



Information for Large Volume Union South Rate Zone Customers

Oct. 05, 2023

Enbridge Gas Files 2024 Federal Carbon Pricing Program Application

On Sept. 28, 2023, Enbridge Gas filed its 2024 Federal Carbon Pricing Program (FCPP) application with the Ontario Energy Board (OEB) for rate changes effective April 1, 2024 ([EB-2023-0196](#)). This application is seeking approval of rates to recover the costs associated with the federal Greenhouse Gas Pollution Pricing Act (GGPPA) and EPS Regulation as a pass-through to customers, as well as, for disposition of the 2022 balances in the FCPP-related deferral and variance accounts, excluding the Customer Carbon Charge variance accounts.

In accordance with the GGPPA, the federal government implemented a carbon pricing system in Ontario in 2019. Enbridge Gas bills and collects federal carbon charges from its customers and remits the money that we collect to the government.

The federal carbon charge for 2024 is based on \$80/tCO₂e (15.25 cents/m³). All natural gas consumption is subject to the federal carbon charge except natural gas consumption that qualifies for exemption under the GGPPA.

Proposed 2024 Federal Carbon Pricing Customer-Related Charge (if applicable)

15.25 cents/m³

Proposed 2024 Federal Carbon Pricing Facility-Related Charge

0.0143 cents/m³

The customer-related federal carbon charge (as applicable) is a separate line item on the bill. Customers who have registered and received an exemption certificate from the federal government will not be charged the customer-related charge. The facility-related carbon charge, which applies to all customers in each rate class regardless of their exemption status, is included in the delivery or transportation charges on customer bills.

2022 Federal Carbon Charge Deferral and Variance Accounts

In this application Enbridge Gas is seeking OEB approval for the disposition of the 2022 balances recorded in its FCPP-related deferral and variance accounts. If approved as filed, the account clearing will result in a one-time adjustment being applied to bills for all customers on the first QRAM following OEB approval, as early as April 2024.

| | Unit Rate for One-Time Rate Adjustment (cents/m ³) |
|---------|--|
| Rate M4 | 0.0008 |

| | Unit Rate for One-Time Rate Adjustment (cents/m³) |
|----------|---|
| Rate M5A | 0.0835 |
| Rate M7 | (0.0056) |
| Rate M9 | (0.0054) |
| Rate M10 | 0.1281 |
| Rate T1 | 0.0007 |
| Rate T2 | (0.0054) |
| Rate T3 | (0.0034) |

*proposed for recovery on customers' April 2024 bills and based on actual Jan. 1 to Dec. 31, 2022 volumes

Full details of the Federal Carbon Pricing Program application ([EB-2023-0196](#)) can be found on our website.

If you have any questions about any of the material in this newsletter, please contact your account manager.