



PACIFIC TRAIL
PIPELINES

KSL PROJECT

Kitimat - Summit Lake Pipeline Looping Project

NEWSLETTER #2 / MARCH 2007

Public Review of Environmental Assessment Draft Terms of Reference

This is the second in a series of newsletters intended to keep interested parties informed of KSL Project developments.

The Kitimat to Summit Lake Pipeline Looping (KSL) Project has moved a step closer to filing its environmental assessment application.

The B.C. Environmental Assessment Office (EAO) is inviting the public to comment on the Draft Terms of Reference (TOR) for the Project.

See the back page for details on where to view the Draft TOR and how to register your comments with the EAO by April 16, 2007.

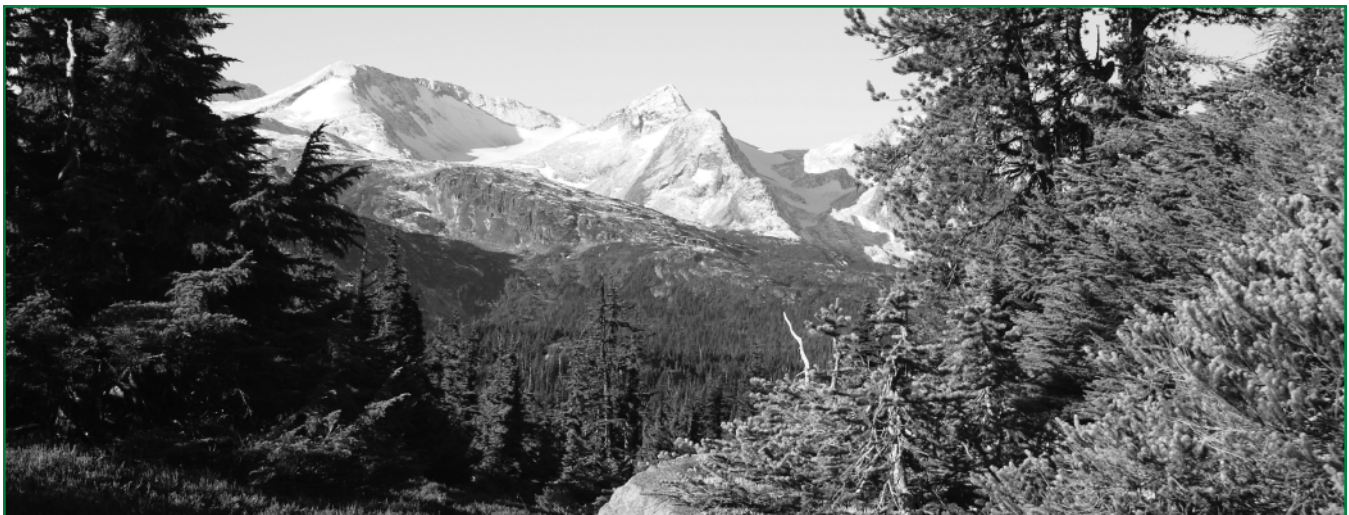
The KSL Project is a proposal by Pacific Trail Pipelines to construct approximately 463 kilometres of 914-mm (36-inch) diameter pipe to transport natural gas from the Kitimat LNG regasification terminal to the Spectra Energy Transmission BC pipeline system at Summit Lake, near Prince George.

The KSL Project is subject to review under British Columbia's Environmental Assessment Act, S.B.C. 2002, c.43. The purpose of the Draft TOR is to identify the information that must be included in the Project's application for an environmental assessment certificate (EAC).

Following the public review and subsequent EAO approval of a final Terms of Reference, the KSL Project's EAC Application is expected to be filed in June 2007.

Pacific Trail Pipelines

Pacific Trail Pipelines is a Canadian-owned partnership between Pacific Northern Gas Ltd. (PNG) and the parent company of Kitimat LNG (Calgary-based Galveston LNG Inc.) recently formed to develop the KSL Project. On behalf of Pacific Trail Pipelines, PNG will continue to manage the permitting and construction of the KSL Project.



2006 Open Houses

During Fall 2006, the KSL Project conducted open houses in Burns Lake, Fraser Lake, Houston, Kitimat, Prince George, Smithers, Summit Lake, Terrace and Vanderhoof.

The approximately 150 open house participants included local residents/landowners; local contractors/service providers; municipal, regional and provincial government; local First Nations and media.

Issues raised at the open houses included:

- employment/contracted service opportunities
- project support
- detailed route alignment and potential impacts to landowners
- pipeline projects working together to minimize right-of-way requirements and environmental impact
- construction methods
- potential impacts to local wildlife habitat
- pipeline safety
- forestry opportunities and potential impacts to forestry

A full listing of the project issues raised will be provided in the EAC application with project team responses including suggested mitigation measures, as warranted.



Burns Lake open house

Project Scope

For the purposes of the environmental assessment review, the KSL Project includes:

- Approximately 463 km of 914 mm (36-inch) diameter pipe;
- One new compressor station in the proposed pipeline system;
- Isolation valves along the pipeline;
- Approximately 2 km of 254 mm (10-inch) diameter lateral pipeline connecting the existing Pacific Northern Gas Ltd. (PNG) transmission facilities at the existing Methanex Meter Station to the Project pipeline for bi-directional flow (loop) on the existing PNG transmission system;
- Cathodic protection facilities;
- Measurement and odorant injection equipment at the existing Methanex Meter Station;
- Temporary construction surface disturbances or facilities, including: construction workspace; access roads, bridges, flumes; work camps; pipe and material storage areas; and equipment laydown areas;
- Crossings of watercourses during construction of the pipelines;
- Crossings of watercourses during construction of temporary and permanent access roads and bridges, including upgrade of existing roads and bridges;
- Water withdrawals and releases during hydrostatic testing; and
- Pipeline monitoring, and vegetation and access management during operations and decommissioning along the right-of-way.

