

REVENUE (DEFICIENCY) / SUFFICIENCY SUMMARY

1. This evidence, including Table 1 below, presents a summary of Enbridge Gas Distribution Inc.'s ("Enbridge") delivery related deficiency for the 2017 Board Approved (EB-2016-0215) results, the 2018 placeholder (EB-2012-0459) results, and the 2018 Updated Forecast results calculated within this proceeding
2. The evidence does not include the impact of the Ontario Government's implementation of the Climate Change Act and Cap and Trade Regulation. The impacts of the Cap and Trade program will be addressed in Enbridge's 2018 Compliance Plan, expected to be filed in September or October 2017.
3. The deficiency calculation is completed using the information set out in evidence within this proceeding. The revenue at existing rates is explained within the C-series of exhibits. The components of Allowed Revenue are explained within the D-series of exhibits (operating costs and income taxes), and within the B and E-series of exhibits (cost of capital, including updated rate base).
4. The deficiency amount calculated for the 2018 Updated Forecast represents the annual increase in rates that is required relative to existing July 1, 2017 Board Approved rates. Conversely, the deficiency calculated for the EB-2012-0459, 2018 placeholder was determined on a cumulative basis in comparison to April 1, 2013 Board Approved rates, and therefore is not reflective of the final rates which were approved by the Board for each of 2014, 2015, 2016, and 2017.

Witness: R. Small

5. A summary of the components of Enbridge's allowed revenues and corresponding revenue deficiency for the 2017 Board Approved results, the 2018 placeholder results, and the 2018 Updated Forecast results is shown in Table 1 on the following page.

6. Exhibit F1, Tabs 2 to 4 provide details of the 2018 Updated Forecast deficiency calculation, as well as utility income and utility rate base (both of which support the calculations made within Exhibit F1, Tab 2, Schedule 1 as well as certain of the E-series of exhibits).

TABLE 1
UTILITY REVENUE (DEFICIENCY) / SUFFICIENCY (INCLUDING CIS & CUSTOMER CARE)

Line No.		Col. 1	Col. 2	Col. 3
		EB-2016-0215 Board Approved 2017 (\$Millions)	EB-2012-0459 Placeholder 2018 (\$Millions)	Updated Forecast 2018 (\$Millions)
1.	Revenue at existing rates	(1) 2,758.9	2,703.3	2,896.2
2.	Allowed revenue:			
3.	Other operating revenue	(2) (42.8)	(42.8)	(42.8)
4.	Operating costs	(3) 2,410.5	2,433.1	2,580.2
5.	Cost of capital	(4) 374.0	438.1	384.1
6.	Income taxes	(5) 14.4	13.7	34.2
7.	Taxes on deficiency	(6) -	43.4	21.6
8.	Customer care smoothing adjustment	(7) 2.8	5.0	4.9
9.	Total allowed revenue	2,758.9	2,890.5	2,982.2
10.	Revenue deficiency	(8) -	(187.2)	(86.0)

Notes:

- (1) 2017 Board Approved revenue includes a \$33.6 million gross deficiency.
- (2) Provided at Exhibit C1, Tab 1, Schedule 1, Table 1, Lines 4 & 5.
- (3) Provided at Exhibit D1, Tab 1, Schedule 1, Table 1, Line 6.
- (4) 2018 amounts provided at Exhibit F1, Tab 2, Schedule 1, Page 1, Columns 3 & 8, Line 3.
- (5) 2018 amounts provided at Exhibit F1, Tab 2, Schedule 1, Page 1, Columns 3 & 8, Line 16.
- (6) 2018 amounts provided at Exhibit F1, Tab 2, Schedule 1, Page 1, Columns 3 & 8, Line 19.
- (7) 2018 amounts provided at Exhibit F1, Tab 2, Schedule 1, Page 1, Columns 3 & 8, Line 21.
- (8) 2018 amounts provided at Exhibit F1, Tab 2, Schedule 1, Page 1, Columns 3 & 8, Line 28.

Witness: R. Small