

Ontario Energy Board

**Greater Toronto Area Project
Parkway West Project
Brantford-Kirkwall / Parkway D
EB-2012-0451, EB-2012-0433, & EB-2013-0074**

Undertaking J9.4

**Response to
Undertaking given by Mr. Clark to Mr. Mondrow at Transcript Reference Vol. 9, Page
109, Line 2 with respect to the TransCanada Mainline allowed ROE prior to the RH-003-
2011 Decision**

Undertaking:

TCPL to provide the ROE prior to the NEB's toll restructuring decision.

Response:

Prior to the RH-003-2011 Decision, the TransCanada-allowed ROE was set through the NEB ROE formula as per the Mainline 2007-2011 Settlement. The level set for 2011 was 8.07%.

TransCanada does not believe that during the 2007–2011 Settlement period, the NEB ROE formula resulted in an accurate estimate of a fair return for the Mainline in and of itself. Use of the NEB formula to derive Mainline ROE over this period was one of many variables traded off to arrive at the overall 2007–2011 Settlement.