

ENBRIDGE GAS INC.
Answer to Interrogatory from
Board Staff (STAFF)

Reference: USP - Exhibit C1/Tab 1/ Schedule 1/ pgs. 7-8

Question:

Enbridge Gas Distribution owns and operates 37,600 km of pipelines for the transportation and distribution of gas. It also owns 91 billion cubic feet (bcf) of regulated storage and operates a total of 134 bcf of storage. Union Gas' natural gas assets include 70,000 km. of distribution, storage and transmission pipelines, 188.1 PJ of natural gas storage capacity and 760,000 horsepower of compression.

- a) What overall integrated optimization efficiencies does Enbridge Gas project through optimization of storage and transmission for its in-franchise customers as a result of integration of Union Gas and Enbridge Gas Distribution supply, storage and transportation contracts and storage and transmission assets? Please provide a breakdown by each category including compressor fuel savings.
- b) When does Enbridge Gas expect to operate the Enbridge Gas Distribution and Union Gas storage and transmission assets, and supply and transmission contracts on a fully integrated basis?
- c) What transmission and storage efficiencies does Enbridge Gas expect to achieve by shifting Enbridge Gas Distribution from a contract customer of Union Gas to an in-franchise integrated operation under Enbridge Gas?

Response

- a-b) Enbridge Gas has been operating as an amalgamated entity for only four months and is not in a position to provide any estimates of optimization or integration savings.
- c) Enbridge Gas does not expect to achieve efficiencies by shifting legacy EGD from a contract customer of legacy Union to in-franchise. As outlined in the MAADs proceeding, although the transportation and storage contracts ceased to exist at January 1, 2019 they have been replaced with term sheets which contain the same terms (i.e. space, deliverability, ratchets, etc.) as the previous contracts.