

	A	B	C	D
1	<b>SECTION 93 PILs TAX GROSS-UP</b>			<b>Version XX.xx</b>
2	<b>REGULATORY INFORMATION (REGINFO)</b>			
3	<b>Utility Name: ENWIN POWERLINES LTD.</b>			
4	<b>Reporting period: JAN 1, 2003 - DEC 31, 2003</b>			
5				
6	<b>Days in reporting period:</b>	365	days	
7	<b>Total days in the calendar year:</b>	365	days	
8				
9	<b>BACKGROUND</b>			
10	Has the utility reviewed section 149(1) ITA to			
11	confirm that it is not subject to regular corporate			
12	tax (and therefore subject to PILs)?		Y/N	Y
13				
14	Was the utility recently acquired by Hydro One			
15	and now subject to s.89 & 90 PILs?		Y/N	N
16				
17	Is the utility a non-profit corporation?		Y/N	N
18	(If the utility is a non-profit corporation, please contact the Rates Manager at OEB)			
19				
20	Are the Capital Tax & Large Corporations Tax Exemptions shared among the corporate group?		Y/N	Y
21	Please identify the % used to allocate the exemption in Cell C63 in the TAXCALC spreadsheet.			
22				
23	Accounting Year End		Date	31-Dec
24				
25	<b>MARR NO TAX CALCULATIONS</b>			
26	<b>SHEET #7 FINAL RUD MODEL DATA</b>			
27	<b>(FROM 1999 FINANCIAL STATEMENTS)</b>			
28	<b>USE BOARD-APPROVED AMOUNTS</b>			
29				
30	Rate base (wires-only)			161,325,087
31				
32	Common Equity Ratio (CER)			45.00%
33				
34	1-CER			55.00%
35				
36	Target Return On Equity			9.88%
37				
38	Debt rate			7.00%
39				
40	Market Adjusted Revenue Requirement			13,383,529
41				
42	1999 return from RUD Sheet #7			7,316,886
43				
44	Total Incremental revenue			6,066,643
45	Input Board-approved dollar amounts phased-in			
46				
47	Amount allowed in 2001, Year 1			2,022,214
48	Amount allowed in 2002, Year 2			2,022,214
49	Amount allowed in 2003, Year 3 and forward (will be zero due to Bill 210)			0
50				
51	Equity			72,596,289
52				
53	Return at target ROE			7,172,513
54				
55	Debt			88,728,798
56				
57	Deemed interest amount in EBIT			6,211,016
58				
59	Phase-in of interest - Year 1 (2001)			4,334,081
60	$((D38+D43)/D36)*D54$			
61	Phase-in of interest - Year 2 (2002)			5,272,548
62	$((D38+D43+D44)/D36)*D54$			
63	Phase-in of interest - Year 3 (2003) and forward			5,272,548
64	$((D38+D43+D44)/D36)*D54$ (due to Bill 210)			
65				
66				
67				

	A	B	C	D	E	F	G	H	I	J	K	L
1	SECTION 93 PILs TAX GROSS-UP "SIMPIL"	ITEM	Initial						M of F	M of F	M of F	
2	DEFERRAL/VARIANCE ACCOUNTS		Estimate						Filing	Filing	Filing	
3	TAX CALCULATIONS (TAXCALC)								Variance	Variance		
4	("Wires-only" business - see Tab TAXREC)								K-C	Explanation	(June)	
5											Version XX.xx	
6			\$						\$		\$	
7	Utility Name: ENWIN POWERLINES LTD.											
8	Reporting period: JAN 1, 2003 - DEC 31, 2003											
9	Days in reporting period:	365	days								Column	
10	Total days in the calendar year:	365	days								Brought	
11											From	
12											TAXREC	
13												
14	<b>II) CORPORATE INCOME TAXES</b>											
15	Regulatory Net Income	1	11,361,314						-2,309,392		9,051,922	
16												
17	BOOK TO TAX ADJUSTMENTS											
18												
19	<b>Additions:</b>											
20	Depreciation & Amortization	2	7,289,925						1,262,099		8,552,024	
21	Employee Benefit Plans - Accrued, Not Paid	3	593,232						-593,232		0	
22	Tax reserves deducted in prior year	4	0						0		0	
23	Reserves from financial statements-end of year	4	0						11,552,011		11,552,011	
24	Regulatory Adjustments	5	0						0		0	
25	Other Additions (See Tab entitled "TAXREC")											
26	"Material" Items from "TAXREC" worksheet	6	0						0		0	
27	Other Additions (not "Material") "TAXREC"	6	0						5,200		5,200	
28	"Material" Items from "TAXREC 2" worksheet	6	0						2,783,692		2,783,692	
29	Other Additions (not "Material") "TAXREC 2"	6	0						0		0	
30												
31	<b>Deductions:</b>											
32	Capital Cost Allowance and CEC	7	5,546,607						4,519,238		10,065,845	
33	Employee Benefit Plans - Paid Amounts	8	285,556						-285,556		0	
34	Items Capitalized for Regulatory Purposes	9	0						0		0	
35	Regulatory Adjustments	10	0						0		0	
36	Interest Expense Deemed/ Incurred	11	5,272,548						854,901		6,127,449	
37	Tax reserves claimed in current year	4	0						0		0	
38	Reserves from F/S beginning of year	4	0						11,108,564		11,108,564	
39	Contributions to deferred income plans	3	0						0		0	
40	Contributions to pension plans	3	0						0		0	
41	Interest capitalized for accounting but deducted for tax	11	0						0		0	
42	Other Deductions (See Tab entitled "TAXREC")											
43	"Material" Items from "TAXREC" worksheet	12	0						0		0	
44	Other Deductions (not "Material") "TAXREC"	12	0						0		0	
45	Material Items from "TAXREC 2" worksheet	12	0						829,356		829,356	
46	Other Deductions (not "Material") "TAXREC 2"	12	0						0		0	
47												
48	REGULATORY TAXABLE INCOME/ (LOSSES)		8,139,760						29,726,881		3,813,635	
49												
50	CORPORATE INCOME TAX RATE											
51	Deemed %	13	38.62%						0.0000%		38.62%	
52												
53	REGULATORY INCOME TAX		3,143,575						-1,670,749		1,472,826	
54	Taxable Income x Rate											
55												
56	Miscellaneous Tax Credits	14	0						0		0	
57												
58	<b>Total Regulatory Income Tax</b>		<b>3,143,575</b>						<b>-1,670,749</b>		<b>1,472,826</b>	
59												
60	To determine the exemptions for capital tax and large corporations tax:											
61	Please identify the percentage used in the allocation of the exemption in cell C61. Please explain the basis of the allocation if the percentage is other than 100%		78%									
62												
63	<b>II) CAPITAL TAXES</b>											
64												
65	<i>Ontario</i>											
66	Base	15	161,325,087						13,872,462		175,197,549	
67	Less: Exemption	16	3,885,000						-1,094		3,883,906	
68	Deemed Taxable Capital		157,440,087						13,871,368		171,313,643	
69												
70	Rate (.3%)	17	0.3000%						0.0000%		0.3000%	
71												
72	Net Amount (Taxable Capital x Rate)		472,320						41,621		513,941	
73												
74	<i>Federal (LCT)</i>											
75	Base	18	161,325,087						25,534,070		186,859,157	
76	Less: Exemption	19	7,770,000						78,988		7,848,988	
77	Deemed Taxable Capital		153,555,087						25,613,058		179,010,169	
78												
79	Rate (.225%)	20	0.2250%						0.0000%		0.2250%	
80												
81	Gross Amount (Taxable Capital x Rate)		345,499						57,274		402,773	
82	Less: Federal Surtax	21	0						0		0	
83												
84	Net LCT		345,499						57,274		402,773	
85												

