

Government of Newfoundland and Labrador Department of Municipal Affairs and Environment Water Resources Management Division

WATER USE LICENCE Commercial - Ice Harvesting

Pursuant to the Water Resources Act, SNL 2002 cW-4.01

Date of Issuance: FEBRUARY 16, 2018

No: WUL-18-9544 File: 514/515

Licensee:

Actual Ice Corp.

17 Cobb Lane

Corner Brook, NL A2H 2V3

Attention:

Gene Coleman

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Water Use from Harvesting Icebergs - Several Sites

The Minister of Municipal Affairs and Environment (the "Minister") hereby grants a non-exclusive water right to: Actual Ice Gorp. (the "Licensee") to harvest icebergs within the jurisdiction of the Province of Newfoundland and Labrador (the "Province") for the purpose of obtaining ice from these icebergs. The ice so obtained may be used to produce the Licensee's ice cubes in the Province which may be sold to consumers in and outside the Province. The non-exclusive water right is granted in reference to the application dated January 1, 2018 and further information provide on January 18 and 19, 2018.

This Licence is subject to the terms and conditions, reservations, exceptions, and provisions stated herein and the Water Resources Act and regulations thereunder. Appendices A, B and Schedule A (attached) form part and parcel of this Licence.

This Licence does not release the Licensee from the obligation to obtain appropriate approvals, permits or licences from other concerned municipal, provincial and federal agencies.

The Licensee shall complete and return the attached Notification of Acceptance of Water Use Licence to the Water Rights, Investigations, and Modelling Section of the Department of Municipal Affairs and Environment within thirty (30) days of receipt of this Licence.

Failure to comply with the terms and conditions, reservations, exceptions, and provisions set out herein will render this Licence null and void, place the Licensee and/or its agents in violation of the *Water Resources Act*, and cause the Licensee to be responsible for any and all remedial measures which may be prescribed by the Department of Municipal Affairs and Environment.

MINISTER

GOVERNMENT OF NEWFOUNDLAND AND LABRADOR DEPARTMENT OF MUNICIPAL AFFAIRS AND ENVIRONMENT

No: <u>WUL-18-9544</u> File: <u>514/515</u>

APPENDIX A TERMS AND CONDITIONS FOR WATER USE LICENCE

The Minister of Municipal Affairs and Environment (the "Minister") hereby grants a non-exclusive water right to: Actual Ice Corp. (the "Licensee") to harvest icebergs within the jurisdiction of the Province of Newfoundland and Labrador (the "Province") for the purpose of obtaining ice from these icebergs. The ice so obtained may be used to produce the Licensee's ice cubes in the Province which may be sold to consumers in and outside the Province. The non-exclusive water right is granted in reference to the application dated January 1, 2018 and further information provide on January 18 and 19, 2018.

