

March 28, 2018

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

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ONTARIO ENERGY BOARD

Dear Ms. Walli:

Re: Union Gas Limited ("Union") Kingsville Transmission Reinforcement Project Board File Number EB-2018-0013

As per the Board's Letter of Direction dated March 21, 2018, please find attached the Affidavit of Service proving completion of the matters in paragraphs 1,2 and 3 of the referenced project above.

Sincerely,

Chelley Bechard

Shelley Bechard Administrative Analyst, Regulatory Projects

Encl.

cc. Zora Crnojacki, Project Advisor

ONTARIO ENERGY BOARD

IN THE MATTER OF The Ontario Energy Board Act, 1998, S.O. 1998, c.15, Schedule B, and in particular, S.90 (1) thereof;

AND IN THE MATTER OF The Ontario Energy Board Act, 1998, S.O. 1998, c.15, Schedule B, and in particular, S. 36 thereof;

AND IN THE MATTER OF an Application by Union Gas Limited for an Order or Orders granting leave to construct natural gas pipelines and ancillary facilities in the Town of Lakeshore and the Town of Kingsville in the County of Essex;

AND IN THE MATTER OF an Application by Union Gas Limited for an Order or Orders for approval of recovery of the cost consequences of all facilities associated with the development of the proposed Kingsville Transmission Reinforcement Pipeline Project.

AFFIDAVIT OF SERVICE

I, Shelley Bechard of Municipality of Chatham-Kent, in the Province of Ontario,

MAKE OATH AND SAY:

That I am an employee in the Registered Office of Union Gas Limited and, as such, have knowledge of the matters herein deposed to.

- 1. On March 21, 2018, I did cause to have a search of title forthwith, sufficient to determine the current registered property owners and encumbrancers with lands or interest in the lands directly affected by the proposed pipeline and related facilities conducted.
- 2. On March 26, 2018, I arranged for the service of the Notice, the Application with Schedule A and Project Summary accompanied with a cover letter with a link to the evidence, attached hereto as Exhibit "A" to the following by email/courier:
 - a. all property owners and encumbrancers with lands or interest in lands identified in the search of title referred to in paragraph 1 above
 - b. the Clerks of the Town of Lakeshore and the Town of Kingsville
 - c. the Chief Administration Officer of the County of Essex

- d. all Indigenous communities that have been consulted and all Indigenous communities with lands or interest in the lands directly affected by the proposed wells, pipeline and related facilities as determined by the Ministry of Energy
- e. the Métis Nations of Ontario, Lands, Resources and Consultation Office, 75 Sherbourne St., Suite 222, Toronto, Ontario M5A 2P9
- f. all affected utilities and railway companies
- g. members of the Ontario Pipeline Coordinating Committee

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Attached hereto as Exhibit "B" are the confirmations of email/courier delivery receipts to the above.

- 3. On March 26, 2018, I did cause to make a copy of the Notice, the application and the evidence, and any amendments thereto, available for public review at Union's office and in a prominent place on Union's website.
- 4. On March 28, 2018 I filed with the OEB an affidavit in both electronic and paper forms proving completion of the matters in paragraphs 1, 2 and 3 of the Letter of Direction.

I make this Affidavit in good faith and for no improper purpose.

SWORN BEFORE ME in the Municipality of Chatham-Kent Province of Ontario, this 28st day of March, 2018.

A Commissioner, etc.

lly Bechard Shelley Bechard

Administrative Analyst, Regulatory Projects

Mervyn Raymond Weishar, a Commissioner, etc., Province of Ontario, for Union Gas Limited And its subsidaiaries and affiliates. Expires Sept 21, 2019.



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A COMMISSIONER. ETC.

March 26, 2018

Address Block

Re: Union Gas Limited ("Union") Kingsville Transmission Reinforcement Project Board File Number EB-2018-0013

Dear ____,

Union has filed an Application with the Ontario Energy Board for approval of the Kingsville Transmission Reinforcement Project.

In accordance with the Letter of Direction issued by the Ontario Energy Board on March 21, 2018, Union Gas has been instructed to serve you with a copy of the Notice of Hearing, Application and Project Summary. The complete evidence and environmental report is posted on Union Gas' website at (<u>www.uniongas.com/about-us/company-overview/regulatory/rate-cases/eb-2018-0013-kingsville-transmission-reinforcement-project</u>). Union Gas will send at no cost to you a paper copy of the evidence and environmental report upon request. To request a paper copy please contact Shelley Bechard directly by phone at 519-436-4600 ext. 5002075 or email at sbechard@uniongas.com.

If you have any questions or require additional information regarding the project, please contact me by phone at 519-436-5473 or by email at <u>khockin@uniongas.com</u>.

Yours truly,

Karen Hockin Manager, Regulatory Initiatives

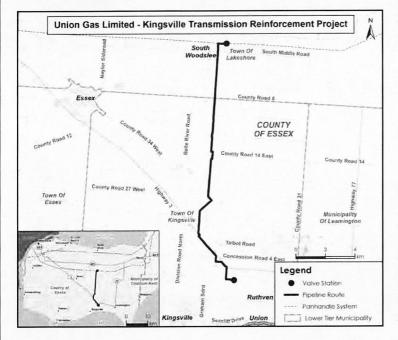
ONTARIO ENERGY BOARD NOTICE

Union Gas Limited has applied to the Ontario Energy Board for approval to construct a natural gas transmission pipeline and associated facilities in the Town of Lakeshore and the Town of Kingsville in the County of Essex

Learn more. Have your say.

If approved, the proposed 19 kilometre natural gas transmission pipeline would run from an interconnection point on Union Gas Limited's existing Panhandle Transmission System pipeline in the Town of Lakeshore to a new station in the Town of Kingsville, both in the County of Essex, as shown on the map below.

The application indicates that the construction of the proposed pipeline will allow Union Gas Limited to serve the growing market in the Kingsville-Learnington area as well as the broader market served by Union Gas Limited's Panhandle Transmission System.



THE ONTARIO ENERGY BOARD IS HOLDING A PUBLIC HEARING

The Ontario Energy Board (OEB) will hold a public hearing to consider the application filed by Union Gas. During the hearing, we will question Union Gas on the case. We will also hear questions and arguments from individual consumers, municipalities and others whose interests would be affected. At the end of this hearing, the OEB will decide whether to approve the application.

