



Enbridge Pipelines Inc.
 Western Research Park
 1086 Modeland Road
 Building 1050, First Floor
 Sarnia, ON N7S 6L2
www.enbridge.com

April 4, 2018

CITY OF HAMILTON

RE: ENBRIDGE PIPELINES INC.

**PROPOSED SALE OF ENBRIDGE LINE 10 PIPELINE TO UNITED REFINING COMPANY
 NOTIFICATION OF FUTURE ASSIGNMENT OF PERMANENT PIPELINE CROSSINGS**

Dear Sir or Madam,

Please be advised that Enbridge has chosen to exercise an option to sell the Line 10 pipeline to Westover Express Pipelines Limited (Westover Express), a wholly owned company of United Refining Company (United) under the terms of an agreement announced in 2014.

A New York state based independent refiner and marketer of petroleum products, United has been in business for more than 100 years. Founded in 1902, today United fuels cars, trucks, farm and construction equipment and heats homes and businesses in Pennsylvania and portions of New York and Ohio.

United owns and operates a modern, fully equipped refinery in Warren, Pennsylvania which produces unleaded gasoline, kerosene, diesel fuel, Number 2 home heating oil, industrial fuels, liquefied petroleum gas, propane and several grades of asphalts. Line 10 provides feedstock for this refinery, via a United-owned connecting pipeline near Buffalo, New York.

The proposed sale of Line 10 is part of Enbridge's ongoing asset divestiture program and requires National Energy Board (NEB) approval.

The pipeline sale and purchase requires NEB approval (under paragraphs 74(1)(a) and (b) as well as section 21 of the NEB Act). Enbridge and Westover Express anticipate filing a joint application with the NEB toward the end of the first quarter of 2018. In order to receive regulatory approval, Westover Express will be required to:

- meet the requirements in the NEB filing guidelines¹; and
- demonstrate it would continue to be in the public interest to operate Line 10.

No change to the operation or permitted capacity will be included in this application for approval of the purchase and sale. Any proposed changes to operation or capacity would require NEB approval and would be subject to a separate application. However, at this time there are no plans to change the operation or capacity of the pipeline.

Enbridge is committed to ensuring a seamless transition of ownership of Line 10 to Westover Express. Under the terms of our agreement, Enbridge will continue to operate and maintain the pipeline and the right of way

¹ National Energy Board Filing Manual, Release 2017-01, Guide R – Transfer of Ownership, Lease or Amalgamation (NEB paragraph 74(1)(a), (b) and (c) <https://www.neb-one.gc.ca/bts/ctr/gnnb/flngmnl/fmgdr-eng.html>)

until at least 2022 following its sale. Enbridge will continue to operate Line 10 in accordance with all applicable regulatory requirements, current crossing approvals and to the standards our stakeholders in the community expect and deserve. Upon approval of the sale, Enbridge will assign all existing facility crossing agreements that are held solely for Line 10 to Westover Express.

Should you have any questions regarding the proposed sale, please call our toll-free line at **1-888-263-3654** or email projects@enbridge.com.

We thank you for your cooperation and understanding.

Sincerely,

A handwritten signature in black ink, appearing to read 'JP' with a stylized flourish extending to the right.

Jeff Paetz
Director, Eastern Region Operations
Enbridge Pipelines Inc.