

November 24, 2015

RESS

Ms. Pascale Duguay
Facilities Applications
Ontario Energy Board
2300 Yonge Street, Suite 2700
Toronto, Ontario
M4P 1E4

Dear Ms. Duguay:

Re: Union Gas Limited ("Union") Sudbury Expansion Project Board File # EB-2015-0120

Please find attached two REVISED Change Requests 3 and 4 for the above-noted project which were originally filed on November 17, 2015.

Union believes that these changes are not significant and would appreciate your timely review and approval of these requests, as construction is in progress.

In the event that you have any questions or would like to discuss in more detail, please do not hesitate to contact me at 519-436-5457.

Sincerely,

W. T. (Bill) Wachsmuth, RPF Senior Administrator, Regulatory Projects

cc: Zora Crnojacki, OEB Colin Schuch, OEB

ONTARIO ENERGY BOARD

LEAVE TO CONSTRUCT CHANGE REQUEST

Project Name: Sudbury Expansion Project

OEB File Number: EB-2015-0120

Change Request: # 3

Description and Rationale for Change

Union proposes to defer construction of the proposed pipeline to serve the Victoria Mine until 2016. As described in Unions pre-filed evidence the Municipality of Greater Sudbury is planning to make improvements to the Crean Hill Road. The original schedule for these improvements to be completed was the summer /fall of 2015. Due to unforeseen delays the road improvements have not been completed, and are now proposed to be completed by the spring of 2016. As Union had proposed to construct the pipeline in the shoulder of the improved road, construction was not possible in 2015. Union has signed a contract with Victoria Mine. This contract required Victoria Mine to pay a fixed amount for an aid to construct of \$4,717,000; this aid to construct has been paid by Victoria Mine. Any costs overruns will form part of Unions 2019 rebasing application. Victoria Mine has agreed to the delay of the inservice date of the pipeline until 2016.

Construction and Restoration Practices

There are no changes proposed to the construction and restoration procedures proposed in the original filing

Environmental

No new environmental mitigation measures will be required.

Consultation

There are no landowners issues associated with this change.

Lands

No additional land rights are required.

Costs

As identified in Union's pre-filed evidence and interrogatory responses the capital costs for the NPS 6 service lateral to serve Victoria Mine is \$2,366,000. Deferring construction of the pipeline until 2016 will raise the costs of the pipeline by approximately 10%. This increase is due expected increases in contractor and material costs.

Schedule

This change will result in construction occurring in 2016.

Maps

A map showing the location of the pipeline along Crean Hill Road is attached at Schedule 1.

ONTARIO ENERGY BOARD

LEAVE TO CONSTRUCT CHANGE REQUEST

Project Name: Sudbury Expansion Project

OEB File Number: EB-2015-0120

Change Request: #4

Description and Rationale for Change

The location of the Victoria Mine customer station and northern terminus of the pipeline has been changed. Based on discussions between Union and Victoria Mine it has been determined that a moving the customer station from its original location would allow for better and more efficient site planning of the Victoria Mine site.

As the pipeline will not be constructed until 2016, construction of the customer station has also been deferred until 2016.

Construction and Restoration Practices

There are no changes proposed to the construction and restoration procedures proposed in the original filing

Environmental

No new environmental mitigation measures will be required.

Consultation

There are no landowners issues associated with this change.

Lands

No additional land rights are required. Both the original and proposed location of the customer station are on Victoria Mine property. The pipeline will be constructed within road allowance

Costs

As identified in Union's pre-filed evidence and interrogatory responses the capital costs for the customer station to serve Victoria Mine is \$624,000. The cost of moving the station and deferring construction of the customer station until 2016 result in an increase in costs of approximately 10%. This increase is due to expected increase in contractor and material costs.

Schedule

The pipeline and customer station will be constructed in 2016

Maps

A map showing the location of the pipeline and customer station is attached at Schedule 1.

