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## By Electronic Filing

July 12, 2013

Kirsten Walli Board Secretary Ontario Energy Board 2300 Yonge Street 27<sup>th</sup> floor Toronto, ON M4P 1E4

Dear Ms Walli,

Enbridge Gas Distribution Inc. – GTA Project (EB-2012-0451) Union Gas Limited – Parkway West Project (EB-2012-0433) Union Gas Limited - Brantford-Kirkwall/Parkway D (EB-2013-0074) Our File No.: 339583-000158

Further to Procedural Order No. 4 dated June 27, 2013, please find enclosed the Interrogatories on behalf of Canadian Manufacturers & Exporters.

Yours very truly

Vincent J. DeRose

VJD/kt Encl.

c. Shari Lynn Spratt (EGD)

Scott Stoll (Aird & Berlis LLP) Karen Hockin (Union Gas) Crawford Smith (Torys LLP)

Intervenors in EB-2012-0451, EB-2012-0433 and EB-2013-0074

Paul Clipsham

OTT01: 5796240: v1

IN THE MATTER OF an application by Enbridge Gas Distribution Inc. for: an Order or Orders granting leave to construct a natural gas pipeline and ancillary facilities in the Town of Milton, City of Markham, Town of Richmond Hill, City of Brampton, City of Toronto, City of Vaughan and the Region of Halton, the Region of Peel and the Region of York; and an order or orders approving the methodology to establish a rate for transportation services for TransCanada Pipelines Limited;

AND IN THE MATTER OF an application by Union Gas Limited for: an Order or Orders for pre-approval of recovery of the cost consequences of all facilities associated with the development of the proposed Parkway West site; an Order or Orders granting leave to construct natural gas pipelines and ancillary facilities in the Town of Milton; an Order or Orders for pre-approval of recovery of the cost consequences of all facilities associated with the development of the proposed Brantford-Kirkwall/Parkway D Compressor Station project; an Order or Orders for pre-approval of the cost consequences of two long term short haul transportation contracts; and an Order or Orders granting leave to construct natural gas pipelines and ancillary facilities in the City of Cambridge and City of Hamilton.

## INTERROGATORIES OF CANADIAN MANUFACTURERS & EXPORTERS ("CME") ON THE EVIDENCE FILED BY TRANSCANADA PIPELINES LIMITED ("TCPL")

## CME 1

Ref: TCPL Written Evidence, page 6 of 6

TCPL provides the following comment:

The decision of Union and Gaz Métro to decontract TransCanada long-haul capacity and replace it with short-haul capacity has two major impacts on Ottawa gas users. The first major impact is that TransCanada loses substantial long-haul revenue — approximately \$150 million — with a potential consequential impact long-term on all TransCanada tolls paid by Ontario gas users. The second major impact is that Ontario gas users incur additional costs as a result of constructing facilities to accommodate the new short-haul capacity. TransCanada will continue to analyze these impacts in comparison to the savings that Ontario gas consumers could realize by sourcing more gas through short-haul transportation services.

EB-2012-0451 EB-2012-0433 EB-2013-0074

Filed: July 12, 2013

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- 1. CME wishes to obtain further information with respect to this comment. To this end, please:
  - (a) Provide a further explanation of the history of Union and Gaz Métro decontracting TCPL long-haul capacity and replacing it with short-haul capacity. In doing so, please ensure that you set out the amount of long-haul capacity that has been decontracted and the timeframe over which that decontracting has occurred.
  - (b) Provide TCPL's analysis of the potential consequential impact long-term on all TCPL tolls paid by Ontario gas users as a result of TCPL's loss of long-haul revenue. Please identify all assumptions made as part of that analysis.
  - (c) Provide TCPL's analysis of the additional cost that Ontario gas users will incur as a result of constructing facilities to accommodate new short-haul capacity. Please identify all assumptions made as part of that analysis.
  - (d) Provide TCPL's analysis of the savings that Ontario gas consumers could realize by sourcing more gas through short-haul transportation services. Please identify all assumptions made as part of that analysis.
  - (e) Provide TCPL's analysis of the impacts, set out in (b) and (c) in comparison to the savings set out in (d). Please identify all assumptions made as part of that analysis.

OTT01: 5796035: v1