	A	B	C	D	E	F	G	H	I	J	K	L
1	<b>SECTION 93 PILs TAX GROSS-UP "SIMPIL"</b>	<b>ITEM</b>	<b>Initial</b>						<b>M of F</b>	<b>M of F</b>	<b>M of F</b>	
2	<b>DEFERRAL/VARIANCE ACCOUNTS</b>		<b>Estimate</b>						<b>Filing</b>	<b>Filing</b>	<b>Filing</b>	
3	<b>TAX CALCULATIONS (TAXCALC)</b>								<b>Variance</b>	<b>Variance</b>		
4	("Wires-only" business - see Tab TAXREC)								<b>K-C</b>	<b>Explanation</b>	<b>(June)</b>	
5											<b>Version XX.xx</b>	
6			<b>\$</b>						<b>\$</b>		<b>\$</b>	
86	<b>III) INCLUSION IN RATES</b>											
87												
88	Income Tax Rate used for gross- up (exclude surtax)		37.50%									
89												
90	Income Tax (grossed-up)	22	5,029,720									
91	LCT (grossed-up)	23	552,798									
92	Ontario Capital Tax	24	472,320									
93												
94												
95	<b>Total S. 93 PILs Rate Adjustment</b>	25	6,054,839									
96												
97												
98												
99	<b>IV) FUTURE TRUE-UPS (post June 2002)</b>											
100	<b>IV a) Calculation of the True-up Variance</b>								<b>DR/(CR)</b>			
101												
102	Employee Benefit Plans - Accrued, Not Paid	3							-593,232			
103	Tax reserves deducted in prior year	4							0			
104	Reserves from financial statements-end of year	4							11,552,011			
105	Regulatory Adjustments	5							0			
106	Other additions "Material" Items "TAXREC"	6							0			
107	Other additions "Material" Items "TAXREC 2"	6							2,783,692			
108												
109	Employee Benefit Plans - Paid Amounts	8							-285,556			
110	Items Capitalized for Regulatory Purposes	9							0			
111	Regulatory Adjustments	10							0			
112	Interest Adjustment for tax purposes (See Below - cell I206)	11							0			
113	Tax reserves claimed in current year	4							0			
114	Reserves from F/S beginning of year	4							11,108,564			
115	Contributions to deferred income plans	3							0			
116	Contributions to pension plans	3							0			
117	Other deductions "Material" Items "TAXREC"	12							0			
118	Other deductions "Material" Item "TAXREC 2"	12							829,356			
119												
120	Total TRUE-UPS before tax effect	26						=	2,090,107			
121												
122	Income Tax Rate (excluding surtax)							x	35.50%			
123												
124	Income Tax Effect on True-up adjustments							=	741,988			
125												
126	Less: Miscellaneous Tax Credits	14							0			
127												
128	Total Income Tax on True-ups								741,988			
129												
130	Income Tax Rate used for gross-up (exclude surtax)								35.50%			
131												
132	<b>TRUE-UP VARIANCE</b>								1,150,369			
133												
134	<b>IV b) Calculation of the Deferral Account Variance</b>											
135												
136	REGULATORY TAXABLE INCOME /(LOSSES) (as reported in the initial estimate column)							=	8,139,760			
137												
138	REVISED CORPORATE INCOME TAX RATE							x	38.62%			
139												
140	REVISED REGULATORY INCOME TAX							=	3,143,575			
141												
142	Less: Revised Miscellaneous Tax Credits							-	0			
143												
144	Total Revised Regulatory Income Tax							=	3,143,575			
145												
146	Less: Regulatory Income Tax reported in the Initial Estimate Column (Cell C58)							-	3,143,575			
147												
148	Regulatory Income Tax Variance							=	0			
149												
150	Ontario Capital Tax											
151	Base							=	161,325,087			
152	Less: Exemption							-	3,885,000			
153	Revised deemed taxable capital							=	157,440,087			
154												
155	Rate (as a result of legislative changes)							x	0.3000%			
156												
157	Revised Ontario Capital Tax							=	472,320			
158	Less: Ontario Capital Tax reported in the initial estimate column (Cell C72)							-	472,320			
159	Regulatory Ontario Capital Tax Variance							=	0			
160												
161	Federal LCT											
162	Base							=	161,325,087			
163	Less: Exemption							-	7,770,000			
164	Revised Federal LCT							=	153,555,087			
165												

