

Information for Large Volume EGD Rate Zone Customers December 18, 2020

Enbridge Gas Receives Ontario Energy Board Approval for Rate Changes Effective Jan. 1, 2021

Enbridge Gas recently received approval from the Ontario Energy Board (OEB) for rate changes effective Jan. 1, 2021 (EB-2020-0264). These changes were proposed to the OEB earlier this month as part of the Quarterly Rate Adjustment Mechanism (QRAM) and approved as filed.

QRAM is the mechanism Enbridge Gas uses to review and adjust our rates for changes in natural gas prices. This is done every three months to reflect ongoing changes in the market price of natural gas and to adjust for the difference between the forecasted price of natural gas and actual price from prior periods.

In addition to updating rates in the EGD and Union rate zones in accordance with Enbridge Gas' Board-approved QRAM methodologies, Jan. 1, 2021 rates will reflect the OEB's Nov. 6, 2020 decision in <u>EB-2020-0095</u> approving Phase 1 of Enbridge Gas' 2021 annual rate application. Distribution rates change annually based on the incentive rate-setting mechanism (IRM) related elements. Phase 1 rate changes include the annual rate escalation, pass through-costs, capital pass-through adjustments and Parkway Delivery Obligation rate adjustments. More information on the 2021 annual rate application can be found in our <u>July 30, 2020 communication</u>.

January 2021 QRAM and 2021 Distribution Rates

Utility Sales

	Current Gas Supply Commodity Charge (cents/m³)	Approved Gas Supply Commodity Charge (cents/m³)	Change (cents/m³)
Rate 100	10.5400	11.4428	0.9029
Rate 110	10.4825	11.3844	0.9019
Rate 115	10.4825	11.3844	0.9019
Rate 135	10.4897	11.3917	0.9020



Rate 145	10.4862	11.3881	0.9019
Rate 170	10.4825	11.3844	0.9019
	Current Cost Adjustment - Gas Supply Component (cents/m³)	Approved Cost Adjustment - Gas Supply Component (cents/m³)	Change (cents/m³)
Rate 100	(0.7110)	(1.0560)	(0.3450)
Rate 110	(0.3793)	(0.3786)	0.0007
Rate 115	(0.3344)	(0.2868)	0.0476
Rate 135	(0.3344)	(0.2868)	0.0476
Rate 145	(0.6350)	(0.9007)	(0.2657)
Rate 170	(0.5975)	(0.8241)	(0.2266)

Transportation Charges

	Current Transportation Charge (cents/m³)	Approved Transportation Charge (cents/m³)	Change (cents/m³)
Transportation to Enbridge	4.0953	4.1187	0.0234
Transportation from Dawn	0.8174	0.9703	0.1529

Delivery Rates

The following changes to bundled delivery rates reflect quarterly updates to gas costs in delivery rates (unaccounted for gas) and changes for 2021 distribution rates. This can be found on the "Delivery" line of the invoice.



	Approved Delivery Rate Change (cents/m³)
Rate 100	0.0012
Rate 110	(0.0006)
Rate 115	(0.0091)
Rate 135	0.2338
Rate 145	1.7585
Rate 170	(0.0018)

Load Balancing Charges

	Approved Load Balancing Rate Change (cents/m³)
Rate 100	(0.0720)
Rate 110	(0.0149)
Rate 115	(0.0045)
Rate 135	0.0000
Rate 145	(0.0316)
Rate 170	(0.0142)

Contract Demand Charges



	Approved Change (cents/month/m³)*
Rate 100	0.6267
Rate 110	0.3988
Rate 115	0.4240
Rate 145	0.1433
Rate 170	0.0712

^{*} Change due to EB-2020-0095 Rate Order effective Jan. 1, 2021.

Customer Charges

	Approved Change (\$/month)*
Rate 100	2.12
Rate 110	10.22
Rate 115	10.84
Rate 135	2.00
Rate 145	2.15



Rate 170 4.86

General Service Rate 6 will also be changing effective Jan. 1, 2021. Customers can find current information on these rates on our website or in the notice included with their January bill.

Update: 2017/2018 DSM Deferral Clearance Application

On July 17, 2020, Enbridge Gas applied to the Ontario Energy Board (OEB) to dispose of its 2017 and 2018 Demand Side Management (DSM) deferral and variance account balances (<u>EB-2020-0067</u>). The DSM program is our energy conservation program that is available to customers.

Once the OEB completes its review and provides their final decision on this application, clearance of these balances is expected to result in a one-time adjustment being applied to bills for all customers who received in-franchise contract rate delivery services in 2018.

In an effort to minimize the impact on customers, Enbridge Gas proposes to uniformly dispose of the balances over a three-month period effective April 1, 2021 (as a one-time adjustment disposed of in three equal installments from April to June). This will be dependent on the timing of the OEB's decision and we will provide further information when a decision is received from the Board.

If you have any questions about any of the material in this newsletter, please contact your account manager.

^{*} Change due to EB-2020-0095 Rate Order effective Jan. 1, 2021.