

---

## MINISTRY OF ENERGY

FISCAL YEAR, 2015 – 2016

---

### TABLE OF CONTENTS

|                                         | PAGE         |
|-----------------------------------------|--------------|
| STATEMENT OF EXPENSES AND ASSETS        |              |
| SUMMARY .....                           | 2-162        |
| MINISTRY ADMINISTRATION .....           | 2-163        |
| ENERGY DEVELOPMENT AND MANAGEMENT ..... | 2-165        |
| ELECTRICITY PRICE MITIGATION .....      | 2-167        |
| STRATEGIC ASSET MANAGEMENT .....        | 2-169        |
| STATUTORY .....                         | 2-164, 2-166 |
| STATEMENT OF REVENUE .....              | 2-171        |

**MINISTRY OF ENERGY**  
**SUMMARY STATEMENT OF EXPENSES AND ASSETS BY PROGRAM**  
**For the year ended March 31, 2016**

| 2014 – 2015<br>Actual    | PROGRAMS                          | 2015 – 2016          |                      |
|--------------------------|-----------------------------------|----------------------|----------------------|
|                          |                                   | Appropriations       | Actual               |
| \$                       |                                   | \$                   | \$                   |
| <b>OPERATING EXPENSE</b> |                                   |                      |                      |
| 13,800,954               | Ministry Administration           | 15,163,914           | 15,051,013           |
| 28,638,226               | Energy Development and Management | 151,441,100          | 43,478,869           |
| 1,102,294,531            | Electricity Price Mitigation      | 886,000,000          | 886,000,000          |
| 0                        | Strategic Asset Management        | 2,658,500,000        | 44,170,257           |
| <u>1,144,733,711</u>     | <b>TOTAL OPERATING EXPENSE</b>    | <u>3,711,105,014</u> | <u>988,700,139</u>   |
| =====                    |                                   | =====                | =====                |
| <b>OPERATING ASSETS</b>  |                                   |                      |                      |
| 0                        | Strategic Asset Management        |                      | 2,600,100,100        |
| <u>0</u>                 | <b>TOTAL OPERATING ASSETS</b>     |                      | <u>2,600,100,100</u> |
| =====                    |                                   | =====                | =====                |
| <b>CAPITAL EXPENSE</b>   |                                   |                      |                      |
| 0                        | Energy Development and Management | 2,000                | 0                    |
| <u>0</u>                 | <b>TOTAL CAPITAL EXPENSE</b>      | <u>2,000</u>         | <u>0</u>             |
| =====                    |                                   | =====                | =====                |
| <b>CAPITAL ASSETS</b>    |                                   |                      |                      |
| 0                        | Energy Development and Management | 1,000                | 0                    |
| <u>0</u>                 | <b>TOTAL CAPITAL ASSETS</b>       | <u>1,000</u>         | <u>0</u>             |
| =====                    |                                   | =====                | =====                |



## MINISTRY OF ENERGY

## MINISTRY ADMINISTRATION PROGRAM – VOTE 2901

Details of Expenses and Assets by Items and Accounts Classification  
For the year ended March 31, 2016

