

June 23, 2022

Sent by EMAIL, RESS e-filing

Ms. Nancy Marconi Registrar Ontario Energy Board 27-2300 Yonge Street Toronto, ON M4P 1E4

Dear Ms. Marconi:

Re: EB-2022-0174: Quarterly Rate Adjustment Mechanism ("QRAM") Application ENGLP Natural Gas LP ("ENGLP") Southern Bruce for rates effective July 1, 2022

During the preparation of ENGLP's 2023 Custom IR filing, ENGLP staff have noted an error in the approved rate schedule for Rate 16 customers regarding the Energy Content Variance Account (ECVA) rate rider effective January 1, 2023 and are requesting a correction as part of this hearing.

Background

The ECVA rate rider was calculated using only rates 1, 6 and 11 in the EB-2021-0216 application, consistent with the accounting order:

The audited balance in this account, together with carrying charges, will brought forward for approval for disposition on an annual basis. The balance in this account will be apportioned to Rates 1, 6 and 11 based on forecasted volumes underpinning CIP revenues for each rate class Other details on the manner in which the account will be disposed of will be proposed at the time the account is brought forward for disposition.

		Α	В	С	D	Е
		Unit	Row Sum	Rate 1 - General Firm Service	Rate 6 - Large Volume General Firm Service	Rate 11 - Large Volume Season Service
1	Volume	m3	10,121,579	6,709,090	1,816,595	1,595,894
2	Allocation	%	100%	66.29%	17.95%	15.77%
3	Sum	\$	\$14,199	\$9,412	\$2,548	\$2,239
4	Rate Rider / month	¢/m3		0.1403	0.1403	0.1403

Due to a clerical error, the rate rider was incorrectly added to the draft rate order and approved in EB-2021-0216 Decision and Order, December 6, 2021, page 20 of 27.

Proposed Correction

As this was an approved rate rider, ENGLP has billed this rate rider to four Rate 16 accounts since its commencement date of January 1, 2022.

ENGLP requests to remove this rate rider from rate 16 customers tariff schedule and will include a proposal in its upcoming Custom IR filing to rebate amounts billed to these specific customers. (EB-2022-0184).

Corrected rate schedules have been enclosed in this update.

Please contact me if you require any additional information.

Sincerely,

Tim Hesselink

Senior Manager, Regulatory Affairs

ENGLP Natural Gas Limited Partnership

(705) 445-1800 ext. 2274

thesselink@epcor.com

Encl.

APPENDIX "A" TO DECISION AND RATE ORDER

OEB File No: EB-2022-0174

Dated: June XX, 2022

RATE 1 - General Firm Service

Applicability

Any customer in ENGLP's Southern Bruce Natural Gas System who is an end user and whose total gas requirements are equal to or less than 10,000 m³ per year.

Rate

Rates per m³ assume an energy content of 38.89MJ/m³

Bills will be rendered monthly and shall be the total of:

Monthly Fixed Charge (1)	\$27.27	
Delivery Charge		
First 100 m ³ per month	28.1486	¢ per m³
Next 400 m ³ per month	27.5941	¢ per m³
Over 500 m ³ per month	26.7790	¢ per m ³
Upstream Charges		
•	1 4740	4 3
Upstream Recovery charge		¢ per m ³
Transportation and Storage charge	2.6982	¢ per m ³
Rate Rider for Delay in Revenue Recovery	1.6330	¢ per m³
- effective for 10 years ending December 31, 2028		
ECVA Rate Rider	0.1403	¢ per m³
- effective for 12 months ending December 31, 2022		
CIACVA Rate Rider	0.5434	¢ per m³
- effective for 12 months ending December 31, 2022		
EFVA Rate Rider	0.5197	¢ per m³
- effective for 12 months ending December 31, 2022		
Federal Carbon Charge (if applicable) (2)	9.79	¢ per m³
Gas Supply Charge	30.3706	¢ per m³

⁽¹⁾Aggregated within Monthly Fixed Charge is the amount of one dollar per month in accordance with Bill 32 and Ontario Regulation 24/19.

