Quarterly Oil and Gas BCOII & Gas COMMISSION Water Management Summary



First Quarter 2021 (Jan - Mar)





PURPOSE

This Quarterly Oil and Gas Water Management Summary presents short-term water use and water licence data from the Q1 January to March 2021 period.

Previous annual water use reports and quarterly water management summaries are available on the BC Oil and Gas Commission website at www.bcogc.ca.



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BC OIL AND GAS COMMISSION

he <u>BC Oil and Gas Commission</u> (Commission) is the provincial regulatory agency with responsibilities for regulating oil, gas and geothermal activities in British Columbia, including exploration, development, pipeline transportation and reclamation. We protect public safety and safeguard the environment while balancing a broad range of environmental, economic, and social considerations.

The Commission is responsible for reviewing, assessing, and making decisions on water authorizations from both surface and subsurface water sources. The Commission has the expertise and tools to make informed water allocation decisions and protecting and maintaining environmental and community water needs are its first priorities.

From exploration through to final reclamation, we respect those affected by oil and gas activities, cooperating with partner agencies while working closely with communities, First Nations, and land owners, and confirming industry compliance with provincial legislation. We are committed to advancing reconciliation and establishing close working relationships with Indigenous peoples throughout the energy life cycle.



HOW WATER IS USED

Water is used for various purposes in the oil and gas industry.



The largest use of water for oil and gas activities is for hydraulic fracturing.

However, water is used for other purposes, such as:



Seismic or geophysical exploration



Drilling



Machine washing



Dust control



Water floods (to enhance oil recovery)



Ice road freezing



Hydrostatic testing of pipelines

HOW WATER IS ACCESSED

here are different ways the oil and gas industry may access water in British Columbia. Some methods are managed through provincial legislation, including:

- Water licences issued under section 9 of the Water Sustainability Act (WSA) for surface and groundwater. The Commission has staff designated as Regional Water Managers with authority for issuing and administering long-term water licences.
- Short-term surface water use or diversion approvals issued under section 10 of the WSA. Short-term water use is administered by the Commission.
- Water source wells authorized by the Commission under the Oil and Gas
 Activities Act (OGAA). Water source wells are a specific type of well where the water
 withdrawn is intended for injection into an underground formation to enhance oil or
 natural gas recovery.
- Flowback water that returns to the surface after being injected for hydraulic fracturing.
- **Produced water** that flows to the surface as a by-product of oil and gas production.

The oil and gas industry can access water by means outside of regulatory oversight:



Private agreements can be made with land owners or others who have a source of surface water supply such as a dugout or a groundwater well. In some cases, private agreements may require a Waterworks water licence under the WSA.

SHORT-TERM WATER APPROVAL AND USE

During January to March of 2021, there were 300 short-term water use approvals in place, representing 974 withdrawal locations, held by 48 companies (Table 1).

The total water volume associated with short-term approvals active on the last day of the first quarter was 20,621,144 m³.

A total of 284,797 m³ was reported as withdrawn by oil and gas operators in the first quarter of 2021.

LONG-TERM WATER LICENCES AND USE

In the first quarter of 2021, there were 103 active oil and gas related water licences, representing 108 withdrawal locations, held by 29 companies (Table 2).

The total annual volume available for use for water licences was 32,932,555 m³.

A total of 462,012 m³ of licenced water was reported withdrawn by the end of Q1. Companies with active withdrawals in Q1 are listed in Table 3.

	TABLE 1 - SUMMARY OF SHORT-TERM APPROVAL AND USE FOR OIL AND GAS ACTIVITIES FROM JANUARY TO MARCH 2021							
	Companies with Active Approvals	48						
	Active Approvals	300						
SHORT- TERM	Approved Withdrawal locations	974						
I L IVIVI	Volume Available for Use (m³)	20,621,144						
	Cumulative Volume Reported Withdrawn (m³)	284,797						

A break-down of short-term water approval and use by OGC Water Management Basin is listed in Table 4.

