

	A	B	C	D
1	SECTION 93 PILs TAX GROSS-UP "SIMPIL"			
2	REGULATORY INFORMATION (REGINFO)			
3				
4	Utility Name			Amount
5	Reporting period: Q4, 2001 and Year 2002			
6				
7	BACKGROUND			
8	Has the utility reviewed section 149(1) ITA to			
9	confirm that it is not subject to regular corporate			
10	tax (and therefore subject to PILs)?		Y/N	Y
11				
12	Was the utility recently acquired by Hydro One			
13	and now subject to s.89 & 90 PILs?		Y/N	N
14				
15	Accounting Year End		Date	December 31st
16				
17	MARR NO TAX CALCULATIONS			
18	SHEET #7 FINAL RUD MODEL DATA			
19	(FROM 1999 FINANCIAL STATEMENTS)			
20	USE BOARD-APPROVED AMOUNTS			
21				
22	Rate base (wires-only)			275,000,000
23				
24	Common Equity Ratio (CER)			40.00%
25				
26	1-CER			60.00%
27				
28	Target Return On Equity			9.88%
29				
30	Debt rate			6.90%
31				
32	Market Adjusted Revenue Requirement			22,253,000
33				
34	1999 return from RUD Sheet #7			16,253,000
35				
36	Total Incremental revenue			6,000,000
37	Input Board-approved dollar amounts phased-in (generally prorated			
38	on the effective date of the inclusion of MARR in rates)			
39	Amount allowed in 2001, Year 1			2,000,000
40	Amount allowed in 2002, Year 2			2,000,000
41	Amount allowed in 2003, Year 3			2,000,000
42				
43	Equity			110,000,000
44				
45	Return at target ROE			10,868,000
46				
47	Debt			165,000,000
48				
49	Deemed interest amount in EBIT			11,385,000
50				
51	Phase-in of interest - Year 1			9,338,534
52	$((D34+D39)/D32)*D49$			
53	Phase-in of interest - Year 2			10,361,767
54	$((D34+D39+D40)/D32)*D49$			
55	Phase-in of interest - Year 3 (D49)			11,385,000
56				