

May 26, 2016

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

Dear Ms. Walli:

Re: EB 2016-0004 – Union Gas Limited (“Union”) – Generic Natural Gas Community Expansion Oral Hearing Undertaking Response.

Attached please find Undertaking response J2.1.

If you have any questions with respect to this submission, please contact me at 519-436-5476.

Yours truly,

[Original sign by]

Chris Ripley
Manager, Regulatory Applications

c.c.: C. Keizer (Torys)
EB 2016-0004 Intervenors

UNION GAS LIMITED

Undertaking of Ian Mondrow
To London Economics International

To undertake to file a chart reflective of the hypothetical described.

Please see Attachment 1.

Figure 1. Undertaking J2.1 - LEI ranking of funding mechanisms with respect to IGUA hypothetical example

	Cost causation and avoidance of cross subsidies	Financial stability and fair rate of return	Incentives compatibility	Non-discrimination	Administrative simplicity and transparency
Natural gas expansion ratepayers	●	●	○	○	◐
Internal utility cross-subsidization	◐	●	◑	◑	●
Jurisdiction-wide cross-subsidization	○	●	◑	●	◑
Taxpayer funded	○	●	●	●	◐

● Strong ○ Weak