

June 9, 2014

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”)
Panhandle NPS 16 Replacement Project
Board File # EB-2013-0420**

This letter is to update the Board on the above captioned project.

Pursuant to Condition 2.3, construction will commence on June 16, 2014.

I would also like to inform the Board of some changes to Union’s pre filed evidence.

Union will not be completing the entire project in 2014. Union has broken the project down into Two Phases. Phase One which be competed in 2014 will replace the pipeline between East Puce Road and Golf View Road, a distance of approximately 11 kilometers. Phase Two is currently proposed to include the remainder of the area approved in the EB 2013-0420 decision, and an additional 3 kilometers at the western terminus of the original project. This change is being made to balance the construction and costs over the two years of the project. Union will be making an application to the OEB in the 3rd quarter of 2014 for these additional facilities.

Between East Puce River Road and Renaud Line, Union is proposing to shift the location of the proposed pipeline approximately 20 meters south of the location shown in Union’s pre filed evidence. This will result in the pipeline being constructed on lands owned by the Town of Lakeshore who have agreed to this change and have granted Union the necessary land rights to construct the pipeline. Union’s original plan had been to construct the pipeline on lands owned by Hydro One. While Hydro One did approve Union’s request to construct the pipeline on their lands, they imposed numerous conditions on the construction of the proposed facilities. After reviewing theses conditions, Union determined that it was more efficient and cost effective to shift the pipeline to the adjacent lands owned by the Municipality

If you have any questions or required any addition l information please contact the undersigned.
Sincerely,

[original signed by]

W. Wachsmuth
Senior Administrator, Regulatory Projects
Encl.

cc: Pascal Duguay
Zora Crnojacki
George Adams
Gary Collins