

Table 1:1 – Costs Directly Assigned to Gazifère’s Regulated and Unregulated Businesses

Cost Function	Regulated	Unregulated	Reason
Directors and Officers Insurance, component excluded by MNP ¹		✓	Excluded by MNP ¹ from the regulated revenue requirement
Stock-based compensation, component excluded by MNP ¹		✓	Excluded by MNP ¹ from the regulated revenue requirement
Internal charges component excluded by MNP ¹		✓	Excluded by MNP ¹ from the regulated revenue requirement
Deferral accounts	✓		Pertain exclusively to regulated business
Regulatory expenses other than cost centre staff	✓		Pertain exclusively to regulated business
Sales, commercial and residential, staff and expenses	✓		Pertain exclusively to regulated business
Advertising expenses	✓		Pertain exclusively to regulated business
Mains and services	✓		Pertain exclusively to regulated business
Regulation and Measurement	✓		Pertain exclusively to regulated business
Administration, distribution operations	✓		Pertain exclusively to regulated business
Meter reading	✓		Pertain exclusively to regulated business
JC& Hip Cleaning ² – staff costs directly assigned through work order system		✓	Pertains exclusively to unregulated business
Furnace Cleaning – contracted services		✓	Pertains exclusively to unregulated business
Rental equipment maintenance – staff costs directly assigned through		✓	Pertains exclusively to unregulated business

¹ MNP--A consultant performing a review of *corporate* cost allocations on behalf of Enbridge Gazifère. See discussion in Section 3.

² Jobbing contracts on appliances and Heating Insurance Program (a protection plan for the appliances of the customer, including cleaning of the appliances and repairs as needed).

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work order system			
EGNB ³ Call centre costs directly chargeable to EGNB (all costs other than labour)		✓	Pertains exclusively to unregulated business
EGNB call centre and dispatch services revenue (offset)		✓	Pertains exclusively to unregulated business
Legal fees	✓	✓	Directly identifiable by lawyer’s charge records. Portion in regulatory accounts is exclusively for the regulated business.
Municipal and other taxes	✓		Pertains to regulated business
Casualty and damage	✓	✓	Each claim directly identifiable as regulated or unregulated. Portion in the Administrative account is exclusively for the regulated business. Costs for the unregulated business charged directly to the unregulated business.
Recovery of overhead capitalized – identified in accounts	✓	✓	From actual values
Component of Gazifère’s building identified as warehouse use – rent, expenses and leasehold improvement (asset)	✓		

³ Gazifère provides these services to Enbridge Gas New Brunswick (EGNB), an affiliate.