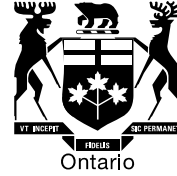


**Ontario Energy
Board**
P.O. Box 2319
27th. Floor
2300 Yonge Street
Toronto ON M4P 1E4
Telephone: 416- 481-1967
Facsimile: 416- 440-7656
Toll free: 1-888-632-6273

**Commission de l'Énergie
de l'Ontario**
C.P. 2319
27e étage
2300, rue Yonge
Toronto ON M4P 1E4
Téléphone: 416- 481-1967
Télécopieur: 416- 440-7656
Numéro sans frais: 1-888-632-6273



BY E-MAIL ONLY

February 12, 2008

Mr. Mark A. Murray
Manager, Regulatory Projects
Union Gas Limited
50 Keil Drive North
Chatham ON N7M 5M1

LETTER OF DIRECTION

Dear Mr. Murray:

**Re: Union Gas Limited
Pipeline to Halton Hills Generating Station
Leave to Construct Application
Board File Number: EB-2008-0024**

The Board has issued its Notice of Application (the "Notice") with respect to the above noted application (the "Application").

You are directed:

- 1) To immediately conduct a search of title forthwith, sufficient to determine the current registered property owners and encumbrancers with land or an interest in land directly affected by the subject project;
- 2) To immediately serve a copy of the Notice and a copy of the Application, either personally, by courier, or by registered mail on:
 - a. All directly affected landowners, and to the extent that the project involves new, expanded or modified easements, on all encumbrancers and encumbrancees;
 - b. All owners and operators of rail lines, telecommunications (e.g. telephone) or other utilities along or crossing the routes proposed for the subject project;
 - c. All parties identified in the affidavits of title;

- d. Clerks of affected municipalities
- e. All First Nations that could be affected by the project; and
- g. Interested parties listed in Schedule B of the Application (duplicate copies need not be sent).

Note A

Duplicate copies need not be sent.

- 3) To immediately have the Notice (including location map), headed with the Ontario Government logo and the words "Ontario Energy Board", published in one issue of the English language newspaper having, according to the best information available, the highest paid circulation in the Town of Milton and in the Town of Halton Hills.

Note B

Please make it clear to the newspaper(s) that the invoice regarding publication is to be sent to you, and not to the Board.

- 4) To file with the Board affidavit evidence proving the above service and publication immediately upon completion, attaching as appendices the relevant Notice (including location map), Application and original post office registration receipts or courier delivery confirmation lists, but not the newspaper tear sheets.

Note C

The affidavit of service referred to above must confirm that the Municipal Clerks served are the clerks of all affected municipalities, that the First Nations served are all of the First Nations affected, that the utilities and railway companies served are all utilities and railway companies whose lines would be crossed by the proposed pipeline, and that the property owners and encumbrancers so served are all owners and encumbrancers affected by the proposed construction.

- 5) To immediately make copies of the Application, the project information package and any additional materials, as developed, available for convenient public perusal at the offices of Union Gas Limited (at the address shown in the Notice).
- 6) To immediately provide a copy of the Application, the project information package and any additional materials, as developed, to any person upon request.

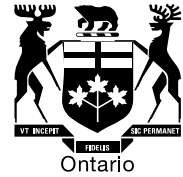
Yours truly,

Original signed by

Kirsten Walli
Board Secretary

Encl.

cc. Mr. Dan Jones, Union Gas Limited



EB-2008-0024

NOTICE OF APPLICATION AND HEARING
UNION GAS LIMITED
APPLICATION FOR LEAVE TO CONSTRUCT PIPELINE
FOR THE HALTON HILLS GENERATING STATION

Union Gas Limited (the “Applicant”) has filed an application with the Ontario Energy Board, (the “Board”) dated January 25, 2008, under section 90 of the *Ontario Energy Board Act*, 1998, S.O. 1998, c.15, Schedule B. The Applicant has applied for an order of the Board for leave to construct approximately 4.5 kilometres of 20 inch diameter natural gas pipeline and ancillary facilities in the Town of Halton Hills and the Town of Milton.

The purpose of the proposed pipeline is to supply natural gas to Halton Hills Generating Station (“Halton Hills GS”) currently being constructed by TransCanada Energy Ltd. near the southwest corner of Steeles Avenue and 6th Line in the Town of Halton Hills.

The proposed pipeline will originate from a tie-in point on the Applicant’s Dawn / Trafalgar Transmission line at 5th Line and extend along 5th line and Highway 401 to the Halton Hills GS as shown in the location map included in this notice.

The Board has assigned File No. EB-2008-0024 to this application.

The Applicant proposes to construct the proposed pipeline during the spring and summer of 2009 so that natural gas service will be available for commissioning of Halton Hills GS in August 2009.

