24

25 Bluewater has included Account 2440 in the continuity schedules to ensure the unamortized gross amount  
26 is presented as a reduction to ratebase. The corresponding amortization of contributed capital for  
27 Account 2440 is removed at the bottom of the appendix to arrive at the gross amount of depreciation  
28 expense for ratemaking purposes. The amortized amount removed from the appendix is included with  
29 other revenue offsets in Account 4245.

30

1    **2.2.5 Customer Contributions – Correction to Amortization Calculation**

2    Starting in 2022, a correction was made to the calculation of amortization amounts for both Account 1995  
3    and 2440. Prior to IFRS conversion, the gross amount of customer contributions was amortized straight-  
4    line over 25 years. At the time of IFRS conversion, the useful lives of capital assets were changed to be  
5    more in line with the Kinetrics report as per EB-2010-0178. As a result, the estimated useful lives of the  
6    fixed assets were extended, closer to 50 years on average.

7

8    With respect to Account 1995, the remaining useful lives at the time of IFRS conversion corresponding to  
9    the unamortized gross amount of customer contributions should have been extended. Instead, they were  
10   incorrectly based on the previous calculation of 25 years with no change. Similarly, for Account 2440, the  
11   useful lives corresponding to the gross amount of customer contributions received should not have been  
12   based on the previous calculation of 25 years.

13

14   Starting in 2022, and on a prospective basis, Bluewater has updated its calculations for the amortization  
15   relating to both Accounts 1995 and 2440 to reflect 50 years.

16

17   **2.2.6 Fixed Asset Continuity Tables – OEB Appendix 2-BA**

18   Bluewater has completed Appendix 2-BA of the 2023 Filing Requirements – Chapter 2 Appendices for each  
19   of 2013 OEB Approved, 2013 to 2021 Actuals, 2022 Bridge Year, and 2023 Test Year in the following tables  
20   below. For the 2013 to 2021 Actuals, a reconciliation to the audited financial statements is provided at  
21   the bottom of each table.

22

23   **2.2.7 Reconciliation Between In-Service Additions and Capital Project Expenditures**

24   Table 15 below presents the reconciliation between the In-Service Additions per Appendix 2-BA and the  
25   Capital Project Expenditures per Appendix 2-AA. It is noted that smart grid expenditures were initially  
26   grouped with Appendix 2-BA in order to reconcile to the capital additions in the 2015 to 2019 audited  
27   financial statements. These expenditures were removed in 2020 from Appendix 2-BA (shown as a  
28   disposal) and reallocated to the smart grid deferral account as outlined in Appendix 9.

29

30   All variance explanations in Exhibit 2 are based on in-service additions.

1

**Table 15: Reconciliation Between In-Service Additions and Capital Project Expenditures**

	<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>
<b>In-Service Additions (Appendix 2-BA)</b>	<b>4,861,199</b>	<b>3,903,933</b>	<b>7,281,482</b>	<b>7,557,303</b>
Add: Non-utility assets	33,157	(4,731)	-	68,999
Add back: Increase in capital contributions	537,827	221,296	360,407	272,609
Add: Net change in CWIP	70,701	653,288	(419,818)	513,729
Add: Ineligible items	3,449	52,752	9,506	4,839
Remove: Net change in inventory capitalized	(100,867)	(71,716)	(64,975)	(327,110)
Remove: Smart grid	-	-	(260,289)	(44,385)
<b>Capital Project Expenditures (Appendix 2-AA)</b>	<b>5,405,466</b>	<b>4,754,822</b>	<b>6,906,313</b>	<b>8,045,984</b>

2

3

	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>
<b>In-Service Additions (Appendix 2-BA)</b>	<b>7,503,172</b>	<b>8,877,367</b>	<b>9,228,107</b>	<b>9,397,246</b>
Add: Non-utility assets	-	-	-	-
Add back: Increase in capital contributions	204,153	364,309	330,870	481,628
Add: Net change in CWIP	57,840	(333,723)	66,633	(150,341)
Add: Ineligible items	9,172	10,683	17,191	9,058
Remove: Net change in inventory capitalized	110,183	(190,854)	(120,190)	(174,373)
Remove: Smart grid	(20,206)	(34,467)	(7,791)	-
<b>Capital Project Expenditures (Appendix 2-AA)</b>	<b>7,864,314</b>	<b>8,693,315</b>	<b>9,514,820</b>	<b>9,563,218</b>

4

5

	<b>2021</b>	<b>2022 Bridge Year</b>	<b>2023 Test Year</b>
<b>In-Service Additions (Appendix 2-BA)</b>	<b>8,810,483</b>	<b>11,152,000</b>	<b>11,372,100</b>
Add: Non-utility assets	-	-	-
Add back: Increase in capital contributions	229,470	1,000,000	1,000,000
Add: Net change in CWIP	329,801	-	-
Add: Ineligible items	10,267	-	-
Remove: Net change in inventory capitalized	(372,781)	-	-
Remove: Smart grid	-	-	-
<b>Capital Project Expenditures (Appendix 2-AA)</b>	<b>9,007,240</b>	<b>12,152,000</b>	<b>12,372,100</b>

6

1

## 2 Fixed Asset Continuity Schedule

**Table 16: Appendix 2-BA 2013 OEB Approved**

CCA Class 2	OEB Account 3	Description <sup>3</sup>	Cost					Accumulated Depreciation					Net Book Value
			Opening Balance <sup>8</sup>	Additions <sup>4</sup>	Disposals (NBV = nil)	Disposals <sup>6</sup>	Closing Balance	Opening Balance <sup>8</sup>	Additions	Disposals (NBV = nil)	Disposals <sup>6</sup>	Closing Balance	
	1609	Capital Contributions Paid					\$ -						\$ -
12	1611	Computer Software (Formally known as Account 1925)	\$ 14,938,463	\$ 799,935			\$ 15,738,398						\$ 5,340,409
CEC	1612	Land Rights (Formally known as Account 1906)	\$ 283,160	\$ 257,200			\$ 540,360						\$ 270,701
N/A	1805	Land	\$ 497,489				\$ 497,489						\$ 497,489
47	1820	Distribution Station Equipment <50 kV	\$ 6,674,639	\$ 355,000			\$ 7,029,639						\$ 3,455,459
47	1830	Poles, Towers & Fixtures	\$ 3,288,021	\$ 774,250			\$ 4,062,271						\$ 3,626,638
47	1835	Overhead Conductors & Devices	\$ 28,062,510	\$ 477,000			\$ 28,539,510						\$ 10,043,269
47	1840	Underground Conduit	\$ 1,335,143	\$ 130,000			\$ 1,465,143						\$ 1,286,571
47	1845	Underground Conductors & Devices	\$ 20,729,936	\$ 1,185,000			\$ 21,914,936						\$ 8,909,890
47	1850	Line Transformers	\$ 16,293,962	\$ 704,750			\$ 16,998,712						\$ 7,720,079
47	1855	Services (Overhead & Underground)	\$ 747,806	\$ 55,000			\$ 802,806						\$ 688,733
47	1860	Meters	\$ 1,216,228	\$ 50,000			\$ 1,266,228						\$ 963,760
47	1860	Meters (Smart Meters)	\$ 4,661,948				\$ 4,661,948						\$ 3,621,913
1b	1908	Buildings & Fixtures	\$ 8,157,820	\$ 212,500			\$ 8,370,320						\$ 6,164,180
13	1910	Leasehold Improvements					\$ -						\$ -
8	1915	Office Furniture & Equipment (10 years)	\$ 968,617	\$ 10,000			\$ 978,617						\$ 202,336
50	1920	Computer Equip.-Hardware(Post Mar. 19/07)	\$ 6,320,946	\$ 881,590			\$ 7,202,536						\$ 1,919,666
10	1930	Transportation Equipment	\$ 4,941,416	\$ 502,500			\$ 5,443,916						\$ 2,055,293
8	1935	Stores Equipment	\$ 81,138				\$ 81,138						\$ 1
8	1940	Tools, Shop & Garage Equipment	\$ 969,840	\$ 42,000			\$ 1,011,840						\$ 245,637
8	1945	Measurement & Testing Equipment	\$ 361,635	\$ 10,000			\$ 371,635						\$ 113,679
8	1955	Communications Equipment	\$ 252,975				\$ 252,975						\$ 64,627
8	1960	Miscellaneous Equipment	\$ 784,532				\$ 784,532						\$ 53,215
47	1970	Load Management Controls Customer Premises	\$ 464,917				\$ 464,917						\$ -
47	1980	System Supervisor Equipment	\$ 1,313,760	\$ 20,000			\$ 1,333,760						\$ 451,287
47	1990	Other Tangible Property	\$ 645,280				\$ 645,280						\$ 645,280
47	1995	Contributions & Grants	\$ (6,805,427)	\$ (675,457)			\$ (7,480,884)						\$ (5,658,535)
47	2440	Deferred Revenue <sup>e</sup>					\$ -						\$ -
		Reconciling Item					\$ (30)	\$ (30)					\$ (30)
		<b>Sub-Total</b>	<b>\$ 117,186,754</b>	<b>\$ 5,791,268</b>	<b>\$ -</b>	<b>\$ (30)</b>	<b>\$ 122,977,992</b>	<b>\$ (65,286,415)</b>	<b>\$ (5,010,030)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (70,296,445)</b>	<b>\$ 52,681,547</b>
		Less Socialized Renewable Energy Generation Investments (input as negative)					\$ -						\$ -
		Less Other Non Rate-Regulated Utility Assets (input as negative)					\$ -						\$ -
		<b>Total PP&amp;E</b>	<b>\$ 117,186,754</b>	<b>\$ 5,791,268</b>		<b>\$ (30)</b>	<b>\$ 122,977,992</b>	<b>\$ (65,286,415)</b>	<b>\$ (5,010,030)</b>		<b>\$ -</b>	<b>\$ (70,296,445)</b>	<b>\$ 52,681,547</b>

3

1

2 Fixed Asset Continuity Schedule

**Table 17: Appendix 2-BA 2013 Actual - CGAAP**

CCA Class 2	OEB Account 3	Description <sup>3</sup>	Cost				Accumulated Depreciation				Net Book Value		
			Opening Balance <sup>8</sup>	Additions <sup>4</sup>	Disposals (NBV = nil)	Disposals <sup>6</sup>	Closing Balance	Opening Balance <sup>8</sup>	Additions	Disposals (NBV = nil)	Disposals <sup>6</sup>		
	1609	Capital Contributions Paid					\$ -				\$ -		
12	1611	Computer Software (Formally known as Account 1925)	\$ 14,938,462	\$ 989,635	\$ (5,603,267)		\$ 10,324,830	\$ (8,251,683)	\$ (2,116,810)	\$ 5,603,267	\$ (4,765,226)	\$ 5,559,604	
CEC	1612	Land Rights (Formally known as Account 1906)	\$ 283,160		\$ (253,355)		\$ 29,805	\$ (268,535)	\$ (1,192)	\$ 253,355	\$ (16,372)	\$ 13,433	
N/A	1805	Land	\$ 497,489				\$ 497,489				\$ -	\$ 497,489	
47	1820	Distribution Station Equipment <50 kV	\$ 6,674,639	\$ 167,402	\$ (1,539,401)		\$ 5,302,640	\$ (3,382,453)	\$ (220,406)	\$ 1,539,401	\$ (2,063,458)	\$ 3,239,182	
47	1830	Poles, Towers & Fixtures	\$ 3,288,021	\$ 535,801			\$ 3,823,822	\$ (357,749)	\$ (74,568)		\$ (432,317)	\$ 3,391,505	
47	1835	Overhead Conductors & Devices	\$ 28,062,511	\$ 553,800	\$ (7,208,233)		\$ 21,408,078	\$ (18,207,110)	\$ (292,374)	\$ 7,208,233	\$ (11,291,251)	\$ 10,116,827	
47	1840	Underground Conduit	\$ 1,335,143	\$ 211,686			\$ 1,546,829	\$ (153,091)	\$ (25,598)		\$ (178,689)	\$ 1,368,140	
47	1845	Underground Conductors & Devices	\$ 20,729,936	\$ 259,635	\$ (4,048,327)		\$ 16,941,244	\$ (12,636,534)	\$ (355,853)	\$ 4,048,327	\$ (8,944,060)	\$ 7,997,184	
47	1850	Line Transformers	\$ 16,293,962	\$ 512,341	\$ (3,943,044)		\$ 12,863,259	\$ (9,036,347)	\$ (239,910)	\$ 3,943,044	\$ (5,333,213)	\$ 7,530,046	
47	1855	Services (Overhead & Underground)	\$ 747,807	\$ 175,147			\$ 922,954	\$ (82,028)	\$ (32,945)		\$ (114,973)	\$ 807,981	
47	1860	Meters	\$ 884,156	\$ 13,134			\$ 897,290	\$ (221,286)	\$ (35,854)		\$ (257,140)	\$ 640,150	
47	1860	Meters (Smart Meters)	\$ 4,994,020	\$ 93,902	\$ (729,238)		\$ 4,358,684	\$ (751,060)	\$ (337,523)	\$ 729,238	\$ (359,345)	\$ 3,999,339	
1b	1908	Buildings & Fixtures	\$ 8,157,821	\$ 515,860	\$ (768,716)		\$ 7,904,965	\$ (2,035,157)	\$ (178,130)	\$ 768,716	\$ (1,444,571)	\$ 6,460,394	
13	1910	Leasehold Improvements					\$ -				\$ -	\$ -	
8	1915	Office Furniture & Equipment (10 years)	\$ 968,617	\$ 64,833	\$ (568,839)		\$ 464,611	\$ (725,206)	\$ (43,493)	\$ 568,839	\$ (199,860)	\$ 264,751	
50	1920	Computer Equip.-Hardware(Post Mar. 19/07)	\$ 6,320,945	\$ 554,938	\$ (3,434,793)		\$ 3,441,090	\$ (4,583,529)	\$ (628,644)	\$ 3,434,793	\$ (1,777,380)	\$ 1,663,710	
10	1930	Transportation Equipment	\$ 4,941,416	\$ 488,549		\$ (582,500)	\$ 4,847,465	\$ (3,059,880)	\$ (320,365)		\$ 574,238	\$ (2,806,007)	\$ 2,041,458
8	1935	Stores Equipment	\$ 81,138		\$ (42,590)		\$ 38,548	\$ (76,075)	\$ (4,790)	\$ 42,590		\$ (38,275)	\$ 273
8	1940	Tools, Shop & Garage Equipment	\$ 969,840	\$ (8,962)	\$ (508,991)		\$ 451,887	\$ (707,291)	\$ (43,018)	\$ 508,991		\$ (241,318)	\$ 210,569
8	1945	Measurement & Testing Equipment	\$ 361,635		\$ (194,133)		\$ 167,502	\$ (236,673)	\$ (16,750)	\$ 194,133		\$ (59,290)	\$ 108,212
8	1955	Communications Equipment	\$ 252,975		\$ (122,390)		\$ 130,585	\$ (175,060)	\$ (12,953)	\$ 122,390		\$ (65,623)	\$ 64,962
8	1960	Miscellaneous Equipment	\$ 784,532	\$ 71,693	\$ (675,138)		\$ 181,087	\$ (718,014)	\$ (15,925)	\$ 675,138		\$ (58,801)	\$ 122,286
47	1970	Load Management Controls Customer Premises	\$ 464,917		\$ (464,917)		\$ -	\$ (464,917)		\$ 464,917		\$ -	\$ -
47	1980	System Supervisor Equipment	\$ 1,313,759	\$ 98,765	\$ (266,928)		\$ 1,145,596	\$ (835,237)	\$ (44,425)	\$ 266,928		\$ (612,734)	\$ 532,862
47	1990	Other Tangible Property	\$ 645,280	\$ 100,867			\$ 746,147					\$ -	\$ 746,147
47	1995	Contributions & Grants	\$ (6,805,427)	\$ (537,827)			\$ (7,343,254)					\$ 1,962,584	\$ (5,380,670)
47	2440	Deferred Revenue <sup>5</sup>					\$ -				\$ -	\$ -	
		Reconciling item					\$ -				\$ -	\$ -	
		<b>Sub-Total</b>	<b>\$ 117,186,754</b>	<b>\$ 4,861,199</b>	<b>\$ (30,372,300)</b>	<b>\$ (582,500)</b>	<b>\$ 91,093,153</b>	<b>\$ (65,286,387)</b>	<b>\$ (4,757,470)</b>	<b>\$ 30,372,300</b>	<b>\$ 574,238</b>	<b>\$ (39,097,319)</b>	<b>\$ 51,995,834</b>
		Less Socialized Renewable Energy					\$ -				\$ -	\$ -	
		Generation Investments (input as negative)					\$ -				\$ -	\$ -	
		Less Other Non Rate-Regulated Utility Assets (input as negative)					\$ -				\$ -	\$ -	
		<b>Total PP&amp;E</b>	<b>\$ 117,186,754</b>	<b>\$ 4,861,199</b>	<b>\$ (30,372,300)</b>	<b>\$ (582,500)</b>	<b>\$ 91,093,153</b>	<b>\$ (65,286,387)</b>	<b>\$ (4,757,470)</b>	<b>\$ 30,372,300</b>	<b>\$ 574,238</b>	<b>\$ (39,097,319)</b>	<b>\$ 51,995,834</b>
		Depreciation Expense adj. from gain or loss on the retirement of assets (pool of like assets), if applicable											
		<b>Total</b>							<b>\$ (4,757,470)</b>				

**Less: Fully Allocated Depreciation**

10	Transportation	
8	Stores Equipment	
47	Deferred Revenue	
	<b>Net Depreciation</b>	<b>\$ (4,757,470)</b>

1

2 Fixed Asset Continuity Schedule

Appendix 2-BA 2013 Actual – CGAAP - Continued

CCA Class 2	OEB Account 3	Description 3	Cost					Accumulated Depreciation					
			Opening Balance 8	Additions 4	Disposals (NBV = nil)	Disposals 6	Closing Balance	Opening Balance 8	Additions	Disposals (NBV = nil)	Disposals 6	Closing Balance	
		per above	\$ 117,186,754	\$ 4,861,199	\$ (30,372,300)	\$ (582,500)	\$ 91,093,153	\$ (65,286,387)	\$ (4,757,470)	\$ 30,372,300	\$ 574,238	\$ (39,097,319)	\$ 51,995,834
		GL 2075 - Non Utility Assets	\$ -	\$ 33,157	\$ -	\$ -	\$ 33,157	\$ -	\$ (8,289)	\$ -	\$ -	\$ (8,289)	\$ 24,868
		GL 2055 - CWIP	\$ 240,893	\$ 70,701	\$ -	\$ -	\$ 311,594	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 311,594
		Total Cost =	\$ 117,427,647	\$ 4,965,057	\$ (30,372,300)	\$ (582,500)	\$ 91,437,904	\$ (65,286,387)	\$ (4,765,759)	\$ 30,372,300	\$ 574,238	\$ (39,105,608)	\$ 52,332,296
		agrees to audited	agrees to audited		agrees to	agrees to audited		agrees to audited		agrees to audited		agrees to audited	
		FS	FS		audited FS	FS		FS		FS		FS	
3		Per Audited FS =	\$ 117,427,647	\$ 4,965,056	\$ (30,372,300)	\$ (582,500)	\$ 91,437,901	\$ (65,286,387)	\$ (4,765,762)	\$ 30,372,300	\$ 574,238	\$ (39,105,610)	\$ 52,332,291

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2 Fixed Asset Continuity Schedule

CCA Class 2	OEB Account 3	Description <sup>3</sup>	Cost				Accumulated Depreciation					
			Opening Balance <sup>8</sup>	Additions <sup>4</sup>	Disposals (NBV = nil)	Disposals <sup>6</sup>	Closing Balance	Opening Balance <sup>8</sup>	Additions	Disposals (NBV = nil)	Disposals <sup>6</sup>	
	1609	Capital Contributions Paid	\$ -				\$ -	\$ -				\$ -
12	1611	Computer Software (Formally known as Account 1925)	\$ 10,324,830	\$ 651,520			\$ 10,976,350	\$ (4,765,226)	\$ (2,180,898)			\$ (6,946,124) \$ 4,030,226
CEC	1612	Land Rights (Formally known as Account 1906)	\$ 29,805	\$ 160,000			\$ 189,805	\$ (16,372)	\$ (1,192)			\$ (17,564) \$ 172,241
N/A	1805	Land	\$ 497,489				\$ 497,489	\$ -				\$ -
47	1820	Distribution Station Equipment <50 kV	\$ 5,302,640	\$ 79,308			\$ 5,381,948	\$ (2,063,458)	\$ (126,280)			\$ (2,189,738) \$ 3,192,210
47	1830	Poles, Towers & Fixtures	\$ 3,823,822	\$ 385,717			\$ 4,209,539	\$ (432,317)	\$ (86,341)			\$ (518,658) \$ 3,690,881
47	1835	Overhead Conductors & Devices	\$ 21,408,078	\$ 428,401			\$ 21,836,479	\$ (11,291,251)	\$ (302,663)			\$ (11,593,914) \$ 10,242,565
47	1840	Underground Conduit	\$ 1,546,829	\$ 168,721			\$ 1,715,550	\$ (178,689)	\$ (33,388)			\$ (212,077) \$ 1,503,473
47	1845	Underground Conductors & Devices	\$ 16,941,244	\$ 560,925			\$ 17,502,169	\$ (8,944,060)	\$ (367,474)			\$ (9,311,534) \$ 8,190,635
47	1850	Line Transformers	\$ 12,863,259	\$ 578,441			\$ 13,441,700	\$ (5,333,213)	\$ (252,284)			\$ (5,585,497) \$ 7,856,203
47	1855	Services (Overhead & Underground)	\$ 922,954	\$ 192,720			\$ 1,115,674	\$ (114,973)	\$ (39,203)			\$ (154,176) \$ 961,498
47	1860	Meters	\$ 897,290	\$ 22,896			\$ 920,186	\$ (257,140)	\$ (36,748)			\$ (293,888) \$ 626,298
47	1860	Meters (Smart Meters)	\$ 4,358,684	\$ 26,175			\$ 4,384,859	\$ (359,345)	\$ (341,975)			\$ (701,320) \$ 3,683,539
1b	1908	Buildings & Fixtures	\$ 7,904,965	\$ 128,296			\$ 8,033,261	\$ (1,444,571)	\$ (176,464)			\$ (1,621,035) \$ 6,412,226
13	1910	Leasehold Improvements	\$ -				\$ -	\$ -				\$ -
8	1915	Office Furniture & Equipment (10 years)	\$ 464,611	\$ 9,849			\$ 474,460	\$ (199,860)	\$ (45,826)			\$ (245,686) \$ 228,774
50	1920	Computer Equip.-Hardware(Post Mar. 19/07)	\$ 3,441,090	\$ 401,543			\$ 3,842,633	\$ (1,777,380)	\$ (625,036)			\$ (2,402,416) \$ 1,440,217
10	1930	Transportation Equipment	\$ 4,847,465	\$ 59,530		\$ (175,913)	\$ 4,731,082	\$ (2,806,007)	\$ (346,069)		\$ 165,303	\$ (2,986,773) \$ 1,744,309
8	1935	Stores Equipment	\$ 38,548				\$ 38,548	\$ (38,275)	\$ (113)			\$ (38,388) \$ 160
8	1940	Tools, Shop & Garage Equipment	\$ 451,887	\$ 59,439			\$ 511,326	\$ (241,318)	\$ (44,674)			\$ (285,992) \$ 225,334
8	1945	Measurement & Testing Equipment	\$ 167,502				\$ 167,502	\$ (59,290)	\$ (16,750)			\$ (76,040) \$ 91,462
8	1955	Communications Equipment	\$ 130,585				\$ 130,585	\$ (65,623)	\$ (11,288)			\$ (76,911) \$ 53,674
8	1960	Miscellaneous Equipment	\$ 181,087	\$ 6,270			\$ 187,357	\$ (58,801)	\$ (17,977)			\$ (76,778) \$ 110,579
47	1970	Load Management Controls Customer Premises	\$ -				\$ -	\$ -				\$ -
47	1980	System Supervisor Equipment	\$ 1,145,596	\$ 133,760			\$ 1,279,356	\$ (612,734)	\$ (44,669)			\$ (657,403) \$ 621,953
47	1990	Other Tangible Property	\$ 746,147	\$ 71,716			\$ 817,863	\$ -				\$ -
47	1995	Contributions & Grants	\$ (7,343,254)	\$ (221,294)			\$ (7,564,548)	\$ 1,962,584	\$ 298,087			\$ 2,260,671 \$ (5,303,877)
47	2440	Deferred Revenue <sup>5</sup>	\$ -				\$ -	\$ -				\$ -
		<b>Sub-Total</b>	<b>\$ 91,093,153</b>	<b>\$ 3,903,933</b>	<b>\$ -</b>	<b>\$ (175,913)</b>	<b>\$ 94,821,173</b>	<b>\$ (39,097,319)</b>	<b>\$ (4,799,225)</b>	<b>\$ -</b>	<b>\$ 165,303</b>	<b>\$ (43,731,241)</b> <b>\$ 51,089,932</b>
		Less Socialized Renewable Energy Generation Investments (input as negative)					\$ -					\$ -
		Less Other Non Rate-Regulated Utility Assets (input as negative)					\$ -					\$ -
		Total PP&E	<b>\$ 91,093,153</b>	<b>\$ 3,903,933</b>		<b>\$ (175,913)</b>	<b>\$ 94,821,173</b>	<b>\$ (39,097,319)</b>	<b>\$ (4,799,225)</b>		<b>\$ 165,303</b>	<b>\$ (43,731,241)</b> <b>\$ 51,089,932</b>
		Depreciation Expense adj. from gain or loss on the retirement of assets (pool of like assets), if applicable										
		Total							<b>\$ (4,799,225)</b>			

**Less: Fully Allocated Depreciation**

10	Transportation	
8	Stores Equipment	
47	Deferred Revenue	
	<b>Net Depreciation</b>	<b>\$ (4,799,225)</b>

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2 Fixed Asset Continuity Schedule

Appendix 2-BA 2014 Actual – CGAAP - Continued

CCA Class 2	OEB Account 3	Description 3	Cost					Accumulated Depreciation					
			Opening Balance 8	Additions 4	Disposals (NBV = nil)	Disposals 6	Closing Balance	Opening Balance 8	Additions	Disposals (NBV = nil)	Disposals 6	Closing Balance	
		per above	\$ 91,093,153	\$ 3,903,933	\$ -	\$ (175,913)	\$ 94,821,173	\$ (39,097,319)	\$ (4,799,225)	\$ -	\$ 165,303	\$ (43,731,241)	\$ 51,089,932
		GL 2075 - Non Utility Assets	\$ 33,157	\$ (4,731)	\$ -	\$ -	\$ 28,426	\$ (8,289)	\$ (6,243)	\$ -	\$ -	\$ (14,532)	\$ 13,894
		GL 2055 - CWIP	\$ 311,594	\$ 653,288	\$ -	\$ -	\$ 964,882	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 964,882
		Total Cost =	\$ 91,437,904	\$ 4,552,490	\$ -	\$ (175,913)	\$ 95,814,481	\$ (39,105,608)	\$ (4,805,468)	\$ -	\$ 165,303	\$ (43,745,773)	\$ 52,068,708
		agrees to audited	agrees to audited		agrees to	agrees to audited		agrees to audited		agrees to	agrees to audited	agrees to audited	
		FS	FS		audited FS	FS		FS		FS	FS	FS	
3		Per Audited FS =	\$ 91,437,901	\$ 4,552,492		\$ (175,913)	\$ 95,814,480	\$ (39,105,610)	\$ (4,805,468)		\$ 165,304	\$ (43,745,774)	\$ 52,068,706

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2 Fixed Asset Continuity Schedule

**Table 19: Appendix 2-BA 2014 Actual - MIFRS**

CCA Class <sup>2</sup>	OEB Account <sup>3</sup>	Description <sup>3</sup>	Cost					Accumulated Depreciation				
			Opening Balance <sup>8</sup>	Additions <sup>4</sup>	IFRS Opening Adjustment	Disposals <sup>6</sup>	Closing Balance	Opening Balance <sup>8</sup>	Additions	IFRS Opening Adjustment	Disposals <sup>6</sup>	Closing Balance
	1609	Capital Contributions Paid	\$ -				\$ -	\$ -				\$ -
12	1611	Computer Software (Formally known as Account 1925)	\$ 10,324,830	\$ 651,520	\$ (4,765,227)		\$ 6,211,123	\$ (4,765,226)	\$ (2,180,898)	\$ 4,765,227		\$ (2,180,897)
CEC	1612	Land Rights (Formally known as Account 1906)	\$ 29,805	\$ 160,000	\$ (16,372)		\$ 173,433	\$ (16,372)	\$ (1,192)	\$ 16,372		\$ (1,192)
N/A	1805	Land	\$ 497,489				\$ 497,489	\$ -				\$ -
47	1820	Distribution Station Equipment <50 kV	\$ 5,302,640	\$ 79,308	\$ (2,063,460)		\$ 3,318,488	\$ (2,063,458)	\$ (126,280)	\$ 2,063,460		\$ (126,278)
47	1830	Poles, Towers & Fixtures	\$ 3,823,822	\$ 385,717	\$ (432,317)		\$ 3,777,222	\$ (432,317)	\$ (86,341)	\$ 432,317		\$ (86,341)
47	1835	Overhead Conductors & Devices	\$ 21,408,078	\$ 428,402	\$ (11,291,251)		\$ 10,545,229	\$ (11,291,251)	\$ (302,663)	\$ 11,291,251		\$ (302,663)
47	1840	Underground Conduit	\$ 1,546,829	\$ 168,722	\$ (178,689)		\$ 1,536,862	\$ (178,689)	\$ (33,388)	\$ 178,689		\$ (33,388)
47	1845	Underground Conductors & Devices	\$ 16,941,244	\$ 560,924	\$ (8,944,060)		\$ 8,558,108	\$ (8,944,060)	\$ (367,474)	\$ 8,944,060		\$ (367,474)
47	1850	Line Transformers	\$ 12,863,259	\$ 578,441	\$ (5,333,213)		\$ 8,108,487	\$ (5,333,213)	\$ (252,284)	\$ 5,333,213		\$ (252,284)
47	1855	Services (Overhead & Underground)	\$ 922,954	\$ 192,720	\$ (114,973)		\$ 1,000,701	\$ (114,973)	\$ (39,203)	\$ 114,973		\$ (39,203)
47	1860	Meters	\$ 897,290	\$ 22,895	\$ (257,140)		\$ 663,045	\$ (257,140)	\$ (36,748)	\$ 257,140		\$ (36,748)
47	1860	Meters (Smart Meters)	\$ 4,358,684	\$ 26,175	\$ (359,345)		\$ 4,025,514	\$ (359,345)	\$ (341,975)	\$ 359,345		\$ (341,975)
1b	1908	Buildings & Fixtures	\$ 7,904,965	\$ 128,295	\$ (1,444,571)		\$ 6,588,689	\$ (1,444,571)	\$ (176,464)	\$ 1,444,571		\$ (176,464)
13	1910	Leasehold Improvements	\$ -				\$ -	\$ -				\$ -
8	1915	Office Furniture & Equipment (10 years)	\$ 464,611	\$ 9,848	\$ (199,860)		\$ 274,599	\$ (199,860)	\$ (45,826)	\$ 199,860		\$ (45,826)
50	1920	Computer Equip.-Hardware(Post Mar. 19/07)	\$ 3,441,090	\$ 401,544	\$ (1,777,380)		\$ 2,065,254	\$ (1,777,380)	\$ (625,036)	\$ 1,777,380		\$ (625,036)
10	1930	Transportation Equipment	\$ 4,847,465	\$ 59,531	\$ (2,642,824)	\$ (175,914)	\$ 2,088,258	\$ (2,806,007)	\$ (346,069)	\$ 2,642,824	\$ 165,304	\$ (343,948)
8	1935	Stores Equipment	\$ 38,548		\$ (38,274)		\$ 274	\$ (38,275)	\$ (113)	\$ 38,274		\$ (114)
8	1940	Tools, Shop & Garage Equipment	\$ 451,887	\$ 59,439	\$ (241,318)		\$ 270,008	\$ (241,318)	\$ (44,674)	\$ 241,318		\$ (44,674)
8	1945	Measurement & Testing Equipment	\$ 167,502		\$ (59,290)		\$ 108,212	\$ (59,290)	\$ (16,750)	\$ 59,290		\$ (16,750)
8	1955	Communications Equipment	\$ 130,585		\$ (65,623)		\$ 64,962	\$ (65,623)	\$ (11,288)	\$ 65,623		\$ (11,288)
8	1960	Miscellaneous Equipment	\$ 181,087	\$ 6,270	\$ (58,802)		\$ 128,555	\$ (58,801)	\$ (17,977)	\$ 58,802		\$ (17,976)
47	1970	Load Management Controls Customer Premises	\$ -				\$ -	\$ -				\$ -
47	1980	System Supervisor Equipment	\$ 1,145,596	\$ 133,760	\$ (612,734)		\$ 666,622	\$ (612,734)	\$ (44,669)	\$ 612,734		\$ (44,669)
47	1990	Other Tangible Property	\$ 746,147	\$ 71,716			\$ 817,863	\$ -				\$ -
47	1995	Contributions & Grants	\$ (7,343,254)	\$ -	\$ 1,962,584		\$ (5,380,670)	\$ 1,962,584	\$ 289,235	\$ (1,962,584)		\$ 289,235
47	2440	Deferred Revenue <sup>5</sup>	\$ -	\$ (221,294)			\$ (221,294)	\$ -	\$ 8,852		\$ 8,852	\$ (212,442)
		<b>Sub-Total</b>	<b>\$ 91,093,153</b>	<b>\$ 3,903,933</b>	<b>\$ (38,934,139)</b>	<b>\$ (175,914)</b>	<b>\$ 55,887,033</b>	<b>\$ (39,097,319)</b>	<b>\$ (4,799,225)</b>	<b>\$ 38,934,139</b>	<b>\$ 165,304</b>	<b>\$ (4,797,101)</b>
		Less Socialized Renewable Energy Generation Investments (input as negative)					\$ -					\$ -
		Less Other Non Rate-Regulated Utility Assets (input as negative)					\$ -					\$ -
		Total PP&E	\$ 91,093,153	\$ 3,903,933	\$ (38,934,139)	\$ (175,914)	\$ 55,887,033	\$ (39,097,319)	\$ (4,799,225)	\$ 38,934,139	\$ 165,304	\$ (4,797,101)
		Depreciation Expense adj. from gain or loss on the retirement of assets (pool of like assets), if applicable										\$ 51,089,932
		Total							\$ (4,799,225)			

Less: Fully Allocated Depreciation												
10		Transportation										
8		Stores Equipment										
47		Deferred Revenue										
		Net Depreciation										

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2 Fixed Asset Continuity Schedule

Appendix 2-BA 2014 Actual – MIFRS - Continued

CCA Class 2	OEB Account 3	Description 3	Cost					Accumulated Depreciation					
			Opening Balance 8	Additions 4	Disposals (NBV = nil)	Disposals 6	Closing Balance	Opening Balance 8	Additions	Disposals (NBV = nil)	Disposals 6	Closing Balance	
CGAAP													
per above	\$ 91,093,153	\$ 3,903,933	\$ (38,934,139)	\$ (175,914)	\$ 55,887,033		\$ (39,097,319)	\$ (4,799,225)	\$ 38,934,139	\$ 165,304	\$ (4,797,101)	\$ 51,089,932	
remove GL 2440	\$ -	\$ 221,294	\$ -	\$ -	\$ 221,294		\$ -	\$ (8,852)	\$ -	\$ -	\$ (8,852)	\$ 212,442	
GL 2075 - Non Utility Assets	\$ 33,157	\$ (4,731)	\$ (8,289)	\$ -	\$ 20,137		\$ (8,289)	\$ (6,243)	\$ 8,289	\$ -	\$ (6,243)	\$ 13,894	
GL 2055 - CWIP	\$ 311,594	\$ 653,288	\$ -	\$ -	\$ 964,882		\$ -	\$ -	\$ -	\$ -	\$ -	\$ 964,882	
Total Cost =	\$ 91,437,904	\$ 4,773,784	\$ (38,942,428)	\$ (175,914)	\$ 57,093,346		\$ (39,105,608)	\$ (4,814,320)	\$ 38,942,428	\$ 165,304	\$ (4,812,196)	\$ 52,281,150	
	agrees to CGAAP audited FS	agrees to IFRS audited FS	agrees to IFRS audited FS				agrees to CGAAP audited FS	agrees to IFRS audited FS					
IFRS													
Note 8 =	\$ 3,962,266					Note 8 = \$ 50,708,790						Note 8 = \$ (2,630,108)	\$ 48,078,682
Note 9 =	\$ 811,520					Note 9 = \$ 6,384,556						Note 9 = \$ (2,182,090)	\$ 4,202,466
	\$ 4,773,786					\$ 57,093,346						\$ (4,812,198)	\$ 52,281,148

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2 Fixed Asset Continuity Schedule

**Table 20: Appendix 2-BA 2015 Actual**

CCA Class <sup>2</sup>	OEB Account <sup>3</sup>	Description <sup>3</sup>	Cost				Accumulated Depreciation					
			Opening Balance <sup>8</sup>	Additions <sup>4</sup>	Disposals (NBV = nil)	Disposals <sup>6</sup>	Closing Balance	Opening Balance <sup>8</sup>	Additions	Disposals (NBV = nil)	Disposals <sup>6</sup>	
	1609	Capital Contributions Paid	\$ -				\$ -	\$ -				\$ -
12	1611	Computer Software (Formally known as Account 1925)	\$ 6,211,123	\$ 994,604			\$ 7,205,727	\$ (2,180,897)	\$ (1,946,660)			\$ (4,127,557) \$ 3,078,170
CEC	1612	Land Rights (Formally known as Account 1906)	\$ 173,433				\$ 173,433	\$ (1,192)	\$ (1,192)			\$ (2,384) \$ 171,049
N/A	1805	Land	\$ 497,489				\$ 497,489	\$ -				\$ -
47	1820	Distribution Station Equipment <50 kV	\$ 3,318,488	\$ 441,280			\$ 3,759,768	\$ (126,278)	\$ (136,378)			\$ (262,656) \$ 3,497,112
47	1830	Poles, Towers & Fixtures	\$ 3,777,222	\$ 1,494,255			\$ 5,271,477	\$ (86,341)	\$ (106,376)			\$ (192,717) \$ 5,078,760
47	1835	Overhead Conductors & Devices	\$ 10,545,229	\$ 1,114,705			\$ 11,659,934	\$ (302,663)	\$ (317,574)			\$ (620,237) \$ 11,039,697
47	1840	Underground Conduit	\$ 1,536,862	\$ 150,691			\$ 1,687,553	\$ (33,388)	\$ (39,658)			\$ (73,046) \$ 1,614,507
47	1845	Underground Conductors & Devices	\$ 8,558,108	\$ 740,129			\$ 9,298,237	\$ (367,474)	\$ (379,270)			\$ (746,744) \$ 8,551,493
47	1850	Line Transformers	\$ 8,108,487	\$ 1,103,952			\$ 9,212,439	\$ (252,284)	\$ (276,760)			\$ (529,044) \$ 8,683,395
47	1855	Services (Overhead & Underground)	\$ 1,000,701	\$ 172,600			\$ 1,173,301	\$ (39,203)	\$ (47,669)			\$ (86,872) \$ 1,086,429
47	1860	Meters	\$ 663,045	\$ 19,599			\$ 682,644	\$ (36,748)	\$ (38,600)			\$ (75,348) \$ 607,296
47	1860	Meters (Smart Meters)	\$ 4,025,514	\$ 630,238		\$ (555,700)	\$ 4,100,052	\$ (341,975)	\$ (338,818)		\$ 56,734	\$ (624,059) \$ 3,475,993
1b	1908	Buildings & Fixtures	\$ 6,588,689	\$ 53,172			\$ 6,641,861	\$ (176,464)	\$ (178,014)			\$ (354,478) \$ 6,287,383
13	1910	Leasehold Improvements	\$ -				\$ -	\$ -				\$ -
8	1915	Office Furniture & Equipment (10 years)	\$ 274,599	\$ 9,645			\$ 284,244	\$ (45,826)	\$ (43,579)			\$ (89,405) \$ 194,839
50	1920	Computer Equip.-Hardware(Post Mar. 19/07)	\$ 2,065,254	\$ 177,871			\$ 2,243,125	\$ (625,036)	\$ (527,358)			\$ (1,152,394) \$ 1,090,731
10	1930	Transportation Equipment	\$ 2,088,258	\$ 131,389			\$ 2,219,647	\$ (343,948)	\$ (353,733)			\$ (697,681) \$ 1,521,966
8	1935	Stores Equipment	\$ 274				\$ 274	\$ (114)	\$ (53)			\$ (167) \$ 107
8	1940	Tools, Shop & Garage Equipment	\$ 270,008	\$ 17,543			\$ 287,551	\$ (44,674)	\$ (43,745)			\$ (88,419) \$ 199,132
8	1945	Measurement & Testing Equipment	\$ 108,212				\$ 108,212	\$ (16,750)	\$ (14,377)			\$ (31,127) \$ 77,085
8	1955	Communications Equipment	\$ 64,962				\$ 64,962	\$ (11,288)	\$ (9,433)			\$ (20,721) \$ 44,241
8	1960	Miscellaneous Equipment	\$ 128,555				\$ 128,555	\$ (17,976)	\$ (18,708)			\$ (36,684) \$ 91,871
47	1970	Load Management Controls Customer Premises	\$ -				\$ -	\$ -				\$ -
47	1980	System Supervisor Equipment	\$ 666,622	\$ 64,952			\$ 731,574	\$ (44,669)	\$ (48,752)			\$ (93,421) \$ 638,153
47	1990	Other Tangible Property	\$ 817,863	\$ 64,975			\$ 882,838	\$ -				\$ -
47	1995	Contributions & Grants	\$ (5,380,670)				\$ (5,380,670)	\$ 289,235	\$ 288,808			\$ 578,043 \$ (4,802,627)
47	2440	Deferred Revenue <sup>5</sup>	\$ (221,294)	\$ (360,407)			\$ (581,701)	\$ 8,852	\$ 23,268			\$ 32,120 \$ (549,581)
	1534	Smart Grid	\$ -	\$ 260,289			\$ 260,289	\$ -	\$ -			\$ -
		<b>Sub-Total</b>	<b>\$ 55,887,033</b>	<b>\$ 7,281,482</b>	<b>\$ -</b>	<b>\$ (555,700)</b>	<b>\$ 62,612,815</b>	<b>\$ (4,797,101)</b>	<b>\$ (4,554,631)</b>	<b>\$ -</b>	<b>\$ 56,734</b>	<b>\$ (9,294,998) \$ 53,317,817</b>
		Less Socialized Renewable Energy Generation Investments (input as negative)					\$ -					\$ -
		Less Other Non Rate-Regulated Utility Assets (input as negative)					\$ -					\$ -
		<b>Total PP&amp;E</b>	<b>\$ 55,887,033</b>	<b>\$ 7,281,482</b>		<b>\$ (555,700)</b>	<b>\$ 62,612,815</b>	<b>\$ (4,797,101)</b>	<b>\$ (4,554,631)</b>		<b>\$ 56,734</b>	<b>\$ (9,294,998) \$ 53,317,817</b>
		Depreciation Expense adj. from gain or loss on the retirement of assets (pool of like assets), if applicable										
		<b>Total</b>						<b>\$ (4,554,631)</b>				

**Less: Fully Allocated Depreciation**

10	Transportation	
8	Stores Equipment	
47	Deferred Revenue	\$ (23,268)

3

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2 Fixed Asset Continuity Schedule

