

ENERGY PROBE INTERROGATORY #1

INTERROGATORY

References: A1, Tab 2, Schedule 1; Exhibit C2, Tab 1, Schedule 3, Page 22

Preamble: 7. Enbridge's final rates for 2017 include its Cap and Trade Unit Rates, as required by the Board's July 28, 2016 "Early Determination Regarding Billing of Cap and Trade Related Costs and Customer Outreach" (the "Early Determination") in the EB-2015-0363 proceeding. Enbridge is not seeking approval of the Cap and Trade Unit Rates in this Rate Adjustment Application. Instead, the Cap and Trade Unit Rates- as well as necessary additional Variance or Deferral Accounts- will be presented for approval within Enbridge's 2017 Compliance Plan, which is to be filed by November 15, 2016. Enbridge requests that approval of the 2017 Cap and Trade Unit Rates be granted in sufficient time to allow for implementation in conjunction with the January 1, 2017 QRAM Application.

- a) Please provide a copy of the Board Direction to EGD regarding Customer GHG Commitments.
- b) What is the status regarding EGD's Customer GHG Charges/Billing implementation?
- c) Please provide an illustration of the charges for Rates 1 and 6 using EGD's "best guess". List relevant assumptions.
- d) What is/are EGD's expectation(s) regarding implementation/timing of customer GHG charges?
- e) Please provide a copy of EGD's GHG Compliance Plan in this proceeding as soon as available.
- f) Please provide EGD's opinion on whether GHG customer cost changes are a Z factor affecting both revenues and operating costs.

Witnesses: K. Culbert
A. Kacicnik

RESPONSE

- a) The direction to Enbridge regarding the Regulatory Framework for Natural Gas Utilities Cap and Trade Activities is found in the Board's Early Determination letter dated July 28, 2016 and in the Report of the Board dated September 26, 2016, both within the EB-2015-0363 docket on the Board's website. In the Report of the Board and associated cover letter, Enbridge was directed to file a Cap and Trade Compliance Application by November 15, 2016, including a request for interim and final Cap and Trade tariffs. This means that the review and approval of Cap and Trade tariffs will occur within a separate proceeding, distinct from this rate adjustment application.
- b-f) In the Appendix to the Board's September 26, 2016 Report on the Framework, the Board indicated all the items and information that must be filed in the Compliance Plan application. Enbridge's application will include all required items.

Witnesses: K. Culbert
A. Kacicnik