TABLE 2 - SUMMARY OF WATER LICENCE AND USE FOR OIL AND GAS ACTIVITIES FROM JANUARY TO MARCH 2021 Q1								
	Companies with Active Water Licences Active Water Licences	29 103						
WATER LICENCE	Licenced Withdrawal Locations	108						
	Annual Volume Available for Use for Water Licences (m³)	32,932,555						
	Cumulative Volume Reported Withdrawn (m³)	462,012						

A break-down of water licence allocation and use by OGC Water Management Basin is listed in Table 4.

TABLE 3: OIL AND GAS RELATED WATER LICENCES THAT WITHDREW WATER FROM JANUARY TO MARCH 2021

LICENCE #	LICENCEE	SOURCE	OGC WATER MGMT BASIN	ANNUAL APPROVAL (m³/YR)	2021 WATER USE (m³/YR)
C112155	Whitecap Resources Inc.	Peace River	Lower Peace River	1,825,000	160,177
C132688	Canadian Natural	Charlie Lake	Lower Beatton River	394,000	321
C133155	Resources Limited (CNRL) Pacific Canbriam Energy	Williston Lake	Peace Arm	3,650,000	64,087
C133133	Petronas Energy Canada	Sikanni Chief River	Upper Sikanni Chief	2,993,000	26,173
C500172	Tervita Corporation	Aguifer 634	Lower Peace River	36,500	757
C500172	Veresen Energy Pipeline	Aguifer 621	Smoky River	5,500	933
C500220	Ovintiv Canada ULC	Unnamed Creek	Lower Kiskatinaw	102,100	75,439
C500343	Canlin Energy Corp.	FSJ Aquifer	Upper Beatton River	1,825	36
C501120	Umbrella Oilfield Ltd.	Chrissy Creek/FSJ Aquifer	Cameron River	150,000	107,258
C501773	Black Swan Energy Ltd.	FSJ Aquifer	Upper Beatton River	19,710	983
C501773	CNRL	Aguifer 931	Milligan Creek	36,500	271
C501755	Boundry Lake Sand &	FSJ Aquifer	Lower Peace River	10,950	195
2501005	Gravel Ltd.	1 35 Aquiter	Lower reace miver	10,750	175
C502134	Petronas Energy Canada	FSJ Aquifer	Cameron River	4,015	583
C502277	Peaceland Farm Ltd.	Aguifer 908	Lower Halfway River	360,000	2,435
C502448	CNRL	Dawson Creek Bedrock	Murray River	5,475	30
C502452	CNRL	FSJ Aquifer	Kahntah River	3,650	87
C502455	CNRL	Dawson Creek Aquifer	Smoky River	1,095	324
C502462	CNRL	FSJ Aquifer	Kahntah River	7,300	764
C502467	CNRL	FSJ Aquifer	Upper Beatton River	3,650	85
C502795	CNRL	Aquifer 451	Blueberry River	3,650	309
C502884	Peaceland Oilfield	FSJ Aquifer/2 unnamed	Cameron River	32,290	15,390
	Services Ltd.	streams		,	,
C502900	Pineview Trucking &	Unconsolidated Aquifer	Outside of NEBC	98,550	4,683
	Excavating Ltd.	·		,	,
C503048	Albright Flush Systems	Aquifer 451	Cache Creek	2,920	685

