

December 15, 2017

RESS

Ms. Kirsten Walli
Board Secretary
Ontario Energy Board
2300 Yonge Street, 27th Floor
Toronto, ON M4P 1E4

Dear Ms. Walli,

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

Please find attached Change Request 6, for the above-noted project.

Union believes that this change is not significant and would appreciate your timely review and approval of this request, 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,

[original signed by]

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

cc: Nancy Marconi, OEB
Zora Crnojacki, OEB
Ritchie Murray, OEB

ONTARIO ENERGY BOARD

LEAVE TO CONSTRUCT CHANGE REQUEST

Project Name: Sudbury Expansion Project

OEB File Number: EB-2015-0120

Change Request: # 6

Description and Rationale for Change

In Change Request #4 Union identified that the pipeline to serve the Victoria Mine would not be constructed until 2016. In Change Request #5 Union deferred construction until 2017. In 2017 Union constructed approximately 1400 metres of the Project but was unable to complete construction in 2017. Union proposes to complete construction in 2018.

As stated in Union's pre-filed evidence the pipeline to serve the Victoria Mine was to be constructed within the road allowance of the reconstructed Crean Hill Road. It took the City of Greater Sudbury until mid 2017 to obtain the species at risk permits necessary to start reconstruction of the road. As it is not practical for Union to construct the pipeline until the roadwork has been completed, pipeline construction has been deferred until all roadwork has been completed.

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

Union has discussed the project with Victoria Mine and they have informed Union that they do not require Natural Gas service until 2018. Attached at Schedule 1 is email correspondence between Union and Victoria Mine.

Lands

There are no changes to the Land requirements to construct the pipeline to the Victoria Mine site.

Costs

Deferring construction from 2017 until 2018 will result in increase of pipeline costs by approximately \$180,000 and station costs by approximately \$20,000.

The reasons for increased pipeline costs are:

- Inflationary increases to construction costs as a result of deferring construction from 2017 till 2018
- Union has a better understanding of the ground conditions as a result of the section of pipe that was constructed in 2017
- Additional mobilization and demobilization costs

The reasons for the increase in station costs

- Inflationary increases to construction costs as a result of deferring construction from 2017 till 2018

Schedule

The pipeline and customer station will be completed in 2018.

From: Neil Milner [<mailto:>]
Sent: November-30-17 3:28 PM
To: Lewis Oatway
Cc: James McDonald; Julie Gauthier
Subject: [External] RE: Confirmation Requested: Victoria Mine NG Service Update

Hi Lewis,

Good to hear from you I understand accept that the in-service date has been delayed to June 1, 2018 as a result of the delays from the CGS road construction.

Best Regards,

Neil

From: Lewis Oatway [<mailto:>]
Sent: Monday, November 27, 2017 8:50 AM
To: Neil Milner <>
Cc: James McDonald <>; Julie Gauthier <>
Subject: Confirmation Requested: Victoria Mine NG Service Update

Hello Neil,

As previously discussed, Union Gas has completed much of the construction work associated with providing Victoria Mine's natural gas service. However, given the delay resulting from the City of Sudbury's road realignment work, we plan to complete the natural gas service installation with an in-service date of June 1, 2018.

We are required to advise the Ontario Energy Board (OEB) that Union Gas will be completing this work next year. Could you please confirm your understanding and agreement with the in service date?

Thanks,

Lewis Oatway
Account Manager, Industrial

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Integrity. Safety. Respect.

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