ENBRIDGE GAS DISTRIBUTION INC.

TARIFF FOR RATE 332 TRANSPORTATION SERVICE

EB-2016-0028

OEB STAFF INTERROGATORIES

May 2, 2016

Interrogatory #1

Ref: EB-2016-0028 / Exhibit B / Pages 7-8

EB-2016-0028 / Exhibit B / Attachment I

Preamble:

Enbridge noted that the contract demand charge for firm transportation service on the Albion Pipeline is based on the recovery of 60% of the annual revenue requirement of the pipeline in accordance with the EB-2012-0451 and EB-2012-0459 decisions.

Enbridge also noted that the contract demand charge calculation assumes the costs of the Albion Pipeline as indicated in the EB-2012-0451 and EB-2012-0459 proceedings.

Enbridge calculated the contract demand charge on the basis that the total contracted capacity will be the full 1,200 TJ/day that is available for transportation service on the Albion Pipeline.

Enbridge stated that in the unlikely event that the total contracted capacity on the Albion Pipeline is lower than the 1,200 TJ/day that is available for transportation service it will file a proposal to vary the OEB's order in this proceeding.

Questions:

a) Please provide the calculation for the contract demand charge set out at Exhibit B / Attachment I. Please include references to previous OEB decisions to support the amounts used in the calculation.

b) Please confirm that if transportation service for the Albion Pipeline is undersubscribed, Enbridge will file its request for a vary order prior to the customers taking service on the pipeline.

Interrogatory #2

Ref: EB-2016-0028 / Exhibit B / Page 8

Preamble:

Enbridge noted that TransCanada Pipelines Limited (TransCanada) confirmed that it intends to bid for all available transportation capacity on the Albion Pipeline in excess of the 800 TJ/day to be used by Enbridge for distribution purposes.

Questions:

a) If TransCanada is allocated all of the transportation capacity on the Albion Pipeline, is it Enbridge's understanding that capacity will be made available by TransCanada to parties such as Union Gas Limited (Union) and Gaz Metro Limited Partnership (Gaz Metro)? Please explain.

Interrogatory #3

Ref: EB-2016-0028 / Exhibit B / Page 9

Preamble:

Enbridge noted that the Authorized Overrun Charge for Authorized Overrun Service (AOS) has been set at 120% of the rate for firm transportation service.

Questions:

- a) Please provide rationale for setting the Authorized Overrun Charge at 120% of daily contract demand charge.
- b) Please provide the Authorized Overrun Charges set by Union and TransCanada for similar transportation services. If necessary, please explain any differences.

Interrogatory #4

Ref: EB-2016-0028 / Exhibit B / Pages 9-10

Preamble:

Enbridge noted that the purpose of the 2016 Greater Toronto Area Incremental Transmission Capital Revenue Requirement Deferral Account (GTAITCRRDA) is to record the revenue requirement related to an incremental \$55 million of forecast capital costs that resulted from the upsizing of the Albion Pipeline to an NPS 42 pipeline from an NPS 36 pipeline.

Enbridge stated that the revenue requirement recorded in the GTAITCRRDA represents revenue to be collected from transportation customers once they are able to take service on the Albion Pipeline in accordance with Rate 332.

Questions:

- a) Please provide the amount forecast to be recorded in the GTAITCRRDA as of November 1, 2016. Please also provide the unit rate associated with the forecast balance in the GTAITCRRDA as of November 1, 2016. Please provide supporting documentation.
- b) Does Enbridge intend to inform potential shippers of the anticipated additional charges, as of November 1, 2016, resulting from the disposition of the GTAITCRRDA as part of the open season? Please explain.

Interrogatory #5

Ref: EB-2016-0028 / Exhibit B / Attachment I

Preamble:

Enbridge provided the proposed Rate Schedule for Parkway to Albion King's North Transportation (Rate 332) Service at Exhibit B / Attachment I.

Questions:

a) Please explain why there are no rates or rules set out in relation to Unauthorized Overrun Charges in the rate schedule for Rate 332 service.

b) Please explain why there are no provisions for compressor fuel and fuel ratios set out in the rate schedule for Rate 332 service.

Interrogatory #6

Ref: Storage and Transportation Access Rule / Section 2.2.1

Preamble:

Section 2.2.1 of the Storage and Transportation Access Rule (STAR) sets out the requirements for conducting open seasons for firm transportation services.

Questions:

a) Please confirm that all of the requirements set out in Section 2.2.1 of STAR will be followed in the open season for Parkway to Albion King's North Transportation Service?

Interrogatory #7

Ref: EB-2016-0028 / Exhibit B / Attachment II / FT Service Schedule / Page 5

Preamble:

Enbridge set out its procedures for allocating capacity on the Albion Pipeline.

Questions:

a) Please discuss any differences between Enbridge's proposed capacity allocation procedures for Albion Pipeline capacity and Enbridge's understanding of Union's allocation procedures for a similar transportation service.

Interrogatory #8

Ref: Storage and Transportation Access Rule / Section 2.3.2, 2.3.5 and 2.3.6 EB-2016-0028 / Exhibit B / Attachment II / FT Service Schedule / Appendix 1

Preamble:

Section 2.3.2 of STAR requires that the transmitter will ensure that each transportation service has its own standard form of contract and its own terms of service.

Section 2.3.5 of STAR requires posting of the standard form of contract on Enbridge's website.

Section 2.3.6 of STAR requires posting of any negotiated contracts on Enbridge's website.

Questions:

- a) Please confirm that Appendix 1 to the FT Service Schedule, which is titled "Form of FT Service Agreement" is the standard form of contract.
- b) Please confirm that Enbridge will comply with sections 2.3.5 and 2.3.6 of STAR.

Interrogatory #9

Ref: Storage and Transportation Access Rule / Section 2.3.4 EB-2016-0028 / Exhibit B / Attachment II

Preamble:

Section 2.3.4 of STAR sets out the required items to be addressed in a transmitter's standard terms of service. One of the required items is decontracting.

Questions:

a) Please advise whether decontracting is discussed in Enbridge's proposed terms
of service for the Parkway to Albion King's North Transportation Service. If not,
please explain why.