TABLE 4 - SUMMARY OF WATER ALLOCATION AND USE FOR OIL AND GAS ACTIVITIES IN 2020,

OIL AND GAS RELATED SHORT-TERM WATER USE APPROVALS - SECTION 10

OIL AND GAS RELATED WATER LICENCES - SECTION 9

ORGANIZED BY OGC WATER MANAGEMENT BASIN (Page 1 of 4)	NUMBER OF APPROVED		TOTAL VOLUME APPROVED as %	TOTAL VOLUME	TOTAL VOLUME WITHDRAWN AS % OF MEAN	NUMBER O Licenced	VOLUME	TOTAL VOLUME LICENCED as % of MEAN	TOTAL VOLUME	TOTAL VOLUME WITHDRAWN as % of MEAN	MEAN ANNUAL
MAJOR and Sub-Basin Name	WITHDRAWAL LOCATIONS	TOTAL VOLUME APPROVED (m³)	of MEAN ANNUAL RUNOFF	WITHDRAWN IN 2021 (m³)	ANNUAL RUNOFF	WITHDRAW LOCATION		ANNUAL RUNOFF	WITHDRAWN IN 2021 (m³)	ANNUAL RUNOFF	RUNOFF (m³)
BEATTON RIVER (sub-basin of Peace River)											
Upper Beatton River	18	695,410	0.139%	7,969	0.002%	19	2,355,519	0.472%	1,106	0.000%	499,408,440
Middle Beatton River	27	313,396	0.126%	32,171	0.013%	1	1,095	0.000%	0	0.000%	249,152,995
Middle Beatton Total (incl. Upper Beatton)	45	1,008,806	0.135%	40,140	0.005%	20	2,356,614	0.315%	1,106	0.000%	748,561,435
Milligan Creek	19	140,550	0.073%	742	0.000%	6	235,425	0.123%	271	0.006%	191,536,686
Blueberry River	42	1,006,506	0.343%	9,369	0.003%	4	198,925	0.068%	309	0.000%	293,278,540
Doig River	6	57,200	0.018%	669	0.000%	1	51,100	0.016%	0	0.000%	323,069,523
Lower Beatton River	25	155,738	0.113%	930	0.001%	1	394,000	0.285%	321	0.000%	138,262,629
BEATTON TOTAL	137	2,368,800	0.140%	51,850	0.003%	32	3,236,064	0.191%	2,007	0.000%	1,694,708,813
HALFWAY RIVER (sub-basin of Peace River)											
Chowade River	0					0					327,027,527
Upper Halfway River	0					1	72,000	0.009%	0	0.000%	795,962,409
Upper Halfway Total (includes Chowade)	0	0	0.000%	0	0.000%	1	72,000	0.006%	0	0.000%	1,122,989,936
Graham River	1	2,400	0.000%	0	0.000%	0					860,627,172
Cameron River	43	1,412,696	0.632%	39,065	0.017%	19	1,111,919	0.497%	123,231	0.055%	223,679,567
Lower Halfway River	7	836,595	0.552%	0	0.000%	9	5,448,688	3.596%	2,436	0.002%	151,526,991
HALFWAY TOTAL	51	2,251,691	0.095%	39,065	0.002%	29	6,632,607	0.281%	125,667	0.005%	2,358,823,666
MOBERLY RIVER (sub-basin of Peace River)											
Moberly River	0					0					391,714,995
MOBERLY TOTAL	0	0	0.000%	0	0.000%	0	0	0.000%	0	0.000%	391,714,995
PINE RIVER (sub-basin of Peace River)											
Burnt River	1	39,000	0.005%	0	0.000%	0					737,930,022
Sukunka River	12	270,000	0.026%	0	0.000%	0					1,047,282,572
Sukunka River Total (includes Burnt)	13	309,000	0.017%	0	0.000%	0	0	0.000%	0	0.000%	1,785,212,594
Upper Pine River	1	18,000	0.001%	0	0.000%	0					1,466,884,035
Murray River	9	223,850	0.008%	3,863	0.000%	1	5,475	0.000%	31	0.000%	2,698,285,017
Lower Pine River	29	1,367,010	0.993%	4,812	0.003%	1	650,000	0.472%	0	0.000%	137,619,889
PINE TOTAL	52	1,917,860	0.032%	8,675	0.000%	2	655,475	0.011%	31	0.000%	6,088,001,535

