

Bob Bailey, M.P.P.

Sarnia Lambton
www.bobbaileympp.com

102-805 Christina St. N
Point Edward, ON N7V 1X8

Phone: (519) 337-0051
Facsimile: (519) 337-3246

Facsimile Cover Sheet

Date: September 21, 2017

To: Board Secretary, Ontario Energy Board

Fax: 416-440-7656

Pages: including cover page (8)

PRIVILEGE AND CONFIDENTIALITY NOTICE: The information in this facsimile is intended for the named recipient(s) only. It may contain privileged and confidential information. If you have received this facsimile in error, please notify the sender by a telephone call and return the original to the sender.

Re: Please find enclosed correspondence from Mr. Achiel Kimpe.

Thank you,

Anthony Rizzetto
Office of MPP Bob Bailey,
Sarnia-Lambton

Tel. (519)337-0051
Fax (519)337-3246
e-mail: bob.bailey@pc.ola.org

To-

PAGE 1 OF 7

ONTARIO ENERGY BOARD
P.O. BOX 2319
2300 YONGE STR. 27th FLOOR
TORONTO ONT.
M4P 1E4

ATT: BOARD SECRETARY

RE: EB 2016-0030

DEAR MADAM

THIS IS IN COMPLIANCE TO THE PROCEDURAL ORDER NO 2
OF JULY, 28, 2017

MY PROPOSED METHODOLOGY FOR CALCULATING COMPENSATION
NO ONE SHOULD BE COMPENSATED ON AN ACREAGE BASIS
IN THE DESIGNATED AREA INCLUDING THE CAVERN OWNERS
WHO HAVE LAND ABOVE THE STORAGE CAVERN
IT IS THE CAVERN THAT HOLDS THE GAS AND
DESERVES TO BE COMPENSATED ON A VOLUME BASIS

UNION GAS DOES NOT BUY, SELL, SHIP OR RENT
OUT STORAGE SPACE BY THE ACRE. UNION
EXCLUDES STUBORNLY GAS STORAGE CAVERNS FROM
PARTICIPATING IN THE INTEGRATED GAS STORAGE
BUSINESS IT OPERATES DISPIE THE FACT

THAT THE GAS CAVERNS ARE THE MOST ESSENTIAL OF THE WHOLE STORAGE BUSINESS AND COULD NOT DO STORAGE WITH OUT IT.

UNION GAS IS VIRTUALLY CONSIDERED A MONOPOLY ON GAS STORAGE IN ONTARIO

AS I HAVE MENTIONED IN MY LETTER DATED AUGUST 21, 2017 I HAVE ENFORCED EVERY YEARLY PAYMENT CHEQUE BY WRITING ON THE ^{BACK} "ACCEPTED ONLY AS A PARTLY PAYMENT ON ACCOUNT" STARTING IN 1974 AND UP TO THIS DAY.

THE BOARD HAS ORDERED IN EBO. 64 (1)(2) ADJUSTMENTS FROM 1974 TO 1982 AND AGAIN FROM 1983 TO 1990 INCLUSIVE (PAGE 106)

THESE ADJUSTMENTS DID NOT TAKE IN TO ACCOUNT THAT I OWN 13.9% OF THE CAVERN CAPACITY AND THAT IS WHY I CLAIM NOW RETROACTIVE COMPENSATION ON THE DIFFERENCE OF WHAT I HAVE RECEIVED AND WHAT I SHOULD HAVE BEEN RECEIVING SINCE 1974

THE BOARD HAS REPEATEDLY FOLLOWED THE FLAWED CROZIER REPORT UP TO DEC 31, 2016 WHICH MAKES NO SENSE AT ALL IN ANY STORAGE OF ANY PRODUCT

THE WALL IS WORTH LESS UNLESS THERE IS A CAVERN AND THERE FORE THE CAVERN DESERVES GREATER COMPENSATION

AS OF JAN, 1, 2017 I AM REQUESTING A NEW AND DIFFERENT WAY OF COMPESATION WHICH IS JUST AND FAIR AND COMMON IN THE OIL & GAS INDUSTRY
I WANT TO BE COMPENSTED ON A ROYALTY BASIS OF $\frac{1}{8}$ ON THE PROFITS

THIS IS NOT AN ADDITION, AS BOARD STAFF PUT FORWARD, ON THE COMPENSATION I AM REQUESTING BEFORE DEC, 31, 2016

BOARD STAFF ERRORS ON FOLLOWING THE FLAWED CROZIER REPORT BY DENYING THE CAVERN OWNERS ANY COMPENSATION FOR OWNING THEIR CAVERNS
IN FACT THESE OWNERS OF GAS STORAGE CAVERNS HAVE NEVER RECEIVED ANY COMPENSATION UNDER THE PRESENT SYSTEMS SET FORWARD IN THE CROZIER REPORT.

