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VIA COURIER AND EMAIL

September 2, 2009

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

Dear Ms. Walli:

Re: EB-2009-0309 (QRAM Application)

I am hereby filing with you one electronic copy of the Application of Enbridge Gas Distribution Inc. ("Enbridge") in Word and PDF formats, and 2 copies of the Application with the supporting evidence (binder format) by courier, for an order approving or fixing interim rates for the sale, distribution, storage, and transmission of gas effective October 1, 2009.

The Application and the supporting evidence were both prepared in accordance with the process for Enbridge's Quarterly Rate Adjustment Mechanism ("QRAM"). Enbridge is proposing to use its discretion as outlined in the QRAM methodology for the derivation of Rider C (Gas Cost Adjustment Rider) in this fourth quarter. Enbridge is proposing to extend the effective date of the Rider C from the October 1, 2009 to December 31, 2009 effective period to the proposed October 1, 2009 to March 31, 2010 period. The rationale for this change can be found at Exhibit Q4-2, Tab 4, Schedule 1.

The QRAM process was originally prescribed and subsequently modified, respectively, in Settlement Proposals that were approved by the Board in the RP-2000-0040, RP-2002-0133 and RP-2003-0203 proceedings. A description of the QRAM process is attached to the Application as Appendix A.

The Company is proposing to implement its new Customer Information System ("CIS") in September of 2009. The implementation of the new CIS will facilitate the unbundling of the transportation charge from the delivery and load balancing charges on customer's bills which was originally approved in the 2005 Test Year (RP-2003-0203). As a result, the Company's rate handbook has been updated to reflect the unbundling of the transportation charge. Details of the proposed changes can be found at Exhibit Q4-2, Schedule 1, Page 4.

The October 1, 2009 Rate Handbook includes the directive of the OEB from its Decision and Order in Phase 2 of Enbridge's EB-2008-0219 rate proceeding dated July 14, 2009, to amend its current Rate Handbook – Part IV Terms and Conditions – Direct Purchase Arrangements, Section B – Obligation to Deliver to include specific wording relating to Firm Upstream Transportation requirements.

In its EB-2009-0055 Decision and Order dated August 7, 2009, the Board ordered that the Company will clear its 2008 Board approved deferral and variance account balances in two equal installments during the October and November 2009 billing cycles. As Enbridge proceeds to implement its new CIS, it has become clear that the collection of these deferral and variance account balances could have adverse impacts on customer billing if undertaken during the first several months of CIS operation. Accordingly, Enbridge is making a separate request for the Board to vary its Decision and Order in the EB-2009-0055 proceeding, to permit Enbridge to clear its 2008 Board approved deferral and variance account balances in two equal installments during 2010.

Enbridge is concurrently serving an electronic copy of the Application with supporting evidence in PDF format, or a hard copy (binder format) by courier, if requested, on the interested parties listed in Appendix B to this Application.

The following is the proposed procedural schedule for processing the Application, according to the prescribed regulatory framework for the QRAM process:

- Any responsive comments from interested parties must be filed with the Board, and served on Enbridge and the other interested parties, on or before September 9, 2009.

- Any reply comments from Enbridge must be filed with the Board, and served on all interested parties, on or before September 16, 2009.

- The Board would thereafter issue an order approving the applied-for rate adjustments, or modifying them as required, effective October 1, 2009.

Enbridge requests the Board to issue such an order on or before September 23, 2009. Enbridge would then be able to implement the resultant rates during Enbridge's first billing cycle in October 2009.

The prescribed procedures for processing cost claims are as follows:

- Due to the mechanistic nature of the QRAM application, the Board does not anticipate awarding costs. Parties that meet the eligibility criteria contained in the Board's Practice Direction on Cost Awards may submit costs with supporting rationale as to how their participation contributed to the Board's ability to decide on this matter.

- Any party eligible for an award of costs must file a claim with the Board and Enbridge no later than ten days from the date of the Board's decision and order. Should Enbridge have any comments concerning any of the claims, these concerns shall be forwarded to the Board and to the claimant within seven days of receiving the claims. Any response to Enbridge's comments must be filed with the Board and Enbridge within seven days of receiving the comments.

Yours truly,

Norm Ryckman
Director, Regulatory Affairs
Encl.

cc: Mr. Fred Cass, Aird & Berlis LLP
All Interested Parties EB-2008-0219

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