

**Enbridge Gas New Brunswick
Class COS - Year Ending Dec 31, 2010
Future Rate Classes**

TOTAL Class Allocation									
		Total							
	Account	Allocated	Small General	Mid General	Large General	Contract General	Industrial Contract General	Off Peak Service	
10	Description	Code	Dollars						
12	I. GAS PLANT IN SERVICE								
13	Franchises & Consents	401	0	0	0	0	0	0	0
14	Other Intangible Plant	402	0	0	0	0	0	0	0
15	Subtotal - INTANGIBLE ASSETS	401-402	0	0	0	0	0	0	0
17	B. PRODUCTION PLANT								
18	Production Plant	403-419	0	0	0	0	0	0	0
19	Subtotal - PRODUCTION PLANT	403-419	0	0	0	0	0	0	0
21	C. STORAGE PLANT								
22	Storage Plant	440-459	0	0	0	0	0	0	0
23	Subtotal - STORAGE PLANT	440-459	0	0	0	0	0	0	0
25	D. TRANSMISSION PLANT	460-469	0	0	0	0	0	0	0
27	E. DISTRIBUTION PLANT								
28	Land and Land Rights	470	499,034	301,231	93,626	45,958	24,743	32,738	739
29	Structures and Improvements	472	0	0	0	0	0	0	0
30	Services	473	46,351,854	31,646,191	8,072,130	3,652,234	1,632,877	1,267,397	81,025
31	Regulators and Meter Installations	474	0	0	0	0	0	0	0
32	Mains	475	110,304,507	72,117,905	17,615,463	8,436,940	4,884,817	7,124,381	125,000
33	Compressor Equipment	476	0	0	0	0	0	0	0
34	Meas. & Reg. Stat. Equip. - General	477	10,942,073	1,773,370	2,202,366	2,189,544	1,767,349	3,009,444	0
35	Meters	478	15,683,602	5,096,837	6,496,270	2,600,369	802,240	622,678	65,207
36	Other Distribution Equipment	479	0	0	0	0	0	0	0
37	Development O&M	479	<u>99,660,152</u>	<u>60,157,732</u>	<u>18,697,614</u>	<u>9,178,054</u>	<u>4,941,238</u>	<u>6,538,032</u>	<u>147,484</u>
38	Subtotal - DISTRIBUTION PLANT	470-479	283,441,222	171,093,267	53,177,468	26,103,098	14,053,264	18,594,670	419,455
40	F. GENERAL PLANT								
41	Land and Land Rights	480	0	0	0	0	0	0	0
42	Structures and Improvements	482	920,682	581,568	164,061	75,568	46,388	50,365	2,731
43	Office Furniture and Equipment	483	515,498	325,625	91,859	42,311	25,973	28,200	1,529
44	Transportation Equipment	484	1,021,289	645,119	181,989	83,826	51,458	55,869	3,029
45	Heavy Work Equipment	485	0	0	0	0	0	0	0
46	Tools & Work Equipment	486	(382,975)	(241,915)	(68,244)	(31,434)	(19,296)	(20,950)	(1,136)
47	Equipment on Customers' Premises	487	0	0	0	0	0	0	0
48	Communication Structures & Equip	488	0	0	0	0	0	0	0
49	Computer Hardware & Software	490	3,983,339	2,516,161	709,812	326,946	200,700	217,906	11,814
50	Other General Equipment	489	0	0	0	0	0	0	0
51	Subtotal - GENERAL PLANT	480-490	6,057,832	3,826,559	1,079,477	497,217	305,223	331,389	17,966
53	TOTAL UTILITY PLANT		289,499,054	174,919,826	54,256,945	26,600,315	14,358,487	18,926,060	437,421
55	II. DEPRECIATION RESERVE								
56	Intangible Plant		0	0	0	0	0	0	0
57	Production Plant		0	0	0	0	0	0	0
58	Local Storage Plant		0	0	0	0	0	0	0
59	Transmission Plant		0	0	0	0	0	0	0
