Via E-Mail and RESS

Kirsten Walli Board Secretary Ontario Energy Board PO Box 2319 2300 Yonge Street Suite 2700 Toronto, ON M4P 1E4

Re: Commodity Pricing, Load Balancing and Cost Allocation Methodologies for Natural Gas Distributors EB-2008-0106; Undertaking of Gas Marketer Group to Enbridge Gas Distribution Inc.

Dear Ms. Walli,

Please find attached the Undertaking of the Gas Marketer Group (Direct Energy Marketing Limited, Ontario Energy Savings L.P., and Superior Energy Management Gas L.P.) to Enbridge Gas Distribution Inc.; Exhibit K 3.1 in the in the above noted proceeding.

Should you have any questions or concerns, please contact the undersigned.

Yours faithfully

Original Signed by

Ric Forster Director Government & Regulatory Affairs

Cc: Mr. Norm Ryckman, Enbridge Gas Distribution Interested Parties

GAS MARKETER GROUP (GMG) UNDERTAKING OF GMG TO ENBRIDGE GAS DISTRIBUTION INC.

		GMG Proposal	Evidentiary Reference
A	REVIEW OF QRAM FOR GAS LDCs		
1	Trigger Mechanism	No Trigger	Exhibits E8, E14, E19; Page 23; Response to Board Question 1.1
2	Price adjustment frequency and forecast period	Monthly Rate Adjustment with monthly forecasting to match utility buying protocol	Exhibits E8, E14, E19; Page 24; Response to Board Question 2.2; Exhibits E8, E14, E19; Page 10; First Paragraph
3	Calculation of reference price	Single, mechanistic, transparent calculation of Reference Price based on month ahead index at designated trading point.	Exhibits E8, E14, E19; Page 26; Response to Board Question 6.1; And; Exhibits E8, E14, E19; Page 27; Response to Board Question 7.1
4	Deferral and variance A/C disposition	Clear deferral accounts monthly to match forecasting period.	Exhibits E8, E14, E19; Page 19; "Removal of Triggers and Clearing of PGVA's"
5	Impact on Revenue Requirement (re. reference price)	Changes in revenue requirement should be reflective of change in reference price	Exhibits E8, E14, E19; Page 26; Response to Board Question 5.2
6	Implications/costs of standardizing pricing mechanisms	Transparent, mechanical regulated rates set on a monthly basis. Cost to be recovered by utilities through distribution rates.	Exhibits E8, E14, E19; Page 26; Response to Board Question 6.1; And; Exhibits E8, E14, E19; Page 27; Response to Board Question 7.1 And: Exhibits E8, E14, E19; Page 31; Response to Board Question 11.2
7	Filing requirements	Streamlined mechanistic approach to rate setting and regulatory approvals based on stakeholder input to facilitate monthly rate setting.	Exhibits E8, E14, E19; Page 27; Response to Board Question 7.1
В	LOAD BALANCING (LB)	Weather normalized MDV re- establishment and multi-point balancing for Enbridge. Status quo for Union.	Exhibits E8, E14, E19; Page 28; Response to Board Question 8.2
С	COST ALLOCATION	No Change	Exhibits E8, E14, E19; Page 29; Section C.1 "Background"
D	BILLING TERMINOLOGY	Harmonized terminology.	Exhibits E8, E14, E19; Page 30; Section D.1 "Background" last paragraph
Е	IMPLEMENTATION ISSUES	Stakeholder inputs to implementation plan. Cost recovery for utilities through distribution rates.	Exhibits E8, E14, E19; Page 31; Section E; "Implementation Issues"