|                                       | \$         | \$ |                                                           | \$        | \$         |
|---------------------------------------|------------|----|-----------------------------------------------------------|-----------|------------|
| <b>OPERATING EXPENSE</b>              |            |    |                                                           |           |            |
| Ministry Administration (Item 1)      |            |    | <i>Financial and Administrative Services</i>              |           |            |
| Salaries and wages .....              | 6,627,198  |    | Transportation and communication                          | 8,612     |            |
| Employee benefits.....                | 963,177    |    | Services.....                                             | 2,789,234 |            |
| Transportation and communication..... | 281,684    |    | Supplies and equipment.....                               | 141,316   |            |
| Services .....                        | 8,293,159  |    |                                                           | 2,939,162 |            |
| Supplies and equipment .....          | 270,983    |    | Less: Recoveries.....                                     | 1,077,665 |            |
|                                       | 16,436,201 |    |                                                           |           | 1,861,497  |
| Less: Recoveries.....                 | 1,444,165  |    |                                                           |           |            |
|                                       | 14,992,036 |    | <i>Human Resources</i>                                    |           |            |
|                                       |            |    | Services.....                                             | 20,112    |            |
| <i>Main Office</i>                    |            |    |                                                           |           | 20,112     |
| Salaries and wages .....              | 2,271,891  |    | <i>Audit Services</i>                                     |           |            |
| Employee benefits.....                | 267,254    |    | Services .....                                            | 400,001   |            |
| Transportation and communication.     | 125,914    |    | Less: Recoveries.....                                     | 131,651   |            |
| Services .....                        | 89,068     |    |                                                           |           | 268,350    |
| Supplies and equipment .....          | 55,181     |    | <i>Information Systems</i>                                |           |            |
|                                       | 2,809,308  |    | Transportation and communication                          | 2,468     |            |
|                                       |            |    | Services.....                                             | 984,815   |            |
| <i>Communications Services</i>        |            |    |                                                           | 987,283   |            |
| Salaries and wages .....              | 2,484,813  |    | Less: Recoveries.....                                     | 234,849   |            |
| Employee benefits.....                | 376,761    |    |                                                           |           | 752,434    |
| Transportation and communication.     | 46,684     |    | <i>Statutory Appropriations</i>                           |           |            |
| Services .....                        | 453,261    |    | Minister's Salary, the <i>Executive Council Act</i> ..... | 49,301    |            |
| Supplies and equipment .....          | 28,381     |    | Parliamentary Assistant's Salary, the                     |           |            |
|                                       | 3,389,900  |    | <i>Executive Council Act</i> .....                        | 9,676     |            |
|                                       |            |    |                                                           |           | 58,977     |
| <i>Legal Services</i>                 |            |    | <b>TOTAL OPERATING EXPENSE FOR MINISTRY</b>               |           |            |
| Salaries and wages .....              | 52,656     |    | <b>ADMINISTRATION PROGRAM.....</b>                        |           |            |
| Employee benefits.....                | 5,719      |    |                                                           |           | 15,051,013 |
| Transportation and communication.     | 22,312     |    |                                                           |           |            |
| Services .....                        | 3,435,307  |    |                                                           |           |            |
| Supplies and equipment .....          | 15,694     |    |                                                           |           |            |
|                                       | 3,531,688  |    |                                                           |           |            |
|                                       |            |    |                                                           |           |            |
| <i>Analysis and Planning</i>          |            |    |                                                           |           |            |
| Salaries and wages .....              | 1,817,838  |    |                                                           |           |            |
| Employee benefits.....                | 313,443    |    |                                                           |           |            |
| Transportation and communication.     | 75,694     |    |                                                           |           |            |
| Services .....                        | 121,361    |    |                                                           |           |            |
| Supplies and equipment .....          | 30,411     |    |                                                           |           |            |
|                                       | 2,358,747  |    |                                                           |           |            |

**MINISTRY OF ENERGY**  
**STATEMENT OF EXPENSES AND ASSETS BY VOTE AND ITEMS**  
**For the year ended March 31, 2016**

| VOTE<br>and<br>Items                          | Appropriations    |                    |                    | Actual                                                                                                |
|-----------------------------------------------|-------------------|--------------------|--------------------|-------------------------------------------------------------------------------------------------------|
|                                               | Estimates         | Board<br>Approvals | Total              |                                                                                                       |
|                                               | \$                | \$                 | \$                 | \$                                                                                                    |
| <b>2902 ENERGY DEVELOPMENT AND MANAGEMENT</b> |                   |                    |                    |                                                                                                       |
| <b>OPERATING EXPENSE</b>                      |                   |                    |                    |                                                                                                       |
| 1                                             | 38,940,100        | 112,500,000        | 151,440,100        | Policy and Programs ..... 43,476,410                                                                  |
| S                                             | 1,000             |                    | 1,000              | Bad Debt Expense, the<br>Financial Administration Act..... 2,459                                      |
|                                               | <u>38,941,100</u> | <u>112,500,000</u> | <u>151,441,100</u> |                                                                                                       |
|                                               | =====             | =====              | =====              |                                                                                                       |
|                                               |                   |                    |                    | <b>TOTAL OPERATING EXPENSE<br/>FOR ENERGY DEVELOPMENT AND<br/>MANAGEMENT PROGRAM ..... 43,478,869</b> |
|                                               |                   |                    |                    | =====                                                                                                 |
| <b>CAPITAL EXPENSE</b>                        |                   |                    |                    |                                                                                                       |
| 4                                             | 1,000             |                    | 1,000              | Energy Development and Management –<br>Expense related to Capital Assets..... 0                       |
| S                                             | 1,000             |                    | 1,000              | Amortization, the Financial Administration Act ..... 0                                                |
|                                               | <u>2,000</u>      |                    | <u>2,000</u>       |                                                                                                       |
|                                               | =====             | =====              | =====              |                                                                                                       |
|                                               |                   |                    |                    | <b>TOTAL CAPITAL EXPENSE<br/>FOR ENERGY DEVELOPMENT AND<br/>MANAGEMENT PROGRAM ..... 0</b>            |
|                                               |                   |                    |                    | =====                                                                                                 |
| <b>CAPITAL ASSETS</b>                         |                   |                    |                    |                                                                                                       |
| 5                                             | 1,000             |                    | 1,000              | Energy Development and Management..... 0                                                              |
|                                               | <u>1,000</u>      |                    | <u>1,000</u>       |                                                                                                       |
|                                               | =====             | =====              | =====              |                                                                                                       |
|                                               |                   |                    |                    | <b>TOTAL CAPITAL ASSETS<br/>FOR ENERGY DEVELOPMENT AND<br/>MANAGEMENT PROGRAM ..... 0</b>             |
|                                               |                   |                    |                    | =====                                                                                                 |