	A	B	C	D	E	F	G	H	I	J	K	L
1	<b>SECTION 93 PILs TAX GROSS-UP "SIMPIL"</b>	<b>ITEM</b>	<b>Initial</b>						<b>M of F</b>	<b>M of F</b>	<b>M of F</b>	
2	<b>DEFERRAL/VARIANCE ACCOUNTS</b>		<b>Estimate</b>						<b>Filing</b>	<b>Filing</b>	<b>Filing</b>	
3	<b>TAX CALCULATIONS (TAXCALC)</b>								<b>Variance</b>	<b>Variance</b>		
4	("Wires-only" business - see Tab TAXREC)								<b>K-C</b>	<b>Explanation</b>	<b>(June)</b>	
5											<b>Version XX.xx</b>	
6			<b>\$</b>						<b>\$</b>		<b>\$</b>	
166	Rate (as a result of legislative changes)								0.2250%			
167												
168	Gross Amount								345,499			
169	Less: Federal surtax							-	0			
170	Revised Net LCT							=	345,499			
171												
172	Less: Federal LCT reported in the initial estimate column (Cell C84)							-	345,499			
173	Regulatory Federal LCT Variance							=	0			
174												
175	Income Tax Rate used for gross-up (exclude surtax)								37.50%			
176												
177	Income Tax (grossed-up)							+	0			
178	LCT (grossed-up)							+	0			
179	Ontario Capital Tax							+	0			
180												
181	<b>DEFERRAL ACCOUNT VARIANCE</b>							=	0			
182												
183	<b>TRUE-UP VARIANCE (from cell I132)</b>							+	1,150,369			
184												
185	<b>Deferral Account Entry (Positive Entry = Debit)</b>							=	1,150,369			
186	(Deferral Account Variance + True-up Variance)											
187	To be included as deferral account in rate application)											
188												
189												
190	<b>V) INTEREST PORTION OF TRUE-UP</b>											
191	<b>Variance Caused By Phase-in of Deemed Debt</b>											
192												
193	Total deemed interest (REGINFO)								6,211,016			
194	Interest phased-in (Cell C36)								5,272,548			
195												
196	Variance due to phase-in of debt structure								938,468			
197	according to Rate Handbook											
198												
199	<b>Other Interest Variances (i.e. Borrowing Levels</b>											
200	<b>Above Deemed Debt per Rate Handbook)</b>											
201	Interest deducted on MoF filing (Cell K36+K41)								6,127,449			
202	Total deemed interest (REGINFO CELL D57)								6,211,016			
203												
204	Variance caused by excess debt								0			
205												
206	<b>Interest Adjustment for Tax Purposes (carry forward to Cell I112)</b>								0			
207												
208	<b>Total Interest Variance</b>								938,468			
209												

	A	B	C	D	E	F
1	SECTION 93 PILs TAX GROSS-UP "SIMPIL"	LINE	M of F	Non-wires	Wires-only	
2	TAX RETURN RECONCILIATION (TAXREC)		Corporate	Eliminations	Tax	
3	(for "wires-only" business - see s. 72 OEB Act)		Tax		Return	
4			Return			
5					Version XX.xx	
6	Section A: Identification:					
7	Utility Name: ENWIN POWERLINES LTD.					
8	Reporting period: JAN 1, 2003 - DEC 31, 2003					
9	Taxation Year's start date: Jan 1, 2003					
10	Taxation Year's end date: Dec 31, 2003					
11	Number of days in taxation year:		365	days		
12						
13	Please enter the Materiality Level :		181,491	< - enter materiality level		
14	(0.25% x Rate Base x CER)	Y/N	Y			
15	(0.25% x Net Assets)	Y/N	N			
16	Or other measure (please provide the basis of the amount)	Y/N	N			
17	Does the utility carry on non-wire related operation?	Y/N	N			
18	(Please complete the questionnaire in the Background questionnaire worksheet.)					
19						
20	Note: Carry forward Wires-only Data to Tab "TAXCALC" Column K					
21						
22	Section B: Financial statements data:					
23	Input unconsolidated financial statement data submitted with tax returns.					
24	The actual categories of the income statements should be used.					
25	If required please change the descriptions except for amortization, interest expense and provision for income tax					
26						
27	Please enter the non-wire operation's amount as positive number, the program automatically treat all amounts					
28	in the "non-wires elimination column" entered as negative values in the TAXREC and TAXREC2.					
29	Description:					
30	Income:					
31	Distribution Revenue	+	221,281,193		221,281,193	
32	Other Income	+	3,216,246		3,216,246	
33	Miscellaneous income	+			0	
34		+			0	
35		+			0	
36	Revenue should be entered above this line					
37						
38	Expenses:					
39	Cost of energy purchased	-	183,603,793		183,603,793	
40	Operating Expenses	-	23,056,500		23,056,500	
41	Restructuring Expenses	-	233,200		233,200	
42	Amortization	-	8,552,024		8,552,024	
43		-			0	
44		-			0	
45		-			0	
46		-			0	
47		-			0	
48		-			0	
49						
50	Net Income Before Interest & Income Taxes EBIT	=	9,051,922	0	9,051,922	
51	Less: Interest expense for accounting purposes	-	6,127,449		6,127,449	
52	Provision for payments in lieu of income taxes	-	415,000		415,000	
53	Net Income (loss)	=	2,509,473	0	2,509,473	
54	(The Net Income (loss) on the MoF column should equal to the net income (loss) per financial statements on Schedule 1 of the tax return.)					
55						
56	Section C: Reconciliation of accounting income to taxable income					
57	From T2 Schedule 1					
58	BOOK TO TAX ADDITIONS:					
59	Provision for income tax	+	415,000	0	415,000	
60	Depreciation & Amortization	+	8,552,024	0	8,552,024	
61	Employee benefit plans-accrued, not paid	+	0	0	0	
62	Tax reserves deducted in prior year	+	0	0	0	
63	Reserves from financial statements- end of year	+	11,552,011		11,552,011	
64	Regulatory adjustments	+			0	
65	Material addition items from TAXREC 2	+	2,783,692	0	2,783,692	
66	Other addition items (not Material) from TAXREC 2	+	0	0	0	
67						
68	Subtotal		23,302,727	0	23,302,727	
69						
70	Other Additions: (Please explain the nature of the additions)					
71	Recapture of CCA	+			0	
72	Non-deductible meals and entertainment expense	+	5,200		5,200	
73	Capital items expensed	+			0	
74		+			0	
75		+			0	
76		+			0	
77		+			0	
78	Total Other Additions	=	5,200	0	5,200	
79						
80	Total Additions	=	23,307,927	0	23,307,927	
81						
82	Recap Material Additions:					
83			0	0	0	
84			0	0	0	
85			0	0	0	
86			0	0	0	
87			0	0	0	
88			0	0	0	
89			0	0	0	
90	Total Other additions >materiality level		0	0	0	
91	Other deductions (less than materiality level)		5,200	0	5,200	
92	Total Other Additions		5,200	0	5,200	
93						

