

BY EMAIL ONLY

September 10, 2019

David John Bos and Grace Cudilla

TIMBERROCK ENERGY CORP. (TIMBERROCK)
APPLICATION NO. 1921615
STATEMENT OF CONCERN NO. 31548

Dear David John Bos and Grace Cudilla:

You are receiving this letter because you filed a statement of concern about Application No. 1921615. The Alberta Energy Regulator (AER) has reviewed your statement of concern, along with the company's application, and all applicable requirements and other submissions or information about the application. The AER has decided that a hearing is not required to consider the concerns outlined in your statement of concern.

In our review of your concerns, we considered the following:

- In relation to your concerns around noise, TimberRock will be required to comply with *Directive 038: Noise Control* (D038) and address all operational noise complaints, if any arise. A Noise Impact Assessment (NIA) was completed on the multi-well gas battery that is the subject of the current application and deemed satisfactory by an AER noise specialist. In addition, TimberRock has indicated that subject to your approval, it will install temporary noise monitors at your residence prior to the installation of equipment.
- Your concerns around traffic and sharing the same adjacent approach are not within the jurisdiction of the AER. Traffic and road use concerns should be addressed with Alberta Transportation or the municipality, as applicable.
- Your concerns regarding property value, the loss of ability to subdivide, impacts to your business and recreation and overall stress level are general in nature, and there is insufficient information to determine how they may be negatively affected by the application. In addition, TimberRock has indicated that it will pay costs associated with planting trees on the east side of your subdivision as an aesthetic measure, provided such costs are agreed in advance.

- Your concerns around shaking of your house during drilling and fracking are outside the scope of the current application. There will be no drilling or fracking associated with the construction of the multi-well gas battery. If any operational concerns arise, you will need to contact the nearest AER Field Centre, or the Energy and Environmental Response Line.
- Your concerns around impacts to water quality and flow of artesian spring are outside the scope of the current application as there will be no significant underground disturbance associated with the construction of the multi-well gas battery.
- In relation to your concerns around safety, TimberRock has a corporate Emergency Response Plan in place to handle all emergencies, if any arise.

Based on the above, the AER has concluded that it is not necessary to hold a hearing before making a decision on the application. The AER has issued the applied-for licence and this is your notice of that decision. A copy of the licence is 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 licence if you meet the criteria within section 36 of the *Responsible Energy Development Act*. Filing instructions and forms are on our website under Regulatory Appeal Process.

If you have any questions, contact Maribel Arguello at 403-297-3431 or Maribel.Arguello@aer.ca.

Sincerely,

<Original signed by>

Rob Cruickshank
Director, Business Process

Enclosure (1): Licence

cc: Covy Holland, TimberRock Energy Corp.
AER SOC Assessor
AER Red Deer Field Centre