

BOARD STAFF INTERROGATORY #10

INTERROGATORY

Ref: D1/T2/S3/para8

Given that contracting for 2017 winter Peaking Supplies has now taken place, please provide an update to the Peaking Supplies, including the impact on gas costs for 2017.

RESPONSE

The Company has completed contracting for its 2017 winter Peaking Supply requirements. Consistent with prior years during this Custom IR term, the peaking contract pricing (i.e., demand charges and index commodity prices) will be incorporated into gas costs as part of the derivation of the January 1, 2017 QRAM Reference Price.

Any variance from the forecasted index prices, including exchange rates, and the actual cost for peaking service will be captured in the 2017 Purchased Gas Variance Account.

Witnesses: M. Kirk
D. Small