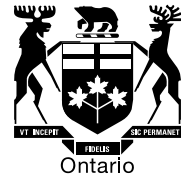


**Ontario Energy
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2300 Yonge Street
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Telephone: 416-481-1967
Facsimile: 416-440-7656
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BY E-MAIL

June 24, 2016

Union Gas Limited
W.T. Wachsmuth
Senior Administrator, Regulatory Projects
50 Keil Drive North
P.O. Box 2001
Chatham ON N7M 5M1
bwachsmuth@uniongas.com

Dear Mr. Wachsmuth:

**Re: Bay of Quinte Replacement Project
Board File No. EB-2014-0350**

The Ontario Energy Board (OEB) is in receipt of your letter dated June 22, 2016 where you informed the OEB that the Ministry of Transportation has given Union a new move order which requires that the abandoned pipeline attached to the Skyway Bridge be removed by the end of 2017.

The OEB requests additional information before proceeding with its response to your letter.

1. Please provide a comparison of the original estimated costs of removing the pipeline and the revised pipeline removal costs, as described in the June 22, 2016 letter.
2. Please explain why the costs are increasing as a result of deferring the pipeline removal from 2015 to 2017.
3. Would the incremental costs of removing the pipeline be covered by the contingencies included in the estimated pipeline capital costs?

Yours truly,

Original signed by

John Pickernell
Applications Administration