Ontario Energy Board P.O. Box 2319 27th Floor 2300 Yonge Street Toronto ON M4P 1E4 Telephone: 416-481-1967 Facsimile: 416-440-7656 Toll free: 1-888-632-6273 Commission de l'énergie de l'Ontario C.P. 2319 27° étage 2300, rue Yonge Toronto ON M4P 1E4 Téléphone: 416-481-1967 Télécopieur: 416-440-7656 Numéro sans frais: 1-888-632-6273



BY E-MAIL

October 11, 2017

Union Gas Limited Bill Wachsmuth Senior Administrator, Regulatory Projects 50 Keil Drive North P.O. Box 2001 Chatham ON N7M 5M1 <u>bwachsmuth@uniongas.com</u>

Dear Mr. Wachsmuth:

Re: Sudbury Maley Replacement Project, EB-2016-0222 Request to Vary Change Request No. 2

The Ontario Energy Board (OEB) is in receipt of your letter dated October 6, 2017 where Union Gas Limited (Union) proposed a change to the Sudbury Maley Replacement Project (Project) (Change Request No. 2).

Union proposes to change the wall thickness of the pipe used from 6.4 mm to 7.1 mm as Union was unable to purchase 6.4 mm pipe.

Union stated that the increase in wall thickness is allowed under the governing CSA standard and the TSSA Act and Regulations.

Union also stated that this change will not modify the project's construction or restoration methods, environmental mitigation measures, consultation, land requirements or schedule. The change will increase the project costs by approximately \$65,000.

As the Manager, Applications Policy and Climate Change, I have been delegated the authority of the OEB under section 6 of the Ontario Energy Board Act, 1998 to determine whether Union's proposal will result in material changes to the leave to construct granted by the OEB in the EB-2016-0222 proceeding. I have been further granted the authority to approve any changes that I have concluded are not material.

Based on my review of the information provided, I will approve the requested change in wall thickness conditionally upon receiving written confirmation from the TSSA that this change is in compliance with the applicable CSA standard and TSSA Act and Regulation. With respect to the increased costs of the pipeline, I note that the incremental amount can be covered under the Project contingencies.

Yours truly,

Original Signed by

Pascale Duguay Manager, Applications Policy and Climate Change