

ENBRIDGE GAS INC.
Answer to Interrogatory from
Federation of Rental-housing Providers of Ontario (FRPO)

Reference: Exhibit B1 / Tab 1 / Schedule 1/ p. 32-33

Preamble: EGI's evidence states: *Enbridge Gas proposes to update the allocation of the PDO and PDCI demand-related costs based on the 2019 Dawn-Parkway design day demands and the allocation of the in-franchise compressor fuel costs based on 2019 forecast volumes.*

Question:

Is this precisely the same methodology including assumptions developed for and implemented in the 2014-2018 period?

- a) If not, please re-produce Tab F1, Tab 2, Rate Order, Working Papers, Schedule 11 using the original methodology and assumptions.
- b) If so, please describe what adjustments are taking place and provide the 2018 and 2019 figures for those respective categories of adjustments.

Response

The methodology used to calculate the proposed 2019 PDO and PDCI costs is the same methodology used to calculate the Board-approved PDO and PDCI costs during the 2014 to 2018 period.

A description of the 2019 PDO and PDCI costs changes is provided in Table 1.

Table 1
Summary of 2019 PDO and PDCI Changes

Line No.	Particulars (\$000's)	PDO and PDCI Costs		Change (c) = (b-a)
		2018	2019	
		Approved (1) (a)	Proposed (2) (b)	
1	PDO Demand Costs	9,726	10,880	1,154 (3)
2	PDO Fuel Costs	1,705	1,640	(64) (4)
3	PDCI Demand Costs	10,300	9,930	(370) (5)
4	PDCI Fuel Costs	2,364	2,272	(92) (6)
5	Total	<u>24,095</u>	<u>24,723</u>	<u>627</u>

Notes:

- (1) PDO Costs from EB-2017-0087, Rate Order, Working Papers, Schedule 20, p. 1 and updated PDCI costs from EB-2018-0253, Rate Order, Working Papers, Schedule 3, p. 1.
- (2) Exhibit F1, Tab 2, Rate Order, Working Papers, Schedule 11, p. 1.
- (3) 2019 PDO demand cost change related to the 70 TJ/d of Rate M12 turnback not offset by increased Rate T2 charges and a decrease in the proposed 2019 Rate M12 Dawn-Parkway demand charge.
- (4) 2019 PDO fuel cost change related to an update to the October 1, 2018 QRAM.
- (5) 2019 PDCI demand cost change related to a decrease in the proposed 2019 Rate M12 Dawn-Parkway demand charge.
- (6) 2019 PDCI fuel cost change related to an update to the 2019 Rate M12 Dawn-Parkway fuel ratio and the October 1, 2018 QRAM.