

**MIPUG MFR 2**

**A full reconciliation of all values in the Integrated Financial Forecast Balance Sheet and Income Statement corresponding to the PCOSS, as well as all adjustments and reallocations required to develop the PCOSS input data.**

Please refer to the following tables. A reconciliation of Revenue in the Cost of Service Study to that in the Financial Forecast can be found in Schedule C14 in the PCOSS and is also provided in the first table below for reference.

**Schedule 1: Reconciliation of PCOSS14 to IFF12 Income Statement (2013/14)**

<b>PCOSS14 Revenue</b>	<b>(million \$)</b>
<b>Revenues (IFF12, pg 37)</b>	<b>1,768</b>
adjust: Forecast vs May 1/13 approved General Consumer Rev	(5)
adjust: 1.5% Bipole Accrual	(19)
adjust: Uniform Rates	24
adjust: Non-Energy Revenue incl in Operating (Joint Use, Goods & Services Sold, Inspection Fees, Misc Rev)	(15)
<b>PCOSS14 Total Revenue (pg 43)</b>	<b>1,753</b>

<b>PCOSS14 Operating</b>	<b>(million \$)</b>
<b>Operating and Administrative (IFF12, pg 37)</b>	<b>471</b>
adjust: Non-Energy Revenue incl in Operating (Joint Use, Goods & Services Sold, Inspection Fees, Misc Rev)	(15)
adjust: Motor Vehicle Depreciation incl in Operating	12
adjust: Other Taxes (Payroll, Grants in Lieu of Taxes, Property) incl in Operating	33
<b>Water Rentals and Assessments (IFF12, pg 37)</b>	<b>116</b>
<b>Fuel and Power Purchased (IFF12, pg 37)</b>	<b>166</b>
PCOSS14 Total Operating (pg 65)	783

<b>PCOSS14 Interest</b>	<b>(million \$)</b>
<b>Finance Expense (IFF12, pg 37)</b>	<b>444</b>
<b>Capital and Other Taxes (IFF12, pg 37)</b>	<b>96</b>
adjust: Other Taxes (Payroll, GILT, Property) incl in Operating	(33)
<b>Corporate Allocation (IFF12, pg 37)</b>	<b>9</b>
adjust: Corporate Allocation incl in Depreciation	(2)
<b>Net Income (IFF12, pg 37)</b>	<b>60</b>
adjust: Forecast vs May 1/13 approved	(5)
adjust: 1.5% Bipole Accrual	(19)
adjust: Amortization of Diesel Contributions Excluded from PCOSS	(1)
<b>Non-controlling Interest (IFF12, pg 37)</b>	<b>(24)</b>
Uniform Rate Adjustment charged to Exports	24
PCOSS14 Total Interest (pg 65)	549

<b>PCOSS14 Depreciation</b>	<b>(million \$)</b>
<b>Depreciation and Amortization (IFF12, pg 37)</b>	<b>430</b>
adjust: Motor Vehicle Depreciation incl in Operating	(12)
adjust: Corporate Allocation incl in Depreciation	2
adjust: Amortization of Diesel Contributions Excluded from PCOSS	1
<b>PCOSS14 Total Depreciation (pg 65)</b>	<b>421</b>

**Schedule 2: Reconciliation of PCOSS14 to IFF12 Balance Sheet (2012/13 & 2013/14)**

<b>PCOSS14 Rate Base</b>	<b>2013 (million \$)</b>	<b>2014 (million \$)</b>
<b>Plant In Service (IFF12, pg 39)</b>	<b>15,374</b>	<b>16,435</b>
<b>Accumulated Depreciation (IFF12, pg 39)</b>	<b>(5,173)</b>	<b>(5,536)</b>
exclude: Depreciation on Gas Common Assets	4	9
exclude: Motor Vehicles	(118)	(126)
<b>Goodwill and Intangible Assets (IFF12, pg 39)</b>	<b>180</b>	<b>165</b>
exclude: Goodwill	(42)	(42)
<b>Regulated Assets (IFF12, pg 39)</b>	<b>231</b>	<b>225</b>
exclude: Interest Obligation to City of Winnipeg	(7)	(7)
exclude: Regulated Assets Work In Progress	(17)	(17)
<b>Contributions in Aid of Construction (IFF12, pg 39)</b>	<b>(336)</b>	<b>(345)</b>
exclude: Amortization of Write Down of Centra Non-refundable Contrib	9	9
exclude: Diesel Non-refundable Contributions	10	15
exclude: Non-refundable Contributions WIP	4	-
<b>Net Rate Base</b>	<b>10,119</b>	<b>10,785</b>
<b>PCOSS14 Average Rate Base Investment (pg 45)</b>		<b>10,451</b>