Appendix 2-BA 2015 Actual - Continued

CCA Class 2	OEB Account 3	Description 3	Cost					Accumulated Depreciation							
			Opening Balance 8	Additions 4	Disposals (NBV = nil)	Disposals 6	Closing Balance	Opening Balance 8	Additions	Disposals (NBV = nil)	Disposals 6	Closing Balance			
		per above	\$ 55,887,033	\$ 7,281,482	\$ -	\$ (555,700)	\$ 62,612,815	\$ (4,797,101)	\$ (4,554,631)	\$ -	\$ 56,734	\$ (9,294,998)	\$ 53,317,817		
		remove GL 2440	\$ 221,294	\$ 360,407	\$ -	\$ -	\$ 581,701	\$ (8,852)	\$ (23,268)	\$ -	\$ -	\$ (32,120)	\$ 549,581		
		GL 2075 - Non Utility Assets	\$ 20,137	\$ -	\$ -	\$ -	\$ 20,137	\$ (6,243)	\$ (6,635)	\$ -	\$ -	\$ (12,878)	\$ 7,259		
		GL 2055 - CWIP	\$ 964,882	\$ (419,818)	\$ -	\$ -	\$ 545,064	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 545,064		
		Total Cost =	\$ 57,093,346	\$ 7,222,071	\$ -	\$ (555,700)	\$ 63,759,717	\$ (4,812,196)	\$ (4,584,534)	\$ -	\$ 56,734	\$ (9,339,996)	\$ 54,419,721		
			agrees to audited	agrees to audited		agrees to audited		agrees to audited		agrees to audited		agrees to audited			
			FS	FS		audited FS		FS		FS		FS			
3		Note 8 =	\$ 6,227,468				Note 8 =	\$ 56,380,557		Note 8 =	\$ (2,636,682)		Note 8 =	\$ (5,210,056)	\$ 51,170,50
		Note 9 =	\$ 994,604				Note 9 =	\$ 7,379,160		Note 9 =	\$ (1,947,852)		Note 9 =	\$ (4,129,942)	\$ 3,249,218
				<u>\$ 7,222,072</u>				<u>\$ 63,759,717</u>			<u>\$ (4,584,534)</u>			<u>\$ (9,339,996)</u>	<u>\$ 54,419,711</u>

1

2 Fixed Asset Continuity Schedule

**Table 21: Appendix 2-BA 2016 Actual**

CCA Class <sup>2</sup>	OEB Account <sup>3</sup>	Description <sup>3</sup>	Cost				Accumulated Depreciation					
			Opening Balance <sup>8</sup>	Additions <sup>4</sup>	Disposals (NBV = nil)	Disposals <sup>6</sup>	Closing Balance	Opening Balance <sup>8</sup>	Additions	Disposals (NBV = nil)	Disposals <sup>6</sup>	
	1609	Capital Contributions Paid	\$ -				\$ -	\$ -				\$ -
12	1611	Computer Software (Formally known as Account 1925)	\$ 7,205,727	\$ 1,110,282			\$ 8,316,009	\$ (4,127,557)	\$ (1,456,969)			\$ (5,584,526) \$ 2,731,483
CEC	1612	Land Rights (Formally known as Account 1906)	\$ 173,433				\$ 173,433	\$ (2,384)	\$ (1,192)			\$ (3,576) \$ 169,857
N/A	1805	Land	\$ 497,489				\$ 497,489	\$ -				\$ - \$ 497,489
47	1820	Distribution Station Equipment <50 kV	\$ 3,759,768	\$ 98,036			\$ 3,857,804	\$ (262,656)	\$ (139,319)			\$ (401,975) \$ 3,455,829
47	1830	Poles, Towers & Fixtures	\$ 5,271,477	\$ 2,069,153			\$ 7,340,630	\$ (192,717)	\$ (142,927)			\$ (335,644) \$ 7,004,986
47	1835	Overhead Conductors & Devices	\$ 11,659,934	\$ 895,151			\$ 12,555,085	\$ (620,237)	\$ (336,370)			\$ (956,607) \$ 11,598,478
47	1840	Underground Conduit	\$ 1,687,553	\$ 284,077			\$ 1,971,630	\$ (73,046)	\$ (45,733)			\$ (118,779) \$ 1,852,851
47	1845	Underground Conductors & Devices	\$ 9,298,237	\$ 440,868			\$ 9,739,105	\$ (746,744)	\$ (382,801)			\$ (1,129,545) \$ 8,609,560
47	1850	Line Transformers	\$ 9,212,439	\$ 1,122,373		\$ (6,190)	\$ 10,328,622	\$ (529,044)	\$ (301,949)		\$ 354	\$ (830,639) \$ 9,497,983
47	1855	Services (Overhead & Underground)	\$ 1,173,301	\$ 200,440			\$ 1,373,741	\$ (86,872)	\$ (54,989)			\$ (141,861) \$ 1,231,880
47	1860	Meters	\$ 682,644	\$ 19,970			\$ 702,614	\$ (75,348)	\$ (39,797)			\$ (115,145) \$ 587,469
47	1860	Meters (Smart Meters)	\$ 4,100,052	\$ 175,795			\$ 4,275,847	\$ (624,059)	\$ (346,569)			\$ (970,628) \$ 3,305,219
1b	1908	Buildings & Fixtures	\$ 6,641,861	\$ 109,510			\$ 6,751,371	\$ (354,478)	\$ (180,382)			\$ (534,860) \$ 6,216,511
13	1910	Leasehold Improvements	\$ -				\$ -	\$ -				\$ - \$ -
8	1915	Office Furniture & Equipment (10 years)	\$ 284,244	\$ 79,006			\$ 363,250	\$ (89,405)	\$ (47,354)			\$ (136,759) \$ 226,491
50	1920	Computer Equip.-Hardware(Post Mar. 19/07)	\$ 2,243,125	\$ 261,921			\$ 2,505,046	\$ (1,152,394)	\$ (475,441)			\$ (1,627,835) \$ 877,211
10	1930	Transportation Equipment	\$ 2,219,647	\$ 453,484		\$ (36,966)	\$ 2,636,165	\$ (697,681)	\$ (372,951)		\$ 21,365	\$ (1,049,267) \$ 1,586,898
8	1935	Stores Equipment	\$ 274				\$ 274	\$ (167)	\$ (53)			\$ (220) \$ 54
8	1940	Tools, Shop & Garage Equipment	\$ 287,551	\$ 84,648			\$ 372,199	\$ (88,419)	\$ (45,619)			\$ (134,038) \$ 238,161
8	1945	Measurement & Testing Equipment	\$ 108,212				\$ 108,212	\$ (31,127)	\$ (13,224)			\$ (44,351) \$ 63,861
8	1955	Communications Equipment	\$ 64,962				\$ 64,962	\$ (20,721)	\$ (9,289)			\$ (30,010) \$ 34,952
8	1960	Miscellaneous Equipment	\$ 128,555	\$ 14,187			\$ 142,742	\$ (36,684)	\$ (20,026)			\$ (56,710) \$ 86,032
47	1970	Load Management Controls Customer Premises	\$ -				\$ -	\$ -				\$ - \$ -
47	1980	System Supervisor Equipment	\$ 731,574	\$ 39,516			\$ 771,090	\$ (93,421)	\$ (50,625)			\$ (144,046) \$ 627,044
47	1990	Other Tangible Property	\$ 882,838	\$ 327,110			\$ 1,209,948	\$ -				\$ - \$ 1,209,948
47	1995	Contributions & Grants	\$ (5,380,670)				\$ (5,380,670)	\$ 578,043	\$ 293,730			\$ 871,773 \$ (4,508,897)
47	2440	Deferred Revenue <sup>5</sup>	\$ (581,701)	\$ (272,609)			\$ (854,310)	\$ 32,120	\$ 34,173			\$ 66,293 \$ (788,017)
1534		Smart Grid	\$ 260,289	\$ 44,385			\$ 304,674	\$ -	\$ -			\$ - \$ 304,674
		<b>Sub-Total</b>	<b>\$ 62,612,815</b>	<b>\$ 7,557,303</b>	<b>\$ -</b>	<b>\$ (43,156)</b>	<b>\$ 70,126,962</b>	<b>\$ (9,294,998)</b>	<b>\$ (4,135,676)</b>	<b>\$ -</b>	<b>\$ 21,719</b>	<b>\$ (13,408,955)</b> <b>\$ 56,718,007</b>
		Less Socialized Renewable Energy Generation Investments (input as negative)					\$ -					\$ - \$ -
		Less Other Non Rate-Regulated Utility Assets (input as negative)					\$ -					\$ - \$ -
		<b>Total PP&amp;E</b>	<b>\$ 62,612,815</b>	<b>\$ 7,557,303</b>		<b>\$ (43,156)</b>	<b>\$ 70,126,962</b>	<b>\$ (9,294,998)</b>	<b>\$ (4,135,676)</b>		<b>\$ 21,719</b>	<b>\$ (13,408,955)</b> <b>\$ 56,718,007</b>
		Depreciation Expense adj. from gain or loss on the retirement of assets (pool of like assets), if applicable										
		<b>Total</b>							<b>\$ (4,135,676)</b>			

Less: Fully Allocated Depreciation											
10		Transportation									
8		Stores Equipment									
47		Deferred Revenue									
		Transportation									
		Stores Equipment									
		Deferred Revenue									
		\$ (34,173)									
		Net Depreciation									
		\$ (4,101,503)									

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2 Fixed Asset Continuity Schedule

Appendix 2-BA 2016 Actual - Continued

CCA Class 2	OEB Account 3	Description 3	Cost					Accumulated Depreciation				
			Opening Balance 8	Additions 4	Disposals (NBV = nil)	Disposals 6	Closing Balance	Opening Balance 8	Additions	Disposals (NBV = nil)	Disposals 6	Closing Balance
		per above	\$ 62,612,815	\$ 7,557,303	\$ -	\$ (43,156)	\$ 70,126,962	\$ (9,294,998)	\$ (4,135,676)	\$ -	\$ 21,719	\$ (13,408,955) \$ 56,718,007
		remove GL 2440	\$ 581,701	\$ 272,609	\$ -	\$ -	\$ 854,310	\$ (32,120)	\$ (34,173)	\$ -	\$ -	\$ (66,293) \$ 788,017
		GL 2075 - Non Utility Assets	\$ 20,137	\$ 68,999	\$ -	\$ -	\$ 89,136	\$ (12,878)	\$ (7,385)	\$ -	\$ -	\$ (20,263) \$ 68,873
		GL 2055 - CWIP	\$ 545,064	\$ 513,729	\$ -	\$ -	\$ 1,058,793	\$ -	\$ -	\$ -	\$ -	\$ 1,058,793
		Total Cost =	\$ 63,759,717	\$ 8,412,640	\$ -	\$ (43,156)	\$ 72,129,201	\$ (9,339,996)	\$ (4,177,234)	\$ -	\$ 21,719	\$ (13,495,511) \$ 58,633,690
			agrees to audited FS	agrees to audited FS		agrees to audited FS	agrees to audited FS		agrees to audited FS		agrees to audited FS	agrees to audited FS
3		Note 8 =	\$ 7,302,356				Note 8 =	\$ 63,639,756		Note 8 =	\$ (2,719,073)	
		Note 9 =	\$ 1,110,282				Note 9 =	\$ 8,489,442		Note 9 =	\$ (1,458,161)	
			<u>\$ 8,412,638</u>				<u>\$ 72,129,198</u>		<u>\$ (4,177,234)</u>		<u>\$ (13,495,512)</u>	<u>\$ 58,633,686</u>

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2 Fixed Asset Continuity Schedule

**Table 22: Appendix 2-BA 2017 Actual**

CCA Class <sup>2</sup>	OEB Account <sup>3</sup>	Description <sup>3</sup>	Cost				Accumulated Depreciation					
			Opening Balance <sup>8</sup>	Additions <sup>4</sup>	Disposals (NBV = nil)	Disposals <sup>6</sup>	Closing Balance	Opening Balance <sup>8</sup>	Additions	Disposals (NBV = nil)	Disposals <sup>6</sup>	
	1609	Capital Contributions Paid	\$ -				\$ -	\$ -				\$ -
12	1611	Computer Software (Formally known as Account 1925)	\$ 8,316,009	\$ 676,507			\$ 8,992,516	\$ (5,584,526)	\$ (1,134,358)			\$ (6,718,884) \$ 2,273,632
CEC	1612	Land Rights (Formally known as Account 1906)	\$ 173,433				\$ 173,433	\$ (3,576)	\$ (1,192)			\$ (4,768) \$ 168,665
N/A	1805	Land	\$ 497,489				\$ 497,489	\$ -				\$ -
47	1820	Distribution Station Equipment <50 kV	\$ 3,857,804	\$ 215,025			\$ 4,072,829	\$ (401,975)	\$ (144,262)			\$ (546,237) \$ 3,526,592
47	1830	Poles, Towers & Fixtures	\$ 7,340,630	\$ 2,077,654		\$ (10,051)	\$ 9,408,233	\$ (335,644)	\$ (192,314)		\$ 902	\$ (527,056) \$ 8,881,177
47	1835	Overhead Conductors & Devices	\$ 12,555,085	\$ 709,093		\$ (15,724)	\$ 13,248,454	\$ (956,607)	\$ (351,197)		\$ 1,304	\$ (1,306,500) \$ 11,941,954
47	1840	Underground Conduit	\$ 1,971,630	\$ 283,912			\$ 2,255,542	\$ (118,779)	\$ (57,318)			\$ (176,097) \$ 2,079,445
47	1845	Underground Conductors & Devices	\$ 9,739,105	\$ 391,841			\$ 10,130,946	\$ (1,129,545)	\$ (389,956)			\$ (1,519,501) \$ 8,611,445
47	1850	Line Transformers	\$ 10,328,622	\$ 985,822		\$ (31,015)	\$ 11,283,429	\$ (830,639)	\$ (328,401)		\$ 4,342	\$ (1,154,698) \$ 10,128,731
47	1855	Services (Overhead & Underground)	\$ 1,373,741	\$ 228,947			\$ 1,602,688	\$ (141,861)	\$ (64,085)			\$ (205,946) \$ 1,396,742
47	1860	Meters	\$ 702,614	\$ 155,147			\$ 857,761	\$ (115,145)	\$ (46,213)			\$ (161,358) \$ 696,403
47	1860	Meters (Smart Meters)	\$ 4,275,847	\$ 217,471			\$ 4,493,318	\$ (970,628)	\$ (357,592)			\$ (1,328,220) \$ 3,165,098
1b	1908	Buildings & Fixtures	\$ 6,751,371	\$ 86,507			\$ 6,837,878	\$ (534,860)	\$ (183,558)			\$ (718,418) \$ 6,119,460
13	1910	Leasehold Improvements	\$ -				\$ -	\$ -				\$ -
8	1915	Office Furniture & Equipment (10 years)	\$ 363,250	\$ 38,361			\$ 401,611	\$ (136,759)	\$ (47,282)			\$ (184,041) \$ 217,570
50	1920	Computer Equip.-Hardware(Post Mar. 19/07)	\$ 2,505,046	\$ 340,751			\$ 2,845,797	\$ (1,627,835)	\$ (451,341)			\$ (2,079,176) \$ 766,621
10	1930	Transportation Equipment	\$ 2,636,165	\$ 1,219,505		\$ (68,130)	\$ 3,787,540	\$ (1,049,267)	\$ (439,852)		\$ 32,396	\$ (1,456,723) \$ 2,330,817
8	1935	Stores Equipment	\$ 274				\$ 274	\$ (220)	\$ (53)			\$ (273) \$ 1
8	1940	Tools, Shop & Garage Equipment	\$ 372,199	\$ 157,579			\$ 529,778	\$ (134,038)	\$ (53,470)			\$ (187,508) \$ 342,270
8	1945	Measurement & Testing Equipment	\$ 108,212				\$ 108,212	\$ (44,351)	\$ (13,224)			\$ (57,575) \$ 50,637
8	1955	Communications Equipment	\$ 64,962				\$ 64,962	\$ (30,010)	\$ (9,185)			\$ (39,195) \$ 25,767
8	1960	Miscellaneous Equipment	\$ 142,742				\$ 142,742	\$ (56,710)	\$ (20,997)			\$ (77,707) \$ 65,035
47	1970	Load Management Controls Customer Premises	\$ -				\$ -	\$ -				\$ -
47	1980	System Supervisor Equipment	\$ 771,090	\$ 13,180		\$ (33,522)	\$ 750,748	\$ (144,046)	\$ (50,421)		\$ 2,837	\$ (191,630) \$ 559,118
47	1990	Other Tangible Property	\$ 1,209,948	\$ (110,183)			\$ 1,099,765	\$ -				\$ -
47	1995	Contributions & Grants	\$ (5,380,670)				\$ (5,380,670)	\$ 871,773	\$ 293,730			\$ 1,165,503 \$ (4,215,167)
47	2440	Deferred Revenue <sup>5</sup>	\$ (854,310)	\$ (204,153)			\$ (1,058,463)	\$ 66,293	\$ 42,338			\$ 108,631 \$ (949,832)
	1534	Smart Grid	\$ 304,674	\$ 20,206			\$ 324,880	\$ -	\$ -			\$ -
		<b>Sub-Total</b>	<b>\$ 70,126,962</b>	<b>\$ 7,503,172</b>	<b>\$ -</b>	<b>\$ (158,442)</b>	<b>\$ 77,471,692</b>	<b>\$ (13,408,955)</b>	<b>\$ (4,000,203)</b>	<b>\$ -</b>	<b>\$ 41,781</b>	<b>\$ (17,367,377)</b> <b>\$ 60,104,315</b>
		Less Socialized Renewable Energy Generation Investments (input as negative)					\$ -					\$ -
		Less Other Non Rate-Regulated Utility Assets (input as negative)					\$ -					\$ -
		<b>Total PP&amp;E</b>	<b>\$ 70,126,962</b>	<b>\$ 7,503,172</b>		<b>\$ (158,442)</b>	<b>\$ 77,471,692</b>	<b>\$ (13,408,955)</b>	<b>\$ (4,000,203)</b>		<b>\$ 41,781</b>	<b>\$ (17,367,377)</b> <b>\$ 60,104,315</b>
		Depreciation Expense adj. from gain or loss on the retirement of assets (pool of like assets), if applicable										
		<b>Total</b>						<b>\$ (4,000,203)</b>				

<b>Less: Fully Allocated Depreciation</b>											
10		Transportation									
8		Stores Equipment									
47		Deferred Revenue									

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2 Fixed Asset Continuity Schedule

**Appendix 2-BA 2017 Actual - Continued**

CCA Class 2	OEB Account 3	Description 3	Cost					Accumulated Depreciation				
			Opening Balance 8	Additions 4	Disposals (NBV = nil)	Disposals 6	Closing Balance	Opening Balance 8	Additions	Disposals (NBV = nil)	Disposals 6	Closing Balance
		per above	\$ 70,126,962	\$ 7,503,172	\$ -	\$ (158,442)	\$ 77,471,692	\$ (13,408,955)	\$ (4,000,203)	\$ -	\$ 41,781	\$ (17,367,377) \$ 60,104,315
		remove GL 2440	\$ 854,310	\$ 204,153	\$ -	\$ -	\$ 1,058,463	\$ (66,293)	\$ (42,338)	\$ -	\$ -	\$ (108,631) \$ 949,832
		GL 2075 - Non Utility Assets	\$ 89,136	\$ -	\$ -	\$ -	\$ 89,136	\$ (20,263)	\$ (3,921)	\$ -	\$ -	\$ (24,184) \$ 64,952
		GL 2055 - CWIP	\$ 1,058,793	\$ 57,840	\$ -	\$ -	\$ 1,116,633	\$ -	\$ -	\$ -	\$ -	\$ 1,116,633
		Total Cost =	\$ 72,129,201	\$ 7,765,165	\$ -	\$ (158,442)	\$ 79,735,924	\$ (13,495,511)	\$ (4,046,462)	\$ -	\$ 41,781	\$ (17,500,192) \$ 62,235,732
			agrees to audited FS	agrees to audited FS		agrees to audited FS	agrees to audited FS		agrees to audited FS		agrees to audited FS	agrees to audited FS
3		Note 8 =	\$ 7,088,660				Note 8 =	\$ 70,569,975			Note 8 =	\$ (10,776,540) \$ 59,793,435
		Note 9 =	\$ 676,507				Note 9 =	\$ 9,165,949			Note 9 =	\$ (6,723,653) \$ 2,442,296
			<u>\$ 7,765,167</u>					<u>\$ 79,735,924</u>				<u>\$ (17,500,193) \$ 62,235,731</u>

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2 Fixed Asset Continuity Schedule

**Table 23: Appendix 2-BA 2018 Actual**

CCA Class <sup>2</sup>	OEB Account <sup>3</sup>	Description <sup>3</sup>	Cost					Accumulated Depreciation				
			Opening Balance <sup>8</sup>	Additions <sup>4</sup>	Disposals (NBV = nil)	Disposals <sup>6</sup>	Closing Balance	Opening Balance <sup>8</sup>	Additions	Disposals (NBV = nil)	Disposals <sup>6</sup>	Closing Balance
	1609	Capital Contributions Paid	\$ -	\$ 1,190,000			\$ 1,190,000	\$ -				\$ 1,190,000
12	1611	Computer Software (Formally known as Account 1925)	\$ 8,992,516	\$ 606,370			\$ 9,598,886	\$ (6,718,884)	\$ (867,902)			\$ (7,586,786) \$ 2,012,100
CEC	1612	Land Rights (Formally known as Account 1906)	\$ 173,433				\$ 173,433	\$ (4,768)	\$ (1,192)			\$ (5,960) \$ 167,473
N/A	1805	Land	\$ 497,489				\$ 497,489	\$ -				\$ - \$ 497,489
47	1820	Distribution Station Equipment <50 kV	\$ 4,072,829	\$ 621,956			\$ 4,694,785	\$ (546,237)	\$ (157,880)			\$ (704,117) \$ 3,990,668
47	1830	Poles, Towers & Fixtures	\$ 9,408,233	\$ 2,268,677			\$ 11,676,910	\$ (527,056)	\$ (237,465)			\$ (764,521) \$ 10,912,389
47	1835	Overhead Conductors & Devices	\$ 13,248,454	\$ 606,308			\$ 13,854,762	\$ (1,306,500)	\$ (365,788)			\$ (1,672,288) \$ 12,182,474
47	1840	Underground Conduit	\$ 2,255,542	\$ 520,811			\$ 2,776,353	\$ (176,097)	\$ (70,880)			\$ (246,977) \$ 2,529,376
47	1845	Underground Conductors & Devices	\$ 10,130,946	\$ 548,355			\$ 10,679,301	\$ (1,519,501)	\$ (400,287)			\$ (1,919,788) \$ 8,759,513
47	1850	Line Transformers	\$ 11,283,429	\$ 731,696			\$ 12,015,125	\$ (1,154,698)	\$ (347,966)			\$ (1,502,664) \$ 10,512,461
47	1855	Services (Overhead & Underground)	\$ 1,602,688	\$ 212,043			\$ 1,814,731	\$ (205,946)	\$ (72,037)			\$ (277,983) \$ 1,536,748
47	1860	Meters	\$ 857,761	\$ 168,726			\$ 1,026,487	\$ (161,358)	\$ (53,932)			\$ (215,290) \$ 811,197
47	1860	Meters (Smart Meters)	\$ 4,493,318	\$ 105,557			\$ 4,598,875	\$ (1,328,220)	\$ (370,053)			\$ (1,698,273) \$ 2,900,602
1b	1908	Buildings & Fixtures	\$ 6,837,878	\$ 134,144			\$ 6,972,022	\$ (718,418)	\$ (189,284)			\$ (907,702) \$ 6,064,320
13	1910	Leasehold Improvements	\$ -				\$ -	\$ -				\$ - \$ -
8	1915	Office Furniture & Equipment (10 years)	\$ 401,611	\$ 26,291			\$ 427,902	\$ (184,041)	\$ (47,547)			\$ (231,588) \$ 196,314
50	1920	Computer Equip.-Hardware(Post Mar. 19/07)	\$ 2,845,797	\$ 526,822			\$ 3,372,619	\$ (2,079,176)	\$ (328,981)			\$ (2,408,157) \$ 964,462
10	1930	Transportation Equipment	\$ 3,787,540	\$ 600,856		\$ (177,783)	\$ 4,210,613	\$ (1,456,723)	\$ (465,949)		\$ 129,110	\$ (1,793,562) \$ 2,417,051
8	1935	Stores Equipment	\$ 274				\$ 274	\$ (273)				\$ (273) \$ 1
8	1940	Tools, Shop & Garage Equipment	\$ 529,778	\$ 129,588			\$ 659,366	\$ (187,508)	\$ (62,794)			\$ (250,302) \$ 409,064
8	1945	Measurement & Testing Equipment	\$ 108,212				\$ 108,212	\$ (57,575)	\$ (13,224)			\$ (70,799) \$ 37,413
8	1955	Communications Equipment	\$ 64,962				\$ 64,962	\$ (39,195)	\$ (8,979)			\$ (48,174) \$ 16,788
8	1960	Miscellaneous Equipment	\$ 142,742	\$ 10,933			\$ 153,675	\$ (77,707)	\$ (16,669)			\$ (94,376) \$ 59,299
47	1970	Load Management Controls Customer Premises	\$ -				\$ -	\$ -				\$ - \$ -
47	1980	System Supervisor Equipment	\$ 750,748	\$ 7,222			\$ 757,970	\$ (191,630)	\$ (49,467)			\$ (241,097) \$ 516,873
47	1990	Other Tangible Property	\$ 1,099,765	\$ 190,854			\$ 1,290,619	\$ -				\$ - \$ 1,290,619
47	1995	Contributions & Grants	\$ (5,380,670)				\$ (5,380,670)	\$ 1,165,503	\$ 293,730			\$ 1,459,233 \$ (3,921,437)
47	2440	Deferred Revenue <sup>5</sup>	\$ (1,058,463)	\$ (364,309)			\$ (1,422,772)	\$ 108,631	\$ 56,911			\$ 165,542 \$ (1,257,230)
1534		Smart Grid	\$ 324,880	\$ 34,467			\$ 359,347	\$ -	\$ -			\$ - \$ 359,347
		<b>Sub-Total</b>	<b>\$ 77,471,692</b>	<b>\$ 8,877,367</b>	<b>\$ -</b>	<b>\$ (177,783)</b>	<b>\$ 86,171,276</b>	<b>\$ (17,367,377)</b>	<b>\$ (3,777,635)</b>	<b>\$ -</b>	<b>\$ 129,110</b>	<b>\$ (21,015,902)</b> <b>\$ 65,155,374</b>
		Less Socialized Renewable Energy Generation Investments (input as negative)					\$ -					\$ - \$ -
		Less Other Non Rate-Regulated Utility Assets (input as negative)					\$ -					\$ - \$ -
		<b>Total PP&amp;E</b>	<b>\$ 77,471,692</b>	<b>\$ 8,877,367</b>		<b>\$ (177,783)</b>	<b>\$ 86,171,276</b>	<b>\$ (17,367,377)</b>	<b>\$ (3,777,635)</b>		<b>\$ 129,110</b>	<b>\$ (21,015,902)</b> <b>\$ 65,155,374</b>
		Depreciation Expense adj. from gain or loss on the retirement of assets (pool of like assets), if applicable										
		<b>Total</b>							<b>\$ (3,777,635)</b>			

<b>Less: Fully Allocated Depreciation</b>												
10		Transportation										
8		Stores Equipment										
47		Deferred Revenue										

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2 Fixed Asset Continuity Schedule

Appendix 2-BA 2018 Actual - Continued

CCA Class 2	OEB Account 3	Description 3	Cost					Accumulated Depreciation					
			Opening Balance 8	Additions 4	Disposals (NBV = nil)	Disposals 6	Closing Balance	Opening Balance 8	Additions	Disposals (NBV = nil)	Disposals 6	Closing Balance	
		per above	\$ 77,471,692	\$ 8,877,367	\$ -	\$ (177,783)	\$ 86,171,276	\$ (17,367,377)	\$ (3,777,635)	\$ -	\$ 129,110	\$ (21,015,902)	\$ 65,155,374
		remove GL 2440	\$ 1,058,463	\$ 364,309	\$ -	\$ -	\$ 1,422,772	\$ (108,631)	\$ (56,911)	\$ -	\$ -	\$ (165,542)	\$ 1,257,230
		GL 2075 - Non Utility Assets	\$ 89,136	\$ -	\$ -	\$ -	\$ 89,136	\$ (24,184)	\$ (3,921)	\$ -	\$ -	\$ (28,105)	\$ 61,031
		GL 2055 - CWIP	\$ 1,116,633	\$ (333,723)	\$ -	\$ -	\$ 782,910	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 782,910
		Total Cost =	\$ 79,735,924	\$ 8,907,953	\$ -	\$ (177,783)	\$ 88,466,094	\$ (17,500,192)	\$ (3,838,467)	\$ -	\$ 129,110	\$ (21,209,549)	\$ 67,256,545
			agrees to audited FS	agrees to audited FS		agrees to audited FS	agrees to audited FS		agrees to audited FS		agrees to audited FS		agrees to audited FS
3		Note 8 =	\$ 7,111,584					Note 8 =	\$ 77,503,775				Note 8 = \$ (13,616,803) \$ 63,886,972
		Note 9 =	\$ 1,796,370					Note 9 =	\$ 10,962,319				Note 9 = \$ (7,592,747) \$ 3,369,572
			<u>\$ 8,907,954</u>					<u>\$ 88,466,094</u>					<u>\$ (21,209,550) \$ 67,256,544</u>

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2 Fixed Asset Continuity Schedule

**Table 24: Appendix 2-BA 2019 Actual**

CCA Class <sup>2</sup>	OEB Account <sup>3</sup>	Description <sup>3</sup>	Cost				Accumulated Depreciation						
			Opening Balance <sup>8</sup>	Additions <sup>4</sup>	Disposals (NBV = nil)	Disposals <sup>6</sup>	Closing Balance	Opening Balance <sup>8</sup>	Additions	Disposals (NBV = nil)	Disposals <sup>6</sup>		
	1609	Capital Contributions Paid	\$ 1,190,000				\$ 1,190,000	\$ -	\$ (26,444)		\$ (26,444)	\$ 1,163,556	
12	1611	Computer Software (Formally known as Account 1925)	\$ 9,598,886	\$ 929,373	\$ (5,518,772)		\$ 5,009,487	\$ (7,586,786)	\$ (822,468)	\$ 5,518,772	\$ (2,890,482)	\$ 2,119,005	
CEC	1612	Land Rights (Formally known as Account 1906)	\$ 173,433				\$ 173,433	\$ (5,960)	\$ (1,192)		\$ (7,152)	\$ 166,281	
N/A	1805	Land	\$ 497,489				\$ 497,489	\$ -			\$ -	\$ 497,489	
47	1820	Distribution Station Equipment <50 kV	\$ 4,694,785	\$ 80,682			\$ 4,775,467	\$ (704,117)	\$ (172,043)		\$ (876,160)	\$ 3,899,307	
47	1830	Poles, Towers & Fixtures	\$ 11,676,910	\$ 2,742,059			\$ 14,418,969	\$ (764,521)	\$ (297,915)		\$ (1,062,436)	\$ 13,356,533	
47	1835	Overhead Conductors & Devices	\$ 13,854,762	\$ 1,170,522			\$ 15,025,284	\$ (1,672,288)	\$ (380,186)		\$ (2,052,474)	\$ 12,972,810	
47	1840	Underground Conduit	\$ 2,776,353	\$ 308,346			\$ 3,084,699	\$ (246,977)	\$ (56,448)		\$ (303,425)	\$ 2,781,274	
47	1845	Underground Conductors & Devices	\$ 10,679,301	\$ 651,572	\$ (28,827)		\$ 11,302,046	\$ (1,919,788)	\$ (416,648)	\$ 28,827	\$ (2,307,609)	\$ 8,994,437	
47	1850	Line Transformers	\$ 12,015,125	\$ 1,527,895		\$ (13,379)	\$ 13,529,641	\$ (1,502,664)	\$ (380,666)		\$ 2,378	\$ (1,880,952)	\$ 11,648,689
47	1855	Services (Overhead & Underground)	\$ 1,814,731	\$ 205,473			\$ 2,020,204	\$ (277,983)	\$ (81,189)			\$ (359,172)	\$ 1,661,032
47	1860	Meters	\$ 1,026,487	\$ 218,986			\$ 1,245,473	\$ (215,290)	\$ (73,246)			\$ (288,536)	\$ 956,937
47	1860	Meters (Smart Meters)	\$ 4,598,875	\$ 73,154			\$ 4,672,029	\$ (1,698,273)	\$ (375,158)			\$ (2,073,431)	\$ 2,598,598
1b	1908	Buildings & Fixtures	\$ 6,972,022	\$ 217,530			\$ 7,189,552	\$ (907,702)	\$ (191,897)			\$ (1,099,599)	\$ 6,089,953
13	1910	Leasehold Improvements	\$ -				\$ -	\$ -				\$ -	
8	1915	Office Furniture & Equipment (10 years)	\$ 427,902	\$ 37,679	\$ (69,668)		\$ 395,913	\$ (231,588)	\$ (43,142)	\$ 69,668		\$ (205,062)	\$ 190,851
50	1920	Computer Equip.-Hardware(Post Mar. 19/07)	\$ 3,372,619	\$ 809,945	\$ (1,663,710)		\$ 2,518,854	\$ (2,408,157)	\$ (371,018)	\$ 1,663,710		\$ (1,115,465)	\$ 1,403,389
10	1930	Transportation Equipment	\$ 4,210,613	\$ 274,622	\$ (301,719)		\$ 4,183,516	\$ (1,793,562)	\$ (506,662)	\$ 301,719		\$ (1,998,505)	\$ 2,185,011
8	1935	Stores Equipment	\$ -	\$ 274	\$ (274)		\$ -	\$ (273)		\$ 273		\$ -	
8	1940	Tools, Shop & Garage Equipment	\$ 659,366	\$ 180,262	\$ (55,677)		\$ 783,951	\$ (250,302)	\$ (71,746)	\$ 55,677		\$ (266,371)	\$ 517,580
8	1945	Measurement & Testing Equipment	\$ 108,212		\$ (4,679)		\$ 103,533	\$ (70,799)	\$ (13,224)	\$ 4,679		\$ (79,344)	\$ 24,189
8	1955	Communications Equipment	\$ 64,962		\$ (3,279)		\$ 61,683	\$ (48,174)	\$ (8,979)	\$ 3,279		\$ (53,874)	\$ 7,809
8	1960	Miscellaneous Equipment	\$ 153,675	\$ 2,896	\$ (30,976)		\$ 125,595	\$ (94,376)	\$ (15,904)	\$ 30,976		\$ (79,304)	\$ 46,291
47	1970	Load Management Controls Customer Premises	\$ -				\$ -	\$ -				\$ -	
47	1980	System Supervisor Equipment	\$ 757,970		\$ (5,124)		\$ 752,846	\$ (241,097)	\$ (49,609)	\$ 5,124		\$ (285,582)	\$ 467,264
47	1990	Other Tangible Property	\$ 1,290,619	\$ 120,190			\$ 1,410,809	\$ -				\$ -	
47	1995	Contributions & Grants	\$ (5,380,670)				\$ (5,380,670)	\$ 1,459,233	\$ 293,730			\$ 1,752,963	\$ (3,627,707)
47	2440	Deferred Revenue <sup>5</sup>	\$ (1,422,772)	\$ (330,870)			\$ (1,753,642)	\$ 165,542	\$ 70,146			\$ 235,688	\$ (1,517,954)
	1534	Smart Grid	\$ 359,347	\$ 7,791			\$ 367,138	\$ -				\$ -	
		<b>Sub-Total</b>	<b>\$ 86,171,276</b>	<b>\$ 9,228,107</b>	<b>\$ (7,682,705)</b>	<b>\$ (13,379)</b>	<b>\$ 87,703,299</b>	<b>\$ (21,015,902)</b>	<b>\$ (3,991,908)</b>	<b>\$ 7,682,704</b>	<b>\$ 2,378</b>	<b>\$ (17,322,728)</b>	<b>\$ 70,380,571</b>
		Less Socialized Renewable Energy Generation Investments (input as negative)					\$ -					\$ -	
		Less Other Non Rate-Regulated Utility Assets (input as negative)					\$ -					\$ -	
		Total PP&E	\$ 86,171,276	\$ 9,228,107	\$ (7,682,705)	\$ (13,379)	\$ 87,703,299	\$ (21,015,902)	\$ (3,991,908)	\$ 7,682,704	\$ 2,378	\$ (17,322,728)	\$ 70,380,571
		Depreciation Expense adj. from gain or loss on the retirement of assets (pool of like assets), if applicable											
		Total							\$ (3,991,908)				

<b>Less: Fully Allocated Depreciation</b>											
10		Transportation									
8		Stores Equipment									
47		Deferred Revenue									

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2 Fixed Asset Continuity Schedule

Appendix 2-BA 2019 Actual - Continued

CCA Class 2	OEB Account 3	Description 3	Cost					Accumulated Depreciation					
			Opening Balance 8	Additions 4	Disposals (NBV = nil)	Disposals 6	Closing Balance	Opening Balance 8	Additions	Disposals (NBV = nil)	Disposals 6	Closing Balance	
		per above	\$ 86,171,276	\$ 9,228,107	\$ (7,682,705)	\$ (13,379)	\$ 87,703,299	\$ (21,015,902)	\$ (3,991,908)	\$ 7,682,704	\$ 2,378	\$ (17,322,728)	\$ 70,380,571
		remove GL 2440	\$ 1,422,772	\$ 330,870	\$ -	\$ -	\$ 1,753,642	\$ (165,542)	\$ (70,146)	\$ -	\$ -	\$ (235,688)	\$ 1,517,954
		GL 2075 - Non Utility Assets	\$ 89,136	\$ -	\$ -	\$ -	\$ 89,136	\$ (28,105)	\$ (3,921)	\$ -	\$ -	\$ (32,026)	\$ 57,110
		GL 2055 - CWIP	\$ 782,910	\$ 66,633	\$ -	\$ -	\$ 849,543	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 849,543
		Total Cost =	\$ 88,466,094	\$ 9,625,610	\$ (7,682,705)	\$ (13,379)	\$ 90,395,620	\$ (21,209,549)	\$ (4,065,975)	\$ 7,682,704	\$ 2,378	\$ (17,590,442)	\$ 72,805,178
			agrees to audited FS	agrees to audited FS		agrees to audited FS	agrees to audited FS		agrees to audited FS		agrees to audited FS	agrees to audited FS	
3		Note 8 =	\$ 8,696,238				Note 8 =	\$ 84,022,700			Note 8 =	\$ (14,666,362)	\$ 69,356,338
		Note 9 =	\$ 929,373				Note 9 =	\$ 6,372,920			Note 9 =	\$ (2,924,079)	\$ 3,448,841
			\$ 9,625,611					\$ 90,395,620				\$ (17,590,441)	\$ 72,805,178

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2 Fixed Asset Continuity Schedule

**Table 25: Appendix 2-BA 2020 Actual**

CCA Class <sup>2</sup>	OEB Account <sup>3</sup>	Description <sup>3</sup>	Cost					Accumulated Depreciation				
			Opening Balance <sup>8</sup>	Additions <sup>4</sup>	Disposals (NBV = nil)	Disposals <sup>6</sup>	Closing Balance	Opening Balance <sup>8</sup>	Additions	Disposals (NBV = nil)	Disposals <sup>6</sup>	Closing Balance
	1609	Capital Contributions Paid	\$ 1,190,000			\$ (20,280)	\$ 1,169,720	\$ (26,444)	\$ (25,544)			\$ (51,988) \$ 1,117,732
12	1611	Computer Software (Formally known as Account 1925)	\$ 5,009,487	\$ 1,036,529	\$ (692,351)		\$ 5,353,665	\$ (2,890,482)	\$ (881,376)	\$ 692,351		\$ (3,079,507) \$ 2,274,158
CEC	1612	Land Rights (Formally known as Account 1906)	\$ 173,433	\$ -		\$ -	\$ 173,433	\$ (7,152)	\$ (1,192)			\$ (8,344) \$ 165,089
N/A	1805	Land	\$ 497,489	\$ -		\$ -	\$ 497,489	\$ -				\$ - \$ 497,489
47	1820	Distribution Station Equipment <50 kV	\$ 4,775,467	\$ 31,673		\$ -	\$ 4,807,140	\$ (876,160)	\$ (173,321)			\$ (1,049,481) \$ 3,757,659
47	1830	Poles, Towers & Fixtures	\$ 14,418,969	\$ 2,750,320			\$ 17,169,289	\$ (1,062,436)	\$ (354,757)			\$ (1,417,193) \$ 15,752,096
47	1835	Overhead Conductors & Devices	\$ 15,025,284	\$ 684,952			\$ 15,710,236	\$ (2,052,474)	\$ (401,191)			\$ (2,453,665) \$ 13,256,570
47	1840	Underground Conduit	\$ 3,084,699	\$ 261,904			\$ 3,346,603	\$ (303,425)	\$ (62,598)			\$ (366,023) \$ 2,980,579
47	1845	Underground Conductors & Devices	\$ 11,302,046	\$ 893,313			\$ 12,195,359	\$ (2,307,609)	\$ (431,504)			\$ (2,739,113) \$ 9,456,246
47	1850	Line Transformers	\$ 13,529,641	\$ 1,142,633			\$ 14,672,274	\$ (1,880,952)	\$ (410,760)			\$ (2,291,712) \$ 12,380,562
47	1855	Services (Overhead & Underground)	\$ 2,020,204	\$ 245,648			\$ 2,265,852	\$ (359,172)	\$ (90,509)			\$ (449,681) \$ 1,816,171
47	1860	Meters	\$ 1,245,473	\$ 467			\$ 1,245,940	\$ (288,536)	\$ (76,612)			\$ (365,149) \$ 880,791
47	1860	Meters (Smart Meters)	\$ 4,672,029	\$ 491,192			\$ 5,163,221	\$ (2,073,431)	\$ (396,113)			\$ (2,469,544) \$ 2,693,677
1b	1908	Buildings & Fixtures	\$ 7,189,552	\$ 192,393			\$ 7,381,945	\$ (1,099,599)	\$ (174,465)			\$ (1,274,064) \$ 6,107,882
13	1910	Leasehold Improvements	\$ -				\$ -	\$ -				\$ - \$ -
8	1915	Office Furniture & Equipment (10 years)	\$ 395,913	\$ 17,659	\$ (17,758)		\$ 395,814	\$ (205,062)	\$ (43,808)	\$ 17,758		\$ (231,112) \$ 164,702
50	1920	Computer Equip.-Hardware(Post Mar. 19/07)	\$ 2,518,854	\$ 823,843	\$ (401,543)		\$ 2,941,154	\$ (1,115,465)	\$ (439,870)	\$ 401,543		\$ (1,153,792) \$ 1,787,362
10	1930	Transportation Equipment	\$ 4,183,516	\$ 957,741	\$ (19,145)	\$ (194,103)	\$ 4,928,009	\$ (1,998,505)	\$ (434,128)	\$ 19,145	\$ 126,385	\$ (2,287,103) \$ 2,640,906
8	1935	Stores Equipment	\$ -				\$ -	\$ -				\$ - \$ -
8	1940	Tools, Shop & Garage Equipment	\$ 783,951	\$ 174,234	\$ (26,677)		\$ 931,508	\$ (266,371)	\$ (81,612)	\$ 26,677		\$ (321,306) \$ 610,202
8	1945	Measurement & Testing Equipment	\$ 103,533				\$ 103,533	\$ (79,344)	\$ (11,912)			\$ (91,256) \$ 12,277
8	1955	Communications Equipment	\$ 61,683				\$ 61,683	\$ (53,874)	\$ (7,783)			\$ (61,657) \$ 26
8	1960	Miscellaneous Equipment	\$ 125,595		\$ (6,270)		\$ 119,325	\$ (79,304)	\$ (13,566)	\$ 6,270		\$ (86,600) \$ 32,725
47	1970	Load Management Controls Customer Premises	\$ -				\$ -	\$ -				\$ - \$ -
47	1980	System Supervisor Equipment	\$ 752,846		\$ (46,841)		\$ 706,005	\$ (285,582)	\$ (41,804)	\$ 46,841		\$ (280,545) \$ 425,460
47	1990	Other Tangible Property	\$ 1,410,809	\$ 174,373			\$ 1,585,182	\$ -				\$ - \$ 1,585,182
47	1995	Contributions & Grants	\$ (5,380,670)				\$ (5,380,670)	\$ 1,752,963	\$ 293,730			\$ 2,046,693) \$ (3,333,977)
47	2440	Deferred Revenue <sup>5</sup>	\$ (1,753,642)	\$ (481,628)			\$ (2,235,270)	\$ 235,688	\$ 89,411			\$ 325,099) \$ (1,910,171)
1534		Smart Grid	\$ 367,138			\$ (367,138)	\$ 0	\$ -				\$ - \$ 0
		<b>Sub-Total</b>	<b>\$ 87,703,299</b>	<b>\$ 9,397,246</b>	<b>\$ (1,210,585)</b>	<b>\$ (581,520)</b>	<b>\$ 95,308,440</b>	<b>\$ (17,322,728)</b>	<b>\$ (4,171,285)</b>	<b>\$ 1,210,585</b>	<b>\$ 126,385</b>	<b>\$ (20,157,043)</b> \$ 75,151,397
		Less Socialized Renewable Energy Generation Investments (input as negative)					\$ -					\$ - \$ -
		Less Other Non Rate-Regulated Utility Assets (input as negative)					\$ -					\$ - \$ -
		Total PP&E	\$ 87,703,299	\$ 9,397,246	\$ (1,210,585)	\$ (581,520)	\$ 95,308,440	\$ (17,322,728)	\$ (4,171,285)	\$ 1,210,585	\$ 126,385	\$ (20,157,043) \$ 75,151,397
		Depreciation Expense adj. from gain or loss on the retirement of assets (pool of like assets), if applicable										
		Total							\$ (4,171,285)			