Direct Purchase Delivery

Where a customer elects under this Rate Schedule to directly purchase its gas from a supplier other than ENGLP, the supplier must qualify as a "gas marketer" under the *Ontario Energy Board Act, 1998*, and must enter into a T-Service Receipt Contract with ENGLP for delivery of gas to ENGLP at a receipt point listed on the upstream transportation contract that ENGLP has with the Upstream Service Provider ("Ontario Delivery Point"). T-Service Receipt Contract rates are described in Rate Schedule T1. Transportation and Storage charges may vary depending on the Ontario Delivery Point. Gas Supply Charges in this Rate Schedule are not applicable for Rate T1 customers.

⁽²⁾ The Federal Carbon Charge is only "applicable" to 20% of the natural gas volumes used by eligible greenhouses, reducing their effective Federal Carbon Charge rate.

Terms and Conditions of Service

The provisions in the "ENGLP Natural Gas Limited Partnership Southern Bruce Natural Gas Operations Conditions of Service" apply, as contemplated therein, to service under this Rate Schedule.

Effective: July 1, 2022

Implementation: All bills rendered on or after July 1, 2022

RATE 6 – Large Volume General Firm Service

Applicability

Any customer in ENGLP's Southern Bruce Natural Gas System who is an end user and whose total gas requirements are greater than 10,000 m³ per year.

Rate

Rates per m³ assume an energy content of 38.89MJ/m³

Bills will be rendered monthly and shall be the total of:

Monthly Fixed Charge (1)	\$108.16	
Delivery Charge		
First 1000 m ³ per month	25.9678	¢ per m³
Next 6000 m ³ per month	23.3710	¢ per m³
Over 7000 m ³ per month	22.2023	¢ per m³
Upstream Charges		
Upstream Recovery charge	2.9200	¢ per m³
Transportation and Storage charge	5.6413	¢ per m³
Rate Rider for Delay in Revenue Recovery	0.9090	¢ per m³
- effective for 10 years ending December 31, 2028		
ECVA Rate Rider	0.1403	¢ per m³
- effective for 12 months ending December 31, 2022		
CIACVA Rate Rider	0.7135	¢ per m³
- effective for 12 months ending December 31, 2022		
EFVA Rate Rider	0.6608	¢ per m³
- effective for 12 months ending December 31, 2022		
Federal Carbon Charge (if applicable) (2)	9.79	¢ per m³
Gas Supply Charge	30.3706	¢ per m³

⁽⁽¹⁾ Aggregated within Monthly Fixed Charge is the amount of one dollar per month in accordance with Bill 32 and Ontario Regulation 24/19.

Direct Purchase Delivery

Where a customer elects under this Rate Schedule to directly purchase its gas from a supplier other than ENGLP, the customer or their agent must enter into a T-Service Receipt Contract with ENGLP for delivery of gas to ENGLP at a receipt point listed on the upstream transportation contract that ENGLP has with the Upstream Service Provider ("Ontario Delivery Point"). T-Service Receipt Contract rates are described in Rate Schedule T1. Transportation and Storage charges may vary depending on the Ontario Delivery Point. Gas Supply Charges in this Rate Schedule are not applicable for Rate T1 customers.

⁽²⁾ The Federal Carbon Charge is only "applicable" to 20% of the natural gas volumes used by eligible greenhouses, reducing their effective Federal Carbon Charge rate.

Terms and Conditions of Service

The provisions in the "ENGLP Natural Gas Limited Partnership Southern Bruce Natural Gas Operations Conditions of Service" apply, as contemplated therein, to service under this Rate Schedule.

Effective: July 1, 2022

Implementation: All bills rendered on or after July 1, 2022

RATE 11 - Large Volume Seasonal Service

Applicability

Any customer in ENGLP's Southern Bruce Natural Gas System who is an end user and whose gas requirements are only during the period of May 1 through Dec 15 inclusive and are greater than 10,000 m³.

