

ENBRIDGE GAS DISTRIBUTION INC. RESPONSE TO
APPPrO INTERROGATORY #13

INTERROGATORY

RELATED ISSUES

A.2 Do the proposed facilities meet the Board's economic tests as outlined in the Filing Guidelines on the Economic Tests for Transmission Pipeline Applications, dated February 21, 2013 and E.B.O. 188 as applicable?

Reference: EB-2012-0451 Exhibit E Tab 1 Schedule 1 Paragraph 12 Updated 2013-07-22

Preamble: Enbridge indicates the PI of the new project is 1.73, with an NPV of \$667.4 million. This is well above the PI threshold of 1.0, and an NPV >0 normally used by the Board to support the economic justification of capital projects.

- a) Using the assumption that the Board were to find that no GTA project costs were to be allocated to unbundled customers, please recalculate the PI and the NPV of the project.

RESPONSE

- a) The economic feasibility reflects incremental project revenues and costs in isolation of the gas distribution network. Additionally, no unbundled customers were included in the project's customer additions forecast. As such, there would be no impact to the PI or NPV.