60	Mains		13,463,834	8,295,381	2,272,027	1,150,982	694,045	1,036,142	15,258
61	Mains - Development O&M		9,453,625	5,824,598	1,595,303	808,161	487,323	727,526	10,713
62	Services		7,228,768	4,935,358	1,258,883	569,581	254,654	197,656	12,636
63	Meters		2,863,463	930,564	1,186,068	474,767	146,471	113,687	11,905
64	Distr Other		2,777,143	1,676,363	521,030	255,757	137,693	182,190	4,110
65	General Plant		<u>2,850,502</u>	<u>1,800,581</u>	<u>507,946</u>	<u>233,965</u>	<u>143,622</u>	<u>155,935</u>	<u>8,454</u>

**Enbridge Gas New Brunswick
Class COS - Year Ending Dec 31, 2010
Future Rate Classes**

		TOTAL Class Allocation						
		Total						
Account	Account	Allocated	Small General	Mid General	Large General	Contract General	Industrial Contract General	Off Peak Service
Description	Code	Dollars						
66	TOTAL - DEPRECIATION RESERVE	38,637,334	23,462,844	7,341,258	3,493,213	1,863,808	2,413,135	63,076
67								
68	III. OTHER RATE BASE ITEMS							
69	Gas Storage Inventory	0	0	0	0	0	0	0
70	CWIP	0	0	0	0	0	0	0
71	Customer Deposits	0	0	0	0	0	0	0
72	Franchise fee	650,000	392,359	121,949	59,861	32,228	42,642	962
73	Deferred development costs	0	0	0	0	0	0	0
74	Deferred carrying costs	0	0	0	0	0	0	0
75	Deferred equity offering costs	434,533	262,297	81,524	40,018	21,545	28,507	643
76	Term deposit	3,128,305	1,888,335	586,913	288,097	155,104	205,227	4,629
77	Deferral account	<u>154,231,077</u>	<u>93,098,310</u>	<u>28,935,869</u>	<u>14,203,682</u>	<u>7,646,912</u>	<u>10,118,063</u>	<u>228,241</u>
78	Total - OTHER RATE BASE ITEMS	158,443,915	95,641,300	29,726,256	14,591,657	7,855,788	10,394,438	234,476
79								
80	IV. TOTAL RATE BASE (Excl. Working Capital)	<u>409,305,635</u>	<u>247,098,282</u>	<u>76,641,942</u>	<u>37,698,759</u>	<u>20,350,467</u>	<u>26,907,363</u>	<u>608,821</u>
81	Working Capital	131	<u>113,771</u>	<u>62,580</u>	<u>18,340</u>	<u>16,640</u>	<u>11,588</u>	<u>4,421</u>
82								<u>202</u>
83	V. TOTAL RATE BASE	<u>409,419,406</u>	<u>247,160,862</u>	<u>76,660,282</u>	<u>37,715,399</u>	<u>20,362,056</u>	<u>26,911,784</u>	<u>609,023</u>
84								
85	I. OPERATION & MAINTENANCE EXPENSE							
86	A. PRODUCTION EXPENSES							
87	1. Manufactured Gas Production							
88	Operation Supv and Engineering	610	0	0	0	0	0	0
89	Gas Wells	614	0	0	0	0	0	0
90	Other Gas Production	619	0	0	0	0	0	0
91	Subtotal - Production	610-619	0	0	0	0	0	0
92	Supervision	810	0	0	0	0	0	0
93	Gas Production Maintenance	814	0	0	0	0	0	0
94	Subtotal - O&M Accounts 617-618	810-819	0	0	0	0	0	0
95	Subtotal - Manufactured Gas Production	610-819	0	0	0	0	0	0
96								
97	Gas Supply Expenses							
98	Natural Gas Purchases	623	0	0	0	0	0	0
99	Gas Supply Operation	624	83,196	50,219	15,609	7,662	4,125	5,458
100	Natural Gas W/D from Storage	627-628	0	0	0	0	0	0
