

January 16, 2015

By RESS and COURIER

Kristen Walli Board Secretary Ontario Energy Board 2300 Yonge Street, 27th Floor Toronto, ON M4P 1E4 Board@Sec@ontarioenergybaord.ca

Dear Ms. Walli:

RE: Union Gas Limited

Storage Enhancement Project Board File # EB-2014-0306

The following are Union Gas Limited ("Union") Reply submissions.

In Board Staff's submission dated January 13, 2015, Staff requested that Union provide a copy of correspondence from the Ministry of Natural Resources and Forests ("MNRF") that they were satisfied that Union's proposal would be in compliance with CSA Z341.

Attached please find correspondence from MNRF in regard to this manner. MNFR has not identified any issues with Unions proposal.

Union has completed the necessary studies to confirm that the pressure in the Pools can be increased. The proposed pressure increase is within the limits as prescribed by CSA Z341, and no one has identified any issues with the project. Union respectively requests that the Board approve Unions Vary Order request.

Sincerely,

[original signed by]

Mark A. Murray, LL.B Manager, Regulatory Projects and Lands Acquisition :sb Encl.

cc: Zora Crnojacki, Ontario Energy Board Pascale Duguay, Ontario Energy Board From: Manocha, Jug (MNRF) [mailto:jug.manocha@ontario.ca]

Sent: January 15, 2015 4:05 PM

To: Zora.Crnojacki@ontarioenergyboard.ca

Cc: Wachsmuth, Bill; Van Overberghe, Joe (MNRF); Fay, Bill; Kappos, Demetrius (MNRF)

Subject: RE: EB-2014-0306 Board Staff Submission dated January 13, 2015

Good Afternoon Zora,

This is to confirm that MNRF received the information packages on September 4, 2014 for Oil City Pool, Enniskillen 28 Pool, Bickford Pool ad Oil Springs East Pool consisting of:

- Delta Pressuring Study Modeling Report Gefirma Engineering Ltd.
- Assessment of Neighbouring Activities Union Gas Limited
- What if Analysis of Hazards and Operability Issues UGM engineering / Union Gas Limited

These packages were reviewed by the MNRF engineering and geological staff. MNRF is satisfied that the applicant, Union Gas Limited, provided the technical evidence to increase delta pressure to 0.76 psi per foot. This increase is within the requirements of CSA Z341 Standard - Storage of Hydrocarbons in Underground Formations.

If you require any additional information, please let us know.

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