**Less: Fully Allocated Depreciation**

10	Transportation	
8	Stores Equipment	
47	Deferred Revenue	\$ (89,411)

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2 Fixed Asset Continuity Schedule

Appendix 2-BA 2020 Actual - Continued

CCA Class 2	OEB Account 3	Description 3	Cost					Accumulated Depreciation					Net Book Value	
			Opening Balance 8	Additions 4	Disposals (NBV = nil)	Disposals 6	Closing Balance	Opening Balance 8	Additions	Disposals (NBV = nil)	Disposals 6	Closing Balance		
		per above	\$ 87,703,299	\$ 9,397,246	\$ (1,210,585)	\$ (581,520)	\$ 95,308,440	\$ (17,322,728)	\$ (4,171,285)	\$ 1,210,585	\$ 126,385	\$ (20,157,043)	\$ 75,151,397	
		remove GL 2440	\$ 1,753,642	\$ 481,628	\$ -	\$ -	\$ 2,235,270	\$ (235,688)	\$ (89,411)	\$ -	\$ -	\$ (325,099)	\$ 1,910,171	
		GL 2075 - Non Utility Assets	\$ 89,136	\$ -	\$ (16,367)	\$ -	\$ 72,769	\$ (32,026)	\$ (3,921)	\$ 16,367	\$ -	\$ (19,580)	\$ 53,189	
		GL 2055 - CWIP	\$ 849,543	\$ (150,341)	\$ -	\$ -	\$ 699,202	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 699,202	
		Total Cost =	\$ 90,395,620	\$ 9,728,533	\$ (1,226,952)	\$ (581,520)	\$ 98,315,681	\$ (17,590,442)	\$ (4,264,617)	\$ 1,226,952	\$ 126,385	\$ (20,501,722)	\$ 77,813,958	
			agrees to audited FS	agrees to audited FS	agrees to audited FS	agrees to audited FS	agrees to audited FS	agrees to audited FS	agrees to audited FS	agrees to audited FS	agrees to audited FS	agrees to audited FS	agrees to audited FS	
3		Note 8 = \$ 8,692,004						Note 8 = \$ 91,618,863		Note 8 = \$ (3,356,505)			Note 8 = \$ (17,361,882)	\$ 74,256,981
		Note 9 = \$ 1,036,529						Note 9 = \$ 6,696,818		Note 9 = \$ (908,112)			Note 9 = \$ (3,139,840)	\$ 3,556,978
								\$ 98,315,681		\$ (4,264,617)			\$ (20,501,722)	\$ 77,813,958

1

2 Fixed Asset Continuity Schedule

**Table 26: Appendix 2-BA 2021 Actual**

CCA Class <sup>2</sup>	OEB Account <sup>3</sup>	Description <sup>3</sup>	Cost					Accumulated Depreciation				
			Opening Balance <sup>8</sup>	Additions <sup>4</sup>	Disposals (NBV = nil)	Disposals <sup>6</sup>	Closing Balance	Opening Balance <sup>8</sup>	Additions	Disposals (NBV = nil)	Disposals <sup>6</sup>	Closing Balance
	1609	Capital Contributions Paid	\$ 1,169,720	\$ -			\$ 1,169,720	\$ (51,988)	\$ (25,994)			\$ (77,982) \$ 1,091,738
12	1611	Computer Software (Formally known as Account 1925)	\$ 5,353,665	\$ 942,642	\$ (996,105)		\$ 5,300,202	\$ (3,079,507)	\$ (920,668)	\$ 996,105		\$ (3,004,070) \$ 2,296,132
CEC	1612	Land Rights (Formally known as Account 1906)	\$ 173,433				\$ 173,433	\$ (8,344)	\$ (1,192)			\$ (9,536) \$ 163,897
N/A	1805	Land	\$ 497,489				\$ 497,489	\$ -				\$ - \$ 497,489
47	1820	Distribution Station Equipment <50 kV	\$ 4,807,140	\$ 293,229	\$ (3,875)		\$ 5,096,495	\$ (1,049,481)	\$ (179,628)	\$ 3,875		\$ (1,225,234) \$ 3,871,261
47	1830	Poles, Towers & Fixtures	\$ 17,169,289	\$ 2,331,237			\$ 19,500,526	\$ (1,417,193)	\$ (418,770)			\$ (1,835,963) \$ 17,664,564
47	1835	Overhead Conductors & Devices	\$ 15,710,236	\$ 1,047,682			\$ 16,757,917	\$ (2,453,665)	\$ (419,086)			\$ (2,872,751) \$ 13,885,166
47	1840	Underground Conduit	\$ 3,346,603	\$ 296,834			\$ 3,643,437	\$ (366,023)	\$ (68,197)			\$ (434,220) \$ 3,209,217
47	1845	Underground Conductors & Devices	\$ 12,195,359	\$ 668,089			\$ 12,863,448	\$ (2,739,113)	\$ (450,723)			\$ (3,189,836) \$ 9,673,612
47	1850	Line Transformers	\$ 14,672,274	\$ 1,263,424			\$ 15,935,698	\$ (2,291,712)	\$ (443,598)			\$ (2,735,310) \$ 13,200,388
47	1855	Services (Overhead & Underground)	\$ 2,265,852	\$ 331,515			\$ 2,597,366	\$ (449,681)	\$ (103,073)			\$ (552,754) \$ 2,044,613
47	1860	Meters	\$ 1,245,940	\$ 9,274			\$ 1,255,214	\$ (365,149)	\$ (76,984)			\$ (442,133) \$ 813,081
47	1860	Meters (Smart Meters)	\$ 5,163,221	\$ 172,554			\$ 5,335,775	\$ (2,469,544)	\$ (416,843)			\$ (2,886,386) \$ 2,449,389
1b	1908	Buildings & Fixtures	\$ 7,381,945	\$ 231,963	\$ (128,294)		\$ 7,485,614	\$ (1,274,064)	\$ (182,899)	\$ 128,294		\$ (1,328,669) \$ 6,156,945
13	1910	Leasehold Improvements	\$ -				\$ -	\$ -				\$ - \$ -
8	1915	Office Furniture & Equipment (10 years)	\$ 395,814	\$ 47,360	\$ (13,619)		\$ 429,556	\$ (231,112)	\$ (39,041)	\$ 13,619		\$ (256,534) \$ 173,021
50	1920	Computer Equip.-Hardware(Post Mar. 19/07)	\$ 2,941,154	\$ 607,521	\$ (177,871)		\$ 3,370,804	\$ (1,153,792)	\$ (598,095)	\$ 177,871		\$ (1,574,016) \$ 1,796,788
10	1930	Transportation Equipment	\$ 4,928,009	\$ 275,216	\$ (656,334)		\$ 4,546,891	\$ (2,287,103)	\$ (470,646)	\$ 656,334		\$ (2,101,415) \$ 2,445,476
8	1935	Stores Equipment	\$ -	\$ 49,922			\$ 49,922	\$ -	\$ (2,080)			\$ (2,080) \$ 47,842
8	1940	Tools, Shop & Garage Equipment	\$ 931,508	\$ 84,941	\$ (49,195)		\$ 967,255	\$ (321,306)	\$ (92,824)	\$ 49,195		\$ (364,935) \$ 602,320
8	1945	Measurement & Testing Equipment	\$ 103,533		\$ (10,927)		\$ 92,606	\$ (91,256)	\$ (8,271)	\$ 10,927		\$ (88,600) \$ 4,006
8	1955	Communications Equipment	\$ 61,683		\$ (60,602)		\$ 1,081	\$ (61,657)	\$ (25)	\$ 60,602		\$ (1,080) \$ 1
8	1960	Miscellaneous Equipment	\$ 119,325	\$ 11,291	\$ (25,904)		\$ 104,712	\$ (86,600)	\$ (11,122)	\$ 25,904		\$ (71,818) \$ 32,894
47	1970	Load Management Controls Customer Premises	\$ -				\$ -	\$ -				\$ - \$ -
47	1980	System Supervisor Equipment	\$ 706,005	\$ 2,477			\$ 708,482	\$ (280,545)	\$ (36,268)			\$ (316,812) \$ 391,670
47	1990	Other Tangible Property	\$ 1,585,182	\$ 372,781			\$ 1,957,963	\$ -				\$ - \$ 1,957,963
47	1995	Contributions & Grants	\$ (5,380,670)				\$ (5,380,670)	\$ 2,046,693	\$ 293,730			\$ 2,340,423) \$ (3,040,247)
47	2440	Deferred Revenue <sup>5</sup>	\$ (2,235,270)	\$ (229,470)			\$ (2,464,740)	\$ 325,099	\$ 98,590			\$ 423,688) \$ (2,041,051)
1534		Smart Grid	\$ 0				\$ 0	\$ -				\$ 0 \$ 0
		<b>Sub-Total</b>	<b>\$ 95,308,440</b>	<b>\$ 8,810,483</b>	<b>\$ (2,122,726)</b>	<b>\$ -</b>	<b>\$ 101,996,197</b>	<b>\$ (20,157,043)</b>	<b>\$ (4,573,704)</b>	<b>\$ 2,122,726</b>	<b>\$ -</b>	<b>\$ (22,608,022)</b> <b>\$ 79,388,175</b>
		Less Socialized Renewable Energy Generation Investments (input as negative)					\$ -					\$ - \$ -
		Less Other Non Rate-Regulated Utility Assets (input as negative)					\$ -					\$ - \$ -
		Total PP&E	\$ 95,308,440	\$ 8,810,483	\$ (2,122,726)	\$ -	\$ 101,996,197	\$ (20,157,043)	\$ (4,573,704)	\$ 2,122,726	\$ -	\$ (22,608,022) \$ 79,388,175
		Depreciation Expense adj. from gain or loss on the retirement of assets (pool of like assets), if applicable										
		Total							\$ (4,573,704)			

<b>Less: Fully Allocated Depreciation</b>												
10		Transportation										
8		Stores Equipment										
47		Deferred Revenue										

3

1

## 2 Fixed Asset Continuity Schedule

## **Appendix 2-BA 2021 Actual - Continued**

1

2 Fixed Asset Continuity Schedule

CCA Class 2	OEB Account 3	Description <sup>3</sup>	Cost				Accumulated Depreciation					
			Opening Balance <sup>8</sup>	Additions <sup>4</sup>	Disposals (NBV = nil)	Disposals <sup>6</sup>	Closing Balance	Opening Balance <sup>8</sup>	Additions	Disposals (NBV = nil)	Disposals <sup>6</sup>	
	1609	Capital Contributions Paid	\$ 1,169,720				\$ 1,169,720	\$ (77,982)	\$ (25,994)			\$ (103,976) \$ 1,065,744
12	1611	Computer Software (Formally known as Account 1925)	\$ 5,300,202	\$ 1,270,000	\$ (1,108,782)		\$ 5,461,420	\$ (3,004,070)	\$ (900,215)	\$ 1,108,782		\$ (2,795,503) \$ 2,665,917
CEC	1612	Land Rights (Formally known as Account 1906)	\$ 173,433				\$ 173,433	\$ (9,536)	\$ (1,192)			\$ (10,729) \$ 162,704
N/A	1805	Land	\$ 497,489	\$ 900,000			\$ 1,397,489	\$ -				\$ 1,397,489
47	1820	Distribution Station Equipment <50 kV	\$ 5,096,495	\$ 434,700			\$ 5,531,195	\$ (1,225,234)	\$ (188,959)			\$ (1,414,193) \$ 4,117,002
47	1830	Poles, Towers & Fixtures	\$ 19,500,526	\$ 2,774,400			\$ 22,274,926	\$ (1,835,963)	\$ (470,774)			\$ (2,306,737) \$ 19,968,190
47	1835	Overhead Conductors & Devices	\$ 16,757,917	\$ 1,111,200			\$ 17,869,117	\$ (2,872,751)	\$ (439,084)			\$ (3,311,835) \$ 14,557,282
47	1840	Underground Conduit	\$ 3,643,437	\$ 500,200			\$ 4,143,637	\$ (434,220)	\$ (74,830)			\$ (509,050) \$ 3,634,587
47	1845	Underground Conductors & Devices	\$ 12,863,448	\$ 1,141,100	\$ (575,207)		\$ 13,429,341	\$ (3,189,836)	\$ (406,440)	\$ 575,207		\$ (3,021,069) \$ 10,408,272
47	1850	Line Transformers	\$ 15,935,698	\$ 1,469,100			\$ 17,404,798	\$ (2,735,310)	\$ (475,190)			\$ (3,210,500) \$ 14,194,298
47	1855	Services (Overhead & Underground)	\$ 2,597,366	\$ 526,400			\$ 3,123,766	\$ (552,754)	\$ (119,021)			\$ (671,775) \$ 2,451,992
47	1860	Meters	\$ 1,255,214	\$ 8,600			\$ 1,263,814	\$ (442,133)	\$ (77,413)			\$ (519,546) \$ 744,268
47	1860	Meters (Smart Meters)	\$ 5,335,775	\$ 238,800			\$ 5,574,575	\$ (2,886,386)	\$ (429,596)			\$ (3,315,982) \$ 2,258,593
1b	1908	Buildings & Fixtures	\$ 7,485,614	\$ 148,500			\$ 7,634,114	\$ (1,328,669)	\$ (188,099)			\$ (1,516,768) \$ 6,117,346
13	1910	Leasehold Improvements	\$ -				\$ -	\$ -				\$ -
8	1915	Office Furniture & Equipment (10 years)	\$ 429,556	\$ 32,000	\$ (52,673)		\$ 408,883	\$ (256,534)	\$ (39,095)	\$ 52,673		\$ (242,956) \$ 165,926
50	1920	Computer Equip.-Hardware(Post Mar. 19/07)	\$ 3,370,804	\$ 646,900	\$ (261,921)		\$ 3,755,783	\$ (1,574,016)	\$ (647,170)	\$ 261,921		\$ (1,959,265) \$ 1,796,518
10	1930	Transportation Equipment	\$ 4,546,891	\$ 748,000	\$ (276,701)		\$ 5,018,190	\$ (2,101,415)	\$ (459,831)	\$ 276,701		\$ (2,284,545) \$ 2,733,645
8	1935	Stores Equipment	\$ 49,922				\$ 49,922	\$ (2,080)	\$ (6,240)			\$ (8,320) \$ 41,602
8	1940	Tools, Shop & Garage Equipment	\$ 967,255	\$ 142,000	\$ (29,014)		\$ 1,080,241	\$ (364,935)	\$ (99,843)	\$ 29,014		\$ (435,764) \$ 644,477
8	1945	Measurement & Testing Equipment	\$ 92,606		\$ (49,755)		\$ 42,851	\$ (88,600)	\$ (4,008)	\$ 49,755		\$ (42,853) \$ (2)
8	1955	Communications Equipment	\$ 1,081		\$ (1,081)		\$ -	\$ (1,080)		\$ 1,080		\$ 0 \$ 0
8	1960	Miscellaneous Equipment	\$ 104,712	\$ 57,000	\$ (20,412)		\$ 141,300	\$ (71,818)	\$ (11,589)	\$ 20,412		\$ (62,995) \$ 78,305
47	1970	Load Management Controls Customer Premises	\$ -				\$ -	\$ -				\$ -
47	1980	System Supervisor Equipment	\$ 708,482	\$ 3,100	\$ (39,196)		\$ 672,386	\$ (316,812)	\$ (33,705)	\$ 39,196		\$ (311,322) \$ 361,065
47	1990	Other Tangible Property	\$ 1,957,963				\$ 1,957,963	\$ -				\$ -
47	1995	Contributions & Grants	\$ (5,380,670)				\$ (5,380,670)	\$ 2,340,423	\$ 82,713			\$ 2,423,138 \$ (2,957,534)
47	2440	Deferred Revenue <sup>5</sup>	\$ (2,464,740)	\$ (1,000,000)			\$ (3,464,740)	\$ 423,688	\$ 64,530			\$ 488,218 \$ (2,976,521)
1534		Smart Grid	\$ 0				\$ 0	\$ -				\$ - \$ 0
		<b>Sub-Total</b>	<b>\$ 101,996,197</b>	<b>\$ 11,152,000</b>	<b>\$ (2,414,742)</b>	<b>\$ -</b>	<b>\$ 110,733,455</b>	<b>\$ (22,608,022)</b>	<b>\$ (4,951,046)</b>	<b>\$ 2,414,741</b>	<b>\$ -</b>	<b>\$ (25,144,326) \$ 85,589,129</b>
		Less Socialized Renewable Energy Generation Investments (input as negative)					\$ -					\$ - \$ -
		Less Other Non Rate-Regulated Utility Assets (input as negative)					\$ -					\$ - \$ -
		Total PP&E	<b>\$ 101,996,197</b>	<b>\$ 11,152,000</b>	<b>\$ (2,414,742)</b>	<b>\$ -</b>	<b>\$ 110,733,455</b>	<b>\$ (22,608,022)</b>	<b>\$ (4,951,046)</b>	<b>\$ 2,414,741</b>	<b>\$ -</b>	<b>\$ (25,144,326) \$ 85,589,129</b>
		Depreciation Expense adj. from gain or loss on the retirement of assets (pool of like assets), if applicable										
		Total										<b>\$ (4,951,046)</b>

		Less: Fully Allocated Depreciation			
10	Transportation	Transportation			
8	Stores Equipment	Stores Equipment			
47	Deferred Revenue	Deferred Revenue			
		Net Depreciation			

per above \$ 11,152,000  
add back deferred revenue addition \$ 1,000,000  
2022 capital additions = \$ 12,152,000

3

1

2 Fixed Asset Continuity Schedule

CCA Class 2	OEB Account 3	Description <sup>3</sup>	Cost				Accumulated Depreciation				Net Book Value	
			Opening Balance <sup>8</sup>	Additions <sup>4</sup>	Disposals (NBV = nil)	Disposals <sup>6</sup>	Closing Balance	Opening Balance <sup>8</sup>	Additions	Disposals (NBV = nil)	Disposals <sup>6</sup>	
	1609	Capital Contributions Paid	\$ 1,169,720				\$ 1,169,720	\$ (103,976)	\$ (25,994)			\$ (129,970) \$ 1,039,750
12	1611	Computer Software (Formally known as Account 1925)	\$ 5,461,420	\$ 1,490,000	\$ (676,507)		\$ 6,274,913	\$ (2,795,503)	\$ (1,045,142)	\$ 676,507		\$ (3,164,138) \$ 3,110,775
CEC	1612	Land Rights (Formally known as Account 1906)	\$ 173,433				\$ 173,433	\$ (10,729)	\$ (1,192)			\$ (11,921) \$ 161,512
N/A	1805	Land	\$ 1,397,489	\$ -			\$ 1,397,489	\$ -				\$ - \$ 1,397,489
47	1820	Distribution Station Equipment <50 kV	\$ 5,531,195	\$ 1,147,820			\$ 6,679,015	\$ (1,414,193)	\$ (210,942)			\$ (1,625,135) \$ 5,053,880
47	1830	Poles, Towers & Fixtures	\$ 22,274,926	\$ 2,962,961			\$ 25,237,887	\$ (2,306,737)	\$ (534,522)			\$ (2,841,259) \$ 22,396,629
47	1835	Overhead Conductors & Devices	\$ 17,869,117	\$ 1,565,939			\$ 19,435,056	\$ (3,311,835)	\$ (465,517)			\$ (3,777,352) \$ 15,657,704
47	1840	Underground Conduit	\$ 4,143,637	\$ 506,561			\$ 4,650,198	\$ (509,050)	\$ (84,626)			\$ (593,676) \$ 4,056,522
47	1845	Underground Conductors & Devices	\$ 13,429,341	\$ 882,089			\$ 14,311,430	\$ (3,021,069)	\$ (440,224)			\$ (3,461,293) \$ 10,850,137
47	1850	Line Transformers	\$ 17,404,798	\$ 1,423,770			\$ 18,828,568	\$ (3,210,500)	\$ (511,351)			\$ (3,721,851) \$ 15,106,717
47	1855	Services (Overhead & Underground)	\$ 3,123,766	\$ 577,803			\$ 3,701,569	\$ (671,775)	\$ (141,106)			\$ (812,881) \$ 2,888,689
47	1860	Meters	\$ 1,263,814	\$ 9,073			\$ 1,272,887	\$ (519,546)	\$ (77,767)			\$ (597,313) \$ 675,574
47	1860	Meters (Smart Meters)	\$ 5,574,575	\$ 252,684			\$ 5,827,259	\$ (3,315,982)	\$ (445,979)			\$ (3,761,961) \$ 2,065,298
1b	1908	Buildings & Fixtures	\$ 7,634,114	\$ 122,400			\$ 7,756,514	\$ (1,516,768)	\$ (191,436)			\$ (1,708,204) \$ 6,048,310
13	1910	Leasehold Improvements	\$ -				\$ -	\$ -				\$ - \$ -
8	1915	Office Furniture & Equipment (10 years)	\$ 408,883	\$ 32,500			\$ 441,383	\$ (242,956)	\$ (31,234)			\$ (274,190) \$ 167,192
50	1920	Computer Equip.-Hardware(Post Mar. 19/07)	\$ 3,755,783	\$ 550,590	\$ (340,752)		\$ 3,965,621	\$ (1,959,265)	\$ (713,829)	\$ 340,752		\$ (2,332,342) \$ 1,633,279
10	1930	Transportation Equipment	\$ 5,018,190	\$ 285,750	\$ (349,107)		\$ 4,954,833	\$ (2,284,545)	\$ (498,337)	\$ 349,107		\$ (2,433,775) \$ 2,521,058
8	1935	Stores Equipment	\$ 49,922				\$ 49,922	\$ (8,320)	\$ (6,240)			\$ (14,560) \$ 35,362
8	1940	Tools, Shop & Garage Equipment	\$ 1,080,241	\$ 159,550	\$ (27,076)		\$ 1,212,715	\$ (435,764)	\$ (112,208)	\$ 27,076		\$ (520,896) \$ 691,819
8	1945	Measurement & Testing Equipment	\$ 42,851		\$ (42,851)		\$ -	\$ (42,853)		\$ 42,853		\$ 0 \$ 0
8	1955	Communications Equipment	\$ -	\$ 375,000			\$ 375,000	\$ 0	\$ (18,750)			\$ (18,750) \$ 356,250
8	1960	Miscellaneous Equipment	\$ 141,300	\$ 24,200			\$ 165,500	\$ (62,995)	\$ (12,526)			\$ (75,521) \$ 89,979
47	1970	Load Management Controls Customer Premises	\$ -				\$ -	\$ -				\$ - \$ -
47	1980	System Supervisor Equipment	\$ 672,386	\$ 3,410	\$ (56,796)		\$ 619,000	\$ (311,322)	\$ (27,834)	\$ 56,796		\$ (282,360) \$ 336,641
47	1980	System Supervisor Equipment (smart grid)	\$ 56,969				\$ 56,969	\$ (15,533)	\$ (2,279)			\$ (17,812) \$ 39,157
47	1990	Other Tangible Property	\$ 1,957,963				\$ 1,957,963	\$ -				\$ - \$ 1,957,963
47	1995	Contributions & Grants	\$ (5,380,670)				\$ (5,380,670)	\$ 2,423,136	\$ 82,713			\$ 2,505,849 \$ (2,874,821)
47	2440	Deferred Revenue <sup>5</sup>	\$ (3,464,740)	\$ (1,000,000)			\$ (4,464,740)	\$ 488,218	\$ 84,530			\$ 572,748 \$ (3,891,991)
1534		Smart Grid	\$ 0				\$ 0	\$ -				\$ - \$ 0
		Sub-Total	\$ 110,790,424	\$ 11,372,100	\$ (1,493,089)	\$ -	\$ 120,669,435	\$ (25,159,859)	\$ (5,431,792)	\$ 1,493,091	\$ -	\$ (29,098,561) \$ 91,570,875
		Less Socialized Renewable Energy Generation Investments (input as negative)					\$ -					\$ - \$ -
		Less Other Non Rate-Regulated Utility Assets (input as negative)					\$ -					\$ - \$ -
		Total PP&E	\$ 110,790,424	\$ 11,372,100	\$ (1,493,089)	\$ -	\$ 120,669,435	\$ (25,159,859)	\$ (5,431,792)	\$ 1,493,091	\$ -	\$ (29,098,561) \$ 91,570,875
		Depreciation Expense adj. from gain or loss on the retirement of assets (pool of like assets), if applicable					\$ -					
		Total					\$ (5,431,792)					

Less: Fully Allocated Depreciation											
10		Transportation									
8		Stores Equipment									
47		Deferred Revenue									
		Net Depreciation									

per above \$ 11,372,100  
add back deferred revenue addition \$ 1,000,000  
2022 capital additions = \$ 12,372,100

3

1   **2.3 Gross Assets – Property Plant and Equipment and Accumulated Depreciation**

2

3   ***2.3.1 Breakdown by Function***

4   Presented in Table 29 are Bluewater's assets divided into four categories; intangible plant, distribution  
5   plant, general plant, and contributions and grants. Consistent with the USoA, the categories include the  
6   following accounts:

7

- 8   • Intangible plant asset accounts include USoA 1609 to 1612 – these accounts include assets such  
9   as capital contributions paid, computer software, and land rights

10

- 11   • Distribution plant asset accounts include USoA 1805 to 1860 - these accounts include assets such  
12   as land, substation equipment, poles, wires, transformers and meters;

13

- 14   • General plant asset accounts include USoA 1905 to 1990 - these accounts include assets such as  
15   buildings, furniture & equipment, computer hardware, transportation equipment, tools, and  
16   various other types of equipment;

17

- 18   • Contributions and grants include USoA 1995 (CGAAP) and 2440 (IFRS) – these two accounts  
19   include all contributions in aid of capital that has been received or forecasted to be received as  
20   per the Distribution System Code ("DSC")

21

22   It is noted that Work-in-Process ("WIP") is excluded from all calculations for rate base, including being  
23   excluded from gross capital assets. The WIP costs are for assets that are considered not to be in-service  
24   as at December 31<sup>st</sup> of the applicable fiscal year. Costs are transferred out of WIP and into the appropriate  
25   category above once designated in-service in the field. Bluewater does not have any WIP recorded in the  
26   2022 Bridge Year and the 2023 Test Year.

1

**Table 29: Gross Assets Breakdown by Function**

Description	2013 OEB Approved (MIFRS)	2013 Actual (CGAAP)	2014 Actual (CGAAP)	2014 Actual (MIFRS)	2015 Actual (MIFRS)
Gross Intangible Plant	16,278,758	10,354,635	11,166,155	6,384,556	7,379,160
Gross Distribution Plant	87,238,682	68,562,289	71,005,593	42,031,145	47,342,894
Gross General Plant	26,941,466	19,519,483	20,213,973	13,073,296	13,853,132
Gross Contributions and Grants	(7,480,884)	(7,343,254)	(7,564,548)	(5,601,964)	(5,962,371)
Reconciling Item	(30)	-	-	-	-
<b>Gross Assets for Rate Base</b>	<b>122,977,992</b>	<b>91,093,153</b>	<b>94,821,173</b>	<b>55,887,033</b>	<b>62,612,815</b>

2

3

Description	2016 Actual	2017 Actual	2018 Actual	2019 Actual
Gross Intangible Plant	8,489,442	9,165,949	10,962,319	6,372,920
Gross Distribution Plant	52,642,567	57,850,689	63,634,818	70,571,301
Gross General Plant	15,229,933	16,894,187	18,377,581	17,893,390
Gross Contributions and Grants	(6,234,980)	(6,439,133)	(6,803,442)	(7,134,312)
<b>Gross Assets for Rate Base</b>	<b>70,126,962</b>	<b>77,471,692</b>	<b>86,171,276</b>	<b>87,703,299</b>

4

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Description	2020 Actual	2021 Actual	2022 Bridge Year	2023 Test Year
Gross Intangible Plant	6,696,818	6,643,355	6,804,573	7,618,066
Gross Distribution Plant	77,073,402	83,483,365	92,012,658	101,341,358
Gross General Plant	19,154,159	19,714,886	20,761,633	21,555,420
Gross Contributions and Grants	(7,615,940)	(7,845,410)	(8,845,410)	(9,845,410)
<b>Gross Assets for Rate Base</b>	<b>95,308,440</b>	<b>101,996,197</b>	<b>110,733,455</b>	<b>120,669,435</b>

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### **2.3.2 Breakdown by Major Plant Account**

9 Provided in **Table 30** below are detailed componentization of the year-end gross assets by major plant  
 10 account for each functionalized plant item. The description for each account is per the Board's Uniform  
 11 System of Accounts found in the Accounting Procedures Handbook. Bluewater has also included a  
 12 breakdown of the year-end accumulated depreciation in the same format in **Table 30**, as well as the year-  
 13 end net book value in **Table 31**

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**Table 30: Gross Asset Detailed Breakdown by Function**

Description	2013 OEB Approved (MIFRS)	2013 Actual (CGAAP)	2014 Actual (CGAAP)	2014 Actual (MIFRS)	2015 Actual (MIFRS)
<b>Intangible Plant</b>					
1609 - Capital Contributions Paid	-	-	-	-	-
1611 - Computer Software (Formally Account 1925)	15,738,398	10,324,830	10,976,350	6,211,123	7,205,727
1612 - Land Rights (Formally known as Account 1906)	540,360	29,805	189,805	173,433	173,433
<b>Gross Intangible Plant</b>	<b>16,278,758</b>	<b>10,354,635</b>	<b>11,166,155</b>	<b>6,384,556</b>	<b>7,379,160</b>
<b>Distribution Plant</b>					
1805 - Land	497,489	497,489	497,489	497,489	497,489
1820 - Distribution Station Equipment <50 kV	7,029,639	5,302,640	5,381,948	3,318,488	3,759,768
1830 - Poles, Towers & Fixtures	4,062,271	3,823,822	4,209,539	3,777,222	5,271,477
1835 - Overhead Conductors & Devices	28,539,510	21,408,078	21,836,479	10,545,229	11,659,934
1840 - Underground Conduit	1,465,143	1,546,829	1,715,550	1,536,862	1,687,553
1845 - Underground Conductors & Devices	21,914,936	16,941,244	17,502,169	8,558,108	9,298,237
1850 - Line Transformers	16,998,712	12,863,259	13,441,700	8,108,487	9,212,439
1855 - Services (Overhead & Underground)	802,806	922,954	1,115,674	1,000,701	1,173,301
1860 - Meters	1,266,228	897,290	920,186	663,045	682,644
1860 - Meters (Smart Meters)	4,661,948	4,358,684	4,384,859	4,025,514	4,100,052
<b>Gross Distribution Plant</b>	<b>87,238,682</b>	<b>68,562,289</b>	<b>71,005,593</b>	<b>42,031,145</b>	<b>47,342,894</b>
<b>General Plant</b>					
1908 - Buildings & Fixtures	8,370,320	7,904,965	8,033,261	6,588,689	6,641,861
1915 - Office Furniture & Equipment (10 years)	978,617	464,611	474,460	274,599	284,244
1920 - Computer Equip.-Hardware(Post Mar. 19/07)	7,202,536	3,441,090	3,842,633	2,065,254	2,243,125
1930 - Transportation Equipment	5,443,916	4,847,465	4,731,082	2,088,258	2,219,647
1935 - Stores Equipment	81,138	38,548	38,548	274	274
1940 - Tools, Shop & Garage Equipment	1,011,840	451,887	511,326	270,008	287,551
1945 - Measurement & Testing Equipment	371,635	167,502	167,502	108,212	108,212
1955 - Communications Equipment	252,975	130,585	130,585	64,962	64,962
1960 - Miscellaneous Equipment	784,532	181,087	187,357	128,555	128,555
1970 - Load Management Controls Customer Premises	464,917	-	-	-	-
1980 - System Supervisor Equipment	1,333,760	1,145,596	1,279,356	666,622	731,574
1990 - Other Tangible Property	645,280	746,147	817,863	817,863	882,838
1534 - Smart Grid	-	-	-	-	260,289
<b>Gross General Plant</b>	<b>26,941,466</b>	<b>19,519,483</b>	<b>20,213,973</b>	<b>13,073,296</b>	<b>13,853,132</b>
<b>Contributions and Grants</b>					
1995 - Contributions & Grants	(7,480,884)	(7,343,254)	(7,564,548)	(5,380,670)	(5,380,670)
2440 - Deferred Revenue	-	-	-	(221,294)	(581,701)
<b>Gross Contributions and Grants</b>	<b>(7,480,884)</b>	<b>(7,343,254)</b>	<b>(7,564,548)</b>	<b>(5,601,964)</b>	<b>(5,962,371)</b>
Reconciling Item	(30)	-	-	-	-
<b>Gross Assets for Rate Base</b>	<b>122,977,992</b>	<b>91,093,153</b>	<b>94,821,173</b>	<b>55,887,033</b>	<b>62,612,815</b>

Description	2016 Actual	2017 Actual	2018 Actual	2019 Actual
<b>Intangible Plant</b>				
1609 - Capital Contributions Paid	-	-	1,190,000	1,190,000
1611 - Computer Software (Formerly Account 1925)	8,316,009	8,992,516	9,598,886	5,009,487
1612 - Land Rights (Formerly known as Account 1906)	173,433	173,433	173,433	173,433
<b>Gross Intangible Plant</b>	<b>8,489,442</b>	<b>9,165,949</b>	<b>10,962,319</b>	<b>6,372,920</b>
<b>Distribution Plant</b>				
1805 - Land	497,489	497,489	497,489	497,489
1820 - Distribution Station Equipment <50 kV	3,857,804	4,072,829	4,694,785	4,775,467
1830 - Poles, Towers & Fixtures	7,340,630	9,408,233	11,676,910	14,418,969
1835 - Overhead Conductors & Devices	12,555,085	13,248,454	13,854,762	15,025,284
1840 - Underground Conduit	1,971,630	2,255,542	2,776,353	3,084,699
1845 - Underground Conductors & Devices	9,739,105	10,130,946	10,679,301	11,302,046
1850 - Line Transformers	10,328,622	11,283,429	12,015,125	13,529,641
1855 - Services (Overhead & Underground)	1,373,741	1,602,688	1,814,731	2,020,204
1860 - Meters	702,614	857,761	1,026,487	1,245,473
1860 - Meters (Smart Meters)	4,275,847	4,493,318	4,598,875	4,672,029
<b>Gross Distribution Plant</b>	<b>52,642,567</b>	<b>57,850,689</b>	<b>63,634,818</b>	<b>70,571,301</b>
<b>General Plant</b>				
1908 - Buildings & Fixtures	6,751,371	6,837,878	6,972,022	7,189,552
1915 - Office Furniture & Equipment (10 years)	363,250	401,611	427,902	395,913
1920 - Computer Equip.-Hardware(Post Mar. 19/07)	2,505,046	2,845,797	3,372,619	2,518,854
1930 - Transportation Equipment	2,636,165	3,787,540	4,210,613	4,183,516
1935 - Stores Equipment	274	274	274	-
1940 - Tools, Shop & Garage Equipment	372,199	529,778	659,366	783,951
1945 - Measurement & Testing Equipment	108,212	108,212	108,212	103,533
1955 - Communications Equipment	64,962	64,962	64,962	61,683
1960 - Miscellaneous Equipment	142,742	142,742	153,675	125,595
1970 - Load Management Controls Customer Premises	-	-	-	-
1980 - System Supervisor Equipment	771,090	750,748	757,970	752,846
1990 - Other Tangible Property	1,209,948	1,099,765	1,290,619	1,410,809
1534 - Smart Grid	304,674	324,880	359,347	367,138
<b>Gross General Plant</b>	<b>15,229,933</b>	<b>16,894,187</b>	<b>18,377,581</b>	<b>17,893,390</b>
<b>Contributions and Grants</b>				
1995 - Contributions & Grants	(5,380,670)	(5,380,670)	(5,380,670)	(5,380,670)
2440 - Deferred Revenue	(854,310)	(1,058,463)	(1,422,772)	(1,753,642)
<b>Gross Contributions and Grants</b>	<b>(6,234,980)</b>	<b>(6,439,133)</b>	<b>(6,803,442)</b>	<b>(7,134,312)</b>
<b>Gross Assets for Rate Base</b>	<b>70,126,962</b>	<b>77,471,692</b>	<b>86,171,276</b>	<b>87,703,299</b>

Description	2020 Actual	2021 Actual	2022 Bridge Year	2023 Test Year
<b>Intangible Plant</b>				
1609 - Capital Contributions Paid	1,169,720	1,169,720	1,169,720	1,169,720
1611 - Computer Software (Formally Account 1925)	5,353,665	5,300,202	5,461,420	6,274,913
1612 - Land Rights (Formally known as Account 1906)	173,433	173,433	173,433	173,433
<b>Gross Intangible Plant</b>	<b>6,696,818</b>	<b>6,643,355</b>	<b>6,804,573</b>	<b>7,618,066</b>
<b>Distribution Plant</b>				
1805 - Land	497,489	497,489	1,397,489	1,397,489
1820 - Distribution Station Equipment <50 kV	4,807,140	5,096,495	5,531,195	6,679,015
1830 - Poles, Towers & Fixtures	17,169,289	19,500,526	22,274,926	25,237,887
1835 - Overhead Conductors & Devices	15,710,236	16,757,917	17,869,117	19,435,056
1840 - Underground Conduit	3,346,603	3,643,437	4,143,637	4,650,198
1845 - Underground Conductors & Devices	12,195,359	12,863,448	13,429,341	14,311,430
1850 - Line Transformers	14,672,274	15,935,698	17,404,798	18,828,568
1855 - Services (Overhead & Underground)	2,265,852	2,597,366	3,123,766	3,701,569
1860 - Meters	1,245,940	1,255,214	1,263,814	1,272,887
1860 - Meters (Smart Meters)	5,163,221	5,335,775	5,574,575	5,827,259
<b>Gross Distribution Plant</b>	<b>77,073,402</b>	<b>83,483,365</b>	<b>92,012,658</b>	<b>101,341,358</b>
<b>General Plant</b>				
1908 - Buildings & Fixtures	7,381,945	7,485,614	7,634,114	7,756,514
1915 - Office Furniture & Equipment (10 years)	395,814	429,556	408,883	441,383
1920 - Computer Equip.-Hardware(Post Mar. 19/07)	2,941,154	3,370,804	3,755,783	3,965,621
1930 - Transportation Equipment	4,928,009	4,546,891	5,018,190	4,954,833
1935 - Stores Equipment	-	49,922	49,922	49,922
1940 - Tools, Shop & Garage Equipment	931,508	967,255	1,080,241	1,212,715
1945 - Measurement & Testing Equipment	103,533	92,606	42,851	-
1955 - Communications Equipment	61,683	1,081	-	375,000
1960 - Miscellaneous Equipment	119,325	104,712	141,300	165,500
1970 - Load Management Controls Customer Premises	-	-	-	-
1980 - System Supervisor Equipment	706,005	708,482	672,386	675,969
1990 - Other Tangible Property	1,585,182	1,957,963	1,957,963	1,957,963
1534 - Smart Grid	-	-	-	-
<b>Gross General Plant</b>	<b>19,154,159</b>	<b>19,714,886</b>	<b>20,761,633</b>	<b>21,555,420</b>
<b>Contributions and Grants</b>				
1995 - Contributions & Grants	(5,380,670)	(5,380,670)	(5,380,670)	(5,380,670)
2440 - Deferred Revenue	(2,235,270)	(2,464,740)	(3,464,740)	(4,464,740)
<b>Gross Contributions and Grants</b>	<b>(7,615,940)</b>	<b>(7,845,410)</b>	<b>(8,845,410)</b>	<b>(9,845,410)</b>
<b>Gross Assets for Rate Base</b>	<b>95,308,440</b>	<b>101,996,197</b>	<b>110,733,455</b>	<b>120,669,435</b>

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**Table 31: Accumulated Depreciation Detailed Breakdown by Function**

Description	2013 OEB Approved (MIFRS)	2013 Actual (CGAAP)	2014 Actual (CGAAP)	2014 Actual (MIFRS)	2015 Actual (MIFRS)
<b>Intangible Plant</b>					
1609 - Capital Contributions Paid	-	-	-	-	-
1611 - Computer Software (Formally Account 1925)	10,397,989	4,765,226	6,946,124	2,180,897	4,127,557
1612 - Land Rights (Formally known as Account 1906)	269,659	16,372	17,564	1,192	2,384
<b>Gross Intangible Plant</b>	<b>10,667,648</b>	<b>4,781,598</b>	<b>6,963,688</b>	<b>2,182,089</b>	<b>4,129,941</b>
<b>Distribution Plant</b>					
1805 - Land	-	-	-	-	-
1820 - Distribution Station Equipment <50 kV	3,574,180	2,063,458	2,189,738	126,278	262,656
1830 - Poles, Towers & Fixtures	435,633	432,317	518,658	86,341	192,717
1835 - Overhead Conductors & Devices	18,496,241	11,291,251	11,593,914	302,663	620,237
1840 - Underground Conduit	178,572	178,689	212,077	33,388	73,046
1845 - Underground Conductors & Devices	13,005,046	8,944,060	9,311,534	367,474	746,744
1850 - Line Transformers	9,278,633	5,333,213	5,585,497	252,284	529,044
1855 - Services (Overhead & Underground)	114,073	114,973	154,176	39,203	86,872
1860 - Meters	302,468	257,140	293,888	36,748	75,348
1860 - Meters (Smart Meters)	1,040,035	359,345	701,320	341,975	624,059
<b>Gross Distribution Plant</b>	<b>46,424,881</b>	<b>28,974,446</b>	<b>30,560,802</b>	<b>1,586,354</b>	<b>3,210,723</b>
<b>General Plant</b>					
1908 - Buildings & Fixtures	2,206,140	1,444,571	1,621,035	176,464	354,478
1915 - Office Furniture & Equipment (10 years)	776,281	199,860	245,686	45,826	89,405
1920 - Computer Equip.-Hardware(Post Mar. 19/07)	5,282,870	1,777,380	2,402,416	625,036	1,152,394
1930 - Transportation Equipment	3,388,623	2,806,007	2,986,773	343,948	697,681
1935 - Stores Equipment	81,137	38,275	38,388	114	167
1940 - Tools, Shop & Garage Equipment	766,203	241,318	285,992	44,674	88,419
1945 - Measurement & Testing Equipment	257,956	59,290	76,040	16,750	31,127
1955 - Communications Equipment	188,348	65,623	76,911	11,288	20,721
1960 - Miscellaneous Equipment	731,317	58,801	76,778	17,976	36,684
1970 - Load Management Controls Customer Premises	464,917	-	-	-	-
1980 - System Supervisor Equipment	882,473	612,734	657,403	44,669	93,421
1990 - Other Tangible Property	-	-	-	-	-
1534 - Smart Grid	-	-	-	-	-
<b>Gross General Plant</b>	<b>15,026,265</b>	<b>7,303,859</b>	<b>8,467,422</b>	<b>1,326,745</b>	<b>2,564,497</b>
<b>Contributions and Grants</b>					
1995 - Contributions & Grants	(1,822,349)	(1,962,584)	(2,260,671)	(289,235)	(578,043)
2440 - Deferred Revenue	-	-	-	(8,852)	(32,120)
<b>Gross Contributions and Grants</b>	<b>(1,822,349)</b>	<b>(1,962,584)</b>	<b>(2,260,671)</b>	<b>(298,087)</b>	<b>(610,163)</b>
<b>Accumulated Depreciation for Rate Base</b>	<b>70,296,445</b>	<b>39,097,319</b>	<b>43,731,241</b>	<b>4,797,101</b>	<b>9,294,998</b>

