

**REF:** Exhibit C/ Tab 1/ Sch. 1 / p. 1 and EB-2017-0347 Exhibit Q1-3/ Tab 1/ Sch. 1/p.1

Preamble: EGI has provided a breakdown of costs for supplies by unit rate, however, the transportation costs by pipeline only show a total cost. We are interested in components of cost escalation over the last couple of years for both the EGD Rate Zone and Union South (recognizing that for the Union Zone this breakout has not been done in this application and previously).

- 1) For this application for the EGD rate zone in the referenced application from two years ago, for the Nexus transportation:
  - a) Please provide the units transported in GJ and the resulting unit costs.
  - b) Please provide the explanation for the increase in unit cost of transport.
  - c) Please provide the evidentiary reference where the utility had previously explained this increase to the Board.
- 2) For this application for the Union rate zone and the comparable EB-2017-0351 from two years ago, for Nexus transportation:
  - a) Please provide the units transported in GJ and the resulting unit costs.
  - b) Please provide the explanation for the increase in unit cost of transport.
  - c) Please provide the evidentiary reference where the utility had previously explained this increase to the Board.
- 3) In the utility's view, where should the Board receive and test cost escalations in components of the gas supply plan such as this transport? Please describe specifically the process for approval and subsequent review for prudence that the company contemplates.