

PowerStream - Barrie Hydro Consolidated Pro Forma Financial Statements**Balance Sheet (\$ millions)**

	2009F	2010F
Current Assets		
Cash	53.2	46.1
Accounts Receivable	62.3	64.7
Unbilled Revenue	89.4	92.8
Inventory	8.9	9.2
Prepaid Expenses	1.6	1.7
Total Current Assets	215.5	214.5
Fixed Assets (Net of Acc. Depr)	651.0	695.6
Goodwill	42.6	42.6
Other Long Term Assets		
Restricted Cash (Customer Deposits)	16.4	16.6
Deferred Financing Charges	1.9	1.3
Other Intangibles	0.0	0.0
Other Assets	6.8	6.9
Total Other Long Term Assets	25.1	24.8
TOTAL ASSETS	934.2	977.5
Current Liabilities		
Accounts Payable / Accrued Liabilities	122.5	127.1
Income Taxes Payable	2.0	2.0
Due to Related Parties	8.1	8.4
Liability for Subdivision Development	5.4	5.6
Total Current Liabilities	137.9	143.1
Long-Term Liabilities		
Note Payable - Markham & Vaughan	162.5	162.5
Note Payable - City of Barrie	20.0	20.0
Debenture Debt - EDFIN	125.0	125.0
New Long Term Debt	127.2	162.1
Total Long-Term Liabilities	434.7	469.6
Other Liabilities		
Regulatory Liabilities	41.1	26.5
Customer Deposits	16.4	16.6
Employee Future Benefits	10.5	11.2
Liability for Subdivision Developments	8.0	6.0
Other Liabilities	0.0	0.0
Total Other Liabilities	75.9	60.3
TOTAL LIABILITIES	648.5	673.0
Shareholder's Equity		
Common	225.3	225.3
Retained Earnings	60.4	79.2
Total Equity	285.7	304.5
TOTAL LIABILITIES AND SHAREHOLDER'S EQUITY	934.2	977.5

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Cash Flow Statement (\$ millions)

	2009F	2010F
OPERATING ACTIVITIES		
Net Income from Continuing Operations	24.7	31.1
Non-Cash Items:		
Depreciation of Capital Assets	44.9	48.8
Amortization of Debt Issue Costs	0.6	0.6
Gains/Loss on Disposal	0.0	0.0
Employee Future Benefits	0.5	0.6
Funds from Operations	70.7	81.2
Regulatory Asset/Liability (Decrease)	7.5	(14.6)
Change in Working Capital	(0.8)	(0.9)
Cash Flows From Operations	77.4	65.7
FINANCING ACTIVITIES		
Decrease in Liability for Subdivision Development	(2.0)	(2.0)
Increase (decrease) in New Debt	21.3	34.9
Change in Long-Term Customers Deposits, Net of Cash	0.0	0.0
Change in Other Liabilities	0.0	0.0
Change in Other Assets	0.0	0.0
Adjustment to Working Capital Deficiency	0.0	0.0
Special Dividend	0.0	0.0
Standard Dividend	(13.1)	(12.4)
Cash Flows From Financing	6.2	20.5
INVESTING ACTIVITIES		
Fixed Asset Additions, Net of Capital Contributions	(109.6)	(93.4)
Change in Other Assets	0.1	0.1
Cash Flows from Investing	(109.5)	(93.3)
NET CHANGE IN CASH FOR THE YEAR	-26.0	-7.2
CASH BEGINNING OF THE YEAR	79.2	53.2
CASH END OF THE YEAR	53.2	46.1

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Income Statement (\$ millions)

	2009F	2010F
REVENUE		
Cost of Power	649.2	670.1
Distribution	151.3	161.9
Fibre	0.0	0.0
Miscellaneous Revenue	12.2	11.7
TOTAL REVENUE	812.7	843.6
Less: Cost of Power	649.2	670.1
NET REVENUE	163.5	173.6
COSTS		
Operation, Maintenance, Administration	58.8	53.7
EBITDA	104.6	119.8
Depreciation and Amortization	44.9	48.8
EBIT	59.8	71.0
Interest Expense	24.1	26.4
EBT before Extraordinary Items	35.7	44.6
EBT	35.7	44.6
Tax Rate	33.0%	32.0%
Provision for Income taxes	11.8	14.3
Less taxes paid in previous years (regulatory assets)	0.8	0.8
NET INCOME	24.7	31.1
Statement of Retained Earnings		
Opening Retained Earnings	48.8	60.4
Add: Net Income	24.7	31.1
Deduct: Allowance for (Excess) / Deficient Working Capital		
Standard Dividend	(13.1)	(12.4)
Special Dividend	0.0	0.0
Closing Retained Earnings	60.4	79.2