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## VIA RESS and EMAIL

March 17, 2025

Nancy Marconi Registrar Ontario Energy Board 2300 Yonge Street, 27<sup>th</sup> Floor Toronto, Ontario M4P 1E4

Dear Nancy Marconi:

## Re: EB-2025-0078 – Enbridge Gas Inc. – April 1, 2025 Quarterly Rate Adjustment Mechanism (QRAM) Application Elimination of Customer Related Federal Carbon Charges

On March 15, 2025, federal regulations (Regulations) amending Schedule 2 to the *Greenhouse Gas Pollution Pricing Act* (Act) and the *Fuel Charge Regulations* were published in the Canada Gazette, pursuant to Order in Council made at the advice of the new Canadian Prime Minister's government.<sup>1</sup> The Regulations amend the fuel rates of charge applicable after March 31, 2025, found in Schedule 2, Table 5, Columns 6 to 11 of the Act to \$0.00. The revised regulations were published in the Canada Gazette, Part II, Volume 159, Extra Number 2.

In accordance with the Regulations, Enbridge Gas will file an amended April 1, QRAM application to seek OEB approval of the following:

- a. Amendment of Rider J to adjust the federal carbon charge approved by the OEB in EB-2024-0251 to \$0.00. Enbridge Gas will not seek to adjust the facility related federal carbon charge at this time. Because the facility related carbon charge is very small relative to the federal carbon charge, it is recovered in delivery rates and only a component is impacted by the Regulations. Enbridge Gas will seek adjustment to it at a later date. Any variance between amounts currently included in delivery rates and actual facility related carbon charges collected will be tracked in the Facility Carbon Charge Variance Account (FCCVA) for future disposition.
- b. Elimination of the proposed rate mitigation measures as adjusting the federal carbon charge to zero results in lower total bills for customers in all rate zones even after factoring in the gas commodity increase.

<sup>&</sup>lt;sup>1</sup> <u>https://gazette.gc.ca/rp-pr/p2/2025/2025-03-15-x2/html/sor-dors107-eng.html</u>

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## Impact on Rates and Customers' Bills

The elimination of the federal carbon charge will result in a reduction in total bill impacts for all customers. The specific bill impacts will be detailed in the amended April 2025 QRAM application.

Enbridge Gas will submit its amended April 1, 2025 QRAM application on March 18, 2025.

Should you have any questions on this matter please contact the undersigned.

Sincerely,

Justin Gan

Justin Egan Technical Manager, Regulatory Applications

cc: All Interested Parties EB-2008-0106, EB-2019-0137, EB-2024-0067, EB-2022-0200, and EB-2024-0111