

MANITOBA HYDRO

2012/13 & 2013/14 ELECTRIC GENERAL RATE APPLICATION

UNDERTAKING PROVIDED BY: D. RAINKIE

Manitoba Hydro Undertaking #8

Revise WPLP Projected Operating Statement (IFF11-2) filed in PUB/MH I-134 to be consistent with IFF12.

Response:

Please see the following Wuskwatim Power Limited Partnership Operating Statements based on IFF12.

WUSKWATIM POWER LIMITED PARTNERSHIP (IFF12)
PROJECTED OPERATING STATEMENT
 (In Millions of Dollars)

For the year ended March 31

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
REVENUES										
Revenue	26	43	52	72	81	87	99	108	103	112
	26	43	52	72	81	87	99	108	103	112
EXPENSES										
Operating and Administrative	6	11	11	11	12	12	12	12	12	13
Finance Expense	44	73	75	77	77	75	74	73	72	71
Depreciation and Amortization	17	28	26	26	26	26	26	26	26	26
Water Rentals and Assessments	3	6	5	5	5	5	5	5	5	5
	69	118	117	120	120	119	118	116	116	115
Net Income	(43)	(74)	(65)	(47)	(38)	(31)	(19)	(9)	(12)	(3)
Financial Ratios										
Debt	78%	83%	85%	85%	85%	85%	85%	85%	85%	85%

WUSKWATIM POWER LIMITED PARTNERSHIP (IFF12)
PROJECTED OPERATING STATEMENT
 (In Millions of Dollars)

For the year ended March 31

	2023	2024	2025	2026	2027	2028	2029	2030	2031	2032
REVENUES										
Revenue	116	124	130	120	122	128	133	139	144	150
	116	124	130	120	122	128	133	139	144	150
EXPENSES										
Operating and Administrative	13	13	13	14	14	14	14	12	11	12
Finance Expense	69	64	62	61	58	57	56	54	53	52
Depreciation and Amortization	26	26	26	26	26	26	26	26	26	26
Water Rentals and Assessments	5	5	5	5	5	5	5	5	5	5
	114	108	107	106	104	103	102	98	96	95
Net Income	2	16	24	14	19	26	32	41	48	54
Financial Ratios										
Debt	75%	75%	75%	75%	75%	75%	75%	75%	75%	75%

WUSKWATIM POWER LIMITED PARTNERSHIP (IFF12)
PROJECTED BALANCE SHEET
 (In Millions of Dollars)

For the year ended March 31

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
ASSETS										
Plant in Service	1,376	1,376	1,406	1,406	1,406	1,406	1,406	1,406	1,406	1,406
Accumulated Depreciation	(13)	(34)	(54)	(74)	(94)	(114)	(134)	(154)	(174)	(195)
Net Plant in Service	1,363	1,342	1,352	1,332	1,312	1,292	1,272	1,252	1,231	1,211
Construction in Progress	2	14	(0)	(0)	(0)	(0)	(0)	(0)	(0)	(0)
Current and Other Assets	306	309	315	321	328	335	343	351	359	368
	1,671	1,665	1,667	1,653	1,640	1,627	1,614	1,602	1,590	1,579
LIABILITIES AND EQUITY										
Long-Term Debt	1,309	1,340	1,338	1,337	1,336	1,334	1,332	1,331	1,329	1,327
Current and Other Liabilities	61	99	121	113	106	99	94	89	82	75
Partners Capital	301	227	208	203	198	194	188	183	180	177
	1,671	1,665	1,667	1,653	1,640	1,627	1,614	1,602	1,590	1,579

WUSKWATIM POWER LIMITED PARTNERSHIP (IFF12)
PROJECTED BALANCE SHEET
 (In Millions of Dollars)

For the year ended March 31

	2023	2024	2025	2026	2027	2028	2029	2030	2031	2032
ASSETS										
Plant in Service	1,409	1,409	1,409	1,409	1,409	1,409	1,409	1,409	1,409	1,409
Accumulated Depreciation	(215)	(235)	(255)	(275)	(296)	(316)	(336)	(356)	(376)	(396)
Net Plant in Service	1,195	1,174	1,154	1,134	1,114	1,094	1,073	1,053	1,033	1,013
Construction in Progress	(0)	(0)	(0)	(0)	(0)	(0)	(0)	(0)	(0)	(0)
Current and Other Assets	377	387	397	408	420	432	445	458	473	488
	1,572	1,562	1,552	1,542	1,533	1,525	1,518	1,511	1,506	1,501
LIABILITIES AND EQUITY										
Long-Term Debt	1,325	1,323	1,320	1,318	1,315	1,313	1,310	1,307	1,304	1,300
Current and Other Liabilities	(75)	(22)	(39)	(38)	(38)	(35)	(32)	(27)	(23)	(17)
Partners Capital	322	261	270	262	255	248	240	232	224	217
	1,572	1,562	1,552	1,542	1,533	1,525	1,518	1,511	1,506	1,501