Kitimat LNG

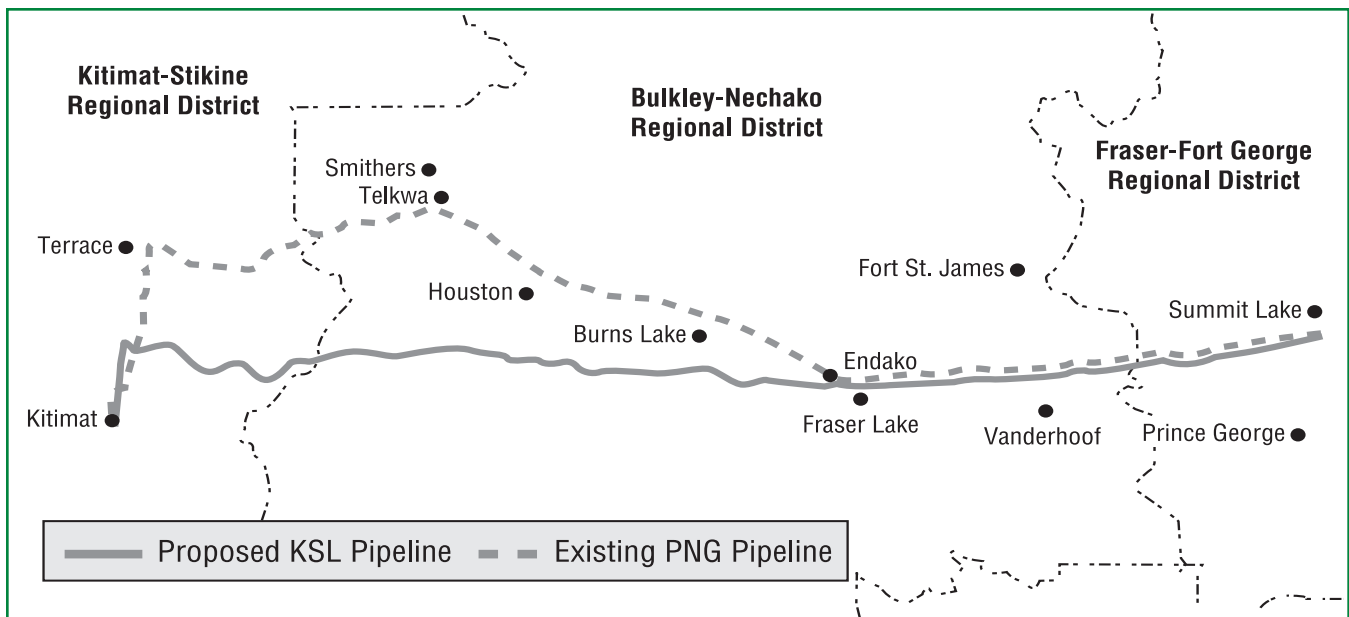
For more information on the Kitimat LNG regasification terminal, visit www.kitimatlng.com.

Project Studies

As identified in the Draft Terms of Reference, the KSL Project is examining the existing conditions and potential Project impacts for the following areas of study:

- Geophysical Environment
- Atmospheric Environment
- Aquatic Environment
- Terrestrial Environment: Wildlife and Wildlife Habitat; Vegetation
- Species and Ecosystems at Risk
- Archaeological and Heritage Resources
- First Nations Community and Land Use
- Land and Resource Use
- Community and Regional Infrastructure Services
- Employment and Economy
- Human Health and Safety
- Navigable Waters
- Aesthetics and Viewsheds

The Draft Terms of Reference also includes an outline of a cumulative effects assessment.



Project Schedule

Consultation:	ongoing through all Project phases
Submission of EAC Application:	June 2007
Construction and Clearing Start:	October 2008
Construction Complete:	November 2010
Pipeline In-Service:	November 2010
Restoration Activities:	throughout 2011

Public Comment Period

The 30-day public comment period for the KSL Project Draft Terms of Reference (TOR) begins March 15, 2007 and ends April 16, 2007.

An electronic copy of the Draft TOR and information regarding the environmental assessment process, are available at www.eao.gov.bc.ca

Copies of the Draft TOR are also available at public libraries in the following municipalities along or near the proposed route: Burns Lake, Fraser Lake, Houston, Kitimat, Prince George (Bob Harkins and Nechako branches), Smithers, Terrace and Vanderhoof.

**Please send written or e-mail comments to:
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All submissions received by the EAO regarding this Project are considered public and will be posted to the EAO website in their original form. If you prefer not to have your address and/or email address and telephone number posted to the EAO website, please indicate this with your comments.

After taking public comments into consideration, the EAO will complete the review of the Draft TOR and will finalize and issue the Terms of Reference.

Project Consultation

The KSL Project is committed to involving local communities and other interested parties through an open and interactive public consultation process that is fully integrated with the project review.

The KSL Project consultation and communications program includes First Nations, landowners, local governments, environmental organizations, relevant federal and provincial authorities, as well as commercial interests.

Contact Us

If you require any additional Project information, please contact us by:

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