

Calgary Head Office Suite 1000, 250 – 5 Street SW Calgary, Alberta T2P 0R4 Canada

March 23, 2023

By Email Only

Jeff Holmes (Mountain View County)

Statement of Concern No. 32200 Shanpet Resources Ltd. Application No. 32180198

Dear Mr. Holmes:

You are receiving this letter because you filed a statement of concern (SOC) about Application No. 32180198. The Alberta Energy Regulator (AER) has reviewed your SOC, along with the application, and all applicable requirements and other submissions or information about the application. The AER has decided that a hearing is not required to consider the concerns outlined in your SOC.

In our review of your concerns, we considered the following:

- The AER acknowledges your concerns regarding municipal taxes, and the issued Ministerial Order 043/2023. However, this is not applicable with respect to the review of the subject pipeline application and should be directed and addressed by the Government of Alberta Municipal Affairs. Furthermore, Shanpet stated it would likely agree to participate in negotiations of past unpaid taxes with the County of Mountain View.
- The subject application is being reviewed in accordance with *Directive 056: Energy Development Applications and Schedules* requirements, as such, your concerns regarding the applicant's compliance with *Directive 067: Eligibility Requirements for Acquiring and Holding Energy Licences and Approvals* application requirements are out of scope.
- Your concerns regarding trucking operations, road use and traffic (etc.) are outside of the AER jurisdiction and should be directed and addressed by the appropriate Provincial or Municipal authority (Alberta Transportation or County).

- You are located over 200 km from the pipeline location and has not demonstrated how they may be directly and adversely affected by the approval of the application.
- This application is administrative in nature to amend the status of the licence from operating to abandoned in accordance with the *Pipeline Act* and *Directive 056*. The field work and participant involvement requirements have been met.

Based on the above, the AER has concluded that it is not necessary to hold a hearing before making a decision on the application. The AER has issued the applied-for licence, and this is your notice of that decision. A copy of the licence is attached.

All AER-regulated parties must comply not only with the conditions of their authorizations, but with all of the AER's regulatory requirements. To ensure industry compliance the AER has developed its *Integrated Compliance Assurance Framework*, which embodies the three main components of all effective compliance assurance programs, those being education, prevention, and enforcement. You can find out more about how the AER verifies industry compliance and responds to noncompliance here: <a href="https://aer.ca/regulating-development/compliance/compliance-assurance-program">https://aer.ca/regulating-development/compliance/compliance-assurance-program</a>.

You may file a regulatory appeal on the AER's decision to issue the licence if you meet the criteria within section 36 of the *Responsible Energy Development Act*. Filing instructions and forms are located here: <a href="https://www.aer.ca/regulating-development/project-application/regulatory-appeal-process">https://www.aer.ca/regulating-development/project-application/regulatory-appeal-process</a>.

If you have any questions, please contact SOC@aer.ca.

Sincerely,

<Original Signed By>

Lane Peterson Director, Oil & Gas Surface Regulatory Applications /bg

Attachment (1): Licence

cc: Gerard Kulcsar, Shanpet Resources Ltd.
Dave Wandzura, Syndicated Ventures Inc.
Nerrisa Hymers, AER
SOC Inbox, AER
Field Ops Central, AER

2 www.aer.ca

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