

Application of Approved Union Gas 2014-2018 IRM Plan to Enbridge

(excludes all Pension and SRC impacts/changes)

(\$ millions)

		2014	2015	2016	2017	2018	Totals
a	b	c	d	e	f	g	h
Revenues at Existing Rates before							
1 Customer Growth		\$1,021	\$1,021	\$1,021	\$1,021	\$1,021	\$5,105
2 Customer Growth (on non-Y factors)	1.70%	\$14	\$28	\$42	\$57	\$72	\$213
3 Revenue at Existing Rates		\$1,035	\$1,049	\$1,063	\$1,078	\$1,093	\$5,318
4 Prior Years' Escalation Factor		\$0	\$7	\$14	\$21	\$29	
5 Gross Revenue before Y factors		\$1,035	\$1,056	\$1,078	\$1,099	\$1,122	
Remove Base Year Y Factors							
6 Customer Care		\$110	\$110	\$110	\$110	\$110	\$550
7 DSM		\$31	\$31	\$31	\$31	\$31	\$155
8 Gas in Storage		\$20	\$20	\$20	\$20	\$20	\$100
9 Total Y Factors Removed		\$161	\$161	\$161	\$161	\$161	\$805
10 Revenue to be Escalated		\$874	\$895	\$917	\$938	\$961	
11 I-X Escalator (inflation at 2.0%)	0.80%	\$7	\$7	\$7	\$8	\$8	
12 Escalated Revenue		\$881	\$902	\$924	\$946	\$969	\$4,621
13 Increase from Base due to Escalator		\$7	\$14	\$21	\$29	\$37	\$108
Add Back Y Factor Annual Values							
14 Customer Care		\$114	\$119	\$124	\$129	\$134	\$620
15 DSM		\$32	\$33	\$33	\$34	\$35	\$167
16 Gas in Storage		\$20	\$20	\$21	\$21	\$21	\$103
17 GTA and Ottawa Projects		\$5	\$12	\$64	\$63	\$63	\$207
18 Total Y Factors Added		\$171	\$184	\$242	\$247	\$253	\$1,097
19 Total Revenue at Escalated Rates		\$1,052	\$1,086	\$1,166	\$1,193	\$1,222	\$5,718
20 Increase in Revenues from Base		\$31	\$65	\$145	\$172	\$201	\$613
21 Aggregate Percentage		3.02%	6.38%	14.19%	16.84%	19.64%	
22 Annual Increase over previous year		3.02%	3.26%	7.34%	2.33%	2.39%	
23 Increase in Rates from Base		\$17	\$37	\$102	\$115	\$129	\$400
24 Annual Increase over previous year		1.64%	1.89%	5.94%	1.06%	1.13%	
25 Cumulative Average Rate Increase			3.56%	9.71%	10.87%	12.13%	

Comparison to Enbridge as Filed

(excludes all Pension and SRC impacts/changes)

26 Enbridge As Filed		\$1,011	\$1,058	\$1,171	\$1,227	\$1,287	\$5,753
27 Depr. Chg. For Site Restoration		\$30	\$32	\$36	\$38	\$39	\$174
28 Carrying cost imp. from SRC		-\$2	-\$8	-\$14	-\$22	-\$27	-\$73
29 Income tax imp. from SRC		\$35	\$32	\$31	\$28	\$15	\$141
30 Pension Decrease from 2013		\$6	\$9	\$12	\$14	\$17	\$57
31 Enbridge Comparable As Filed		\$1,078	\$1,123	\$1,235	\$1,285	\$1,330	\$6,052
32 Increase in Revenues from Base		\$57	\$102	\$214	\$264	\$309	\$947
33 Aggregate Percentage		5.61%	9.99%	20.94%	25.89%	30.29%	
34 Annual Increase over previous year		5.61%	4.15%	9.96%	4.09%	3.50%	
35 Increase in Rates from Base		\$43	\$74	\$171	\$207	\$237	\$734
36 Annual Increase over previous year		4.19%	2.80%	8.57%	2.87%	2.32%	
37 Cumulative Average Rate Increase			7.11%	16.29%	19.63%	22.40%	
38 Difference in Revenues		\$26	\$37	\$69	\$92	\$109	\$333
39 Incremental Annual Rate Increase		2.55%	0.91%	2.63%	1.81%	1.19%	