

EB-2007-0606/0615
TECHNICAL CONFERENCE – OCTOBER 24-25, 2007

QUESTIONS FROM PEG / BOARD STAFF

Questions on IGUA's Evidence

1. Ref: Page 14, #48

Transparent and quarterly reporting of all relevant regulatory information including annualized equity returns, in a format comparable to the surveillance reporting model required by the National Energy Board (NEB) should be required of Union.

Please file the relevant NEB reporting material.

2. Ref: page 14, #53

However, one significant item which Union fails to address is the appropriateness of its allocation of rate base to its non-utility storage services business.....This allocation is transparently unreasonable and should be increased to 33%.

Please confirm that in the NGEIR Decision with Reasons (EB-2005-0551) the Board stated that Union's current cost allocation study is adequate for the purposes of separating the regulated and unregulated costs and revenues for ratemaking purposes. This allocation would result in total storage rate base being split as follows – 21% allocated to ex-franchise activities and 79% included in regulated rate base.