MARY	OF WATER	ALLOCATION	AND USE	FOR OIL AND
ACTIV	ITIES IN 20	20 ORGANIZ	FD BY OG	C WATER

SUM

OIL AND GAS RELATED SHORT-TERM WATER USE APPROVALS - SECTION 10

OIL AND GAS RELATED WATER LICENCES - SECTION 9

GAS TOTAL VOLUME TOTAL VOLUME TOTAL VOLUME MANAGEMENT BASIN (Page 2 of 4) NUMBER OF TOTAL VOLUME TOTAL WITHDRAWN NUMBER OF TOTAL LICENCED as TOTAL WITHDRAWN MEAN AS % OF MEAN % of MEAN as % of MEAN APPROVED APPROVED as % VOLUME LICENCED VOLUME VOLUME ANNUAL MAJOR and ANNUAL WITHDRAWAL TOTAL VOLUME of MEAN WITHDRAWN ANNUAL WITHDRAWAL LICENCED WITHDRAWN ANNUAL RUNOFF Sub-Basin Name APPROVED (m³) **RUNOFF RUNOFF** RUNOFF LOCATIONS ANNUAL RUNOFF IN 2021 (m³) LOCATIONS (m³)IN 2021 (m³) (m³)KISKATINAW RIVER (sub-basin of Peace River) West Kiskatinaw River 117,515,115 0 0 105,452,962 East Kiskatinaw River 0 0 Middle Kiskatinaw River 11,891 600,000 56,347,972 9 0.262% 0.021% 1.065% 0 0.000% 147,846 Middle Kiskatinaw Total (incl. West & East) 600,000 0.215% 0.000% 279,316,049 9 147,846 0.053% 11,891 0.004% 1 0 9,981 0.011% 2,948,317 3.288% 89,659,847 Lower Kiskatinaw River 40 1,667,426 1.860% 9 75,439 0.084% KISKATINAW TOTAL 1,815,272 0.492% 21,872 0.006% 10 3,548,317 0.962% 0.020% 368,975,896 49 75,439 **PEACE RIVER** Peace Arm 0 9,125,000 N/A 64,088 N/A N/A 0.000% 36,423,413,429 Upper Peace River 510,000 0.001% 77,006 0 Lynx Creek 0 30,436,635 0 Farrell Creek 91,018,843 5 314,412 0.345% 0 0.000% 0 Cache Creek 4 26,120 0.035% 0 0.000% 6 580,150 0.778% 685 0.001% 74,603,546 0.151% 0.000% Pouce Coupe River 17 1,650,200 0.645% 0 0.000% 255,686,202 387,064 4 0.000% 0.141% 0.714% 4,204,919 114,470,012 Lower Peace River 17 817,296 8 3.673% 161,130 **PEACE TOTAL** (incl. Kisk/Pine/Moberly/Half/Beatton) 10,408,515 0.022% 0.000% 29,632,732 0.062% 0.001% 333 198,468 429,047 47,891,853,572 **SMOKY RIVER** Smoky River 0.001% 0 0.000% 6,595 1,258 0.000% 2,669,506,123 3 27,000 2 0.000% 3 0.001% 2 6,595 1,258 0.000% **SMOKY TOTAL** 27,000 0 0.000% 0.000% 2,669,506,123 MUSKWA RIVER (sub-basin of Fort Nelson River) Upper Muskwa River 1,725,201,511 0 0 1,973,711,816 Middle Muskwa River Middle Muskwa Total (incl. Upper Muskwa) 0 0 0.000% 0 0.000% 0 0 0.000% 0.000% 3,698,913,327 0 Lower Muskwa River 0 0 646,841,560 **MUSKWA TOTAL** 0 0.000% 0 0 0 4,345,754,887 0 0.000% 0.000% 0 0.000% PROPHET RIVER (sub-basin of Fort Nelson River) Upper Prophet River 36,593 0.000% 1,470,271,289 0 0.002% 0 Middle Prophet River 61,900 0.010% 150 0.000% 621,428,680 6 0 Middle Prophet Total (incl. Upper Prophet) 0.003% 150 0.000% 36,593 0.002% 2,091,699,969 6 61,900 0 0.000% Lower Prophet River 0.003% 0.000% 7,800 0 272,262,427 0 **PROPHET TOTAL** 7 69,700 150 2,363,962,396 0.003% 0.000% 1 36,593 0.002% 0 0.000%