The OEB has determined that it will not consider Union Gas' proposal to recover the cost of the natural gas transmission pipeline through an Incremental Capital Module at this time because of the on-going hearing on Union Gas' Rate Setting Mechanism application (EB-2017-0307).

As part of its review of this application, the OEB will assess Union Gas' compliance with the OEB's Environmental Guidelines for the Location, Construction and Operation of Hydrocarbon Pipelines and Facilities in Ontario.

The OEB advises Indigenous communities that the OEB's process for this application may serve as a component of the Crown's duty to consult for this project.

The OEB is an independent and impartial public agency. We make decisions that serve the public interest. Our goal is to promote a financially viable and efficient energy sector that provides you with reliable energy services at a reasonable cost.

BE INFORMED AND HAVE YOUR SAY

You have the right to information regarding this application and to be involved in the process.

- You can review the application filed by Union Gas on the OEB's website now.
- You can file a letter with your comments, which will be considered during the hearing.
- You can become an active participant (called an intervenor). Apply by **April 9, 2018** or the hearing will go ahead without you and you will not receive any further notice of the proceeding.
- At the end of the process, you can review the OEB's decision and its reasons on our website.

LEARN MORE

Our file number for this case is **EB-2018-0013.** To learn more about this hearing, find instructions on how to file letters or become an intervenor, or to access any document related to this case, please select the file number **EB-2018-0013** from the list on the OEB website: **http://www.oeb.ca/noticeltc.** You can also phone our Consumer Relations Centre at 1-877-632-2727 with any questions.

ORAL VS. WRITTEN HEARINGS

There are two types of OEB hearings – oral and written. The OEB intends to proceed with this application by way of a written hearing. If you think an oral hearing is needed, you can write to the OEB to explain why by **April 9, 2018.**

PRIVACY

If you write a letter of comment, your name and the content of your letter will be put on the public record and the OEB website. However, your personal telephone number, home address and email address will be removed. If you are a business, all your information will remain public. If you apply to become an intervenor, all information will be public.

This hearing will be held under section 90(1) of the Ontario Energy Board Act, 1998, S.O. 1998, c.15 (Schedule B).



Filed: 2018-01-25 EB-2018-0013 Exhibit A Tab 2 Page 1 of 3

ONTARIO ENERGY BOARD

IN THE MATTER OF The Ontario Energy Board Act, 1998, S.O. 1998, c.15, Schedule B, and in particular, S.90 (1) thereof;

AND IN THE MATTER OF The Ontario Energy Board Act, 1998, S.O. 1998, c.15, Schedule B, and in particular, S. 36 thereof;

AND IN THE MATTER OF an Application by Union Gas Limited for an Order or Orders granting leave to construct natural gas pipelines and ancillary facilities in the Town of Lakeshore and the Town of Kingsville in the County of Essex;

AND IN THE MATTER OF an Application by Union Gas Limited for an Order or Orders for approval of recovery of the cost consequences of all facilities associated with the development of the proposed Kingsville Transmission Reinforcement Pipeline Project.

UNION GAS LIMITED

- Union Gas Limited (the "Applicant" or "Union") hereby applies to the Ontario Energy Board (the "Board"), pursuant to Section 90 (1) of the Act, for an Order or Orders granting leave to construct approximately 19 kilometres of NPS 20 pipeline from an interconnect at Union's existing Panhandle NPS 20 pipeline in the Town of Lakeshore to a new station in the Town of Kingsville located in the County of Essex ("the Proposed Pipeline" or "the Project").
- 2. The Applicant also hereby applies to the Board, pursuant to Section 36 of the Act, for an Order or Orders granting:
 - a) approval of recovery of the cost consequences of the net revenue requirement for the period
 2019 through 2028 of all facilities associated with the development of the Project from
 ratepayers in accordance with the Board's Incremental Capital Module mechanism as

described in Union and Enbridge Gas Distribution's Rate Setting Mechanism (EB-2017-0307) ; and

- b) approval of an accounting order to establish the Kingsville Transmission Reinforcement Project Costs Deferral Account.
- 3. A map showing the general location of the Proposed Pipeline, and associated facilities and the municipalities, and highways through, under, over, upon or across which the pipeline will pass is presented at Schedule A.
- 4. The parties affected by this Application are the owners of lands, government agencies and municipalities over which the pipeline will be constructed, and Union's distribution customers with respect to quality of service and security of supply. The persons affected by this Application are the customers resident or located in the Municipalities, the First Nation Reserves and Métis organizations served by Union, together with those to whom Union sells gas, or on whose behalf Union distributes, transmits or stores gas. It is impractical to set out in this Application the names and addresses of such persons because they are too numerous.
- 5. The Applicant now therefore applies to the Board for an Order or Orders for approval of recovery of the cost consequences and granting leave to construct the Proposed Pipeline as described above.
- 6. The address for service for Union is:

Union Gas Limited P.O. Box 2001 50 Keil Drive North Chatham, Ontario N7M 5M1

Attention:

Karen Hockin Manager, Regulatory Initiatives

Filed: 2018-01-25 EB-2018-0013 Exhibit A Tab 2 Page 3 of 3

Telephone: Fax: Email: -and519-436-5473 519-436-4641 khockin@uniongas.com

Torys LLP Suite 3000, 79 Wellington Street West P.O. Box 270, Toronto Dominion Centre Toronto, Ontario M5K 1N2

Attention: Charles Keizer Telephone: 416-865-7512 Fax: 416-865-7380 Email: <u>ckeizer@torys.com</u>

