Rebasing Regulatory Affairs



March 16, 2023

VIA RESS AND EMAIL

Nancy Marconi Registrar Ontario Energy Board 2300 Yonge Street, 27th Floor Toronto, ON M4P 1E4

Dear Nancy Marconi:

Re: Enbridge Gas Inc. (Enbridge Gas, or the Company)

EB-2022-0200 - 2024 Rebasing - Phase 1 Evidence and Interrogatory

Response Update

Enbridge Gas filed its 2024 Rates Application and the majority of its supporting evidence on October 31, 2022 and the balance of its evidence on November 30, 2022. In this Application, Enbridge Gas requests approval of rates for the sale, distribution, transmission, and storage of gas commencing January 1, 2024. Enbridge Gas also applies for approval of an incentive rate-making mechanism (IRM) for the years from 2025 to 2028.

In its cover letter to Enbridge Gas's interrogatory responses filed March 8, 2023, Enbridge Gas indicated that it would be filing updates to evidence provided by Guidehouse related to an error discovered in its modelling for the Pathways to Net Zero Emissions for Ontario (P2NZ) study (Exhibit 1, Tab 10, Schedule 5, Attachment 2), as well as any resulting updates to impacted sections of Enbridge Gas's evidence and interrogatory responses.

The nature of the error is that while conducting the modelling for the P2NZ study, Guidehouse omitted the costs for new in-province hydrogen transmission, costs for methane network O&M, and costs for in-province electric transmission. This had implications for the Diversified and Electrification pathways, with an impact of approximately \$13 billion (in real 2020\$) on the total energy cost differential between the two pathways, with the Diversified pathway remaining the least cost pathway.

This error, plus a limited number of typographical/editing errors, have been corrected in the P2NZ report, with updated sections noted with a "/u" in the margin. Additionally, updates to Enbridge Gas's evidence and impacted interrogatory responses are also being filed. A list of impacted Exhibits and Interrogatory Responses is provided in Table 1 below:

Table 1

Reference
Exhibit 1, Tab 10, Schedule 5,
Attachment 2 (P2NZ Report)
Exhibit 1, Tab 10, Schedule 5, par. 34
Exhibit 4, Tab 2, Schedule 6, par. 46
Exhibit 1, Tab 2, Schedule 1, par. 48
Exhibit I.1.10-ED-62
Exhibit I.1.10-ED-63
Exhibit I.1.10-ED-64
Exhibit I.1.10-GEC-20 plus attachment
Exhibit I.1.10-IGUA-69
Exhibit I.1.10-PP-16
Exhibit I.1.10-SEC-5
Exhibit I.1.10-SEC-54

Enbridge Gas will post the updated material on its website at www.enbridgegas.com/about-enbridge-gas/regulatory. Enbridge Gas will send a copy of this letter, and a link to the website page, to all parties to the proceeding.

Should you have any questions, please let us know.

Sincerely,

Vanessa Innis Manager, Strategic Applications – Rate Rebasing