

K 1.3

Financial Impact of Incremental TCPL Niagara Short Haul Contracts - Union and Enbridge

A. Average Landed Cost Impact:

	<u>Niagara</u>	<u>Dawn</u>	<u>Alliance</u>	<u>Wtd Ave Diff</u>	<u>x GJ/d</u>	<u>x days</u>	<u>\$ Impact/yr</u>
Union	8.29	7.99	8.39	0.02	21,101	365	\$ 154,037
Enbridge	6.69	6.72		-0.03	30,000	365	-\$ 328,500

B. Impact on TCPL LH tolls:

TCPL additional revenue on SH paths:	Union	\$ 693,000
	Enbridge	\$ 1,325,000
		<u>\$ 2,018,000</u>

Toll impact of additional revenue at 1 cent/\$10,000,000 rev : \$ 0.00202

	<u>GJ/s</u>	<u>x Toll Change</u>	<u>x days</u>	
Union	270,000	-\$ 0.00202	365	-\$ 199,071
Enbridge	260,000	-\$ 0.00202	365	<u>-\$ 191,698</u>

C. Net Impact to Union and Enbridge contract cost:

-\$ 565,232