

RÉPONSE À L'ENGAGEMENT N° 3

Référence : E-3 (Dr Brown), Notes sténographiques du 15 juin 2022.

Demande : Provide the percentage (%) of gas distribution business for Chesapeake utility (demandé par l'ACIG)

Réponse :

In Undertaking 3 Dr Brown undertook to provide the percentage of Chesapeake Utilities activities in the natural gas distribution business. The attached table provides a breakdown of the business segments of each member of Dr Villadsen's Gas LDC and Canadian samples, based on recent financial reports. It shows that the Chesapeake Utilities has 42 % of its assets in the gas LDC sector. For the gas LDC as a whole, the average is 75 % of assets in the gas LDC sector, while for the Canadian sample the average is 23 %.

Segment Analysis (by Assets)

	Gas LDC	Electric LDC	Gas pipeline	Liquids pipeline	Other	Total
US Gas LDC sample						
Atmos Energy	80%	0%	20%	0%	0%	100%
Chesapeake Utilities	42%	9%	33%	0%	16%	100%
New Jersey Resources	61%	0%	15%	0%	24%	100%
NiSource Inc.	61%	28%	0%	0%	11%	100%
Northwest Natural	95%	0%	0%	0%	5%	100%
ONE Gas Inc.	100%	0%	0%	0%	0%	100%
South Jersey Inds.	88%	0%	0%	0%	12%	100%
Southwest Gas	83%	0%	0%	0%	17%	100%
Spire Inc.	72%	0%	0%	0%	28%	100%
Average for US Gas LDC Sample	75%	5%	6%	0%	14%	100%
Canadian utility sample						
Algonquin Power & Utilities Corp.	27%	48%	0%	0%	25%	100%
AltaGas Ltd.	64%	0%	0%	0%	36%	100%
Canadian Utilities Limited	39%	51%	0%	0%	10%	100%
Emera Incorporated	19%	77%	0%	0%	4%	100%
Enbridge Inc.	17%	0%	27%	52%	4%	100%
Fortis Inc.	18%	43%	0%	0%	38%	100%
Hydro One Limited	0%	38%	0%	0%	62%	100%
TC Energy Corporation	0%	0%	81%	19%	0%	100%
Average for Canadian sample	23%	32%	14%	9%	22%	100%

Segment Analysis (by Assets, \$m)

	Gas LDC	Electric LDC	Gas pipeline	Liquids pipeline	Other	Total
US Gas LDC sample						
Atmos Energy	14,578.2	-	3,647.9	-	-	18,226.1
Chesapeake Utilities	771.0	173.7	601.4	-	297.9	1,843.9
New Jersey Resources	3,531.5	-	844.8	-	1,398.3	5,774.6
NiSource Inc.	13,433.0	6,027.6	-	-	2,407.7	21,868.3
Northwest Natural	3,549.9	-	-	-	206.5	3,756.4
ONE Gas Inc.	6,028.7	-	-	-	-	6,028.7
South Jersey Inds.	6,083.3	-	-	-	831.1	6,914.5
Southwest Gas	7,256.6	-	-	-	1,479.2	8,735.9
Spire Inc.	6,932.3	-	-	-	2,667.1	9,599.4
Canadian utility sample						
Algonquin Power & Utilities Corp.	Source for percentage segment splits: 2020 Form 40F, p.68.					
AltaGas Ltd.	13,675.0	-	-	-	7,857.0	21,532.0
Canadian Utilities Limited	7,985.0	10,326.0	-	-	2,083.0	20,394.0
Emera Incorporated	6,067.0	25,006.0	-	-	1,234.0	32,307.0
Enbridge Inc.	16,079.0	-	25,745.0	48,799.0	3,519.0	94,142.0
Fortis Inc.	10,216.9	24,005.1	-	-	21,312.0	55,534.0
Hydro One Limited	-	11,387.0	-	-	18,907.0	30,294.0
TC Energy Corporation	-	-	73,284.0	16,744.0	-	90,028.0

Note: the "other" segment includes some regulated energy assets (eg, regulated power generation, transmission).

Sources:

CapIQ and 10Ks

Enbridge: 2020 10K p. 137