	A	B	C	D	E	F
1	<b>SECTION 93 PILs TAX GROSS-UP "SIMPIL"</b>	LINE	M of F	Non-wires	<b>Wires-only</b>	
2	<b>TAX RETURN RECONCILIATION (TAXREC)</b>		Corporate	Eliminations	<b>Tax</b>	
3	(for "wires-only" business - see s. 72 OEB Act)		Tax		<b>Return</b>	
4			Return			
5					<b>Version XX.xx</b>	
94	BOOK TO TAX DEDUCTIONS:					
95	Capital cost allowance	-	9,282,457		9,282,457	
96	Cumulative eligible capital deduction	-	783,388		783,388	
97	Employee benefit plans-paid amounts	-			0	
98	Items capitalized for regulatory purposes	-			0	
99	Regulatory adjustments :	-			0	
100	CCA	-			0	
101	other deductions	-			0	
102	Tax reserves claimed in current year	-	0	0	0	
103	Reserves from F/S- beginning of year	-	11,108,564		11,108,564	
104	Contributions to deferred income plans	-			0	
105	Contributions to pension plans	-			0	
106	Interest capitalized for accounting deducted for tax	-			0	
107	Material deduction items from TAXREC 2	-	829,356	0	829,356	
108	Other deduction items (not Material) from TAXREC 2	-	0	0	0	
109						
110	Subtotal	=	22,003,765	0	22,003,765	
111	Other deductions (Please explain the nature of the deductions)					
112	Charitable donations - tax basis	-			0	
113	Gain on disposal of assets	-			0	
114		-			0	
115		-			0	
116		-			0	
117	Total Other Deductions	=	0	0	0	
118						
119	Total Deductions	=	22,003,765	0	22,003,765	
120						
121	Recap Material Deductions:					
122			0	0	0	
123			0	0	0	
124			0	0	0	
125			0	0	0	
126			0	0	0	
127	Total Other Deductions exceed materiality level		0	0	0	
128	Other Deductions less than materiality level		0	0	0	
129	Total Other Deductions		0	0	0	
130						
131	TAXABLE INCOME	=	3,813,635	0	3,813,635	
132	DEDUCT:					
133	Non-capital loss applied	-			0	
134	Net capital loss applied	-			0	
135	NET TAXABLE INCOME	=	3,813,635	0	3,813,635	
136						
137	Net Federal Income Tax	+			0	
138	Net Ontario Income Tax	+			0	
139	Subtotal	=	0	0	0	
140	Less: Miscellaneous tax credits	-			0	
141	Total Income Tax	=	0	0	0	
142						
143						
144	Section D: Detail calculation of the Ontario Capital Tax					
145	ONTARIO CAPITAL TAX					
146	(From Ontario CT23)					
147	PAID-UP CAPITAL					
148						
149	Paid-up capital stock	+	62,547,581		62,547,581	
150	Retained earnings (if deficit, deduct)	+/-	68,401		68,401	
151	Capital and other surplus excluding	+	516,528		516,528	
152	appraisal surplus	+			0	
153	Loans and advances	+	18,086,681		18,086,681	
154	Bank loans	+	18,919,703		18,919,703	
155	Bankers acceptances	+	28,808,360		28,808,360	
156	Bonds and debentures payable	+	50,000,000		50,000,000	
157	Mortgages payable	+			0	
158	Lien notes payable	+			0	
159	Deferred credits	+			0	
160	Contingent, investment, inventory and similar reserves	+			0	
161	Other reserves not allowed as deductions	+	11,552,011		11,552,011	
162	Share of partnership(s), joint venture(s) paid-up capital	+			0	
163	Sub-total	=	190,499,265	0	190,499,265	
164	Subtract:					
165	Amounts deducted for income tax purposes in excess of amounts booked	-	12,029,311		12,029,311	
166	Deductible R&D expenditures and ONTTI costs deferred for income tax	-			0	
167	Total (Net) Paid-up Capital	=	178,469,954	0	178,469,954	
168						
169	ELIGIBLE INVESTMENTS					
170						
171	Bonds, lien notes, interest coupons	+			0	
172	Mortgages due from other corporations	+			0	
173	Shares in other corporations	+			0	
174	Loans and advances to unrelated corporations	+			0	
175	Eligible loans and advances to related corporations	+	3,640,108		3,640,108	
176	Share of partnership(s) or joint venture(s) eligible investments	+			0	
177						
178	Total Eligible Investments	=	3,640,108	0	3,640,108	
179						