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Description	2016 Actual	2017 Actual	2018 Actual	2019 Actual
<b>Intangible Plant</b>				
1609 - Capital Contributions Paid	-	-	-	26,444
1611 - Computer Software (Formerly Account 1925)	5,584,526	6,718,884	7,586,786	2,890,482
1612 - Land Rights (Formerly known as Account 1906)	3,576	4,768	5,960	7,152
<b>Gross Intangible Plant</b>	<b>5,588,102</b>	<b>6,723,652</b>	<b>7,592,746</b>	<b>2,924,078</b>
<b>Distribution Plant</b>				
1805 - Land	-	-	-	-
1820 - Distribution Station Equipment <50 kV	401,975	546,237	704,117	876,160
1830 - Poles, Towers & Fixtures	335,644	527,056	764,521	1,062,436
1835 - Overhead Conductors & Devices	956,607	1,306,500	1,672,288	2,052,474
1840 - Underground Conduit	118,779	176,097	246,977	303,425
1845 - Underground Conductors & Devices	1,129,545	1,519,501	1,919,788	2,307,609
1850 - Line Transformers	830,639	1,154,698	1,502,664	1,880,952
1855 - Services (Overhead & Underground)	141,861	205,946	277,983	359,172
1860 - Meters	115,145	161,358	215,290	288,536
1860 - Meters (Smart Meters)	970,628	1,328,220	1,698,273	2,073,431
<b>Gross Distribution Plant</b>	<b>5,000,823</b>	<b>6,925,613</b>	<b>9,001,901</b>	<b>11,204,195</b>
<b>General Plant</b>				
1908 - Buildings & Fixtures	534,860	718,418	907,702	1,099,599
1915 - Office Furniture & Equipment (10 years)	136,759	184,041	231,588	205,062
1920 - Computer Equip.-Hardware(Post Mar. 19/07)	1,627,835	2,079,176	2,408,157	1,115,465
1930 - Transportation Equipment	1,049,267	1,456,723	1,793,562	1,998,505
1935 - Stores Equipment	220	273	273	-
1940 - Tools, Shop & Garage Equipment	134,038	187,508	250,302	266,371
1945 - Measurement & Testing Equipment	44,351	57,575	70,799	79,344
1955 - Communications Equipment	30,010	39,195	48,174	53,874
1960 - Miscellaneous Equipment	56,710	77,707	94,376	79,304
1970 - Load Management Controls Customer Premises	-	-	-	-
1980 - System Supervisor Equipment	144,046	191,630	241,097	285,582
1990 - Other Tangible Property	-	-	-	-
1534 - Smart Grid	-	-	-	-
<b>Gross General Plant</b>	<b>3,758,096</b>	<b>4,992,246</b>	<b>6,046,030</b>	<b>5,183,106</b>
<b>Contributions and Grants</b>				
1995 - Contributions & Grants	(871,773)	(1,165,503)	(1,459,233)	(1,752,963)
2440 - Deferred Revenue	(66,293)	(108,631)	(165,542)	(235,688)
<b>Gross Contributions and Grants</b>	<b>(938,066)</b>	<b>(1,274,134)</b>	<b>(1,624,775)</b>	<b>(1,988,651)</b>
<b>Accumulated Depreciation for Rate Base</b>	<b>13,408,955</b>	<b>17,367,377</b>	<b>21,015,902</b>	<b>17,322,728</b>

Description	2020 Actual	2021 Actual	2022 Bridge Year	2023 Test Year
<b>Intangible Plant</b>				
1609 - Capital Contributions Paid	51,988	77,982	103,976	129,970
1611 - Computer Software (Formally Account 1925)	3,079,507	3,004,070	2,795,503	3,164,138
1612 - Land Rights (Formally known as Account 1906)	8,344	9,536	10,729	11,921
<b>Gross Intangible Plant</b>	<b>3,139,839</b>	<b>3,091,588</b>	<b>2,910,208</b>	<b>3,306,029</b>
<b>Distribution Plant</b>				
1805 - Land	-	-	-	-
1820 - Distribution Station Equipment <50 kV	1,049,481	1,225,234	1,414,193	1,625,135
1830 - Poles, Towers & Fixtures	1,417,193	1,835,963	2,306,737	2,841,259
1835 - Overhead Conductors & Devices	2,453,665	2,872,751	3,311,835	3,777,352
1840 - Underground Conduit	366,023	434,220	509,050	593,676
1845 - Underground Conductors & Devices	2,739,113	3,189,836	3,021,069	3,461,293
1850 - Line Transformers	2,291,712	2,735,310	3,210,500	3,721,851
1855 - Services (Overhead & Underground)	449,681	552,754	671,775	812,881
1860 - Meters	365,149	442,133	519,546	597,313
1860 - Meters (Smart Meters)	2,469,544	2,886,386	3,315,982	3,761,961
<b>Gross Distribution Plant</b>	<b>13,601,561</b>	<b>16,174,586</b>	<b>18,280,686</b>	<b>21,192,720</b>
<b>General Plant</b>				
1908 - Buildings & Fixtures	1,274,064	1,328,669	1,516,768	1,708,204
1915 - Office Furniture & Equipment (10 years)	231,112	256,534	242,956	274,190
1920 - Computer Equip.-Hardware(Post Mar. 19/07)	1,153,792	1,574,016	1,959,265	2,332,342
1930 - Transportation Equipment	2,287,103	2,101,415	2,284,545	2,433,775
1935 - Stores Equipment	-	2,080	8,320	14,560
1940 - Tools, Shop & Garage Equipment	321,306	364,935	435,764	520,896
1945 - Measurement & Testing Equipment	91,256	88,600	42,853	(0)
1955 - Communications Equipment	61,657	1,080	(0)	18,750
1960 - Miscellaneous Equipment	86,600	71,818	62,995	75,521
1970 - Load Management Controls Customer Premises	-	-	-	-
1980 - System Supervisor Equipment	280,545	316,812	311,322	300,172
1990 - Other Tangible Property	-	-	-	-
1534 - Smart Grid	-	-	-	-
<b>Gross General Plant</b>	<b>5,787,435</b>	<b>6,105,959</b>	<b>6,864,787</b>	<b>7,678,409</b>
<b>Contributions and Grants</b>				
1995 - Contributions & Grants	(2,046,693)	(2,340,423)	(2,423,136)	(2,505,849)
2440 - Deferred Revenue	(325,099)	(423,688)	(488,218)	(572,748)
<b>Gross Contributions and Grants</b>	<b>(2,371,792)</b>	<b>(2,764,112)</b>	<b>(2,911,355)</b>	<b>(3,078,598)</b>
<b>Accumulated Depreciation for Rate Base</b>	<b>20,157,043</b>	<b>22,608,022</b>	<b>25,144,326</b>	<b>29,098,561</b>

**Table 32: Net Book Value Detailed Breakdown by Function**

Description	2013 OEB Approved (MIFRS)	2013 Actual (CGAAP)	2014 Actual (CGAAP)	2014 Actual (MIFRS)	2015 Actual (MIFRS)
<b>Intangible Plant</b>					
1609 - Capital Contributions Paid	-	-	-	-	-
1611 - Computer Software (Formally Account 1925)	5,340,409	5,559,604	4,030,226	4,030,226	3,078,170
1612 - Land Rights (Formally known as Account 1906)	270,701	13,433	172,241	172,241	171,049
<b>Gross Intangible Plant</b>	<b>5,611,110</b>	<b>5,573,037</b>	<b>4,202,467</b>	<b>4,202,467</b>	<b>3,249,219</b>
<b>Distribution Plant</b>					
1805 - Land	497,489	497,489	497,489	497,489	497,489
1820 - Distribution Station Equipment <50 kV	3,455,459	3,239,182	3,192,210	3,192,210	3,497,112
1830 - Poles, Towers & Fixtures	3,626,638	3,391,505	3,690,881	3,690,881	5,078,760
1835 - Overhead Conductors & Devices	10,043,269	10,116,827	10,242,565	10,242,566	11,039,697
1840 - Underground Conduit	1,286,571	1,368,140	1,503,473	1,503,474	1,614,507
1845 - Underground Conductors & Devices	8,909,890	7,997,184	8,190,635	8,190,634	8,551,493
1850 - Line Transformers	7,720,079	7,530,046	7,856,203	7,856,203	8,683,395
1855 - Services (Overhead & Underground)	688,733	807,981	961,498	961,498	1,086,429
1860 - Meters	963,760	640,150	626,298	626,297	607,296
1860 - Meters (Smart Meters)	3,621,913	3,999,339	3,683,539	3,683,539	3,475,993
<b>Gross Distribution Plant</b>	<b>40,813,801</b>	<b>39,587,843</b>	<b>40,444,791</b>	<b>40,444,791</b>	<b>44,132,171</b>
<b>General Plant</b>					
1908 - Buildings & Fixtures	6,164,180	6,460,394	6,412,226	6,412,225	6,287,383
1915 - Office Furniture & Equipment (10 years)	202,336	264,751	228,774	228,773	194,839
1920 - Computer Equip.-Hardware(Post Mar. 19/07)	1,919,666	1,663,710	1,440,217	1,440,218	1,090,731
1930 - Transportation Equipment	2,055,293	2,041,458	1,744,309	1,744,310	1,521,966
1935 - Stores Equipment	1	273	160	160	107
1940 - Tools, Shop & Garage Equipment	245,637	210,569	225,334	225,334	199,132
1945 - Measurement & Testing Equipment	113,679	108,212	91,462	91,462	77,085
1955 - Communications Equipment	64,627	64,962	53,674	53,674	44,241
1960 - Miscellaneous Equipment	53,215	122,286	110,579	110,579	91,871
1970 - Load Management Controls Customer Premises	-	-	-	-	-
1980 - System Supervisor Equipment	451,287	532,862	621,953	621,953	638,153
1990 - Other Tangible Property	645,280	746,147	817,863	817,863	882,838
1534 - Smart Grid	-	-	-	-	260,289
<b>Gross General Plant</b>	<b>11,915,201</b>	<b>12,215,624</b>	<b>11,746,551</b>	<b>11,746,551</b>	<b>11,288,635</b>
<b>Contributions and Grants</b>					
1995 - Contributions & Grants	(5,658,535)	(5,380,670)	(5,303,877)	(5,091,435)	(4,802,627)
2440 - Deferred Revenue	-	-	-	(212,442)	(549,581)
<b>Gross Contributions and Grants</b>	<b>(5,658,535)</b>	<b>(5,380,670)</b>	<b>(5,303,877)</b>	<b>(5,091,435)</b>	<b>(4,802,627)</b>
Reconciling Item	(30)	-	-	-	-
<b>Net Assets for Rate Base</b>	<b>52,681,547</b>	<b>51,995,834</b>	<b>51,089,932</b>	<b>51,089,932</b>	<b>53,317,817</b>

Description	2016 Actual	2017 Actual	2018 Actual	2019 Actual
<b>Intangible Plant</b>				
1609 - Capital Contributions Paid	-	-	1,190,000	1,163,556
1611 - Computer Software (Formerly Account 1925)	2,731,483	2,273,632	2,012,100	2,119,005
1612 - Land Rights (Formerly known as Account 1906)	169,857	168,665	167,473	166,281
<b>Gross Intangible Plant</b>	<b>2,901,340</b>	<b>2,442,297</b>	<b>3,369,573</b>	<b>3,448,842</b>
<b>Distribution Plant</b>				
1805 - Land	497,489	497,489	497,489	497,489
1820 - Distribution Station Equipment <50 kV	3,455,829	3,526,592	3,990,668	3,899,307
1830 - Poles, Towers & Fixtures	7,004,986	8,881,177	10,912,389	13,356,533
1835 - Overhead Conductors & Devices	11,598,478	11,941,954	12,182,474	12,972,810
1840 - Underground Conduit	1,852,851	2,079,445	2,529,376	2,781,274
1845 - Underground Conductors & Devices	8,609,560	8,611,445	8,759,513	8,994,437
1850 - Line Transformers	9,497,983	10,128,731	10,512,461	11,648,689
1855 - Services (Overhead & Underground)	1,231,880	1,396,742	1,536,748	1,661,032
1860 - Meters	587,469	696,403	811,197	956,937
1860 - Meters (Smart Meters)	3,305,219	3,165,098	2,900,602	2,598,598
<b>Gross Distribution Plant</b>	<b>47,641,744</b>	<b>50,925,076</b>	<b>54,632,917</b>	<b>59,367,106</b>
<b>General Plant</b>				
1908 - Buildings & Fixtures	6,216,511	6,119,460	6,064,320	6,089,953
1915 - Office Furniture & Equipment (10 years)	226,491	217,570	196,314	190,851
1920 - Computer Equip.-Hardware(Post Mar. 19/07)	877,211	766,621	964,462	1,403,389
1930 - Transportation Equipment	1,586,898	2,330,817	2,417,051	2,185,011
1935 - Stores Equipment	54	1	1	-
1940 - Tools, Shop & Garage Equipment	238,161	342,270	409,064	517,580
1945 - Measurement & Testing Equipment	63,861	50,637	37,413	24,189
1955 - Communications Equipment	34,952	25,767	16,788	7,809
1960 - Miscellaneous Equipment	86,032	65,035	59,299	46,291
1970 - Load Management Controls Customer Premises	-	-	-	-
1980 - System Supervisor Equipment	627,044	559,118	516,873	467,264
1990 - Other Tangible Property	1,209,948	1,099,765	1,290,619	1,410,809
1534 - Smart Grid	304,674	324,880	359,347	367,138
<b>Gross General Plant</b>	<b>11,471,837</b>	<b>11,901,941</b>	<b>12,331,551</b>	<b>12,710,284</b>
<b>Contributions and Grants</b>				
1995 - Contributions & Grants	(4,508,897)	(4,215,167)	(3,921,437)	(3,627,707)
2440 - Deferred Revenue	(788,017)	(949,832)	(1,257,230)	(1,517,954)
<b>Gross Contributions and Grants</b>	<b>(5,296,914)</b>	<b>(5,164,999)</b>	<b>(5,178,667)</b>	<b>(5,145,661)</b>
<b>Net Assets for Rate Base</b>	<b>56,718,007</b>	<b>60,104,315</b>	<b>65,155,374</b>	<b>70,380,571</b>

Description	2020 Actual	2021 Actual	2022 Bridge Year	2023 Test Year
<b>Intangible Plant</b>				
1609 - Capital Contributions Paid	1,117,732	1,091,738	1,065,744	1,039,750
1611 - Computer Software (Formally Account 1925)	2,274,158	2,296,132	2,665,917	3,110,775
1612 - Land Rights (Formally known as Account 1906)	165,089	163,897	162,704	161,512
<b>Gross Intangible Plant</b>	<b>3,556,979</b>	<b>3,551,767</b>	<b>3,894,366</b>	<b>4,312,038</b>
<b>Distribution Plant</b>				
1805 - Land	497,489	497,489	1,397,489	1,397,489
1820 - Distribution Station Equipment <50 kV	3,757,659	3,871,261	4,117,002	5,053,880
1830 - Poles, Towers & Fixtures	15,752,096	17,664,564	19,968,190	22,396,629
1835 - Overhead Conductors & Devices	13,256,570	13,885,166	14,557,282	15,657,704
1840 - Underground Conduit	2,980,579	3,209,217	3,634,587	4,056,522
1845 - Underground Conductors & Devices	9,456,246	9,673,612	10,408,272	10,850,137
1850 - Line Transformers	12,380,562	13,200,388	14,194,298	15,106,717
1855 - Services (Overhead & Underground)	1,816,171	2,044,613	2,451,992	2,888,689
1860 - Meters	880,791	813,081	744,268	675,574
1860 - Meters (Smart Meters)	2,693,677	2,449,389	2,258,593	2,065,298
<b>Gross Distribution Plant</b>	<b>63,471,841</b>	<b>67,308,779</b>	<b>73,731,972</b>	<b>80,148,638</b>
<b>General Plant</b>				
1908 - Buildings & Fixtures	6,107,882	6,156,945	6,117,346	6,048,310
1915 - Office Furniture & Equipment (10 years)	164,702	173,021	165,926	167,192
1920 - Computer Equip.-Hardware(Post Mar. 19/07)	1,787,362	1,796,788	1,796,518	1,633,279
1930 - Transportation Equipment	2,640,906	2,445,476	2,733,645	2,521,058
1935 - Stores Equipment	-	47,842	41,602	35,362
1940 - Tools, Shop & Garage Equipment	610,202	602,320	644,477	691,819
1945 - Measurement & Testing Equipment	12,277	4,006	(2)	0
1955 - Communications Equipment	26	1	0	356,250
1960 - Miscellaneous Equipment	32,725	32,894	78,305	89,979
1970 - Load Management Controls Customer Premises	-	-	-	-
1980 - System Supervisor Equipment	425,460	391,670	361,065	375,798
1990 - Other Tangible Property	1,585,182	1,957,963	1,957,963	1,957,963
1534 - Smart Grid	0	0	0	0
<b>Gross General Plant</b>	<b>13,366,724</b>	<b>13,608,927</b>	<b>13,896,846</b>	<b>13,877,011</b>
<b>Contributions and Grants</b>				
1995 - Contributions & Grants	(3,333,977)	(3,040,247)	(2,957,534)	(2,874,821)
2440 - Deferred Revenue	(1,910,171)	(2,041,051)	(2,976,521)	(3,891,991)
<b>Gross Contributions and Grants</b>	<b>(5,244,148)</b>	<b>(5,081,298)</b>	<b>(5,934,055)</b>	<b>(6,766,812)</b>
<b>Net Assets for Rate Base</b>	<b>75,151,397</b>	<b>79,388,175</b>	<b>85,589,129</b>	<b>91,570,875</b>

1    **2.3.3 Variance Analysis on Gross Assets**

2    The tables below provide the variances from year to year. Each table presents the year-end balances for  
3    the USoA accounts that are included in each of the four functional areas as described above.

4

5    For certain years, the table will show an addback relating to the cost amounts that were  
6    disposed/removed in the year for fully depreciated assets. This will ensure comparability for each year-  
7    end, and therefore result in realistic variances. The resulting variances will reflect capital additions less  
8    disposals from selling assets.

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10   Disposals of sold assets are separately identified in Appendix 2-BA for each applicable year. There are no  
11   disposals of sold assets forecast in the 2022 Bridge Year or the 2023 Test Year.

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13   Variance explanations are provided below each table.

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**Table 33: Gross Assets – 2013 OEB Approved (MIFRS) vs. 2013 Actual (CGAAP)**

Description	2013 Actual (CGAAP)	2013 NBV=0 Disposals	2013 Revised Balance (CGAAP)	2013 OEB Approved (MIFRS)	Variance (\$) - increase/ (decrease)
<b>Intangible Plant</b>					
1609 - Capital Contributions Paid	-	-	-	-	-
1611 - Computer Software (Formally Account 1925)	10,324,830	5,603,267	15,928,097	15,738,398	189,699
1612 - Land Rights (Formally known as Account 1906)	29,805	253,355	283,160	540,360	(257,200)
<b>Gross Intangible Plant</b>	<b>10,354,635</b>	<b>5,856,622</b>	<b>16,211,257</b>	<b>16,278,758</b>	<b>(67,501)</b>
<b>Distribution Plant</b>					
1805 - Land	497,489	-	497,489	497,489	-
1820 - Distribution Station Equipment <50 kV	5,302,640	1,539,401	6,842,041	7,029,639	(187,598)
1830 - Poles, Towers & Fixtures	3,823,822	-	3,823,822	4,062,271	(238,449)
1835 - Overhead Conductors & Devices	21,408,078	7,208,233	28,616,311	28,539,510	76,801
1840 - Underground Conduit	1,546,829	-	1,546,829	1,465,143	81,686
1845 - Underground Conductors & Devices	16,941,244	4,048,327	20,989,571	21,914,936	(925,365)
1850 - Line Transformers	12,863,259	3,943,044	16,806,303	16,998,712	(192,409)
1855 - Services (Overhead & Underground)	922,954	-	922,954	802,806	120,148
1860 - Meters	897,290	729,238	1,626,528	1,266,228	360,300
1860 - Meters (Smart Meters)	4,358,684	-	4,358,684	4,661,948	(303,264)
<b>Gross Distribution Plant</b>	<b>68,562,289</b>	<b>17,468,243</b>	<b>86,030,532</b>	<b>87,238,682</b>	<b>(1,208,150)</b>
<b>General Plant</b>					
1908 - Buildings & Fixtures	7,904,965	768,716	8,673,681	8,370,320	303,361
1915 - Office Furniture & Equipment (10 years)	464,611	568,839	1,033,450	978,617	54,833
1920 - Computer Equip.-Hardware(Post Mar. 19/07)	3,441,090	3,434,793	6,875,883	7,202,536	(326,653)
1930 - Transportation Equipment	4,847,465	-	4,847,465	5,443,916	(596,451)
1935 - Stores Equipment	38,548	42,590	81,138	81,138	-
1940 - Tools, Shop & Garage Equipment	451,887	508,991	960,878	1,011,840	(50,962)
1945 - Measurement & Testing Equipment	167,502	194,133	361,635	371,635	(10,000)
1955 - Communications Equipment	130,585	122,390	252,975	252,975	-
1960 - Miscellaneous Equipment	181,087	675,138	856,225	784,532	71,693
1970 - Load Management Controls Customer Premises	-	464,917	464,917	464,917	-
1980 - System Supervisor Equipment	1,145,596	266,928	1,412,524	1,333,760	78,764
1990 - Other Tangible Property	746,147	-	746,147	645,280	100,867
1534 - Smart Grid	-	-	-	-	-
<b>Gross General Plant</b>	<b>19,519,483</b>	<b>7,047,435</b>	<b>26,566,918</b>	<b>26,941,466</b>	<b>(374,548)</b>
<b>Contributions and Grants</b>					
1995 - Contributions & Grants	(7,343,254)	-	(7,343,254)	(7,480,884)	137,630
2440 - Deferred Revenue	-	-	-	-	-
<b>Gross Contributions and Grants</b>	<b>(7,343,254)</b>	<b>-</b>	<b>(7,343,254)</b>	<b>(7,480,884)</b>	<b>137,630</b>
Reconciling Item	-	-	-	(30)	30
<b>Gross Assets for Rate Base</b>	<b>91,093,153</b>	<b>30,372,300</b>	<b>121,465,453</b>	<b>122,977,992</b>	<b>(1,512,539)</b>

3

4 Gross Assets in 2013 were \$1,512,539 lower than the 2013 OEB Approved. Of this amount, Distribution

5 asset additions were lower by \$1,208,150. The lower Distribution asset additions was primarily due to

1 demand driven new connections which were lower than budgeted, as well as staff resource issues which  
 2 resulted in less capital work being completed in 2013. As is seen in subsequent years, the shortfall was  
 3 more than recovered in future years. The balance of the Gross asset shortfall of \$304,389 is mainly due  
 4 to the disposal of a large bucket truck that was not budgeted in 2013.

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6 **Table 34: Gross Assets – 2014 Actual (CGAAP) vs. 2013 Actual (CGAAP)**

Description	2014 Actual (CGAAP)	2014 NBV=0 Disposals	2014 Revised Balance (CGAAP)	2013 Actual (CGAAP)	Variance (\$)- increase/ (decrease)
<b>Intangible Plant</b>					
1609 - Capital Contributions Paid	-	-	-	-	-
1611 - Computer Software (Formally known as Account 1925)	10,976,350	-	10,976,350	10,324,830	651,520
1612 - Land Rights (Formally known as Account 1906)	189,805	-	189,805	29,805	160,000
<b>Gross Intangible Plant</b>	<b>11,166,155</b>	<b>-</b>	<b>11,166,155</b>	<b>10,354,635</b>	<b>811,520</b>
<b>Distribution Plant</b>					
1805 - Land	497,489	-	497,489	497,489	-
1820 - Distribution Station Equipment <50 kV	5,381,948	-	5,381,948	5,302,640	79,308
1830 - Poles, Towers & Fixtures	4,209,539	-	4,209,539	3,823,822	385,717
1835 - Overhead Conductors & Devices	21,836,479	-	21,836,479	21,408,078	428,401
1840 - Underground Conduit	1,715,550	-	1,715,550	1,546,829	168,721
1845 - Underground Conductors & Devices	17,502,169	-	17,502,169	16,941,244	560,925
1850 - Line Transformers	13,441,700	-	13,441,700	12,863,259	578,441
1855 - Services (Overhead & Underground)	1,115,674	-	1,115,674	922,954	192,720
1860 - Meters	920,186	-	920,186	897,290	22,896
1860 - Meters (Smart Meters)	4,384,859	-	4,384,859	4,358,684	26,175
<b>Gross Distribution Plant</b>	<b>71,005,593</b>	<b>-</b>	<b>71,005,593</b>	<b>68,562,289</b>	<b>2,443,304</b>
<b>General Plant</b>					
1908 - Buildings & Fixtures	8,033,261	-	8,033,261	7,904,965	128,296
1915 - Office Furniture & Equipment (10 years)	474,460	-	474,460	464,611	9,849
1920 - Computer Equip.-Hardware(Post Mar. 19/07)	3,842,633	-	3,842,633	3,441,090	401,543
1930 - Transportation Equipment	4,731,082	-	4,731,082	4,847,465	(116,383)
1935 - Stores Equipment	38,548	-	38,548	38,548	-
1940 - Tools, Shop & Garage Equipment	511,326	-	511,326	451,887	59,439
1945 - Measurement & Testing Equipment	167,502	-	167,502	167,502	-
1955 - Communications Equipment	130,585	-	130,585	130,585	-
1960 - Miscellaneous Equipment	187,357	-	187,357	181,087	6,270
1970 - Load Management Controls Customer Premises	-	-	-	-	-
1980 - System Supervisor Equipment	1,279,356	-	1,279,356	1,145,596	133,760
1990 - Other Tangible Property	817,863	-	817,863	746,147	71,716
1534 - Smart Grid	-	-	-	-	-
<b>Gross General Plant</b>	<b>20,213,973</b>	<b>-</b>	<b>20,213,973</b>	<b>19,519,483</b>	<b>694,490</b>
<b>Contributions and Grants</b>					
1995 - Contributions & Grants	(7,564,548)	-	(7,564,548)	(7,343,254)	(221,294)
2440 - Deferred Revenue	-	-	-	-	-
<b>Gross Contributions and Grants</b>	<b>(7,564,548)</b>	<b>-</b>	<b>(7,564,548)</b>	<b>(7,343,254)</b>	<b>(221,294)</b>
<b>Gross Assets for Rate Base</b>	<b>94,821,173</b>	<b>-</b>	<b>94,821,173</b>	<b>91,093,153</b>	<b>3,728,020</b>

1 Gross Assets increased by \$3,728,020 from 2014 Actual (CGAAP) to 2013 Actual (CGAAP). Distribution  
2 asset additions contributed \$2,443,304 to the growth of which approximately \$600,000 was for customer  
3 driven new connections and commercial upgrades. The balance of the Distribution assets increase of  
4 \$1,843,304 was for replacement/upgrade of deteriorated assets in the distribution system. The balance  
5 of the Gross asset additions of \$1,284,716 is mainly due to growth in our IT Software and Hardware needs  
6 (\$1,053,000).

**Table 35: Gross Assets – 2015 Actual (MIFRS) vs. 2014 (MIFRS)**

Description	2015 Actual (MIFRS)	2015 NBV=0 Disposals	2015 Revised Balance	2014 Actual (MIFRS)	Variance (\$) - increase/ (decrease)
<b>Intangible Plant</b>					
1609 - Capital Contributions Paid	-	-	-	-	-
1611 - Computer Software (Formally known as Account 1925)	7,205,727	-	7,205,727	6,211,123	994,604
1612 - Land Rights (Formally known as Account 1906)	173,433	-	173,433	173,433	-
<b>Gross Intangible Plant</b>	<b>7,379,160</b>	-	<b>7,379,160</b>	<b>6,384,556</b>	<b>994,604</b>
<b>Distribution Plant</b>					
1805 - Land	497,489	-	497,489	497,489	-
1820 - Distribution Station Equipment <50 kV	3,759,768	-	3,759,768	3,318,488	441,280
1830 - Poles, Towers & Fixtures	5,271,477	-	5,271,477	3,777,222	1,494,255
1835 - Overhead Conductors & Devices	11,659,934	-	11,659,934	10,545,229	1,114,705
1840 - Underground Conduit	1,687,553	-	1,687,553	1,536,862	150,691
1845 - Underground Conductors & Devices	9,298,237	-	9,298,237	8,558,108	740,129
1850 - Line Transformers	9,212,439	-	9,212,439	8,108,487	1,103,952
1855 - Services (Overhead & Underground)	1,173,301	-	1,173,301	1,000,701	172,600
1860 - Meters	682,644	-	682,644	663,045	19,599
1860 - Meters (Smart Meters)	4,100,052	-	4,100,052	4,025,514	74,538
<b>Gross Distribution Plant</b>	<b>47,342,894</b>	-	<b>47,342,894</b>	<b>42,031,145</b>	<b>5,311,749</b>
<b>General Plant</b>					
1908 - Buildings & Fixtures	6,641,861	-	6,641,861	6,588,689	53,172
1915 - Office Furniture & Equipment (10 years)	284,244	-	284,244	274,599	9,645
1920 - Computer Equip.-Hardware(Post Mar. 19/07)	2,243,125	-	2,243,125	2,065,254	177,871
1930 - Transportation Equipment	2,219,647	-	2,219,647	2,088,258	131,389
1935 - Stores Equipment	274	-	274	274	-
1940 - Tools, Shop & Garage Equipment	287,551	-	287,551	270,008	17,543
1945 - Measurement & Testing Equipment	108,212	-	108,212	108,212	-
1955 - Communications Equipment	64,962	-	64,962	64,962	-
1960 - Miscellaneous Equipment	128,555	-	128,555	128,555	-
1970 - Load Management Controls Customer Premises	-	-	-	-	-
1980 - System Supervisor Equipment	731,574	-	731,574	666,622	64,952
1990 - Other Tangible Property	882,838	-	882,838	817,863	64,975
1534 - Smart Grid	260,289	-	260,289	-	260,289
<b>Gross General Plant</b>	<b>13,853,132</b>	-	<b>13,853,132</b>	<b>13,073,296</b>	<b>779,836</b>
<b>Contributions and Grants</b>					
1995 - Contributions & Grants	(5,380,670)	-	(5,380,670)	(5,380,670)	-
2440 - Deferred Revenue	(581,701)	-	(581,701)	(221,294)	(360,407)
<b>Gross Contributions and Grants</b>	<b>(5,962,371)</b>	-	<b>(5,962,371)</b>	<b>(5,601,964)</b>	<b>(360,407)</b>
<b>Gross Assets for Rate Base</b>	<b>62,612,815</b>	-	<b>62,612,815</b>	<b>55,887,033</b>	<b>6,725,782</b>

- 4 Gross Assets increased by \$6,725,782 from 2015 Actual (MIFRS) to 2014 Actual (MIFRS). Distribution asset additions contributed \$5,311,749 to the growth of which approximately \$950,000 was for customer driven new connections and commercial upgrades. The balance of the Distribution Assets increase of

1    \$4,361,749 was for replacement/upgrade of deteriorated assets in the distribution system with a high  
2    concentration on pole replacement (\$710,000), Load Conversion & Feeder Extensions (\$621,000), and  
3    Emergency Transformer replacement and upgrades (\$592,000). The balance of the Gross Asset additions  
4    of \$1,414,033 is mainly due to our ongoing IT Software and Hardware needs (\$1,172,000).

5

6    In 2015 there was a disposal in Account 1860 'Meters (Smart Meters)' of \$555,700. This relates to the  
7    required removal of remote disconnect smart meters that utilities in Ontario were required to remove  
8    from their distribution system by order of the Electrical Safety Authority (ESA).

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**Table 36: Gross Assets – 2016 Actual vs. 2015 Actual**

Description	2016 Actual	2016 NBV=0 Disposals	2016 Revised Balance	2015 Actual	Variance (\$) increase/ (decrease)
<b>Intangible Plant</b>					
1609 - Capital Contributions Paid	-	-	-	-	-
1611 - Computer Software (Formally known as Account 1925)	8,316,009	-	8,316,009	7,205,727	1,110,282
1612 - Land Rights (Formally known as Account 1906)	173,433	-	173,433	173,433	-
<b>Gross Intangible Plant</b>	<b>8,489,442</b>	-	<b>8,489,442</b>	<b>7,379,160</b>	<b>1,110,282</b>
<b>Distribution Plant</b>					
1805 - Land	497,489	-	497,489	497,489	-
1820 - Distribution Station Equipment <50 kV	3,857,804	-	3,857,804	3,759,768	98,036
1830 - Poles, Towers & Fixtures	7,340,630	-	7,340,630	5,271,477	2,069,153
1835 - Overhead Conductors & Devices	12,555,085	-	12,555,085	11,659,934	895,151
1840 - Underground Conduit	1,971,630	-	1,971,630	1,687,553	284,077
1845 - Underground Conductors & Devices	9,739,105	-	9,739,105	9,298,237	440,868
1850 - Line Transformers	10,328,622	-	10,328,622	9,212,439	1,116,183
1855 - Services (Overhead & Underground)	1,373,741	-	1,373,741	1,173,301	200,440
1860 - Meters	702,614	-	702,614	682,644	19,970
1860 - Meters (Smart Meters)	4,275,847	-	4,275,847	4,100,052	175,795
<b>Gross Distribution Plant</b>	<b>52,642,567</b>	-	<b>52,642,567</b>	<b>47,342,894</b>	<b>5,299,673</b>
<b>General Plant</b>					
1908 - Buildings & Fixtures	6,751,371	-	6,751,371	6,641,861	109,510
1915 - Office Furniture & Equipment (10 years)	363,250	-	363,250	284,244	79,006
1920 - Computer Equip.-Hardware(Post Mar. 19/07)	2,505,046	-	2,505,046	2,243,125	261,921
1930 - Transportation Equipment	2,636,165	-	2,636,165	2,219,647	416,518
1935 - Stores Equipment	274	-	274	274	-
1940 - Tools, Shop & Garage Equipment	372,199	-	372,199	287,551	84,648
1945 - Measurement & Testing Equipment	108,212	-	108,212	108,212	-
1955 - Communications Equipment	64,962	-	64,962	64,962	-
1960 - Miscellaneous Equipment	142,742	-	142,742	128,555	14,187
1970 - Load Management Controls Customer Premises	-	-	-	-	-
1980 - System Supervisor Equipment	771,090	-	771,090	731,574	39,516
1990 - Other Tangible Property	1,209,948	-	1,209,948	882,838	327,110
1534 - Smart Grid	304,674	-	304,674	260,289	44,385
<b>Gross General Plant</b>	<b>15,229,933</b>	-	<b>15,229,933</b>	<b>13,853,132</b>	<b>1,376,801</b>
<b>Contributions and Grants</b>					
1995 - Contributions & Grants	(5,380,670)	-	(5,380,670)	(5,380,670)	-
2440 - Deferred Revenue	(854,310)	-	(854,310)	(581,701)	(272,609)
<b>Gross Contributions and Grants</b>	<b>(6,234,980)</b>	-	<b>(6,234,980)</b>	<b>(5,962,371)</b>	<b>(272,609)</b>
<b>Gross Assets for Rate Base</b>	<b>70,126,962</b>	-	<b>70,126,962</b>	<b>62,612,815</b>	<b>7,514,147</b>

1 connections and commercial upgrades. The balance of Distribution Assets of \$4,302,673 was for  
2 replacement/upgrade of deteriorated assets in the distribution system with high concentration on pole  
3 replacement (\$1,047,000), Load Conversion & Feeder Extensions (\$1,158,000), and Emergency  
4 Transformer replacement and upgrades (\$610,000). The balance of the Gross asset additions of  
5 \$2,214,474 is mainly due to our ongoing IT Software and Hardware needs (\$1,372,000), and the  
6 acquisition of a large Heavy Duty Truck (\$255,000).

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**Table 37: Gross Assets – 2017 Actual vs. 2016 Actual**

Description	2017 Actual	2017 NBV=0 Disposals	2017 Revised Balance	2016 Actual	Variance (\$) - increase/ (decrease)
<b>Intangible Plant</b>					
1609 - Capital Contributions Paid	-	-	-	-	-
1611 - Computer Software (Formally known as Account 1925)	8,992,516	-	8,992,516	8,316,009	676,507
1612 - Land Rights (Formally known as Account 1906)	173,433	-	173,433	173,433	-
<b>Gross Intangible Plant</b>	<b>9,165,949</b>	-	<b>9,165,949</b>	<b>8,489,442</b>	<b>676,507</b>
<b>Distribution Plant</b>					
1805 - Land	497,489	-	497,489	497,489	-
1820 - Distribution Station Equipment <50 kV	4,072,829	-	4,072,829	3,857,804	215,025
1830 - Poles, Towers & Fixtures	9,408,233	-	9,408,233	7,340,630	2,067,603
1835 - Overhead Conductors & Devices	13,248,454	-	13,248,454	12,555,085	693,369
1840 - Underground Conduit	2,255,542	-	2,255,542	1,971,630	283,912
1845 - Underground Conductors & Devices	10,130,946	-	10,130,946	9,739,105	391,841
1850 - Line Transformers	11,283,429	-	11,283,429	10,328,622	954,807
1855 - Services (Overhead & Underground)	1,602,688	-	1,602,688	1,373,741	228,947
1860 - Meters	857,761	-	857,761	702,614	155,147
1860 - Meters (Smart Meters)	4,493,318	-	4,493,318	4,275,847	217,471
<b>Gross Distribution Plant</b>	<b>57,850,689</b>	-	<b>57,850,689</b>	<b>52,642,567</b>	<b>5,208,122</b>
<b>General Plant</b>					
1908 - Buildings & Fixtures	6,837,878	-	6,837,878	6,751,371	86,507
1915 - Office Furniture & Equipment (10 years)	401,611	-	401,611	363,250	38,361
1920 - Computer Equip.-Hardware(Post Mar. 19/07)	2,845,797	-	2,845,797	2,505,046	340,751
1930 - Transportation Equipment	3,787,540	-	3,787,540	2,636,165	1,151,375
1935 - Stores Equipment	274	-	274	274	-
1940 - Tools, Shop & Garage Equipment	529,778	-	529,778	372,199	157,579
1945 - Measurement & Testing Equipment	108,212	-	108,212	108,212	-
1955 - Communications Equipment	64,962	-	64,962	64,962	-
1960 - Miscellaneous Equipment	142,742	-	142,742	142,742	-
1970 - Load Management Controls Customer Premises	-	-	-	-	-
1980 - System Supervisor Equipment	750,748	-	750,748	771,090	(20,342)
1990 - Other Tangible Property	1,099,765	-	1,099,765	1,209,948	(110,183)
1534 - Smart Grid	324,880	-	324,880	304,674	20,206
<b>Gross General Plant</b>	<b>16,894,187</b>	-	<b>16,894,187</b>	<b>15,229,933</b>	<b>1,664,254</b>
<b>Contributions and Grants</b>					
1995 - Contributions & Grants	(5,380,670)	-	(5,380,670)	(5,380,670)	-
2440 - Deferred Revenue	(1,058,463)	-	(1,058,463)	(854,310)	(204,153)
<b>Gross Contributions and Grants</b>	<b>(6,439,133)</b>	-	<b>(6,439,133)</b>	<b>(6,234,980)</b>	<b>(204,153)</b>
<b>Gross Assets for Rate Base</b>	<b>77,471,692</b>	-	<b>77,471,692</b>	<b>70,126,962</b>	<b>7,344,730</b>

1 connections and commercial upgrades. The balance of Distribution Assets of \$4,212,122 was for  
2 replacement/upgrade of deteriorated assets in the distribution system with a high concentration on pole  
3 replacement (\$1,681,000), Load Conversion & Feeder Extensions (\$278,000), and Emergency Transformer  
4 replacement and upgrades (\$534,000). The balance of the Gross asset additions (\$2,136,608) is mainly  
5 due to our ongoing IT Software and Hardware needs (\$1,017,000), and the acquisition of two large Heavy  
6 Duty Trucks (\$847,000).

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**Table 38: Gross Assets – 2018 Actual vs. 2017 Actual**

Description	2018 Actual	2018 NBV=0 Disposals	2018 Revised Balance	2017 Actual	Variance (\$) - increase/ (decrease)
<b>Intangible Plant</b>					
1609 - Capital Contributions Paid	1,190,000	-	1,190,000	-	1,190,000
1611 - Computer Software (Formally known as Account 1925)	9,598,886	-	9,598,886	8,992,516	606,370
1612 - Land Rights (Formally known as Account 1906)	173,433	-	173,433	173,433	-
<b>Gross Intangible Plant</b>	<b>10,962,319</b>	-	<b>10,962,319</b>	<b>9,165,949</b>	<b>1,796,370</b>
<b>Distribution Plant</b>					
1805 - Land	497,489	-	497,489	497,489	-
1820 - Distribution Station Equipment <50 kV	4,694,785	-	4,694,785	4,072,829	621,956
1830 - Poles, Towers & Fixtures	11,676,910	-	11,676,910	9,408,233	2,268,677
1835 - Overhead Conductors & Devices	13,854,762	-	13,854,762	13,248,454	606,308
1840 - Underground Conduit	2,776,353	-	2,776,353	2,255,542	520,811
1845 - Underground Conductors & Devices	10,679,301	-	10,679,301	10,130,946	548,355
1850 - Line Transformers	12,015,125	-	12,015,125	11,283,429	731,696
1855 - Services (Overhead & Underground)	1,814,731	-	1,814,731	1,602,688	212,043
1860 - Meters	1,026,487	-	1,026,487	857,761	168,726
1860 - Meters (Smart Meters)	4,598,875	-	4,598,875	4,493,318	105,557
<b>Gross Distribution Plant</b>	<b>63,634,818</b>	-	<b>63,634,818</b>	<b>57,850,689</b>	<b>5,784,129</b>
<b>General Plant</b>					
1908 - Buildings & Fixtures	6,972,022	-	6,972,022	6,837,878	134,144
1915 - Office Furniture & Equipment (10 years)	427,902	-	427,902	401,611	26,291
1920 - Computer Equip.-Hardware(Post Mar. 19/07)	3,372,619	-	3,372,619	2,845,797	526,822
1930 - Transportation Equipment	4,210,613	-	4,210,613	3,787,540	423,073
1935 - Stores Equipment	274	-	274	274	-
1940 - Tools, Shop & Garage Equipment	659,366	-	659,366	529,778	129,588
1945 - Measurement & Testing Equipment	108,212	-	108,212	108,212	-
1955 - Communications Equipment	64,962	-	64,962	64,962	-
1960 - Miscellaneous Equipment	153,675	-	153,675	142,742	10,933
1970 - Load Management Controls Customer Premises	-	-	-	-	-
1980 - System Supervisor Equipment	757,970	-	757,970	750,748	7,222
1990 - Other Tangible Property	1,290,619	-	1,290,619	1,099,765	190,854
1534 - Smart Grid	359,347	-	359,347	324,880	34,467
<b>Gross General Plant</b>	<b>18,377,581</b>	-	<b>18,377,581</b>	<b>16,894,187</b>	<b>1,483,394</b>
<b>Contributions and Grants</b>					
1995 - Contributions & Grants	(5,380,670)	-	(5,380,670)	(5,380,670)	-
2440 - Deferred Revenue	(1,422,772)	-	(1,422,772)	(1,058,463)	(364,309)
<b>Gross Contributions and Grants</b>	<b>(6,803,442)</b>	-	<b>(6,803,442)</b>	<b>(6,439,133)</b>	<b>(364,309)</b>
<b>Gross Assets for Rate Base</b>	<b>86,171,276</b>	-	<b>86,171,276</b>	<b>77,471,692</b>	<b>8,699,584</b>

1 connections and commercial upgrades. The balance of Distribution Assets of \$5,049,129 was for  
2 replacement/upgrade of deteriorated assets in the distribution system with a high concentration on pole  
3 replacement (\$1,251,000), Pole line rebuilds on a couple major streets (\$488,000), and Emergency  
4 Transformer replacement and upgrades (\$504,000). The balance of the Gross asset additions of  
5 \$2,915,455 is mainly due to our ongoing IT Software and Hardware needs (\$1,133,000), a Contributed  
6 Capital payment to Hydro One for our share of the Wanstead Transformer Station Upgrade in Petrolia  
7 (\$1,190,000), and the acquisition of two Heavy Duty Bucket Trucks (\$601,000).

