

Large Volume Customer Notice - Rate 145

October 2018

Natural Gas Prices Have Changed

The Ontario Energy Board (“OEB”) has approved changes to Enbridge Gas Distribution’s charges effective October 1, 2018. On average these changes will amount to an increase of approximately 5 per cent annually. The increase is due to higher natural gas prices in North America. The effect on your bill will depend on how much natural gas your organization uses.

Your current bill has been calculated using the new approved rates for gas consumed from October 1, 2018. The rate chart is included in this notice.

Our supply prices are based on a forecast of market prices for the next 12 months. The forecasted prices are reviewed every three months and adjusted accordingly. If our forecasts are over or under our actual costs, the difference is refunded or collected from customers through cost adjustments.

Gas Supply Charge

The Gas Supply charge has increased from 9.4140 cents per cubic metre ($\text{¢}/\text{m}^3$) to 10.0189 $\text{¢}/\text{m}^3$.

The Gas Supply component of the Cost Adjustment is currently a charge of 0.4352 $\text{¢}/\text{m}^3$. This charge, combined with the Gas Supply Charge, results in a new total effective Gas Supply rate of 10.4541 $\text{¢}/\text{m}^3$.

Enbridge Gas Distribution does not make a profit on the price of natural gas.

Delivery to You

The ‘Delivery to You’ charge has increased due to higher delivery related costs.

Due to the cancellation of the cap and trade program, effective October 1, 2018, cap and trade costs will be removed from the Delivery to You charge on your bill.

Enbridge has tracked all costs related to cap and trade. On an interim basis, the OEB has approved a Cap and Trade Clearance refund or charge to reflect the difference between the amount customers paid and our actual costs. This refund or charge will be included in the Delivery to You on your October bill. If you are a customer who is a Non-Large Final Emitter you will receive a cap and trade refund of 3.5627 $\text{¢}/\text{m}^3$. If you are a Large Final Emitter you will be refunded 0.1038 $\text{¢}/\text{m}^3$. The effect on your bill will depend on how much natural gas your organization uses.

For more information on cap and trade, visit enbridgegas.com/capandtrade.

Load Balancing Charge

The Load Balancing Charge has increased due to higher seasonal load balancing related costs.

Transportation to Enbridge

The ‘Transportation to Enbridge’ charge has increased due to higher costs for transporting natural gas to Ontario.

Please See Over >

Cost Adjustment

The total Cost Adjustment charge is 0.7113 ¢/m³, effective until September 30, 2019. Please see the chart below for the breakdown by component.

Rate Adjustment

The OEB has also previously approved a Rate Adjustment to reflect the difference between the forecast costs for energy conservation programs from 2015 and the actual costs. This adjustment will be a refund of 2.3337 ¢/m³ which will appear on your October bill.

For Further Information

Enbridge Gas Distribution appreciates the opportunity to serve you and looks forward to the continuation of our business relationship. If you require further information with respect to this change, please call 1-855-311-2LBA (1-855-311-2522) or visit our website at: www.enbridgegas.com.

Schedule of Gas Rates

Effective October 1, 2018 and replaces the rates that were implemented April 1, 2018.

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|--|---------------------------|
| For the billing months of January through December: | |
| Monthly Customer Charge | \$123.34 |
| Delivery to You | |
| Per cubic metre of Contract Demand | 8.2300 ¢/m ³ |
| For the first 14,000 m ³ per month | 3.0046 ¢/m ³ |
| For the next 28,000 m ³ per month | 1.6456 ¢/m ³ |
| For all over 42,000 m ³ per month | 1.0866 ¢/m ³ |
| Cap and Trade Clearance (October 2018) | |
| For Non-Large Final Emitter | (3.5627) ¢/m ³ |
| For Large Final Emitter | (0.1038) ¢/m ³ |
| Gas Supply Load Balancing Charge | |
| Transportation to Enbridge per cubic metre | 0.7187 ¢/m ³ |
| Transportation Dawn Charge per cubic metre | 4.9407 ¢/m ³ |
| System Sales Gas Supply Charge per cubic metre (if applicable*) | 10.0189 ¢/m ³ |
| Cost Adjustment | |
| Gas Supply | 0.4352 ¢/m ³ |
| Transportation | (0.0462) ¢/m ³ |
| Load Balancing | 0.3223 ¢/m ³ |
| Total | 0.7113 ¢/m ³ |
| Rate Adjustment (October 2018) | (2.3337) ¢/m ³ |

* The Gas Supply charge is applicable if the customer purchases their natural gas requirement from Enbridge Gas Distribution (System Sales).