

ENBRIDGE GAS INC.
Answer to Interrogatory from
London Property Management Association (LPMA)

Reference: Exhibit B1, Tab 1, Schedule 1, Table 4

Question:

- a) Please explain why Enbridge is requesting only one deferral account for the incremental capital module related to the Union Gas zones, rather than one deferral account for each of the Union Gas South zone and the Union Gas North zone.
- b) Please explain why separate accounts are needed for the EGD zone and the Union Gas zone if separate accounts are not needed for the Union Gas South and North zones.

Response

- a) Enbridge Gas has requested a single ICM deferral account for each of the EGD and Union rate zones in conjunction with the MAADs Decision, which specified that the ICM threshold and incremental capital amounts would be calculated individually for both legacy Union Gas and EGD.¹ As a result, separate ICM deferral accounts for each of the EGD and Union rate zones will be utilized to track the variance between actual ICM rate rider revenues billed in each of the EGD and Union rate zones, versus the actual revenue requirement of ICM projects approved for each of the EGD and Union rate zones. To the extent that costs for ICM projects approved for the Union rate zones are to be recovered differently (i.e. based on usage of the asset) between the Union South and Union North, it will be addressed through the development of ICM rate riders for each respective zone, and through the disposition of amounts captured in the ICM deferral account for the Union rate zones.
- b) Please see the response at part a) above.

¹ EB-2017-0306/EB-2017-0307 OEB Decision and Order, August 30, 2018, pages 32 to 34.