Rate

Rates per m^3 assume an energy content of $38.89 MJ/m^3$

Bills will be rendered monthly and shall be the total of:

Monthly Fixed Charge (1)	\$215.31	
Delivery Charge		
All volumes delivered	16.1303	¢ per m³
Upstream Charges		
Upstream Recovery charge	0.0352	¢ per m³
Transportation and Storage charge	1.8166	¢ per m³
Rate Rider for Delay in Revenue Recovery	0.5524	¢ per m³
- effective for 10 years ending December 31, 2028		
ECVA Rate Rider	0.1403	¢ per m³
- effective for 12 months ending December 31, 2022		
CIACVA Rate Rider	0.0992	¢ per m³
- effective for 12 months ending December 31, 2022		
EFVA Rate Rider	0.1075	¢ per m³
- effective for 12 months ending December 31, 2022		
Federal Carbon Charge (if applicable) (2)	9.79	¢ per m ³
Gas Supply Charge	30.3706	¢ per m³

⁽¹⁾Aggregated within Monthly Fixed Charge is the amount of one dollar per month in accordance with Bill 32 and Ontario Regulation 24/19.

Unaccounted for Gas (UFG):

Forecasted UFG is applied to all volumes of gas delivered to the customer.

⁽²⁾ The Federal Carbon Charge is only "applicable" to 20% of the natural gas volumes used by eligible greenhouses, reducing their effective Federal Carbon Charge rate.

Overrun Charges:

Any volume of gas taken during the period of December 16 through April 30 inclusive shall constitute "Overrun

Gas" and must be authorized in advance by ENGLP. Delivery of these volumes is available at the Authorized Overrun Charge in addition to applicable Upstream Charges and Gas Supply Charges. ENGLP will not unreasonably withhold authorization.

Authorized Overrun Charge

16.8083 ¢ per m³

Any volume of gas taken during the period of December 16 through April 30 inclusive without ENGLP's approval in advance shall constitute "Unauthorized Overrun Gas". Delivery of these volumes will be paid for at the Unauthorized Overrun Charge in addition to applicable Upstream Charges and Gas Supply Charges.

Unauthorized Overrun Charge

402.5107 ¢ per m⁵

For any volume of Unauthorized Overrun Gas taken, the customer shall, in addition, indemnify ENGLP in respect of any penalties or additional costs imposed on ENGLP by its suppliers, any additional gas cost incurred or any sales margins lost as a consequence of the customer taking the unauthorized overrun volume.

Nominations:

Union Gas Limited will be the "Upstream Service Provider" to facilitate delivery and balancing of gas supplies to the ENGLP Southern Bruce Natural Gas System. For service under this Rate Schedule, the customer shall nominate for transportation of gas volumes for ultimate delivery to the customer. The customer agrees to nominate its daily gas volumetric requirement to ENGLP, or its designated agent, consistent with industry nomination standards including those nomination requirements of the Upstream Service Provider.

The customer shall nominate gas delivery daily based on its daily gas requirements plus the Forecasted UFG rate as set out in this Rate Schedule.

The nomination calculation shall equal:

[(Daily volume of gas to be delivered) * (1 + Forecasted UFG)]

Customers may change daily nominations based on the nomination windows within a day as defined by ENGLP's agreement with the Upstream Service Provider.

In the event nominations under this Rate Schedule do not match upstream nominations, the nomination will be confirmed at the upstream value.

Customers with multiple connections under this Rate Schedule may combine nominations at the sole discretion of ENGLP. For combined nominations the customer shall specify the quantity of gas to each meter installation ("Terminal Location") and the order in which the gas is to be delivered to each Terminal Location.

Load Balancing:

Daily nominations provided by the customer shall be used for the purposes of day-to-day balancing as required under ENGLP's arrangement with the Upstream Service Provider.

When a customer's metered consumption on any day is different than the gas nominated for consumption by the customer on any day, this constitutes a "Daily Load Imbalance". A "Cumulative Load Imbalance" occurs when the ongoing absolute value of Daily Load Imbalances are greater than zero.

To the extent that ENGLP incurs daily or cumulative load balancing charges, the customer will be responsible for its proportionate share of such charges. Charges related to these imbalances are as defined in ENGLP's agreement with the Upstream Service Provider.

Direct Purchase Delivery

Where a customer elects under this Rate Schedule to directly purchase its gas from a supplier other than ENGLP, the customer or their agent must enter into a T-Service Receipt Contract with ENGLP for delivery of gas to ENGLP at a receipt point listed on the upstream transportation contract that ENGLP has with the Upstream Service Provider ("Ontario Delivery Point"). T-Service Receipt Contract rates are described in Rate Schedule T1. Transportation and Storage charges may vary depending on the Ontario Delivery Point. Gas Supply Charges in this Rate Schedule are not applicable for Rate T1 customers.

