Alberta Energy Regulator

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

www.aer.ca

April 7, 2020

By Email Only

Werner and Sharon Ambros

Statement of Concern No. 31716
Keyera Energy Ltd.
Applications No. 1772918 and 1772924

Dear Werner and Sharon Ambros:

You are receiving this letter because you filed a statement of concern (SOC) about Applications No. 1772918 and 1772924. The Alberta Energy Regulator (AER) has reviewed your SOC, along with the applications, and all applicable requirements and other submissions or information about the applications. 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:

- As per *Directive 071: Emergency Preparedness and Response Requirements for the Petroleum Industry* (Directive 071) companies are required to have an emergency response plan (ERP) in place at the time they intend to commence operations. The AER notes Keyera Energy Ltd.'s commitment to provide a copy of the ERP once it is complete and approved in accordance with Directive 071.
- Concerns about emissions, air pollution, noise pollution, impact on wildlife, safety, and property devaluation are general in nature and do not apply of the proposed project because there will be no continuous emission sources, and no odours, venting or flaring under normal operating conditions. In addition, the pipeline system will be monitored 24/7 for safe operating conditions, including temperature, pressure, line balance (leak detection) monitoring.
- Concerns regarding burden of regulatory reviews and end of life funding for decommissioning are outside the scope of the applications.

Based on the above, the AER has concluded that it is not necessary to hold a hearing before making a decision on the applications. The AER has issued the applied-for licences and this is your notice of that decision. A copy of the licences are 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: https://aer.ca/regulating-development/compliance/compliance-assurance-program.

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

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

Sincerely,

<original signed by>

Lane Peterson
Director, Oil and Gas Surface
Regulatory Applications
/rr

Enclosures (2): Licences

cc: Laureen Lamb, Keyera Energy Ltd.
Scott Turner, Keyera Energy Ltd.
Jeanette Leboldus, AER
Rachel Ruddell, AER
SOC Inbox, AER
Grande Prairie Field Centre, AER