

# *Aiken & Associates*

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June 1, 2016

Ms. Kirsten Walli  
Board Secretary  
Ontario Energy Board  
2300 Yonge Street  
Suite 2700  
Toronto, Ontario, M4P 1E4

Dear Ms. Walli:

**RE: EB-2016-0118 - Interrogatories of London Property Management Association**

Please find attached the interrogatories of the London Property Management Association in the above noted proceeding.

Sincerely,

*Randy Aiken*

Randy Aiken  
Aiken & Associates

Encl.

cc: Chris Ripley, Union Gas Limited (e-mail)

**Union Gas Limited**

**Application for disposition and recovery of certain 2015  
deferral account balances and approval of the earnings  
sharing amount.**

**INTERROGATORIES OF THE  
LONDON PROPERTY MANAGEMENT ASSOCIATION**

**Interrogatory #1**

Ref: Exhibit A, Tab 1, page 23

- a) Please show how the Board-approved UFG percent of 0.219% was calculated.
- b) Please provide a reference to where the Board approved the 0.219% figure.
- c) Please provide the actual UFG percent for the last 10 years.

**Interrogatory #2**

Ref: Exhibit A, Tab 1, page 33

- a) Please explain why the actual 2014 revenue requirement did not already include the long term debt rate of 3.82%.
- b) Please explain how the long term debt rate of 3.82% that has been used for both 2014 and 2015 calculation of the revenue requirement was determined.

**Interrogatory #3**

Ref: Exhibit A, Tab 1, page 39

- a) What is Union's overall weighted average cost of long term debt in 2015?
- b) Was the 4.0% forecast of the long term debt rate the overall weighted average cost of long term debt for Union, or was it the forecasted long term debt for incremental borrowing required to finance the Parkway project?

**Interrogatory #4**

Ref: Exhibit A, Tab 1, pages 32 & 48

Please explain the relationship, if any, between the price variance shown in Tables 10 with that shown in Table 15.

**Interrogatory #5**

Ref: Exhibit A, Tab 1, Tables 11, 13 & 16

- a) Please explain why the long term debt rate of 3.82% used in Tables 11 and 13 was not used in Table 16.
- b) What is the basis for the long term debt rate of 4.40% used in Table 16?

**Interrogatory #6**

Ref: Exhibit A, Tab 2, Corrected

Is the calculation of utility earnings consistent with the methodology used to calculate the earnings in previous years? If not, please explain any differences.

**Interrogatory #7**

Ref: Exhibit A, Tab 2, Appendix B, Schedule 1

What was Union's normalized actual return on equity for 2015.

**Interrogatory #8**

Ref: Exhibit A, Tab 2, Corrected, page 6 & Exhibit A, Tab 2, Appendix B, Schedule 1

Schedule 1 shows an adjustment of \$1,154 in line 14 for foreign exchange. This is described in Tab 2 as a foreign exchange gain and this results in a 2015 Utility loss of \$442. Please explain how the adjustment (gain) was calculated, based on the total loss of \$1,614 and the loss of \$18 allocated to unregulated storage.