Terms and Conditions of Service

- 1. In any year, during the period of May 1 through December 15 inclusive, the customers shall receive continuous ("Firm") service from ENGLP, except where impacted by events as specified in ENGLP Natural Gas Limited Partnership Southern Bruce Natural Gas Operations Conditions of Service including force majeure. During the period of December 16 through April 30 inclusive, any authorized overrun service shall be interruptible at the sole discretion of ENGLP. All service during the period December 16 through April 30 inclusive shall be subject to ENGLP's prior authorization under the daily nomination procedures outlined in this Rate Schedule and shall constitute Overrun Gas.
- 2. To the extent that ENGLP's Upstream Service Provider provides any seasonal or day-to-day balancing rights for ENGLP, the customer shall be entitled to a reasonable proportion of such balancing rights as determined by ENGLP from time to time. If the customer utilizes any of ENGLP's seasonal or day-to-day balancing services or any other services available from the Upstream Service Provider, the customer agrees to comply with all balancing requirements imposed by the Upstream Service Provider. The customer also agrees to be liable for its share of any such usage limitations or restrictions, fees, costs or penalties associated with the usage of such services, including but not limited to any associated storage fees, daily or cumulative balancing fees or penalties, and gas commodity costs as determined by ENGLP, acting reasonably.
- 3. ENGLP receives upstream services under the Union Gas Limited M17 Rate Schedule. Details of this upstream arrangement and associated nomination standards and Load Balancing Arrangement are available at www.uniongas.com.
- 4. The provisions in the "ENGLP Natural Gas Limited Partnership Southern Bruce Natural Gas Operations Conditions of Service" apply, as contemplated therein, to service under this Rate Schedule.

Effective: July 1, 2022

Implementation: All bills rendered on or after July 1, 2022

RATE 16 – Contracted Firm Service

Applicability

Any customer connected directly to ENGLP's Southern Bruce Natural Gas High Pressure Steel System and who enters into a contract with ENGLP for firm contract daily demand of at least 2,739m³.

Rate

Rates per m³ assume an energy content of 38.89MJ/m³

Bills will be rendered monthly and shall be the total of:

Monthly Fixed Charge (1)	\$1,576.78	
Delivery Charge		
Per m ³ of Contract Demand	107.4831	¢ per m ³
Upstream Charges		
Upstream Recovery charge per m³ of Contract Demand	14.2434	¢ per m ³
Transportation charge per m ³ of Contract Demand		
Transportation from Dawn	18.2999	¢ per m ³
Transportation from Kirkwall	11.8480	¢ per m ³
Transportation from Parkway	11.8480	¢ per m ³
Rate Rider for Delay in Revenue Recovery	0.0601	¢ per m ³
- effective for 10 years ending December 31, 2028		
CIACVA Rate Rider	0.9603	Per m ³ of Contract Demand
- effective for 12 months ending December 31, 2022		
EFVA Rate Rider	0.7964	Per m ³ of Contract Demand
- effective for 12 months ending December 31, 2022		
Federal Carbon Charge (if applicable) (2)	9.79	¢ per m ³

⁽¹⁾Aggregated within Monthly Fixed Charge is the amount of one dollar per month in accordance with Bill 32 and Ontario Regulation 24/19.

 $^{^{(2)}}$ The Federal Carbon Charge is only "applicable" to 20% of the natural gas volumes used by eligible greenhouses, reducing their effective Federal Carbon Charge rate.

Unaccounted for Gas:

Forecasted Unaccounted for Gas (UFG) is applied to all volumes of gas delivered to the customer.

Forecasted Unaccounted for Gas Percentage

0.00 %

Overrun Charges:

Any volume of gas taken in excess of the daily Contract Demand or Peak Hourly Volume ENGLP is obligated to transport as per the contract with the customer shall constitute "Overrun Gas" and must be authorized in advance by ENGLP. Delivery of these volumes is available at the Authorized Overrun Charge in addition to applicable Upstream Charges. ENGLP will not unreasonably withhold authorization.

