

450 – 1 Street SW Calgary, Alberta T2P 5H1

Tel: (403) 920-2107 Fax: (403) 920-2308

Email: catharine_davis@transcanada.com

October 31, 2014

Ontario Energy Board P.O. Box 2319 2300 Yonge Street, 27th Floor Toronto, ON M4P 1E4 Filed Electronically

Attention: Ms. Kirsten Walli

Board Secretary

Dear Ms. Walli:

Subject: Union 2015 Rates Application

EB-2014-0271

TransCanada PipeLines Limited (TCPL)
Interrogatories to Union Gas Limited (Union)

In accordance with the requirements in Procedural Order No. 1 dated October 23, 2014, please find attached TCPL's Interrogatories to Union.

Sincerely,

TransCanada PipeLines Limited

Original signed by

Catharine Davis Vice President, Pipelines Law

cc: Chris Ripley, Union Gas Limited (electronic only) Crawford Smith, Torys LLP (electronic only)

Attached

ONTARIO ENERGY BOARD EB-2014-0271

IN THE MATTER OF the *Ontario Energy Board Act, 1998*, S.O. 1998, C. 15, (Schedule B);

AND IN THE MATTER OF an Application by Union Gas Limited, pursuant to section 36(1) of the *Ontario Energy Board Act*, 1998, for an order or orders approving or fixing just and reasonable rates and other charges for the sale, distribution, transmission, and storage of gas as of January 1, 2015.

To: Ms. Kirsten Walli Board Secretary Ontario Energy Board

TRANSCANADA PIPELINES LIMITED INTERROGATORIES TO UNION GAS LIMITED

TCPL 1:

Reference:

- i) Application, Working Papers, Schedule 10, Summary of 2015 Capital Pass-Through Adjustments
- ii) Application, Working Papers, Schedule 4, Page 20, Column i)

Request:

- a) Please provide the allocation factors and explain in detail the methodology that results in a cost decrease of \$104,000 to Union North In-Franchise customers and \$5.3 million to Union South In-Franchise customers, as well as a cost increase of \$11.7 million to Ex-Franchise customers. Please provide enough detail with supporting schedules to allow a third party to recalculate the allocation shown in the first reference.
- b) Please explain how a total cost pass-through of \$6.296 Million can result in an increase in allocated cost to ex-franchise services of \$11.7 Million.