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Our File # 339583-000246

By electronic filing

November 10, 2017

Kirsten Walli  
Board Secretary  
Ontario Energy Board  
2300 Yonge Street, 27<sup>th</sup> floor  
Toronto, ON M4P 1E4

Dear Ms. Walli

**Re: Union Gas Limited ("Union")  
2018 Rates Application  
Board File #: EB-2017-0087**

We are writing on behalf of Canadian Manufacturers & Exporters ("CME"). We attach CME's Interrogatories in this matter.

Yours very truly

Borden Ladner Gervais LLP

A handwritten signature in black ink, appearing to read "Scott Pollock", is written over a light blue horizontal line.

Scott Pollock

enclosure

c. Adam Stiers  
Crawford Smith (Torys LLP)  
EB-2017-0087 Intervenors  
Paul Clipsham and Ian Shaw

OTT01: 8534237: v1

**ONTARIO ENERGY BOARD**

**Union Gas Limited**

**Application for natural gas distribution, transmission  
and storage rates commencing January 1, 2018**

**INTERROGATORIES OF  
CANADIAN MANUFACTURERS & EXPORTERS ("CME")  
TO UNION GAS LIMITED ("UNION")**

**CME 1**

Ref: Exhibit A, Tab 1, page 9 of 16; Rate Order Appendix G, page 7 of 7

At Exhibit A, Tab 1, page 9, Union states that "In the OEB Decision and Order, Union's proposal to use a 20-year depreciation period and a revised cost allocation methodology was not approved by the OEB. Accordingly, Union has prepared the total revenue requirement and allocation of the total revenue requirement to rate classes based on OEB-approved depreciation rates and cost allocation methodologies."

In Appendix G, Union states that "Allocation of Incremental Project Revenue to rate classes based on the 2013 Board-approved Ojibway/St. Clair design day demands updated for the demands of the project."

- a) CME wishes to better understand the allocation design that Union has chosen. Please provide a full break out of the Ojibway/St. Clair design day demands, and what changes were made to update the allocation for the demands of the project.
- b) Please also explain what process Union used to select that allocation, and whether any other allocation methods were chosen.