

November 30, 2021

Bill Weber
Mayor
Municipality of Lambton Shores
7883 Amtelecom Parkway,
Forest, ON N0N 1J0

LAMBTON SHORES
Forest Office

DEC 02 2021

RECEIVED

Dear Mayor Weber:

RE: LAS Natural Gas Program – 2019-20 Period Reserve Fund Rebate and Updated Agreement

LAS is pleased to announce a rebate to all LAS Natural Gas Program members. The amount being rebated back to your municipality is **\$1,654.66**.

This amount represents your municipality's share of the \$750 thousand reserve fund surplus being returned to members enrolled in the LAS Natural Gas Program during the 2019-2020 program year (November 1, 2019 - October 31, 2020). The rebate is based on actual consumption data and is being shared proportionately amongst all program members.

Commencing this year, on an annual basis, LAS program participants will receive a reconciliation of accounts along with the rebate payment. This reconciliation is intended for the recording and reporting of HST in relation to the supply and consumption of Natural Gas for the contract year. The supporting instructions and explanation are attached as **Appendix A** to this communication. *Please note, the reconciliation of accounts will be emailed to the program contact separately from LAS.*

We look forward to your continued involvement in this valuable program. Should you have any questions please contact Eleonore Schneider, LAS Program Manager at ext. 320 or at eschneider@amo.on.ca.

Sincerely,



Judy Dezell
Director

CC: Stephen McAuley, Chief Administrative Officer

Appendix A: Reconciliation of Accounts

For a particular contract year, a Municipality could either have claimed it paid too little or claimed it paid too much tax. Therefore, the municipality may have under claimed or over claimed their rebate/ITC.

The Municipality would be responsible for making the adjustment on its GST/HST rebate application or return.

The Municipality:

- Would claim an additional rebate/credit; or
- Would report an over claimed rebate/credit and have a liability.

The following sample outlines the details that support the refund including consumption, refund, GST, HST and Net Refund amounts.

GROUP ID	OLD FACILITY ID	UTILITY ACCOUNT NAME	UTILITY SERVICE ADDRESS	ACCOUNT NUMBER	ACCOUNT CONSUMPTION	REFUND	GST	HST	NET REFUND
M18	3018	MUNICIPALITY	Municipal Address	XXXXXXXXXX	780,498	\$ 2,088.23	\$ (39.39)	\$ 122.97	\$ 2,171.81
M18	3018	MUNICIPALITY	Municipal Address	XXXXXXXXXX	3,211	\$ 8.59	\$ (38.59)	\$ 120.30	\$ 90.30
M18	3018	MUNICIPALITY	Municipal Address	XXXXXXXXXX	4,408	\$ 11.79	\$ (33.32)	\$ 103.89	\$ 82.36
M18	3018	MUNICIPALITY	Municipal Address	XXXXXXXXXX	3,970	\$ 10.61	\$ (0.98)	\$ 3.00	\$ 12.63
				Total	5,632,556	\$15,069.94	\$ (16,474.17)	\$ 51,404.23	\$50,000.00

Recommended accounting entries as follow for the above example:

Cash	\$ 50,000.00 (debit)
HST Payable	\$ 51,404.23 (credit)
GST Payable	\$ 16,474.17 (debit)
Rebate Revenue	\$ 15,069.94 (credit)