



Milestone Exploration Inc.

Application for a Pipeline Licence
Gilby Field

October 10, 2006

ALBERTA ENERGY AND UTILITIES BOARD

Decision 2006-101: Milestone Exploration Inc., Application for a Pipeline Licence, Gilby Field

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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.ca

ALBERTA ENERGY AND UTILITIES BOARD

Calgary Alberta

**MILESTONE EXPLORATION INC.
APPLICATION FOR A PIPELINE LICENCE
GILBY FIELD**

**Decision 2006-101
Application No. 1457335**

1 DECISION

Having completed a review of the application, the Alberta Energy and Utilities Board (EUB/Board) hereby approves Application No. 1457335.

2 INTRODUCTION

2.1 Application

Milestone Exploration Inc. (Milestone) applied to the EUB pursuant to Part 4 of the *Pipeline Act* for approval to construct and operate a natural gas pipeline. The purpose of the pipeline would be to tie in an existing well located at Legal Subdivision (LSD) 6, Section 19, Township 41, Range 1, West of the 5th Meridian, to an existing pipeline at LSD 2-23-41-2W5M.

The proposed Milestone pipeline would be 3.2 kilometres in length, with an outside diameter of 114.3 millimetres, and would transport natural gas with 0.0 mole per kilomole (0.0 per cent) hydrogen sulphide. The proposed pipeline would be located in the Gull Lake area, near the community of Parkland Beach.

2.2 Intervention

Armin Mueller and Rita Mueller, who own land on which the proposed pipeline would cross, filed an objection to the application. The concerns they raised were substantially within the EUB's jurisdiction.

2.3 Hearing

The Board was scheduled to hold a public hearing in Bentley, Alberta, on October 26, 2006, before Board Members T. M. McGee (Presiding Member) and G. J. Miller and Acting Board Member R. J. Willard, P.Eng. The hearing was cancelled by the Board for the reasons set out below.

3 DISCUSSION

Subsequent to the Board's issuance of a Notice of Hearing, discussions continued between the parties, resulting in an agreement. On September 25, 2006, the Board received a signed withdrawal of objection from the Muellers for the proposed pipeline application. In light of this withdrawal, the Board determined that the scheduled hearing was no longer required and the hearing was cancelled.

As the application meets all of the EUB regulatory requirements, the Board approves the application for a pipeline licence.

Dated in Calgary, Alberta, on October 10, 2006.

ALBERTA ENERGY AND UTILITIES BOARD

<original signed by>

T. M. McGee
Presiding Member

<original signed by>

G. J. Miller
Board Member

<original signed by>

R. J. Willard, P.Eng.
Acting Board Member