

Draft H1 note disclosure (US GAAP vs. IFRS)

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Date: Wed, 07 Sep 2016 17:06:51 -0400
Attachments: IFRS disclosure.docx (24.14 kB)

Cindy,
As requested, draft wording and amounts for consideration. Nadine

Alternative 1

Amounts reported in the standalone financial statements of Hydro One Limited and Ontario Power Generation Inc. are prepared in accordance with US Accounting Standards established by the Financial Accounting Standards Board. As government business enterprises, under the Introduction to the Public Sector Accounting Standards, Hydro One Limited and Ontario Power Generation Inc. are directed to prepare their financial statements in accordance with accounting standards used by publicly accountable enterprises. The Introduction references International Financial Reporting Standards. If the results for Hydro One Limited and Ontario Power Generation Inc. were reported on an IFRS basis in the Province's financial reports, Financial Assets would be \$ 506 million lower, Income from Investment in Government Business Enterprises would be \$34 million lower, and Opening Accumulated Deficit would be \$472 million higher.

Proposed entry if we have to book

Dr. Opening Accumulated Deficit	\$472M	
Dr. Income from investment in GBES	\$34M	
Cr. Investment in GBES		\$506M

Alternative 2

Amounts reported in the standalone financial statements of Hydro One Limited and Ontario Power Generation Inc. are prepared in accordance with US Accounting Standards established by the Financial Accounting Standards Board. As government business enterprises, under the Introduction to the Public Sector Accounting Standards, Hydro One Limited and Ontario Power Generation Inc. are directed to prepare their financial statements in accordance with accounting standards used by publicly accountable enterprises. The Introduction references International Financial Reporting Standards. If the results for Hydro One Limited and Ontario Power Generation Inc. were reported on an IFRS basis in the Province's financial reports, Financial Assets would be \$ 1,157 million lower, Income from Investment in Government Business Enterprises would be \$307 million lower, and Opening Accumulated Deficit would be \$850 million higher.

Proposed entry if we have to book

Dr. Opening Accumulated Deficit	\$850M	
Dr. Income from investment in GBES	\$307M	
Cr. Investment in GBES		\$1,157M