WUSKWATIM POWER LIMITED PARTNERSHIP (IFF12)
PROJECTED CASH FLOW STATEMENT
 (In Millions of Dollars)

For the year ended March 31

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
OPERATING ACTIVITIES										
Cash Receipts from Customers	26	43	52	72	81	87	99	108	103	112
Cash Paid to Suppliers and Employees	(9)	(16)	(16)	(16)	(17)	(17)	(17)	(17)	(17)	(18)
Interest Paid	(57)	(73)	(76)	(78)	(78)	(77)	(77)	(76)	(75)	(75)
Interest Received	-	-	0	1	1	2	2	3	4	4
	<u>(40)</u>	<u>(46)</u>	<u>(40)</u>	<u>(21)</u>	<u>(12)</u>	<u>(5)</u>	<u>7</u>	<u>18</u>	<u>14</u>	<u>23</u>
FINANCING ACTIVITIES										
Proceeds from Long-Term Debt	200	32	-	-	-	-	-	-	-	-
Other	29	(1)	(1)	(1)	(1)	(2)	(2)	(2)	(2)	(2)
	<u>229</u>	<u>31</u>	<u>(1)</u>	<u>(1)</u>	<u>(1)</u>	<u>(2)</u>	<u>(2)</u>	<u>(2)</u>	<u>(2)</u>	<u>(2)</u>
INVESTING ACTIVITIES										
Property, Plant and Equipment, net of contributions	(98)	(12)	(15)	(0)	-	-	-	-	-	-
Sinking Fund Payment	-	(10)	(12)	(13)	(13)	(13)	(14)	(14)	(15)	(15)
Other	-	-	-	46	43	33	27	13	3	9
	<u>(98)</u>	<u>(22)</u>	<u>(27)</u>	<u>33</u>	<u>30</u>	<u>20</u>	<u>13</u>	<u>(1)</u>	<u>(11)</u>	<u>(6)</u>
Net Increase (Decrease) in Cash	91	(38)	(68)	11	17	13	19	15	1	16
Cash at Beginning of Year	<u>(135)</u>	<u>(44)</u>	<u>(82)</u>	<u>(150)</u>	<u>(139)</u>	<u>(122)</u>	<u>(109)</u>	<u>(91)</u>	<u>(76)</u>	<u>(75)</u>
Cash at End of Year	<u>(44)</u>	<u>(82)</u>	<u>(150)</u>	<u>(139)</u>	<u>(122)</u>	<u>(109)</u>	<u>(91)</u>	<u>(76)</u>	<u>(75)</u>	<u>(59)</u>

WUSKWATIM POWER LIMITED PARTNERSHIP (IFF12)
PROJECTED CASH FLOW STATEMENT
 (In Millions of Dollars)

For the year ended March 31

	2023	2024	2025	2026	2027	2028	2029	2030	2031	2032
OPERATING ACTIVITIES										
Cash Receipts from Customers	116	124	130	120	122	128	133	139	144	150
Cash Paid to Suppliers and Employees	(18)	(18)	(18)	(19)	(19)	(19)	(19)	(17)	(17)	(17)
Interest Paid	(74)	(69)	(68)	(68)	(68)	(68)	(67)	(67)	(67)	(67)
Interest Received	5	5	6	7	10	10	11	12	13	15
	28	42	50	40	45	52	58	68	75	81
FINANCING ACTIVITIES										
Proceeds from Long-Term Debt	-	-	-	-	-	-	-	-	-	-
Other	(2)	(2)	(2)	(2)	(3)	(3)	(3)	(3)	(3)	(3)
	(2)	(2)	(2)	(2)	(3)	(3)	(3)	(3)	(3)	(3)
INVESTING ACTIVITIES										
Property, Plant and Equipment, net of contributions	(3)	-	-	-	-	-	-	-	-	-
Sinking Fund Payment	(16)	(16)	(16)	(17)	(18)	(18)	(19)	(20)	(21)	(22)
Other	-	143	(77)	(14)	(22)	(26)	(33)	(39)	(50)	(56)
	(19)	127	(93)	(31)	(40)	(44)	(53)	(59)	(70)	(77)
Net Increase (Decrease) in Cash	7	167	(45)	7	3	5	3	6	1	0
Cash at Beginning of Year	(59)	(52)	115	70	77	80	85	88	93	94
Cash at End of Year	(52)	115	70	77	80	85	88	93	94	95