

April 10, 2017

Ms. Kirsten Walli  
 Ontario Energy Board  
 2300 Yonge Street, 27<sup>th</sup> Floor  
 Toronto, ON  
 M4P 1E4

Dear Ms. Walli:

**Re: EB-2015-0179 – Union Gas Limited – Community Expansion Proposal – Estimated Annual Bill**

In response to a request by Board Staff regarding Union Gas Limited’s (“Union”) EB-2015-0179 Community Expansion updated application and evidence (March 31,2017), Union is writing to provide the estimated annual bill for a typical residential customer in the new communities proposed to be served during the System Expansion Surcharge (“SES”) term.

The table below includes the estimated annual bill for a typical residential customer in each of the community expansion projects in this filing and is based on a typical annual consumption of 2,200 m<sup>3</sup>. Note that the SES charge will be discontinued at the end of the specified term and this will result in a decrease of approximately \$506 per year in the annual bill for a typical residential customer at that time.

| Typical Residential Customer Bill Impacts during System Expansion Surcharge Term<br>( annual consumption of 2,200 m3) |   |                                    |                                       |                  |
|---|---|------------------------------------|---------------------------------------|------------------|
|   | Kettle & Stony<br>Point First<br>Nation and<br>Lambton Shores | Milverton,<br>Rostock,<br>Wartburg | Delaware<br>Nation of<br>Moraviantown | Prince Township  |
| System Expansion Surcharge (SES) Term   | 12 Years  | 15 Years                           | 40 years                              | 22 Years         |
| Service Area  | Union South   | Union South                        | Union South                           | Union North West |
| Existing Rates Total Bill (1)   | \$ 823  | \$ 823                             | \$ 823                                | \$ 993           |
| SES Surcharge (\$0.23/m <sup>3</sup> )  | \$ 506  | \$ 506                             | \$ 506                                | \$ 506           |
| <b>Total Bill Including SES</b>   | <b>\$ 1,329</b>   | <b>\$ 1,329</b>                    | <b>\$ 1,329</b>                       | <b>\$ 1,499</b>  |
| Notes:  |   |                                    |                                       |                  |
| (1) Existing Rates Total Bill based on April 2017 QRAM, EB-2017-0089, Tab 2, Schedule 2, pp.1-2, line 12              |   |                                    |                                       |                  |

If you have any questions, please contact me at 519-436-5473.

Yours Truly,

*[Original signed by]*

Karen Hockin  
Manager, Regulatory Initiatives

Cc: Charles Keizer, Torys  
All Intervenors (EB-2016-0004)