

STATE OF MICHIGAN

BEFORE THE MICHIGAN PUBLIC SERVICE COMMISSION

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In the matter of the application of	)	
<b>O.I.L. ENERGY CORP.</b> for authority to construct and	)	Case No. U-15598
operate the Black Hill Pipeline in Antrim County.	)	
_____	)	

At the July 29, 2008 meeting of the Michigan Public Service Commission in Lansing, Michigan.

PRESENT: Hon. Orjiakor N. Isiogu, Chairman  
Hon. Monica Martinez, Commissioner  
Hon. Steven A. Transeth, Commissioner

**ORDER**

On June 3, 2008, O.I.L. Energy Corp. (OIL) filed an application, pursuant to the provisions of 1929 PA 9, MCL 483.101 *et seq.*, requesting authority to construct and operate the Black Hill Pipeline. The proposed 2.06 mile, 6- and 8-inch plastic pipeline will commence at OIL’s Kearney 29 Central Processing Facility (CPF) located in the NW/4 of Section 29, and proceed in a southerly direction to OIL’s Kearney South CPF located in the NW/4 of Section 30, all located in T30N, R7W, Kearney Township, Antrim County. The Black Hill Pipeline will be used to efficiently transport natural gas to market by way of the existing gas transmission system.

Attached to the application are engineering specifications covering the construction, testing, and operation of the pipeline to demonstrate compliance with the Michigan Gas Safety Standards; a map showing the location of the pipeline; and an environmental assessment. The maximum allowable operating pressure of the pipeline is 160 pounds per square inch gauge and the cost of

the pipeline is approximately \$163,000. After reviewing the application and its exhibits, the Commission finds that the pipeline will serve the public convenience and necessity, and that *ex parte* approval is appropriate.

THEREFORE, IT IS ORDERED that:

A. O.I.L. Energy Corp. is authorized to construct and operate the Black Hill Pipeline in Antrim County as proposed in its application filed on June 3, 2008 and subject to the requirements of 1929 PA 9, MCL 483.101 *et seq.*

B. The map, route, and type of construction of the Black Hill Pipeline are approved.

C. Within 60 days after construction, O.I.L. Energy Corp. shall file a completion report including pressure test data and a map of the Black Hill Pipeline as constructed.

D. If O.I.L. Energy Corp. provides transportation for others, the company shall file with the Commission signed transportation contracts with producers who transport on its line and shall provide transportation in a nondiscriminatory manner.

The Commission reserves jurisdiction and may issue further orders as necessary.

Any party desiring to appeal this order must do so in the appropriate court within 30 days after issuance and notice of this order, under MCL 462.26.

MICHIGAN PUBLIC SERVICE COMMISSION

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Orjiakor N. Isiogu, Chairman

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Monica Martinez, Commissioner

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Steven A. Transeth, Commissioner

By its action of July 29, 2008.

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Mary Jo Kunkle, Executive Secretary

# PROOF OF SERVICE

STATE OF MICHIGAN    )

**Case No. U-15598**

|  
  
County of Ingham        )

E. David Lechler being duly sworn, deposes and says that on July 29, 2008, A.D. he served a copy of the attached Commission order by first class mail, postage prepaid, or by inter-departmental mail, to the persons as shown on the attached service list.

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E. David Lechler

Subscribed and sworn to before me  
this 29<sup>th</sup> day of July 2008

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Lisa Felice  
Notary Public, Eaton County, Michigan  
Acting in Ingham County  
My Commission Expires: April 15, 2014

SERVICE LIST FOR DOCKET # U - 15598-                      CASE #  
DATE OF PREPARATION: 07/29/2008

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