101	Gas Used for Other Util Operations	629	0	0	0	0	0	0
102	Other Gas Supply Expenses		0	0	0	0	0	0
103	Subtotal - PRODUCTION EXPENSES	623-629	83,196	50,219	15,609	7,662	4,125	5,458
104								
105	B. NATURAL GAS STORAGE, TERMINALING &							
106	Storage Operation & Maintenance	640-859	0	0	0	0	0	0
107	Subtotal - NATURAL GAS STORAGE	640-859	0	0	0	0	0	0
108								
109	C. TRANSMISSION EXPENSES	660-869	608,666	98,646	122,509	121,796	98,311	167,404
110								
111	D. DISTRIBUTION EXPENSES							
112	Supervision	670-870	887,576	553,354	165,977	77,438	39,548	49,886
113	Load Dispatching	671	0	0	0	0	0	0
114	Meter and Regulator Work	673-878	0	0	0	0	0	0
115	Service Work	674	0	0	0	0	0	0
116	Mains and Services	675-875	361,986	216,284	64,647	35,712	20,237	24,577
117	Compressor Equipment	676-876	0	0	0	0	0	0
118	Measuring and Regulation	677-877	49,372	8,002	9,937	9,879	7,974	13,579
119	Other Distribution Equipment	679-879	0	0	0	0	0	0
120	Structures and Improvements	872	0	0	0	0	0	0

**Enbridge Gas New Brunswick
Class COS - Year Ending Dec 31, 2010
Future Rate Classes**

		TOTAL Class Allocation							
		Total							
Account	Account	Allocated	Small General	Mid General	Large General	Contract General	Industrial Contract General	Off Peak Service	
Description	Code	Dollars							
121	General Maintenance	884-889	<u>3,436,758</u>	<u>2,151,031</u>	<u>617,187</u>	<u>286,829</u>	<u>176,991</u>	<u>194,528</u>	<u>10,193</u>
122	Subtotal - DISTRIBUTION EXPENSES	670-889	<u>4,735,692</u>	<u>2,928,671</u>	<u>857,749</u>	<u>409,858</u>	<u>244,750</u>	<u>282,570</u>	<u>12,094</u>
123	Total - OPERATION & MAINTENANCE EXPENSES		<u>5,344,358</u>	<u>3,027,317</u>	<u>980,258</u>	<u>531,654</u>	<u>343,061</u>	<u>449,974</u>	<u>12,094</u>
124									
125	II. SALES & MARKETING								
126	Supervision	700	1,507,212	909,797	282,774	138,804	74,729	98,878	2,230
127	Advertising - Natural Gas Promotion	701	1,100,611	664,361	206,490	101,359	54,569	72,204	1,629
128	Demonstration and Selling Exp	702	138,019	83,312	25,894	12,711	6,843	9,055	204
129	Revenue from Merchandising	703	0	0	0	0	0	0	0
130	Expense of Merchandising	704	0	0	0	0	0	0	0
131	Advertising - Other	705	118,671	71,633	22,264	10,929	5,884	7,785	176
132	Other Sales Promotion	709	<u>8,439,875</u>	<u>3,418,500</u>	<u>1,028,500</u>	<u>2,279,275</u>	<u>1,713,600</u>	<u>0</u>	<u>0</u>
133	Total - CUSTOMER ACCOUNTS EXPENSES		11,304,389	5,147,603	1,565,922	2,543,078	1,855,625	187,921	4,239
134									
135	III. CUSTOMER SERVICE & INFORMATIONAL								
136	Operatin Supervision	710	480,180	385,482	70,636	18,745	4,210	399	709
137	Customers' Contracts and Orders	711	0	0	0	0	0	0	0
138	Meter Reading	712	93,590	71,525	13,106	5,217	2,343	740	658
139	Customers' Billing and Accounting	713	718,611	524,606	96,128	25,510	57,291	5,428	9,649
