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January 30, 2008

VIA COURIER

Ms. Kirsten Walli
Board Secretary
Ontario Energy Board
2300 Yonge Street, Suite 2700
Toronto, ON M4P 1E4

Re: Enbridge Gas Distribution Inc. ("Enbridge")
EB-2007-0893 DSM Variance Accounts

Attached are two schedules that provide (1) the allocation of the 2005 & 2006 DSM variance accounts disposition by rate class and (2) the estimated clearance amounts for typical customers. These support the Settlement Agreement as filed on December 7, 2007. Information is provided at the request of Board Staff on January 21, 2008.

The amounts in Table 1 reflect DSM variance account balances as at December 31, 2007 and do not include interest amounts that may accrue at the time of clearance.

Table 2 provides the estimated impact of clearing the DSM accounts on a typical customer's bill. Once approved, the DSM accounts will be cleared as a one-time billing adjustment according to the methodology set out in the Settlement Agreement, Exhibit B, Tab 1, Schedule 1, Page 6, paragraph 17. The impacts expressed here do not include the effect of other variance and deferral accounts that will be cleared at the same time as the DSM accounts.

The Company's DSM programs provide customers with sustainable benefits of energy efficiency through bill savings and incentives.

If you have any questions, please contact the undersigned.

Sincerely,

A handwritten signature in cursive script that reads 'Bonnie Jean Adams'.

Bonnie Jean Adams
Assistant Regulatory Coordinator

Encl.

Attachment

Table 1: 2005 and 2006 DSM Variance Account Balances

| | 2005 | | | 2006 | | | TOTAL |
|--------------|------------------|------------------|------------------|------------------|------------------|-------------------|-------------------|
| | DSMVA (\$000) | LRAM (\$000) | SSMVA (\$000) | DSMVA (\$000) | LRAM (\$000) | SSMVA (\$000) | |
| RATE 1 | 307.9 | (848.9) | 0.0 | 165.4 | (448.2) | 4,579.9 | 3,756.2 |
| RATE 6 | 216.4 | (16.6) | 0.0 | 116.2 | 78.1 | 1,929.9 | 2,323.9 |
| RATE 9 | 0.3 | 0.0 | 0.0 | 0.1 | 0.0 | 0.0 | 0.4 |
| RATE 100 | 85.0 | 199.7 | 0.0 | 45.7 | 417.6 | 2,566.3 | 3,314.3 |
| RATE 110 | 25.2 | (25.0) | 0.0 | 13.5 | (71.3) | 561.0 | 503.4 |
| RATE 115 | 33.3 | (83.2) | 0.0 | 17.9 | (64.5) | 381.1 | 284.5 |
| RATE 135 | 1.4 | 0.0 | 0.0 | 0.7 | 0.0 | 26.9 | 29.0 |
| RATE 145 | 9.1 | 99.9 | 0.0 | 4.9 | (6.8) | 669.8 | 776.9 |
| RATE 170 | 19.0 | (158.1) | 0.0 | 10.2 | (244.5) | 514.2 | 140.9 |
| RATE 200 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| TOTAL | 697.550 | (832.271) | 0.000 | 374.734 | (339.524) | 11,229.075 | 11,129.564 |

**Table 2: Estimated Impact of DSM Clearance
on a Typical Customer**

| | Annual Volume for Typical Customer (m³) | Annual Bill for Typical Customer* (\$) | Estimated DSM Amount for Recovery** (\$) | Estimated % of Annual Bill |
|----------|---|---|---|---------------------------------------|
| RATE 1 | 3,064 | 1,382 | 3 | 0.2% |
| RATE 6 | 22,606 | 8,991 | 17 | 0.2% |
| RATE 100 | 339,188 | 122,743 | 827 | 0.7% |
| RATE 110 | 9,976,121 | 3,233,008 | 8,237 | 0.3% |
| RATE 115 | 69,832,850 | 21,957,289 | 22,256 | 0.1% |
| RATE 145 | 339,188 | 113,464 | 1,068 | 0.9% |
| RATE 170 | 9,976,121 | 2,990,520 | 1,907 | 0.1% |

* Annual bills based on rates effective January 1, 2008.

**Recovery amounts include estimated interest.