

ENBRIDGE GAS INC.
UNION SOUTH
INTERRUPTIBLE INDUSTRIAL AND COMMERCIAL CONTRACT RATE

(A) Availability

Available to customers in Union's Southern Delivery Zone.

(B) Applicability

To a customer who enters into a contract for the purchase or transportation of gas for a minimum term of one year that specifies a daily contracted demand between 2 400 m³ and 60 000 m³ inclusive.

(C) Rates

The identified rates (excluding gas supply charges, if applicable) represent maximum prices for service. These rates may change periodically. Multi-year prices may also be negotiated which may be higher than the identified rates.

1. Interruptible Service

The price of all gas delivered by Union pursuant to any contract, contract amendment, or contract renewal shall be determined on the basis of the following schedules:

a) (i) Monthly Delivery Commodity Charge

Daily Contracted Demand Level (CD)

| | | |
|--|--------|----------------------|
| 2 400 m ³ ≤ CD < 17 000 m ³ | 3.1926 | ¢ per m ³ |
| 17 000 m ³ ≤ CD < 30 000 m ³ | 3.0627 | ¢ per m ³ |
| 30 000 m ³ ≤ CD < 50 000 m ³ | 2.9944 | ¢ per m ³ |
| 50 000 m ³ ≤ CD ≤ 60 000 m ³ | 2.9465 | ¢ per m ³ |

| | | |
|---|---|----------------------|
| Delivery - Price Adjustment (All Volumes) | - | ¢ per m ³ |
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(ii) Carbon Charges

| | | |
|---|--------|----------------------|
| Federal Carbon Charge (if applicable) (1) | 7.8300 | ¢ per m ³ |
| Facility Carbon Charge (in addition to Delivery Charge) | 0.0127 | ¢ per m ³ |

(iii) Days Use of Interruptible Contract Demand

The price determined under Paragraph 1(a) of "Rates" will be reduced by the amount based on the number of Days Use of Contracted Demand as scheduled below:

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|--|---------|----------------------|
| For 75 days use of contracted demand | 0.0530 | ¢ per m ³ |
| For each additional days use of contracted demand up to a maximum of 275 days, an additional discount of | 0.00212 | ¢ per m ³ |

(iv) Gas Supply Charge (if applicable)

The gas supply charge is comprised of charges for transportation and for commodity and fuel. The applicable rates are provided in Schedule "A".

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|--------------------|----------|-----------|
| (v) Monthly Charge | \$712.40 | per month |
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2. In each contract year, the customer shall take delivery from Union, or in any event pay for, if available and not accepted by the customer, a minimum volume of gas or transportation services as specified in the contract between the parties and which will not be less than 350 000 m³ per annum. Overrun volumes will not contribute to the minimum volume. In the event that the customer shall not take such minimum volume, the customer shall pay an amount equal to the deficiency from the minimum volume times the identified interruptible minimum annual delivery charge, and if applicable, a gas supply charge provided in Schedule "A".

In the event that the contract period exceeds one year, the annual minimum volume will be prorated for any part year.

| | | |
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| Interruptible Minimum Annual Delivery Charge | 3.3909 | ¢ per m ³ |
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3. Overrun gas is available without penalty provided that it is authorized by Union in advance. Union will not unreasonably withhold authorization. Overrun means gas taken on any day in excess of 105% of contracted daily demand.

Unauthorized overrun gas taken in any month shall be paid for at the identified unauthorized overrun delivery charge plus the facility carbon charge and if applicable, the identified federal carbon charge and the total gas supply charge for utility sales provided in Schedule "A" per m³ for all gas supply volumes purchased.

| | | | |
|---|--|--------|----------------------|
| Unauthorized Overrun Delivery Charge | | 6.4956 | ¢ per m ³ |
| Federal Carbon Charge (if applicable) (1) | | 7.8300 | ¢ per m ³ |
| Facility Carbon Charge (in addition to Overrun Delivery Charge) | | 0.0127 | ¢ per m ³ |

Unauthorized Overrun Non-Compliance Rate:

Unauthorized overrun gas taken any month during a period when a notice of interruption is in effect shall be paid for at the rate of 235.9200 ¢ per m³ (\$60 per GJ) for the delivery.

4. Non-Interruptible Service

Union may agree, in its sole discretion, to combine an interruptible service with a firm service in which case the amount of firm daily demand to be delivered shall be agreed upon by Union and the customer.

- a) The monthly demand charge for firm daily deliveries will be 39.2300 ¢ per m³.
- b) The commodity charge for firm service shall be the rate for firm service at Union's firm rates net of a monthly demand charge of 39.2300 ¢ per m³ of daily contracted demand. The commodity charge includes the facility carbon charge related to the firm service.
- c) The interruptible commodity charge will be established under Clause 1 of this schedule.
- d) The federal carbon charge of 7.8300 ¢ per m³, if applicable. (1)

Note:

(1) The Federal Carbon Charge for on-reserve First Nations customers are interim, per the Board's Decision and Order in EB-2019-0247.

(D) Delayed Payment

The monthly late payment charge equal to 1.5% per month or 18% per annum (for an approximate effective rate of 19.56% per annum) multiplied by the total of all unpaid charges will be added to the bill if full payment is not received by the late payment effective date, which is 20 days after the bill has been issued.

(E) Direct Purchase

Unless otherwise authorized by Union, customers who are delivering gas to Union under direct purchase arrangements must obligate to deliver at a point(s) specified by Union, and must acquire and maintain firm transportation on all upstream pipeline systems. Customers initiating direct purchase arrangements, who previously received Gas Supply service, must also accept, unless otherwise authorized by Union, an assignment from Union of transportation capacity on upstream pipeline systems.

(F) Bundled Direct Purchase Delivery

Where a customer elects transportation service under this rate schedule the customer must enter into a Bundled T Gas Contract with Union for delivery of gas to Union.

Bundled T Gas Contract Rates and Gas Purchase Contract Rates are described in rate schedule R1.

Effective April 1, 2021
Implemented April 1, 2021
O.E.B. Order # EB-2021-0070

Supersedes EB-2020-0264 Rate Schedule effective January 1, 2021.