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Ontario

BY EMAIL

May 23, 2008

Kirsten Walli
Board Secretary
Ontario Energy Board
P.O. Box 2319
27th Floor
2300 Yonge Street
Toronto ON M4P 1E4

Dear Ms. Walli:

**Re: Application for Enbridge Gas Distribution Inc.
Tecumseh Storage Enhancement Project – Well Drilling Program
Board File No. EB-2007-0891**

Please see attached Board Staff's submissions for the above proceeding. Please forward the attached to Enbridge Gas Distribution Inc.

Yours truly,

Original signed by

Josh Wasylyk
Case Manager



ONTARIO ENERGY BOARD

STAFF SUBMISSION

Applications for Well Drilling

Enbridge Gas Distribution Inc.
Board File Number EB-2007-0891

May 23, 2008

BOARD STAFF SUBMISSION

Enbridge Gas Distribution Inc. (the “Applicant” or “Enbridge”) has filed an application dated April 2, 2008 for well drilling licenses with the Minister of Natural Resources and these have been referred to the Ontario Energy Board, (the “Board”), pursuant to section 40 of the *Ontario Energy Board Act, 1998*, S.O. 1998, c.15 (Schedule B). Enbridge is seeking licences to drill 5 wells in the Kimball Colinville Pool, the Wilkesport Pool and the Coveny Pool. This application by Enbridge is part of its ongoing enhancement of its storage system.

Board staff is now submitting its proposed draft Conditions of Approval, which is to be commented on by Enbridge.

Based on Board staff’s review of the pre-filed evidence, Board staff have no outstanding concerns with the application filed by Enbridge and takes the position that Enbridge has established the need for the proposed project.

All of which is respectfully submitted

EB-2007-0891

Enbridge Gas Distribution Inc.

Storage Infill Drilling

**Draft Conditions of Approval
Well Drilling Licence**

1 General Requirements

- 1.1 Enbridge Gas Distribution Inc. ("Enbridge") shall adhere to the evidence and the undertakings provided in this proceeding and comply with applicable laws, regulations and codes pertaining to the construction of the proposed wells.
- 1.2 Authorization for the issuance of the drilling licence is limited to twelve months from the date of the Board's report to the Ministry of Natural Resources.
- 1.3 The authority granted under this order to Enbridge is not transferable to another party without leave of the Board.

2 Just and Equitable Compensation

- 2.1 Enbridge shall offer to pay landowners and/or tenants just and equitable compensation for any damages, including present and future crop damage arising from: drilling of injection/withdrawal wells; installation of gathering pipelines; and access road construction.

3 Construction Requirements

- 3.1 Enbridge shall construct the facilities and restore the land in accordance with its Application and evidence filed in this proceeding and the undertakings given to the Board, except as modified by this Order and these Conditions of Approval.
- 3.2 Enbridge shall ensure that the movement of equipment is carried out in compliance with all procedures and plans filed with the Board, and as follows:

- i) Enbridge shall make reasonable efforts to keep any affected landowner, as well as adjacent landowners and their respective tenant farmers, or their designated representatives, informed of its plans and construction activities; and
 - ii) the installation of facilities and construction shall be coordinated so as to minimize disruption of agricultural land and agricultural activities.
- 3.3 Enbridge shall, subject to the recommendation of an independent tile contractor and subject to the landowners' approval, construct upstream and downstream drainage headers adjacent to the drilling area and access roads that cross existing systematic drainage tiles, prior to the delivery of heavy equipment, so that continual drainage will be maintained.
- 3.4 Enbridge shall implement all the recommendations identified in Schedule 11 of the pre-filed evidence.
- 4 Monitoring and Reporting Requirements
 - 4.1 Both during and after construction, Enbridge shall monitor the impacts of construction, and shall file four copies of both an interim and a final monitoring report with the Board and the Ministry of Natural Resources. The interim monitoring report shall be filed within six months of the in-service date, and the final monitoring report shall be filed within fifteen months of the in-service date. Enbridge shall attach a log of all comments and complaints to the interim and final monitoring reports. The log shall record the times of all comments and complaints received, the substance of each comment and complaint, the actions taken in response, and the reasons underlying such actions.
 - 4.2 The interim monitoring report shall confirm Enbridge's adherence to Condition 1.1 and shall include a description of the impacts noted during construction and the actions taken or to be taken to prevent or mitigate the long-term effects of the impacts of construction. This report shall describe any outstanding concerns identified during construction.

- 4.3 The final monitoring report shall describe the condition of the rehabilitated land and the effectiveness of the mitigation measures undertaken. The results of the monitoring programs and analysis shall be included and recommendations made as appropriate. Any deficiency in compliance with any of the Conditions of Approval shall be explained.

5 Other Requirements

- 5.1 For the purposes of these conditions conformity of the Applicant with CSA 341.1-02 shall be to the satisfaction of the Ministry of Natural Resources.
- 5.2 Enbridge shall designate one of its employees as project manager who will be responsible for the fulfilment of these conditions, and shall provide the employee's name to the Ministry of Natural Resources, the Board and to all appropriate landowners.
- 5.3 The Board's designated representative for the purpose of these Conditions of Approval shall be the Manager, Facilities.