

SECTION 4.0
2015 Regulatory Financial Statements

1 **4.0 2015 Regulatory Financial Statements**

2 EGNB's 2015 Actuals have been filed as part of this Application and EGNB is seeking the Board's
3 approval of the 2015 Regulatory Financial Statements.

4 EGNB has prepared the 2015 Regulatory Financial Statements in a similar format and manner to the
5 2014 review.

6 Operating and Maintenance Target

7 In the May 16, 2011 decision regarding EGNB's Financial Results and Natural Gas Sales at December
8 31, 2009, the Board established the requirement to assess EGNB's spending on a per GJ basis. In its
9 December 23, 2014 Decision, the Board approved EGNB's operating and maintenance ("O&M")
10 budget for 2015 of \$11.647 million excluding costs related to the contracted capacity on the Maritimes
11 and Northeast pipeline, and a forecasted throughput of 5,846 TJs, resulting in an O&M spending target
12 of \$1.99/GJ. The actual O&M spending per GJ for 2015 was \$1.78/GJ, \$0.21/GJ below the Board
13 established target. EGNB is appropriately managing O&M expenses as actual annual totals have
14 decreased for a third straight year. The actual O&M spending in 2014 was \$1.73/GJ, \$1.80/GJ per GJ
15 in 2013 and \$2.47/GJ in 2012.

16 Weather Normalization Data

17 In its January 30, 2012 Decision regarding EGNB's 2010 Financial Review and 2012 Budget, the
18 Board required that EGNB provide additional information relating to weather normalization if used as
19 an explanation for revenue variances. EGNB has identified weather as a factor in explaining variances
20 between 2015 Actuals and 2015 Budget.

1 The weather normalized data is summarized in the table below. For a complete breakdown of the
 2 weather normalization data by month, refer to Schedule 4.4 - Weather Normalization Data.

Combined Weather-normalized Throughput and Revenue for 2015	
Weather Normalized for 2015	Total
2015 GJ's	6,033,928
2015 WN GJ's (Adjusted)	5,800,684
Difference in GJ's	(233,244)
2015 Revenue	\$ 46,998,964
Difference in GJ's * Rates	(1,760,947)
2015 WN Revenue	<u>\$ 45,238,017</u>

3
 4 The following information has been provided in support of the requested approval of the 2015
 5 Regulatory Financial Statements:

- 6 • Schedule 4.1 - 2015 Actuals
- 7 • Schedule 4.2 - 2015 Budget
- 8 • Schedule 4.3 - 2015 Actuals to Budget Explanations
- 9 • Schedule 4.4 - Weather Normalization Data