Authorized Overrun Charge

 5.2526 ¢ per m^3

Any volume of gas taken in excess of the daily Contract Demand or Peak Hourly Volume ENGLP is obligated to transport as per the contract with the customer without ENGLP's approval in advance shall constitute "Unauthorized Overrun Gas". Delivery of these volumes will be paid for at the Unauthorized Overrun Charge in addition to applicable Upstream Charges.

Unauthorized Overrun Charge

402.6142 ¢ per m³

For any volume of Unauthorized Overrun Gas taken, the customer shall, in addition, indemnify ENGLP in respect of any penalties or additional costs imposed on ENGLP by its suppliers, any additional gas cost incurred or any sales margins lost as a consequence of the customer taking the unauthorized overrun volume.

Nominations:

Union Gas Limited will be the "Upstream Service Provider" to facilitate delivery and balancing of gas supplies to the ENGLP Southern Bruce Natural Gas System. For service under this Rate Schedule, the customer shall nominate for transportation of gas volumes for ultimate delivery to the customer. The customer agrees to nominate its daily gas volumetric requirement to ENGLP, or its designated agent, consistent with industry nomination standards including those nomination requirements of the Upstream Service Provider.

The customer shall nominate gas delivery daily based on its daily gas requirements plus the Forecasted UFG rate and Fuel Ratio. The Forecasted UFG rate is as set out in this Rate Schedule. The Fuel Ratio is the Shipper Supplied Fuel rates applicable to the receipt point of gas defined in the "Gas Supply" section of this Rate Schedule.

The nomination calculation shall equal:

[(Daily volume of gas to be delivered) * (1 + Forecasted UFG) * (1 + Fuel Ratio)]

Customers may change daily nominations based on the nomination windows within a day as defined by ENGLP's agreement with the Upstream Service Provider.

In the event nominations under this Rate Schedule do not match upstream nominations, the nomination will be confirmed at the upstream value.

Customers with multiple connections under this Rate Schedule may combine nominations at the sole discretion of ENGLP. For combined nominations the customer shall specify the quantity of gas to each meter installation ("Terminal Location") and the order in which the gas is to be delivered to each Terminal Location.

Load Balancing:

Daily nominations provided by the customer shall be used for the purposes of day-to-day balancing as required under ENGLP's arrangement with the Upstream Service Provider.

When a customer's metered consumption on any day is different than the gas nominated for consumption by the customer on any day, this constitutes a "Daily Load Imbalance". A "Cumulative Load Imbalance" occurs when the ongoing absolute value of Daily Load Imbalances are greater than zero.

To the extent that ENGLP incurs daily or cumulative load balancing charges, the customer will be responsible for its proportionate share of such charges. Charges related to these imbalances are as defined in ENGLP's agreement with the Upstream Service Provider.

Gas Supply:

Unless otherwise authorized by ENGLP, customers under this Rate Schedule must deliver firm gas at a receipt point listed on the upstream transportation contract that ENGLP has with the Upstream Service Provider ("Ontario Delivery Point"). The customer or their agent must enter into a T-Service Receipt Contract with ENGLP for delivery of gas to ENGLP. T-Service Receipt Contract rates are described in Rate Schedule T1.

The customer must deliver to ENGLP on a daily basis the volume of gas to be delivered to the customer's Terminal Location plus the Forecasted UFG rate and Fuel Ratio. Transportation charges vary depending on the Ontario Delivery Point at the rates provided in this Rate Schedule. The Forecasted UFG rate is as set out in this Rate Schedule, and the Fuel Ratio is the Shipper Supplied Fuel rates of the Ontario Delivery Point related to necessary compressor or other fuel requirements of the Upstream Service Provider.

The Gas Supply calculation shall equal:

[(Daily volume of gas to be delivered) * (1 + Forecasted UFG) * (1 + Fuel Ratio)]

Terms and Conditions of Service

- 1. ENGLP receives upstream services under the Union Gas Limited M17 Rate Schedule. Details of this upstream arrangement and associated nomination standards, applicable Fuel Ratio, and Load Balancing Arrangement are available at www.uniongas.com.
- 2. The provisions in the "ENGLP Natural Gas Limited Partnership General Terms and Conditions for Rate 16 Customers" apply, as contemplated therein, to service under this Rate Schedule.

