

500 Consumers Road
North York, Ontario M2J 1P8
PO Box 650
Scarborough ON M1K 5E3

Lorraine Chiasson
Regulatory Coordinator
phone: (416) 495-5962
fax: (416) 495-6072
Email: lorraine.chiasson@enbridge.com



December 9, 2008 (second letter)

VIA COURIER AND EMAIL

Ms. Kirsten Walli
Board Secretary
Ontario Energy Board
2300 Yonge Street
Suite 2700
Toronto, Ontario
M4P 1E4

Dear Ms. Walli:

**Re: Enbridge Gas Distribution Inc.
Year 2 of 5 Year Incentive Regulation Plan – 2008 - 2012
Ontario Energy Board File No. EB-2008-0219**

Further to Enbridge Gas Distribution's letter of December 9, 2008, please find enclosed 2 paper copies of the interrogatory response as follows:

Exhibit I, Tab 1, Schedule 3

The above document has been filed through the Board's RESS and will be available on our website at www.enbridge.com/ratecase Wednesday, December 10, 2008.

Sincerely,

[original signed by]

Lorraine Chiasson

encl.

cc: Mr. F. Cass, Aird & Berlis LLP
All Interested Parties EB-2007-0219 (via email only)

BOARD STAFF INTERROGATORY #3

INTERROGATORY

ISSUE 4 - CUSTOMER ADDITIONS

Ref: Ex. B /Tab 1/ Sch 5 /

Please provide a sensitivity analysis on the 2009 distribution revenues of changes to the forecast of customer additions. What is the effect of a plus 10,000 and of a minus 10,000 change to the forecast number of customer additions?

RESPONSE

We have received a number of requests about the impact of different customer addition assumptions. We are providing this response in relation to four scenarios, an increase or decrease of 1,000 / 2,500 / 5,000 or 10,000 to the 2009 customer additions forecast.

For a change in customer adds of 1,000 the ending 2009 average customers in the DRR formula would change by 321 and the DRR would change by \$0.1 million. For a change in customer adds of 2,500 the ending 2009 average customers in the DRR formula would change by 803 and the DRR would change by \$0.3 million. For a change in customer adds of 5,000 the ending 2009 average customers in the DRR formula would change by 1607 and the DRR would change by \$0.7 million.

The presumed change of 1,000 customer adds would result in a change in the volumetric forecast of approximately 617,006 cubic meters in rate 1 and 318,672 cubic meters in rate 6. The change or impact in % rate change estimate would be immaterial.

The presumed change of 2,500 customer adds would result in a change in the volumetric forecast of approximately 1,542,515 cubic meters in rate 1 and 796,679 cubic meters in rate 6. The change or impact in % rate change estimate would be immaterial.

The presumed change of 5,000 customer adds would result in a change in the volumetric forecast of approximately 3,085,029 cubic meters in rate 1 and 1,593,359 cubic meters in rate 6. The change or impact in % rate change estimate would be immaterial.

Witnesses: I. Chan
J. Denomy
T. Ladanyi

SUPPLEMENTAL RESPONSE

For a change in customer adds of 10,000 the ending 2009 average customers in the DRR formula would change by 3167 and the DRR would change by \$1.3 million.

The presumed change of 10,000 customer adds would result in a change in the volumetric forecast of approximately 6,103,376 cubic meters in rate 1 and 3,887,241 cubic meters in rate 6. The change or impact in % rate change estimate would be less than 0.1%.

The Company has not developed an update to reflect recent changes in economic conditions.

It is important to note that any change in assumptions to customer additions or otherwise, would require an update to other assumptions such as the volumetric forecast that underpins rates. It is not appropriate to select one element of the application for update without updating other related elements of the application as well.

Witnesses: I. Chan
J. Denomy
T. Ladanyi