- The Licensee shall provide the name of its harvester(s) or agent(s) who will be involved in the harvesting activities. Also, the
 Licensee shall clearly instruct all personal involved in its harvesting activities to promptly report on harvesting activities,
 strictly adhere to the terms and conditions, reservations, exceptions, and provisions of this Licence and to give full care for
 protecting water resources and the environment.
- Ownership of all icebergs and water within the jurisdiction of the Province remains with the Crown and is not transferred.
 The Water Use Licence only provides permission for the Licensee to use water/ice from harvesting icebergs for the
 designated purpose indicated in this Licence.
- 3. This Licence shall not be interpreted as granting any right which might affect the quantity and quality of water required by residents of any nearby communities from the icebergs for traditional personal domestic use and the Licensee shall allow personal access for obtaining water. Also, this Licence shall not be interpreted as granting any interest or right in land or inland water resources in the Province.
- 4. This Licence shall expire on February 15, 2023 or earlier if suspended or modified or cancelled by the Minister due to reasons that include, but is not limited to, non-compliance with the Water Resources Act and terms and conditions, reservations, exceptions, and provisions, lack of utilization of iceberg water for the designated purpose and prompt reporting on harvesting activities and use of iceberg water pursuant to this Licence. This Licence may be renewed by the Minister for such a renewal term as the Minister deems appropriate and in the public interest, provided the Licensee applies for a renewal at least hundred and eighty (180) days before the expiry date of this Licence.
- 5. The maximum annual water/ice use from harvesting icebergs shall not exceed 5,000 cubic metres, subject to the availability of water/ice from icebergs within the jurisdiction of the Province. The Licensee shall not at any time use water/ice from harvesting icebergs in excess of the need for the Licensee's own production of ice cubes and other finished water based products in the Province, irrespective of the authorized water/ice use from harvesting icebergs for the designated purpose indicated in this Licence.
- The designated purpose of this Licence is Commercial; ice use from harvesting icebergs for producing the Licensee's own ice cubes and other finished water based products in the Province.
- 7. This Licence shall not be interpreted as granting any right to sell bulk water or ice from icebergs or other water sources in or outside the Province or to remove bulk water or ice from icebergs to outside the Province. The Licensee shall clearly instruct its harvester(s) or agent(s) who will be involved in the harvesting activities of this provision of the Licence.
- 8. The Licensee shall identify or mark the iceberg that the Licensee wishes to harvest for water use and must terminate the harvesting of that iceberg before selecting another one, if necessary unless such termination must be made for safety reasons. Also, the Licensee and/or its harvester(s)/agent(s) shall immediately notify the Water Rights, Investigations, and Modelling Section of the Department of Municipal Affairs and Environment of the location of that iceberg before the harvesting activities begin. In this Licence, the reference to Schedule A is hereby eliminated.
- 9. The Licensee shall not use explosive materials of any kind in connection with the harvesting activities.
- 10. The Licensee shall not interfere with any marine wildlife during the harvesting activities.
- 11. The Licensee shall not harvest icebergs in a manner that interferes with areas where fishing and aquaculture gear is set out.
- 12. The time of harvesting activities shall not interfere with tour boat operations or other recreational activities. Also, harvesting activities or collection of bergy bits shall not be carried out within visible distance from known locations frequented by

tourists including, but is not limited to, Cape Bonavista, Cape Spear, Twillingate and other locations.

