

July 17, 2020

By Email and Mail

Mr. Clint Jacula and Mr. Ray Jacula

Statement of Concern No. 31748
Husky Oil Operations Limited (Husky)
Applications No. 1928323, 30604693, 30604676
Location: 07-18-053-07W4

Dear Mr. Clint Jacula and Mr. Ray Jacula:

You are receiving this letter because you filed a statement of concern (SOC) about Applications No. 1928323, 30604693, 30604676. 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:

- Your owned lands and residence are adjacent to the proposed project location, and confirmation of non-objection is not required.
- The proposed pad-site and facility is not located on your owned lands, and is approximately 600m from your residence.
- Your concerns regarding compensation are outside of the AER's jurisdiction, and should be addressed through the Surface Rights Board.
- Your concerns with respect to water quality and quantity has been addressed to the AER's satisfaction; Husky has committed to completing 3rd party water well testing prior to, and after drilling operations have completed. Should there be any changes from baseline, Husky commits to an investigation to resolve any issues.
- Your concern with respect to air pollution/poisonous chemical wind vapors is out of scope as both the facility and well applications are applied for as 0% H₂S; sweet infrastructure under *Directive 056: Energy Applications and Schedules*.

- Your concern with respect to traffic is general in nature; Husky has confirmed that it equips their vehicles with GPS in order to monitor correct routes and speed limits are adhered to.
- Your request that Husky relocate the proposed pad site is not feasible as Husky has advised that this site was chosen to be the most efficient; a different pad in the area would cause increased land disturbance.

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 licenses and this is your notice of that decision. Copies of the licenses are enclosed.

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 licenses 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
/sl

Enclosures and Attached: (9) Licenses

cc: Janet Thompson, Husky Oil Operations Limited
Sherri Heiduk, Husky Oil Operations Limited
Neil Finnimore, AER
Steven Lee, AER
SOC Inbox, AER
ADR Inbox, AER
Bonnyville Field Centre, AER