**Program Description**

This program is responsible for developing Ontario's energy policy framework, which is central to the building of a strong and prosperous economy. It provides leadership and support to the energy sector to ensure clean, reliable, affordable and sustainable energy supply, transmission and distribution systems. The program supports energy conservation and efficiency, grid modernization, and the development of cleaner forms of energy. This program also oversees engagement and consultation with First Nations and Métis on provincial energy sector activities and projects while facilitating the participation of Aboriginal communities in renewable energy and transmission system developments.

## MINISTRY OF ENERGY

## ENERGY DEVELOPMENT AND MANAGEMENT PROGRAM – VOTE 2902

Details of Expenses and Assets by Items and Accounts Classification  
For the year ended March 31, 2016

|                                        | \$                | \$         |
|----------------------------------------|-------------------|------------|
| <b>OPERATING EXPENSE</b>               |                   |            |
| Policy and Programs (Item 1)           |                   |            |
| Salaries and wages .....               | 12,171,937        |            |
| Employee benefits .....                | 1,501,498         |            |
| Transportation and communication ..... | 190,913           |            |
| Services .....                         | 5,058,619         |            |
| Supplies and equipment .....           | 100,157           |            |
| Transfer payments                      |                   |            |
| Conservation Initiatives .....         | 749,166           |            |
| Aboriginal Engagement                  |                   |            |
| Agreements .....                       | 478,704           |            |
| Green Energy Initiatives .....         | 1,431,046         |            |
| Smart Grid Fund .....                  | 21,794,370        |            |
|                                        | -----             | 24,453,286 |
|                                        |                   | -----      |
|                                        |                   | 43,476,410 |
|                                        |                   | -----      |
| Statutory Appropriations               |                   |            |
| Other transactions                     |                   |            |
| Bad Debt Expense, the                  |                   |            |
| Financial Administration Act .....     | 2,459             |            |
|                                        |                   | -----      |
|                                        |                   | 2,459      |
|                                        |                   | -----      |
| <b>TOTAL OPERATING EXPENSE</b>         |                   |            |
| <b>FOR ENERGY DEVELOPMENT</b>          |                   |            |
| <b>AND MANAGEMENT PROGRAM .....</b>    | <b>43,478,869</b> |            |
|                                        | =====             |            |



## MINISTRY OF ENERGY

## ELECTRICITY PRICE MITIGATION PROGRAM – VOTE 2905

Details of Expenses and Assets by Items and Accounts Classification  
For the year ended March 31, 2016

|                                                     | \$                 |
|-----------------------------------------------------|--------------------|
| <b>OPERATING EXPENSE</b>                            |                    |
| Ontario Clean Energy Benefit (Item 1)               |                    |
| Transfer payments                                   |                    |
| <i>Ontario Clean Energy Benefit Act, 2010</i> ..... | 860,000,000        |
|                                                     | -----              |
|                                                     | 860,000,000        |
|                                                     | -----              |
| Northern Ontario Energy Credit (Item 2)             |                    |
| Transfer payments                                   |                    |
| Northern Ontario Energy Credit .....                | 26,000,000         |
|                                                     | -----              |
|                                                     | 26,000,000         |
|                                                     | -----              |
| <b>TOTAL OPERATING EXPENSE</b>                      |                    |
| <b>FOR ELECTRICITY PRICE</b>                        |                    |
| <b>MITIGATION PROGRAM</b> .....                     | <b>886,000,000</b> |
|                                                     | =====              |

