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April 3, 2019

VIA RESS & COURIER

Ms. Kirsten Walli, Board Secretary
Ontario Energy Board
P.O. Box 2319
2300 Yonge Street, 27th Floor
Toronto, ON M4P 1E4

Dear Ms. Walli:

**Re: EB- 2019-0101 EPCOR Natural Gas Limited Partnership (“ENGLP”) – Draft
Accounting Orders**

In accordance with the Ontario Energy Board’s (the “Board”) Interim Decision and Order dated April 1, 2019 (the “Order”), please find attached the draft accounting orders for the accounts approved for establishment in the Order, specifically, the:

- Greenhouse Gas Emissions Administration Deferral Account effective January 1, 2019;
- Federal Carbon Charge – Customer Variance Account effective April 1, 2019; and
- Federal Carbon Charge – Facility Variance Account effective April 1, 2019.

Subject to further guidance from the Board, ENGLP will record costs related to the Federal *Greenhouse Gas Pollution Pricing Act* in accordance with the Order.

Should you have any questions, please contact me directly.

Sincerely,

[Original signed by]

Susannah Robinson
Vice President, Ontario
EPCOR Ontario Utilities Inc.
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EPCOR NATURAL GAS LIMITED PARTNERSHIP

Accounting Order

Greenhouse Gas Emissions Administration Deferral Account (“GGEADA”)

The purpose of the GGEADA is to record the administrative costs associated with the impacts of the Greenhouse Gas Pollution Pricing Act (“GGPPA”) for EPCOR’s Aylmer operation.

Simple interest is to be calculated on the opening monthly balance of this account using the Board approved EB-2006-0117 interest rate methodology. The balance of this account, together with carrying charges, will be disposed of in a manner approved by the Board.

Accounting Entries

To record the GGPPA administrative costs:

Debit/Credit:	GGEADA	(Account 179.60)
Credit/Debit:	Various accounts	(Account __. __)

To record the administrative costs associated with the impact of the GGPPA.

Interest accrual:

Debit/Credit:	Interest on GGEADA	(Account 179.61)
Credit/Debit:	Interest expense	(Account 323)

To record simple interest on the opening monthly balance of the GGEADA using the Board approved EB-2006-0117 interest rate methodology.

EPCOR NATURAL GAS LIMITED PARTNERSHIP

Accounting Order

Federal Carbon Charge – Customer Variance Account (“FCCCVA”)

The purpose of the FCCCVA is to address costs for its Aylmer operation arising from the obligations resulting from the Greenhouse Gas Pollution Pricing Act (“GGPPA”) associated with the natural gas that EPCOR delivers to its customers. This account will record the variances between EPCOR’s actual customer related GGPPA costs and customer related GGPPA costs recovered in rates for distribution volumes delivered by EPCOR.

Simple interest is to be calculated on the opening monthly balance of this account using the Board approved EB-2006-0117 interest rate methodology. The balance of this account, together with carrying charges, will be disposed of in a manner approved by the Board.

Accounting Entries

To record the GGPPA customer related costs:

Debit/Credit:	FCCCVA	(Account 179.62)
Credit/Debit:	Gas Sales	(Account 529)

To record variances between EPCOR’s actual customer related GGPPA costs and customer related GGPPA costs recovered in rates for distribution volumes delivered to customers.

Interest accrual:

Debit/Credit:	Interest on FCCCVA	(Account 179.63)
Credit/Debit:	Interest expense	(Account 323)

To record simple interest on the opening monthly balance of the FCCCVA using the Board approved EB-2006-0117 interest rate methodology.

EPCOR NATURAL GAS LIMITED PARTNERSHIP

Accounting Order

Federal Carbon Charge – Facility Variance Account (“FCCFVA”)

The purpose of the FCCFVA is to address costs arising from the obligations resulting from the Greenhouse Gas Pollution Pricing Act (“GGPPA”) associated with EPCOR’s facilities for its Aylmer operation. This account will record the differences between actual facility associated GGPPA costs and facility associated GGPPA costs recovered in rates.

Simple interest is to be calculated on the opening monthly balance of this account using the Board approved EB-2006-0117 interest rate methodology. The balance of this account, together with carrying charges, will be disposed of in a manner approved by the Board.

Accounting Entries

To record the GGPPA facility related costs:

Debit/Credit:	FCCFVA	(Account 179.64)
Credit/Debit:	Gas Sales	(Account 529)

To record variances between EPCOR’s actual facility related GGPPA costs and facility related GGPPA costs recovered in rates.

Interest accrual:

Debit/Credit:	Interest on FCCFVA	(Account 179.65)
Credit/Debit:	Interest expense	(Account 323)

To record simple interest on the opening monthly balance of the FCCFVA using the Board approved EB-2006-0117 interest rate methodology.