**Staff Question 18**

**Ref: Staff Question 16**

The ($322,453) principal adjustment for Account 1588 shown in 2021 is to remove the disposition entry recorded in the general ledger. Typically, disposition entries are not removed as principal adjustments as they have been reflected separately in the Disposition column of the DVA Continuity Schedule. For example, assuming that the ($322,453) was the entire 2019 balance to be disposed in the 2021 IRM, OEB staff expects the DVA Continuity Schedule for 2019 to 2021 balances in the 2021 to 2023 IRMs to be as follows:

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  |  | **Expected DVA Continuity Schedule** | | |
|  |  | **2021 IRM** | **2022 IRM** | **2023 IRM** |
| **2019** | Opening balance | 0 |  |  |
|  | Transactions from GL | 0 |  |  |
|  | Principal adjustment | -322 |  |  |
|  | Ending balance to be disposed | -322 |  |  |
|  |  |  |  |  |
| **2020** | Opening balance |  | -322 |  |
|  | Remove approved disposition from 2021 IRM (recorded in GL in 2021) |  | 322 |  |
|  | Principal Adjustment |  | 0 |  |
|  | Ending balance to be disposed |  | 0 |  |
|  |  |  |  |  |
| **2021** | Opening balance |  |  | 0 |
|  | Principal Adjustment |  |  | 0 |
|  | Ending balance to be disposed |  |  | 0 |
| **Total disposed from 2019 to 2021** | |  |  | -322 |

It appears that Oakville Hydro’s circumstances is as follows:

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  |  | **Oakville Hydro’s DVA Continuity Schedule** | | |
|  |  | **2021 IRM** | **2022 IRM** | **2023 IRM Proposed** |
| **2019** | Opening balance | 0 | 0 |  |
|  | Transactions from GL | 0 | -322 |  |
|  | Principal adjustment | -322 | 322 |  |
|  | Ending balance to be disposed | -322 | 0 |  |
|  |  |  |  |  |
| **2020** | Opening balance (total from 2021 and 2022 IRM) |  | -322 |  |
|  | Remove approved disposition from 2021 IRM |  | 322 |  |
|  | Principal Adjustment |  | 0 |  |
|  | Ending balance to be disposed |  | 0 |  |
|  |  |  |  |  |
| **2021** | Opening balance |  |  | 0 |
|  | Principal Adjustment |  |  | -322 |
|  | Ending balance to be disposed |  |  | -322 |

1. Please confirm whether the above is accurate and provide any revisions to the tables or evidence above as needed.