

UNDERTAKING

Undertaking

TO ADVISE CAPITAL EXPENDITURES MADE IN 2003 WITH RESPECT TO
ACQUISITION OF TWO THESSALON STATIONS

Response

The work that was completed in 2003 at the two Thessalon stations noted in Exhibit H, Tab 7, Schedule 4 involved the installation of modular fencing that can be dismantled and re-used at other sites. The 2003 work was not separately identified as it was bundled with work on other facilities in the area, but it is estimated to have cost roughly \$60,000 per station.

An asset condition assessment of these two stations had identified a number of deficiencies but it was determined that the only safety issue requiring immediate attention was the installation of modular fencing during 2003. The other issues identified during the asset condition assessment were left to be addressed pending the evaluation of an integrated plan for the area. The integrated plan has been submitted as part of this application and is described in Reference S16 of Exhibit D2, Tab 2, Schedule 3. The proposed integrated plan, once completed, eliminates the need for the two distribution stations, thereby eliminating the need for any further expenditures on these stations.