**MINISTRY OF ENERGY**  
**STATEMENT OF EXPENSES AND ASSETS BY VOTE AND ITEMS**  
**For the year ended March 31, 2016**

| VOTE<br>and<br>Items     | Appropriations |                    |                | Actual                                                |
|--------------------------|----------------|--------------------|----------------|-------------------------------------------------------|
|                          | Estimates      | Board<br>Approvals | Total          |                                                       |
|                          | \$             | \$                 | \$             | \$                                                    |
| <br>                     |                |                    |                |                                                       |
| <b>2906</b>              |                |                    |                |                                                       |
| <b>OPERATING EXPENSE</b> |                |                    |                |                                                       |
| <br>                     |                |                    |                |                                                       |
| 1                        | 2,663,000,000  | (4,500,000)        | *2,658,500,000 |                                                       |
|                          |                |                    |                | Strategic Asset Management<br>and Transformation..... |
|                          |                |                    |                | 44,170,257                                            |
|                          |                |                    |                |                                                       |
|                          |                |                    |                | <b>TOTAL OPERATING EXPENSE FOR</b>                    |
|                          |                |                    |                | <b>STRATEGIC ASSET MANAGEMENT</b>                     |
|                          |                |                    |                | <b>AND TRANSFORMATION .....</b>                       |
|                          | 2,663,000,000  | (4,500,000)        | 2,658,500,000  | 44,170,257                                            |
|                          | =====          | =====              | =====          | =====                                                 |
| <br>                     |                |                    |                |                                                       |
| <b>OPERATING ASSETS</b>  |                |                    |                |                                                       |
| <br>                     |                |                    |                |                                                       |
|                          |                |                    |                | Strategic Asset Management<br>and Transformation..... |
|                          |                |                    |                | *2,600,100,100                                        |
|                          |                |                    |                |                                                       |
|                          |                |                    |                | <b>TOTAL OPERATING ASSETS FOR</b>                     |
|                          |                |                    |                | <b>STRATEGIC ASSET MANAGEMENT</b>                     |
|                          |                |                    |                | <b>AND TRANSFORMATION .....</b>                       |
|                          |                |                    |                | 2,600,100,100                                         |
|                          | =====          | =====              | =====          | =====                                                 |

**Program Description**

This program is responsible for facilitating the ministry and government objectives regarding its assets management and transformation strategy by providing support to the Ministry and enabling agencies to support the Ministry's objectives including maximizing asset values.

\*In accordance with subsection 11.5(2) of the Financial Administration Act, on October 30, 2015 and on the recommendation of the President of the Treasury Board, Treasury Board authorized the Minister of Energy to make a \$2.6B investment in Hydro One shares under Item 1.

## MINISTRY OF ENERGY

## STRATEGIC ASSET MANAGEMENT – VOTE 2906

Details of Expenses and Assets by Items and Accounts Classification  
For the year ended March 31, 2016

|                                                                                     | \$                   | \$ |
|-------------------------------------------------------------------------------------|----------------------|----|
| <b>OPERATING EXPENSE</b>                                                            |                      |    |
| Strategic Asset Management and Transformation (Item 1)                              |                      |    |
| Services .....                                                                      | 44,170,257           |    |
|                                                                                     | -----                |    |
|                                                                                     | 44,170,257           |    |
|                                                                                     | -----                |    |
| <b>TOTAL OPERATING EXPENSE<br/>FOR STRATEGIC ASSET<br/>MANAGEMENT PROGRAM .....</b> | <b>44,170,257</b>    |    |
|                                                                                     | =====                |    |
| <b>OPERATING ASSETS</b>                                                             |                      |    |
| Strategic Asset Management and Transformation                                       |                      |    |
| Investment in<br>Hydro One.....                                                     | 2,600,100,100        |    |
|                                                                                     | -----                |    |
|                                                                                     | 2,600,100,100        |    |
|                                                                                     | -----                |    |
| <b>TOTAL OPERATING ASSETS<br/>FOR STRATEGIC ASSET<br/>MANAGEMENT PROGRAM .....</b>  | <b>2,600,100,100</b> |    |
|                                                                                     | =====                |    |

**MINISTRY OF ENERGY**  
**STATEMENT OF REVENUE**  
**For the year ended March 31, 2016**

|                                       | 2016<br>\$         | 2015<br>\$     |
|---------------------------------------|--------------------|----------------|
| FEES, LICENCES AND PERMITS            |                    |                |
| FOI Fees .....                        | 2,939              | 2,347          |
|                                       | -----              | -----          |
| SALES AND RENTALS                     |                    |                |
| Sale of Investments.....              | 826,124,479        | 0              |
|                                       | -----              | -----          |
| RECOVERY OF PRIOR YEARS' EXPENDITURES |                    |                |
| Transfer Payments.....                | 2,564,710          | 95,849         |
| Services and Rentals .....            | 28,470             | 153,235        |
|                                       | -----              | -----          |
|                                       | 2,593,180          | 249,084        |
|                                       | -----              | -----          |
| MISCELLANEOUS                         |                    |                |
| Interest .....                        | 26,689             | 59,726         |
| Other .....                           | 4,335,026          | 114,794        |
|                                       | -----              | -----          |
|                                       | 4,361,715          | 174,520        |
|                                       | -----              | -----          |
| <b>TOTAL MINISTRY REVENUE.....</b>    | <b>833,082,313</b> | <b>425,951</b> |
|                                       | =====              | =====          |

