

December 9, 2015

Ms. Kirsten Walli
Ontario Energy Board
2300 Yonge Street, 27th Floor
Toronto, ON
M4P 1E4

Dear Ms. Walli:

Re: EB-2015-0116 – Union Gas Limited (“Union”) – 2016 Rates – Accounting Orders

The Ontario Energy Board (the “Board”) approved Union’s 2016 Rates Settlement Proposal and draft Rate Order on December 3, 2015. In its Decision and Rate Order, the Board stated that, as part of this proceeding, it would approve a deferral account for each of the Burlington Oakville Pipeline Project and the 2017 Dawn Parkway Project in order to ensure that the difference between the actual revenue requirement for each project and the revenue requirement included in rates for each project as approved by the Board will be properly recorded in a deferral account (irrespective of the Decisions that are made in the leave-to-construct proceedings).

The 2017 Dawn Parkway Project accounting order was filed, with an account number, as part of Union’s EB-2015-0200 Settlement Proposal. Parties have had an opportunity to review the accounting order as part of that proceeding.

The Board ordered Union to file updated draft accounting orders for the Burlington Oakville Pipeline Project and the 2017 Dawn Parkway Project (Dawn H/Lobo D/Bright C Compressor Project Costs) with account numbers by December 10, 2015. Intervenors wishing to file comments must do so with the Board by December 17, 2015. Please find attached the draft accounting orders.

Yours truly,

[Original Signed by]

Chris Ripley
Manager, Regulatory Initiatives

c.c.: EB-2015-0116 Intervenors
Crawford Smith, Torys

UNION GAS LIMITED

**Accounting Entries for
Burlington Oakville Project Costs
Deferral Account No. 179-149**

Account numbers are from the Uniform System of Accounts for Gas Utilities, Class A prescribed under the Ontario Energy Board Act.

Debit	-	Account No.179-149 Other Deferred Charges – Burlington Oakville Project Costs
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Credit	-	Account No. 579 Miscellaneous Operating Revenue
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To record, as a debit (credit) in Deferral Account No. 179-149, the difference between the actual revenue requirement related to the costs for the Burlington Oakville Project and the revenue requirement included in rates as approved by the Board.

Debit	-	Account No.179-149 Other Deferred Charges – Burlington Oakville Project Costs
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Credit	-	Account No. 323 Other Interest Expense
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To record, as a debit (credit) in Deferral Account No. 179-149, interest on the balance in Deferral Account No. 179-149. Simple interest will be computed monthly on the opening balance in the said account in accordance with the methodology approved by the Board in EB-2006-0117.

UNION GAS LIMITED

**Accounting Entries for
Dawn H/Lobo D/Bright C Compressor Project Costs
Deferral Account No. 179-144**

Account numbers are from the Uniform System of Accounts for Gas Utilities, Class A prescribed under the Ontario Energy Board Act.

Debit	-	Account No.179-144 Other Deferred Charges – Dawn H/Lobo D/Bright C Compressor Project Costs
Credit	-	Account No. 579 Miscellaneous Operating Revenue

To record, as a debit (credit) in Deferral Account No. 179-144, the difference between the actual revenue requirement related to the costs for the Dawn H/Lobo D/Bright C Compressor Project and the revenue requirement included in rates as approved by the Board.

Debit	-	Account No.179-144 Other Deferred Charges – Dawn H/Lobo D/Bright C Compressor Project Costs
Credit	-	Account No. 323 Other Interest Expense

To record, as a debit (credit) in Deferral Account No. 179-144, interest on the balance in Deferral Account No. 179-144. Simple interest will be computed monthly on the opening balance in the said account in accordance with the methodology approved by the Board in EB-2006-0117.