



Bonavista Petroleum Ltd.

Application for a Pipeline Licence
Cygnet Field

March 7, 2006

ALBERTA ENERGY AND UTILITIES BOARD

Decision 2006-018: Bonavista Petroleum Ltd., Application for a Pipeline Licence, Cygnet Field

March 7, 2006

Published by

Alberta Energy and Utilities Board
640 – 5 Avenue SW
Calgary, Alberta
T2P 3G4

Telephone: (403) 297-8311
Fax: (403) 297-7040
E-mail: eub.info_services@eub.gov.ab.ca
Web site: www.eub.gov.ab.ca

ALBERTA ENERGY AND UTILITIES BOARD

Calgary Alberta

**BONAVISTA PETROLEUM LTD.
APPLICATION FOR A PIPELINE LICENCE
CYGNET FIELD**

**Decision 2006-018
Application No. 1417838**

DECISION

The Alberta Energy and Utilities Board has considered the findings and recommendations set out in the following examiner report, adopts the recommendations, and directs that Application No. 1417838 be approved.

Dated in Calgary, Alberta, on March 7, 2006.

ALBERTA ENERGY AND UTILITIES BOARD

<original signed by>

M. N. McCrank, Q.C., P.Eng.
Chairman

ALBERTA ENERGY AND UTILITIES BOARD

Calgary Alberta

EXAMINER REPORT RESPECTING BONAVISTA PETROLEUM LTD. APPLICATION FOR A PIPELINE LICENCE CYGNET FIELD

Decision 2006-018
Application No. 1417838

1 RECOMMENDATIONS

Having considered the application, the examiner panel recommends that a hearing not be scheduled and that Application No. 1417838 be approved.

2 INTRODUCTION

2.1 Application

On September 12, 2005, Bonavista Petroleum Ltd. (Bonavista) applied to the Alberta Energy and Utilities Board (EUB/Board) in accordance with Part 4 of the *Pipeline Act* for approval to construct and operate a pipeline. The pipeline is to be constructed for the purpose of transporting natural gas from a well at Legal Subdivision (LSD) 12, Section 14, Township 38, Range 28, West of the 4th Meridian, to a tie-in location at LSD10-14-38-28W4M. The proposed pipeline would be about 0.98 kilometres (km) in length, with a maximum outside diameter of 114.30 millimetres, and would transport natural gas with a maximum hydrogen sulphide (H₂S) concentration of 0.0 moles per kilomole (0.0 per cent). The proposed pipeline would be located about 1.5 km west of the City of Red Deer.

2.2 Intervention

Doug Moore and Marilyn Klatt are the landowners of the northeast quarter of Section 14-38-28W4M and currently reside in Red Deer, Alberta. Mr. Moore and Ms. Klatt filed an objection to Application No. 1417838 on December 8, 2005, citing issues regarding compensation, route of the pipeline, land usage, and the length of time the pipeline would be required. It was indicated to the Board that Ross Morrison, an occupant of the northeast quarter of Section 14-38-28W4M, would provide support to the landowners at an EUB hearing.

3 DISCUSSION

The examiners note that Mr. Moore and Ms. Klatt submitted a letter to the EUB dated February 17, 2006, stating their nonobjection to the applied-for pipeline. The examiners also note that Mr. Morrison's confirmation of nonobjection was obtained on February 21, 2006. The examiners further note that Mr. Moore and Ms. Klatt were the only intervening party to the subject application, as no additional objections were received.

In light of Mr. Moore and Ms. Klatt withdrawing their objection to Application No. 1417838, the examiners are satisfied that a hearing is not required for the Board to make a disposition on the pipeline application.

Furthermore, the examiners are satisfied that the application is technically complete and compliant with all applicable EUB requirements, and they recommend that the application be approved.

Dated in Calgary, Alberta, on March 7, 2006.

ALBERTA ENERGY AND UTILITIES BOARD

<original signed by>

F. Rahnama, Ph.D.
Presiding Member

<original signed by>

B. K. Eastlick, P.Eng.
Examiner

<original signed by>

T. J. Pesta, P.Eng.
Examiner