

ENBRIDGE GAS DISTRIBUTION INC. AND UNION GAS LIMITED

Undertaking of Mr. Culbert
To Mr. Ladanyi

REF: Tr.1, p.192

To reconcile the O&M FTE numbers.

The difference between the \$15 million of O&M productivity savings provided in the response to CCC Interrogatory#6 found at Exhibit C.CCC.6 Attachment 3, page 7 of 11 (“Productivity Report”), and the \$9 to \$10 million savings found in the response to CCC Interrogatory #7 found at Exhibit C.CCC.7, page 2 is the result of calculating the savings against two different comparators.

The \$15 million amount shown in the Productivity Report is total savings which were achieved in 2016 when compared to the 2016 Board approved budget which had \$8.7 million of embedded productivity in it.

The \$9 to \$10 million range of savings referenced in the response to CCC Interrogatory#7 found at Exhibit C.CCC.7 page 2, is the estimated impact of restructuring in 2016 that resulted in the departure of approximately 100 employees, relative to costs that would have been incurred without restructuring.