

FRPO INTERROGATORY #12

INTERROGATORY

REF: Exhibit D1, Tab 2, Schedule 3, page 10, paragraph 29.

Preamble: We would like to understand better the cost of storage that EGD is expecting to contract for. Paragraph 29 states: *“Storage contracts for capacity with third party providers are valued at market based pricing. The magnitude of the contracted capacity and the term of the contracts vary such that every year Enbridge will enter the marketplace via an RFP process seeking to replace the contracted capacity scheduled to expire March 31 of that year. For purposes of the 2018 gas cost forecast, the Company has assumed the amount and value of storage set to expire be extended. As mentioned in paragraph 23 the Company intends to acquire an additional 2 to 3 PJ’s of storage effective April 1, 2018. For gas cost purposes in 2018 the Company has assumed a value for this incremental storage equivalent to the current value of the storage contracts scheduled to expire March 31, 2018. Any variation between the assumed storage costs and the actual cost of storage acquired will be captured in the 2018 S&TDA.”*

Please provide the per GJ space cost for the existing contracts of expiring storage space differentiated by deliverability (ie., different cost for different levels of deliverability, if applicable)

- a) For any replacement storage that starts April 1, 2018 that has already been contracted for, please provide the per GJ space cost of the replacement contract(s) differentiated by deliverability (if applicable).
- b) For any new storage that has been contracted for starting April 1, 2018, please provide per GJ space cost of the new storage contract(s) differentiated by deliverability.
- c) From a published source, please provide the April-October and November-March strip prices C\$ /GJ at Dawn for the number of years that EGD is contracting for the replacement and/or new storage.

RESPONSE

Enbridge is not prepared to provide the requested cost and deliverability information about the expiring market based contracts, because it may impair Enbridge’s ability to achieve the best results through an RFP to replace this capacity.

Witness: D. Small

a), b), c)

As of November 6, 2017 EGD has not issued an RFP for storage services commencing April 1, 2018.

Witness: D. Small