

RÉPONSE D'ENBRIDGE GAZ QUÉBEC À L'ENGAGEMENT N° 3 RELATIVE À LA 5^E DEMANDE MODIFIÉE RELATIVE À L'APPROBATION DU PLAN D'APPROVISIONNEMENT ET DEMANDE DE MODIFICATION DES TARIFS D'ENBRIDGE GAZ QUÉBEC À COMPTER DU 1^{ER} JANVIER 2026

E-3 – Fournir un bref historique des causes de l'inter financement entre le tarif 4 et le tarif 9.

Revenue to cost ratios reflect the difference between the costs incurred to provide service to customers and the revenue generated by the utility. On a total basis, the revenue to cost ratio is 1.0, which means that the revenue generated is equal to the costs incurred by the utility. The cost allocation study allocates costs to rate classes based on the estimated forecast costs to serve each rate class and is a fair and reasonable representation of the costs incurred to provide service. However, within the rate classes, there may be cases where the costs incurred exceed, or are less than, the revenues generated for a given rate class.

In the R-4122-2020 decision, the Regie requested that Enbridge Gaz Quebec continue to work on improving the revenue to cost ratios for all rate classes. Since that time, the revenue to cost ratios have improved as shown in the table below:

DESCRIPTION	Col. 1 TOTAL	Col. 2 TARIF 1	Col. 3 TARIF 2	Col. 4 TARIF 3	Col. 5 TARIF 4	Col. 6 TARIF 5	Col. 7 TARIF 9
R-4303-2025 - 2026 Rates - Proposed	1.00	1.00	1.00	-	1.36	1.00	0.76
R-4268-2024 - 2025 Rates	1.00	1.00	1.00	-	1.42	1.00	0.75
R-4194-2022 Phase 3A - 2024 Rates	1.00	1.00	1.00	1.00	1.45	1.00	0.71
R-4194-2022 - 2023 Rates	1.00	1.00	1.00	1.00	1.47	1.00	0.70
R-4122-2020 Phase 5 - 2022 Rates	1.00	1.03	1.00	0.96	1.50	1.00	0.56
R-4122-2020 Phase 3B - 2021 Rates	1.00	1.14	0.96	0.96	1.84	1.07	0.56
R-4032-2018 - 2020 Rates	1.00	1.13	0.96	1.33	1.97	1.10	0.58

Enbridge Gaz Quebec must balance rate design considerations with adjustments to revenue to cost ratios, as customers are most concerned with their ultimate bill impacts. The company continues to strive towards improvements with the revenue to cost ratios, as can be seen with the proposal in the 2026 rate case.