



December 4, 2014

Ms. Kirsten Walli
Board Secretary
Ontario Energy Board
2300 Yonge Street, 27th Floor
Toronto, ON M4P 1E4

Dear Ms. Walli:

**Re: EB-2014-0012 – Union Gas Limited – Hagar Liquefaction Service Rate –
Response to Letter of Comment**

Please find attached a copy of Union's letter to Mr Bunyak in response to his letter of comment in this case.

Yours truly,

[Original signed by]

Karen Hockin
Manager, Regulatory Initiatives

cc: EB-2014-0012 Intervenors
Charles Keizer (Torys)



uniongas

A Spectra Energy Company

2014-10-01

Dear Mr. Bunyak,

Thank-you for meeting with Mike Guilmette and I on August 20, 2014. The reason for the visit was to gain a better understanding of the concerns you expressed in your letter dated July 18, 2014 which was sent to Karen Hockin.

Based on our conversation, Mike and I believe that you have 4 main concerns with the truck traffic. These include:

- Dust
- Sharp curves in the road
- The hill close to your residence
- The hill and curve close to Hwy 535

Although we did acknowledge there would be an increase in truck traffic resulting from this new service at our Hagar site, we did say this increase would be limited to 3 or fewer trucks per day. We understand the Northern Central Rd. is a shared road between the municipalities of St. Charles and Markstay Warren and that you have previously expressed concern that the road has not always been well maintained.

To help alleviate your concerns, we shared with you the upgrades that are planned for the Northern Central Rd. Union Gas has been working with both municipalities to come up with a safe and practical solution that will allow LNG tankers to use the road year round. Some of the planned upgrades include:

- Rock blasting 139m from Hwy 535 on #1 curve
- Rock blasting 900m from Hwy 535
- Rock blasting 1,000m from Hwy 535
- Widening the road to 9.1m
- Adding ditches
- Using a chip tar surface treatment

Union Gas is committed to the safety of our employees, contractors and the communities in which we serve. We believe that based on the current scope of work, the improvements planned will allow for the safe use of the Northern Central Rd. by the LNG tankers.

Sincerely,

Pierce Jones
Manager Hagar LNG Plant
317 Northern Central Rd.
Hagar, ON
P0M 1X0