8

**Table 39: Gross Assets – 2019 Actual vs. 2018 Actual**

Description	2019 Actual	2019 NBV=0 Disposals	2019 Revised Balance	2018 Actual	Variance (\$) - increase/ (decrease)
<b>Intangible Plant</b>					
1609 - Capital Contributions Paid	1,190,000	-	1,190,000	1,190,000	-
1611 - Computer Software (Formally known as Account 1925)	5,009,487	5,518,772	10,528,259	9,598,886	929,373
1612 - Land Rights (Formally known as Account 1906)	173,433	-	173,433	173,433	-
<b>Gross Intangible Plant</b>	<b>6,372,920</b>	<b>5,518,772</b>	<b>11,891,692</b>	<b>10,962,319</b>	<b>929,373</b>
<b>Distribution Plant</b>					
1805 - Land	497,489	-	497,489	497,489	-
1820 - Distribution Station Equipment <50 kV	4,775,467	-	4,775,467	4,694,785	80,682
1830 - Poles, Towers & Fixtures	14,418,969	-	14,418,969	11,676,910	2,742,059
1835 - Overhead Conductors & Devices	15,025,284	-	15,025,284	13,854,762	1,170,522
1840 - Underground Conduit	3,084,699	-	3,084,699	2,776,353	308,346
1845 - Underground Conductors & Devices	11,302,046	28,827	11,330,873	10,679,301	651,572
1850 - Line Transformers	13,529,641	-	13,529,641	12,015,125	1,514,516
1855 - Services (Overhead & Underground)	2,020,204	-	2,020,204	1,814,731	205,473
1860 - Meters	1,245,473	-	1,245,473	1,026,487	218,986
1860 - Meters (Smart Meters)	4,672,029	-	4,672,029	4,598,875	73,154
<b>Gross Distribution Plant</b>	<b>70,571,301</b>	<b>28,827</b>	<b>70,600,128</b>	<b>63,634,818</b>	<b>6,965,310</b>
<b>General Plant</b>					
1908 - Buildings & Fixtures	7,189,552	-	7,189,552	6,972,022	217,530
1915 - Office Furniture & Equipment (10 years)	395,913	69,668	465,581	427,902	37,679
1920 - Computer Equip.-Hardware(Post Mar. 19/07)	2,518,854	1,663,710	4,182,564	3,372,619	809,945
1930 - Transportation Equipment	4,183,516	301,719	4,485,235	4,210,613	274,622
1935 - Stores Equipment	-	274	274	274	-
1940 - Tools, Shop & Garage Equipment	783,951	55,677	839,628	659,366	180,262
1945 - Measurement & Testing Equipment	103,533	4,679	108,212	108,212	-
1955 - Communications Equipment	61,683	3,279	64,962	64,962	-
1960 - Miscellaneous Equipment	125,595	30,976	156,571	153,675	2,896
1970 - Load Management Controls Customer Premises	-	-	-	-	-
1980 - System Supervisor Equipment	752,846	5,124	757,970	757,970	-
1990 - Other Tangible Property	1,410,809	-	1,410,809	1,290,619	120,190
1534 - Smart Grid	367,138	-	367,138	359,347	7,791
<b>Gross General Plant</b>	<b>17,893,390</b>	<b>2,135,106</b>	<b>20,028,496</b>	<b>18,377,581</b>	<b>1,650,915</b>
<b>Contributions and Grants</b>					
1995 - Contributions & Grants	(5,380,670)	-	(5,380,670)	(5,380,670)	-
2440 - Deferred Revenue	(1,753,642)	-	(1,753,642)	(1,422,772)	(330,870)
<b>Gross Contributions and Grants</b>	<b>(7,134,312)</b>	<b>-</b>	<b>(7,134,312)</b>	<b>(6,803,442)</b>	<b>(330,870)</b>
<b>Gross Assets for Rate Base</b>	<b>87,703,299</b>	<b>7,682,705</b>	<b>95,386,004</b>	<b>86,171,276</b>	<b>9,214,728</b>

3

4 Gross Assets increased by \$9,214,728 from 2019 Actual to 2018 Actual. Distribution asset additions

5 contributed \$6,965,310 to the growth of which approximately \$1,670,000 was for customer driven new

1 connections and commercial upgrades. The balance of Distribution Assets of \$5,295,310 was for  
2 replacement/upgrade of deteriorated assets in the distribution system with a high concentration on pole  
3 replacement (\$1,639,000), Load Conversion & Feeder Extensions (\$659,000), Emergency Transformer  
4 replacement and upgrades (\$557,000), and the completion of a downtown lead cable elimination and  
5 vault upgrade project (\$867,000). The balance of the gross asset additions of \$2,249,418 is mainly due to  
6 our ongoing IT Software and Hardware needs (\$1,739,000) and the acquisition of a bucket truck  
7 (\$275,000).

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**Table 40: Gross Assets – 2020 Actual vs. 2019 Actual**

Description	2020 Actual	2020 NBV=0 Disposals	2020 Revised Balance	2019 Actual	Variance (\$) - increase/ (decrease)
<b>Intangible Plant</b>					
1609 - Capital Contributions Paid	1,169,720	-	1,169,720	1,190,000	(20,280)
1611 - Computer Software (Formally known as Account 1925)	5,353,665	692,351	6,046,016	5,009,487	1,036,529
1612 - Land Rights (Formally known as Account 1906)	173,433	-	173,433	173,433	-
<b>Gross Intangible Plant</b>	<b>6,696,818</b>	<b>692,351</b>	<b>7,389,169</b>	<b>6,372,920</b>	<b>1,016,249</b>
<b>Distribution Plant</b>					
1805 - Land	497,489	-	497,489	497,489	-
1820 - Distribution Station Equipment <50 kV	4,807,140	-	4,807,140	4,775,467	31,673
1830 - Poles, Towers & Fixtures	17,169,289	-	17,169,289	14,418,969	2,750,320
1835 - Overhead Conductors & Devices	15,710,236	-	15,710,236	15,025,284	684,952
1840 - Underground Conduit	3,346,603	-	3,346,603	3,084,699	261,904
1845 - Underground Conductors & Devices	12,195,359	-	12,195,359	11,302,046	893,313
1850 - Line Transformers	14,672,274	-	14,672,274	13,529,641	1,142,633
1855 - Services (Overhead & Underground)	2,265,852	-	2,265,852	2,020,204	245,648
1860 - Meters	1,245,940	-	1,245,940	1,245,473	467
1860 - Meters (Smart Meters)	5,163,221	-	5,163,221	4,672,029	491,192
<b>Gross Distribution Plant</b>	<b>77,073,402</b>	<b>-</b>	<b>77,073,402</b>	<b>70,571,301</b>	<b>6,502,101</b>
<b>General Plant</b>					
1908 - Buildings & Fixtures	7,381,945	-	7,381,945	7,189,552	192,393
1915 - Office Furniture & Equipment (10 years)	395,814	17,758	413,572	395,913	17,659
1920 - Computer Equip.-Hardware(Post Mar. 19/07)	2,941,154	401,543	3,342,697	2,518,854	823,843
1930 - Transportation Equipment	4,928,009	19,145	4,947,154	4,183,516	763,638
1935 - Stores Equipment	-	-	-	-	-
1940 - Tools, Shop & Garage Equipment	931,508	26,677	958,185	783,951	174,234
1945 - Measurement & Testing Equipment	103,533	-	103,533	103,533	-
1955 - Communications Equipment	61,683	-	61,683	61,683	-
1960 - Miscellaneous Equipment	119,325	6,270	125,595	125,595	-
1970 - Load Management Controls Customer Premises	-	-	-	-	-
1980 - System Supervisor Equipment	706,005	46,841	752,846	752,846	-
1990 - Other Tangible Property	1,585,182	-	1,585,182	1,410,809	174,373
1534 - Smart Grid	-	-	-	367,138	(367,138)
<b>Gross General Plant</b>	<b>19,154,159</b>	<b>518,234</b>	<b>19,672,393</b>	<b>17,893,390</b>	<b>1,779,003</b>
<b>Contributions and Grants</b>					
1995 - Contributions & Grants	(5,380,670)	-	(5,380,670)	(5,380,670)	-
2440 - Deferred Revenue	(2,235,270)	-	(2,235,270)	(1,753,642)	(481,628)
<b>Gross Contributions and Grants</b>	<b>(7,615,940)</b>	<b>-</b>	<b>(7,615,940)</b>	<b>(7,134,312)</b>	<b>(481,628)</b>
<b>Gross Assets for Rate Base</b>	<b>95,308,440</b>	<b>1,210,585</b>	<b>96,519,025</b>	<b>87,703,299</b>	<b>8,815,726</b>

1 connections and commercial upgrades. The balance of the Distribution assets addition of \$5,680,101 was  
2 for replacement/upgrade of deteriorated assets in the distribution system with a high concentration on  
3 pole replacement (\$1,874,000), Load Conversion & Feeder Extensions (\$444,000), Emergency  
4 Transformer replacement and upgrades (\$430,000), and the completion of a downtown Network Cable  
5 Replacement (\$490,000). The balance of the Gross assets addition of \$2,313,625 is primarily due to IT  
6 Hardware and Software (\$1,860,000), and two new Freightliner Boom Trucks (\$780,000).

7

8 In 2020 there was a disposal in Account 1534 'Smart Grid' of \$367,138. The original gross capital spending  
9 for smart grid was recorded in Account 1534 and grouped with capital assets in the audited financial  
10 statements. This account was included in Appendix 2-BA in order to reconcile to the financial statements  
11 each year. In 2020, this account was removed from Appendix 2-BA, and more appropriately grouped with  
12 the deferral and variance accounts as explained in Appendix 9.

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**Table 41: Gross Assets – 2021 Actual vs. 2020 Actual**

Description	2021 Actual	2021 NBV=0 Disposals	2021 Revised Balance	2020 Actual	Variance (\$) - increase/ (decrease)
<b>Intangible Plant</b>					
1609 - Capital Contributions Paid	1,169,720	-	1,169,720	1,169,720	-
1611 - Computer Software (Formally known as Account 1925)	5,300,202	996,105	6,296,307	5,353,665	942,642
1612 - Land Rights (Formally known as Account 1906)	173,433	-	173,433	173,433	-
<b>Gross Intangible Plant</b>	<b>6,643,355</b>	<b>996,105</b>	<b>7,639,460</b>	<b>6,696,818</b>	<b>942,642</b>
<b>Distribution Plant</b>					
1805 - Land	497,489	-	497,489	497,489	-
1820 - Distribution Station Equipment <50 kV	5,096,495	3,875	5,100,370	4,807,140	293,229
1830 - Poles, Towers & Fixtures	19,500,526	-	19,500,526	17,169,289	2,331,237
1835 - Overhead Conductors & Devices	16,757,917	-	16,757,917	15,710,236	1,047,682
1840 - Underground Conduit	3,643,437	-	3,643,437	3,346,603	296,834
1845 - Underground Conductors & Devices	12,863,448	-	12,863,448	12,195,359	668,089
1850 - Line Transformers	15,935,698	-	15,935,698	14,672,274	1,263,424
1855 - Services (Overhead & Underground)	2,597,366	-	2,597,366	2,265,852	331,515
1860 - Meters	1,255,214	-	1,255,214	1,245,940	9,274
1860 - Meters (Smart Meters)	5,335,775	-	5,335,775	5,163,221	172,554
<b>Gross Distribution Plant</b>	<b>83,483,365</b>	<b>3,875</b>	<b>83,487,240</b>	<b>77,073,402</b>	<b>6,413,838</b>
<b>General Plant</b>					
1908 - Buildings & Fixtures	7,485,614	128,294	7,613,908	7,381,945	231,963
1915 - Office Furniture & Equipment (10 years)	429,556	13,619	443,175	395,814	47,360
1920 - Computer Equip.-Hardware(Post Mar. 19/07)	3,370,804	177,871	3,548,675	2,941,154	607,521
1930 - Transportation Equipment	4,546,891	656,334	5,203,225	4,928,009	275,216
1935 - Stores Equipment	49,922	-	49,922	-	49,922
1940 - Tools, Shop & Garage Equipment	967,255	49,195	1,016,450	931,508	84,941
1945 - Measurement & Testing Equipment	92,606	10,927	103,533	103,533	-
1955 - Communications Equipment	1,081	60,602	61,683	61,683	-
1960 - Miscellaneous Equipment	104,712	25,904	130,616	119,325	11,291
1970 - Load Management Controls Customer Premises	-	-	-	-	-
1980 - System Supervisor Equipment	708,482	-	708,482	706,005	2,477
1990 - Other Tangible Property	1,957,963	-	1,957,963	1,585,182	372,781
1534 - Smart Grid	-	-	-	-	-
<b>Gross General Plant</b>	<b>19,714,886</b>	<b>1,122,746</b>	<b>20,837,632</b>	<b>19,154,159</b>	<b>1,683,473</b>
<b>Contributions and Grants</b>					
1995 - Contributions & Grants	(5,380,670)	-	(5,380,670)	(5,380,670)	-
2440 - Deferred Revenue	(2,464,740)	-	(2,464,740)	(2,235,270)	(229,470)
<b>Gross Contributions and Grants</b>	<b>(7,845,410)</b>	<b>-</b>	<b>(7,845,410)</b>	<b>(7,615,940)</b>	<b>(229,470)</b>
<b>Gross Assets for Rate Base</b>	<b>101,996,197</b>	<b>2,122,726</b>	<b>104,118,923</b>	<b>95,308,440</b>	<b>8,810,483</b>

4 Gross Assets increased by \$8,810,483 from 2021 Actual to 2020 Actual. Distribution asset additions

5 contributed \$6,413,838 to the growth of which approximately \$1,677,000 was for customer driven new

1 connections and commercial upgrades. The balance of the Distribution assets addition of \$4,736,838 was  
2 for replacement/upgrade of deteriorated assets in the distribution system with high concentration on  
3 pole replacement (\$1,561,000), and Emergency Transformer replacement and upgrades (\$851,000). The  
4 balance of the Gross assets addition of \$2,396,645 is primarily due to IT Hardware and Software  
5 (\$1,550,000) and the acquisition of a bucket truck (\$275,000).

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**Table 42: Gross Assets – 2022 Bridge Year vs. 2021 Actual**

Description	2022 Bridge Year	2022 NBV=0 Disposals	2022 Revised Balance	2021 Actual	Variance (\$) - increase/ (decrease)
<b>Intangible Plant</b>					
1609 - Capital Contributions Paid	1,169,720	-	1,169,720	1,169,720	-
1611 - Computer Software (Formally known as Account 1925)	5,461,420	1,108,782	6,570,202	5,300,202	1,270,000
1612 - Land Rights (Formally known as Account 1906)	173,433	-	173,433	173,433	-
<b>Gross Intangible Plant</b>	<b>6,804,573</b>	<b>1,108,782</b>	<b>7,913,355</b>	<b>6,643,355</b>	<b>1,270,000</b>
<b>Distribution Plant</b>					
1805 - Land	1,397,489	-	1,397,489	497,489	900,000
1820 - Distribution Station Equipment <50 kV	5,531,195	-	5,531,195	5,096,495	434,700
1830 - Poles, Towers & Fixtures	22,274,926	-	22,274,926	19,500,526	2,774,400
1835 - Overhead Conductors & Devices	17,869,117	-	17,869,117	16,757,917	1,111,200
1840 - Underground Conduit	4,143,637	-	4,143,637	3,643,437	500,200
1845 - Underground Conductors & Devices	13,429,341	575,207	14,004,548	12,863,448	1,141,100
1850 - Line Transformers	17,404,798	-	17,404,798	15,935,698	1,469,100
1855 - Services (Overhead & Underground)	3,123,766	-	3,123,766	2,597,366	526,400
1860 - Meters	1,263,814	-	1,263,814	1,255,214	8,600
1860 - Meters (Smart Meters)	5,574,575	-	5,574,575	5,335,775	238,800
<b>Gross Distribution Plant</b>	<b>92,012,658</b>	<b>575,207</b>	<b>92,587,865</b>	<b>83,483,365</b>	<b>9,104,500</b>
<b>General Plant</b>					
1908 - Buildings & Fixtures	7,634,114	-	7,634,114	7,485,614	148,500
1915 - Office Furniture & Equipment (10 years)	408,883	52,673	461,556	429,556	32,000
1920 - Computer Equip.-Hardware(Post Mar. 19/07)	3,755,783	261,921	4,017,704	3,370,804	646,900
1930 - Transportation Equipment	5,018,190	276,701	5,294,891	4,546,891	748,000
1935 - Stores Equipment	49,922	-	49,922	49,922	-
1940 - Tools, Shop & Garage Equipment	1,080,241	29,014	1,109,255	967,255	142,000
1945 - Measurement & Testing Equipment	42,851	49,755	92,606	92,606	-
1955 - Communications Equipment	-	1,081	1,081	1,081	-
1960 - Miscellaneous Equipment	141,300	20,412	161,712	104,712	57,000
1970 - Load Management Controls Customer Premises	-	-	-	-	-
1980 - System Supervisor Equipment	672,386	39,196	711,582	708,482	3,100
1990 - Other Tangible Property	1,957,963	-	1,957,963	1,957,963	-
1534 - Smart Grid	-	-	-	-	-
<b>Gross General Plant</b>	<b>20,761,633</b>	<b>730,753</b>	<b>21,492,386</b>	<b>19,714,886</b>	<b>1,777,500</b>
<b>Contributions and Grants</b>					
1995 - Contributions & Grants	(5,380,670)	-	(5,380,670)	(5,380,670)	-
2440 - Deferred Revenue	(3,464,740)	-	(3,464,740)	(2,464,740)	(1,000,000)
<b>Gross Contributions and Grants</b>	<b>(8,845,410)</b>	<b>-</b>	<b>(8,845,410)</b>	<b>(7,845,410)</b>	<b>(1,000,000)</b>
<b>Gross Assets for Rate Base</b>	<b>110,733,455</b>	<b>2,414,742</b>	<b>113,148,197</b>	<b>101,996,197</b>	<b>11,152,000</b>

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- 4 Gross Assets increased by \$11,152,000 from 2022 Bridge Year to 2021 Actual. Distribution asset additions contributed \$9,104,500 to the growth of which approximately \$2,000,000 was for customer driven new connections and commercial upgrades. The balance of the Distribution assets addition of \$7,104,500 was

1 for replacement/upgrade of deteriorated assets in the distribution system with a high concentration for  
2 pole replacement (\$1,833,000), Load Conversion & Feeder Extensions (\$450,000), and Emergency  
3 Transformer replacement and upgrades (\$792,000). We also have additional Downtown Cable  
4 replacement (\$479,000) as well as some Petrolia Substation work (\$300,000). For 2022, we also have a  
5 one-time land purchase of \$900,000 for growing operations inventory and vehicle overflow. The balance  
6 of the Gross assets addition of \$2,047,500 is primarily due to IT Hardware and Software (\$1,917,000), and  
7 a Heavy Duty Truck Purchase (\$748,000).

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**Table 43: Gross Assets – 2023 Test Year vs. 2022 Bridge Year**

Description	2023 Test Year	2023 NBV=0 Disposals	2023 Revised Balance	2022 Bridge Year	Variance (\$) - increase/ (decrease)
<b>Intangible Plant</b>					
1609 - Capital Contributions Paid	1,169,720	-	1,169,720	1,169,720	-
1611 - Computer Software (Formally known as Account 1925)	6,274,913	676,507	6,951,420	5,461,420	1,490,000
1612 - Land Rights (Formally known as Account 1906)	173,433	-	173,433	173,433	-
<b>Gross Intangible Plant</b>	<b>7,618,066</b>	<b>676,507</b>	<b>8,294,573</b>	<b>6,804,573</b>	<b>1,490,000</b>
<b>Distribution Plant</b>					
1805 - Land	1,397,489	-	1,397,489	1,397,489	-
1820 - Distribution Station Equipment <50 kV	6,679,015	-	6,679,015	5,531,195	1,147,820
1830 - Poles, Towers & Fixtures	25,237,887	-	25,237,887	22,274,926	2,962,961
1835 - Overhead Conductors & Devices	19,435,056	-	19,435,056	17,869,117	1,565,939
1840 - Underground Conduit	4,650,198	-	4,650,198	4,143,637	506,561
1845 - Underground Conductors & Devices	14,311,430	-	14,311,430	13,429,341	882,089
1850 - Line Transformers	18,828,568	-	18,828,568	17,404,798	1,423,770
1855 - Services (Overhead & Underground)	3,701,569	-	3,701,569	3,123,766	577,803
1860 - Meters	1,272,887	-	1,272,887	1,263,814	9,073
1860 - Meters (Smart Meters)	5,827,259	-	5,827,259	5,574,575	252,684
<b>Gross Distribution Plant</b>	<b>101,341,358</b>	<b>-</b>	<b>101,341,358</b>	<b>92,012,658</b>	<b>9,328,700</b>
<b>General Plant</b>					
1908 - Buildings & Fixtures	7,756,514	-	7,756,514	7,634,114	122,400
1915 - Office Furniture & Equipment (10 years)	441,383	-	441,383	408,883	32,500
1920 - Computer Equip.-Hardware(Post Mar. 19/07)	3,965,621	340,752	4,306,373	3,755,783	550,590
1930 - Transportation Equipment	4,954,833	349,107	5,303,940	5,018,190	285,750
1935 - Stores Equipment	49,922	-	49,922	49,922	-
1940 - Tools, Shop & Garage Equipment	1,212,715	27,076	1,239,791	1,080,241	159,550
1945 - Measurement & Testing Equipment	-	42,851	42,851	42,851	-
1955 - Communications Equipment	375,000	-	375,000	-	375,000
1960 - Miscellaneous Equipment	165,500	-	165,500	141,300	24,200
1970 - Load Management Controls Customer Premises	-	-	-	-	-
1980 - System Supervisor Equipment	619,000	56,796	675,796	672,386	3,410
1980 - System Supervisor Equipment (smart grid)	56,969	-	56,969	56,969	-
1990 - Other Tangible Property	1,957,963	-	1,957,963	1,957,963	-
1534 - Smart Grid	-	-	-	-	-
<b>Gross General Plant</b>	<b>21,555,420</b>	<b>816,582</b>	<b>22,372,002</b>	<b>20,818,602</b>	<b>1,553,400</b>
<b>Contributions and Grants</b>					
1995 - Contributions & Grants	(5,380,670)	-	(5,380,670)	(5,380,670)	-
2440 - Deferred Revenue	(4,464,740)	-	(4,464,740)	(3,464,740)	(1,000,000)
<b>Gross Contributions and Grants</b>	<b>(9,845,410)</b>	<b>-</b>	<b>(9,845,410)</b>	<b>(8,845,410)</b>	<b>(1,000,000)</b>
<b>Gross Assets for Rate Base</b>	<b>120,669,435</b>	<b>1,493,089</b>	<b>122,162,524</b>	<b>110,790,424</b>	<b>11,372,100</b>

1 driven new connections and commercial upgrades. The balance of Distribution asset additions of  
2 \$7,218,700 is driven mainly by replacement/upgrades of deteriorated assets of the distribution system  
3 with a high concentration for pole replacement (\$1,865,000), Load Conversion & Feeder Extensions  
4 (\$2,035,000), and Emergency Transformer replacement and upgrades (\$809,000). The balance of the  
5 Gross assets addition of \$2,043,400 is primarily due to IT Hardware and Software (\$2,041,000).

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## 7 **2.4 Depreciation**

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### 9 ***2.4.1 Overview of Depreciation***

10 The previous COS rebasing application (EB-2012-0107) was filed on a Modified International Financial  
11 Reporting Standards (MIFRS) basis in accordance with the Filing Guidelines. With the decision by  
12 Bluewater to delay conversion to International Financial Reporting Standards (IFRS) for external reporting  
13 purposes until 2015, Bluewater still satisfied the requirements of the OEB as set out in the letter dated  
14 July 17, 2012 by changing its useful lives for depreciation purposes as presented in EB-2012-0107.

15

### 16 ***2.4.2 Depreciation by Asset Group***

17 International Accounting Standard 16 ‘Property, Plant and Equipment (PP&E)’ (“IAS 16”) requires each  
18 part of an item of PP&E with a cost that is significant in relation to the total cost of the item to be  
19 depreciated separately. These components chosen by Bluewater reflect a rational and systematic  
20 allocation of cost over future periods appropriate to the nature of the property, plant and equipment.  
21 The only items of Property, Plant and Equipment that are not depreciated are Land (Account 1805),  
22 Construction Work in Progress (CWIP - Account 2055), and Other Tangible Property (Account 1990). CWIP  
23 is not included for ratemaking purposes. Other Tangible Property is used to record major spare parts and  
24 standby equipment, which are reclassified from inventory and included with capital assets.

25

### 26 ***2.4.3 Depreciation Policy***

27 The components of assets and related useful lives were determined as part of EB-2012-0107 with  
28 reference to the Depreciation Study for Use by Electricity Distributors (EB-2010-0178) (the “Kinectrics  
29 Report”). The useful lives chosen for Bluewater’s assets are within the ranges suggested as a guideline by  
30 the Kinectrics Report.

1 Presented in **Table 44** below is OEB Appendix 2-BB ‘Service Life Comparison’ which provides a summary  
2 comparison of the Kinectrics ranges and the useful life chosen by Bluewater for each component.  
3 Starting with **Table 45** below, OEB Appendix 2-C ‘Depreciation and Amortization Expense’ is provided from  
4 2013 actuals to the 2023 Test Year which outlines the asset components and related depreciation rates  
5 used by Bluewater.

6  
7 The depreciation expense amounts in OEB Appendix 2-C ‘Depreciation and Amortization Expense’ for each  
8 year reconciles with the accumulated depreciation balances in the fixed asset continuity schedules from  
9 2013 to the 2023 Test Year found in Appendix 2-BA.

10  
11 **2.4.4 Changes to Depreciation Policy or Asset Service Life**  
12 Bluewater has not made any changes to its depreciation policy or asset service lives since the last rebasing  
13 application (EB-2012-0107).

14  
15 **2.4.5 Asset Retirement Obligations**  
16 Bluewater does not have any asset retirement obligations and therefore there is no corresponding  
17 depreciation amount included for the 2023 Test Year.

18  
19 **2.4.6 Half-Year Rule**  
20 For ratemaking purposes, Bluewater follows the “half-year” rule where capital additions in the 2022  
21 Bridge Year and the 2023 Test Year attract six months of depreciation expense.  
22 For accounting purposes, Bluewater’s historical practice is to commence recording straight-line  
23 depreciation expense in the month an asset enters service.

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**Table 44: OEB Appendix 2-BB - Service Life Comparison**

Parent*	#	Asset Details		Useful Life			USoA Account Number	USoA Account Description	Current		Proposed		Outside Range of Min, Max TUL?		
		Category	Component	Type	MIN UL	TUL			Years	Rate	Years	Rate	Below Min TUL	Above Max TUL	
OH	1	Fully Dressed Wood Poles	Overall		35	45	75	1830	Poles, Towers & Fixtures	45	2.2%	45	2.2%	No	No
			Cross Arm	Wood	20	40	55								
			Cross Arm	Steel	30	70	95								
	2	Fully Dressed Concrete Poles	Overall		50	60	80	1830	Poles, Towers & Fixtures	60	1.7%	60	1.7%	No	No
			Cross Arm	Wood	20	40	55								
			Cross Arm	Steel	30	70	95								
	3	Fully Dressed Steel Poles	Overall		60	60	80	1830	Poles, Towers & Fixtures	60	1.7%	60	1.7%	No	No
			Cross Arm	Wood	20	40	55								
			Cross Arm	Steel	30	70	95								
	4	OH Line Switch			30	45	55	1835	Overhead Conductors & Devices	40	2.5%	40	2.5%	No	No
	5	OH Line Switch Motor			15	25	25								
TS & MS	6	OH Line Switch RTU			15	20	20								
	7	OH Integral Switches			35	45	60	1835	Overhead Conductors & Devices	40	2.5%	40	2.5%	No	No
	8	OH Conductors			50	60	75	1835	Overhead Conductors & Devices	60	1.7%	60	1.7%	No	No
	9	OH Transformers & Voltage Regulators			30	40	60	1850	Line Transformers	40	2.5%	40	2.5%	No	No
	10	OH Shunt Capacitor Banks			25	30	40								
	11	Reclosers			25	40	55	1835	Overhead Conductors & Devices	40	2.5%	40	2.5%	No	No
	12	Power Transformers	Overall		30	45	60	1820	Distribution Station Equipment <50 kV	45	2.2%	45	2.2%	No	No
			Bushing		10	20	30								
			Tap Changer		20	30	60								
	13	Station Service Transformer			30	45	55	1820	Distribution Station Equipment <50 kV	45	2.2%	45	2.2%	No	No
UG	14	Station Grounding Transformer			30	40	40								
	15	Station DC System	Overall		10	20	30								
			Battery Bank		10	15	15								
			Charger		20	20	30								
	16	Station Metal Clad Switchgear	Overall		30	40	60	1820	Distribution Station Equipment <50 kV	40	2.5%	40	2.5%	No	No
			Removable Breaker		25	40	60	1820	Distribution Station Equipment <50 kV	40	2.5%	40	2.5%	No	No
	17	Station Independent Breakers			35	45	65	1820	Distribution Station Equipment <50 kV	40	2.5%	40	2.5%	No	No
	18	Station Switch			30	50	60	1820	Distribution Station Equipment <50 kV	40	2.5%	40	2.5%	No	No
	19	Electromechanical Relays			25	35	50								
	20	Solid State Relays			10	30	45	1820	Distribution Station Equipment <50 kV	20	5.0%	20	5.0%	No	No
	21	Digital & Numeric Relays			15	20	20	1820	Distribution Station Equipment <50 kV	20	5.0%	20	5.0%	No	No
	22	Rigid Busbars			30	55	60								
	23	Steel Structure			35	50	90	1820	Distribution Station Equipment <50 kV	50	2.0%	50	2.0%	No	No
	24	Primary Paper Insulated Lead Covered (PILC) Cables			60	65	75								
	25	Primary Ethylene-Propylene Rubber (EPR) Cables			20	25	25								
	26	Primary Non-Tree Retardant (TR) Cross Linked			20	25	30								
	27	Primary Non-TR XLPE Cables in Duct			20	25	30								
	28	Primary TR XLPE Cables Direct Buried			25	30	35	1845	Underground Conductors & Devices	35	2.9%	35	2.9%	No	No
	29	Primary TR XLPE Cables in Duct			35	40	55	1845	Underground Conductors & Devices	40	2.5%	40	2.5%	No	No
	30	Secondary PILC Cables			70	75	80								
	31	Secondary Cables Direct Buried			25	35	40	1855	Services	25	4.0%	25	4.0%	No	No

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### OEB Appendix 2-BB - Service Life Comparison, Continued

Parent*	#	Asset Details		Useful Life			USoA Account Number	USoA Account Description	Current		Proposed		Outside Range of Min, Max TUL?	
		Category  Component   Type		MIN UL	TUL	MAX UL			Years	Rate	Years	Rate	Below Min TUL	Above Max TUL
UG	32	Secondary Cables in Duct		35	40	60	1845	Underground Conductors & Devices	50	2.0%	50	2.0%	No	No
	33	Network Tranformers	Overall	20	35	50								
			Protector	20	35	40								
	34	Pad-Mounted Transformers		25	40	45	1850	Line Transformers	40	2.5%	40	2.5%	No	No
	35	Submersible/Vault Transformers		25	35	45	1850	Line Transformers	40	2.5%	40	2.5%	No	No
	36	UG Foundation		35	55	70	1840	Underground Conduit	60	1.7%	60	1.7%	No	No
	37	UG Vaults	Overall	40	60	80	1840	Underground Conduit	60	1.7%	60	1.7%	No	No
			Roof	20	30	45								
	38	UG Vault Switches		20	35	50								
	39	Pad-Mounted Switchgear		20	30	45								
S	40	Ducts		30	50	85	1840	Underground Conduit	50	2.0%	50	2.0%	No	No
	41	Concrete Encased Duct Banks		35	55	80	1840	Underground Conduit	60	1.7%	60	1.7%	No	No
	42	Cable Chambers		50	60	80	1840	Underground Conduit	60	1.7%	60	1.7%	No	No
S	43	Remote SCADA		15	20	30	1980	System Supervisor Equipment	25	4.0%	25	4.0%	No	No

Table F-2 from Kinetrics Report

#	Asset Details		USoA Account Number	USoA Account Description	Current		Proposed		Outside Range of Min, Max TUL?	
	Category  Component   Type	Useful Life Range			Years	Rate	Years	Rate	Below Min Range	Above Max Range
1	Office Equipment	5   15	1915	Office Furniture & Equipment	10	10.0%	10	10.0%	No	No
2	Vehicles	Trucks & Buckets	5	15	1930	Transportation Equipment	10	10.0%	10	10.0%
		Trailers	5	20	1930	Transportation Equipment	8	12.5%	8	12.5%
		Vans	5	10	1930	Transportation Equipment	8	12.5%	8	12.5%
3	Administrative Buildings	50   75	1908	Buildings & Fixtures	60	1.7%	60	1.7%	No	No
4	Leasehold Improvements	Lease dependent								
5	Station Buildings	Station Buildings	50	75	1820	Distribution Station Equipment <50 kV	50	2.0%	50	2.0%
		Parking	25	30	1820	Distribution Station Equipment <50 kV	30	3.3%	30	3.3%
		Fence	25	60	1820	Distribution Station Equipment <50 kV	30	3.3%	30	3.3%
		Roof	20	30	1820	Distribution Station Equipment <50 kV	30	3.3%	30	3.3%
6	Computer Equipment	Hardware	3	5	1920	Computer Equipment - Hardware	5	20.0%	5	20.0%
		Software	2	5	1611	Computer Software	5	20.0%	5	20.0%
7	Equipment	Power Operated	5	10						
		Stores	5	10	1935	Stores Equipment	10	10.0%	10	10.0%
		Tools, Shop, Garage Equipment	5	10	1940	Tools, Shop & Garage Equipment	10	10.0%	10	10.0%
		System Supervisor E	5	10	1960	Miscellaneous Equipment	10	10.0%	10	10.0%
		Measurement & Tes	5	10	1980	System Supervisor Equipment	10	10.0%	10	10.0%
8	Communication	Towers	60	70	1980	System Supervisor Equipment	60	1.7%	60	1.7%
		Wireless	2	10	1955	Communications Equipment	10	10.0%	10	10.0%
9	Residential Energy Meters		25	35						
10	Industrial/Commercial Energy Meters		25	35	1860	Meters	25	4.0%	25	4.0%
11	Wholesale Energy Meters		15	30	1860	Meters	25	4.0%	25	4.0%
12	Current & Potential Transformer (CT & PT)		35	50	1850	Line Transformers	40	2.5%	40	2.5%
13	Smart Meters		5	15	1860	Meters	15	6.7%	15	6.7%
14	Repeaters - Smart Metering		10	15	1860	Meters	15	6.7%	15	6.7%
15	Data Collectors - Smart Metering		15	20	1860	Meters	15	6.7%	15	6.7%

2

3

**Table 45: OEB Appendix 2-C – Depreciation and Amortization Expense – 2013 CGAAP**

2013 CGAAP		Book Values										Service Lives					Depreciation Expense					Depreciation Expense per Appendix 2- BA Fixed Assets, Column J	Variance <sup>6</sup>						
		Opening Net Book Value of Existing Assets as at Date of Policy Change (Jan. 1) <sup>1</sup>	Less Fully Depreciated <sup>7</sup>	Net Amount of Existing Assets Before Policy Change to be Depreciated	Opening Gross Book Value of Assets Acquired After Policy Change <sup>2</sup>	Less Fully Depreciated <sup>8</sup>	Net Amount of Assets Acquired After Policy Change to be Depreciated	Current Year Additions	Average Remaining Life of Assets Existing Before Policy Change <sup>3</sup>	Depreciation Rate Assets Acquired After Policy Change <sup>4</sup>	Life of Assets Acquired After Policy Change <sup>4</sup>	Depreciation Rate on New Additions	Depreciation Expense on Assets Existing Before Policy Change	Depreciation Expense on Assets Acquired After Policy Change	Depreciation Expense on Current Year Additions <sup>5</sup>	Total Current Year Depreciation Expense													
Account	Description	a	b	c = a-b	d	e	f = d-e	g	h	i = 1/h	j	k = 1/j	l = c/h	m = f/j	n = g*0.5/j	o = l+m+n	p	q = p-o											
1611	Computer Software (Formerly Account 1925)	\$ 6,686,779		\$ 6,686,779			\$ -	\$ 989,635	3.27	30.60%	5.00	20.00%	\$ 2,046,147	\$ -	\$ 98,964	\$ 2,145,111	\$ 2,116,810	\$ 28,301											
1612	Land Rights (Formerly Account 1906)	\$ 14,625		\$ 14,625			\$ -	\$ -	13.00	7.69%	25.00	4.00%	\$ 1,125	\$ -	\$ -	\$ 1,125	\$ 1,192	\$ 67											
1805	Land	\$ 497,489		\$ 497,489			\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -											
1808	Buildings	\$ -		\$ -			\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -											
1810	Leasehold Improvements	\$ -		\$ -			\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -											
1815	Transformer Station Equipment >50 kV	\$ -		\$ -			\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -											
1820	Distribution Station Equipment <50 kV	\$ 3,292,186		\$ 3,292,186			\$ -	\$ 167,402	15.02	6.66%	40.00	2.50%	\$ 219,256	\$ -	\$ 2,093	\$ 221,349	\$ 220,406	\$ 943											
1825	Storage Battery Equipment	\$ -		\$ -			\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -											
1830	Poles, Towers & Fixtures	\$ 2,930,272		\$ 2,930,272			\$ -	\$ 535,801	41.75	2.40%	45.00	2.22%	\$ 70,182	\$ -	\$ 5,953	\$ 76,135	\$ 74,566	\$ 1,567											
1835	Overhead Conductors & Devices	\$ 9,855,401		\$ 9,855,401			\$ -	\$ 553,800	34.26	2.92%	60.00	1.67%	\$ 287,663	\$ -	\$ 4,615	\$ 292,278	\$ 292,374	\$ 96											
1840	Underground Conduit	\$ 1,182,052		\$ 1,182,052			\$ -	\$ 211,686	48.88	2.05%	60.00	1.67%	\$ 24,182	\$ -	\$ 1,764	\$ 25,946	\$ 25,598	\$ 348											
1845	Underground Conductors & Devices	\$ 8,093,402		\$ 8,093,402			\$ -	\$ 259,635	21.80	4.59%	40.00	2.50%	\$ 371,175	\$ -	\$ 3,245	\$ 374,421	\$ 355,853	\$ 18,568											
1850	Line Transformers	\$ 7,257,615		\$ 7,257,615			\$ -	\$ 512,341	31.08	3.22%	40.00	2.50%	\$ 233,483	\$ -	\$ 6,404	\$ 239,887	\$ 239,910	\$ 23											
1855	Services (Overhead & Underground)	\$ 665,779		\$ 665,779			\$ -	\$ 175,147	21.51	4.65%	25.00	4.00%	\$ 30,946	\$ -	\$ 3,503	\$ 34,449	\$ 32,945	\$ 1,504											
1860	Meters	\$ 662,870		\$ 662,870			\$ -	\$ 13,134	13.29	7.52%	15.00	6.67%	\$ 49,880	\$ -	\$ 438	\$ 50,318	\$ 35,854	\$ 14,464											
1860	Meters (Smart Meters)	\$ 4,242,960		\$ 4,242,960			\$ -	\$ 93,902	13.29	7.52%	15.00	6.67%	\$ 319,276	\$ -	\$ 3,130	\$ 322,406	\$ 337,523	\$ 15,117											
1905	Land	\$ -		\$ -			\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -											
1908	Buildings & Fixtures	\$ 6,122,664		\$ 6,122,664			\$ -	\$ 515,860	34.82	2.87%	60.00	1.67%	\$ 175,860	\$ -	\$ 4,299	\$ 180,159	\$ 178,130	\$ 2,029											
1910	Leasehold Improvements	\$ -		\$ -			\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -											
1915	Office Furniture & Equipment (10 years)	\$ 243,411		\$ 243,411			\$ -	\$ 64,833	4.83	20.69%	10.00	10.00%	\$ 50,359	\$ -	\$ 3,242	\$ 53,601	\$ 43,493	\$ 10,108											
1915	Office Furniture & Equipment (5 years)	\$ -		\$ -			\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -											
1920	Computer Equipment - Hardware	\$ 1,737,416		\$ 1,737,416			\$ -	\$ 554,938	2.96	33.73%	5.00	20.00%	\$ 585,983	\$ -	\$ 55,494	\$ 641,477	\$ 628,644	\$ 12,833											
1920	Computer Equip.-Hardware(Post Mar. 22/04)	\$ -		\$ -			\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -											
1920	Computer Equip.-Hardware(Post Mar. 19/07)	\$ -		\$ -			\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -											
1930	Transportation Equipment	\$ 1,881,536		\$ 1,881,536			\$ -	\$ 488,549	6.23	16.06%	10.00	10.00%	\$ 302,184	\$ -	\$ 24,427	\$ 326,611	\$ 320,365	\$ 6,246											
1935	Stores Equipment	\$ 5,063		\$ 5,063			\$ -	\$ -	1.00	100.00%	10.00	10.00%	\$ 5,063	\$ -	\$ -	\$ 5,063	\$ 4,790	\$ 273											
1940	Tools, Shop & Garage Equipment	\$ 262,549	\$ 37,128	\$ 225,421			\$ -	\$ 8,962	4.34	23.06%	10.00	10.00%	\$ 51,971	\$ -	\$ 448	\$ 51,523	\$ 43,018	\$ 8,505											
1945	Measurement & Testing Equipment	\$ 124,962		\$ 124,962			\$ -	\$ -	6.01	16.63%	10.00	10.00%	\$ 20,782	\$ -	\$ -	\$ 20,782	\$ 16,750	\$ 4,032											
1950	Power Operated Equipment	\$ -		\$ -			\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -											
1955	Communications Equipment	\$ 77,915		\$ 77,915			\$ -	\$ -	5.86	17.05%	10.00	10.00%	\$ 13,288	\$ -	\$ -	\$ 13,288	\$ 12,953	\$ 335											
1955	Communication Equipment (Smart Meters)	\$ -		\$ -			\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -											
1960	Miscellaneous Equipment	\$ 66,518		\$ 66,518			\$ -	\$ 71,693	5.00	20.00%	10.00	10.00%	\$ 13,304	\$ -	\$ 3,585	\$ 16,888	\$ 15,925	\$ 963											
1970	Load Management Controls Customer Premises	\$ -		\$ -			\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -											
1975	Load Management Controls Utility Premises	\$ -		\$ -			\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -											
1980	System Supervisor Equipment	\$ 478,522		\$ 478,522			\$ -	\$ 98,765	12.16	8.23%	10.00	10.00%	\$ 39,362	\$ -	\$ 4,938	\$ 44,301	\$ 44,425	\$ 124											
1985	Miscellaneous Fixed Assets	\$ -		\$ -			\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -											
1990	Other Tangible Property	\$ 645,280		\$ 645,280			\$ -	\$ 100,867	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -											
1995	Contributions & Grants	\$ 5,126,899		\$ 5,126,899			\$ -	\$ 537,827	18.76	5.33%	25.00	4.00%	\$ 273,299	\$ -	\$ 10,757	\$ 284,056	\$ 284,056	\$ -											
2005	Property Under Finance Lease	\$ -		\$ -			\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -											
	<b>Total</b>	<b>\$ 51,900,367</b>	<b>\$ 37,128</b>	<b>\$ 51,863,239</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 4,861,199</b>					<b>\$ 4,638,174</b>	<b>\$ -</b>	<b>\$ 214,889</b>	<b>\$ 4,853,063</b>	<b>\$ 4,757,470</b>	<b>\$ 95,593</b>											

