

February 26, 2020

Enforcement File: 19-106 FSJ

Coastal Gaslink Pipeline Ltd. 450-1st Street SW Calgary, AB T2P 5H1

Attention: Mr. Dan Wyman, Team Lead, Regulatory

## RE: Fail To Comply With Condition Of An Authorization

Dear Mr. Wyman,

Coastal Gaslink Pipeline Ltd. (CGL) holds several authorizations issued under the Water Sustainability Act. Each authorization contains a standard condition as follows:

The permit holder must maintain accurate records of all water withdrawal activities throughout the term approved. Water withdrawal records for each diversion point, including "0" values for months where no water was withdrawn, must be recorded monthly. Water withdrawal records must be submitted to the Commission on a quarterly basis via eSubmission. Quarterly reports are due on or before April 25th, July 25th, October 25th, and January 25th.

This condition provides the company three weeks to compile its water withdrawal data and to submit a report to the Oil and Gas Commission (Commission).

The reports for AD 100107295, Water Use (WU) # 5181, POD's 001-002 for the months of July, August and September; AD 100107298, WU 5184, POD 001 for the months of July, August and September; AD 100107299, WU 5185 for POD's 001-009 for the months of July, August and September were due no later than October 25, 2019. The reports were received on October 29, 2019.

The requirement for quarterly water reporting has been a condition of water authorizations (formerly section 8's now section 10's) since 2011. The requirement to report via eSubmission was implemented in July 2016.

CGL has no history of water reporting non-compliance. Given the circumstances CGL is hereby given a warning only for the following:

CGL, on or about October 26, 2019 at or near Fort St. John in the Province of British Columbia, did fail to comply with a condition of an authorization contrary to section 106(3)(k) of the Water Sustainability Act.

If CGL has any questions please do not hesitate to contact the undersigned.

Sincerely,

<Original signed by>

Oil and Gas Commission