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BY EMAIL

December 11, 2008

Mr. Mark Bristoll Natural Resource Gas Limited 39 Beech Street East Aylmer ON N5H 2S1

Dear Mr. Bristoll:

Natural Resource Gas Limited ("NRG") Re: **Leave to Construct Pipeline Decision and Order on Cost Awards Board File No. EB-2006-0243**

The Board has issued its Decision and Order on Cost Awards for the above noted file.

Yours truly,

Original signed by

Kirsten Walli **Board Secretary**

cc: Intervenors of Record

Commission de l'énergie de l'Ontario



EB-2006-0243

IN THE MATTER OF the *Ontario Energy Board Act*, 1998, S.O. 1998, c.15 (Schedule B);

AND IN THE MATTER OF an Application by Natural Resource Gas Limited for an Order pursuant to Section 90(1) of the *Ontario Energy Board Act, 1998,* granting leave to construct a natural gas pipeline and ancillary facilities in the Township of Malahide, Municipality of Thames Centre and the Town of Aylmer.

AND IN THE MATTER OF Section 19 of the *Ontario Energy Board Act, 1998.*

BEFORE: Gordon Kaiser

Vice Chair and Presiding Member

Ken Quesnelle

Member

Cathy Spoel Member

DECISION AND ORDER ON COST AWARDS

Background

On October 13, 2006 Natural Resource Gas Limited ("NRG") applied to the Ontario Energy Board (the "Board") under section 90(1) of the *Ontario Energy Board Act, 1998*, S.O. 1998, c.15, for an Order granting leave to construct approximately 28.5 kilometers of natural gas pipeline. The pipeline is requested to supply natural gas to an ethanol plant in the Town of Aylmer.

The Board held an oral hearing in this matter on December 18, 2006, at which four intervenors, the Integrated Grain Processors Co-operative ("IGPC"), Union Gas Limited ("Union"), the Municipality of Thames Centre and the County of Middlesex ("the Municipalities") participated.

On January 19, 2007, the Board held an oral hearing to review the status of the contracts between NRG and IGPC.

On January 31, 2007, the Board received and reviewed two final executed contracts between NRG and IGPC – the Gas Delivery Contract ("GDC"), and the Pipeline Cost Recovery Agreement ("PCRA").

The Board issued its Decision and Order on February 2, 2007. The Board stated that it was satisfied that the terms and conditions of the two agreements adequately protected the interests of NRG and its ratepayers. The Board further found that the Proposed Pipeline was in the public interest and granted the requested leave to construct.

On February 15, 2008 IGPC filed a Notice of Motion seeking an Order establishing a timetable for completion of the pipeline by NRG, an Order requiring NRG to pay all third party suppliers on a timely basis, and an Order confirming that IGPC is required to provide NRG a delivery Letter of Credit in the amount of \$5.3 million.

The Motion was heard in Aylmer, Ontario on February 28, 2008 where a number of issues were determined that day. On March 4, 2008 the Board issued a supplemental written Decision and issued a final written Decision on March 12, 2008.

The four intervenors received intervenor status and were deemed eligible to apply for an award of costs. The Board did not receive any cost claims from any of the intervenors.

The Board's costs for the oral hearing days at the Board Offices and in Alymer are \$12,562.18.

THE BOARD THEREFORE ORDERS THAT:

1. Pursuant to section 30 of the *Ontario Energy Board Act, 1998*, NRG shall pay the Board's costs of and incidental to, this proceeding immediately upon receipt of the Board's invoice.

DATED at Toronto, December 11, 2008

ONTARIO ENERGY BOARD

Original signed by

Kirsten Walli Board Secretary