



Taylor Processing Inc.

Applications for a Facility Licence Amendment and Three
Pipeline Licences
Harmattan Field

May 27, 2008

ALBERTA ENERGY AND UTILITIES BOARD

Decision 2008-045: Taylor Processing Inc., Applications for a Facility Licence Amendment and Three Pipeline Licences, Harmattan Field

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Published by

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ALBERTA ENERGY AND UTILITIES BOARD

Calgary Alberta

**TAYLOR PROCESSING INC.
APPLICATIONS FOR A FACILITY LICENCE
AMENDMENT AND THREE PIPELINE LICENCES
HARMATTAN FIELD**

**Decision 2008-045
Applications No. 1475525
and 1499441**

1 DECISION

Having completed a review of the applications, the Alberta Energy and Utilities Board (EUB/Board) directs that the applications be closed and that the public hearing to consider them be cancelled.

2 INTRODUCTION

2.1 Applications

Application No. 1475525

Taylor Processing Inc. (Taylor) applied, pursuant to Part 4 of the *Pipeline Act*, for approval to construct and operate two natural gas pipelines and one high vapour pressure (HVP) pipeline. One of the natural gas pipelines would transport gas containing no hydrogen sulphide (H₂S) from the TransCanada Pipelines Ltd. (TCPL) Western Alberta System at Legal Subdivision (LSD) 1, Section 23, Township 31, Range 5, West of the 5th Meridian, to a tie-in point at Taylor's existing Harmattan-Elkton Gas Processing Plant at LSD 15-27-31-4W5M for the purpose of natural gas liquids recovery. The other proposed natural gas pipeline would transport the residue gas containing no H₂S from the Harmattan-Elkton Gas Processing Plant back to the TCPL sales system south of the Inter Pipeline Cochrane Extraction Plant at LSD 9-16-26-4W5M. The proposed HVP pipeline would transport recovered liquids from the Harmattan-Elkton Gas Processing Plant to Taylor's existing Didsbury Loading Terminal at LSD 2-25-31-2W5M.

Application No. 1499441

Taylor applied, pursuant to Section 39(1)(b) of the *Oil and Gas Conservation Act*, requesting approval to amend its licence for the Harmattan-Elkton Gas Processing Plant at LSD 9-27-31-4W5M (Facility Licence No. 4285). Taylor applied to add two 2240 kilowatt (kW) compressors and one 6340 kW compressor to the existing facility. The facility is designed to process 13 897.60 thousand cubic metres per day of natural gas containing a maximum H₂S concentration of 4.5 moles per kilomole (0.45 per cent), from which sales gas, natural gas liquids, and sulphur are recovered. The facility is located about 27 km west of Didsbury and 15 km north of Cremona.

Applications No. 1475525 and 1499441 were submitted to the EUB prior to January 1, 2008. Effective January 1, 2008, the EUB was replaced by the Energy Resources Conservation Board (ERCB) and the Alberta Utilities Commission. Taylor has since identified the need to modify certain details of the applications. The Board therefore directs that the applications be closed. It

is the Board's understanding that Taylor will submit new applications for the amendment and pipelines to the ERCB.

2.2 Interventions

The Board received objections to Taylor's applications from Deryl Mork, Chris Mork and Lulu Mork, Anita Coates, Gary Spence, Marion Scott, Julia Tarjan and Paul Tarjan, McKendrick Ranches, Inter Pipeline Extraction Ltd., Dow Chemical Canada Inc., and BP Canada Energy Resources Ltd.

The Board notes that the objections to Taylor's applications remain unresolved.

3 DISCUSSION

For the reasons set out above, the Board directs that Applications No. 1475525 and 1499441 be closed, pursuant to Section 20 of the *Alberta Energy and Utilities Board Rules of Practice*, and that the public hearing to consider them be cancelled.

Dated in Calgary, Alberta, on May 27, 2008.

ALBERTA ENERGY AND UTILITIES BOARD

<original signed by>

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Presiding Member

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