

November 22, 2013

BY RESS & Courier

Ms. Kirsten Walli Board Secretary Ontario Energy Board Suite 2700, 2300 Yonge Street Toronto, Ontario M4P 1E4

Dear Ms. Walli:

Re: Union Gas Limited ("Union")
Owen Sound Replacement Project
Board File # EB-2012-0430

This letter is to update the Ontario Energy Board with respect to a number of minor changes to the schedule and the running line of this project.

Construction on this project has not proceeded as per the original schedule. Union is now anticipating the in-service date of the pipeline to be December 2013. This change will not impact any customers who are currently served off the Owen Sound system. With this delay, the abandonment of the existing pipeline will now be completed in 2014.

In order to address concerns identified by the City of Kitchener, the Region of Waterloo and developers, the running line of the pipeline has been changed in a number of locations. These changes have been discussed with the effected municipalities and adjacent landowners. Union has been able to obtain the necessary land rights to complete construction of the proposed pipeline in the new location.

Changes in the running line have occurred in the following locations:

- Huron Road west of Fischer-Hallman Road North Side- the pipeline alignment was shifted approximately 50 meters to the west on the same landowners property to facilitate future development of the property;
- Bleams Road west of Fischer-Hallman Road South Side- the pipeline was realigned on the same landowners property to facilitate future development of the property;

• Union's original plan for constructing across Highway 7/8 was to be within the road allowance for Trussler Road and to construct the pipeline approximately four meters from the edge of the pavement on the east side of Trussler Road. During discussions with MTO and the Region of Waterloo, Union became aware of future development plans for the interchange including future road widening at this location. Based on this proposed future development, Union designed a revised plan for this area. Union's revised plan included constructing the pipeline within existing road allowance and private easements. Union was able to obtain easements from two landowners adjacent to Trussler Road and Highway 7/8, so that the revised plan could be implemented. A map showing the revised location of the pipeline is attached.

If you have any questions or required additional information please contact Bill Wachsmuth at <a href="mailto:bwachsmuth@uniongas.com">bwachsmuth@uniongas.com</a> or 519-436-5457.

Sincerely,

Bill Wachsmuth

Senior Administrator, Regulatory Projects

Encl.

cc: Pascale Duguay, Manager Facilities Applications

Zora Crnojacki, Project Advisor

George Adams

