Accounting risks/estimates re: 2016-17

As at: March 17, 2017

Ministry	Issue	Amount	Amount included in Q3	Timing of resolution
MNDM	Contaminated site -ESAI	$54.1	$47.6	April 4 TB/MBC Submission. Was re-profiled from ESAI to 3 sites during restructuring as a result of bankruptcy protection field by ESAI
MNDM	Bankruptcy Protection- Essar Steel Alogma Inc. (ESAI) –	$47.6	NO	Still in discussions with Ministry by CPD. – (restructuring as party of bankruptcy protection- need capital injection)
MOF/MCYS	Ontario Child Benefit	($70)	NO	Reduction in accrued liability. Timing TBD. Based on 1.5% and not the original 3.5%
MNR	Forest Service Road	$10M	NO	Offset. Tracking for March 22.
EDG (Economic Development and Growth)	Honda/Ford	$643.6M	NO	Program expense (Jobs and Prosperity Fund) – Cabinet tracking Mar 1, 2017, expected to going to chair (Mar 21, 2017) Offset to be confirmed- TBD
MTCS	Pam Am Village	TBD	NO	Accounting policy group is working with MTCS to land on solution
Energy	IFRS-US GAAP Difference	Have not received updated forecast yet	$75M	March 31, 2017 (trying to get update earlier)
Energy	Brampton Hydro Gain	$180M estimate	Included as part of the Asset modernization initiatives	Numbers are in draft. There is uncertainty in PILs, but purchase price is almost firm --$607M. There may be difference in cash (PIL) vs. notes receivables (rest of the purchase price). Purchaser has 60 days to from closing to complete due-diligence. (low risk)
EDU	Remedy Accrual	TBD	NO	$500M accrual in 2015-16
Energy	Affordability Fund – H1	$200M	NO	

Commented [PB(1]: Nelson – how did you come up with this amount – March 1, 2017 cabinet note shows $323.3M

Commented [OPCD2]: What's the issue?

Nelson,

I don't think this amount would be material and part of PRRT issue (roughly $10M). Ministry asking accounting question on how to recognize recovery from PanAM game. (Bharat Patel).