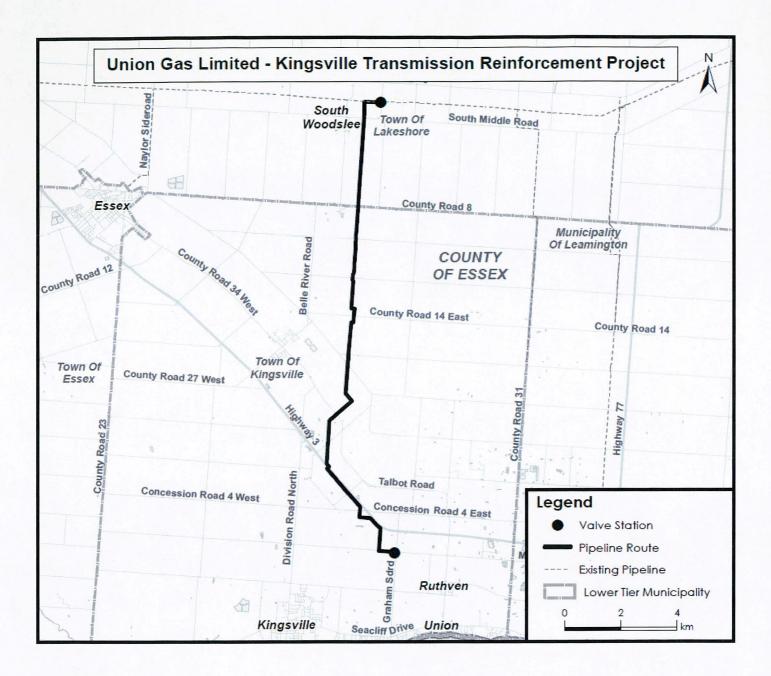
Dated: January 25, 2018

UNION GAS LIMITED

[original signed by]

Karen Hockin, Manager, Regulatory Initiatives

Filed: 2018-01-25 EB-2018-0013 Exhibit A Tab 2 Schedule A



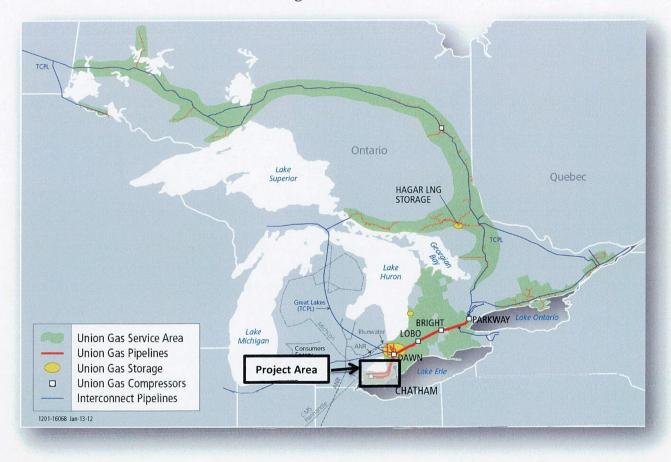
Filed: 2018-01-25 EB-2018-0013 Exhibit A Tab 3 Page 1 of 12

SUMMARY OF APPLICATION

1

In response to increasing natural gas demand growth in the Kingsville-Leamington market area
as well as increasing demand on the overall Panhandle Pipeline System ("Panhandle System"),
Union is proposing to construct approximately 19 km of NPS 20 pipeline from an interconnect at
the existing NPS 20 Panhandle Line in the Town of Lakeshore to a new station in the Town of
Kingsville – the Kingsville Transmission Reinforcement Project ("the Project"). The proposed
in-service for the Project is November 1, 2019. Figure 3-1 illustrates the Project area.







1	The Panhandle System represents the primary transmission pipeline asset to transport natural gas
2	from Union's Dawn Compressor Station ("Dawn") and the Ojibway Valve Site ("Ojibway") in
3	Windsor to distribution systems serving residential, commercial and industrial in-franchise
4	markets in the municipalities of Chatham-Kent, Windsor, Lakeshore, Leamington, Kingsville,
5	Essex, Amherstburg, LaSalle, and Tecumseh ("Panhandle System Market" or "the Market").
6	
7	Prior to November, 2017, the Panhandle System was comprised of two pipelines, an NPS 16 and
8	NPS 20 pipeline. These pipelines moved natural gas to distribution systems which supplied
9	natural gas to in-franchise customers. For decades Union served the Panhandle System Market

10 with these two pipelines with limited pipeline reinforcement. However, in response to significant

11 growth in the Panhandle System Market, particularly in the greenhouse sector, Union recently

12 completed a reinforcement of the Panhandle System (EB-2016-0186). This reinforcement

13 involved the construction of approximately 40 kilometres of NPS 36 pipeline from Dawn in the

14 Township of Dawn-Euphemia to the Dover Transmission Station ("Dover Transmission") in the

15 Municipality of Chatham-Kent. To complete the installation of the new NPS 36 pipeline, the

16 existing section of NPS 16 pipeline was removed and replaced with NPS 36 pipeline primarily in

the same easement. The EB-2016-0186 reinforcement was placed in service in November, 2017.

18 For a more detailed illustration of the Panhandle System Market as well as the Kingsville-

19 Learnington market area please see Exhibit A, Tab 4, Figure 4-1.

20

As proposed, the Project is designed to relieve the system constraints resulting from the accelerated natural gas demand in the Kingsville-Learnington market area and meet the

Filed: 2018-01-25 EB-2018-0013 Exhibit A Tab 3 Page 3 of 12

increasing demand for firm service in the Panhandle System Market. Union continues to receive
 requests for firm natural gas service from general service customers, consisting of residential,
 commercial and small industrial customers, and contract rate customers across the Panhandle
 System Market, including greenhouse operators located in the Kingsville-Leamington and
 Chatham-Kent market areas.

6

As detailed at Exhibit A, Tab 6, Tab 7 and Tab 8, the Panhandle System is forecast to reach its 7 8 Design Day capacity earlier than forecast in EB-2016-0186. The increased forecast of demand growth accelerates the timing of the Project from 2022 (estimated in EB-2016-0186) to 2020. In 9 addition to the increased demand, there is a constraint within the Learnington-Kingsville high 10 pressure distribution system ("distribution system") preventing customers from attaching even 11 though Panhandle System capacity is available. Moving the Project's in-service date from 2020 12 to 2019 will alleviate the distribution constraint and avoid the need to install significant 13 distribution system reinforcement in 2019. 14

15

The Project as proposed is designed to reliably serve these increased forecast demands for firm service not only in the Kingsville-Learnington market area but across the Panhandle System Market. This is very important for the continued economic well-being of the Market. The additional capacity of 71 TJ/d resulting from the Project will help support the continued reliable and secure delivery of natural gas to residential, commercial and industrial customer segments within the Market.

