	A	B	C	D	E	F	G	H	I	J	K	L
1	**SECTION 93 PILs PROXY TAX MARCH 1, 2002**	**LINE**	**Initial**	Source	Deferral	Deferral	**Deferral**	Source	M of F	M of F	**M of F**	Source
2	**DEFERRAL ACCOUNT ALLOWANCE - 2002**		**Estimate**		Account	Account	**Account**		Filing	Filing	**Filing**	
3	**COMPLETED DECEMBER, 2002**			Foot-	Variance	Variance	**Allowance**	Foot-	Variance	Variance		Foot-
4	**TAX CALCULATIONS (TCAL02DEF)**			note	G-C	Explanation		note	K-G	Explanation	(June)	note
5	("Wires-only" business)		$	#	$		$	#	$		$	#
6												
7	Utility Name:											
8	Reporting period: 2002 December, 2002											
9												
10												
11												
12	**I) CORPORATE INCOME TAXES**											
13												
14	ACCOUNTING INCOME											
15	Regulatory Net Income	1	20,254,000	1A	0		20,254,000	1B	-20,254,000			1C
16												
17	BOOK TO TAX ADJUSTMENTS											
18												
19	*Additions: To Accounting Income*											
20	Depreciation & Amortization	2	8,000,000	2A	0		8,000,000	2B	-8,000,000			2C
21	Federal Large Corporation Tax	3	0	3A	0			3B	0			3C
22	Employee Benefit Plans - Accrued, Not Paid	4	1,100,000	4A	100,000		1,200,000	4B	-1,200,000			4C
23	Change in Tax Reserves	5	0	5A	1,000		1,000	5B	-1,000			5C
24	Regulatory Adjustments	6	0	6A	9,000		9,000	6B	-9,000			6C
25	Other Additions (See Tab entitled "TREC02")	7	10,000	7A	10,000		20,000	7B	-20,000			7C
26	"Material" Item #1	7			0				0			
27	"Material" Item #2	7			0				0			
28	Other	7			0				0			
29	*Deductions: From Accounting Income*											
30	Capital Cost Allowance	8	-8,200,000	8A	0		-8,200,000	8B	8,200,000			8C
31	Employee Benefit Plans - Paid Amounts	9	-900,000	9A	-100,000		-1,000,000	9B	1,000,000			9C
32	Items Capitalized for Regulatory Purposes	10	0	10A	0			10B	0			10C
33	Regulatory Adjustments	11	0	11A	0			11B	0			11C
34	Grossed-Up Part VI.1 Tax (Preferred Shares)	12	0	12A	0			12B	0			12C
35	Interest Expense Allowed	13	-7,590,000	13A	0		-7,590,000	13B	7,590,000			13C
36	Other Deductions (See Tab entitled "TREC02")	14	0	14A	0			14B	0			14C
37	"Material" Item #1	14			0				0			
38	"Material" Item #2	14			0				0			
39	Other	14			0				0			
40												
41	REGULATORY TAXABLE INCOME		12,674,000		20,000		12,694,000		-12,694,000		0	
42	(sum of above)											
43												
44	CORPORATE INCOME TAX RATE											
45	Deemed %	15	38.6200%	15A	0.0000%		38.6200%	15B	0.0000%		38.6200%	15C
46												
47	REGULATORY INCOME TAX											
48	Taxable Income x Rate		4,894,699		7,724		4,902,423		-4,902,423		0	
49												
50	Miscellaneous Tax Credits	16	0	16A	0			16B	0			16C
51												
52	**Total Regulatory Income Tax**		4,894,699		7,724		4,902,423		-4,902,423		0	
53												
54												
55												

	A	B	C	D	E	F	G	H	I	J	K	L
1	**SECTION 93 PILs PROXY TAX MARCH 1, 2002**	**LINE**	**Initial**	Source	Deferral	Deferral	**Deferral**	Source	M of F	M of F	**M of F**	Source
2	**DEFERRAL ACCOUNT ALLOWANCE - 2002**		**Estimate**		Account	Account	**Account**		Filing	Filing	**Filing**	
3	**COMPLETED DECEMBER, 2002**			Foot-	Variance	Variance	**Allowance**	Foot-	Variance	Variance		Foot-
4	**TAX CALCULATIONS (TCAL02DEF)**			note	G-C	Explanation		note	K-G	Explanation	(June)	note
5	("Wires-only" business)		$	#	$		$	#	$		$	#
6												
56												
57	**II) CAPITAL TAXES**											
58												
59	*Ontario*											
60	Base	17	275,000,000	17A	0		275,000,000	17B	-275,000,000			17C
61	Less: Exemption	18	-5,000,000	18A	0		-5,000,000	18B	5,000,000			18C
62	Deemed Taxable Capital		270,000,000		0		270,000,000		-270,000,000		0	
63												
64	Rate (.3%)	19	0.3000%	19A	0.0000%		0.3000%	19B	0.0000%		0.3000%	19C
65												
66	Net Amount (Taxable Capital x Rate)		810,000		0		810,000		-810,000		0	
67												
68	*Federal (LCT)*											
69	Base	20	275,000,000	20A	0		275,000,000	20B	-275,000,000			20C
70	Less: Exemption	21	-10,000,000	21A	0		-10,000,000	21B	10,000,000			21C
71	Deemed Taxable Capital		265,000,000		0		265,000,000		-265,000,000		0	
72												
73	Rate (.225%)	22	0.2250%	22A	0.0000%		0.2250%	22B	0.0000%		0.2250%	22C
74												
75	Gross Amount (Taxable Capital x Rate)		596,250		0		596,250		-596,250		0	
76	Less: Federal Surtax	23	-141,949	23A	-224		-142,173	23B	142,173		0	23C
77												
78	Net LCT		454,301		-224		454,077		-454,077		0	
79												
80												
81	**III) INCLUSION IN RATES 2001/02**											
82												
83	IncomeTax (grossed-up)	24	7,974,420	24A	12,584		7,987,004	24B	-7,987,004			n/a
84	LCT (grossed-up)	25	726,882	25A	-358		726,524	25B	-726,524			n/a
85	Ontario Capital Tax	26	810,000	26A	0		810,000	26B	-810,000			n/a
86												
87												
88	***Total S. 93 PILs Rate Adjustment***		9,511,302		12,226		9,523,527		-9,523,527			
89												
90	***IV) FUTURE TRUE-UPS (post June 2002)***	4							-1,200,000			
91	Amount in M of F Filing Variance (Column I) that	*9*							1,000,000			
92	the Board orders added/subtracted from rates	13							7,590,000			
93												
94												
95												
96												