	A	B	C	D	E	F
1	<b>SECTION 93 PILs TAX GROSS-UP "SIMPIL"</b>	LINE	M of F	Non-wires	<b>Wires-only</b>	
2	<b>TAX RETURN RECONCILIATION (TAXREC)</b>		Corporate	Eliminations	<b>Tax</b>	
3	(for "wires-only" business - see s. 72 OEB Act)		Tax		<b>Return</b>	
4			Return			
5					<b>Version XX.xx</b>	
180						
181	<b>TOTAL ASSETS</b>					
182						
183	Total assets per balance sheet	+	210,552,973		210,552,973	
184	Mortgages or other liabilities deducted from assets	+			0	
185	Share of partnership(s)/ joint venture(s) total assets	+			0	
186	Subtract: Investment in partnership(s)/joint venture(s)	-			0	
187						
188	<b>Total assets as adjusted</b>	=	210,552,973	0	210,552,973	
189						
190	Add: (if deducted from assets)					
191	Contingent, investment, inventory and similar reserves	+			0	
192	Other reserves not allowed as deductions	+			0	
193	Subtract:				0	
194	Amounts deducted for income tax purposes in excess of amounts booked	-	12,029,311		12,029,311	
195	Deductible R&D expenditures and ONTTI costs deferred for income tax	-			0	
196	Subtract: Appraisal surplus if booked	-			0	
197	Add or subtract: Other adjustments	+/-			0	
198						
199	<b>Total Assets</b>	=	198,523,662	0	198,523,662	
200						
201						
202	<b>Investment Allowance</b>		3,272,405	0	3,272,405	
203						
204	<b>Taxable Capital</b>					
205						
206	Net paid-up capital	+	178,469,954	0	178,469,954	
207	Subtract: Investment Allowance	-	3,272,405	0	3,272,405	
208						
209	<b>Taxable Capital</b>	=	175,197,549	0	175,197,549	
210						
211	<b>Capital Tax Calculation</b>					
212	Deduction from taxable capital up to \$5,000,000		3,883,906		3,883,906	
213						
214	Net Taxable Capital		171,313,643	0	171,313,643	
215						
216	Rate 0.3%		0.3000%	0.3000%	0.3000%	
217						
218	Days in taxation year		365	365	365	
219	Divide days by 365		1.00	1.00	1.00	
220						
221	<b>Ontario Capital Tax</b>		513,941	0	513,941	
222						
223						
224	<b>LARGE CORPORATION TAX</b>					
225	<b>(From Federal Schedule 33)</b>					
226	<b>CAPITAL</b>					
227	ADD:					
228	Reserves that have not been deducted in computing income for the year under Part I	+	11,552,011		11,552,011	
229	Capital stock	+	62,547,581	0	62,547,581	
230	Retained earnings	+	68,401		68,401	
231	Contributed surplus	+			0	
232	Any other surpluses	+	516,528		516,528	
233	Deferred unrealized foreign exchange gains	+			0	
234	All loans and advances to the corporation	+			0	
235	All indebtedness- bonds, debentures, notes, mortgages, bankers acceptances, or similar obligations	+	115,814,744		115,814,744	
236	Any dividends declared but not paid	+			0	
237	All other indebtedness outstanding for more than 365 days	+			0	
238						
239	<b>Subtotal</b>	=	190,499,265	0	190,499,265	
240						
241	DEDUCT:					
242	Deferred tax debit balance	-			0	
243	Any deficit deducted in computing shareholders' equity	-			0	
244	Any patronage dividends 135(1) deducted in computing income under Part I included in amounts above	-			0	
245	Deferred unrealized foreign exchange losses	-			0	
246						
247	<b>Subtotal</b>	=	0	0	0	
248						
249	<b>Capital for the year</b>		190,499,265	0	190,499,265	
250						

	A	B	C	D	E	F
1	<b>SECTION 93 PILs TAX GROSS-UP "SIMPIL"</b>	LINE	M of F	Non-wires	<b>Wires-only</b>	
2	<b>TAX RETURN RECONCILIATION (TAXREC)</b>		Corporate	Eliminations	<b>Tax</b>	
3	(for "wires-only" business - see s. 72 OEB Act)		Tax		<b>Return</b>	
4			Return			
5					<b>Version XX.xx</b>	
251	<b>INVESTMENT ALLOWANCE</b>					
252						
253	Shares in another corporation	+			0	
254	Loan or advance to another corporation	+	3,640,108		3,640,108	
255	Bond, debenture, note, mortgage, or	+			0	
256	similar obligation of another corporation	+			0	
257	Long term debt of financial institution	+			0	
258	Dividend receivable from another corporation	+			0	
259	Debts of corporate partnerships that were not exempt from tax under Part I.3	+			0	
260	Interest in a partnership	+			0	
261						
262	<b>Investment Allowance</b>	=	3,640,108	0	3,640,108	
263						
264						
265	<b>TAXABLE CAPITAL</b>					
266						
267	Capital for the year	=	190,499,265	0	190,499,265	
268						
269	Deduct: Investment allowance	-	3,640,108	0	3,640,108	
270						
271	Taxable Capital for taxation year	=	186,859,157	0	186,859,157	
272						
273	Deduct: Capital Deduction \$10,000,000	-	7,848,988	0	7,848,988	
274						
275	<b>Taxable Capital</b>	=	179,010,169	0	179,010,169	
276						
277	Rate .225%		0.22500%	0.22500%	0.22500%	
278						
279	Days in year		365	365	365	
280	Divide days by 365		1.0000	1.0000	1.0000	
281						
282	<b>Gross Part I.3 Tax LCT</b>	=	402,772.88	0.00	402,772.88	
283						
284	Federal Surtax Rate		0.0000%	0.0000%	0.0000%	
285						
286	Less: Federal Surtax = Taxable Income x Surtax Rate	-	0	0	0	
287						
288	<b>Net Part I.3 Tax LCT Payable</b>	=	402,773	0	402,773	
289	(If surtax is greater than Gross LCT, then zero)					
290						
291	RECAP:					
292	Total Income Taxes	+	0	0	0	
293	Ontario Capital Tax	+	513,941	0	513,941	
294	Federal Large Corporations Tax	+	402,773	0	402,773	
295						
296	Total income and capital taxes	=	916,714	0	916,714	
297						