22

1	The Project reinforces the high pressure Panhandle System from which not only customers						
2	located in the Kingsville-Leamington market area can be served but future development in the						
3	Panhandle System Market can be met. Without the availability of this incremental natural gas						
4	capacity on the Panhandle System, there is a risk businesses will delay or cancel plans to expand,						
5	or may establish their operations in different jurisdictions where reliable, affordable energy is						
6	available. Further, without the availability of this incremental capacity, residential developments,						
7	schools, hospitals as well as other small volume customers in the Panhandle System Market may						
8	require an alternative (more expensive and less clean burning) energy source. In doing so, this						
9	will put additional pressure on the finances and operating budgets of the residents and businesses						
10	within the Market. If the Kingsville Transmission Reinforcement Project (the Project) is not						
11	1 constructed, economic development in this region of Ontario may be significantly impacted. To						
12	further illustrate this point, Letters of Support are included at Exhibit A, Tab 5, Schedule 2.						
13							
14	The economic benefits natural gas provides are also significant. Such benefits include, but are						
15	not limited to:						
16	• residential energy savings enabling more consumer spending at local businesses and						
17	across the community (e.g. charitable organizations);						
18	• energy savings supporting the ability of new businesses to be competitive;						
19	• enhanced ability to attract new residents and new businesses to the community;						
20	• enhanced ability for existing businesses to grow and expand;						
21	• increased housing values and resulting property tax assessments; and						

- municipal energy cost savings in municipal buildings such as arenas and community centres.
- 3

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4	This appli	cation by Union is brought in response to new forecast market demands in the
5	Kingsville	-Leamington market area as well as the overall Panhandle System Market. The
6	Applicatio	on consists of the following requests:
7	1)	Section 90 (1) of the Ontario Energy Board Act ("the Act") granting leave to
8		construct approximately 19 kilometres of NPS 20 pipeline from the existing NPS 20
9		Panhandle Line in the Town of Lakeshore to a new station in the Town of Kingsville
10		in the County of Essex; and
11	2)	Section 36 of the Act granting approval of recovery of cost consequences of the net
12		revenue requirement for the period 2019 through 2028 of all facilities associated with

- the development of the Project from ratepayers in accordance with the Board's
 Incremental Capital Module ("ICM") Mechanism as described in Union and
- 14 Incremental Capital Module ("ICM") Mechanism as described in Union and
- 15 Enbridge Gas Distribution's ("Enbridge") Rate Setting Mechanism (EB-2017-

16 $(0307)^{1}$; and

- Section 36 of the Act granting approval of an accounting order to establish the
 Kingsville Transmission Reinforcement Project Costs Deferral Account.
- As detailed at Exhibit A, Tab 9, Schedule 1, the total capital cost of the Project is estimated to be
 \$105.7 million, consisting of:
- 21

¹ EB-2017-0307 Union and Enbridge's Rate Setting Mechanism filed November 23, 2017

1

1) Construction of the proposed pipeline at a cost of \$96.1 million; and

2

2) Station costs of \$9.6 million.

3

4 As identified in Union and Enbridge's Rate Setting Mechanism pre-filed evidence (EB-2017-5 0307), during the deferred rebasing period, the amalgamated company ("Amalco") will apply for rate adjustments using the Board's ICM to recover costs associated with qualifying incremental 6 7 capital investments beyond what is normally funded through Union's Board-approved rates. Although these proceedings overlap, the evidence filed in this application (EB-2018-0013) is 8 premised upon the assumption that the Board approves Union and Enbridge's Rate Setting 9 10 Mechanism application that allows the ICM funding module as set out in the Rate Setting Mechanism application. The Project meets the need, materiality and prudence eligibility criteria 11 for ICM treatment. 12

13

As part of EB-2018-0013, Union is requesting pre-approval of the cost consequences of the net
revenue requirement of the Project in rates for the period of 2019 through 2028. Union is
requesting approval of the Project through ICM, subject to finalization of the 2019 ICM
threshold calculation in the 2019 Rates application. The specifics along with the eligibility
criteria for the ICM are detailed at Exhibit A, Tab 10.

19

The annual revenue requirement associated with the Project is approximately \$0.3 million in
2019 and \$8.3 million in 2028. The revenue requirements represent the costs associated with the

Project facilities deemed to be in service in each year of the deferred rebasing period from 2019
 to 2028.

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4	The net revenue requirement associated with the Project is approximately \$0.2 million in 2019
5	and \$5.0 million in 2028, with the largest net revenue requirement of \$7.2 million in 2021. The
6	net revenue requirement represents the revenue deficiency of the Project and is calculated as the
7	total annual Project revenue requirement less the incremental Project revenue. Union has
8	provided the bill impacts of the Project based on the largest net revenue requirement of \$7.2
9	million in 2021. To illustrate the change to the bill impacts over the deferred rebasing period,
10	Union has also provided the bill impacts of the Project for the final year of the deferred rebasing
11	period, based on a net revenue requirement of \$5.0 million in 2028.
12	
13	In comparison to Board-approved rates per EB-2017-0087 (Union's 2018 Rates), the annual bill
14	impacts for the average Rate M1 residential customer in Union South consuming 2,200 m ³ per
15	year is an increase of \$2.28 in 2021. By the final year of the deferred rebasing period, the Rate
16	M1 bill impact decreases by \$1.01, for a total bill increase of \$1.27 in 2028.
17	
18	For the average Rate 01 residential customer in Union North consuming 2,200 m ³ per year, the
19	annual bill impact is a decrease of \$0.92 in 2021. By the final year of the deferred rebasing
20	period, the Rate 01 bill impact increases by \$0.61, for a total bill decrease of \$0.31 in 2028.
21	

- The estimated delivery bill impacts for Union South in-franchise rate classes in years 2021 and 1
- 2 2028 are provided in Table 3-1 below.

