

Ontario Petroleum Institute Inc.

555 Southdale Road East, Suite 203 London, Ontario N6E 1A2 ● Telephone (519) 680-1620 opi@ontariopetroleuminstitute.com ● www.ontariopetroleuminstitute.com

June 27, 2019

Ontario Energy Board P.O. Box 2319 2300 Yonge Street, 27th Floor Toronto, Ontario M4P 1E4

Attn: Ms. Kirsten Walli, Board Secretary

Dear Ms. Walli,

Re: EB Hearing-2018-0305

Enbridge Gas Inc Rate Application

Dear Ms. Walli,

Thank you to the Board, Enbridge Gas Inc (EGI), and the other intervenors for allowing the Ontario Petroleum Institute (OPI) to be accepted as an intervenor in OEB-Hearing 2018-0305 on the EGI Rate Application.

The OEB approved the Issue List on EB-2018-0305 in Procedural Order No. 2 on April 1, 2019.

The OPI participated in the Settlement Conference along with other intervenors that the OEB held on May 13th and 14th to resolve a number of issues prior to a full oral or written hearing.

Of particular concern to the OPI and the natural gas producers within the Union Gas, now EGI, franchise area was Issue 8 which deals with rate schedule changes. EGI uses the OEB-approved M13 Rate Schedule to allow producers with larger delivery stations to move their gas on paper through the franchise area to Dawn to allow that producer to sell their gas at the Dawn Hub, or move the gas on to other transaction hubs. Smaller Ontario producers sell their gas under an Ontario Production Gas Purchase Agreement (GPA) to EGI from delivery stations within the franchise area that interconnect into the pipeline network. The GPA does not fall under OEB jurisdiction.

The OPI was concerned that EGI would roll the GPA contract into the OEB approved M13 Rate Schedule as part of the EB-2018-0305 application. The M13 Rate Schedule currently has significantly higher fixed monthly fees compared to the GPA.

The OPI received assurance from EGI during the Settlement Conference that it would not amalgamate the GPA with the M13 Rate Schedule as part of this rate hearing and that all changes to the various OEB-approved Rate Schedules would be delayed until rebasing.

The OPI will remain as an intervenor in this hearing to discuss the M13 Rate Schedule after rebasing.

Thank you again for accepting the OPI to be accepted as an intervenor in this Rate Hearing process.

Yours truly,

Jim McIntosh, Chair

OPI Producers Committee