

ONTARIO ENERGY BOARD

IN THE MATTER OF the Ontario Energy Board Act, 1998, S.O. 1998, c.15, Schedule B; and in particular sections 36.1(1), 38(1), 40(1), 90(1), thereof;

AND IN THE MATTER OF an Application by Market Hub Partners Management Inc. and AltaGas Ltd., on behalf of Sarnia Airport Storage Pool Limited Partnership, for an Order designating the area known as the Sarnia Airport Pool, in the Geographic City of Sarnia, County of Lambton, as a gas storage area;

AND IN THE MATTER OF an Application by Market Hub Partners Management Inc. and AltaGas Ltd., on behalf of Sarnia Airport Storage Pool Limited Partnership, for authority to inject gas into, store gas in and remove gas from the area designated as the Sarnia Airport Storage Pool, and to enter into and upon the lands in the said areas and use the said lands for such purposes;

AND IN THE MATTER OF an Application by Market Hub Partners Management Inc. and AltaGas Ltd., on behalf of Sarnia Airport Storage Pool Limited Partnership, to the Ministry of Natural Resources for a license to drill three wells and a license to re-enter and complete one well in the said area;

AND IN THE MATTER OF an Application by Market Hub Partners Management Inc. and AltaGas Ltd., on behalf of Sarnia Airport Storage Pool Limited Partnership, for an Order granting leave to construct natural gas pipelines in the City of Sarnia, in the County of Lambton, and in the County of Lambton.

Sarnia Airport Storage Pool Project

1. Market Hub Partners Management Inc. and AltaGas Ltd., on behalf of Sarnia Airport Storage Pool Limited Partnership, a limited partnership that is being formed under the laws of Ontario (hereinafter referred to as the “Applicant”) by respective subsidiaries of Market Hub Partners Management Inc. and AltaGas Ltd., seeks to designate and develop a natural gas reservoir as a natural gas storage pool for service commencing in 2009 in order to meet market demand for underground natural gas storage.
2. The Applicant hereby applies to the Ontario Energy Board (hereinafter referred to as the “Board”) pursuant to section 36.1(1) of the *Ontario Energy Board Act, 1998*, S.O. 1998, c. 15, Schedule B (hereinafter referred to as the “Act”), for an Order designating the area

containing a gas reservoir known as the Sarnia Airport Pool located in Lots 10 and 11, Concession Gore; Lots 10, 11 and 12, Concession 8; Lots 29, 30, 31, 32, 33, and 34, Front Concession; Lots 1, 2, 3, 4 and 5, North Division, Registered Plan 7; and Lots 1, 2, 3 and 4, South Division, Registered Plan 7; and public road allowance of Michigan Line, in the City of Sarnia, in the County of Lambton, as a gas storage area (hereinafter referred to as the “Sarnia Airport Pool”).

3. The Applicant further applies to the Board pursuant to section 38(1) of the Act for authority to inject gas into, store gas in and remove gas from the Sarnia Airport Pool, and enter into and upon the lands in the area for such purposes.
4. Pursuant to section 40(1) of the Act, the Applicant seeks a favourable report from the Board to the Ministry of Natural Resources to whom application has been made for a license to drill three (3) injection/withdrawal wells and re-enter and complete one (1) existing well within the proposed designated storage area (hereinafter referred to as the “DSA”) of the Sarnia Airport Pool.
5. The Applicant further applies to the Board pursuant to section 90(1) of the Act for an Order or Orders granting leave to construct approximately two (2) kilometres of NPS 12 storage gathering pipeline in the proposed DSA of the Sarnia Airport Pool (hereinafter referred to as the “storage gathering pipeline”) and approximately sixteen (16) kilometres of NPS 12 transmission pipeline (hereinafter referred to as the “transmission pipeline”) to connect the storage gathering pipeline to the Ontario natural gas pipeline network through an interconnection with the Union Gas Limited system.
6. The Applicant requests such further or other related relief as the Applicant may request or as the Board may deem appropriate pursuant to the Act.
7. Attached hereto as Schedule A, is a description of the lands within the Sarnia Airport Pool for which designation is sought.
8. Attached hereto as Schedule B, is general location mapping for the Sarnia Airport Pool. Schedule B-1 is a map showing the general location of the proposed Sarnia Airport Pool DSA, the proposed storage gathering pipeline, and the proposed transmission pipeline. Schedule B-2 is a map showing the location of the pipelines and well locations within the proposed Sarnia Airport Pool DSA in more detail.
9. Attached hereto as Schedule C, is a list of the parties who are affected by the Application for designation and development of the Sarnia Airport Pool, including the owners of property within the proposed Sarnia Airport Pool DSA, owners of property adjacent to the proposed Sarnia Airport Pool DSA, owners of property through which easements are required for the proposed transmission pipeline, and owners of property adjacent to the proposed transmission pipeline.
10. In order to meet an in-service date as early as April 2009 for the Sarnia Airport Pool, the Applicant anticipates that commitments for project materials will commence as early as

March 2008 and will escalate throughout the remainder of that year. The Applicant respectfully requests, therefore the Board's timely approval of this Application not later than June 30, 2008.

Dated at the Municipality of Chatham-Kent, Ontario this 28th day of December, 2007.

On behalf of Sarnia Airport Storage Pool Limited Partnership

Market Hub Partners Management Inc.

Original Signed By

By: Jim Redford, P. Eng.
Vice-President

AltaGas Ltd.

Original Signed By

By: Max Fantuz, P. Eng.
Vice-President

Comments respecting this Application should be directed to:

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