- 13. The Licensee shall not discharge any waste material or effluent into any body of water and shall dispose of any waste at a site approved by Government.
- 14. The Licensee shall keep all systems, works and equipment used in the harvesting activities in good condition and repair, and shall immediately notify the Minister if any problem arises which may adversely affect public safety or other water users.
- 15. The Licensee and/or its harvester(s)/agent(s) shall record in a log book kept exclusively for this purpose and report to the Water Rights, Investigations and Modelling Section of the Department of Municipal Affairs and Environment, on or before March 31st of each year or as required at any time during the term created by this Licence, the following information: i) The date and time of arrival of harvested iceberg(s); ii) The time harvesting activities begin and end and a map or maps indicating the location and the extent of the harvesting activities; iii) An estimate of the number of icebergs within the area identified in ii) before the harvesting activities begin; and iv) The number and locations of other users, tour ships, recreational boats, and kayaks encountered within the visible area during the time of harvesting activities. The information will be used to enable the Minister to make informed decisions regarding management and planning of harvesting icebergs and avoid potential conflicts in the process.
- 16. This Licence is subject to the Water Use Charges Regulations, NLR 60/16 under the Water Resources Act, 2002 and the Licensee shall upon receipt of an invoice stating the amount owing for water use charges, pay to the Minister the full amount within thirty (30) days of the receipt of the said invoice and if imposed by provincial legislation, fees, incentives, royalties or subsidies for water/ice use.
- 17. The Licensee shall prudently maintain in good faith records, accounts and statements of the rates and amounts of ice harvested and water used on a daily basis, monthly production of its own bottled water and other finished water based products, water quality, and any other information that the Minister may require in whatever form, manner and time. Copies of such records, accounts, statements, all information required to exercise the non-exclusive rights and privileges demised under this Licence, and a form following the format of Appendix B shall be submitted to the Water Rights, Investigations, and Modelling Section of the Department of Municipal Affairs and Environment on or before March 31st of each year or as required at any time during the term created by this Licence.
- 18. The Licensee and its agent(s), subcontractor(s), and consultant(s) indemnify and hold the Government and the Minister harmless against any and all liabilities, losses, claims, demands, damages or expenses including legal expenses of any nature whatsoever whether arising in tort, contract, statute, trust or otherwise resulting directly or indirectly from the non-exclusive rights granted under this Licence, systems, works and equipment in or outside harvesting activities and water use areas, or any act or omission of the Licensee or its agent(s), subcontractor(s), or consultant(s) in or outside harvesting activities and water use areas, or arising out of a breach or non-performance of any of the terms and conditions, and provisions of this Licence by the Licensee or its agent(s), subcontractor(s), or consultant(s).
- 19. If the Licensee or its agent(s), subcontractor(s), or consultant(s) fails to perform, fulfil, or observe any of the terms and conditions, or provisions of this Licence and/or Ministerial orders and guidelines, as determined by this Department, the Minister may, after providing ten (10) day notice to the Licensee, amend, modify, suspend or cancel this Licence in accordance with the Water Resources Act, 2002.
- 20. Should any provision of this Licence be unenforceable, it shall be considered separate and severable from the remaining provisions of this Licence which shall remain in force and be binding as though the provision had not been included.
- 21. This Licence is subject to the Water Resources Act, 2002 and any regulations in effect either at the date of this Licence or hereafter made pursuant thereto or any other relevant legislation enacted by the Province of Newfoundland and Labrador in the future.
- 22. This Licence shall be subject to, construed, and interpreted in accordance with any and all provisions of applicable laws of the Province of Newfoundland and Labrador.

All notices to be given pursuant to the terms and conditions of this Licence shall be given in writing and delivered by facsimile with auto confirmation or registered mail. If a notice is delivered by facsimile, it is deemed to have been received on the day it was sent if that day is a normal business day, if not, it is deemed to have been received on the next normal business day. If a notice is sent by registered mail, it is deemed to have been received three days after the day it was mailed. The address of the Licensee is:

Actual Ice Corp. 17 Cobb Lane Corner Brook, NL A2H 2V3

The address and facsimile number of the Department of Municipal Affairs and Environment are:

Water Rights, Investigations, and Modelling Section Department of Municipal Affairs and Environment PO Box 8700 St. John's NL A1B 4J6 (709) 729-0320

GOVERNMENT OF NEWFOUNDLAND AND LABRADOR DEPARTMENT OF MUNICIPAL AFFAIRS AND ENVIRONMENT APPENDIX B

Report to Department of Municipal Affairs and Environment

To:

Water Rights, Investigations, and Modelling Section Water Resources Management Division Department of Municipal Affairs and Environment

No: WUL-18-9544 File: 514/515

	PO Box		Ť	Attiuns a	na Environ	anicit.		Authorized: FEBRUARY 16, 2018							
Re:	Water Use from Harvesting Icebergs - Several Sites														
This report	ort must be ry period. I	complet Provide th	ted and the inform	filed on o nation req	r before d uired belo	<u>[anuary</u> w:	31 <u>51</u> of ea	ch <u>year</u>	or upon	the comp	letion o	f activiti	es for a		
1.	Has the Licensee used water during last year? If no, explain (use extra sheet to provide more information, if any).												Yes	No 🗌	
2.	Does the Licensee wish to continue the non-exclusive water right? If no, explain (use extra sheet to provide more information, if any).												Yes No		
3.	Has the Licensee exceeded the estimated maximum water withdrawal of that indicated in Appendix A? If yes, explain in the space below (use extra sheet to provide more information, if any).												Yes _	No 🗀	
	In the table										tach				
M	onth	Jan.	Feb.	Mar.	April	May	June	July	Aug.	Sept.	Oct.	Nov.	Dec.	Total	
	litres or meters														
4.	Is there any other matter on which the Licensee wishes to inform the Department of Municipal Affairs and Environment regarding this Licence and its terms and conditions? If yes, explain (use extra sheet to provide more information, if any).														
	I/We ackr	nowledge	that the	informati	on contair	ned in thi	s report is					recommended to the second to t			
	Actual Ice (17 Cobb La							- 13							
	Corner Bro		A2H 2V3					IN			_			**	
									Date	e:					

