

ENBRIDGE GAS INC.
Answer to Interrogatory from
Federation of Rental-housing Providers of Ontario (FRPO)

Reference: Exhibit C1, Tab 3, Schedule 1, Page 161

Preamble: We would like to understand better the delineation between regulated and non-regulated investment in CNG stations.

Question:

How does Union Gas/EGI differentiate which stations are built inside or outside the regulated utility?

- a) Are the regulated stations receiving comparable Federal funding and the non-regulated stations?
 - i) If not, why not?

Response

Enbridge Gas does not directly provide CNG retail services. The CNG assets owned by Enbridge Gas are typically rented/provided to customers that use those facilities to refuel fleet vehicles they may use and operate or to provide CNG refueling service to others. The determination as to whether a CNG customer rents the refueling facility from the Company or chooses to own and operate these facilities themselves is determined by the customer.

- a) Federal government funding in respect of CNG vehicle refueling facilities is subject to an application process. Any party seeking to avail themselves of this funding is free to apply for it. In some cases the funding has been provided to the utility where it is applied to reduce the capital cost of the utility assets required to connect the CNG refueling facility to the Company's gas distribution system. In other cases the funding has been awarded to the CNG customer and applied to enhance the economics of their CNG refueling initiative.
 - i. The direction of the funding between the utility and the retail CNG fuel provider would vary from one situation to another based on the characteristics of each project and the objectives of the federal government agency providing the funds.