**Table 46: OEB Appendix 2-C – Depreciation and Amortization Expense – 2014 CGAAP**

2014 CGAAP		Book Values							Service Lives				Depreciation Expense						
Account	Description	Opening Net Book Value of Existing Assets as at Date of Policy Change (Jan. 1) 1	Less Fully Depreciated 7	Net Amount of Existing Assets Before Policy Change to be Depreciated	Opening Gross Book Value of Assets Acquired After Policy Change 2	Less Fully Depreciated 8	Net Amount of Assets Acquired After Policy Change to be Depreciated	Current Year Additions	Average Remaining Life of Assets Existing Before Policy Change 3	Depreciation Rate Assets Acquired After Policy Change	Life of Assets Acquired After Policy Change 4	Depreciation Rate on New Additions	Depreciation Expense on Assets Existing Before Policy Change	Depreciation Expense on Assets Acquired After Policy Change	Depreciation Expense on Current Year Additions 5	Total Current Year Depreciation Expense	Depreciation Expense per Appendix 2- BA Fixed Assets, Column J	Variance 6	
		a	b	c = a-b	d	e	f = d-e	g	h	i = 1/h	j	k = 1/j	l = c/h	m = f/j	n = g*0.5/j	o = l+m+n	p	q = p-o	
1611	Computer Software (Formerly Account 1925)	\$ 6,686,779	\$ 68,831	\$ 6,617,948	\$ 989,635		\$ 989,635	\$ 651,520	3.44	29.03%	5.00	20.00%	\$ 1,921,082	\$ 197,927	\$ 65,152	\$ 2,184,161	\$ 2,180,898	-\$ 3,263	
1612	Land Rights (Formerly Account 1906)	\$ 14,625		\$ 14,625	\$ -		\$ -	\$ 160,000	13.00	7.69%	25.00	4.00%	\$ 1,125	\$ -	\$ 3,200	\$ 4,325	\$ 1,192	-\$ 3,133	
1805	Land	\$ 497,489		\$ 497,489	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
1808	Buildings	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
1810	Leasehold Improvements	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
1815	Transformer Station Equipment >50 kV	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
1820	Distribution Station Equipment <50 kV	\$ 3,292,186	\$ 99,127	\$ 3,193,059	\$ 167,402		\$ 167,402	\$ 79,308	26.58	3.76%	40.00	2.50%	\$ 120,129	\$ 4,185	\$ 991	\$ 125,305	\$ 126,280	\$ 975	
1825	Storage Battery Equipment	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
1830	Poles, Towers & Fixtures	\$ 2,930,272		\$ 2,930,272	\$ 535,801		\$ 535,801	\$ 385,717	41.75	2.40%	45.00	2.22%	\$ 70,182	\$ 11,907	\$ 4,286	\$ 86,374	\$ 86,341	-\$ 33	
1835	Overhead Conductors & Devices	\$ 9,855,401		\$ 9,855,401	\$ 553,800		\$ 553,800	\$ 428,402	34.26	2.92%	60.00	1.67%	\$ 287,663	\$ 9,230	\$ 3,570	\$ 300,463	\$ 302,663	\$ 2,200	
1840	Underground Conduit	\$ 1,182,052		\$ 1,182,052	\$ 211,686		\$ 211,686	\$ 168,722	48.88	2.05%	60.00	1.67%	\$ 24,182	\$ 3,528	\$ 1,406	\$ 29,117	\$ 33,386	\$ 4,271	
1845	Underground Conductors & Devices	\$ 8,093,402		\$ 8,093,402	\$ 259,635		\$ 259,635	\$ 560,924	23.07	4.33%	40.00	2.50%	\$ 350,748	\$ 6,491	\$ 7,012	\$ 364,251	\$ 367,474	\$ 3,223	
1850	Line Transformers	\$ 7,257,615		\$ 7,257,615	\$ 512,341		\$ 512,341	\$ 578,441	31.06	3.22%	40.00	2.50%	\$ 233,483	\$ 12,809	\$ 7,231	\$ 253,522	\$ 252,284	-\$ 1,238	
1855	Services (Overhead & Underground)	\$ 665,779		\$ 665,779	\$ 175,147		\$ 175,147	\$ 192,720	21.51	4.65%	25.00	4.00%	\$ 30,946	\$ 7,006	\$ 3,854	\$ 41,806	\$ 39,203	-\$ 2,603	
1860	Meters	\$ 662,870		\$ 662,870	\$ 13,134		\$ 13,134	\$ 22,895	13.29	7.52%	15.00	6.67%	\$ 49,880	\$ 876	\$ 763	\$ 51,519	\$ 36,748	-\$ 14,771	
1860	Meters (Smart Meters)	\$ 4,242,960		\$ 4,242,960	\$ 93,902		\$ 93,902	\$ 26,175	13.29	7.52%	15.00	6.67%	\$ 319,276	\$ 6,260	\$ 873	\$ 326,408	\$ 341,975	\$ 15,567	
1905	Land	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
1908	Buildings & Fixtures	\$ 6,122,664	\$ 19,456	\$ 6,103,208	\$ 515,860		\$ 515,860	\$ 128,295	34.82	2.87%	60.00	1.67%	\$ 175,301	\$ 8,598	\$ 1,069	\$ 184,968	\$ 176,464	-\$ 8,504	
1910	Leasehold Improvements	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
1915	Office Furniture & Equipment (10 years)	\$ 243,411		\$ 243,411	\$ 64,833		\$ 64,833	\$ 9,848	4.83	20.69%	10.00	10.00%	\$ 50,359	\$ 6,483	\$ 492	\$ 57,335	\$ 45,826	-\$ 11,509	
1915	Office Furniture & Equipment (5 years)	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
1920	Computer Equipment - Hardware	\$ 1,737,416	\$ 47,385	\$ 1,690,031	\$ 554,938		\$ 554,938	\$ 401,544	3.52	28.42%	5.00	20.00%	\$ 480,376	\$ 110,988	\$ 40,154	\$ 631,518	\$ 625,036	-\$ 6,482	
1920	Computer Equip.-Hardware(Post Mar. 22/04)	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
1920	Computer Equip.-Hardware(Post Mar. 19/07)	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
1930	Transportation Equipment	\$ 1,881,536	\$ 15,613	\$ 1,865,923	\$ 488,549		\$ 488,549	\$ 59,531	6.51	15.36%	10.00	10.00%	\$ 286,571	\$ 48,855	\$ 2,977	\$ 338,403	\$ 346,069	\$ 7,666	
1935	Stores Equipment	\$ 5,063	\$ 5,063	\$ -	\$ -		\$ -	\$ -	-	0.00%	10.00	10.00%	\$ -	\$ -	\$ -	\$ -	\$ 113	\$ 113	
1940	Tools, Shop & Garage Equipment	\$ 225,421		\$ 225,421	\$ 8,962		\$ 8,962	\$ 59,439	4.34	23.06%	10.00	10.00%	\$ 51,971	-\$ 896	\$ 2,972	\$ 54,047	\$ 44,674	-\$ 9,373	
1945	Measurement & Testing Equipment	\$ 124,962		\$ 124,962	\$ -		\$ -	\$ -	-	6.01	16.63%	10.00	10.00%	\$ 20,782	\$ -	\$ -	\$ 20,782	\$ 16,750	-\$ 4,032
1950	Power Operated Equipment	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
1955	Communications Equipment	\$ 77,915		\$ 77,915	\$ -		\$ -	\$ -	-	5.86	17.05%	10.00	10.00%	\$ 13,288	\$ -	\$ -	\$ 13,288	\$ 11,288	-\$ 2,000
1955	Communication Equipment (Smart Meters)	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
1960	Miscellaneous Equipment	\$ 66,518		\$ 66,518	\$ 71,693		\$ 71,693	\$ 6,270	5.00	20.00%	10.00	10.00%	\$ 13,304	\$ 7,169	\$ 314	\$ 20,786	\$ 17,977	-\$ 2,809	
1970	Load Management Controls Customer Premises	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
1975	Load Management Controls Utility Premises	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
1980	System Supervisor Equipment	\$ 478,522		\$ 478,522	\$ 98,765		\$ 98,765	\$ 133,760	12.16	8.23%	10.00	10.00%	\$ 39,362	\$ 9,877	\$ 6,688	\$ 55,927	\$ 44,669	-\$ 11,258	
1985	Miscellaneous Fixed Assets	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
1990	Other Tangible Property	\$ 645,280		\$ 645,280	\$ 100,867		\$ 100,867	\$ 71,716	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
1995	Contributions & Grants	-\$ 5,126,899	-\$ 5,126,899	-\$ 537,827	-\$ 537,827		-\$ 537,827	-\$ -	18.76	5.33%	25.00	4.00%	-\$ 273,299	-\$ 21,513	-\$ -	-\$ 294,813	-\$ 289,235	\$ 5,578	
2440	Deferred Revenue	\$ -		\$ -	\$ -		\$ -	\$ -	221,294	-	0.00%	25.00	4.00%	\$ -	\$ -	-\$ 4,426	-\$ 8,852	-\$ 4,426	
2005	Property Under Finance Lease	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
	<b>Total</b>	<b>\$ 51,863,239</b>	<b>\$ 255,475</b>	<b>\$ 51,607,764</b>	<b>\$ 4,861,199</b>	<b>\$ -</b>	<b>\$ 4,861,199</b>	<b>\$ 3,903,933</b>					<b>\$ 4,266,712</b>	<b>\$ 429,778</b>	<b>\$ 148,577</b>	<b>\$ 4,845,067</b>	<b>\$ 4,799,225</b>	<b>-\$ 45,842</b>	

**Table 47: OEB Appendix 2-C – Depreciation and Amortization Expense – 2015 MIFRS**

2015 MIFRS		Book Values							Service Lives				Depreciation Expense						
Account	Description	Opening Net Book Value of Existing Assets as at Date of Policy Change (Jan. 1) 1	Less Fully Depreciated 7	Net Amount of Existing Assets Before Policy Change to be Depreciated	Opening Gross Book Value of Assets Acquired After Policy Change 2	Less Fully Depreciated 8	Net Amount of Assets Acquired After Policy Change to be Depreciated	Current Year Additions	Average Remaining Life of Assets Existing Before Policy Change 3	Depreciation Rate Assets Acquired After Policy Change	Life of Assets Acquired After Policy Change 4	Depreciation Rate on New Additions	Depreciation Expense on Assets Existing Before Policy Change	Depreciation Expense on Assets Acquired After Policy Change	Depreciation Expense on Current Year Additions 5	Total Current Year Depreciation Expense	Depreciation Expense per Appendix 2- BA Fixed Assets, Column J	Variance 6	
		a	b	c = a-b	d	e	f = d-e	g	h	i = 1/h	j	k = 1/j	l = c/h	m = f/j	n = g*0.5/j	o = l+m+n	p	q = p-o	
1611	Computer Software (Formerly Account 1925)	\$ 6,617,948	\$ 186,218	\$ 6,431,730	\$ 1,641,155		\$ 1,641,155	\$ 994,604	4.20	23.80%	5.00	20.00%	\$ 1,530,729	\$ 328,231	\$ 99,460	\$ 1,958,420	\$ 1,946,660	-\$ 11,760	
1612	Land Rights (Formerly Account 1906)	\$ 14,625		\$ 14,625	\$ 160,000		\$ 160,000	\$ -	13.00	7.69%	25.00	4.00%	\$ 1,125	\$ 6,400	\$ -	\$ 7,525	\$ 1,192	-\$ 6,333	
1805	Land	\$ 497,489		\$ 497,489	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
1808	Buildings	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
1810	Leasehold Improvements	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
1815	Transformer Station Equipment >50 kV	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
1820	Distribution Station Equipment <50 kV	\$ 3,193,059		\$ 3,193,059	\$ 246,710		\$ 246,710	\$ 441,280	26.58	3.76%	40.00	2.50%	\$ 120,129	\$ 6,168	\$ 5,516	\$ 131,813	\$ 136,378	\$ 4,565	
1825	Storage Battery Equipment	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
1830	Poles, Towers & Fixtures	\$ 2,930,272		\$ 2,930,272	\$ 921,518		\$ 921,518	\$ 1,494,255	41.75	2.40%	45.00	2.22%	\$ 70,182	\$ 20,478	\$ 16,603	\$ 107,263	\$ 106,376	-\$ 887	
1835	Overhead Conductors & Devices	\$ 9,855,401		\$ 9,855,401	\$ 982,202		\$ 982,202	\$ 1,114,705	34.26	2.92%	60.00	1.67%	\$ 287,663	\$ 16,370	\$ 9,289	\$ 313,323	\$ 317,574	\$ 4,281	
1840	Underground Conduit	\$ 1,182,052		\$ 1,182,052	\$ 380,408		\$ 380,408	\$ 150,691	48.88	2.05%	60.00	1.67%	\$ 24,182	\$ 6,340	\$ 1,256	\$ 31,778	\$ 39,656	\$ 7,880	
1845	Underground Conductors & Devices	\$ 8,093,402		\$ 8,093,402	\$ 820,559		\$ 820,559	\$ 740,129	23.41	4.27%	40.00	2.50%	\$ 345,751	\$ 20,514	\$ 9,252	\$ 375,516	\$ 379,270	\$ 3,754	
1850	Line Transformers	\$ 7,257,615		\$ 7,257,615	\$ 1,090,782		\$ 1,090,782	\$ 1,103,952	31.08	3.22%	40.00	2.50%	\$ 233,483	\$ 27,270	\$ 13,799	\$ 274,552	\$ 276,760	\$ 2,208	
1855	Services (Overhead & Underground)	\$ 665,779		\$ 665,779	\$ 367,867		\$ 367,867	\$ 172,600	21.51	4.65%	25.00	4.00%	\$ 30,946	\$ 14,715	\$ 3,452	\$ 49,112	\$ 47,669	-\$ 1,443	
1860	Meters	\$ 662,870		\$ 662,870	\$ 36,029		\$ 36,029	\$ 19,599	13.29	7.52%	15.00	6.67%	\$ 49,880	\$ 2,402	\$ 653	\$ 52,935	\$ 38,600	-\$ 14,335	
1860	Meters (Smart Meters)	\$ 4,242,960		\$ 4,242,960	\$ 120,077		\$ 120,077	\$ 630,238	13.29	7.52%	15.00	6.67%	\$ 319,276	\$ 8,005	\$ 21,008	\$ 348,289	\$ 338,818	-\$ 9,471	
1905	Land	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
1908	Buildings & Fixtures	\$ 6,103,208		\$ 6,103,208	\$ 644,155		\$ 644,155	\$ 53,172	39.02	2.56%	60.00	1.67%	\$ 156,404	\$ 10,736	\$ 443	\$ 167,583	\$ 178,014	\$ 10,431	
1910	Leasehold Improvements	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
1915	Office Furniture & Equipment (10 years)	\$ 243,411	\$ 43,642	\$ 199,769	\$ 74,681		\$ 74,681	\$ 9,645	7.00	14.29%	10.00	10.00%	\$ 28,538	\$ 7,468	\$ 482	\$ 36,489	\$ 43,579	\$ 7,090	
1915	Office Furniture & Equipment (5 years)	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
1920	Computer Equipment - Hardware	\$ 1,690,031	\$ 258,079	\$ 1,431,952	\$ 956,482		\$ 956,482	\$ 177,871	4.54	22.01%	5.00	20.00%	\$ 315,137	\$ 191,296	\$ 17,787	\$ 524,220	\$ 527,358	\$ 3,138	
1920	Computer Equip.-Hardware(Post Mar. 22/04)	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
1920	Computer Equip.-Hardware(Post Mar. 19/07)	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
1930	Transportation Equipment	\$ 1,865,923	\$ 9,504	\$ 1,856,419	\$ 548,080		\$ 548,080	\$ 131,389	6.59	15.18%	10.00	10.00%	\$ 281,819	\$ 54,808	\$ 6,569	\$ 343,197	\$ 353,733	\$ 10,536	
1935	Stores Equipment	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	10.00	10.00%	\$ -	\$ -	\$ -	\$ -	\$ 53	\$ 53	
1940	Tools, Shop & Garage Equipment	\$ 225,421	\$ 55,465	\$ 169,956	\$ 50,477		\$ 50,477	\$ 17,543	7.01	14.26%	10.00	10.00%	\$ 24,239	\$ 5,048	\$ 877	\$ 30,164	\$ 43,745	\$ 13,581	
1945	Measurement & Testing Equipment	\$ 124,962	\$ 8,206	\$ 116,756	\$ -		\$ -	\$ -	-	7.00	14.29%	10.00	10.00%	\$ 16,679	\$ -	\$ -	\$ 16,679	\$ 14,377	\$ 2,302
1950	Power Operated Equipment	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
1955	Communications Equipment	\$ 77,915	\$ 6,040	\$ 71,875	\$ -		\$ -	\$ -	-	7.00	14.29%	10.00	10.00%	\$ 10,268	\$ -	\$ -	\$ 10,268	\$ 9,433	-\$ 835
1955	Communication Equipment (Smart Meters)	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
1960	Miscellaneous Equipment	\$ 66,518		\$ 66,518	\$ 77,963		\$ 77,963	\$ -	-	5.00	20.00%	10.00	10.00%	\$ 13,304	\$ 7,796	\$ -	\$ 21,100	\$ 18,708	-\$ 2,392
1970	Load Management Controls Customer Premises	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
1975	Load Management Controls Utility Premises	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
1980	System Supervisor Equipment	\$ 478,522		\$ 478,522	\$ 232,525		\$ 232,525	\$ 64,952	12.16	8.23%	10.00	10.00%	\$ 39,362	\$ 23,253	\$ 3,248	\$ 65,862	\$ 48,752	-\$ 17,110	
1985	Miscellaneous Fixed Assets	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
1990	Other Tangible Property	\$ 645,280		\$ 645,280	\$ 172,583		\$ 172,583	\$ 64,975	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
1995	Contributions & Grants	\$ 5,126,899		\$ 5,126,899	\$ 537,827		\$ 537,827	\$ -	-	18.76	5.33%	25.00	4.00%	\$ 273,299	\$ 21,513	\$ -	\$ 294,813	\$ 288,808	\$ 6,005
2440	Deferred Revenue	\$ -		\$ -	\$ -		\$ -	\$ 221,294	\$ 360,407	-	0.00%	25.00	4.00%	\$ 8,852	\$ 7,208	\$ -	\$ 16,060	\$ 23,268	-\$ 7,208
2005	Property Under Finance Lease							\$ -			0.00%		0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	<b>Total</b>	<b>\$ 51,607,764</b>	<b>\$ 567,154</b>	<b>\$ 51,040,610</b>	<b>\$ 8,765,132</b>	<b>\$ -</b>	<b>\$ 8,765,132</b>	<b>\$ 7,021,193</b>					<b>\$ 3,625,796</b>	<b>\$ 726,932</b>	<b>\$ 202,487</b>	<b>\$ 4,555,215</b>	<b>\$ 4,554,631</b>	<b>-\$ 584</b>	

**Table 48: OEB Appendix 2-C – Depreciation and Amortization Expense - 2016**

Account		Description		Book Values							Service Lives			Depreciation Expense				Depreciation Expense per Appendix 2-BA Fixed Assets, Column J		Variance 6		
				Opening Net Book Value of Existing Assets as at Date of Policy Change (Jan. 1) 1		Less Fully Depreciated 7	Net Amount of Existing Assets Before Policy Change to be Depreciated	Opening Gross Book Value of Assets Acquired After Policy Change 2		Less Fully Depreciated 8	Net Amount of Assets Acquired After Policy Change to be Depreciated	Current Year Additions	Average Remaining Life of Assets Existing Before Policy Change 3	Depreciation Rate Assets Acquired After Policy Change	Life of Assets Acquired After Policy Change 4	Depreciation Rate on New Additions	Depreciation Expense on Assets Existing Before Policy Change	Depreciation Expense on Assets Acquired After Policy Change	Depreciation Expense on Current Year Additions 5			
				a	b			c = a-b	d			g	h	i = 1/h	j	k = 1/j	l = c/h	m = f/j	n = g*.5/j	o = l+m+n	p	q = p-o
1611	Computer Software (Formerly Account 1925)	\$ 6,431,730	\$ 1,729,770	\$ 4,701,960	\$ 2,635,759			\$ 2,635,759	\$ 1,110,282	5.41	18.48%	5.00	20.00%	\$ 868,700	\$ 527,152	\$ 111,028	\$ 1,506,880	\$ 1,456,969	\$ 49,911			
1612	Land Rights (Formerly Account 1906)	\$ 14,625		\$ 14,625	\$ 160,000			\$ 160,000	\$ -	13.00	7.69%	25.00	4.00%	\$ 1,125	\$ 6,400	\$ -	\$ 7,525	\$ 1,192	\$ 6,333			
1805	Land	\$ 497,489		\$ 497,489	\$ -			\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
1808	Buildings	\$ -		\$ -	\$ -			\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
1810	Leasehold Improvements	\$ -		\$ -	\$ -			\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
1815	Transformer Station Equipment >50 kV	\$ -		\$ -	\$ -			\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
1820	Distribution Station Equipment <50 kV	\$ 3,193,059		\$ 3,193,059	\$ 687,990			\$ 687,990	\$ 98,036	26.58	3.76%	40.00	2.50%	\$ 120,129	\$ 17,200	\$ 1,225	\$ 138,554	\$ 139,319	\$ 765			
1825	Storage Battery Equipment	\$ -		\$ -	\$ -			\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
1830	Poles, Towers & Fixtures	\$ 2,930,272		\$ 2,930,272	\$ 2,415,773			\$ 2,415,773	\$ 2,069,153	41.75	2.40%	45.00	2.22%	\$ 70,182	\$ 53,684	\$ 22,991	\$ 146,856	\$ 142,927	\$ 3,929			
1835	Overhead Conductors & Devices	\$ 9,855,401		\$ 9,855,401	\$ 2,096,907			\$ 2,096,907	\$ 895,151	34.26	2.92%	60.00	1.67%	\$ 287,663	\$ 34,948	\$ 7,460	\$ 330,071	\$ 336,370	\$ 6,299			
1840	Underground Conduit	\$ 1,182,052		\$ 1,182,052	\$ 531,099			\$ 531,099	\$ 284,077	48.88	2.05%	60.00	1.67%	\$ 24,182	\$ 8,852	\$ 2,367	\$ 35,401	\$ 45,733	\$ 10,332			
1845	Underground Conductors & Devices	\$ 8,093,402	\$ 30,640	\$ 8,062,762	\$ 1,560,688			\$ 1,560,688	\$ 440,868	23.69	4.22%	40.00	2.50%	\$ 340,351	\$ 39,017	\$ 5,511	\$ 384,879	\$ 382,801	\$ 2,078			
1850	Line Transformers	\$ 7,257,615		\$ 7,257,615	\$ 2,194,734			\$ 2,194,734	\$ 1,122,373	31.08	3.22%	40.00	2.50%	\$ 233,483	\$ 54,868	\$ 14,030	\$ 302,381	\$ 301,949	\$ 432			
1855	Services (Overhead & Underground)	\$ 665,779		\$ 665,779	\$ 540,467			\$ 540,467	\$ 200,440	21.51	4.65%	25.00	4.00%	\$ 30,946	\$ 21,619	\$ 4,009	\$ 56,573	\$ 54,989	\$ 1,584			
1860	Meters	\$ 662,870		\$ 662,870	\$ 55,628			\$ 55,628	\$ 19,970	13.29	7.52%	15.00	6.67%	\$ 49,880	\$ 3,709	\$ 666	\$ 54,254	\$ 39,797	\$ 14,457			
1860	Meters (Smart Meters)	\$ 4,242,960		\$ 4,242,960	\$ 750,315			\$ 750,315	\$ 175,795	13.29	7.52%	15.00	6.67%	\$ 319,276	\$ 50,021	\$ 5,860	\$ 375,157	\$ 346,569	\$ 28,588			
1905	Land	\$ -		\$ -	\$ -			\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
1908	Buildings & Fixtures	\$ 6,103,208		\$ 6,103,208	\$ 697,327			\$ 697,327	\$ 109,510	39.02	2.56%	60.00	1.67%	\$ 156,404	\$ 11,622	\$ 913	\$ 168,939	\$ 180,382	\$ 11,443			
1910	Leasehold Improvements	\$ -		\$ -	\$ -			\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
1915	Office Furniture & Equipment (10 years)	\$ 199,769		\$ 199,769	\$ 84,326			\$ 84,326	\$ 79,006	7.00	14.29%	10.00	10.00%	\$ 28,538	\$ 8,433	\$ 3,950	\$ 40,921	\$ 47,354	\$ 6,433			
1915	Office Furniture & Equipment (5 years)	\$ -		\$ -	\$ -			\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
1920	Computer Equipment - Hardware	\$ 1,431,952	\$ 317,599	\$ 1,114,353	\$ 1,134,353			\$ 1,134,353	\$ 261,921	4.99	20.02%	5.00	20.00%	\$ 223,131	\$ 22,6871	\$ 26,192	\$ 476,193	\$ 475,441	\$ 752			
1920	Computer Equip.-Hardware[Post Mar. 22/04]	\$ -		\$ -	\$ -			\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
1920	Computer Equip.-Hardware[Post Mar. 19/07]	\$ -		\$ -	\$ -			\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
1930	Transportation Equipment	\$ 1,856,419	\$ 25,756	\$ 1,830,663	\$ 679,469			\$ 679,469	\$ 453,484	6.70	14.93%	10.00	10.00%	\$ 273,234	\$ 67,947	\$ 22,674	\$ 363,855	\$ 372,951	\$ 9,096			
1935	Stores Equipment	\$ -		\$ -	\$ -			\$ -	\$ -	-	0.00%	10.00	10.00%	\$ -	\$ -	\$ -	\$ -	\$ 53	\$ 53			
1940	Tools, Shop & Garage Equipment	\$ 169,956		\$ 169,956	\$ 68,020			\$ 68,020	\$ 84,648	7.01	14.26%	10.00	10.00%	\$ 24,239	\$ 6,802	\$ 4,232	\$ 35,273	\$ 45,619	\$ 10,346			
1945	Measurement & Testing Equipment	\$ 116,756		\$ 116,756	\$ -			\$ -	\$ -	-	7.00	14.29%	10.00	10.00%	\$ 16,679	\$ -	\$ -	\$ 16,679	\$ 13,224	\$ 3,455		
1950	Power Operated Equipment	\$ -		\$ -	\$ -			\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
1955	Communications Equipment	\$ 71,875		\$ 71,875	\$ -			\$ -	\$ -	-	7.00	14.29%	10.00	10.00%	\$ 10,268	\$ -	\$ -	\$ 10,268	\$ 9,289	\$ 979		
1955	Communication Equipment (Smart Meters)	\$ -		\$ -	\$ -			\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
1960	Miscellaneous Equipment	\$ 66,518		\$ 66,518	\$ 77,963			\$ 77,963	\$ 14,187	5.00	20.00%	10.00	10.00%	\$ 13,304	\$ 7,796	\$ 709	\$ 21,809	\$ 20,026	\$ 1,783			
1970	Load Management Controls Customer Premises	\$ -		\$ -	\$ -			\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
1975	Load Management Controls Utility Premises	\$ -		\$ -	\$ -			\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
1980	System Supervisor Equipment	\$ 478,522		\$ 478,522	\$ 297,477			\$ 297,477	\$ 39,516	12.16	8.23%	10.00	10.00%	\$ 39,362	\$ 29,748	\$ 1,976	\$ 71,086	\$ 50,625	\$ 20,461			
1985	Miscellaneous Fixed Assets	\$ -		\$ -	\$ -			\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
1990	Other Tangible Property	\$ 645,280		\$ 645,280	\$ 237,558			\$ 237,558	\$ 327,110	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
1995	Contributions & Grants	\$ 5,126,899		\$ 5,126,899	\$ 537,827			\$ 537,827	\$ -	18.76	5.33%	25.00	4.00%	\$ 273,299	\$ 21,513	\$ -	\$ 294,813	\$ 293,730	\$ 1,083			
2440	Deferred Revenue	\$ -		\$ -	\$ 581,701			\$ 581,701	\$ 272,609	-	0.00%	25.00	4.00%	\$ -	\$ 23,268	\$ 5,452	\$ 28,720	\$ 34,173	\$ 5,453			
2005	Property Under Finance Lease				\$ -			\$ -			0.00%		0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
	Total	\$ 51,040,610	\$ 2,103,765	\$ 48,936,845	#####	\$ -		\$ 15,786,325	\$ 7,512,918					\$ 2,857,777	\$ 1,131,906	\$ 230,341	\$ 4,220,024	\$ 4,135,676	\$ 84,348			

**Table 49: OEB Appendix 2-C – Depreciation and Amortization Expense - 2017**

Account		Description		Book Values							Service Lives			Depreciation Expense				Depreciation Expense per Appendix 2- BA Fixed Assets, Column J		Variance 6	
				Opening Net Book Value of Existing Assets as at Date of Policy Change (Jan. 1) 1	Less Fully Depreciated 7	Net Amount of Existing Assets Before Policy Change to be Depreciated	Opening Gross Book Value of Assets Acquired After Policy Change 2	Less Fully Depreciated 8	Net Amount of Assets Acquired After Policy Change to be Depreciated	Current Year Additions	Average Remaining Life of Assets Existing Before Policy Change 3	Depreciation Rate Assets Acquired After Policy Change	Life of Assets Acquired After Policy Change 4	Depreciation Rate on New Additions	Depreciation Expense on Assets Existing Before Policy Change	Depreciation Expense on Assets Acquired After Policy Change	Depreciation Expense on Current Year Additions 5	Total Current Year Depreciation Expense			
				a	b	c = a-b	d	e	f = d-e	g	h	i = 1/h	j	k = 1/j	l = c/h	m = f/j	n = g*0.5/j	o = l+m+n	p	q = p-o	
1611	Computer Software (Formerly Account 1925)	\$ 4,701,960	\$ 2,245,552	\$ 2,456,408	\$ 3,746,041		\$ 3,746,041	\$ 676,507	7.67	13.03%	5.00	20.00%	\$ 320,094	\$ 749,208	\$ 67,651	\$ 1,136,953	\$ 1,134,358	-\$ 2,595			
1612	Land Rights (Formerly Account 1906)	\$ 14,625		\$ 14,625	\$ 160,000		\$ 160,000	\$ -	13.00	7.69%	25.00	4.00%	\$ 1,125	\$ 6,400	\$ -	\$ 7,525	\$ 1,192	-\$ 6,333			
1805	Land	\$ 497,489		\$ 497,489	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
1808	Buildings	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
1810	Leasehold Improvements	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
1815	Transformer Station Equipment >50 kV	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
1820	Distribution Station Equipment <50 kV	\$ 3,193,059		\$ 3,193,059	\$ 786,026		\$ 786,026	\$ 215,025	26.58	3.76%	40.00	2.50%	\$ 120,129	\$ 19,651	\$ 2,688	\$ 142,467	\$ 144,262	\$ 1,795			
1825	Storage Battery Equipment	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
1830	Poles, Towers & Fixtures	\$ 2,930,272		\$ 2,930,272	\$ 4,484,926		\$ 4,484,926	\$ 2,077,654	41.75	2.40%	45.00	2.22%	\$ 70,182	\$ 99,665	\$ 23,085	\$ 192,932	\$ 192,314	-\$ 618			
1835	Overhead Conductors & Devices	\$ 9,855,401		\$ 9,855,401	\$ 2,892,058		\$ 2,992,058	\$ 709,093	34.26	2.92%	60.00	1.67%	\$ 287,663	\$ 49,868	\$ 5,809	\$ 343,440	\$ 351,197	\$ 7,757			
1840	Underground Conduit	\$ 1,182,052		\$ 1,182,052	\$ 815,176		\$ 815,176	\$ 283,912	48.88	2.05%	60.00	1.67%	\$ 24,182	\$ 13,586	\$ 2,366	\$ 40,135	\$ 57,318	\$ 17,183			
1845	Underground Conductors & Devices	\$ 8,082,762	\$ 16,798	\$ 8,045,964	\$ 2,001,556		\$ 2,001,556	\$ 391,841	23.69	4.22%	40.00	2.50%	\$ 339,642	\$ 50,039	\$ 4,898	\$ 394,579	\$ 389,956	\$ 4,623			
1850	Line Transformers	\$ 7,257,615		\$ 7,257,615	\$ 3,317,107		\$ 3,317,107	\$ 985,822	31.08	3.22%	40.00	2.50%	\$ 233,483	\$ 82,928	\$ 12,323	\$ 328,734	\$ 328,401	-\$ 333			
1855	Services (Overhead & Underground)	\$ 665,779		\$ 665,779	\$ 740,907		\$ 740,907	\$ 228,947	21.51	4.65%	25.00	4.00%	\$ 30,946	\$ 29,636	\$ 4,579	\$ 65,161	\$ 64,085	-\$ 1,076			
1860	Meters	\$ 662,870		\$ 662,870	\$ 75,598		\$ 75,598	\$ 155,147	13.29	7.52%	15.00	6.67%	\$ 49,880	\$ 5,040	\$ 5,172	\$ 60,091	\$ 46,213	-\$ 13,878			
1860	Meters (Smart Meters)	\$ 4,242,960		\$ 4,242,960	\$ 926,110		\$ 926,110	\$ 217,471	13.29	7.52%	15.00	6.67%	\$ 319,276	\$ 61,741	\$ 7,249	\$ 388,266	\$ 357,592	-\$ 30,674			
1905	Land	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
1908	Buildings & Fixtures	\$ 6,103,208		\$ 6,103,208	\$ 806,837		\$ 806,837	\$ 86,507	39.02	2.56%	60.00	1.67%	\$ 156,404	\$ 13,447	\$ 721	\$ 170,572	\$ 183,558	\$ 12,986			
1910	Leasehold Improvements	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
1915	Office Furniture & Equipment (10 years)	\$ 199,769		\$ 199,769	\$ 163,332		\$ 163,332	\$ 38,361	7.00	14.29%	10.00	10.00%	\$ 28,538	\$ 16,333	\$ 1,918	\$ 46,790	\$ 47,282	\$ 492			
1915	Office Furniture & Equipment (5 years)	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
1920	Computer Equipment - Hardware	\$ 1,114,353	\$ 268,881	\$ 845,472	\$ 1,396,274		\$ 1,396,274	\$ 340,751	6.37	15.71%	5.00	20.00%	\$ 132,789	\$ 279,255	\$ 34,075	\$ 446,119	\$ 451,341	\$ 5,222			
1920	Computer Equip.-Hardware(Post Mar. 22/04)	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
1920	Computer Equip.-Hardware(Post Mar. 19/07)	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
1930	Transportation Equipment	\$ 1,830,663	\$ 154,842	\$ 1,675,821	\$ 1,132,953		\$ 1,132,953	\$ 1,219,505	7.15	13.99%	10.00	10.00%	\$ 234,523	\$ 113,295	\$ 60,975	\$ 408,794	\$ 439,852	\$ 31,058			
1935	Stores Equipment	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	10.00	10.00%	\$ -	\$ -	\$ -	\$ -	\$ 53	\$ 53			
1940	Tools, Shop & Garage Equipment	\$ 169,956		\$ 169,956	\$ 152,668		\$ 152,668	\$ 157,579	7.01	14.26%	10.00	10.00%	\$ 24,239	\$ 15,267	\$ 7,879	\$ 47,385	\$ 53,470	\$ 6,085			
1945	Measurement & Testing Equipment	\$ 116,756		\$ 116,756	\$ -		\$ -	\$ -	-	7.00	14.29%	10.00	10.00%	\$ 16,679	\$ -	\$ -	\$ 16,679	\$ 13,224	-\$ 3,455		
1950	Power Operated Equipment	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
1955	Communications Equipment	\$ 71,875		\$ 71,875	\$ -		\$ -	\$ -	-	7.00	14.29%	10.00	10.00%	\$ 10,268	\$ -	\$ -	\$ 10,268	\$ 9,185	-\$ 1,083		
1955	Communication Equipment (Smart Meters)	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
1960	Miscellaneous Equipment	\$ 66,518		\$ 66,518	\$ 92,150		\$ 92,150	\$ -	-	5.00	20.00%	10.00	10.00%	\$ 13,304	\$ 9,215	\$ -	\$ 22,519	\$ 20,997	-\$ 1,522		
1970	Load Management Controls Customer Premises	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
1975	Load Management Controls Utility Premises	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
1980	System Supervisor Equipment	\$ 478,522		\$ 478,522	\$ 336,993		\$ 336,993	\$ 13,180	12.16	8.23%	10.00	10.00%	\$ 39,362	\$ 33,699	\$ 659	\$ 73,721	\$ 50,421	-\$ 23,300			
1985	Miscellaneous Fixed Assets	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
1990	Other Tangible Property	\$ 645,280		\$ 645,280	\$ 564,668		\$ 564,668	\$ 110,183	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
1995	Contributions & Grants	\$ 5,126,899	-\$ 5,126,899	-\$ 537,827	-\$ 537,827		\$ 854,310	\$ 204,153	-	0.00%	25.00	4.00%	\$ 273,299	-\$ 21,513	\$ -	-\$ 294,813	-\$ 293,730	\$ 1,083			
2440	Deferred Revenue	\$ -		\$ -	\$ 854,310		\$ 854,310	\$ 204,153	-	0.00%	25.00	4.00%	\$ 34,172	-\$ 4,083	-\$ 38,255	-\$ 42,338	-\$ 4,083				
2005	Property Under Finance Lease									0.00%		0.00%	\$ -	\$ -	\$ -	\$ -	\$ -				
	Total	\$ 48,936,845	\$ 2,686,073	\$ 46,250,772	#####	\$ -	\$ 23,299,243	\$ 7,482,966					\$ 2,179,409	\$ 1,592,587	\$ 238,063	\$ 4,010,060	\$ 4,000,203	\$ 9,857			

**Table 50: OEB Appendix 2-C – Depreciation and Amortization Expense - 2018**

Account	Description	Book Values							Service Lives					Depreciation Expense					Depreciation Expense per Appendix 2-BA Fixed Assets, Column J	Variance 6
		Opening Net Book Value of Existing Assets as at Date of Policy Change (Jan. 1) 1	Less Fully Depreciated 7	Net Amount of Existing Assets Before Policy Change to be Depreciated	Opening Gross Book Value of Assets Acquired After Policy Change 2	Less Fully Depreciated 8	Net Amount of Assets Acquired After Policy Change to be Depreciated	Current Year Additions	Average Remaining Life of Assets Existing Before Policy Change 3	Depreciation Rate Assets Acquired After Policy Change	Life of Assets Acquired After Policy Change 4	Depreciation Rate on New Additions	Depreciation Expense on Assets Existing Before Policy Change	Depreciation Expense on Assets Acquired After Policy Change	Depreciation Expense on Current Year Additions 5	Total Current Year Depreciation Expense				
		a	b	c = a-b	d	e	f = d-e	g	h	i = 1/h	j	k = 1/j	l = c/h	m = f/j	n = g*.5/j	o = l+m+n	p	q = p-o		
1609	Capital Contributions Paid	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,190,000	-	0.00%	50.00	2.00%	\$ -	\$ 11,900	\$ 11,900	\$ -	-\$ 11,900			
1611	Computer Software (Formally Account 1925)	\$ 2,456,408	\$ 2,456,408	\$ -	\$ 4,422,548	\$ -	\$ 4,422,548	\$ 606,370	-	0.00%	5.00	20.00%	\$ -	\$ 884,510	\$ 60,637	\$ 945,147	\$ 867,902	-\$ 77,245		
1612	Land Rights (Formally Account 1906)	\$ 14,625	\$ -	\$ 14,625	\$ 160,000	\$ -	\$ 160,000	\$ -	13.00	7.69%	25.00	4.00%	\$ 1,125	\$ 6,400	\$ -	\$ 7,525	\$ 1,192	-\$ 6,333		
1805	Land	\$ 497,489	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
1808	Buildings	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
1810	Leasehold Improvements	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
1815	Transformer Station Equipment >50 kV	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
1820	Distribution Station Equipment <50 kV	\$ 3,193,059	\$ -	\$ 3,193,059	\$ 1,001,051	\$ -	\$ 1,001,051	\$ 621,956	26.58	3.76%	40.00	2.50%	\$ 120,129	\$ 25,026	\$ 7,774	\$ 152,930	\$ 157,880	\$ 4,950		
1825	Storage Battery Equipment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
1830	Poles, Towers & Fixtures	\$ 2,930,272	\$ -	\$ 2,930,272	\$ 6,562,580	\$ -	\$ 6,562,580	\$ 2,268,677	41.75	2.40%	45.00	2.22%	\$ 70,182	\$ 145,835	\$ 25,208	\$ 241,224	\$ 237,465	-\$ 3,759		
1835	Overhead Conductors & Devices	\$ 9,855,401	\$ -	\$ 9,855,401	\$ 3,701,151	\$ -	\$ 3,701,151	\$ 606,308	34.26	2.92%	60.00	1.67%	\$ 287,663	\$ 61,686	\$ 5,053	\$ 354,402	\$ 365,788	\$ 11,386		
1840	Underground Conduit	\$ 1,182,052	\$ -	\$ 1,182,052	\$ 1,099,088	\$ -	\$ 1,099,088	\$ 520,811	48.88	2.05%	60.00	1.67%	\$ 24,182	\$ 18,318	\$ 4,340	\$ 46,841	\$ 70,880	\$ 24,038		
1845	Underground Conductors & Devices	\$ 8,045,964	\$ -	\$ 8,045,964	\$ 2,393,397	\$ -	\$ 2,393,397	\$ 548,355	23.69	4.22%	40.00	2.50%	\$ 339,642	\$ 59,635	\$ 6,854	\$ 406,332	\$ 400,287	-\$ 6,045		
1850	Line Transformers	\$ 7,257,615	\$ -	\$ 7,257,615	\$ 4,302,929	\$ -	\$ 4,302,929	\$ 731,696	31.08	3.22%	40.00	2.50%	\$ 233,483	\$ 107,573	\$ 9,146	\$ 350,203	\$ 347,966	-\$ 2,237		
1855	Services (Overhead & Underground)	\$ 665,779	\$ -	\$ 665,779	\$ 969,854	\$ -	\$ 969,854	\$ 212,043	21.51	4.65%	25.00	4.00%	\$ 30,946	\$ 38,794	\$ 4,241	\$ 73,981	\$ 72,037	-\$ 1,944		
1860	Meters	\$ 662,870	\$ -	\$ 662,870	\$ 230,745	\$ -	\$ 230,745	\$ 168,726	13.29	7.52%	15.00	6.67%	\$ 49,880	\$ 15,383	\$ 5,624	\$ 70,887	\$ 53,932	\$ 16,955		
1860	Meters (Smart Meters)	\$ 4,242,960	\$ -	\$ 4,242,960	\$ 1,143,581	\$ -	\$ 1,143,581	\$ 105,557	13.29	7.52%	15.00	6.67%	\$ 319,276	\$ 76,239	\$ 3,519	\$ 399,033	\$ 370,055	-\$ 28,980		
1905	Land	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
1908	Buildings & Fixtures	\$ 6,103,208	\$ -	\$ 6,103,208	\$ 893,344	\$ -	\$ 893,344	\$ 134,144	39.02	2.56%	60.00	1.67%	\$ 156,404	\$ 14,889	\$ 1,118	\$ 172,411	\$ 189,284	\$ 16,873		
1910	Leasehold Improvements	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
1915	Office Furniture & Equipment (10 years)	\$ 199,769	\$ -	\$ 199,769	\$ 201,693	\$ -	\$ 201,693	\$ 26,291	7.00	14.29%	10.00	10.00%	\$ 28,538	\$ 20,169	\$ 1,315	\$ 50,022	\$ 47,547	-\$ 2,475		
1915	Office Furniture & Equipment (5 years)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
1920	Computer Equipment - Hardware	\$ 845,472	\$ 845,472	\$ -	\$ 1,737,025	\$ -	\$ 1,737,025	\$ 526,822	-	0.00%	5.00	20.00%	\$ 347,405	\$ 52,682	\$ 400,087	\$ 328,981	-\$ 71,106			
1920	Computer Equip.-Hardware(Post Mar. 22/04)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
1920	Computer Equip.-Hardware(Post Mar. 19/07)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
1930	Transportation Equipment	\$ 1,675,821	\$ 204,755	\$ 1,471,066	\$ 2,352,458	\$ 17,350	\$ 2,335,108	\$ 600,856	7.60	13.16%	10.00	10.00%	\$ 193,573	\$ 233,511	\$ 30,043	\$ 457,126	\$ 465,949	\$ 8,823		
1935	Stores Equipment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
1940	Tools, Shop & Garage Equipment	\$ 169,956	\$ -	\$ 169,956	\$ 310,247	\$ -	\$ 310,247	\$ 129,588	7.01	14.26%	10.00	10.00%	\$ 24,239	\$ 31,025	\$ 6,479	\$ 61,743	\$ 62,794	\$ 1,051		
1945	Measurement & Testing Equipment	\$ 116,756	\$ -	\$ 116,756	\$ -	\$ -	\$ -	\$ -	7.00	14.29%	10.00	10.00%	\$ 16,679	\$ -	\$ -	\$ 16,679	\$ 13,224	-\$ 3,455		
1950	Power Operated Equipment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
1955	Communications Equipment	\$ 71,875	\$ -	\$ 71,875	\$ -	\$ -	\$ -	\$ -	7.00	14.29%	10.00	10.00%	\$ 10,268	\$ -	\$ -	\$ 10,268	\$ 8,979	-\$ 1,289		
1955	Communication Equipment (Smart Meters)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
1960	Miscellaneous Equipment	\$ 66,518	\$ 66,518	\$ -	\$ 92,150	\$ -	\$ 92,150	\$ 10,933	-	0.00%	10.00	10.00%	\$ -	\$ 9,215	\$ 547	\$ 9,762	\$ 16,669	\$ 6,907		
1970	Load Management Controls Customer Premises	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
1975	Load Management Controls Utility Premises	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
1980	System Supervisor Equipment	\$ 478,522	\$ -	\$ 478,522	\$ 350,173	\$ -	\$ 350,173	\$ 7,222	12.16	8.23%	10.00	10.00%	\$ 39,362	\$ 35,017	\$ 361	\$ 74,741	\$ 49,467	-\$ 25,274		
1985	Miscellaneous Fixed Assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
1990	Other Tangible Property	\$ 645,280	\$ -	\$ 645,280	\$ 454,485	\$ -	\$ 454,485	\$ 190,854	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
1995	Contributions & Grants	-\$ 5,126,899	-\$ 5,126,899	-\$ 537,827	-\$ 537,827	\$ -	\$ -	18.76	5.33%	25.00	4.00%	\$ 273,299	-\$ 21,513	\$ -	-\$ 294,813	-\$ 293,730	\$ 1,063			
2440	Deferred Revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ 42,339	-\$ 7,286	-\$ 49,625	-\$ 56,911	-\$ 7,286		
2005	Property Under Finance Lease	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
	<b>Total</b>	<b>\$ 46,250,772</b>	<b>\$ 3,573,153</b>	<b>\$ 42,677,619</b>	<b>\$ 30,782,209</b>	<b>\$ 17,350</b>	<b>\$ 30,764,859</b>	<b>\$ 8,842,900</b>					<b>\$ 1,672,272</b>	<b>\$ 2,066,979</b>	<b>\$ 229,554</b>	<b>\$ 3,968,805</b>	<b>\$ 3,777,635</b>	<b>-\$ 191,170</b>		

