Re: Draft H1 note disclosure (US GAAP vs. IFRS)

From: "Petsche, Nadine (TBS)" <nadine.petsche@ontario.ca>
To: "Veinot, Cindy (TBS)" <cindy.veinot@ontario.ca>, "Fong, Pauline (TBS)" <pauline.fong@ontario.ca>
Cc: "Patel, Bharat (TBS)" <bharat.patel3@ontario.ca>
Date: Wed, 07 Sep 2016 19:45:44 -0400

In terms of understanding the difference, ok. N

From: Veinot, Cindy (TBS)
Sent: Wednesday, September 7, 2016 7:25 PM
To: Petsche, Nadine (TBS); Fong, Pauline (TBS)
Cc: Patel, Bharat (TBS)
Subject: RE: Draft H1 note disclosure (US GAAP vs. IFRS)

Nadine – perhaps a question you can put to Martin at Deloitte as well?

Thanks,

From: Petsche, Nadine (TBS)
Sent: September-07-16 7:19 PM
To: Fong, Pauline (TBS)
Cc: Patel, Bharat (TBS); Veinot, Cindy (TBS)
Subject: RE: Draft H1 note disclosure (US GAAP vs. IFRS)

Pauline,
Wondering if you can help on this item? N

From: Veinot, Cindy (TBS)
Sent: September 7, 2016 7:18 PM
To: Petsche, Nadine (TBS)
Cc: Patel, Bharat (TBS)
Subject: RE: Draft H1 note disclosure (US GAAP vs. IFRS)

Thanks

Re: the Pension Asset Ceiling – who do we need to connect with re: understanding the difference between OTTP's accounting valuation and their funding valuation?

From: Petsche, Nadine (TBS)
Sent: September-07-16 7:09 PM
To: Veinot, Cindy (TBS)
Cc: Patel, Bharat (TBS)
Subject: RE: Draft H1 note disclosure (US GAAP vs. IFRS)

Thanks Cindy. The revised wording looks good. I'll share with OPG and H1 tomorrow. N

From: Petsche, Nadine (TBS)

Sent: September-07-16 5:07 PM
To: Veinot, Cindy (TBS)
Cc: Patel, Bharat (TBS); Provis, Ian (TBS)
Subject: Draft H1 note disclosure (US GAAP vs. IFRS)
Importance: High

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, which based on the CPA Canada Handbook is 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, which based on the CPA Canada Handbook is 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