

August 25, 2010

Ms. Kirsten Walli  
Board Secretary  
Ontario Energy Board  
2300 Yonge Street, 27<sup>th</sup> Floor  
Toronto, ON  
M4P 1E4

Attention: Ms. Kirsten Walli, Board Secretary

**EB-2010-0039 - Union Gas Limited - 2009 Earnings Sharing & Disposition of Deferral Account and Other Balances – Draft Rate Order**

Dear Ms. Walli:

Union Gas Limited (“Union”) has received comments from Canadian Manufacturers & Exporters (“CME”) and the City of Kitchener (“Kitchener”) regarding Union’s Draft Rate Order filed August 16, 2010 for the above noted proceeding. CME requested changes to the wording of paragraph 8 and suggested that the hearing to address the balances in deferral account 179-121 and 179-122 (the “hearing”) be held prior to December 15<sup>th</sup>, 2010. Kitchener supported the comments made by CME but noted no further concerns with Union’s Draft Rate Order.

Union has no concerns with the comments received. Accordingly, Union requests the Board’s approval of its Draft Rate Order prior to Union’s October 1, 2010 QRAM application which will be filed on September 7, 2010.

If you have any questions or concerns on this matter, please contact me at (519) 436-5476.

Yours truly,

*[Original signed by]*

Chris Ripley  
Manager, Regulatory Applications

cc      Crawford Smith (Torys)  
            EB-2010-0039 Intervenors