EXCHANGE OF NOTES (APRIL 19, 1962) BETWEEN CANADA AND THE UNITED STATES OF AMERICA GRANTING PERMISSION TO THE UNITED STATES TO CONSTRUCT, OPERATE AND MAINTAIN THREE ADDITIONAL PUMPING STATIONS IN CANADA ON THE HAINES-FAIRBANKS PIPELINE.

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The Ambassador of the United States of America to Canada to the Secretary of State for External Affairs.

EMBASSY OF THE UNITED STATES OF AMERICA

Ottawa, April 19, 1962

No. 227

I have the honor to refer to the United States-Canada Haines-Fairbank^s Pipeline Agreement of June 30, 1953⁽¹⁾ by means of which the United States was permitted to construct, own and operate an eight-inch pipeline through Canadian territory from Haines to Fairbanks, Alaska, and to the Exchange of Notes of March 31, 1960⁽²⁾ by which this Agreement was amended in some respects. The pipeline was completed in 1955 and has been continuously in operation since that time.

In recent months there has been a substantial increase in the requirements for petroleum products in Alaska and in order to meet these requirements the United States wishes to increase the capacity of the Haines-Fairbanks Pipeline by the addition of six new pumping stations; three of them would, of necessity, be in Canadian territory. If, therefore, the Government of Canada agrees, the Government of the United States proposes to construct three new pumping stations in the Yukon Territory at a cost of approximately \$2,750,000.

If the Government of Canada has no objection to this proposal, the Government of the United States suggests that the terms and conditions contained in the Annex to the United States Note of June 30, 1953 should govern th^e construction, operation and maintenance of the new stations. The question of possible Canadian use of the pipeline would continue to be governed by paragraph 5 of the Annex as amended by the Exchange of Notes of March 31, 1960.

The three stations to be constructed in Canada will be located at mileposts 87, 203.2 and 307.3 and at each of these points approximately ten acres of land will be required. It would be appreciated therefore if the Government of Canada would arrange to amend the easement granted to the United States in the United States-Canada Haines-Fairbanks Pipeline Agreement to provide for the inclusion of this additional land.

⁽¹⁾ Canada Treaty Series 1953 No. 20 ⁽²⁾ Canada Treaty Series 1960 No. 10