140	Credit and Collection	714	0	0	0	0	0	0	0
141	Uncollectable Accounts	718	275,684	54,024	64,023	62,822	55,814	38,688	313
142	Other Customer Accounting	719	0	0	0	0	0	0	0
143	Total - CUSTOMER SERVICE & INFORMATIONAL		1,568,065	1,035,637	243,894	112,293	119,658	45,255	11,329
144									
145	Total - CUSTOMER ACCOUNTS, SERVICES & INFORMATIONAL		12,872,454	6,183,239	1,809,816	2,655,371	1,975,284	233,176	15,568
146									
147	IV. ADMINISTRATIVE & GENERAL EXPENSES								
148									
149	Administrative & General	721	21,961	13,872	3,913	1,803	1,107	1,201	65
150	Special Services	722	1,226,333	774,639	218,527	100,655	61,789	67,086	3,637
151	Insurance	723	318,706	192,380	59,794	29,351	15,802	20,908	472
152	Injuries & Damages	724	0	0	0	0	0	0	0
153	Employee Pensions and Benefits	725	1,663,733	1,050,933	296,469	136,556	83,827	91,013	4,934
154	Other Admin & Gen Expenses	728	3,195,901	1,929,138	599,595	294,322	158,456	209,662	4,730
155	Admin & Gen Expenses Transferred	729	0	0	0	0	0	0	0
156	Subtotal - O&M Accounts 721-729		6,426,634	3,960,962	1,178,298	562,687	320,979	389,870	13,838
157									
158	TOTAL - OPERATING EXPENSES (Excl Depr, 1)		24,643,446	13,171,518	3,968,372	3,749,712	2,639,324	1,073,020	41,500
159									
160	VI. DEPRECIATION EXPENSE								
161	Intangible Plant	403	0	0	0	0	0	0	0
162	Production Plant	403	0	0	0	0	0	0	0
163	Local Storage Plant	403	0	0	0	0	0	0	0
164	Transmission Plant	403	0	0	0	0	0	0	0
165	Mains	404	2,365,697	1,457,561	399,212	202,236	121,949	182,058	2,681
166	Mains - Development O&M	404	2,387,103	1,470,750	402,825	204,066	123,052	183,705	2,705
167	Services	404	1,457,802	995,297	253,875	114,866	51,355	39,861	2,548
168	Meters	404	518,040	168,352	214,576	85,892	26,499	20,567	2,154
169	Distr Other	404	445,934	269,179	83,663	41,068	22,110	29,255	660
170	General Plant	404	1,232,692	778,656	219,660	101,177	62,109	67,434	3,656
171	Amort Ltd-Term Elect/Gas Plant	404	200,000	120,726	37,523	18,419	9,916	13,121	296
172	Amortization of Deferral		<u>5,141,036</u>	<u>3,103,277</u>	<u>964,529</u>	<u>473,456</u>	<u>254,897</u>	<u>337,269</u>	<u>7,608</u>
173	Total - DEPRECIATION EXPENSE	403-404	13,748,304	8,363,797	2,575,863	1,241,180	671,887	873,269	22,308
174									
175	VII. TAXES OTHER THAN INCOME TAXES								

**Enbridge Gas New Brunswick
Class COS - Year Ending Dec 31, 2010
Future Rate Classes**

		TOTAL Class Allocation						
		Total						
Account	Account	Allocated	Small General	Mid General	Large General	Contract General	Industrial Contract General	Off Peak Service
Description	Code	Dollars						
SUMMARY								
Revenues								
222	Gas revenues	50,550,455	9,953,412	11,735,145	11,504,304	10,217,713	7,082,393	57,488
225	Non-operating income	0	0	0	0	0	0	0