**Table 51: OEB Appendix 2-C – Depreciation and Amortization Expense - 2019**

Account	Description	2019							Service Lives							Depreciation Expense			
		Book Values		Acquired After Policy Change		Current Year Additions			Average Remaining Life of Assets Existing Before Policy Change	Depreciation Rate Assets Acquired After Policy Change	Life of Assets Acquired After Policy Change	Depreciation Rate on New Additions	Depreciation Expense on Assets Existing Before Policy Change	Depreciation Expense on Assets Acquired After Policy Change	Depreciation Expense on Current Year Additions	Total Current Year Depreciation Expense	Depreciation Expense per Appendix 2-BA Fixed Assets, Column J	Variance 6	
		Opening Net Book Value of Existing Assets as at Date of Policy Change (Jan. 1) 1	Less Fully Depreciated 7	Net Amount of Existing Assets Before Policy Change to be Depreciated	Opening Gross Book Value of Assets Acquired After Policy Change 2	Less Fully Depreciated 8	Net Amount of Assets Acquired After Policy Change to be Depreciated	Current Year Additions											
		a	b	c = a-b	d	e	f = d-e	g	h	i = 1/h	j	k = 1/j	l = c/h	m = f/j	n = g*0.5j	o = l+m+n	p	q = p-o	
1609	Capital Contributions Paid	\$ -	\$ -	\$ 1,190,000	\$ 1,190,000	\$ -	\$ -	-	0.00%	50.00	2.00%	\$ -	\$ 23,800	\$ -	\$ 23,800	\$ 26,444	\$ 2,644		
1611	Computer Software (Formally Account 1925)	\$ -	\$ -	\$ 5,028,918	\$ 989,635	\$ 4,039,283	\$ 929,373	-	0.00%	5.00	20.00%	\$ -	\$ 807,857	\$ 92,937	\$ 900,794	\$ 822,468	-\$ 78,326		
1612	Land Rights (Formally Account 1906)	\$ 14,625	\$ 14,625	\$ 160,000	\$ 160,000	\$ 160,000	\$ -	13.00	7.69%	25.00	4.00%	\$ 1,125	\$ 6,400	\$ -	\$ 7,525	\$ 1,192	-\$ 6,333		
1805	Land	\$ 497,489	\$ 497,489	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
1808	Buildings	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
1810	Leasehold Improvements	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
1815	Transformer Station Equipment >50 kV	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
1820	Distribution Station Equipment <50 kV	\$ 3,193,059	\$ 3,193,059	\$ 1,623,007	\$ 1,623,007	\$ 80,682	26.58	3.76%	40.00	2.50%	\$ 120,129	\$ 40,575	\$ 1,009	\$ 161,713	\$ 172,043	\$ 10,330			
1825	Storage Battery Equipment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
1830	Poles, Towers & Fixtures	\$ 2,930,272	\$ 2,930,272	\$ 8,831,257	\$ 8,831,257	\$ 2,742,059	41.75	2.40%	45.00	2.22%	\$ 70,182	\$ 196,250	\$ 30,467	\$ 296,899	\$ 297,915	\$ 1,016			
1835	Overhead Conductors & Devices	\$ 9,855,401	\$ 9,855,401	\$ 4,307,459	\$ 4,307,459	\$ 1,170,522	34.26	2.92%	60.00	1.67%	\$ 287,663	\$ 71,791	\$ 9,754	\$ 369,209	\$ 380,186	\$ 10,977			
1840	Underground Conduit	\$ 1,182,052	\$ 1,182,052	\$ 1,619,899	\$ 1,619,899	\$ 308,346	48.88	2.05%	60.00	1.67%	\$ 24,182	\$ 26,998	\$ 2,570	\$ 53,750	\$ 56,448	\$ 2,698			
1845	Underground Conductors & Devices	\$ 8,045,964	\$ 8,045,964	\$ 2,941,752	\$ 2,941,752	\$ 651,572	23.69	4.22%	40.00	2.50%	\$ 339,642	\$ 73,544	\$ 8,145	\$ 421,331	\$ 416,648	-\$ 4,683			
1850	Line Transformers	\$ 7,257,815	\$ 7,257,815	\$ 5,034,625	\$ 5,034,625	\$ 1,527,895	31.08	3.22%	40.00	2.50%	\$ 233,483	\$ 125,866	\$ 19,099	\$ 378,447	\$ 380,666	\$ 2,219			
1855	Services (Overhead & Underground)	\$ 665,779	\$ 665,779	\$ 1,181,897	\$ 1,181,897	\$ 205,473	21.51	4.65%	25.00	4.00%	\$ 30,946	\$ 47,276	\$ 4,109	\$ 82,331	\$ 81,189	-\$ 1,142			
1860	Meters	\$ 662,870	\$ 662,870	\$ 399,471	\$ 399,471	\$ 218,986	13.29	7.52%	15.00	6.67%	\$ 49,880	\$ 26,631	\$ 7,300	\$ 83,811	\$ 73,246	-\$ 10,565			
1860	Meters (Smart Meters)	\$ 4,242,960	\$ 4,242,960	\$ 1,249,138	\$ 1,249,138	\$ 73,154	13.29	7.52%	15.00	6.67%	\$ 319,276	\$ 83,276	\$ 2,438	\$ 404,990	\$ 375,158	-\$ 29,832			
1905	Land	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
1908	Buildings & Fixtures	\$ 6,103,208	\$ 6,103,208	\$ 1,027,488	\$ 1,027,488	\$ 217,530	39.02	2.56%	60.00	1.67%	\$ 156,404	\$ 17,125	\$ 1,813	\$ 175,341	\$ 191,897	\$ 16,556			
1910	Leasehold Improvements	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
1915	Office Furniture & Equipment (10 years)	\$ 199,769	\$ 199,769	\$ 227,984	\$ 227,984	\$ 37,679	7.00	14.29%	10.00	10.00%	\$ 28,538	\$ 22,798	\$ 1,884	\$ 53,221	\$ 43,142	-\$ 10,079			
1915	Office Furniture & Equipment (5 years)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
1920	Computer Equipment - Hardware	\$ -	\$ -	\$ -	\$ -	\$ 2,263,847	\$ 554,938	\$ 1,708,909	809,945	-	0.00%	5.00	20.00%	\$ 341,782	\$ 80,995	\$ 422,776	\$ 371,018	-\$ 51,758	
1920	Computer Equip.-Hardware(Post Mar. 22/04)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
1920	Computer Equip.-Hardware(Post Mar. 19/07)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
1930	Transportation Equipment	\$ 1,471,066	\$ 45,258	\$ 1,425,808	\$ 2,935,964	\$ 2,935,964	\$ 274,622	7.66	13.05%	10.00	10.00%	\$ 186,030	\$ 293,596	\$ 13,731	\$ 493,357	\$ 506,662	\$ 13,305		
1935	Stores Equipment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
1940	Tools, Shop & Garage Equipment	\$ 169,956	\$ 169,956	\$ 439,835	\$ 439,835	\$ 180,262	7.01	14.26%	10.00	10.00%	\$ 24,239	\$ 43,984	\$ 9,013	\$ 77,235	\$ 71,746	-\$ 5,489			
1945	Measurement & Testing Equipment	\$ 116,756	\$ 116,756	\$ -	\$ -	\$ -	\$ -	7.00	14.29%	10.00	10.00%	\$ 16,679	\$ -	\$ -	\$ 16,679	\$ 13,224	-\$ 3,455		
1950	Power Operated Equipment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
1955	Communications Equipment	\$ 71,875	\$ 71,875	\$ -	\$ -	\$ -	\$ -	7.00	14.29%	10.00	10.00%	\$ 10,268	\$ -	\$ -	\$ 10,268	\$ 8,979	-\$ 1,289		
1955	Communication Equipment (Smart Meters)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
1960	Miscellaneous Equipment	\$ -	\$ -	\$ -	\$ 103,083	\$ 103,083	\$ 2,896	-	0.00%	10.00	10.00%	\$ -	\$ 10,308	\$ 145	\$ 10,453	\$ 15,904	\$ 5,451		
1970	Load Management Controls Customer Premises	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
1975	Load Management Controls Utility Premises	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
1980	System Supervisor Equipment	\$ 478,522	\$ 478,522	\$ 357,395	\$ 357,395	\$ -	12.16	8.23%	10.00	10.00%	\$ 39,362	\$ 35,740	\$ -	\$ 75,102	\$ 49,609	\$ 25,493			
1985	Miscellaneous Fixed Assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
1990	Other Tangible Property	\$ 645,280	\$ 645,280	\$ 645,339	\$ 645,339	\$ 645,339	\$ 120,190	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
1995	Contributions & Grants	-\$ 5,126,899	-\$ 5,126,899	-\$ 537,827	-\$ 537,827	\$ -	18.76	5.33%	25.00	4.00%	\$ 273,299	-\$ 21,513	-\$ 294,813	-\$ 293,730	\$ 1,063				
2440	Deferred Revenue	\$ -	\$ -	\$ -	\$ -	\$ 1,422,772	-\$ 1,422,772	\$ 330,870	-	0.00%	25.00	4.00%	\$ -	\$ 56,911	-\$ 6,617	\$ 63,528	-\$ 70,146	-\$ 6,618	
2005	Property Under Finance Lease	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
	<b>Total</b>	<b>\$ 42,677,619</b>	<b>\$ 45,258</b>	<b>\$ 42,632,361</b>	<b>\$ 39,607,759</b>	<b>\$ 1,544,573</b>	<b>\$ 38,063,186</b>	<b>\$ 9,220,316</b>					<b>\$ 1,664,729</b>	<b>\$ 2,217,173</b>	<b>\$ 278,791</b>	<b>\$ 4,160,692</b>	<b>\$ 3,991,908</b>	<b>-\$ 168,784</b>	

**Table 52: OEB Appendix 2-C – Depreciation and Amortization Expense - 2020**

		Book Values							Service Lives				Depreciation Expense					
Account	Description	Opening Net Book Value of Existing Assets as at Date of Policy Change (Jan. 1) 1	Less Fully Depreciated 7	Net Amount of Existing Assets Before Policy Change to be Depreciated	Opening Gross Book Value of Assets Acquired After Policy Change 2	Less Fully Depreciated 8	Net Amount of Assets Acquired After Policy Change to be Depreciated	Current Year Additions	Average Remaining Life of Assets Existing Before Policy Change 3	Depreciation Rate Assets Acquired After Policy Change	Life of Assets Acquired After Policy Change 4	Depreciation Rate on New Additions	Depreciation Expense on Assets Existing Before Policy Change	Depreciation Expense on Assets Acquired After Policy Change	Depreciation Expense on Current Year Additions 5	Total Current Year Depreciation Expense	Depreciation Expense per Appendix 2- BA Fixed Assets, Column J	Variance 6
		a	b	c = a-b	d	e	f = d-e	g	h	i = 1/h	j	k = 1/j	l = c/h	m = f/j	n = g*0.5/j	o = l+m+n	p	q = p-o
1609	Capital Contributions Paid	\$ -	\$ -	\$ 1,190,000	\$ 1,190,000	\$ -	\$ -	-	0.00%	50.00	2.00%	\$ -	\$ 23,800	\$ -	\$ 23,800	\$ 25,544	\$ 1,744	
1611	Computer Software (Formally Account 1925)	\$ -	\$ -	\$ 4,968,656	\$ 651,520	\$ 4,317,136	\$ 1,036,529	-	0.00%	5.00	20.00%	\$ -	\$ 863,427	\$ 103,653	\$ 967,080	\$ 881,376	-\$ 85,704	
1612	Land Rights (Formally Account 1906)	\$ 14,625	\$ 14,625	\$ 160,000	\$ -	\$ 160,000	\$ -	13.00	7.69%	25.00	4.00%	\$ 1,125	\$ 6,400	\$ -	\$ 7,525	\$ 1,192	-\$ 6,333	
1805	Land	\$ 497,489	\$ 497,489	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
1808	Buildings	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
1810	Leasehold Improvements	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
1815	Transformer Station Equipment >50 kV	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
1820	Distribution Station Equipment <50 kV	\$ 3,193,059	\$ 3,193,059	\$ 1,703,689	\$ 1,703,689	\$ 31,673	26.58	3.76%	40.00	2.50%	\$ 120,129	\$ 42,592	\$ 396	\$ 163,117	\$ 173,321	\$ 10,204		
1825	Storage Battery Equipment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
1830	Poles, Towers & Fixtures	\$ 2,930,272	\$ 2,930,272	\$ 11,573,316	\$ 11,573,316	\$ 2,750,320	41.75	2.40%	45.00	2.22%	\$ 70,182	\$ 257,185	\$ 30,559	\$ 357,925	\$ 354,757	-\$ 3,168		
1835	Overhead Conductors & Devices	\$ 9,855,401	\$ 9,855,401	\$ 5,477,981	\$ 5,477,981	\$ 684,952	34.26	2.92%	60.00	1.67%	\$ 287,663	\$ 91,300	\$ 5,708	\$ 384,671	\$ 401,191	\$ 16,520		
1840	Underground Conduit	\$ 1,182,052	\$ 1,182,052	\$ 1,928,245	\$ 1,928,245	\$ 261,904	48.88	2.05%	60.00	1.67%	\$ 24,182	\$ 32,137	\$ 2,183	\$ 58,502	\$ 62,598	\$ 4,096		
1845	Underground Conductors & Devices	\$ 8,045,964	\$ 8,045,964	\$ 3,593,324	\$ 3,593,324	\$ 893,313	23.69	4.22%	40.00	2.50%	\$ 339,642	\$ 89,633	\$ 11,166	\$ 440,642	\$ 431,504	-\$ 9,138		
1850	Line Transformers	\$ 7,257,615	\$ 7,257,615	\$ 6,562,520	\$ 6,562,520	\$ 1,142,633	31.08	3.22%	40.00	2.50%	\$ 233,483	\$ 164,063	\$ 14,283	\$ 411,829	\$ 410,760	-\$ 1,069		
1855	Services (Overhead & Underground)	\$ 665,779	\$ 665,779	\$ 1,387,370	\$ 1,387,370	\$ 245,648	21.51	4.65%	25.00	4.00%	\$ 30,946	\$ 55,495	\$ 4,913	\$ 91,353	\$ 90,509	-\$ 844		
1860	Meters	\$ 662,870	\$ 662,870	\$ 618,457	\$ 618,457	\$ -	467	13.29	7.52%	15.00	6.67%	\$ 49,880	\$ 41,230	\$ 16	\$ 91,126	\$ 76,612	-\$ 14,514	
1860	Meters (Smart Meters)	\$ 4,242,960	\$ 4,242,960	\$ 1,322,292	\$ 1,322,292	\$ 491,192	13.29	7.52%	15.00	6.67%	\$ 319,276	\$ 88,153	\$ 16,373	\$ 423,802	\$ 396,113	-\$ 27,689		
1905	Land	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
1908	Buildings & Fixtures	\$ 6,103,208	\$ 149,677	\$ 5,953,531	\$ 1,245,018	\$ 192,393	44.09	2.27%	60.00	1.67%	\$ 135,021	\$ 20,750	\$ 1,603	\$ 157,375	\$ 174,465	\$ 17,090		
1910	Leasehold Improvements	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
1915	Office Furniture & Equipment (10 years)	\$ 199,769	\$ 199,769	\$ -	\$ 265,663	\$ 265,663	\$ 17,659	-	0.00%	10.00	10.00%	\$ -	\$ 26,566	\$ 883	\$ 27,449	\$ 43,808	\$ 16,359	
1915	Office Furniture & Equipment (5 years)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
1920	Computer Equip.-Hardware(Post Mar. 19/07)	\$ -	\$ -	\$ 2,518,854	\$ 401,544	\$ 2,117,310	\$ 823,843	-	0.00%	5.00	20.00%	\$ -	\$ 423,462	\$ 82,384	\$ 505,846	\$ 439,870	-\$ 65,976	
1920	Computer Equip.-Hardware(Post Mar. 22/04)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
1920	Computer Equip.-Hardware	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
1930	Transportation Equipment	\$ 1,425,808	\$ 778,947	\$ 646,861	\$ 3,210,586	\$ 3,210,586	\$ 957,741	8.65	11.56%	10.00	10.00%	\$ 74,751	\$ 321,059	\$ 47,887	\$ 443,697	\$ 434,128	-\$ 9,569	
1935	Stores Equipment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	10.00	10.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
1940	Tools, Shop & Garage Equipment	\$ 169,956	\$ 165,689	\$ 4,267	\$ 620,097	\$ 620,097	\$ 174,234	15.00	6.67%	10.00	10.00%	\$ 284	\$ 62,010	\$ 8,712	\$ 71,006	\$ 81,612	\$ 10,606	
1945	Measurement & Testing Equipment	\$ 116,756	\$ 116,756	\$ -	\$ -	\$ -	\$ -	-	0.00%	10.00	10.00%	\$ -	\$ -	\$ -	\$ -	\$ 11,912	\$ 11,912	
1950	Power Operated Equipment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
1955	Communications Equipment	\$ 71,875	\$ 71,875	\$ -	\$ -	\$ -	\$ -	-	0.00%	10.00	10.00%	\$ -	\$ -	\$ -	\$ -	\$ 7,783	\$ 7,783	
1955	Communication Equipment (Smart Meters)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
1960	Miscellaneous Equipment	\$ -	\$ -	\$ -	\$ 105,979	\$ 105,979	\$ -	-	0.00%	10.00	10.00%	\$ -	\$ 10,598	\$ -	\$ 10,598	\$ 13,566	\$ 2,968	
1970	Load Management Controls Customer Premises	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
1975	Load Management Controls Utility Premises	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
1980	System Supervisor Equipment	\$ 478,522	\$ 132,697	\$ 345,825	\$ 357,395	\$ 357,395	\$ -	16.95	5.90%	10.00	10.00%	\$ 20,406	\$ 35,740	\$ -	\$ 56,145	\$ 41,804	-\$ 14,341	
1985	Miscellaneous Fixed Assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
1990	Other Tangible Property	\$ 645,280	\$ 645,280	\$ 765,529	\$ 765,529	\$ 765,529	\$ 174,373	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
1995	Contributions & Grants	-\$ 5,126,899	-\$ 5,126,899	-\$ 537,827	-\$ 537,827	\$ -	18.76	5.33%	25.00	4.00%	\$ 273,299	-\$ 21,513	\$ -	-\$ 294,813	-\$ 293,730	\$ 1,082		
2440	Deferred Revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	25.00	4.00%	\$ -	\$ 70,146	-\$ 9,633	\$ 79,778	-\$ 89,411	-\$ 9,633	
2005	Property Under Finance Lease	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
	<b>Total</b>	\$ 42,632,361	\$ 1,615,410	\$ 41,016,951	\$ 47,283,502	\$ 1,053,064	\$ 46,230,438	\$ 9,397,246				\$ 1,433,672	\$ 2,564,141	\$ 321,086	\$ 4,318,899	\$ 4,171,285	-\$ 147,613	

**Table 53: OEB Appendix 2-C – Depreciation and Amortization Expense - 2021**

Account	Description	Book Values										Service Lives				Depreciation Expense				Depreciation Expense per Appendix 2-BA Fixed Assets, Column J	Variance 6
		Opening Net Book Value of Existing Assets as at Date of Policy Change (Jan. 1) 1	Less Fully Depreciated 7	Net Amount of Existing Assets Before Policy Change to be Depreciated	Opening Gross Book Value of Assets Acquired After Policy Change 2	Less Fully Depreciated 8	Net Amount of Assets Acquired After Policy Change to be Depreciated	Current Year Additions	Average Remaining Life of Assets Existing Before Policy Change 3	Depreciation Rate Assets Acquired After Policy Change	Life of Assets Acquired After Policy Change 4	Depreciation Rate on New Additions	Depreciation Expense on Assets Existing Before Policy Change	Depreciation Expense on Assets Acquired After Policy Change	Depreciation Expense on Current Year Additions 5	Total Current Year Depreciation Expense					
		a	b	c = a-b	d	e	f = d-e	g	h	i = 1/h	j	k = 1/j	l = c/h	m = f/j	n = g*0.5j	o = l+m+n	p	q = p-o			
1609	Capital Contributions Paid	\$ -	\$ -	\$ 1,190,000	\$ 1,190,000	\$ -	\$ -	0.00%	50.00	2.00%	\$ -	\$ 23,800	\$ -	\$ 23,800	\$ 25,994	\$ 2,194					
1611	Computer Software (Formally Account 1925)	\$ -	\$ -	\$ 5,353,665	\$ 994,604	\$ 4,359,061	\$ 942,642	-	0.00%	5.00	20.00%	\$ -	\$ 871,812	\$ 94,264	\$ 966,076	\$ 920,668	\$ 45,408				
1612	Land Rights (Formally Account 1906)	\$ 14,625	\$ 14,625	\$ 160,000	\$ 160,000	\$ 160,000	\$ -	13.00	7.69%	25.00	4.00%	\$ 1,125	\$ 6,400	\$ -	\$ 7,525	\$ 1,192	\$ 6,333				
1805	Land	\$ 497,489	\$ 497,489	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
1808	Buildings	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
1810	Leasehold Improvements	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
1815	Transformer Station Equipment >50 kV	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
1820	Distribution Station Equipment <50 kV	\$ 3,193,059	\$ 3,193,059	\$ 1,735,362	\$ 1,735,362	\$ 293,229	\$ 293,229	26.58	3.76%	40.00	2.50%	\$ 120,129	\$ 43,384	\$ 3,665	\$ 167,178	\$ 179,628	\$ 12,449				
1825	Storage Battery Equipment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
1830	Poles, Towers & Fixtures	\$ 2,930,272	\$ 2,930,272	\$ 14,323,636	\$ 14,323,636	\$ 2,331,237	\$ 2,331,237	41.75	2.40%	45.00	2.22%	\$ 70,182	\$ 318,303	\$ 25,903	\$ 414,387	\$ 418,770	\$ 4,383				
1835	Overhead Conductors & Devices	\$ 9,855,401	\$ 9,855,401	\$ 6,162,933	\$ 6,162,933	\$ 1,047,682	\$ 1,047,682	34.26	2.92%	60.00	1.67%	\$ 287,663	\$ 102,716	\$ 8,731	\$ 399,110	\$ 419,086	\$ 19,976				
1840	Underground Conduit	\$ 1,182,052	\$ 1,182,052	\$ 2,190,149	\$ 2,190,149	\$ 2,190,149	\$ 2,190,149	48.88	2.05%	60.00	1.67%	\$ 24,182	\$ 36,502	\$ 2,474	\$ 63,159	\$ 68,197	\$ 5,038				
1845	Underground Conductors & Devices	\$ 8,045,964	\$ 8,045,964	\$ 4,486,637	\$ 4,486,637	\$ 668,089	\$ 668,089	23.69	4.22%	40.00	2.50%	\$ 339,642	\$ 112,166	\$ 8,351	\$ 460,159	\$ 450,723	\$ 9,436				
1850	Line Transformers	\$ 7,257,615	\$ 7,257,615	\$ 7,705,153	\$ 7,705,153	\$ 1,263,424	\$ 1,263,424	31.08	3.22%	40.00	2.50%	\$ 233,483	\$ 192,629	\$ 15,793	\$ 441,905	\$ 443,598	\$ 1,693				
1855	Services (Overhead & Underground)	\$ 665,779	\$ 665,779	\$ 1,633,018	\$ 1,633,018	\$ 331,515	\$ 331,515	21.51	4.65%	25.00	4.00%	\$ 30,946	\$ 65,321	\$ 6,630	\$ 102,897	\$ 103,073	\$ 176				
1860	Meters	\$ 662,870	\$ 662,870	\$ 618,924	\$ 618,924	\$ 9,274	\$ 9,274	13.29	7.52%	15.00	6.67%	\$ 49,880	\$ 41,262	\$ 309	\$ 91,451	\$ 76,984	\$ 14,467				
1860	Meters (Smart Meters)	\$ 4,242,960	\$ 4,242,960	\$ 1,813,484	\$ 1,813,484	\$ 172,554	\$ 172,554	13.29	7.52%	15.00	6.67%	\$ 319,276	\$ 120,699	\$ 5,752	\$ 445,927	\$ 416,843	\$ 29,084				
1905	Land	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
1908	Buildings & Fixtures	\$ 5,953,531	\$ 5,953,531	\$ 1,437,411	\$ 1,437,411	\$ 231,963	\$ 231,963	44.09	2.27%	60.00	1.67%	\$ 135,021	\$ 23,957	\$ 1,933	\$ 160,911	\$ 182,899	\$ 21,988				
1910	Leasehold Improvements	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
1915	Office Furniture & Equipment (10 years)	\$ -	\$ -	\$ 283,322	\$ 283,322	\$ 47,360	\$ 47,360	-	0.00%	10.00	10.00%	\$ -	\$ 28,332	\$ 2,368	\$ 30,700	\$ 39,041	\$ 8,341				
1915	Office Furniture & Equipment (5 years)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
1920	Computer Equip.-Hardware(Post Mar. 19/07)	\$ -	\$ -	\$ 2,941,153	\$ 177,871	\$ 2,763,282	\$ 607,521	-	0.00%	5.00	20.00%	\$ -	\$ 552,656	\$ 60,752	\$ 613,409	\$ 598,095	\$ 15,314				
1920	Computer Equip.-Hardware(Post Mar. 22/04)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
1920	Computer Equip.-Hardware	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
1930	Transportation Equipment	\$ 646,861	\$ 207,212	\$ 439,649	\$ 4,168,327	\$ 22,892	\$ 4,145,435	\$ 275,216	9.00	11.11%	10.00	10.00%	\$ 48,850	\$ 414,543	\$ 13,761	\$ 477,154	\$ 470,646	\$ 6,508			
1935	Stores Equipment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	10.00	10.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
1940	Tools, Shop & Garage Equipment	\$ 4,267	\$ 4,267	\$ 794,331	\$ 794,331	\$ 84,941	\$ 84,941	-	0.00%	10.00	10.00%	\$ -	\$ 79,433	\$ 4,247	\$ 83,680	\$ 92,824	\$ 9,143				
1945	Measurement & Testing Equipment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	10.00	10.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 8,271	\$ 8,271		
1950	Power Operated Equipment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
1955	Communications Equipment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	10.00	10.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 25	\$ 25		
1955	Communication Equipment (Smart Meters)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
1960	Miscellaneous Equipment	\$ -	\$ -	\$ 105,979	\$ 105,979	\$ 11,291	\$ 11,291	-	0.00%	10.00	10.00%	\$ -	\$ 10,598	\$ 565	\$ 11,162	\$ 11,122	\$ 41				
1970	Load Management Controls Customer Premises	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
1975	Load Management Controls Utility Premises	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
1980	System Supervisor Equipment	\$ 345,825	\$ 345,825	\$ 357,395	\$ 357,395	\$ 2,477	\$ 16.95	5.90%	10.00	10.00%	\$ 20,406	\$ 35,740	\$ 124	\$ 56,269	\$ 36,268	\$ 20,001					
1985	Miscellaneous Fixed Assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
1990	Other Tangible Property	\$ 645,280	\$ 645,280	\$ 939,902	\$ 939,902	\$ 372,781	\$ 372,781	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
1995	Contributions & Grants	\$ 5,126,899	\$ 5,126,899	\$ 537,827	\$ 537,827	\$ -	\$ -	18.76	5.33%	25.00	4.00%	\$ 273,299	\$ 21,513	\$ -	\$ 294,813	\$ 293,730	\$ 1,082				
2440	Deferred Revenue	\$ -	\$ -	\$ -	\$ -	\$ 2,235,270	\$ 2,235,270	-	0.00%	25.00	4.00%	\$ -	\$ 89,411	\$ 4,589	\$ 94,000	\$ 98,590	\$ 4,589				
2005	Property Under Finance Lease	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
	<b>Total</b>	<b>\$ 41,016,951</b>	<b>\$ 211,479</b>	<b>\$ 40,805,472</b>	<b>\$ 55,627,684</b>	<b>\$ 1,195,367</b>	<b>\$ 54,432,317</b>	<b>\$ 6,810,483</b>				<b>\$ 1,407,486</b>	<b>\$ 2,969,529</b>	<b>\$ 253,526</b>	<b>\$ 4,630,542</b>	<b>\$ 4,573,704</b>	<b>\$ 56,838</b>				

**Table 54: OEB Appendix 2-C – Depreciation and Amortization Expense – 2022 Bridge Year**

Account	Description	2022										Depreciation and Amortization Expense										Depreciation Expense per Appendix 2-BA Fixed Assets, Column J	Variance 6			
		Book Values					Service Lives					Depreciation Expense														
		Opening Net Book Value of Existing Assets as at Date of Policy Change (Jan. 1) 1	Less Fully Depreciated 7	Net Amount of Existing Assets Before Policy Change to be Depreciated	Opening Gross Book Value of Assets Acquired After Policy Change 2	Less Fully Depreciated 8	Net Amount of Assets Acquired After Policy Change to be Depreciated	Current Year Additions	Average Remaining Life of Assets Existing Before Policy Change 3	Depreciation Rate Assets Acquired After Policy Change	Life of Assets Acquired After Policy Change 4	Depreciation Rate on New Additions	Depreciation Expense on Assets Existing Before Policy Change	Depreciation Expense on Assets Acquired After Policy Change	Depreciation Expense on Current Year Additions 5	Total Current Year Depreciation Expense										
		a	b	c = a-b	d	e	f = d-e	g	h	i = 1/h	j	k = 1/j	l = c/h	m = f/j	n = g*0.5j	o = l+m+n	p	q = p-o								
1609	Capital Contributions Paid	\$ -	\$ -	\$ 1,190,000	\$ 1,190,000	\$ -	\$ -	-	0.00%	50.00	2.00%	\$ -	\$ 23,800	\$ -	\$ 23,800	\$ 25,994	\$ 2,194									
1611	Computer Software (Formally Account 1925)	\$ -	\$ -	\$ 5,301,703	\$ 1,110,282	\$ 4,191,421	\$ 1,270,000	-	0.00%	5.00	20.00%	\$ -	\$ 838,284	\$ 127,000	\$ 965,284	\$ 900,215	\$ 65,069									
1612	Land Rights (Formally Account 1906)	\$ 14,625	\$ 14,625	\$ 160,000	\$ 160,000	\$ -	\$ -	13.00	7.69%	25.00	4.00%	\$ 1,125	\$ 6,400	\$ -	\$ 7,525	\$ 1,192	\$ 6,333									
1805	Land	\$ 497,489	\$ 497,489	\$ -	\$ -	\$ -	\$ -	\$ 900,000	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
1808	Buildings	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
1810	Leasehold Improvements	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
1815	Transformer Station Equipment >50 kV	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
1820	Distribution Station Equipment <50 kV	\$ 3,193,059	\$ 3,193,059	\$ 2,028,592	\$ 2,028,592	\$ 434,700	\$ 26.58	3.76%	40.00	2.50%	\$ 120,129	\$ 50,715	\$ 5,434	\$ 176,277	\$ 188,959	\$ 12,682										
1825	Storage Battery Equipment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
1830	Poles, Towers & Fixtures	\$ 2,930,272	\$ 2,930,272	\$ 16,654,873	\$ 16,654,873	\$ 2,774,400	\$ 41.75	2.40%	45.00	2.22%	\$ 70,182	\$ 370,108	\$ 30,827	\$ 471,117	\$ 470,774	\$ 343										
1835	Overhead Conductors & Devices	\$ 9,855,401	\$ 9,855,401	\$ 7,210,614	\$ 7,210,614	\$ 1,111,200	\$ 34.26	2.92%	60.00	1.67%	\$ 287,663	\$ 120,177	\$ 9,260	\$ 417,100	\$ 439,084	\$ 21,984										
1840	Underground Conduit	\$ 1,182,052	\$ 1,182,052	\$ 2,486,983	\$ 2,486,983	\$ 500,200	\$ 48.88	2.05%	60.00	1.67%	\$ 24,182	\$ 41,450	\$ 4,168	\$ 69,800	\$ 74,830	\$ 5,030										
1845	Underground Conductors & Devices	\$ 8,045,964	\$ 647,109	\$ 7,398,855	\$ 5,154,726	\$ 5,154,726	\$ 1,141,100	27.63	3.62%	40.00	2.50%	\$ 267,741	\$ 128,666	\$ 14,264	\$ 410,873	\$ 406,440	\$ 4,433									
1850	Line Transformers	\$ 7,257,615	\$ 7,257,615	\$ 8,968,577	\$ 8,968,577	\$ 1,469,100	\$ 31.08	3.22%	40.00	2.50%	\$ 233,483	\$ 224,214	\$ 18,364	\$ 476,081	\$ 475,190	\$ 871										
1855	Services (Overhead & Underground)	\$ 665,779	\$ 665,779	\$ 1,964,532	\$ 1,964,532	\$ 526,400	\$ 21.51	4.65%	25.00	4.00%	\$ 30,946	\$ 78,581	\$ 10,528	\$ 120,055	\$ 119,021	\$ 1,034										
1860	Meters	\$ 662,870	\$ 662,870	\$ 628,198	\$ 628,198	\$ 8,600	\$ 13.29	7.52%	15.00	6.67%	\$ 49,880	\$ 41,880	\$ 287	\$ 92,046	\$ 77,413	\$ 14,633										
1860	Meters (Smart Meters)	\$ 4,242,960	\$ 4,242,960	\$ 1,986,038	\$ 1,986,038	\$ 238,800	\$ 13.29	7.52%	15.00	6.67%	\$ 319,276	\$ 132,403	\$ 7,960	\$ 459,638	\$ 429,596	\$ 30,043										
1905	Land	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
1908	Buildings & Fixtures	\$ 5,953,531	\$ 5,953,531	\$ 1,669,374	\$ 1,669,374	\$ 148,500	\$ 44.09	2.27%	60.00	1.67%	\$ 135,021	\$ 27,823	\$ 1,238	\$ 164,082	\$ 188,099	\$ 24,017										
1910	Leasehold Improvements	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
1915	Office Furniture & Equipment (10 years)	\$ -	\$ -	\$ 330,683	\$ 330,683	\$ 32,000	\$ -	0.00%	10.00	10.00%	\$ -	\$ 33,068	\$ 1,600	\$ 34,668	\$ 39,095	\$ 4,427										
1915	Office Furniture & Equipment (5 years)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
1920	Computer Equip.-Hardware(Post Mar. 19/07)	\$ -	\$ -	\$ 3,370,803	\$ 261,921	\$ 3,108,882	\$ 646,900	-	0.00%	5.00	20.00%	\$ -	\$ 621,776	\$ 64,690	\$ 686,466	\$ 647,170	\$ 39,297									
1920	Computer Equip.-Hardware(Post Mar. 22/04)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
1920	Computer Equip.-Hardware	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
1930	Transportation Equipment	\$ 439,649	\$ 439,649	\$ -	\$ 4,420,651	\$ 342,652	\$ 4,077,999	\$ 748,000	-	0.00%	10.00	10.00%	\$ -	\$ 407,800	\$ 37,400	\$ 445,200	\$ 459,831	\$ 14,631								
1935	Stores Equipment	\$ -	\$ -	\$ -	\$ 49,922	\$ 49,922	\$ -	\$ -	0.00%	10.00	10.00%	\$ -	\$ 4,992	\$ -	\$ 4,992	\$ 6,240	\$ 1,248									
1940	Tools, Shop & Garage Equipment	\$ -	\$ -	\$ -	\$ 879,273	\$ 879,273	\$ 142,000	\$ -	0.00%	10.00	10.00%	\$ -	\$ 87,927	\$ 7,100	\$ 95,027	\$ 99,843	\$ 4,816									
1945	Measurement & Testing Equipment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%	10.00	10.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
1950	Power Operated Equipment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
1955	Communications Equipment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%	10.00	10.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
1955	Communication Equipment (Smart Meters)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
1960	Miscellaneous Equipment	\$ -	\$ -	\$ -	\$ 117,270	\$ 117,270	\$ 57,000	\$ -	0.00%	10.00	10.00%	\$ -	\$ 11,727	\$ 2,850	\$ 14,577	\$ 11,589	\$ 2,988									
1970	Load Management Controls Customer Premises	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
1975	Load Management Controls Utility Premises	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
1980	System Supervisor Equipment	\$ 345,825	\$ 345,825	\$ 359,872	\$ 359,872	\$ 3,100	\$ 16.95	5.90%	10.00	10.00%	\$ 20,406	\$ 35,987	\$ 155	\$ 56,548	\$ 33,705	\$ 22,842										
1985	Miscellaneous Fixed Assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
1990	Other Tangible Property	\$ 645,280	\$ 645,280	\$ 1,312,683	\$ 1,312,683	\$ 1,312,683	\$ -	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
1995	Contributions & Grants	\$ 5,126,899	\$ 5,126,899	\$ 537,827	\$ 537,827	\$ -	\$ 43.76	2.29%	50.00	2.00%	\$ 117,161	\$ 10,757	\$ -	\$ 127,918	\$ 82,713	\$ 45,205										
2440	Deferred Revenue	\$ -	\$ -	\$ -	\$ 2,464,740	\$ 2,464,740	\$ 1,000,000	\$ -	0.00%	50.00	2.00%	\$ -	\$ 49,295	\$ 10,000	\$ 59,295	\$ 64,530	\$ 5,235									
2005	Property Under Finance Lease	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
	<b>Total</b>	<b>\$ 40,805,472</b>	<b>\$ 1,086,758</b>	<b>\$ 39,718,714</b>	<b>\$ 63,242,800</b>	<b>\$ 1,714,855</b>	<b>\$ 61,527,945</b>	<b>\$ 11,152,000</b>					<b>\$ 1,442,673</b>	<b>\$ 3,227,930</b>	<b>\$ 333,123</b>	<b>\$ 5,003,926</b>	<b>\$ 4,951,046</b>	<b>\$ 52,881</b>								

**Table 55: OEB Appendix 2-C – Depreciation and Amortization Expense – 2023 Test Year**

Account	Description	Book Values							Service Lives				Depreciation Expense				Depreciation Expense per Appendix 2- BA Fixed Assets, Column J	Variance 6
		Opening Net Book Value of Existing Assets as at Date of Policy Change (Jan. 1) 1	Less Fully Depreciated 7	Net Amount of Existing Assets Before Policy Change to be Depreciated	Opening Gross Book Value of Assets Acquired After Policy Change 2	Less Fully Depreciated 8	Net Amount of Assets Acquired After Policy Change to be Depreciated	Current Year Additions	Average Remaining Life of Assets Existing Before Policy Change 3	Depreciation Rate Assets Acquired After Policy Change	Life of Assets Acquired After Policy Change 4	Depreciation Rate on New Additions	Depreciation Expense on Assets Existing Before Policy Change	Depreciation Expense on Assets Acquired After Policy Change	Depreciation Expense on Current Year Additions 5	Total Current Year Depreciation Expense		
		a	b	c = a-b	d	e	f = d-e	g	h	i = 1/h	j	k = 1/j	l = c/h	m = f/j	n = g*0.5/j	o = l+m+n	p	q = p-o
1609	Capital Contributions Paid	\$ -		\$ -	\$ 1,190,000		\$ 1,190,000	\$ -	-	0.00%	50.00	2.00%	\$ -	\$ 23,800	\$ -	\$ 23,800	\$ 25,994	\$ 2,194
1611	Computer Software (Formally Account 1925)	\$ -		\$ -	\$ 5,461,421	\$ 676,507	\$ 4,784,914	\$ 1,490,000	-	0.00%	5.00	20.00%	\$ -	\$ 956,983	\$ 149,000	\$ 1,105,983	\$ 1,045,142	\$ 60,841
1612	Land Rights (Formally Account 1906)	\$ 14,625		\$ 14,625	\$ 160,000		\$ 160,000	\$ -	13.00	7.69%	25.00	4.00%	\$ 1,125	\$ 6,400	\$ -	\$ 7,525	\$ 1,192	\$ 6,333
1805	Land	\$ 497,489		\$ 497,489	\$ 900,000		\$ 900,000	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
1808	Buildings	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
1810	Leasehold Improvements	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
1815	Transformer Station Equipment >50 kV	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
1820	Distribution Station Equipment <50 kV	\$ 3,193,059		\$ 3,193,059	\$ 2,463,292		\$ 2,463,292	\$ 1,147,820	26.58	3.76%	40.00	2.50%	\$ 120,129	\$ 61,582	\$ 14,348	\$ 196,059	\$ 210,942	\$ 14,883
1825	Storage Battery Equipment	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
1830	Poles, Towers & Fixtures	\$ 2,930,272		\$ 2,930,272	\$ 19,429,273		\$ 19,429,273	\$ 2,962,981	41.75	2.40%	45.00	2.22%	\$ 70,182	\$ 431,762	\$ 32,922	\$ 534,865	\$ 534,522	\$ 343
1835	Overhead Conductors & Devices	\$ 9,855,401		\$ 9,855,401	\$ 8,321,814		\$ 8,321,814	\$ 1,665,939	34.26	2.92%	60.00	1.67%	\$ 287,663	\$ 138,697	\$ 13,049	\$ 439,410	\$ 465,517	\$ 26,107
1840	Underground Conduit	\$ 1,182,052		\$ 1,182,052	\$ 2,987,183		\$ 2,987,183	\$ 506,561	48.88	2.05%	60.00	1.67%	\$ 24,182	\$ 49,786	\$ 4,221	\$ 78,190	\$ 84,626	\$ 6,436
1845	Underground Conductors & Devices	\$ 7,398,855		\$ 7,398,855	\$ 6,295,826		\$ 6,295,826	\$ 882,089	27.63	3.62%	40.00	2.50%	\$ 267,741	\$ 157,396	\$ 11,026	\$ 436,163	\$ 440,224	\$ 4,061
1850	Line Transformers	\$ 7,257,615		\$ 7,257,615	\$ 10,437,677		\$ 10,437,677	\$ 1,423,770	31.08	3.22%	40.00	2.50%	\$ 233,483	\$ 260,942	\$ 17,797	\$ 512,222	\$ 511,351	\$ 871
1855	Services (Overhead & Underground)	\$ 665,779		\$ 665,779	\$ 2,490,932		\$ 2,490,932	\$ 577,803	21.51	4.65%	25.00	4.00%	\$ 30,946	\$ 99,637	\$ 11,556	\$ 142,139	\$ 141,106	\$ 1,033
1860	Meters	\$ 662,870		\$ 662,870	\$ 636,798		\$ 636,798	\$ 9,073	13.29	7.52%	15.00	6.67%	\$ 49,880	\$ 42,453	\$ 302	\$ 92,636	\$ 77,767	\$ 14,868
1860	Meters (Smart Meters)	\$ 4,242,960		\$ 4,242,960	\$ 2,224,838		\$ 2,224,838	\$ 252,684	13.29	7.52%	15.00	6.67%	\$ 319,276	\$ 148,323	\$ 8,423	\$ 476,021	\$ 445,979	\$ 30,043
1905	Land	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
1908	Buildings & Fixtures	\$ 5,953,531		\$ 5,953,531	\$ 1,817,874		\$ 1,817,874	\$ 122,400	44.09	2.27%	60.00	1.67%	\$ 135,021	\$ 30,298	\$ 1,020	\$ 166,339	\$ 191,436	\$ 25,097
1910	Leasehold Improvements	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
1915	Office Furniture & Equipment (10 years)	\$ -		\$ -	\$ 362,683		\$ 362,683	\$ 32,500	-	0.00%	10.00	10.00%	\$ -	\$ 36,268	\$ 1,625	\$ 37,893	\$ 31,234	\$ 6,659
1915	Office Furniture & Equipment (5 years)	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
1920	Computer Equip.-Hardware(Post Mar. 19/07)	\$ -		\$ -	\$ 3,755,782	\$ 340,751	\$ 3,415,031	\$ 550,590	-	0.00%	5.00	20.00%	\$ -	\$ 683,006	\$ 55,059	\$ 738,065	\$ 713,829	\$ 24,236
1920	Computer Equip.-Hardware(Post Mar. 22/04)	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
1920	Computer Equip.-Hardware	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
1930	Transportation Equipment	\$ -		\$ -	\$ 4,825,999	\$ 58,784	\$ 4,767,215	\$ 285,750	-	0.00%	10.00	10.00%	\$ -	\$ 476,721	\$ 14,288	\$ 491,009	\$ 498,337	\$ 7,328
1935	Stores Equipment	\$ -		\$ -	\$ 49,922		\$ 49,922	\$ -	-	0.00%	10.00	10.00%	\$ -	\$ 4,992	\$ -	\$ 4,992	\$ 6,240	\$ 1,248
1940	Tools, Shop & Garage Equipment	\$ -		\$ -	\$ 1,021,273		\$ 1,021,273	\$ 159,550	-	0.00%	10.00	10.00%	\$ -	\$ 102,127	\$ 7,978	\$ 110,105	\$ 112,208	\$ 2,103
1945	Measurement & Testing Equipment	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	10.00	10.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
1950	Power Operated Equipment	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
1955	Communications Equipment	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	10.00	10.00%	\$ -	\$ -	\$ 18,750	\$ 18,750	\$ 18,750	\$ -
1955	Communication Equipment (Smart Meters)	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
1960	Miscellaneous Equipment	\$ -		\$ -	\$ 174,270		\$ 174,270	\$ 24,200	-	0.00%	10.00	10.00%	\$ -	\$ 17,427	\$ 1,210	\$ 18,637	\$ 12,626	\$ 6,111
1970	Load Management Controls Customer Premises	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
1975	Load Management Controls Utility Premises	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
1980	System Supervisor Equipment	\$ 345,825		\$ 345,825	\$ 362,972		\$ 362,972	\$ 3,410	16.95	5.90%	10.00	10.00%	\$ 20,406	\$ 36,297	\$ 171	\$ 56,873	\$ 27,834	\$ 29,039
1980	System Supervisor Equipment (smart grid)	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ 2,279	\$ 2,279
1985	Miscellaneous Fixed Assets	\$ -		\$ -	\$ -		\$ -	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
1990	Other Tangible Property	\$ 645,280		\$ 645,280	\$ 1,312,683		\$ 1,312,683	\$ -	-	0.00%	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
1995	Contributions & Grants	\$ 5,126,899		\$ 5,126,899	\$ 537,827		\$ 537,827	\$ -	43.76	2.29%	50.00	2.00%	\$ 117,161	\$ 10,757	\$ -	\$ 127,918	\$ 82,713	\$ 45,205
2440	Deferred Revenue	\$ -		\$ -	\$ 3,464,740		\$ 3,464,740	\$ 1,000,000	-	0.00%	50.00	2.00%	\$ -	\$ 69,295	\$ 10,000	\$ 79,295	\$ 84,530	\$ 5,235
	<b>Total</b>	<b>\$ 39,718,714</b>	<b>\$ -</b>	<b>\$ 39,718,714</b>	<b>\$ 72,679,945</b>	<b>\$ 1,076,042</b>	<b>\$ 71,603,903</b>	<b>\$ 11,372,100</b>					<b>\$ 1,442,873</b>	<b>\$ 3,684,847</b>	<b>\$ 352,744</b>	<b>\$ 5,480,464</b>	<b>\$ 5,431,792</b>	<b>\$ 48,672</b>

1   **2.5 Allowance for Working Capital**

2

3   ***2.5.1 Overview of Working Capital Allowance (WCA)***

4   The Filing Requirements permit applicants to take one of two approaches for the calculation of the  
5   allowance for working capital: the default value of 7.5% Allowance or the filing of a lead/lag study. Using  
6   the 7.5% Allowance, the WCA is calculated to be 7.5% of the sum of Cost of Power plus Eligible Distribution  
7   Expenses.

