

HYDRO ONE NETWORKS INC.  
DISTRIBUTION  
Capital Taxes  
Forecast Years (2010 and 2011)  
Year Ending December 31  
(\$ Millions)

Line No.	Particulars	2010 (a)	2011 (b)
	<u>Capital Taxes</u>		
1	Rate Base (year end):		
2	Gross Plant at Cost	\$ 7,491.6	\$ 8,008.2
3	Less Accumulated Depreciation	<u>(2,805.6)</u>	<u>(3,030.0)</u>
4	Net Plant in Service	4,686.0	4,978.2
5	Plus Construction Work in Progress	0.0	0.0
6	Net Utility Plant	\$ 4,686.0	\$ 4,978.2
7	Cash Working Capital	300.7	305.4
8	Materials and Supplies	10.4	10.6
9	Total Working Capital	\$ 311.1	\$ 316.0
10	Taxable Capital	\$ 4,997.2	\$ 5,294.1
11	Less Provincial Exemption	(5.3)	(5.0)
12	Net Taxable Capital	\$ <u>4,991.9</u>	\$ <u>5,289.1</u>
13	Capital Tax Rate	0.075 %	0.000 %
14	Total Capital Taxes	\$ <u>3.7</u>	\$ <u>0.0</u>