

SEC INTERROGATORY #6

INTERROGATORY

[D1-2-11, p.6-7]

Please confirm that Enbridge opposed at the NEB, in whole or in part, TCPL's proposed Dawn LTFP service approval application. Please explain why, and now that it has been approved, what the impact of the new is Enbridge's gas commodity and transportation costs in the Test Year, and more generally?

RESPONSE

Confirmed, the Company did oppose TCPL's application for the Dawn LTFP service. The Company was concerned with respect to toll subsidization between existing FT Mainline shippers and the impact that the Dawn LTFP service would have on FT service tolls, especially post-2020. The Company also had concerns with the unique tolling methodology that was being proposed for the Dawn LTFP service abandonments costs.

The Company assumes the second part of this interrogatory is with respect to the impact of the Dawn LTFP service. The 2018 Gas Supply plan does not include purchases using the TCPL Dawn LTFP service and therefore it would not impact costs in 2018. However, if during the course the 2018 calendar year an opportunity arose for EGD to acquire a portion of its Dawn requirement through deliveries at Dawn by using the LTFP service then EGD will evaluate the cost impacts at that time. At that time, any variance between the forecasted Dawn price and the equivalent cost using LTFP would be captured in the 2018 PGVA. The Company declines to speculate on the longer term impact of the Dawn LTFP service may or may not have on the Company's commodity and transportation costs due to the uncertainty of the LTFP service cost and the integrated nature of North America's natural gas market.

Witness: D. Small