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March 15, 2016

VIA RESS AND COURIER

Ms. Kirsten Walli
ONTARIO ENERGY BOARD
P.O. Box 2319, 27th Floor
2300 Yonge Street
Toronto, Ontario
M4P 1E4

Dear Ms. Walli:

Re: EB-2016-0040: Union Gas Limited (Union) April 1, 2016 QRAM Application.

Industrial Gas Users Association (IGUA) Comments.

We write as legal counsel to IGUA.

We have reviewed the questions submitted to Union by Board Staff earlier today. Staff has asked questions regarding Union's proposal to essentially anticipate, in its applied for gas cost adjustment, changes to its transportation portfolio effective January 1, 2017. Staff has also asked questions regarding two one-time adjustments proposed by Union to correct for earlier over-recovery of gas costs, and regarding the details of the causes of the earlier over-recoveries.

These are issues which we have considered as well, and IGUA would like an opportunity to review Union's responses to Staff's questions before providing its final comments on Union's application.

In respect of the standard QRAM gas cost adjustment calculations proposed in Union's application (i.e. excluding the foregoing factors), IGUA's advisors, Aegent Energy Advisors Inc. (Aegent), have reviewed Union's calculations and the supporting evidence therefore, and based upon Aegent's advice, IGUA is satisfied that Union has properly followed the QRAM methodology approved by the OEB's EB-2008-0106 Decision.

We will address IGUA's claim for costs when providing IGUA's final comments following review of Union's responses to Staff's questions.

Yours truly,



IAM: Ian A. Mondrow

cc. Dr. Shahrzad Rahbar (IGUA)
Valerie Young (Aagent)
Chris Ripley (Union)
Crawford Smith (Torys)
Intervenors of Record (EB-2015-0116)

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