

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

September 27, 2021

Enbridge Gas recently received approval from the Ontario Energy Board (OEB) for rate changes effective Oct. 1, 2021 (<u>EB-2021-0219</u>). 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 Enbridge Gas Distribution (EGD) and Union rate zones in accordance with Enbridge Gas' Board-approved QRAM methodologies, the OEB has approved a rate adjustment to clear the 2019 Demand Side Management (DSM) deferral and variance account balances which reflect the difference between the amount customers paid for energy conservation programs from Jan. 1 to Dec. 31, 2019 and the actual costs incurred. This will appear as a one-time adjustment on customers' October bills. The OEB has also approved a rate adjustment to reflect the clearance of 2019 deferral and variance account balances. This one-time adjustment will also appear on customers' October bills. More information on these adjustments can be found in our Aug. 18, 2021 and July 22, 2021 newsletters.

October 2021 QRAM

Utility Sales

	Current Utility Sales (cents/m³)	New Approved Utility Sales (cents/m³)	Change (cents/m³)
Gas Commodity Rate	12.8286	16.8392	4.0106
Gas - Price Adjustment	0.3986	0.3088	(0.0898)

Delivery Rates

The following changes to delivery rates reflect quarterly updates to gas costs (compressor fuel, unaccounted for gas, and carrying costs of gas in inventory). This can be found on the "Delivery" line of the invoice.

	Approved Delivery Rate Change (cents/m³)
Rate M4	0.0706
Rate M5A	0.0617
Rate M7	0.0666

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	Approved Delivery Rate Change (cents/m³)	
Rate M9	0.0564	

Rate T1, T2, and T3 Customers

Rate T1, T2, and T3 storage and transportation rates reflect changes in costs for compressor fuel and unaccounted for gas due to changes in the cost of gas. In addition, where Enbridge Gas provides storage deliverability inventory, there is a change to the carrying cost of gas in inventory due to the changes in the cost of gas. These changes will only impact customers who elect the Union supplied fuel option.

Rate M1 and Rate M2 Customers

Rate M1 and Rate M2 will also be changing effective Oct. 1, 2021. Customers can find current information on these rates on our website or in the notice included with their October bill.

Balancing Transaction Fees

Balancing transaction fees will be updated effective Oct. 1, 2021. For current rates, please see the Balancing Transaction Fee Schedule.

For more information, find the full application (<u>EB-2021-0219</u>) posted on our website.

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