	<u>Union South In-franchise Delivery Bill Impacts</u>								
Line									
No.	Rate Class	Year 2021	Change	Year 2028					
		(a)	(b) = (c - a)	(c)					
1	Rate M1	0-1%	(0%)	0-1%					
2	Rate M2	1-2%	(1%)	0-1%					
3	Rate M4	4-5%	1-2%	5-7%					
4	Rate M5	(0-1%)	0%	(0-1%)					
5	Rate M7	6-8%	3%	9-11%					
6	Rate M9	4-5%	(2%)	2-3%					
7	Rate M10	9-10%	(5%)	4-5%					
8	Rate T1	2-4%	(1-2%)	1-2%					
9	Rate T2	4-5%	(2%)	2-3%					
10	Rate T3	5-6%	(3%)	2-3%					

Unio	n South	In-fran	chise	Delivery	Bill	Impacts
_	~1			~		

Table 3-1

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4 The Discounted Cash Flow ("DCF") of the Project has been assessed using methodologies consistent with E.B.O. 134 - Filing Guidelines on the Economic Tests For Transmission Pipeline 5 Applications ("EBO 134"). Stage 1 economics were completed for the Project and results of the 6 7 Stage 1 DCF analysis are shown at Exhibit A, Tab 9, Schedule 4. The results indicate a cumulative NPV of (\$59.2) million and a PI of 0.44 over the DCF term. Consistent with the 8 requirements of E.B.O. 134, since the Project's NPV is less than \$0 and/or the PI is less than 1.0, 9 a Stage 2 benefit/cost analysis was undertaken in order to quantify benefits and costs accruing to 10 Union's customers as a result of the Project. The NPV of quantified benefits to customers 11 12 resulting from the Stage 2 analysis is added to the Project NPV from Stage 1 and then discounted at a social discount rate in order to calculate the direct net benefit of the Project to Union's 13 customers. A Stage 3 analysis considers other quantifiable benefits and costs related to the 14

construction of the proposed facilities that are not included in the Stage 2 analysis, and other
 non-quantifiable public interest considerations. A summary of the findings from the Stage 1-3
 analysis that shows the Project is in the Public Interest is provided in Exhibit A, Tab 9.

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As detailed in Exhibit A, Tab 6 and as noted above, the Panhandle System is currently forecast to 5 reach its Design Day capacity earlier than that forecast in EB-2016-0186. This increased 6 forecasted demand growth accelerates the timing of additional required reinforcement from 2022 7 to 2020. In addition to the increased demand, there is a constraint within the distribution system 8 located in the Kingsville-Learnington market area thus preventing customers from attaining 9 natural gas service even though Panhandle System capacity is available. Constructing the Project 10 into the Kingsville-Learnington market area will allow natural gas to move more efficiently to 11 the distribution system therefore alleviating the system constraint and allowing for further 12 growth over the entire transmission system. Please see Exhibit A, Tab 8 for more detail. An 13 additional lateral into the Town of Kingsville will also have the added benefit of avoiding 14 significant distribution reinforcement. 15

16

In response to the system constraints and increased demand growth, Union reviewed and
compared a number of Project alternatives. These alternatives are discussed in Exhibit A, Tab 8.
These alternatives included the construction of incremental pipeline (distribution and
transmission) facilities, Liquefied Natural Gas ("LNG"), Compressed Natural Gas ("CNG") and
commercial alternatives including contracting for incremental deliveries at Ojibway through
Panhandle Eastern Pipeline Company L.P. ("Panhandle Eastern") firm transportation service

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1	contracts.	The preferred alternative (the Project) involves the construction of approximately 19
2	km of NPS	S 20 pipeline from the existing NPS 20 Panhandle Line in the Town of Lakeshore to a
3	new statio	n in the Town of Kingsville. As detailed in Exhibit A, Tab 8 the preferred alternative
4	provides a	number of benefits including:
5	1.	Provides capacity to meet the growing near term firm demands along the Panhandle
6		System for the next five years;
7	2.	Positions the Panhandle System and the distribution system to meet the long term
8		growth in the most efficient manner;
9	3.	Offsets costly distribution reinforcement projects that will no longer be required once
10		the Project is built; and
11	4.	Provides the necessary incremental capacity without the increased reliance on third
12		party gas supply transportation services, which contain price, term and capacity risk
13		at a cost premium.
14		
15	Union is p	proposing to construct the Project in 2019 following its standard construction practices
16	which hav	e been in place for many years. The design of the pipeline will meet or exceed all
17	CSA code	requirements. Experienced contractors familiar with Union's design and construction
18	practices a	are available to construct the proposed facilities.
19		
20	The perma	anent and temporary land rights necessary for the construction of the Project will be
21	acquired f	rom individual landowners. The majority of the proposed pipeline will be constructed
22	in agricult	ural land within new easement. Union will be required to obtain approximately 93

acres of new permanent easement and approximately 82 acres of Temporary Land Use ("TLU")
area for construction and top soil storage purposes. Union has initiated meetings with the
landowners from whom either permanent easements or TLU rights are required and will continue
to meet with those landowners to acquire the necessary land rights. Union has secured options
for over 80% of the necessary land rights.

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An Environmental Report ("ER") has been prepared for the Project. The ER was prepared to
identify the preferred route of the proposed pipeline and identified related mitigation measures
for construction of the proposed pipeline. Union believes that by following its standard
construction practices and adhering to the recommendations and mitigation identified in the ER,
there will be no significant environmental impacts resulting from the construction of the
Proposed Project. The cumulative effects assessment completed as part of the ER indicates that
no significant cumulative effects are anticipated from the development of the Project.