8

9   Bluewater has not completed a lead-lag study to support a different rate, and therefore submits this  
10   Application using the default working capital allowance rate of 7.5%. The use of a 7.5% rate is consistent  
11   with the Ontario Energy Board's ("OEB") letter dated June 3, 2015 and the Chapter 2 Filing Requirements  
12   as issued by the OEB.

13

14   The following table summarizes Bluewater's working capital allowance calculations by year.

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**Table 56: Summary of Working Capital Allowance by Year**

Description	2013 OEB Approved (MIFRS)	2013 Actual (CGAAP)	2014 Actual (CGAAP)	2015 Actual (MIFRS)
Cost of Power	88,827,016	88,976,390	92,525,797	100,260,264
Eligible Distribution Expenses	12,540,974	12,517,604	12,127,854	12,279,924
Total Expenses	101,367,990	101,493,994	104,653,651	112,540,188
Working Capital Allowance %	13.0%	13.0%	13.0%	13.0%
Working Capital Allowance \$	13,177,839	13,194,219	13,604,975	14,630,224

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Description	2016 Actual	2017 Actual	2018 Actual	2019 Actual
Cost of Power	108,110,149	88,503,302	88,850,298	90,260,234
Eligible Distribution Expenses	13,739,975	13,805,524	14,085,317	13,626,556
Total Expenses	121,850,124	102,308,826	102,935,615	103,886,790
Working Capital Allowance %	13.0%	13.0%	13.0%	13.0%
Working Capital Allowance \$	15,840,516	13,300,147	13,381,630	13,505,283

4

5

Description	2020 Actual	2021 Actual	2022 Bridge Year	2023 Test Year
Cost of Power	90,614,120	85,453,317	91,365,135	90,038,222
Eligible Distribution Expenses	13,150,801	13,407,882	14,661,029	15,992,773
Total Expenses	103,764,921	98,861,199	106,026,164	106,030,995
Working Capital Allowance %	13.0%	13.0%	13.0%	7.5%
Working Capital Allowance \$	13,489,440	12,851,956	13,783,401	7,952,325

6

7

8 The working capital allowance decreased significantly from \$13,177,839 in the 2013 OEB approved to  
9 \$7,952,325 in the 2023 Test Year for a variance of \$5,225,514, or 40%. This is primarily due to the change  
10 in the working capital allowance rate from 13% approved in the 2013 rebasing application to 7.5% used  
11 in the 2023 Test Year, which is partially offset by an increase in working capital of \$4,663,005 over the  
12 same time period.

13

#### **2.5.2 Working Capital**

14 Bluewater's working capital is comprised of Cost of Power plus Eligible Distribution Expenses. The  
15 following table summarizes Bluewater's working capital by year.

16

1

**Table 57: Summary of Working Capital**

Description	2013 OEB Approved (MIFRS)	2013 Actual (CGAAP)	2014 Actual (CGAAP)	2015 Actual (MIFRS)
Eligible Distribution Expenses:				
Operations	3,494,496	3,564,379	3,619,465	3,791,562
Maintenance	136,331	132,434	98,269	180,125
Billing & Collecting	1,737,463	1,997,175	2,006,892	2,055,458
Community Relations	245,981	264,756	228,806	257,544
Admin & General	6,663,289	6,351,918	5,828,696	5,957,955
Taxes Other Than Income Taxes	263,414	206,942	345,726	37,280
Total Eligible Distribution Expenses	12,540,974	12,517,604	12,127,854	12,279,924
Cost of Power	88,827,016	88,976,390	92,525,797	100,260,264
<b>Working Capital</b>	<b>101,367,990</b>	<b>101,493,994</b>	<b>104,653,651</b>	<b>112,540,188</b>

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Description	2016 Actual	2017 Actual	2018 Actual	2019 Actual
Eligible Distribution Expenses:				
Operations	3,833,861	3,616,749	4,145,464	3,657,458
Maintenance	163,255	496,689	475,522	494,282
Billing & Collecting	2,601,284	1,978,682	1,858,241	1,890,446
Community Relations	330,038	370,674	456,175	385,093
Admin & General	6,611,009	7,130,923	6,950,419	6,988,148
Taxes Other Than Income Taxes	200,528	211,807	199,496	211,129
Total Eligible Distribution Expenses	13,739,975	13,805,524	14,085,317	13,626,556
Cost of Power	108,110,149	88,503,302	88,850,298	90,260,234
<b>Working Capital</b>	<b>121,850,124</b>	<b>102,308,826</b>	<b>102,935,615</b>	<b>103,886,790</b>

4

5

Description	2020 Actual	2021 Actual	2022 Bridge Year	2023 Test Year
Eligible Distribution Expenses:				
Operations	3,736,730	3,520,216	4,479,433	4,936,718
Maintenance	400,271	1,082,632	1,294,093	1,453,769
Billing & Collecting	1,788,955	2,121,802	1,933,180	2,013,816
Community Relations	360,258	171,438	142,483	176,527
Admin & General	6,641,925	6,296,415	6,591,705	7,183,003
Taxes Other Than Income Taxes	222,662	215,379	220,135	228,940
Total Eligible Distribution Expenses	13,150,801	13,407,882	14,661,029	15,992,773
Cost of Power	90,614,120	85,453,317	91,365,135	90,038,222
<b>Working Capital</b>	<b>103,764,921</b>	<b>98,861,199</b>	<b>106,026,164</b>	<b>106,030,995</b>

6

1    ***2.5.3 Eligible Distribution Expenses***

2    Eligible Distribution Expenses include the amounts for Operations, Maintenance, Billing & Collecting,  
3    Community Relations, Administration & General, and Taxes Other Than Income Taxes. These amounts  
4    agree to the OM&A categories in Exhibit 4, and the amount for Taxes Other Than Income Taxes agrees to  
5    Exhibit 6.

6

7    ***2.5.4 Cost of Power (COP) Calculations***

8    Bluewater has calculated COP for the 2023 Test Year based upon the 2023 load forecast, adjusted for the  
9    impact of Conservation and Demand Management activities and in accordance with the Board's Filing  
10 Requirements.

11

12   Bluewater has two customers that are wholesale market participants. One is in the General Service >50  
13 kW rate class, and the other is in the Large Use rate class. For purposes of calculating the power supply  
14 expenses, the load attributable to these two customers has been removed from the following  
15 components: Commodity, Global Adjustment, Wholesale Market Service, Rural Rate Protection and  
16 Capacity Based Recovery. The load is removed in acknowledgement that Bluewater does not incur pass  
17 through charges for these components from these customers, therefore the amounts should not be  
18 included in the calculation of working capital allowance.

19

20   The following table presents the year over year summary for total Cost of Power.

21

1

**Table 58: Cost of Power Summary by Year**

Description	2013 OEB Approved (MIFRS)	2013 Actual (CGAAP)	2014 Actual (CGAAP)	2015 Actual (MIFRS)
Power Purchased	72,228,910	73,608,915	76,611,699	85,303,898
Less: Ontario Electricity Rebate %	-	-	-	-
Less: Ontario Electricity Rebate \$	-	-	-	-
Net Power Purchased	72,228,910	73,608,915	76,611,699	85,303,898
Wholesale Market Service	5,709,438	4,177,742	4,464,041	3,255,087
Network	5,902,784	6,005,973	6,013,696	6,095,347
Connection	4,801,437	4,820,502	4,955,717	5,087,247
LV Charges	184,447	141,770	145,958	182,211
Smart Meter Entity Charge	-	221,488	334,686	336,474
<b>Total Cost of Power</b>	<b>88,827,016</b>	<b>88,976,390</b>	<b>92,525,797</b>	<b>100,260,264</b>

2

3

Description	2016 Actual	2017 Actual	2018 Actual	2019 Actual
Power Purchased	92,137,991	77,517,626	77,102,330	81,395,478
Less: Ontario Electricity Rebate %	-	8.0%	8.0%	12.0%
Less: Ontario Electricity Rebate \$	-	(3,749,468)	(3,764,169)	(5,842,650)
Net Power Purchased	92,137,991	73,768,158	73,338,161	75,552,828
Wholesale Market Service	4,221,375	3,415,870	3,101,271	2,896,763
Network	6,054,790	5,764,621	6,081,410	5,824,459
Connection	5,174,548	5,039,615	5,905,812	5,564,631
LV Charges	183,632	177,108	185,260	177,329
Smart Meter Entity Charge	337,813	337,930	238,384	244,224
<b>Total Cost of Power</b>	<b>108,110,149</b>	<b>88,503,302</b>	<b>88,850,298</b>	<b>90,260,234</b>

4

5

Description	2020 Actual	2021 Actual	2022 Bridge Year	2023 Test Year
Power Purchased	93,561,404	78,072,534	81,302,993	79,956,075
Less: Ontario Electricity Rebate %	31.8%	19.4%	17.0%	17.0%
Less: Ontario Electricity Rebate \$	(17,460,234)	(9,316,464)	(8,636,904)	(8,511,468)
Net Power Purchased	76,101,170	68,756,070	72,666,089	71,444,607
Wholesale Market Service	2,689,636	3,285,263	3,665,499	3,328,133
Network	5,859,573	7,140,934	8,187,651	8,455,991
Connection	5,539,944	5,859,610	6,481,351	6,294,976
LV Charges	175,539	179,751	179,376	328,655
Smart Meter Entity Charge	248,258	231,689	185,169	185,860
<b>Total Cost of Power</b>	<b>90,614,120</b>	<b>85,453,317</b>	<b>91,365,135</b>	<b>90,038,222</b>

6

1   Presented in **Table 59** below is the required OEB Appendix 2-ZB, which provides the detailed calculations  
2   for each of these COP categories for the 2023 Test Year.

3

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**Table 59: OEB Appendix 2-ZB 'Cost of Power'**

**Step 1: Commodity Pricing**

**Forecasted Commodity Prices**      Table 1: Average RPP Supply Cost Summary\*

		non-RPP	RPP
HOEP (\$/MWh)	Load-Weighted Price for RPP Consumers	\$33.75	\$33.75
	Impact of the Global Adjustment	\$68.78	\$68.78
	Adjustments (\$/MWh)		\$1.01
	Average Supply Cost for RPP Consumers		<b>\$103.54</b>
<b>TOTAL (\$/MWh)</b>			

**Step 2: Commodity Expense**      1.0432

(volumes for the test year is loss adjusted)

1.0173

Commodity	Customer	UoM	Revenue	Expense	2023 Test Year						
					Class Name	USA #	USA #	Class A Non-RPP Volume**	Class B Non-RPP Volume**	Class B RPP Volume**	Average HOEP
General Service < 50 kW	Residential	kWh	4006	4705	-			5,484,066	270,850,026	\$0.03375	\$ 0.10354
	General Service < 50 kW	kWh	4010	4705	38,694			18,391,245	89,785,432	\$0.03375	\$ 0.10354
	General Service 50-999 kW	kWh	4035	4705	17,383,231			134,977,339	37,512,272	\$0.03375	\$ 0.10354
	General Service 1000-4999 kW	kWh	4010	4705	103,722,587			12,939,861	-	\$0.03375	\$ 0.10354
	Large Users	kWh	4025	4705	176,224,783			-	-	\$0.03375	\$ 0.10354
	Streetlight	kWh	4025	4705	-			3,507,132	-	\$0.03375	\$ 0.10354
	Sentinel	kWh	4025	4705	-			27,530	405,009	\$0.03375	\$ 0.10354
	Unmetered Scattered Load	kWh	4025	4705	-			348,094	1,948,354	\$0.03375	\$ 0.10354
	<b>TOTAL</b>				<b>297,369,295</b>			<b>175,675,266</b>	<b>400,501,093</b>		

excludes CI A, WMP

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**OEB Appendix 2-ZB 'Cost of Power', Continued**

Class A - non-RPP Global Adjustment				kWh Volume	2023			Hist. Avg GA/kWh ***	Amount
Customer		Revenue	Expense		38,694				
General Service < 50 kW		4035	4707		17,383,231				0.0388 \$1,501
General Service 50-999 kW		4010	4707		103,722,587				0.0388 \$674,469
General Service 1000-4999 kW		4010	4707		176,224,783				0.0362 \$3,754,758
Large Users		4010	4707		-				0.0341 \$6,009,265
		4010	4707		297,369,295				\$0 \$10,439,993

Class B - non-RPP Global Adjustment				Class B Non-RPP Volume	2023			GA Rate/kWh	Amount
Customer		Revenue	Expense						
Class Name	UoM	USA #	USA #	5,484,066					
Residential	kWh	4006	4707	18,391,245				\$ 0.06878	\$377,194
General Service < 50 kW	kWh	4010	4707	134,977,339				\$ 0.06878	\$1,264,950
General Service 50-999 kW	kWh	4035	4707	12,939,861				\$ 0.06878	\$9,283,741
General Service 1000-4999 kW	kWh	4010	4707	0				\$ 0.06878	\$890,004
Large Users	kWh	4025	4707	3,507,132				\$ 0.06878	\$0
Streetlight	kWh	4025	4707	27,530				\$ 0.06878	\$241,221
Sentinel	kWh	4025	4707	348,094				\$ 0.06878	\$1,893
Unmetered Scattered Load	kWh	4025	4707	0				\$ 0.06878	\$23,942
	kWh	4025	4707	0				\$ 0.06878	\$0
	kWh	4025	4707	0				\$ 0.06878	\$0
Total Volume				175,675,266					
<b>TOTAL</b>									<b>\$12,082,945</b>

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1    **2.5.5 Power Purchased**

2    In accordance with the Filing Requirements, the commodity price estimate used to calculate COP was  
3    determined in a way that bases the split between Regulated Price Plan (“RPP”) and non-RPP customers  
4    on actual historical data and uses the most current RPP price.

5

6    The RPP and non-RPP price was obtained from the Regulated Price Plan Report for the period of November  
7    1, 2021 to October 31, 2022 published by the OEB on October 21, 2021. For the purposes of calculating  
8    the 2023 Test Year, Bluewater has used an estimate of \$0.10354 per kWh for RPP customers. For non-  
9    RPP customers, Bluewater has used \$0.10253 per kWh which includes \$0.03375 per KWh for the  
10   Wholesale Electricity Price and \$0.06878 per kWh for Global Adjustment charges.

11

12   Bluewater understands that the commodity charge will be updated to reflect any changes to commodity  
13   prices that may become available prior to the approval of its Application.

14

15   Presented in Table 60 below is the required OEB Appendix 2-ZA which provides the detailed calculations  
16   for the gross amount of Power Purchased for the 2023 Test Year, which also support the amounts  
17   presented in Appendix 2-ZB.

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**Table 60: OEB Appendix 2-ZA ‘Commodity Expense’**

Electricity Commodity	Units	2023 Test Year			RPP			2023 Test Year			non-RPP			Total			
		Volume	Rate	\$	Volume	Rate	\$	Volume	Rate	\$	Total						
Residential		270,850,026		28,043,812				5,484,066		185,087							
General Service < 50 kW		89,785,432		9,296,384				18,429,938		622,010							
General Service 50-999 kW		37,512,272		3,884,021				152,360,570		5,142,169							
General Service 1000-4999 kW		0		-				116,662,447		3,937,358							
Large Users		0		-				176,224,783		5,947,586							
Streetlight		0		-				3,507,132		118,366							
Sentinel		405,009		41,935				27,530		929							
Unmetered Scattered Load		1,948,354		201,733				348,094		11,748							
<b>SUB-TOTAL</b>		<b>400,501,093</b>		<b>41,467,883</b>				<b>473,044,560</b>		<b>15,965,254</b>	<b>\$ 57,433,137</b>						
<i>Global Adjustment non-RPP</i>		<b>Class per Load Forecast</b>	<b>Units</b>	Volume			Rate			\$			Volume				
Residential - Class B										0			377,194				
General Service < 50 kW - Class B										0			1,264,950				
General Service 50-999 kW - Class B										0			9,283,741				
General Service 1000-4999 kW - Class B										0			890,004				
Large Users - Class B										0			-				
Streetlight - Class B										0			241,221				
Sentinel - Class B										0			1,893				
Unmetered Scattered Load - Class B										0			23,942				
General Service < 50 kW - Class A										0			1,501				
General Service 50-999 kW - Class A										0			674,469				
General Service 1000-4999 kW - Class A										0			3,754,758				
Large Users - Class A										0			6,009,265				
<b>SUB-TOTAL</b>										0			<b>22,522,938</b>	<b>\$ 22,522,938</b>			

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**OEB Appendix 2-ZA 'Commodity Expense', Continued**

<i>Transmission - Network</i>		2023 Test Year			RPP			2023 Test Year		non-RPP		Total
<b>Class per Load Forecast</b>		Volume	Rate	\$	Volume	Rate	\$	Total	Volume	Rate	\$	
Residential	kWh	270,850,026	0.0097	2,627,245	5,484,066	0.0097	53,195		18,429,938	0.0090	165,869	
General Service < 50 kW	kWh	89,785,432	0.0090	808,069	414,470	3.6199	1,500,341		219,591	3.8447	844,262	
General Service 50-999 kW	kW	107,622	3.6199	389,582	474,203	4.2569	2,018,634		9,147	2.7300	24,972	
General Service 1000-4999 kW	kW	-	3.8447	-	72	2.7437	197		348,094	0.0090	3,133	
Large Users	kW	-	4.2569	-	25,379,581		4,610,603	8,455,991	362,692,512	3,845,388		
Streetlight	kW	-	2.7300	-								
Sentinel	kW	1,078	2.7437	2,957								
Unmetered Scattered Load	kWh	1,948,354	0.0090	17,535								
<b>SUB-TOTAL</b>		<b>362,692,512</b>		<b>3,845,388</b>								
<i>Transmission - Connection</i>		Volume	Rate	\$	Volume	Rate	\$	Total	Volume	Rate	\$	
<b>Class per Load Forecast</b>		Volume	Rate	\$	5,484,066	0.0072	39,485		18,429,938	0.0067	123,481	
Residential		270,850,026	0.0072	1,950,120	414,470	2.6992	1,118,738		219,591	2.8668	629,524	
General Service < 50 kW		89,785,432	0.0067	601,562	474,203	3.1742	1,505,215		9,147	2.0356	18,620	
General Service 50-999 kW		107,622	2.6992	290,494	72	2.0458	147		348,094	0.0067	2,332	
General Service 1000-4999 kW		-	2.8668	-	25,379,581		3,437,541	6,294,976	-			
Large Users		-	3.1742	-								
Streetlight		-	2.0356	-								
Sentinel		1,078	2.0458	2,205								
Unmetered Scattered Load		1,948,354	0.0067	13,054								
<b>SUB-TOTAL</b>		<b>362,692,512</b>		<b>2,857,435</b>								

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**OEB Appendix 2-ZA 'Commodity Expense', Continued**

<i>Wholesale Market Service</i>		<b>2023 Test Year</b>			<b>RPP</b>			<b>2023 Test Year</b>			<b>non-RPP</b>			<b>Total</b>	
<b>Class per Load Forecast</b>		Volume	Rate	\$	Volume	Rate	\$	Volume	Rate	\$	Total				
Residential		270,850,026	0.0030	812,550				5,484,066	0.0030	16,452					
General Service < 50 kW		89,785,432	0.0030	269,356				18,429,938	0.0030	55,290					
General Service 50-999 kW		37,512,272	0.0030	112,537				152,360,570	0.0030	457,082					
General Service 1000-4999 kW		-	0.0030	-				116,662,447	0.0030	349,987					
Large Users		-	0.0030	-				176,224,783	0.0030	528,674					
Streetlight		-	0.0030	-				3,507,132	0.0030	10,521					
Sentinel		405,009	0.0030	1,215				27,530	0.0030	83					
Unmetered Scattered Load		1,948,354	0.0030	5,845				348,094	0.0030	1,044					
<b>SUB-TOTAL</b>		400,501,093		1,201,503				473,044,560		1,419,134	2,620,637				
<i>Class A CBR</i>															
<b>Class per Load Forecast</b>		Volume	Rate	\$	Volume	Rate	\$	Volume	Rate	\$	Total				
Residential				-						-					
General Service < 50 kW				-				38,694	0.00014	5					
General Service 50-999 kW				-				17,383,231	0.00015	2,597					
General Service 1000-4999 kW				-				103,722,587	0.00014	14,478					
Large Users				-				176,224,783	0.00013	23,171					
Streetlight				-						-					
Sentinel				-						-					
Unmetered Scattered Load				-				297,369,295		40,253	40,253				
<b>SUB-TOTAL</b>				-											

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**OEB Appendix 2-ZA 'Commodity Expense', Continued**

<i>Class B CBR</i>		2023 Test Year			RPP			2023 Test Year			non-RPP			Total		
		Volume	Rate	\$	Volume	Rate	\$	Volume	Rate	\$	Total					
Residential		270,850,026	0.0004	108,340				5,484,066	0.0004	2,194						
General Service < 50 kW		89,785,432	0.0004	35,914				18,391,245	0.0004	7,356						
General Service 50-999 kW		37,512,272	0.0004	15,005				134,977,339	0.0004	53,991						
General Service 1000-4999 kW		-	0.0004	-				12,939,861	0.0004	5,176						
Large Users		-	0.0004	-				-	0.0004	-						
Streetlight		-	0.0004	-				3,507,132	0.0004	1,403						
Sentinel		405,009	0.0004	162				27,530	0.0004	11						
Unmetered Scattered Load		1,948,354	0.0004	779				348,094	0.0004	139						
<b>SUB-TOTAL</b>		400,501,093		160,200				175,675,266		70,270					<b>230,471</b>	
<i>RRRP</i>		Volume			Rate			Volume			\$			Total		
Residential		270,850,026	0.0005	135,425				5,484,066	0.0005	2,742						
General Service < 50 kW		89,785,432	0.0005	44,893				18,429,938	0.0005	9,215						
General Service 50-999 kW		37,512,272	0.0005	18,756				152,360,570	0.0005	76,180						
General Service 1000-4999 kW		-	0.0005	-				116,662,447	0.0005	58,331						
Large Users		-	0.0005	-				176,224,783	0.0005	88,112						
Streetlight		-	0.0005	-				3,507,132	0.0005	1,754						
Sentinel		405,009	0.0005	203				27,530	0.0005	14						
Unmetered Scattered Load		1,948,354	0.0005	974				348,094	0.0005	174						
<b>SUB-TOTAL</b>		400,501,093		200,251				473,044,560		236,522						<b>436,773</b>

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**OEB Appendix 2-ZA 'Commodity Expense', Continued**

<i>Low Voltage - No TLF adjustment</i>	
<b>Class per Load Forecast</b>	
Residential	
General Service < 50 kW	
General Service 50-999 kW	
General Service 1000-4999 kW	
Large Users	
Streetlight	
Sentinel	
Unmetered Scattered Load	
<b>SUB-TOTAL</b>	

<b>2023 Test Year</b>			<b>RPP</b>
Volume	Rate	\$	
259,633,844	0.0004	103,854	
86,067,324	0.0004	34,427	
107,622	0.1365	14,690	
-	0.1450	-	
-	0.1606	-	
-	0.1030	-	
1,078	0.1035	112	
1,867,670	0.0004	747	
347,677,538		153,830	

<b>2023 Test Year</b>			<b>non-RPP</b>	<b>Total</b>
Volume	Rate	\$		Total
5,256,965	0.0004	2,103		
17,666,735	0.0004	7,067		
414,470	0.1365	56,575		
219,591	0.1450	31,841		
474,203	0.1606	76,157		
9,147	0.1030	942		
72	0.1035	7		
333,679	0.0004	133		
24,374,862		174,825		328,655

<i>Smart Meter Entity Charge</i>	
<b>Class per Load Forecast</b>	
Residential	
General Service < 50 kW	
<b>SUB-TOTAL</b>	
<b>SUB-TOTAL</b>	
<b>OER CREDIT</b>	17%
<b>TOTAL</b>	

Customers	Rate	\$
32,750	0.42	165,060
3,157	0.42	15,911
		180,971
		50,067,462
		(8,511,468)
		41,555,993

Customers	Rate	\$	Total
640	0.42	3,226	
330	0.42	1,663	
		4,889	185,860
		48,482,229	98,549,691
		0	(8,511,468)
		48,482,229	90,038,222

2

1    **2.5.6 Regulatory Charges**

2    Regulatory charges include the Wholesale Market Service (“WMS”) Charge, the Rural Rate Protection  
3    Charge and the Capacity Based Recovery Charge.

4

5    These regulatory charges for the 2023 Test Year were calculated based on the OEB Decision and Rate  
6    Order (EB-2021-0030) corrected December 16, 2021, and effective January 1, 2022. This OEB Decision  
7    retains the Rural Rate Protection Rate at \$0.0005 per kWh, the WMS Rate at \$0.0030 per kWh, and the  
8    Capacity Based Recovery Rate at \$0.0004 per kWh.

9

10    These rates were applied to the forecasted power purchases for the 2023 Test Year.

11

12    **2.5.7 Network and Connection Charges**

13    For the purposes of determining the wholesale Transmission Network and Connection cost for the 2023  
14    Test Year, Bluewater used the current 2022 Uniform Transmission Rates (“UTR”), and Hydro One Sub-  
15    Transmission Rates to derive proposed Retail Transmission Service Rates (“RTSR”) by rate class. The  
16    updated RTSR rates were multiplied by the 2023 forecasted billing determinants to produce the Network  
17    and Connection charges for the pass through charges. Bluewater will update its Network and Connection  
18    Charges on its Draft Rate Order if there are more current RTSRs available when the OEB renders its  
19    decision.

20

21    **2.5.8 Low Voltage Charges**

22    For the purposes of determining the wholesale Low Voltage (“LV”) charges for the 2023 Test Year,  
23    Bluewater determined updated LV rates using projected LV costs allocated to each rate class based on the  
24    2023 forecasted billing determinants.

25

26    The details of the calculations of the RTSR rates and LV rates are outlined in Exhibit 8 – Rate Design.

27

28    **2.5.9 Smart Meter Entity Charges**

29    On March 1, 2018, the OEB issued a Decision and Order (EB-2017-0290) approving a Smart Metering Entity  
30    (“SME”) charge of \$0.57 per month for Residential and General Service < 50 kW customers. That rate

1 decreased to \$0.43 per month on an interim basis ending December 31, 2022 (EB-2022-0137), and by  
2 letter dated September 8, 2022<sup>1</sup>, the OEB approved a final rate of \$0.42 per smart meter per month  
3 effective January 1, 2023 to December 31, 2027.

4

5 **2.6 Distribution System Plan**

6

7 In accordance with the Chapter 2 Filing Requirements, Bluewater is filing its Distribution System Plan  
8 (“DSP”) as a stand-alone and self-sufficient element filed as part of this Application. Bluewater has  
9 prepared its DSP in accordance with the Chapter 5 Filing Requirements, dated April 18, 2022.

10

11 **2.7 Policy Options for the Funding of Capital**

12

13 ***2.7.1 Advanced Capital Module (ACM) or Incremental Capital Module (ICM) Projects***

14 Bluewater does not have any ACM or ICM projects, therefore this is not applicable.

15

16 **2.8 Addition of Previously Approved ACM and ICM Project Assets to Rate Base**

17 Bluewater does not have any ACM or ICM projects, therefore this is not applicable.

18

19 **2.9 Capitalization**

20

21 ***2.9.1 Confirmation of MIFRS Accounting Standard***

22 The previous COS rebasing application (EB-2012-0107) was filed on a MIFRS basis in accordance with the  
23 Filing Guidelines. With the decision by Bluewater to delay conversion to IFRS for external reporting  
24 purposes until 2015, Bluewater still satisfied the requirements of the OEB as set out in the letter dated  
25 July 17, 2012 by changing its capitalization policy to be on a MIFRS basis as presented in EB-2012-0107.

26 There has been no change to Bluewater’s capitalization policy since its last rebasing (EB-2012-0107).

---

<sup>1</sup> EB-2022-0137, OEB Decision dated September 8, 2022

1    **2.9.2 Capitalization Policy**

2    Capital assets are property, plant, and equipment (PP&E) which include expenditures that are directly  
3    attributable to the acquisition of the asset. The cost of self-constructed assets includes the cost of  
4    materials, direct labour and other costs directly attributable to bringing the asset to a working condition  
5    for its intended use.

6

7    When parts of an item of PP&E have different useful lives, they are accounted for as separate items (major  
8    components) of PP&E. Bluewater capitalizes costs in excess of \$1,000 which are expected to provide  
9    future economic benefits greater than one year.

10

11   Capital assets include expenditures that meet the definition of a betterment. A betterment is a cost which  
12   either enhances the service potential of a capital asset, lowers the associated operating costs, extends the  
13   useful life of the capital asset, or improves the quality of output. Repairs and maintenance related  
14   expenditures are classified as operating expenses.

15

16   Intangible assets are also considered capital assets for ratemaking purposes and are defined as assets that  
17   lack physical substance. Bluewater's intangible assets include computer software, land rights and capital  
18   contributions paid to Hydro One for an upgraded transmission station.

19

20   Major spare parts and standby equipment are recognized as items of PP&E.

21

22   When items of PP&E are retired or otherwise disposed of, a gain or loss on disposal is determined by  
23   comparing the proceeds from disposal, if any, with the carrying amount of the item and is included in  
24   profit or loss.

25

26   **2.9.3 Overhead Costs**

27   Presented in Table 61 below is the required OEB Appendix 2-D 'Overhead Expense' which has been  
28   completed to present Bluewater's OM&A costs prior to, and after, the allocation of direct costs for self-  
29   constructed capital assets. These direct costs include labour (including benefits) and vehicle costs.

30

1 Direct labour including benefits is calculated by taking timesheet entries multiplied by an hourly loaded  
2 labour rate for each operational area. The hourly loaded labour rate is a base hourly rate plus a total  
3 benefits burden hourly rate, which captures statutory benefits, extended benefits plus an allocation for  
4 post-employment benefits.

5

6 Direct vehicle costs is calculated by taking vehicle hours from timesheet entries multiplied by an hourly  
7 loaded vehicle rate for heavy trucks and regular vehicles. The hourly loaded vehicle rate is calculated by  
8 the annual estimated vehicle costs divided by the annual estimated usage hours, which is based on  
9 historical experience along with the budgeting process.

10

11

1

**Table 61: OEB Appendix 2-D ‘Overhead Expense’**

OM&A Before Capitalization	2013 OEB Approved	2013 Historical Year	2014 Historical Year	2015 Historical Year
Operations Expense	\$ 4,673,625	\$ 4,851,852	\$ 4,991,531	\$ 5,552,569
Maintenance Expense	\$ 136,331	\$ 132,434	\$ 98,269	\$ 180,125
Billing & Collections Expense	\$ 1,859,429	\$ 2,032,299	\$ 2,008,835	\$ 2,118,001
Community Relations Expense	\$ 245,981	\$ 265,913	\$ 228,806	\$ 258,257
Administration & General	\$ 7,165,191	\$ 6,968,549	\$ 6,512,092	\$ 6,733,889
LEAP	\$ -	\$ 24,815	\$ 24,848	\$ 24,848
<b>Total OM&amp;A Before Capitalization (B)</b>	<b>\$ 14,080,558</b>	<b>\$ 14,275,862</b>	<b>\$ 13,864,380</b>	<b>\$ 14,867,689</b>

Capitalized OM&A	2013 OEB Approved	2013 Historical Year	2014 Historical Year	2015 Historical Year
Capitalized Directly attributed labour (including benefits)	\$ 1,583,835	\$ 1,775,605	\$ 1,929,075	\$ 2,341,235
Capitalized Vehicle Costs	\$ 219,163	\$ 189,595	\$ 153,178	\$ 283,810
<b>Total Capitalized OM&amp;A (A)</b>	<b>\$ 1,802,997</b>	<b>\$ 1,965,200</b>	<b>\$ 2,082,253</b>	<b>\$ 2,625,044</b>

2

<b>% of Capitalized OM&amp;A (=A/B)</b>	13%	14%	15%	18%
---	-----	-----	-----	-----

3

OM&A Before Capitalization	2016 Historical Year	2017 Historical Year	2018 Historical Year	2019 Historical Year
Operations Expense	\$ 5,777,384	\$ 5,826,448	\$ 6,478,363	\$ 6,837,712
Maintenance Expense	\$ 163,255	\$ 496,689	\$ 475,522	\$ 494,282
Billing & Collections Expense	\$ 2,642,769	\$ 2,011,202	\$ 1,886,245	\$ 1,927,257
Community Relations Expense	\$ 330,038	\$ 370,674	\$ 459,107	\$ 387,827
Administration & General	\$ 7,432,610	\$ 7,934,562	\$ 7,853,254	\$ 8,258,504
LEAP	\$ 24,848	\$ 24,848	\$ 24,848	\$ 24,848
<b>Total OM&amp;A Before Capitalization (B)</b>	<b>\$ 16,370,905</b>	<b>\$ 16,664,423</b>	<b>\$ 17,177,339</b>	<b>\$ 17,930,430</b>

Capitalized OM&A	2016 Historical Year	2017 Historical Year	2018 Historical Year	2019 Historical Year
Capitalized Directly attributed labour (including benefits)	\$ 2,516,047	\$ 2,674,519	\$ 2,918,323	\$ 4,015,671
Capitalized Vehicle Costs	\$ 315,412	\$ 396,187	\$ 373,195	\$ 499,333
<b>Total Capitalized OM&amp;A (A)</b>	<b>\$ 2,831,458</b>	<b>\$ 3,070,706</b>	<b>\$ 3,291,518</b>	<b>\$ 4,515,003</b>

4

<b>% of Capitalized OM&amp;A (=A/B)</b>	17%	18%	19%	25%
---	-----	-----	-----	-----

<b>OM&amp;A Before Capitalization</b>	<b>2020 Historical Year</b>	<b>2021 Historical Year</b>	<b>2022 Bridge Year</b>	<b>2023 Test Year</b>
Operations Expense	\$ 6,688,685	\$ 6,512,023	\$ 7,790,914	\$ 8,267,844
Maintenance Expense	\$ 400,271	\$ 1,082,632	\$ 1,294,093	\$ 1,453,769
Billing & Collections Expense	\$ 1,830,896	\$ 2,144,915	\$ 1,956,293	\$ 2,036,929
Community Relations Expense	\$ 360,960	\$ 171,438	\$ 142,483	\$ 176,527
Administration & General	\$ 8,171,379	\$ 7,794,531	\$ 8,142,063	\$ 8,719,764
LEAP	\$ 24,848	\$ 66,280	\$ 24,848	\$ 30,000
<b>Total OM&amp;A Before Capitalization (B)</b>	<b>\$ 17,477,039</b>	<b>\$ 17,771,818</b>	<b>\$ 19,350,694</b>	<b>\$ 20,684,833</b>

<b>Capitalized OM&amp;A</b>	<b>2020 Historical Year</b>	<b>2021 Historical Year</b>	<b>2022 Bridge Year</b>	<b>2023 Test Year</b>
Capitalized Directly attributed labour (including benefits)	\$ 4,132,586	\$ 4,154,926	\$ 4,455,828	\$ 4,466,412
Capitalized Vehicle Costs	\$ 416,315	\$ 424,390	\$ 453,972	\$ 454,588
<b>Total Capitalized OM&amp;A (A)</b>	<b>\$ 4,548,900</b>	<b>\$ 4,579,316</b>	<b>\$ 4,909,800</b>	<b>\$ 4,921,000</b>

1	<b>% of Capitalized OM&amp;A (=A/B)</b>	26%	26%	25%	24%
---	---	-----	-----	-----	-----

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### 3 **2.9.4 Burden Rates**

4 Included in Bluewater's total benefits burden rate is employer paid benefits such as Canada Pension Plan,  
 5 Employment Insurance, WSIB, Employer Health Tax, OMERS pension contributions, health care, dental,  
 6 life insurance, LTD, vacation, statutory holidays and sick time. The burden rate also includes an estimate  
 7 for post-employment benefits. The burden rate is forecasted for each operational area at the start of  
 8 each fiscal year.

9

10 Included in Bluewater's total vehicle rates is all vehicle related costs such as fuel, repairs, parts, insurance,  
 11 licensing, depreciation and all other items of expense necessary to keep the fleet in service.

12 The methodology for calculating and applying burden rates has not changed since Bluewater's 2013 Cost  
 13 of Service application (EB-2012-0107).

14

15 Presented in **Table 62** below is the historical and forecasted burden hourly rates related to the  
 16 capitalization of costs on self-constructed assets **Table 62** presents the burden rate for Powerline

1 Technicians where total benefits described above are calculated as a percentage of the productive hourly  
 2 labour rate. The productive hourly labour rate encompasses vacation, statutory holiday and sick time.  
 3 **Table 62** also presents the loaded vehicle rates for a heavy truck and regular vehicle. Each is calculated by  
 4 estimating the total annual operating costs and depreciation for all vehicles in each of the two categories,  
 5 and dividing this amount by the total estimated usage hours of all vehicles in each category.

6  
 7 These rates are changed and updated periodically to reflect actual costs or changed circumstances.  
 8

9 **Table 62: Burden Rates**

<b>Description</b>	<b>2013 OEB</b>	<b>2013</b>	<b>2014</b>	<b>2015</b>
	<b>Approved</b>	<b>Actual</b>	<b>Actual</b>	<b>Actual</b>
Payroll Benefits	35.0%	35.0%	35.1%	31.1%
Heavy Vehicle	\$ 39.61	\$ 39.61	\$ 35.60	\$ 41.00
Regular Vehicle	\$ 7.50	\$ 7.50	\$ 7.00	\$ 7.50

<b>Description</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>
	<b>Actual</b>	<b>Actual</b>	<b>Actual</b>	<b>Actual</b>
Payroll Benefits	30.8%	31.3%	31.0%	32.2%
Heavy Vehicle	\$ 41.00	\$ 41.00	\$ 43.00	\$ 43.00
Regular Vehicle	\$ 7.50	\$ 7.50	\$ 7.50	\$ 7.50

<b>Description</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>
	<b>Actual</b>	<b>Actual</b>	<b>Bridge</b>	<b>Test</b>
Payroll Benefits	31.5%	30.0%	33.2%	33.2%
Heavy Vehicle	\$ 43.00	\$ 46.00	\$ 47.00	\$ 47.00
Regular Vehicle	\$ 7.50	\$ 8.00	\$ 8.00	\$ 8.00

#### ***2.9.5 Contributed Capital***

15 Certain capital assets may be acquired or constructed with financial assistance in the form of contributions  
 16 from developers or customers. The amounts received are recorded to Account 2440 ‘Deferred Revenues’.  
 17 Under IFRS, this account is presented as a liability in the audited financial statements. The gross amount  
 18 of contributions received is amortized to income on the same basis as the related underlying assets to  
 19 ensure proper matching. Account 4245 ‘Government and Other Assistance’ captures the amortized  
 20 amount and is included with Other Revenue.

1 For ratemaking purposes in the 2023 Test Year, and as presented in Appendix 2-BA, the net unamortized  
2 balance of Account 2440 is included with PP&E and treated as an offset to ratebase. The amortization  
3 amount included in Account 4245 is excluded from the depreciation expense amount included in the  
4 revenue requirement since it is included with Other Revenue and becomes a revenue offset.

5

6 **2.9.6 Construction Work in Progress (CWIP)**

7 Bluewater includes capital projects in the various fixed asset OEB accounts when they are completed.  
8 Capital projects which are not yet completed are included in Account 2055 'Construction Work in  
9 Progress'. For ratemaking purposes, CWIP is not included in ratebase.

10

11 **2.9.7 Allowance for Funds Used During Construction ("AFUDC")**

12 Bluewater's policy is to expense borrowing costs. It does not capitalize interest on capital projects unless  
13 they meet the IFRS criteria of a qualifying asset. This criteria is defined in the OEB Report of the Board EB-  
14 2008-0408 'Transition to International Financial Reporting Standards' dated June 28, 2009, as "an asset  
15 that necessarily takes a substantial period of time to get ready for its intended use or sale." Bluewater  
16 does not have any capitalized borrowing costs forecast in the 2022 Bridge Year or the 2023 Test Year.

17

18 **2.10 Costs of Eligible Investments for the Connection of Qualifying Generation Facilities**

19 Bluewater does not have any costs of eligible investments for the connection of qualifying generation  
20 facilities.

21

22

23

24

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