

August 16, 2016

BY COURIER & RESS

Ms. Kirsten Walli
Board Secretary
Ontario Energy Board
Suite 2700, 2300 Yonge Street
Toronto, ON M4P 1E4

Dear Ms. Walli:

**Re: EB-2016-0186 – Panhandle Reinforcement Project – Union Gas Limited
("Union")**

We are counsel to Union. This letter is further to the submissions dated August 15, 2016 of the Federation of Rental-housing Providers of Ontario ("FRPO") and the London Property Management Association ("LPMA") with respect to the proposed issues list for the above noted proceeding.

As suggested by LPMA, Union believes that the two issues suggested by FRPO,

- Is the proposed useful life for the project appropriate?
- Is the proposed cost allocation methodology appropriate?

are both included under Issue 3, "What are the potential short-term and long-term rate impacts to customers? Are these costs and rate impacts to customers appropriate?"

In this regard, we direct the Board's attention to Union's EB-2016-0186 prefiled evidence, Exhibit A, Tab 3, pages 6 - 9 and Exhibit A, Tab 8, pages 6 - 11, where each of the FRPO issues are dealt with respectively in the context of rate impacts.

Yours truly,



Charles Keizer

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cc: EB-2015-0116 (2016 Rates) Intervenors
Karen Hookin, Union Gas Limited