14

To ensure area residents and other key stakeholders were made aware of the Project, Union 15 implemented a consultation outreach plan. As part of this plan, Union mailed affected 16 individuals a Project-specific information letter and held four separate Information Sessions 17 within the Project area. The primary purpose of these Information Sessions was to engage with 18 and solicit input from landowners, tenants and the general public with respect to the Project. 19 20 In addition to meeting with landowners, Union followed the new environmental guidelines in 21 relation to Indigenous Consultation. Union has worked with the Ministry of Energy to ensure 22 that the affected Indigenous communities are aware of the Project and that their concerns and

1	issues have been identified and addressed. Union also met with municipal officials and a number
2	of industry and agricultural associations. Union will continue its commitment to public
3	consultation throughout the completion of the Project.
4	
5	Construction of the Project is scheduled to commence in the spring of 2019. The construction
6	schedule utilizes the favourable summer construction weather thereby minimizing the impact of
7	construction on agricultural lands and other features such as watercourses.
8	
9	The proposed in-service date for the Project is November 1, 2019. Union is filing now to provide
10	sufficient time to allow for the ordering of long-lead construction materials and ensure the
11	required permits and necessary land rights are secured in advance of construction.
12	
13	In summary, the Project is critical to meet the immediate needs of customers in Kingsville-
14	Learnington market area and to provide additional capacity on the Panhandle System for growth
15	in the remainder of the Panhandle System Market. This, combined with the fact natural gas
16	offers a competitive advantage for commercial and industrial customers, helps to ensure
17	economic growth not only in the Panhandle System Market but Ontario as a whole. As further
18	detailed at Exhibit A, Tab 5, if the Project is not constructed, economic development in this
19	region of Ontario may be significantly impacted.

SWORN BEFORE ME THIS <u>28</u> DAY OF March 20 Merch 27, 2018

Kingsville Notice Courier Packages

						11010h 20 18
name1	name2	name3	name4	name5	Address	Courier Label
1084251 Ontario Ltd.					1 First Canadian Place, Toronto, ON M5X 1E2	HXX00SP00002
1797540 ONTARIO INC.					1481 Road 2 East Kingsville Ontario N9Y 2E4	HXX01FM00004
1814375 ONTARIO INC					451 Seacliff Drive West Leamington Ontario N8H 4C9	НХХ09ҮV00004
2035881 Ontario Inc.					2 Lansing Square, 12t Floor, Toronto, Ontario M2J 4P8	HXX01HE00002
218019 Ontario Limited					480 Boulevard De La Cite, Gatineau, Quebec J8T 8R3	HXXAUER00002
6715397 CANADA LIMITED					1818 Burlington Street E Hamilton Ontario L8H 3L4	HXX01RG00002
ABBRUZZESE FARMS LTD					1710 Road 4 East Kingsville Ontario N9Y 2E5	НХХФ6КZФФФЭ
Arnold, Karen Jean					21 South Talbot Road South, Essex, Ontario N8M 1L9	HXX01XP00002
ARRRC INTERNATIONAL INC					329 County Road 34 East Ruthven Ontario NOP 2G0	НХХФОСФООЗ
AUGUSTINE, ROBERT	AUGUSTINE, MICHAEL IRWIN	AUGUSTINE, NATHAN ARTHUR			254 Road 5 W, Cottam ON NOR 1B0	HXX01UZ00004
Bank of Montreal					3100 Howard Avenue, Windsor, Ontario N8X 3Y8	HXXPXJM00005
Bank of Montreal					200 Ouellette Avenue, Windsor, Ontario N9A 5S8	HXXPXJM00006
Bank of Montreal					10 Fifth Street South, Chatham, Ontario N7M 4V4	ΗΧΧΑΥ9F00006
Bank of Montreal					18th Floor, First Canadian Place, Toronto, Ontario M5X 1H3	HX.Y02400002

Kingsville Notice Courier Packages

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name1	name2	name3	name4	name5	Address	Courier Label	
BEACOM, CONNIE JEAN	VAN EVERY, BONNIE JEAN	NEWMAN, DEBORAH	NEWMAN, HELEN JEAN- ESTATE	NEWMAN, MURRAY ROGER	232 N Talbot Road Ruthven Ontario N0P 2G0		
Bell Canada					50 Eglinton Avenue East, Toronto, Ontario M4P 1A6	HXX027V00002	
Blueshore Leasing Ltd.					1250 Lonsdale Avenue, North Vancouver, BC V7M 2H6	HXX020200002	
BNY Trust Company of Canada					Suite 1101, 4 King Street West, Toronto, ON M5H1B6		
Brookfield BRP Canada Corp.					480 Boulevard De La Cite Gatineau, Quebec J8T 8R3	ΗΧΧΑΤUΚ00006	
Business Development Bank of Canada					604-500 Ouellette Avenue, Windsor, Ontario N9A 1B3	НХХ03СҮ00002	
BUTLER, MICHAEL JOHN	BUTLER, PAULINE MARIE				1397 Myers Road Belle River Ontario NOR 1A0	HXX015U00003	
CANADA SOUTHERN RAILWAY COMPANY					1 Administration Road Concord Ontario L4K 1B9	HXXXVN800004	
Canadian Devonian Petroleum, Ltd.	Teck Corporation				Suite 3300, Bentall 5, 550 Burrard Street, Vancouver, B.C., V6C 0B3	НХХU7СВ00003	
Canadian Imperial Bank of Commerce					69 Erie St. S., Leamington, ON, N8H 3B2	HXX04G200002	
Canadian Imperial Bank of Commerce	CARTIER,				100 University Avenue, 3rd Floor, Toronto, ON, M5J 2X4	HXXN3AQ00004	
ARTIER, CLIFFORD ROBERT	DOREEN ROSE-	CARTIER, ROBERT TIM			115 County Road 14 Cottam Ontario NOR 1B0	НХХ00СҮ00005	
askenette, Robert J.					7050 Giardini Road, Cottam, ON NOR 1B0	HXX054J00002	
HEVALIER, CHARLES	DEMELO, SHERI COLLETTE				272 County Road 8 South Woodslee Ontario NOR 1V0	HXXZZZQ00003	