BOARD STAFF IS RELYING ON THE THICKNESS (CROZIER) OF THE WALL AROUND THE CAVERN (RESERVOIR) TO JUSTIFY COMPENSATION ON AN ACREAGE BASIS IN THE DESIGNATED AREA OF THE BENTPATH CAVERN WHICH IS UNHEARD OF AND ^{NOT} SENSEABLE & NOT FAIR.
THE FORMULA FOR COMPENSATION BASED ON CAPACITY IN THE BENTPATH PINNACLE REEF MUST BE APPLIED TO EACH CAVERN OWNER IN THE PARTICIPATION AREA BECAUSE THEY OWN IT (THE CAVERN)

THE QUANTUM OF COMPENSATION SET IN EBO. 64 (1) & (2) WAS GRABBED OUT OF THE AIR AS NO ONE KNEW THE VALUE OF THE GAS CAVERNS IN 1982 BECAUSE NO ONE EVER HAD DONE A STUDY OR EVALUATION ON GAS CAVERNS NOT EVEN UNION GAS

UNION ONLY KNEW THAT IT MADE LOTS OF MONEY FOR THEM

THERE WERE 2 STUDIES DONE ON THE VALUE OF GAS CAVERNS

THE FIRST ONE WAS PRESENTED AS EVIDENCE IN THE E.B.O. 64 (1) & (2) HEARING AND WAS DONE BY CONSULTANTS OF THE "HAULENA REPORT"

THAT STUDY OR REPORT WAS NEVER (1982) TAKEN SERIOUSLY BY THE BOARD AND SHELVED

BECAUSE IT WAS BASED ON SURFACE ACREAGE I MYSELF COULD NOT SUPPORT IT

THE SECOND STUDY DONE ON THE VALUE OF THE GAS CAVERNS IN 1987 BY J.C. HUNTER WHO WAS EMPLOYED BY UNION GAS. THAT STUDY IS CALLED "THE STORAGE DEVELOPMENT TASK FORCE REPORT" (THE REPORT)

THIS REPORT IS THE ONLY REPORT THAT EXIST ON THE VALUE OF THE GAS CAVERNS IN QUESTION AND IS AT THIS TIME NOT ACCESSIBLE TO ME BECAUSE CONFIDENTIALITY AND MY LACK OF FUNDS BUT IT WAS ACCESSIBLE TO MR. PETER GOUT OF MICHIGAN U.S.A IN A SIMILAR COURT CASE IN ONTARIO ABOUT THE VALUE OF GAS CAVERNS

IT IS PREPOSTEROUS TO COMPENSATE FOR LAND AROUND THE CAVERN IN WERE NO GAS CAN BE STORED AND CLAIMING THE WALLS OF THE CAVERN ARE JUST AS VALUABLE AS THE CAVERN IT SELF

THAT IS LIKE WHEN THE AMERICANS ARE GOING TO BUY DRINKING WATER (AND THEY WILL) OUT OF THE GREAT SLAVE LAKE THE LAND OWNERS AROUND THAT LAKE ARE GOING TO BE PAID BECAUSE THE SHORES OF THE LAKE HELD BACK THE WATER IN THE LAKE RIDICULOUS IT JUST MAKES NO SENSE AT ALL

FOR IT IS EQUOL PREPOSTEROUS COMPENSATING² GAS STORAGE ON ACRES THAT CAN NOT STORE GAS AND CLAIMING THE WALLS ARE JUST AS MUCH WORTH AS THE CAVERN'S

COMPENSATING ON ACRAGE BASIS ABOVE THE CAVERN OR BESIDE THE CAVERN IS LIKE BUYING SWISS WATCHES BY THE KILOGRAM, RIDICULOUS.

THE CROZIER REPORT IS FLAWED AND OUT OF DATE AND NEEDS TO BE REVISED

I HAVE PROVIDED COMPELLED REASONS WHY I DESERVE DIFFERENT COMPENSATION IN LETTERS TO BOARD STAFF AND IN MY EVIDENCE — I AM THE OWNER OF 13.9% OF THE STORAGE SPACE IN THE BENTPATIH CAVERN

THE OEB HAS NEVER MADE CLEAR THE TERMINOLOGY
"FOR OBVIOUS REASONS" IN E.B.O. 64(1) & (2)

AS INDICATED IN MY CORRESPONDENCE I WANT NOTHING
TO DO WITH L.C.G.A. THEY DO NOT REPRESENT
ME AT ALL

WHY WOULD UNION ABANDON THEIR STANDARD
PRACTICE OF REAPING IN LOTS OF MONEY

THE CROZIER REPORT IS FLAWED

I AM NOT ONE OF THESE 90% - I WANT TO BE
COMPENSATED ON VOLUME

I AM REJECTING FIRMLY THAT SOMEONE LIKE UNION
EAS CAN SELL MY ASSET (WHICH IT DOES NOT OWN)
WITHOUT MY CONSENT AND REAPING A BIG PROFIT
WITHOUT SHARING SOME OF IT AND THAT BOARD
STAFF SEEMS TO AGREE WITH THAT IS ABSURD
I - DESERVE AS OWNER OF THE CAVERN A
1/8 ROYALTY ACCORDING TO MY 13.9% OWNERSHIP

I REQUEST THE BOARDS HELP TO OBTAIN THE DAILING
LOGS OF THE DISCOVERY WELL U.D. 32-5, B 8 AND
THE WELL UNION LATER DRILLED LATER ON MY PROPERTY
OF WHICH I DON'T HAVE A NUMBER

I REQUEST THIS HELP AS UNION GAS WILL NOT
PROVIDE ME ANYTHING AS I HAVE EXPERIENCED
PREVIOUSLY.

WITH ALL DUE RESPECT TO BOARD STAFF I REQUEST
THAT ALL MY HUMBLE CORRESPONDENCE, EVIDENCE
AND REASONS FOR THIS APPLICATION E.B. 2016-0030
BE ON THE DESKS OF THE BOARD PANEL MEMBERS
WHO ARE GOING TO MAKE JUDGEMENT

RESPECTFULLY

Actiel Kimpe

FROM
=

ACTIEL KIMPE
521 PARKDALE CR.
CORUNDA ONT.
N0N1B0

P.S.

HARD COPIE TO FOLLOW
BY REGULAR MAIL

A.K.