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**ENERGY RESOURCES CONSERVATION BOARD**

**Calgary Alberta**

**HUSKY OIL OPERATIONS LIMITED**

**REVIEW HEARING OF FACILITY LICENCE NO. 12212**

**AND APPLICATIONS FOR A PIPELINE INSTALLATION**

**2013 ABERCB 008**

**AND AN AMENDMENT TO LICENCE NO. 12212**

**Review Proceeding No. 1751746**

**MARWAYNE FIELD**

**Applications No. 1721565 and 1730406**

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**DECISION**

[1] The Energy Resources Conservation Board (ERCB/Board) received confirmation that the concerns of the parties with regard to Review Proceeding No. 1751746 and Applications No. 1721565 and 1730406 have been resolved. The Board hereby closes Review Proceeding No. 1751746 without holding a hearing. Noting the receipt of withdrawal of objections from the concerned parties, and noting that the applications meet ERCB requirements, the Board hereby approves Applications No. 1721565 and 1730406.

**APPLICATIONS**

**Description of the Proceeding**

[2] On May 31, 2011, April 3, 2012, and April 24, 2012, the ERCB received letters requesting a review of Husky Oil Operations Limited’s (Husky) Facility Licence No. 12212 for a custom treating facility in Legal Subdivision (LSD) 1 of Section 26, Township 53, Range 2, West of the 4th Meridian. On September 13, 2012, the ERCB received a letter requesting a review of Well Licence No. 0448168 located at LSD 11-9-53-2W4. On December 14, 2012, the Board held a meeting in Lloydminster, Alberta, with the review applicants, Husky, and interested parties. The discussion identified safety concerns related to the transportation of heavy oil on Range Road 22, associated impacts on the lands of the review applicants, and related difficulties faced by the County of Vermilion River.

[3] On January 17, 2013, the Board granted a review hearing, pursuant to Section 39 of the *Energy Resources Conservation Act (ERCA)*, and assigned it Review Proceeding No. 1751746. The Board decided that at the hearing it would also review the licenses of six additional wells as the Board determined they were relevant to the landowners’ concerns:

<b>Well Location</b>	<b>Well Licence No.</b>
06-14-053-02W4M	272479
16-15-053-02W4M	423663
10-15-053-02W4M	238949
02-22-053-02W4M	273696
03-23-053-02W4M	226693
06-23-053-02W4M	209828

## **Description of the Applications**

### **Application No. 1721565**

[4] Husky applied, under Part 4 of the *Pipeline Act*, for approval to construct and operate a pipeline installation for a pipeline oil terminal at 1-26-53-2W4M in the Marwayne Field. The equipment associated with the pipeline installation would include a tank, transfer pump, metering and instrumentation, and associated on-lease piping. Clean oil would be trucked into the facility and pipelined out from the facility. There is no hydrogen sulphide (H<sub>2</sub>S) associated with the applications or facility. The proposed pipeline installation would be located about 13 kilometres northeast of Marwayne.

### **Application No. 1730406**

[5] Husky applied, under Section 7.001 of the *Oil and Gas Conservation Regulations*, for approval to amend the licensed inlet rates of the custom treating facility under Facility Licence No. 12212 located at LSD 1-26-53-2W4M. There is no H<sub>2</sub>S associated with this facility.

[6] Objections to the applications were filed by the Murray family, G. Pashniak, and G. MacDonald.

## **DISCUSSION**

[7] The Board was scheduled to hold a public hearing in Lloydminster, Alberta, on April 2, 2013, before Board Member T. C. Engen, (Presiding Member) and Board Members R. C. McManus, M.E.Des., and T. L. Watson, P.Eng. A Notice of Adjournment of Hearing was issued on March 18, 2013.

[8] The parties engaged in the ERCB's Appropriate Dispute Resolution program on March 8, 2013. The process resulted in an agreement between parties, and on May 8, 2013, the ERCB received a signed withdrawal of objection and withdrawal of review application.

[9] Accordingly, a public hearing will not be held, Review Application No. 1751746 is closed, and Applications No. 1721565 and 1730406 are approved.

Dated in Calgary, Alberta, on May 13, 2013.

## **ENERGY RESOURCES CONSERVATION BOARD**

<< *original signed by* >>

T. C. Engen  
Presiding Member