

Ontario Energy Board	
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UNDERTAKING	<u>HDU2.1</u>
DATE	<u>May 8, 2009</u>
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Provide explanation of what the weighted average cost of Enbridge's transportation portfolio would be without paying the transportation credit to direct shippers; compare that against the \$1.44 gigajoule estimated by TCPL to be the toll charge for next year.

RESPONSE

The table below provides the weighted average cost of transport with and without the transportation service credit at varying levels of TCPL tolls:

- a) 2009 approved toll of \$1.19/Gj,
- b) assumed 2010 toll of \$1.44/Gj,
- c) assumed TCPL FT toll of \$1.30/Gj.

Also shown is the impact on a residential bill for a typical heating and water heating customer consuming 3 064 cubic metres per year.

Assuming TCPL FT tolls are at the current NEB approved level, a typical residential system gas/western T customer will see a reduction in their annual bill of \$5 due to the elimination of the transportation service credit (TCPL long haul tolls of \$1.19/GJ). A typical Ontario T direct purchase customer on ABC service will see an increase in their transportation charge of \$7 assuming that their agent charges them the TCPL long haul toll of \$1.19/GJ. The differential in transportation cost between system/western T customers and Ontario ABC customers would be approximately \$12 per year or a dollar a month.

The differential between the system/western T customer and Ontario ABC customer would increase to \$16 and \$14 per year, respectively for the TCPL toll scenarios b) and c) outlined above.

Witnesses: M. Giridhar
I. MacPherson
E. Overcast

	TCPL FT Tolls @ 100% LF		EGD Transportation Cost -Prior to Unbundling of Transportation Rates		EGD Transportation Cost - After the Unbundling of Transportation Rates		Impact on System/We stem T customer per year	Impact on a Ontario T DP Customer per Year	Differential between Ont DP customer and System/West
	\$/ m ³	\$/Gj	\$/ m ³	\$/Gj	\$/ m ³	\$/Gj	\$	\$	\$
Current Tolls 2009	0.044851	1.19	0.0426	1.1290	0.0408	1.08	(5.26)	7.04	12.31
Proposed Toll 2010	0.054274	1.44	0.0513	1.3616	0.0491	1.30	(6.76)	9.05	15.81
Alternative Toll Scenario	0.048997	1.30	0.0464	1.2314	0.0445	1.18	(5.92)	7.93	13.85

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