226	Total revenues	50,550,455	9,953,412	11,735,145	11,504,304	10,217,713	7,082,393	57,488
Operating Expenses								
229	Production Expenses	83,196	50,219	15,609	7,662	4,125	5,458	123
230	Natural Gas Storage, Terminating & Proc. Exp.	0	0	0	0	0	0	0
231	Transmission Expenses	608,666	98,646	122,509	121,796	98,311	167,404	0
232	Distribution Expenses	<u>4,735,692</u>	<u>2,928,671</u>	<u>857,749</u>	<u>409,858</u>	<u>244,750</u>	<u>282,570</u>	<u>12,094</u>
233	Total Operating Expenses	5,427,554	3,077,536	995,867	539,316	347,186	455,432	12,217
Customer Accounts, Services, & Sales Expense:								
235	Administrative & General Expenses	12,872,454	6,183,239	1,809,816	2,655,371	1,975,284	233,176	15,568
236	Depreciation Expense	6,426,634	3,960,962	1,178,298	562,687	320,979	389,870	13,838
237	Taxes other than Income, GRT	13,748,304	8,363,797	2,575,863	1,241,180	671,887	873,269	22,308
238	Total Other Expenses	<u>1,155,923</u>	<u>697,815</u>	<u>216,437</u>	<u>106,483</u>	<u>57,489</u>	<u>75,981</u>	<u>1,719</u>
239	Total Other Expenses	34,203,316	19,205,814	5,780,413	4,565,720	3,025,639	1,572,296	53,433
241	Income tax expense	0	0	0	0	0	0	0
242	Gross receipts tax expense	0	0	0	0	0	0	0
243	Total expenses	39,630,869	22,283,350	6,776,280	5,105,036	3,372,825	2,027,728	65,651
245	NET INCOME	<u>10,919,586</u>	<u>(12,329,938)</u>	<u>4,958,865</u>	<u>6,399,268</u>	<u>6,844,888</u>	<u>5,054,665</u>	<u>(8,162)</u>
247	Total Rate Base	409,419,406	247,160,862	76,660,282	37,715,399	20,362,056	26,911,784	609,023
248	Effective tax rate	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
249	Effective GRT Rate	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
REVENUE REQUIREMENTS								
253	Target ROR	9.59%	9.59%	9.59%	9.59%	9.59%	9.59%	9.59%
254	Using Target for System							
255	Rate Base	409,419,406	247,160,862	76,660,282	37,715,399	20,362,056	26,911,784	609,023
257	Operating expenses	24,726,642	13,221,738	3,983,981	3,757,374	2,643,449	1,078,478	41,623
258	Depreciation expense	13,748,304	8,363,797	2,575,863	1,241,180	671,887	873,269	22,308
259	Additional Bad Debt expense	0	0	0	0	0	0	0
260	Taxes other than Income, GRT	<u>1,155,923</u>	<u>697,815</u>	<u>216,437</u>	<u>106,483</u>	<u>57,489</u>	<u>75,981</u>	<u>1,719</u>
261	Operating expenses to recover	39,630,869	22,283,350	6,776,280	5,105,036	3,372,825	2,027,728	65,651
263	Target Return on Rate Base- After taxes	39,263,321	23,702,727	7,351,721	3,616,907	1,952,721	2,580,840	58,405
265	Income taxes to recover	(0)	(0)	(0)	(0)	(0)	(0)	0
266	Subtotal- Rev Req before GRT	78,894,191	45,986,077	14,128,001	8,721,943	5,325,546	4,608,568	124,056
267	GRT needed	0	0	0	0	0	0	0
268	TOTAL REVENUE REQUIREMENT	<u>78,894,191</u>	<u>45,986,077</u>	<u>14,128,001</u>	<u>8,721,943</u>	<u>5,325,546</u>	<u>4,608,568</u>	<u>124,056</u>