name1	name2	name3	name4	name5	Address		
	CHEVALIER,	Indifice	nume-	hanco	2616 Lakeshore Road 229	Courier Label	
	CHARLES				South Woodslee Ontario NOR	HXX056M00002	
CHEVALIER, SCOT SHANNON	ALEXANDER				1V0		
	Corporation of the County of				Suite 202360 Fairview Ave W	HXX05X400002	
Chief Administrative Officer	Essex				Essex, Ontario N8M 1Y6	1	
						Σ	
COPPOLA, LIVIA	COPPOLA,					HXX08NP00003	
COPPOLA, LIVIA	MATTEO				Ruthven Ontario NOP 2G0		
					1295 N. River Road, St. Clair,		
Corden, Bruce B.					Michigan 48079	9242582215	
					30 Vogell Road, Suite 1,		
CWB Maxium Financial Inc.					Richmond Hill, Ontario L4B 3K6	HXX010400002	
DANIHER FARMS INC					311 County Road 34 East	HXXZY3700003	
					Cottam Ontario NOR 1B0		
					315 County Road 34 East	HXX01KQ00002	
DANIHER FARMS INC					Ruthven Ontario NOP 2G0		
	MILLER, ROBYN				2778 South Talbot Road	HXX07EW00004	
DEAN, ERIK GALBRAITH	KATHRYN				Cottam Ontario NOR 1B0	11//07/21/00004	
						HXX090V00003	
DECOOK, BARBARA JEAN					573 Road 4 E Kingsville	HXX090¥00003	
					Ontario N9Y 2E5		
	DENNY,				109 County Road 14 East	HXX00BT00004	
DENNY, MICHAEL FLOYD	DEBORAH ANN				Cottam Ontario NOR 1B0		
	DESCHAMPS,				2664 County Road 27 South	HXXZYSK00004	
DESCHAMPS, THOMAS ALFRED	JOANNE FRANCES				Woodslee Ontario NOR 1V0		
						HVVQODVQQQQQ	
Dunn, Florence					2441 Concession 1A, R.R. #4,	HXX02BX00002	
					Woodslee, ON NOR 1V0	HXX02U200002	
					136 S. Middle Road,	TXX020200002	
Dunn, Marguerite/Vickerd, Yvonne					Woodslee, Ontario NOR 1V0		
					555 Southdale Road East.	HXXAQ0600005	
lexco Ltd., Trustee					London, ON N6A 1A2		
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Kingsville Notice Courier Packages

March 27, 2018

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name1	name2	name3	name4	name5	Address	Courier Label	
Energy Power Systems Limited					Suite 301, 2 Adelaide Street West, Toronto, ON M5H 1LŁ	HXX03CH00002	
Farm Credit Canada					Suite 200-1133 St.rge Blvd., Moncton, NB E1E 4E1	HXXARQGØØØØG	
FUERTH, JOHN THOMAS	FUERTH, RUTH ANN				6035 Malden Road Maidstone Ontario NOR 1K0	HXXZZEK00004	
GALEA, JOSHUA RYAN					2714 South Talbot Road Cottam Ontario NOR 1B0	HXX06JN00003	
General Electric Canada Real Estate Finance					2300 Meadowvale Boulevard, Suite 111, Mississauga, ON L5N 5P9	HXX04N900002	
GIBBS, EDWIN HAROLD	GIBBS, RACHEL ANNETTE				350 Inman Sideroad Cottam Ontario NOR 1B0	HXXZZL700004	
GIRARD, ELAINE	GIRARD, PATRICK	GIRARD, MICHAEL			2920 County Road 27 Soutl Woodslee Ontario NOR 1V0	HXX03KR00004	
Gosfield Wind General Partnership					480 Boulevard De La Cite, Gatineau, Quebec J8T 8R3	HXX04Z700002	
HARTLEY, VAUGHN	HARTLEY, SHARON				467 Talbot Road Ruthven Ontario NOP 2G0	HXX07XF00004	
HAYES, JAMES GERARD			240		3850 County Road 17, Maidstone ON NOR 1K0	HXX00GS00003	
HENKE, HEDY FLORETTE	HENKE, HARRY	HENKE, WALTER REINHARDT			102 County Road 14 East Cottam Ontario NOR 1B0	HXXZXG000006	
HER MAJESTY THE QUEEN IN RIGHT OF ONTARIO AS REPRESENTED BY THE MINISTER OF INFRASTRUCTURE					185 Clegg Road Markham Ontario L6G 1B7	HXXQAE700003	
HICKMOTT, MURRAY FLOYD	HICKMOTT, JAN MURRAY				578 Road 4 East Kingsville Ontario N9Y 2E5	HXX012200003	
HSBC Bank Canada					70 York Street, Toronto, ON M5J 1S9	HXX05HR00002	

Page 4 of 7

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HUNTER, ALISON	ZACCAGNINI, DANIEL				348 Road 11 South Woodsle Ontario NOR 1V0	HXXZX2M00003	
Libro Credit Union Limited					154 Talbot St, N., Essex, ON N8M 2C7	HXXDF7S00004	
Libro Credit Union Limited					217 York Street, London N6A 529	HXXATH800007	
MARINKOVIC, OLGA BOZIDAR	NESIC, DUSHAN				497 County Road 34 Ruthve Ontario NOP 2G0	HXX04TX00004	
MCAP Service Corporation					600-101 Frederick Street, Kitchener, Ontario N2H 6R2	HXXARH900003	
MCINTYRE, JACK	MCINTYRE, SIDONIA				2776 South Talbot Road Cottam Ontario NOR 1B0	HXX07BR00004	
MCLACHLAN, JAMES BRADLEY	MCLACHLAN, LOUANNE	GILLEBAARD, JODI LYNN	GILLEBAARD, JASON		194 Road 10 Cottam Ontai NOR 1B0	НХХ0ВРК00003	
Métis Nations of Ontario	Lands, Resources and Consultation Office				75 Sherbourne St., Suite 2, Toronto, ON M5A 2P9	HXXAU5100000	
Métis Nations of Ontario	Lands, Resources and Consultation Office				7 5 Sherbourne St., Suite 222, Toronto, ON M5A 2P9	duplicate	
Modern Building Products Company					3605 Weston Road, Weston, Ontario	HXX03K000002	2
MOORE, DALE HARRIS	MOORE, DIANE MARION				172 North Talbot Road Ruthven Ontario NOP 2G0	HXX05S900004	
Motor City Community Credit Union Limited					6701 Tecumseh Road East, Windsor, ON N8T 1E8	HXXASYD00003	
MUFG Union Bank, N.A.					1251 Avenue of the Americas, 19th Floor, New York, NY 10020 U.S.A	691603 8205	
NEVER REST FARMS LTD					1989 Lakeshore Road 219 South Woodslee Ontario NOF 1V0	HXX053Y00003	

