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November 29, 2017

VIA RESS, EMAIL and COURIER

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

Dear Ms. Walli:

Enbridge Gas Distribution Inc. ("Enbridge") Re: 2018 Rate Adjustment Application ("Application") Ontario Energy Board ("Board") File Number EB-2017-0086 Settlement Proposal, Draft Rate Order and Draft Accounting Order

In accordance with Procedural Order No. 2, dated November 23, 2017, enclosed please find the Settlement Proposal, draft Rate Order and draft Accounting Order for the above noted proceeding.

The Settlement Proposal includes a complete settlement of almost every item in this proceeding. As explained in the Settlement Proposal, the only remaining item does not have any impact on Enbridge's 2018 Allowed Revenue (and associated revenue deficiency and rates). Appendices A and B to the Settlement Proposal provide updated financial details (inclusive of the impacts of the Settlement Proposal) supporting the derivation Enbridge's 2018 Allowed Revenue and rates.

Enbridge has prepared a draft Rate Order that reflects the Company's Application, taking into account the two adjustments set out in the Settlement Proposal. The draft Rate Order is attached. It is in a consistent format from what has been filed in prior years during this Custom IR term. Included within the draft Rate Order package are the following items:

- Attachment 1 the 2018 Rate Handbook
- Attachment 2 evidence describing the development of the draft Rate Order, along with the key financial schedules supporting the draft Rate Order, with appropriate updates to reflect the two adjustments to Enbridge's Application that are set out in the Settlement Proposal (to cost of capital and volumes).

Enbridge has also prepared a draft Accounting Order that reflects the Company's Application, taking into account the agreement in the Settlement Proposal related to the amended scope of the 2018 Post-Retirement True-Up Account (PTUVA). The draft Accounting Order is attached. Ms. Kirsten Walli 2017-11-29 Page 2

Enbridge notes that Board Staff and other parties have been provided with the draft Rate Order and draft Accounting Order, but they have not yet have had very much time for a complete review of those documents.

In accordance with Procedural Order No. 2, Enbridge will attend before the Board to present the Settlement Proposal on Monday, December 4, 2017.

Enbridge requests that the Board review and approve the Settlement Proposal, as well as the Draft Rate Order and the Draft Accounting Order. Enbridge respectfully requests a Board Decision on these items by Tuesday, December 5, 2017, so that 2018 rates can be implemented in conjunction with the EB-2017-0347 January 1, 2018 QRAM Application.

The Settlement Proposal has been filed through the Board's Regulatory Electronic Submission System (RESS) and will be available on the Enbridge website at www.enbridgegas.com/ratecase.

Please contact the undersigned if you have any questions.

Yours truly,

(Original Signed)

Kevin Culbert Manager, Regulatory Policy & Strategy

cc: Mr. D. Stevens, Aird & Berlis LLP (via email)
All Interested Parties EB-2017-0086 (via email)
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