	A	B	C	D	E	F
1	<b>SECTION 93 PILs TAX GROSS-UP "SIMPIL"</b>	LINE	M of F	Non-wires	<b>Wires-only</b>	
2	<b>TAX RETURN RECONCILIATION (Tax Reserves)</b>		Corporate	Eliminations	<b>Tax</b>	
3	(for "wires-only" business - see s. 72 OEB Act)		Tax		<b>Return</b>	
4			Return			
5					<b>Version XX.xx</b>	
6						
7	<b>Utility Name: ENWIN POWERLINES LTD.</b>					
8	<b>Reporting period: JAN 1, 2003 - DEC 31, 2003</b>					
9						
10	<b>TAX RESERVES</b>					
11	<b>Opening balance:</b>					
12	Accrued contingent liability				0	
13					0	
14					0	
15					0	
16					0	
17					0	
18					0	
19					0	
20					0	
21	<b>Total (carry forward to the TAXREC worksheet)</b>		0	0	0	
22						
23	<b>Ending balances:</b>					
24	Accrued contingent liability				0	
25					0	
26					0	
27					0	
28					0	
29					0	
30					0	
31					0	
32					0	
33	Insert line above this line				0	
34	<b>Total (carry forward to the TAXREC worksheet)</b>		0	0	0	
35						

	A	B	C	D	E	F
1						
2	<b>SECTION 93 PILs TAX GROSS-UP "SIMPIL"</b>	LINE	M of F	Non-wires	<b>Wires-only</b>	
3	<b>TAX RETURN RECONCILIATION (TAXREC 2)</b>		Corporate	Eliminations	<b>Tax</b>	
4	(for "wires-only" business - see s. 72 OEB Act)		Tax		<b>Return</b>	
5			Return			
6					<b>Version XX.xx</b>	
7						
8	<b>Utility Name: ENWIN POWERLINES LTD.</b>					
9	<b>Reporting period: JAN 1, 2003 - DEC 31, 2003</b>					
10	<b>Number of days in taxation year:</b>		365	days		
11	<b>Materiality Level:</b>		181,491			
12						
13	<b>Section C: Reconciliation of accounting income to taxable income</b>					
14	<b>Add:</b>					
15	Recapture of capital cost allowance	+			0	
16	Gain on sale of eligible capital property	+			0	
17	Income or loss for tax purposes- joint ventures or partnerships	+			0	
18	Loss in equity of subsidiaries and affiliates	+			0	
19	Loss on disposal of assets	+			0	
20	Charitable donations	+			0	
21	Taxable capital gains	+			0	
22	Depreciation in inventory -end of year	+			0	
23	Scientific research expenditures deducted	+			0	
24	per financial statements	+			0	
25	Capitalized interest	+			0	
26	Non-deductible club dues and fees	+			0	
27	Non-deductible automobile expenses	+			0	
28	Non-deductible life insurance premiums	+			0	
29	Soft costs on construction and renovation of buildings	+			0	
30	Book loss on joint ventures or partnerships	+			0	
31	Capital items expensed	+			0	
32	Debt issue expense	+			0	
33	Deemed dividend income	+			0	
34	Dividends credited to investment account	+			0	
35	Financing fees deducted in books	+	224938		224938	
36	Gain on settlement of debt	+			0	
37	Interest paid on income debentures	+			0	
38	Recapture of SR&ED expenditures	+			0	
39	Share issue expense	+			0	
40	Write down of capital property	+			0	
41	Amounts received in respect of qualifying environment trust	+			0	
42	<i>Other Additions: (please explain in detail the nature of the item)</i>	+			0	
43					0	
44	Adjustment to income for lease payments	+	437880		437880	
45	Capital tax accrual	+	550000		550000	
46	Change in Regulatory assets	+	1570874		1570874	
47		+			0	
48		+			0	
49		+			0	
50		+			0	
51		+			0	
52		+			0	
53	<b>Total Additions</b>	=	<b>2783692</b>	<b>0</b>	<b>2783692</b>	
54						
55	<b>Recap of Material Additions:</b>					
56			0	0	0	
57			0	0	0	
58			0	0	0	
59			0	0	0	
60			0	0	0	
61			0	0	0	
62			0	0	0	
63			0	0	0	
64			0	0	0	
65			0	0	0	
66			0	0	0	
67			0	0	0	
68			0	0	0	
69			0	0	0	
70			0	0	0	
71			0	0	0	
72			0	0	0	
73			0	0	0	
74			0	0	0	
75			0	0	0	
76	Financing fees deducted in books		224938	0	224938	
77			0	0	0	
78			0	0	0	
79			0	0	0	
80			0	0	0	
81			0	0	0	

