

July 5, 2016

BY RESS & Courier

Ms. Kristen Walli  
Board Secretary  
Ontario Energy Board  
Suite 2700, 2300 Yonge Street  
Toronto, Ontario  
M4P 1E4

Dear Ms. Walli:

**Re: Union Gas Limited (“Union”)  
Leamington Expansion Project  
Board File # EB-2016-0013**

Further to the Ontario Energy Board’s Decision on June 29, 2016, in particular Condition of Approval 8, attached please find Union and Hydro One’s written agreement to commit to Condition of Approval 7.

Sincerely,

*[original signed by]*

Shelley Bechard  
Administrative Analyst, Regulatory Projects  
:sb  
Encl.

cc: Zora Crnojacki, Chair of OPCC  
Paul Hammell, Union Gas  
All Intervenors

DATED as of the 17th day of June, 2016,

B E T W E E N:

**UNION GAS LIMITED**  
(hereinafter "Union")

and

**HYDRO ONE NETWORKS INC.**  
(hereinafter "Hydro One")

(collectively, "the Parties")

**FACILITIES SEPARATION AGREEMENT**  
(hereinafter "this Agreement")

**WHEREAS** Union plans to build and install a gas pipeline in and near the Municipality of Leamington, Ontario (hereinafter "the Municipality"), which project is described as the "Leamington Expansion Phase 2 Pipeline" or the "Leamington Pipeline";

**WHEREAS** Hydro One plans to build a transmission line and towers in the same area, which project is described as the "SECTR Project";

**AND WHEREAS** the Parties wish to ensure that there be a minimum separation of 4 metres between the edge of the SECTR Project (as described in Ontario Energy Board proceeding EB-2013-0421) tower footings and the edge of the Leamington Expansion Project (as described in Ontario Energy Board proceeding EB-2016-0013) pipeline wall for the entire colocation of the two facilities, in order to ensure the safety of the public and of adjacent real and personal property and the subject facilities;

**NOW THEREFORE** in consideration of the mutual covenants herein, being good and valuable consideration, the Parties agree as follows:

1. The above recitals are true and form part of this Agreement.
2. Union shall build and install the Leamington Pipeline such that the edge of the pipeline wall will be offset from the eastern boundary of land owned by the Municipality as of the date of this Agreement by at least 6 metres, which requirement will place the pipeline within the western 2 metres of Union's 5-metre easement.
3. Hydro One shall build and install the tower footings for the SECTR Project such that the western edge of the tower base footings will not protrude into the land owned, as of the date of this Agreement, by the Municipality more than 1.7 metres from the eastern boundary of the said Municipally-owned land.

**WITNESS** the Agreement of the Parties as shown by the signatures of their duly authorized signatories below, and dated as of the first date written above.

**UNION GAS LIMITED**

Name: Shawn Khoshara  
 Title: Director Engineering  
 I have authority to bind the corporation.

**HYDRO ONE NETWORKS INC.**

Name: Chris Geyer  
 Title: Director - Project Delivery  
 I have authority to bind the corporation.