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BY E-MAIL

June 7, 2016

Mr. Kevin Culbert Senior Manager, Regulatory Policy and Strategy Enbridge Gas Distribution Inc. 500 Consumers Road North York ON M2J 1P8

Dear Mr. Culbert:

Re: Enbridge Gas Distribution Inc. Clearance of 2014 Demand Side Management Deferral and Variance Accounts OEB File No. EB-2015-0267

The Ontario Energy Board acknowledges receipt of your June 3, 2016 letter in response to the OEB's letter dated June 2, 2016. The OEB's letter requested that you provide further information regarding Enbridge's request in the letter dated May 30, 2016 to delay the clearance of the Demand Side Management deferral and variance accounts until the October 1, 2016 Quarterly Rate Adjustment Mechanism (QRAM) application.

Your letter states that the estimated amount of time required to complete development and testing work to enable clearance of the deferral and variance accounts is approximately three to four weeks. In addition, the personnel necessary for the clearance of the deferral and variance accounts are required to perform development and testing work for the implementation of rates from other OEB proceedings during the same time period.

According to your calculation, the amount of interest which would accrue on the deferral and variance accounts as a result of clearance commencing in October 2016 versus July 2016 is approximately \$22,000, which Enbridge notes is not enough to cause any discernible rate impact.

The OEB has considered your request and will allow for the clearance of the deferral and variance accounts to occur within the October 1, 2016 QRAM application given that you have filed documentation indicating that Enbridge is unable to clear the account balances within the July 1, 2016 QRAM. However, the OEB will not allow Enbridge to claim any interest on the deferral and variance account balances from July 1, 2016 to October 1, 2016. The OEB encourages Enbridge to look at ways to implement rate changes in a more expedient way.

Yours truly,

Original Signed By

Kirsten Walli Board Secretary

cc: Andrew Mandyam, Enbridge Gas Distribution Inc. Dennis O'Leary, Aird & Berlis LLP All intervenors in EB-2015-0267