

ENBRIDGE GAS DISTRIBUTION INC. AND UNION GAS LIMITED

Undertaking of Mr. Culbert
To Mr. Shepherd

REF: Tr.1, p.77

To provide the final figures for 2018 rate base in the EB-2012-0459 case.

Included as Attachment 1 to this undertaking is Exhibit B1, Tab 1, Schedule 2 from EGD's 2018 Rate Adjustment proceeding, EB-2017-0086. The exhibit shows EGD's 2018 updated forecast 2018 rate base of \$6,246.1 million, approved for establishing 2018 rates as part of that proceeding, as compared to the approved 2018 placeholder rate base of \$6,152.6 million, from EGD's 2014 – 2018 Custom Incentive Regulation application EB-2012-0459.

Within the EB-2017-0086 updated forecast rate base value, the 2018 forecast cost or redetermined value of property, plant, and equipment was updated to reflect an allocation of base pressure gas to Unregulated Storage operations, as was determined in the EB-2015-0114 Settlement Agreement. The 2018 forecast gas in storage value was updated to reflect changes resulting from the 2018 volumes re-forecast and re-determined 2018 gas supply plan. The updated gas in storage value also reflected July 1, 2017 QRAM prices, whereas the 2018 placeholder gas in storage value reflected April 1, 2013 QRAM prices. Finally, the 2018 forecast working cash allowance was also updated to reflect impacts resulting from the 2018 volumes re-forecast, re-determined 2018 gas supply plan, gas purchase and storage and transportation costs valued at July 1, 2017 QRAM prices versus April 1, 2013 QRAM prices, and 2018 operation and maintenance cost updates.