

ENBRIDGE GAS INC.
Answer to Interrogatory from
Energy Probe Research Foundation (EP)

Reference: Exhibit B1, Tab 1, Schedule 1, Page 30, Table 11 and Appendix E

Preamble: *“Enbridge Gas proposes to adjust the customer-related cost variance for the Union rate zones in proportion to the current approved revenue, assuming the monthly customer charge revenue is recovered in the first delivery block of the volumetric delivery charges.”*

Question:

- a) Please provide clarity on the pathway and endpoint for M1 and M2 customer charges over the 5-year period.
- b) Please explain how is it appropriate in the context of rate design principles, that by adjusting the first delivery rate block to include the monthly customer charge revenue, the bill impacts are more consistent for each customer within the rate class regardless of annual volumes consumed.
- c) Are there similar rate design/customer charge changes contemplated for EGDI Rate zones?

Response

- a) Enbridge Gas is not proposing any changes to the level of monthly customer charges for Rate M1 and Rate M2 in 2019.
- b) By adjusting the first delivery block to include the monthly charge revenue, such revenue is then recovered from all customers, as all customers consume volumes within the first delivery block. This proposal is similar / analogous to the recovery of the monthly customer charge, which is paid by all customers regardless of volumes consumed. The proposal also addresses the significant bill impacts for certain Rate M1 and Rate 01 customers, which is also a rate design consideration.

- c) There are no proposed changes to the EGD rate zone monthly customer charges for general service customers in 2019.