How to see the Applicant’s Pre-filed Evidence

Copies of the application and the pre-filed evidence in support of the application will be available for public inspection at the Board’s offices and at the Applicant’s head office (see addresses below).

How to Participate

You may participate in this proceeding in one of three ways:

1. Send a Letter with your Comments to the Board

Your letter with comments will be provided to the Board members deciding the application and will be part of the public record for the application. If you wish to make an oral presentation to the Board, your letter should include this request. Your letter must be received by the Board no later than **30 days** from the publication or service date of this notice. The Board accepts letters of comment by either post or e-mail at the addresses below.

2. Become an Observer

Observers do not actively participate in the proceeding but monitor the progress of the proceeding by receiving documents issued by the Board. You may request observer status in order to receive documents issued by the Board in this proceeding. If you become an observer, you need to contact the applicant and others in order to receive documents that they file in this proceeding and they may charge you for this. Most documents filed in this application will also be available on the Board's website. Your request for observer status must be made in writing and be received by the Board no later than **10 days** from the publication or service date of this notice. The Board accepts observer request letters by either post or e-mail at the addresses below; however, two paper copies are also required. You must also provide a copy of your letter to the Applicant.

3. Become an Intervenor

You may ask to become an intervenor if you wish to actively participate in the proceeding. Intervenors are eligible to receive evidence and other material submitted by participants in the hearing. Likewise, intervenors will be expected to send copies of any material they file to all parties to the hearing. Your request for intervenor status must be made by letter of intervention and be received by the Board no later than **10 days** from the publication or service date of this notice. Your letter of intervention must include a description of how you are, or may be, affected by the outcome of this proceeding; and if you represent a group, a description of the group and its membership. The Board may order costs in this proceeding. You must indicate in your letter of intervention whether you expect to seek costs from the applicant and the grounds for your eligibility for costs. You must provide a copy of your letter of intervention to the Applicant. The Board may choose to proceed with this application by way of written or oral hearing.

The Board will not hold a written hearing if a party satisfies the Board that there is good reason for holding an oral hearing. Your letter of intervention should indicate your preference for a written or oral hearing, and the reason for that preference.

If you already have a user ID, please submit your intervention request through the Board's web portal at www.errr.oeb.gov.on.ca. Additionally, two paper copies are required. If you do not have a user ID, please visit the Board's website under e-Filing and fill out a user ID password request. For instructions on how to submit and naming conventions please refer to the RESS Document Guidelines found at www.oeb.gov.on.ca, e-Filing Services. The Board also accepts interventions by email, at the address below, and again, two additional paper copies are required. Those who do not have internet access are required to submit their intervention request on a CD or diskette in PDF format, along with two paper copies.

How to Contact Us

In responding to this Notice, please include Board file number EB-2008-0024 in the subject line of your e-mail or at the top of your letter. It is also important that you provide your name, postal address and telephone number and, if available, an e-mail address and fax number. All communications should be directed to the attention of the Board Secretary at the address below, and be received no later than 4:45 p.m. on the required date.

Need More Information?

Further information on how to participate may be obtained by visiting the Board's website at www.oeb.gov.on.ca or by calling our Consumer Relations Centre at 1-877- 632-2727.

IMPORTANT

IF YOU DO NOT REQUEST TO PARTICIPATE IN ACCORDANCE WITH THIS NOTICE, THE BOARD MAY PROCEED IN YOUR ABSENCE AND YOU WILL NOT BE ENTITLED TO ANY FURTHER NOTICE OF THESE PROCEEDINGS.

ADDRESSES (for viewing of the Applicant's submission)

Ontario Energy Board

2300 Yonge Street, 27th Floor
Toronto ON M4P 1E4

Attn: Ms. Kirsten Walli
Board Secretary

Tel: 1-888-632-6273 (toll free)

Fax: 416-440-7656

E-mail: BoardSec@oeb.gov.on.ca

Union Gas Limited

50 Keil Drive North
Chatham ON N7M 5M1

Attn: Mr. Mark Murray
Manager, Regulatory Projects

Tel: 519-436-5325

Fax: 519-436-4641

E-mail: mmurray@uniongas.com

DATED at Toronto February 12, 2008

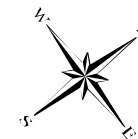
ONTARIO ENERGY BOARD

Original signed by

Kirsten Walli
Board Secretary

Union Gas Limited Proposed Pipeline to Halton Hills Generating Station Project

Halton Hills Generating
Station Site



Steeles Ave.

Hwy. 401

James Snow
Pkwy.

Main St.

GPR
James Snow
Pkwy.

Derry Rd.

Proposed Pipeline Route

Existing Union Gas's Dawn /
Trafalgar Transmission Line

8th Line

9th Line

4th Line

5th Line

6th Line

Trafalgar Rd.

--- Proposed Pipeline