	A	B	C	D	E	F
2	SECTION 93 PILs TAX GROSS-UP "SIMPIL"	LINE	M of F	Non-wires	Wires-only	
3	TAX RETURN RECONCILIATION (TAXREC 2)		Corporate	Eliminations	Tax	
4	(for "wires-only" business - see s. 72 OEB Act)		Tax		Return	
5			Return			
6					Version XX.xx	
82			0	0	0	
83			0	0	0	
84			0	0	0	
85	Adjustment to income for lease payments		437880	0	437880	
86	Capital tax accrual		550000	0	550000	
87	Change in Regulatory assets		1570874	0	1570874	
88			0	0	0	
89			0	0	0	
90			0	0	0	
91			0	0	0	
92			0	0	0	
93						
94	Total Material additions		2783692	0	2783692	
95	Other additions less than materiality level		0	0	0	
96	Total Additions		2783692	0	2783692	
97						
98	Deduct:					
99	Gain on disposal of assets per f/s	-			0	
100	Dividends not taxable under section 83	-			0	
101	Terminal loss from Schedule 8	-			0	
102	Depreciation in inventory, end of prior year	-			0	
103	Scientific research expenses claimed in year from Form T661	-			0	
104	Bad debt	-			0	
105	Book income of joint venture or partnership	-			0	
106	Equity in income from subsidiary or affiliates	-			0	
107	Contributions to a qualifying environment trust	-			0	
108	Other income from financial statements	-			0	
109	Other deductions: (Please explain in detail the nature of the item)	-				
110	Financing Fees	-	315519		315519	
111	Capital tax per CT23	-	513837		513837	
112		-			0	
113		-			0	
114		-			0	
115		-			0	
116		-			0	
117		-			0	
118		-			0	
119		-			0	
120		-			0	
121	Total Deductions	=	829356	0	829356	
122						
123	Recap of Material Deductions:					
124			0	0	0	
125			0	0	0	
126			0	0	0	
127			0	0	0	
128			0	0	0	
129			0	0	0	
130			0	0	0	
131			0	0	0	
132			0	0	0	
133			0	0	0	
134			0	0	0	
135	Financing Fees		315519	0	315519	
136	Capital tax per CT23		513837	0	513837	
137			0	0	0	
138			0	0	0	
139			0	0	0	
140			0	0	0	
141			0	0	0	
142			0	0	0	
143			0	0	0	
144			0	0	0	
145	Total Deductions exceed materiality level		829356	0	829356	
146	Other deductions less than materiality level		0	0	0	
147	Total Deductions		829356	0	829356	
148						

	A	B	C	D	E	F	G	H	I
1	<b>SECTION 93 PILs TAX GROSS-UP "SIMPIL"</b>								
2	<b>Corporate Tax Rates</b>								
3									
4	<b>Income Range</b>		<b>0</b>	<b>200,001</b>	<b>&gt;700,000</b>				
5			<b>to</b>	<b>to</b>					
6		<b>Year</b>	<b>200,000</b>	<b>700,000</b>					
7	<b>Income Tax Rate</b>								
8	<b>Current year</b>	2003	19.12%	34.12%	38.62%				
9	<b>Capital Tax Rate</b>		0.30%						
10	<b>LCT rate</b>		0.225%						
11	<b>Surtax</b>		0.00%						
12	<b>Ontario Capital Tax Exemption</b>		5,000,000						
13	<b>Federal Large Corporations Tax Exemption</b>		10,000,000						
14									
15	<b>Income Range</b>		<b>0</b>	<b>225,001</b>	<b>&gt;700,000</b>				
16			<b>to</b>	<b>to</b>					
17		<b>Year</b>	<b>225,000</b>	<b>700,000</b>					
18	<b>Income Tax Rate</b>								
19	<b>Income Tax Rates used to gross up the deferral account allowance variance</b>	2004	18.62%	32.12%	36.62%				
20									
21	<b>Income Range</b>		<b>0</b>	<b>250,001</b>	<b>&gt;700,000</b>				
22			<b>to</b>	<b>to</b>					
23		<b>Year</b>	<b>250,000</b>	<b>700,000</b>					
24	<b>Income Tax Rate</b>								
25	<b>Income Tax Rates used to gross up the true up variance</b>	2005	18.62%	32.12%	36.62%				

	A	B	C	D	E	F	G
1		<b>SECTION 93 PILs TAX GROSS-UP</b>					<b>Version XX.xx</b>
2		<b>"SIMPIL"</b>					
3		<b>Filing Requirements related to the "SIMPIL" model</b>					
4		<b>Utility Name: ENWIN POWERLINES LTD.</b>					
5		<b>Reporting period: JAN 1, 2003 - DEC 31, 2003</b>					
6		<b>Documents to be submitted to the Board when filing the Initial Estimate Column information:</b>					
7		<b>(Stage 1 filing: normally in January of the reporting period)</b>					
8							
9	1)	<b>REGINFO spreadsheet</b>		<input type="checkbox"/>			
10							
11	2)	<b>TAXCALC spreadsheet</b>		<input type="checkbox"/>			
12							
13	3)	<b>CCA schedule prepared for regulatory purposes</b>		<input type="checkbox"/>			
14							
15	4)	<b>TAX RATES spreadsheet</b>		<input type="checkbox"/>			
16							
17	5)	<b>Checklist</b>		<input type="checkbox"/>			
18							
19	6)	<b>Electronic format of the SIMPIL spreadsheets</b>		<input type="checkbox"/>			
20							
21		<b>Documents to be submitted to the Board when filing the Deferral Account Allowance Column information:</b>					
22		<b>(Stage 2 filing: normally in December of the reporting period)</b>					
23							
24	1)	<b>REGINFO spreadsheet</b>		<input type="checkbox"/>			
25							
26	2)	<b>TAXCALC spreadsheet</b>		<input type="checkbox"/>			
27							
28	3)	<b>Revised CCA schedule prepared for regulatory purposes if changes have been made</b>		<input type="checkbox"/>			
29							
30	4)	<b>TAX RATES spreadsheet</b>		<input type="checkbox"/>			
31							
32	5)	<b>Checklist</b>		<input type="checkbox"/>			
33							
34	6)	<b>Electronic format of the SIMPIL spreadsheets</b>		<input type="checkbox"/>			
35							
36		<b>Documents to be submitted to the Board when filing the Ministry of Finance Column information:</b>					
37		<b>(Stage 3 filing: normally in July of the year following the reporting period)</b>					
38							
39	1)	<b>REGINFO spreadsheet</b>		<input type="checkbox"/>			
40							
41	2)	<b>TAXCALC spreadsheet</b>		<input type="checkbox"/>			
42							
43	3)	<b>TAXREC, TAXREC 2 spreadsheets</b>		<input type="checkbox"/>			
44							
45	4)	<b>TAX RESERVES spreadsheet</b>		<input type="checkbox"/>			
46							
47	5)	<b>BACKGROUND QUESTIONNAIRE spreadsheet</b>		<input type="checkbox"/>			
48							
49	6)	<b>CONTINUITY SCHEDULE OF ACCOUNT # 1562</b>		<input type="checkbox"/>			
50							
51	7)	<b>Financial statements used to prepare tax returns if different from the audited financial statements previously submitted to the Board</b>		<input type="checkbox"/>			
52							
53	8)	<b>TAX RATES worksheet</b>		<input type="checkbox"/>			
54							
55	9)	<b>Checklist</b>		<input type="checkbox"/>			
56							
57	10)	<b>Electronic format of the SIMPIL worksheets</b>		<input type="checkbox"/>			

