Ontario Provincial Police Police provinciale de l'Ontario



115 Howey Street, P.O. Box 342, Red Lake Ontario POV 2MO

Telephone: (807)727-2418/9 Facsimile: (807) 727-2578

File Reference:

January 26th, 2011 Ontario Energy Board P.O. Box 2319 2300 Yonge Street Toronto, Ontario, Canada M4P 1E4

To Whom It May Concern,

As a business owner/institution in the Municipality of Red Lake we fully support the distribution of Union Gas in our community. Red Lake has had a defined need for natural gas for a long period. We are a community that relies on the oil, propane and electricity for all our heating requirements. As a Red Lake business owner/institution this puts us at a distinct financial disadvantage. Not only are these heating methods expensive compared to natural gas they add to our operating expenses and affect our ability to be competitive on a provincial, national and international scale.

Because of the cost savings and efficiency of natural gas we have calculated that we could save 30% of these costs annually.

Sincerely,

Staff Sergeant Brent Bennett,
Detachment Commander
Ontario Provincial Police Red Lake Detachment



THE CORPORATION OF THE MUNICIPALITY OF RED LAKE

MUNICIPAL OFFICE - 2 FIFTH STREET - P.O. BOX 1000

BALMERTOWN, ONTARIO

POV 1C0

Website: www.red-lake.com

E-Mail: municipality@red-lake.com

TELEPHONE: 807-735-2096 FAX No.: 807-735-2286

FILE: D02-NG

5 January 2011

Ontario Energy Board P.O. Box 2319 2300 Yonge Street Toronto, Ontario M4P 1E4

Dear Sir / Madame:

Re: "Red Lake Natural Gas Pipeline Project"

On behalf of the Council of the Municipality of Red Lake I am pleased to support the "Red Lake Natural Gas Pipeline Project". A copy of Resolution no. 507-10 is enclosed for your information.

The need for Natural Gas as an alternate heating source was identified by the Municipality many years ago. The distribution of Natural Gas will be a catalyst to the growth and development of new businesses and residential development in the Red Lake area and neighbouring communities. Lower heating costs will enhance the opportunity for business and industry in our community to complete on a provincial, national and international level.

We recommend that the Ontario Energy Board support this initiative being undertaken by Goldcorp.

Sincerely,

Phil T. Vinet

Mayor

Enclosure

CC: Council

The Corporation of the Municipality of Red Lake

COUNCIL RESOLUTION

MOVED BY:

NO.

507-10

SECONDED BY:

DATE:

20 December 2010

WHEREAS the Council of The Corporation of the Municipality of Red Lake recognizes that government funding for the "municipal" share of the Red Lake Gas Pipeline Project may not be committed in time for the proposed 2011 construction schedule; and

WHEREAS in order to advance Phase 1 of the project and secure the pipeline capacity for future municipal gas distribution, Goldcorp may consider providing the interim funding for the Municipality's portion of **common** costs of the pipeline lateral (the common part of the pipeline is defined as the high pressure section from Griffiths Mine to Harry's Corner, the high pressure common line from Harry's Corner to Balmertown and the common line to Cochenour); and

WHEREAS common costs do not include low pressure distribution mains and services to homes and businesses in the Municipality of Red Lake; and

WHEREAS the cost allocation for the common lateral pipeline is based on Union Gas' determination of the prorated percentage share of peak capacity attributed to each of the key funding parties; and

WHEREAS at this time, the cost of the municipal share of the common pipeline is expected to be approximately \$7 million; and

WHEREAS if Goldcorp agrees to provide "interim" funding for The Corporation of the Municipality of Red Lake share;

NOW THEREFORE BE IT RESOLVED that the Council of The Corporation of the Municipality of Red Lake hereby acknowledges that it will be on the understanding that:

- 1. The advance payment is at Goldcorp's risk. If the Corporation of The Municipality of Red Lake does not connect, there will be no cost recovery for Goldcorp.
- 2. The Corporation of the Municipality of Red Lake recognizes that Goldcorp's payment on behalf of The Corporation of the Municipality of Red Lake is a Contribution in Aid of Construction that will be refunded to Goldcorp once government funding has been obtained for The Corporation of the Municipality of Red Lake common and distribution costs. This refund to Goldcorp will take place prior to Union Gas undertaking the construction of the Municipal distribution portion (Phase 2).

Declaration of Interest (*)	NAME OF COUNCIL MEMBER	YEAS	NAYS	CARRIED DEFEATED
	BAKER, Jason			
	BILLARD, Anne			CHAIR
	FORSYTHE, Ken			
	MIDDLETON, Sandy			
	PARSONS, Paul			
	SHUSHACK, Debra			CLERK
	VINET, Phil			

Distribution CAD , AL