



EB-2012-0433
EB-2013-0074

IN THE MATTER OF an application by Union Gas Limited for: an Order or Orders for pre-approval of recovery of the cost consequences of all facilities associated with the development of the proposed Parkway West site; an Order or Orders granting leave to construct natural gas pipelines and ancillary facilities in the Town of Milton; an Order or Orders for pre-approval of recovery of the cost consequences of all facilities associated with the development of the proposed Brantford-Kirkwall/Parkway D Compressor Station project; an Order or Orders for pre-approval of the cost consequences of two long term short haul transportation contracts; and an Order or Orders granting leave to construct natural gas pipelines and ancillary facilities in the City of Cambridge and City of Hamilton.

BEFORE: Cynthia Chaplin
Presiding Member & Vice Chair

Marika Hare
Member

Peter Noonan
Member

ACCOUNTING ORDER

March 11, 2014

The Ontario Energy Board (the "Board") received three related applications requesting approval for the Applicants to undertake system expansion projects: one filed by Enbridge Gas Distribution Inc. and two filed by Union Gas Limited ("Union").

On January 30, 2014, the Board issued its Decision and Order on the three applications. Among other things, the Board approved the creation of a Parkway West Project variance account and a Brantford-Kirkwall/Parkway D Project variance account.

The Board also ordered Union to file a draft Accounting Order for the Parkway West Project and the Brantford Kirkwall/Parkway D Project. The draft Accounting Order was to include the purpose of the accounts, descriptions of each account, the account number and accounting entries for recording any variances.

On February 10, 2014, Union filed a draft Accounting Order. Board staff filed comments on the draft Accounting Order on February 18, 2014. Union filed a reply to Board staff comments on February 24, 2014.

The Board agrees with Union's response to Board staff comments and approves the draft Accounting Order for deferral accounts as filed by Union.

THE BOARD ORDERS THAT:

1. The Accounting Order set out in Appendix "A" of this Order is approved effective January 1, 2014 for the Parkway West Project and January 1, 2015, Brantford-Kirkwall/Parkway D Project.

DATED at Toronto, **March 11, 2014**

ONTARIO ENERGY BOARD

Original Signed By

Kirsten Walli
Board Secretary

APPENDIX A
TO ACCOUNTING ORDER

Union Gas Limited
EB-2012-0433
EB-2013-0074

DATED: March 11, 2014

Union Gas Limited Accounting Order
EB-2012-0433
EB-2013-0074

Union Gas Limited shall establish the following deferral accounts effective as of January 1, 2014:

1. Deferral Account No. 179-136 "Other Deferred Charges – Parkway West Project Costs"

Purpose: to record as a debit (or credit) the difference between actual revenue requirement related to the costs for the Parkway West Project and the revenue requirement included in rates as approved by the Board in its Decision and Order dated January 30, 2014 for proceeding EB-2012-0433/EB-2013-0074.

2. Deferral Account 179-136 "Other Deferred Charges – Parkway West Project Costs"

Purpose: to record as a debit (or credit) interest on the balance in Deferral Account No. 179-136. Simple interest will be computed monthly on the opening balance in the said account in accordance with the methodology approved by the Board in EB-2006-0117.

Union Gas Limited shall establish the following deferral accounts effective as of January 1, 2015:

3. Deferral Account No. 179-137 "Other Deferred Charges – Brantford-Kirkwall/Parkway D Project Costs"

Purpose: to record as a debit (or credit) the difference between actual revenue requirement related to the costs for the Brantford-Kirkwall/Parkway D Project and the revenue requirement included in rates as approved by the Board in its Decision and Order dated January 30, 2014 for proceeding EB-2012-0433/EB-2013-0074.

4. Deferral Account No. 179-137 ""Other Deferred Charges – Brantford-Kirkwall/Parkway D Project Costs".

Purpose: to record as a debit (or credit) interest on the balance in Deferral Account No. 179-137. Simple interest will be computed monthly on the opening balance in the said account in accordance with the methodology approved by the Board in EB-2006-0117.

Detailed accounting entries for the above deferral accounts are attached as Attachment A.

Attachment A

Proposed Accounting Entries

USofA# Account Description

1) Parkway West Project Deferral Account

Dr: 179-136 Other Deferred Charges – Parkway West Project Costs
Cr: 579 Miscellaneous Operating Revenue

To record as a debit (or credit), the difference between the actual revenue requirement related to the costs for the Parkway West Project and the revenue requirement included in rates as approved by the Board.

Dr: 179-136 Other Deferred Charges – Parkway West Project Costs
Cr: 323 Other Interest Expense

To record as a debit (or credit), interest on the balance in Deferral Account No. 179-136. Simple interest will be applied monthly in the opening balance in the said account in accordance with the methodology approved by the Board in EB-2006-0117.

2) Brantford-Kirkwall/Parkway D Project Deferral Account

Dr: 179-137 Other Brantford-Kirkwall/Parkway D Project Costs
Cr: 579 Miscellaneous Operating Revenue

To record as a debit (or credit), the difference between the actual revenue requirement related to the costs for the Other Brantford-Kirkwall/Parkway D Project and the revenue requirement included in rates as approved by the Board.

Dr: 179-137 Other Brantford-Kirkwall/Parkway D Project Costs
Cr: 323 Other Interest Expense

To record as a debit (or credit), interest on the balance in Deferral Account No. 179-137. Simple interest will be applied monthly in the opening balance in the said account in accordance with the methodology approved by the Board in EB-2006-0117.