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name1	name2	name3	name4	name5	Address	Courier Label
NEWMAN, ILENE MARIE	ULCH, MURRAY	YOUNG, CATHERINE			707 Road 4 East Kingsvil. Ontario N9Y 2E5	HXXZY4X00004
Paid4Power Investments Inc.					20 Uxbridge Crescent, Kitchener, Ontario N2E 2P8	
QUADRINI, GIUSEPPE	QUADRINI, ASSUNTA				459 County Road 34 E Ruthven Ontario N0P 2G0	HXXØ46GØØØØ3
REEB, ROBERT DOUGLAS					2732 County Road 27 So Woodslee Ontario NOR 1V↓	HXX01SR00003
ROCK ISLAND INVESTMENTS INC.					1422 Road 3 E Ruthven Ontario NOP 2G0	HXX01Q\00002
Rowe Energy Corporation					7621 FalconBridge RR#3, Mount Brydges, Or NOP 1C0	ΗΧΧΑΤΑ40000Β
Royal Bank of Canada					Royfarm Mortgage Centre 226 Main Street South, Exeter, ON NOM 1S7	ΗΧΧΑΤGΥØØØ05
Royal Bank of Canada					10 York Mills Road, 3rd Fle Toronto, Ontario N2P 0A2	HXXBMEL00004
SANWARD ENTERPRISES INC					5201 County Road 17 Maidstone Ontario NOR 1KU	НХХФЗЕМФФФЭЗ
STANNARD, MARK BRADLEY					523 Road 3 East Kingsville Ontario N9Y 2E5	HXX090R00004
STEVENSON, STEWART					540 North Talbot Road Ruthven Ontario N0P 2G0	HXX068E00004
SUBURBAN CONSTRUCTION (WINDSOR) LIMITED					458 Orchard Park Drive Windsor Ontario N8N 4Y1	HXXZWKR00003
TANNOUS, SARKIS	TANNOUS, ANTHONY JOSEPH	TANNOUS, LAURIE	TANNOUS, ANN MARIE		763 Road 4 East Kingsvi Ontario N9Y 2E5	HXX0ANN00005
Texaco Exploration Company					600-6TH AVENUE S.W., Calgary AB T2R 0A8	HXX027800002

Kingsville Notice Courier Packages

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name1	name2	name3	name4	name5	Address	Courier Label
The Bank of Nova Scotia					10 Wright Blvd., Stratford ON, N5A 7X9	HXXARQFØØØØ5
THE HYDRO-ELECTRIC POWER COMMISSION OF ONTARIO					185 Clegg Road Markham Ontario L6G 1B7	HXXAROL0002Z
The Toronto-Dominion Bank					4720 Tahoe Blvd., 6th flo Mississauga, Ontario L4 5P2	HXXARHA0000B
The Toronto-Dominion Bank					13300 Tecumseh Road East, Windsor, Ontario, N8N 4R8	
TRACEY, RAYMOND JOSEPH	TRACEY, DEBORAH DALANE				2155 Myers Road South Woodslee Ontario NOR 1V0	HXX013100003
Triton Oiland Gas Inc.					1241 Stanley Line, Sombra, Ontario NOP 2H0	HXX02CU00002
United Communities Credit Union Limited					154 Talbot St, N., Essex, ON N8M 2C7	HXXN8JEØØØ04
VANDENBERG, WILLIAM	VANDENBERG, MARYA ANNA				279 Road 10 Cottam Ontario NOR 1B0	HXX00FD00003
VERSNEL, CORNELIUS	VERSNEL, JANNA ADRIANA				726 Road 2 East Kingsville Ontario N9Y 2E4	HXX097800004
WELKER, STEVEN JAMES	WELKER, BRITTANY ELIZABETH ROSE				12 Road 8 East Ruthven Ontario NOP 2G0	HXX031M00002
Woodslee Credit Union					148 Talbot Street North, Essex, Ontario N8M 2C7	HXXKTZ600003

N.

Shelley Bechard

From: Sent: To:	Shelley Bechard March-26-18 2:38 PM 'mmasse@lakeshore.ca'; 'kingsvilleworks@kingsville.ca'; 'chief@aamjiwnaang.ca'; 'sjohnston@aamjiwnaang.ca'; 'dan.miskokomon@wifn.org'; 'Dean.Jacobs@wifn.org'; 'Janet.Macbeth@wifn.org'; 'chief.duckworth@caldwellfirstnation.ca'; 'myeengun@cottfn.com'; 'kriley@cottfn.com'; 'fburch@cottfn.com'; 'randall.phillips@oneida.on.ca'; 'brandon.doxtator@oneida.on.ca'; 'Zora.Crnojacki@oeb.gov.on.ca'; 'Linda.Pim@ontario.ca'; 'Laura.e.hatcher@ontario.ca'; 'Tony.difabio@ontario.ca'; 'kmanouchehri@tssa.org'; 'sally.renwick@ontario.ca'; 'scott.oliver@ontario.ca'; 'shereensmithanik@ontario.ca'; 'crystal.lafrance@ontario.ca'; 'Patrick.Grace@infrastructureontario.ca'; 'Joseph.Vecchiolla@ontario.ca' EB-2018-0013 Kingsville Transmission Reinforcement Project - NOTICE
Subject:	EB-2018-0013 Kingsville Transmission Reinforcement Project - NO NOL
Attachments:	Notice_App_Map_ProjSumm.pdf

Good Afternoon,

Union has filed an Application with the Ontario Energy Board for approval of the Kingsville Transmission Reinforcement Project.

In accordance with the Letter of Direction issued by the Ontario Energy Board on March 21, 2018, Union Gas has been instructed to serve you with a copy of the Notice of Hearing, Application and Project Summary.

The complete evidence and environmental report is posted on Union Gas' website at (<u>www.uniongas.com/about-us/company-overview/regulatory/rate-cases/eb-2018-0013-kingsville-transmission-reinforcement-project</u>).

Union Gas will send at no cost to you a paper copy of the evidence and environmental report upon request.

To request a paper copy please contact Shelley Bechard directly by phone at 519-436-4600 ext. 5002075 or by email at sbechard@uniongas.com.

If you have any questions or require additional information regarding the project, please contact me by phone at 519-436-5473 or by email at <u>khockin@uniongas.com</u>.

Yours truly,

Epilin

Karen Hockin Manager, Regulatory Initiatives