SUMMARY OF WATER ALLOCATION AND USE FOR OIL AND	OIL AND GAS RELATED SHORT-TERM WATER USE APPROVALS - SECTION 10					OIL AND GAS RELATED WATER LICENCES - SECTION 9						
GAS ACTIVITIES IN 2020, ORGANIZED BY OGC WATER MANAGEMENT BASIN (Page 3 of 4) MAJOR and Sub-Basin Name	NUMBER OF APPROVED WITHDRAWAL LOCATIONS	TOTAL VOLUME APPROVED (m³)	TOTAL VOLUME APPROVED as % of MEAN ANNUAL RUNOFF	TOTAL VOLUME WITHDRAWN IN 2021 (m³)	TOTAL VOLUME WITHDRAWN AS % OF MEAN ANNUAL RUNOFF	NUMBER (LICENCEI WITHDRAW LOCATION	VOLUME VAL LICENCED	TOTAL VOLUME LICENCED as % of MEAN ANNUAL RUNOFF	TOTAL VOLUME WITHDRAWN IN 2021 (m³)	TOTAL VOLUME WITHDRAWN as % of MEAN ANNUAL RUNOFF	MEAN ANNUAL RUNOFF (m³)	
SIKANNI CHIEF RIVER (sub-basin of Fort Nelson River)												
Upper Sikanni Chief River	4	50,000	0.006%	0	0.000%	3	3,117,689	0.386%	26,173	0.003%	807,771,692	
Middle Sikanni Chief River	26	348,488	0.037%	22,284	0.002%	4	29,203	0.003%	0	0.000%	949,755,794	
Middle Sikanni Chief Total (incl. Upper Sikanni)	30	398,488	0.023%	22,284	0.001%	7	3,146,892	0.179%	26,173	0.001%	1,757,527,486	
Lower Sikanni Chief	25	209,480	0.024%	2,216	0.000%	0					875,678,142	
SIKANNI CHIEF TOTAL	55	607,968	0.023%	24,500	0.001%	7	3,146,892	0.120%	26,173	0.001%	2,633,205,628	
FORT NELSON RIVER												
Kahntah River	31	172,648	0.043%	0	0.000%	2	10,950	0.003%	851	0.000%	400,582,903	
Fontas River	4	27,200	0.005%	0	0.000%	0					591,531,903	
Fontas Total (includes Kahntah)	35	199,848	0.020%	0	0.000%	2	10,950	0.001%	851	0.000%	992,114,806	
Klua Creek	0					0					402,135,448	
Upper Fort Nelson River	0					0					276,181,026	
Upper Fort Nelson Total (incl. Sikanni Chief Tota	l, 90	807,816	0.019%	24,500	0.001%	9	3,157,842	0.073%	27,024	0.001%	4,303,636,908	
Kahntah, Fontas, Klua)												
Snake River	0					0					310,763,522	
Sahtaneh River	9	30,500	0.006%	552	0.000%	0					474,904,729	
Middle Fort Nelson River	7	30,230	0.006%	30	0.000%	0					515,348,901	
Middle Ft Nelson Total (incl. Upper Ft. Nelson total,	113	938,246	0.008%	25,232	0.000%	10	3,194,435	0.026%	27,024	0.000%	12,314,371,343	
Muskwa Total, Prophet Total, Snake, Sahtaneh)												
Kiwigana River	9	68,400	0.015%	0	0.000%	0					441,657,543	
Lower Fort Nelson River	0					0					312,768,938	
FORT NELSON TOTAL	122	1,006,646	0.008%	25,232	0.000%	10	3,194,435	0.024%	27,024	0.000%	13,068,797,824	
LIARD RIVER												
Muncho River	0					0					551,551,360	
Upper Liard River	0					0					33,125,817,465	
Upper Liard Total (incl. Muncho)	0	0	0.000%	0	0.000%	0	0	0.000%	0	0.000%	33,677,368,825	
Grayling River	0					0					630,833,914	
Upper Toad River	0					0					1,521,055,576	
Racing River	0					0					1,488,336,681	
Lower Toad River	0					0					419,472,722	
Beaver River	0					U					10,862,659,426	
Middle Liard River	0					0					463,652,312	

