



uniongas

A Spectra Energy Company

January 23, 2009

Ms. Kirsten Walli
Board Secretary
Ontario Energy Board
2300 Yonge Street, 27th Floor
Toronto, ON M4P 1E4

Re: EB-2008-0385 - 2008 DSM Input Assumptions

Dear Ms. Walli:

On November 10, 2008 Union filed its 2008 DSM input assumptions as required by the Board's EB-2006-0021 Decision. The 2008 input assumptions were jointly prepared with Enbridge Gas Distribution and reviewed by each distributor's Evaluation and Audit Consultatives ("EAC"). Union's 2008 input assumptions were fully supported by the Union EAC.

On page 3 of the 2008 input assumption table a free rider rate was not included for Union Gas Custom Industrial Projects. Instead there was a note inserted that stated "Results from SB (Summit Blue) December 2008 study" with the intent this parameter would be updated in January 2009 following completion of the study. The study was not completed.

Union proposes to use the free rider rate of 56% for custom industrial projects which was determined in the "Summit Blue Custom Projects Attribution Study" completed in the summer of 2008. Using the free rider rate for custom industrial projects from this study is consistent with the other free rider rates for Union custom projects as included in the 2008 input assumptions.

Union's EAC supports this proposal.

If you have any questions or concerns please contact me at 519-436-5476.

Yours truly,

[original signed by]

Chris Ripley
Manager, Regulatory Applications

cc: EB-2008-0385 Intervenors of Record