

ENBRIDGE GAS DISTRIBUTION INC. RESPONSE TO
TCPL INTERROGATORY #27

INTERROGATORY

Issue A3

Reference(s) (i) Exhibit A, Tab 3, Schedule 1, paragraphs 9 and 10.

Preamble

EGD discusses its plans to hold a New Capacity Open Season to allocate capacity for the transportation element of Segment A and discusses the rate to be charged for this service.

Request

- (a) What is the minimum term requested in the open season?
- (b) Will successful bidders be obligated to renew their contracts beyond the initial term of the contract? If so, what are the terms and conditions and rate to be charged for this service?
- (c) Are there any obligations regarding the remaining NBV of the Segment A facilities at the end of the term of the contract if it is not renewed?
- (d) Please compare this commitment to pay for costs on Segment A with the commitment made by TransCanada in the MOU.

RESPONSE

- a) Please see the response to Environmental Defence Interrogatory #48 at Exhibit I.A3.EGD (Update).ED.48.
- b) No, shippers on the Albion Pipeline will not be obligated to renew their contracts beyond the initial term of the contract.

Witness: M. Giridhar

- c) No, at the end of the initial contract term there are no further obligations to shippers related to the NBV who have not renewed their capacity.

- d) In the MOU, TransCanada committed to pay for the residual net book value of its capacity share of the Segment A pipeline, in the event it did not renew its transportation contract. This arrangement mimicked joint ownership and was consistent with the granting of exclusive use of the transmission capacity to TransCanada during the initial contract term and the associated obligation created for TransCanada to provide transmission service from Parkway to shippers requesting service on a reasonable and non-discriminatory basis and in a manner that would be compliant with the transportation access procedures of the NEB.