Effective: July 1, 2022

Implementation: All bills rendered on or after July 1, 2022

RATE T1 – Direct Purchase Contract Rate

Availability

Rate T1 is available to all customers or their agent who enter into a T-Service Receipt Contract for delivery of gas to ENGLP. The availability of this option is subject to ENGLP obtaining a satisfactory agreement or arrangement with ENGLP's Upstream Service Provider for direct purchase volume.

Eligibility

All customers who must, or elect to, purchase gas directly from a supplier other than ENGLP. These customers must enter into a T-Service Receipt Contract with ENGLP either directly or through their agent, for delivery of gas to ENGLP at a receipt point listed on the upstream transportation contract that ENGLP has with the Upstream Service Provider ("Ontario Delivery Point").

Rate

All charges in the customer's appropriate Rate Schedule excluding Gas Supply Charge shall apply. Applicable Transportation and Storage charges are determined based on the Ontario Delivery Point.

In addition, administration fees apply to customers who elect to enter into a T-Service Receipt Contract with ENGLP and are detailed in the Direct Purchase Contract with the customer or its agent.

For gas delivered to ENGLP at any point other than the Ontario Delivery Point, ENGLP will charge the customer or their agent all approved tolls and charges incurred by ENGLP to transport the gas to the Ontario Delivery Point.

Unaccounted for Gas:

Forecasted Unaccounted for Gas (UFG) is applied to all volumes of gas supplied:

Forecasted Unaccounted for Gas Percentage

0.00 %

Gas Supply:

Unless otherwise authorized by ENGLP, customers who are delivering gas to ENGLP under direct purchase arrangements must deliver firm gas at a daily volume acceptable to ENGLP, to an Ontario Delivery Point, and, where applicable, must acquire and maintain firm transportation on all pipeline systems upstream of Ontario.

The customer or its agent must deliver to ENGLP on a daily basis, at the Ontario Delivery Point, the volume of gas to be delivered to the customer's Terminal Location plus the Forecasted UFG rate and Fuel Ratio. Where the Forecasted UFG rate is as set out in this Rate Schedule, and the Fuel Ratio is the Shipper Supplied Fuel rates of the Ontario Delivery Point related to necessary compressor or other fuel requirements of the Upstream Service Provider.

The Gas Supply calculation shall equal:

[(Daily volume of gas to be delivered) *(1 + Forecasted UFG) *(1 + Fuel Ratio)]

Terms and Conditions of Service

The provisions in the "T-Service Receipt Contract General Terms and Conditions" apply, as contemplated therein, to service under this Rate Schedule.

Effective: July 1, 2022

Implementation: All bills rendered on or after July 1, 2022

ENGLP NATURAL GAS LIMITED PARTNERSHIP

Schedule of Miscellaneous and Service Charges

	A	В	
Service		Fee	
1	Service Work		
2	During normal working hours		
3	Minimum charge (up to 60 minutes)	\$100.00	
4	Each additional hour (or part thereof)	\$100.00	
5	Outside normal working hours		
6	Minimum charge (up to 60 minutes)	\$130.00	
7	Each additional hour (or part thereof)	\$105.00	
8			
9	Miscellaneous Charges		
10	Returned Cheque / Payment	\$20.00	
11	Replies to a request for account information	\$25.00	
12	Bill Reprint / Statement Print Requests	\$20.00	
13	Consumption Summary Requests	\$20.00	
14	Customer Transfer / Connection Charge	\$35.00	
15			
16	Reconnection Charge	\$85.00	
17			
18	Inactive Account Charge	ENGLP's cost to install service	
19			
19		1.5% / month, 19.56% / year	
	Late Payment Charge	(effective rate of 0.04896%	
20	Late I ayment Charge	`	
		compounded daily)	
21			
22			
22			
23	Meter Tested at Customer Request Found to be Accurate	Charge based on actual costs	
24	Installation of Service Lateral (3)	No charge for the first 30 meters	

Note: Applicable taxes will be added to the above charges

³ No Charge for initial connection