



uniongas

A Duke Energy Company



May 18, 2006

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MAY 19 2006

Mr. John Zych
Board Secretary
Ontario Energy Board
2300 Yonge Street, 27th Floor
Toronto, ON M4P 1E4



Dear Mr. Zych:

**Re: Multi-year Electricity Distribution Rate Setting Plan
Cost of Capital (EB-2006-0088) and 2nd Generation Incentive
Regulation Mechanism (EB-2006-0089)**

Union Gas Limited ("Union") would appreciate the opportunity to participate in the above-noted processes.

Union has a direct interest in all matters of jurisdiction, substance and procedure in the regulation of public utilities, and in any decision of this Board, which may create a precedent affecting Union's operations and / or rates.

It is Union's intent to monitor these initiatives and provide submissions on issues when we feel that the Board and other participants could benefit from our experience.

Communications relating to this project should be directed to:

Patrick McMahon
Manager, Regulatory Research and Records
Union Gas Limited
50 Keil Drive North, Chatham, ON N7M 5M1
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EB-2006-0089

OEB BOARD SECRETARY	
File No:	SubFile: 5
Panel	
Licensing	
Other	Lisa B.
00/04	

Union will not be seeking an award of costs.

Should you have any questions, please do not hesitate to contact me.

Yours truly,

Patrick McMahon
Manager, Regulatory Research and Records

PM/la

P.O. Box 2001, 50 Keil Drive North, Chatham, ON N7M 5M1 tel. 519 352 3100
Union Gas Limited