No: WUL-18-9544 File: 514/515

cc: Amir Ali Khan, Ph.D., P.Eng.
Manager, Water Rights, Investigations and Modelling Section
Water Resources Management Division
Department of Municipal Affairs and Environment
P.O. Box 8700
4th Floor, West Block, Confederation Building
St. John's, NL A1B 4J6
akhan@gov.nl.ca

ce: File Copy for Binder

cc: Town of Twillingate
Mr. David Burton
65 Main Street
P.O. Box 220
Twillingate, NL A0G 4M0
townoftwillingate@bellaliant.com

ce: Mr. Wayne Lynch
Regional Director (Central)
Service NL
P.O. Box 2222
Gander, NL A1V 2N9
waynelynch@gov.nl.ca

cc: Ms. Susan Hoddinott
Regional Director
Service NL
PO Box 2006
Corner Brook NL A2H 6J8
SusanHoddinott@gov.nl.ca

ce: Fisheries Protection Division
Ecosystem Management Branch
Fisheries and Oceans Canada
P.O. Box 5667
St. John's, NL A1C 5X1
FPP-NL@dfo-mpo.gc.ca

cc: Marine Safety
Transport Canada, Atlantic Regional Headquarters
Airports, Harbours and Ports, and Environmental Services
95 Foundry St.
P.O. Box 42
Moncton, NB E1C 8K6
NPPATL-PPNATL@tc.gc.ca

CC: Town of St. Anthony
Ms. Judy Patey
P.O.Box 430
St. Anthony, NL A0K 4S0
stantbony@nf.aibn.com



Witness

Government of Newfoundland and Labrador Department of Municipal Affairs and Environment Water Resources Management Division

Water Rights, Investigations, and Modelling Section Water Resources Management Division Department of Municipal Affairs and Environment PO Box 8700 St. John's NL A1B 4J6

Date: FEBRUARY 16, 2018

File: 514/515

NOTIFICATION OF ACCEPTANCE OF WATER USE LICENCE

Water Use from Harvesting Icebergs - Several Sites

Water Use Licence No. WUL-18-9544 issued on FEBRUARY 16, 2018, and valid until February 15,

As a Licensee of Water Use Licence No. WUL-18-9544, issued pursuant to the Water Resources Act, Actual Ice Corp. (the "Licensee"), agrees to accept this Licence for the stated duration and abide by all terms and conditions, reservations, exceptions and provisions stated therein. The Licensee acknowledges that failure to abide by the terms and conditions, reservations, exceptions and provisions indicated in Appendices A, B and Schedule A (attached), and the Water Resources Act will render the Licence null and void, place the Licensee and/or their agent(s) in violation of the Water Resources Act and regulations thereunder and cause the Licensee to be responsible for any and all remedial measures which may be prescribed by the Department of Municipal Affairs and Environment.

Signed, sealed, and delivered by Actual Ice Corp.,
in accordance with its rules and regulations in that behalf
at _______, this _______ day
of _______, 2018 in the presence
of:

Seal:

Signing Officer

Important: The attached Water Use Licence is not valid unless the Licensee completes and returns this notification to the address above within thirty (30) days of receipt.