

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

Reference: Exhibit E1 / Tab 4 / Schedule 9/ page 3

Preamble: EGI's evidence states: *The 2018 to 2020 toll application was filed in December 2017 under hearing order RH-001-2018 and is currently under review by the NEB. In the meantime, the NEB has approved the tolls resulting from the RH-001-2014 Decision on an interim basis while the 2018 to 2020 toll application is under review. The 2019 Gas Costs budget is underpinned by the interim tolls which, compared to TCPL's previous finalized tolls, yield \$30-million in annual savings for EGD's transportation contracts that are in place for the 2019 calendar year.*

Question:

We would like to understand better the cost implications for Ontario resulting from the toll resetting process.

Please provide the applicable NEB reference and, ideally the link, for the TCPL 2018-2020 Rates proceeding.

- a) Please describe the methodology and the quantities used to determine the \$30 million in annual savings for EGD transportation contracts.
 - i) Please present the determination in a table.
- b) Using the same approach in a), please provide the comparable figure for Union Gas' TCPL transportation contracts.
- c) Did the former Enbridge Gas Distribution and Union Gas companies enter into an agreement to set tolls at the applied for levels?
 - i) If the applied for tolls were not tolls used to calculate the \$30 million in EGD transportation contract savings, please calculate the annual savings expected from the applied for tolls versus those in place in 2017 for:
 - (1) EGD transportation contracts
 - (2) Union Gas transportation contracts
 - (3) Please produce the above determination in a table that provides understanding of the calculation

- d) Did the NEB accept and implement the applied for tolls of that agreement or did they determine the agreement did not set tolls in the public interest?
- i) As a result of the NEB decision, please provide the annual savings expected from the approved tolls versus those in place in 2017 for:
- (1) EGD transportation contracts
 - (2) Union Gas transportation contracts
 - (3) Please produce the above determination in a table that provides understanding of the calculation.

Response

As per the Board's Procedural Order No. 3, the cost consequences of Gas Supply will be dealt with as part of a future proceeding.