

TCPL INTERROGATORY #1

INTERROGATORY

IR Number: Interrogatory #1

Reference: 1) Exhibit D1, Tab 2, Schedule 9, Page 1 of 2  
2) Exhibit D1, Tab 2, Schedule 3, Page 7 of 15

Preamble: In Reference 1, EDGI provides the status of its transportation contracts for 2018.

In Reference 2, EDGI stated that:

“When the Vector Pipeline recently held an Open Season for capacity for the 2018 winter, the Company evaluated the economics of bidding into the available capacity. However, upon a review of a cost analysis of acquiring incremental Vector capacity versus Dawn purchases the least cost option was to not bid in for Vector capacity.”

Request: a) Please provide a copy of the cost analysis referred to in Reference 2. If that analysis has not been reduced to writing, please do so for this response.

RESPONSE

Based upon the pricing information available at the time that Vector issued their Open Season, acquiring supplies directly at Dawn would average \$0.07 / GJ lower than acquiring gas in Chicago and using the Vector Pipeline to transport that gas to Dawn.

Below is the cost analysis of the Vector Open Season.

Witness: D. Small

**Vector Open Season - Summary of Landed Cost Analysis (\$C/GJ)**

Pipeline	Path	Pricing Point	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Average
Dawn	Dawn Spot Purchases	Dawn	3.69	3.88	3.99	4.00	3.95	3.90
Vector	Chicago-to-Dawn	Chicago	3.65	3.91	4.19	4.19	3.92	3.97

**Average Commodity Prices (\$C/GJ)**

Pricing Point	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Average
Chicago	3.40	3.67	3.94	3.94	3.68	3.73
Dawn	3.69	3.88	3.99	4.00	3.95	3.90

**Average Foreign Exchange Rate**

C\$/US\$	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Average
C\$/US\$	1.269	1.268	1.268	1.268	1.267	1.268

**Average Demand Charge (C\$/GJ)**

Pipeline	Path	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Average
Vector	Chicago-to-Dawn	0.216	0.216	0.216	0.216	0.216	0.216

**Average Fuel Ratio**

Pipeline	Path	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Average
Vector	Chicago-to-Dawn	0.81%	0.81%	0.81%	0.81%	0.81%	0.81%

Witness: D. Small