SUMMARY OF WATER ALLOCATION AND USE FOR OIL AND GAS ACTIVITIES IN 2021, ORGANIZED BY OGC WATER

OIL AND GAS RELATED SHORT-TERM WATER USE APPROVALS - SECTION 10

OIL AND GAS RELATED WATER LICENCES - SECTION 9

GAS ACTIVITIES IN 2021, ORGANIZED BY OGC WATER MANAGEMENT BASIN (Page 4 of 4)	NUMBER OF APPROVED		TOTAL VOLUME APPROVED as %	TOTAL VOLUME	TOTAL VOLUME WITHDRAWN AS % OF MEAN	NUMBER OF LICENCED	VOLUME	TOTAL VOLUME LICENCED as % of MEAN	TOTAL VOLUME	TOTAL VOLUME WITHDRAWN as % of MEAN	MEAN ANNUAL
MAJOR and Sub-Basin Name	WITHDRAWAL LOCATIONS	TOTAL VOLUME APPROVED (m³)	of MEAN ANNUAL RUNOFF	WITHDRAWN IN 2021 (m³)	ANNUAL RUNOFF	WITHDRAWA LOCATIONS		ANNUAL RUNOFF	WITHDRAWN IN 2021 (m³)	ANNUAL RUNOFF	RUNOFF (m³)
LIARD RIVER con't											
Middle Liard Total (incl. Upper Liard Total, Grayling,	0	0	0.000%	0	0.000%	0	0	0.000%	0	0.000%	49,063,379,456
Upper Toad, Racing, Lower Toad, Beaver)											
Capot-Blanc Creek	0					0					183,879,851
Dunedin River	0					0					820,464,167
Lower Liard River	4	52,000	0.004%	21,255	0.002%	0					1,236,634,664
LIARD TOTAL (incl. Fort Nelson)	126	1,058,646	0.002%	46,487	0.000%	10	3,194,435	0.005%	27,024	0.000%	64,373,155,962
PETITOT RIVER											
Sahdoanah River	27	85,000	0.034%	3,094	0.001%	0					252,625,362
Upper Petitot River	47	165,400	0.011%	1,214	0.000%	0					1,476,579,488
Tsea River	36	208,234	0.048%	245	0.000%	0					434,062,484
Middle Petitot River	13	62,600	0.009%	285	0.000%	0					698,562,753
Middle Petitot Total (incl. Sahdoanah,	123	521,234	0.018%	4,838	0.000%	0	0	0.000%	0	0.000%	2,861,830,087
Upper Petitot, Tsea)											
Lower Petitot River	33	443,400	0.049%	1,430	0.000%	0					904,314,069
PETITOT TOTAL	156	964,634	0.026%	6,268	0.000%	0	0	0.000%	0	0.000%	3,766,144,156
HAY RIVER											
Upper Kotcho River	0					0					311,519,217
Kyklo River	2	26,720	0.018%	0	0.000%	0					145,897,691
Shekilie River	41	379,920	0.084%	112	0.000%	0					450,747,494
Lower Kotcho River	3	14,400	0.005%	0	0.000%	0					311,519,217
Lower Kotcho Total (includes Upper Kotcho,	46	418,040	0.034%	112	0.000%	0	0	0.000%	0	0.000%	1,219,683,619
Kyklo, Shekilie)											
Hay River	28	212,300	0.039%	2,158	0.000%	0					538,672,352
HAY TOTAL	74	630,340	0.036%	2,270	0.000%	0	0	0.000%	0	0.000%	1,758,355,971
CHINCHAGA RIVER											
Chinchaga River	41	279,100	0.255%	1,104	0.001%	0					109,492,680
CHINCHAGA TOTAL	41	279,100	0.255%	1,104	0.001%	0	0	0.000%	0	0.000%	109,492,680
OTHER (outside Northeast B.C.)	241	7,252,909	N/A	30,200	N/A	2	98,793	N/A	4,683	N/A	N/A
GRAND TOTAL	974	20,621,144	0.017%	284,797	0.000%	108	32,932,555	0.027%	462,012	0.000%	120,568,508,464

PREVIOUS REPORTS

Previous annual water reports and quarterly updates are available on the Commission's website at: https://www.bcogc.ca/data-reports.

For questions regarding this report, please contact: OGC.Communications@bcogc.ca