	A	B	C	D	E	F	G	H	I	J	K
1		SECTION 93 PILs TAX GROSS-UP	"SIMPL"								
2		QUESTIONNAIRE									
3		Utility Name: ENWIN POWERLINES LTD.									
4		Reporting period: JAN 1, 2003 - DEC 31, 2003						Version XX.xx			
5											
6	1	Does the company engage in non-regulated activities?									
7		Answer: No									
8											
9											
10		If the answer to question 1 is "NO", please skip question 2 to 6.									
11	2	Please identify the types of non-wire operations carried on by the LDC.									
12		Answer:									
13											
14											
15											
16	3	Does the LDC intend to transfer the non-wire operations to a separate legal entity and the expected date?									
17		Answer:									
18											
19											
20											
21	4	Please identify the percentage and amount of gross revenues arising from non-wire operations.									
22		Answer:									
23											
24											
25	5	Please identify the percentage and amount of operating expense incurred pertaining to non-wire operations.									
26		Answer:									
27											
28											
29	6	Please identify the percentage and amount of depreciation and capital cost allowance expenses pertaining									
30		to non-wire operations.									
31		Answer:									
32											
33											
34	7	Did the company incur any OPEB (Other Post Employment Benefits) expenditure for accounting and tax purposes? (Please identify the amount.)									
35		Answer: No									
36											
37	8	Did the company have any reserve for accounting and tax purposes? (Please identify the amount.)									
38		Answer: No									
39											
40											
41		OTHER PERTINENT INFORMATION:									
42	9	Did the LDC incur any transition costs?									
43		Answer: Yes									
44											
45											
46		If the answer to question 9 is "NO", please skip question 10 and 11.									
47	10	Please identify the amount of transition costs recovery received from consumers during the reporting period.									
48		Answer:									
49											
50											
51	11	Please identify the amount of transition costs deducted for accounting and tax purposes.									
52		Answer:									
53			Accounting		Tax						
54		Amortization/CCA claimed									
55		Other expensed									
56		Total									
57		Transition costs capitalized	11818330		11818330						
58		Incurred prior to October 1, 2001 & non-deductible for tax purposes									

	A	B	C	D	E	F	G	H	I	J	K	L	M	N	O
1	<b>SECTION 93 PILs TAX GROSS-UP "SIMPIIL"</b>														
2	<b>Analysis of Account 1562:</b>	<b>Deferred Payment in lieu of Taxes</b>													
3															
4															
5	<b>Utility Name: ENWIN POWERLINES LTD.</b>														
6	<b>Reporting period: JAN 1, 2003 - DEC 31, 2003</b>														
7															
8															
9	<b>Year start:</b>		01/10/2001		01/01/2002		01/01/2003		01/01/2004		01/01/2005		01/01/2006		
10	<b>Year end:</b>		31/12/2001		31/12/2002		31/12/2003		31/12/2004		31/12/2005		31/12/2006		Total
11															
12	<b>Opening balance:</b>	=			1,866,278		2,237,152		-2,948,067		-2,948,067		-2,948,067		0
13	<b>Initial Estimate PILs Rate Adjustment(1)</b>	+/-	1,859,048		5,896,261		5,896,261								13,651,570
14	<b>Deferral Account Variance PILs Rate Adjustment(2)</b>	+/-													0
15	<b>Deferral Account Entry (True-up adjustments ) (3)</b>	+/-					-2,940,338								-2,940,338
16	<b>Carrying charges</b>	+/-	7,230		190,953		-24,074								174,109
17	<b>PILs collected from customers</b>	-			5,716,340		8,117,068								13,833,408
18															
19	<b>Ending balance:</b>		1,866,278		2,237,152		-2,948,067		-2,948,067		-2,948,067		-2,948,067		-2,948,067
20															
21	<b>Note:</b>														
22	The purposes of this worksheet is to show the movement in Account 1562.														
23	For explanation of Account 1562 please refer to Accounting Procedures Handbook for Electric Distribution Utilities														
24															
25	<b>Please identify the accounting method used to account for the PILs recovery.</b>														
26	<b>Answer:</b>														
27	Alternative 3 - per FAQ, April 2003														
28															
29															
30	(1) in the Initial Estimate Column, under Inclusion in Rates, Part III of the TAXCALC spreadsheet														
31	(2) in the Deferral Account Variance Column, under Inclusion in Rates, Part III of the TAXCALC spreadsheet														
32	(3) in the Ministry of Finance Variance Column, under Future True-ups, Part IV of the TAXCALC spreadsheet														
33															