



Conservation and Water Stewardship

Climate Change and Environmental Protection Division
Environmental Approvals Branch
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CLIENT FILE NO.: 5565.00

July 9, 2012

Kenneth Maendel
Suncrest Holding Co. Ltd.
Box 4
Tourond, MB R0A 2G0

Enclosed is **Environment Act Licence No. 3011** dated July 9, 2012 issued in accordance with *The Environment Act* to **Suncrest Holding Co. Ltd.** for the construction and operation of the Development being a wastewater collection system and a wastewater treatment lagoon with a hydraulic storage capacity of 8,567 cubic metres (37.7 cubic metres per day average), located in the southeast quarter of Section 25-6-4 EPM in the Rural Municipality of De Salaberry to serve the Suncrest Colony with discharge of treated effluent into a field drain which flows to the east into a municipal drainage system (2nd order drain) and then to the northeast where it ultimately empties into the Tourond Creek, in accordance with the Proposal filed on January 16, 2012, and additional information provided on May 7, 2012.

In addition to the enclosed Licence requirements, please be informed that all other applicable federal, provincial and municipal regulations and by-laws must be complied with. A Notice of Alteration must be filed with the Director for approval prior to any alteration to the Development as licensed.

For further information on the administration and application of the Licence, please feel free to contact Rafiqul Chowdhury, Environmental Engineer @ (204) 945-2614.

Pursuant to Section 27 of *The Environment Act*, this licensing decision may be appealed by any person who is affected by the issuance of this Licence to the Minister of Conservation within 30 days of the date of the Licence.

Yours truly,

Tracey Braun, M.Sc.
Director
Environment Act

c: Don Labossiere, Director, Environmental Compliance and Enforcement
P. Grieger, P.Eng., South-Man Engineering
Public Registries

NOTE: Confirmation of Receipt of this Licence No. 3011 (*by the Licensee only*) is required by the Director of Environmental Assessment and Licensing. Please acknowledge receipt by signing in the space provided below and faxing a copy (letter only) to the Department by July 24, 2012.

On behalf of Suncrest Holding Co. Ltd.

Date

****A COPY OF THE LICENCE MUST BE KEPT ON SITE AT THE DEVELOPMENT AT ALL TIMES****

LICENCE

Licence No. / Licence n° 3011

Issue Date / Date de délivrance July 9, 2012

In accordance with The Environment Act (C.C.S.M. c. E125)
Conformément à la Loi sur l'environnement (C.P.L.M. c. E125)

Pursuant to Sections 11(1) / Conformément au Paragraphe 11(1)

THIS LICENCE IS ISSUED TO: / CETTE LICENCE EST DONNÉE À:

SUNCREST HOLDING CO. LTD.,
"the Licencee"

for the construction and operation of the Development being a wastewater collection system and a wastewater treatment lagoon with a hydraulic storage capacity of 8,567 cubic metres (37.7 cubic metres per day average), located in the southeast quarter of Section 25-6-4 EPM in the Rural Municipality of De Salaberry to serve the Suncrest Colony with discharge of treated effluent into a field drain which flows to the east into a municipal drainage system (2nd order drain) and then to the northeast where it ultimately empties into the Tourond Creek, in accordance with the Proposal filed under *The Environment Act* on January 16, 2012, and additional information provided on May 7, 2012 and subject to the following specifications, limits, terms and conditions:

DEFINITIONS

In this Licence,

"**accredited laboratory**" means an analytical facility accredited by the Standard Council of Canada (SCC), or accredited by another accrediting agency recognized by Manitoba Conservation and Water Stewardship to be equivalent to the SCC, or be able to demonstrate, upon request, that it has the quality assurance/quality control (QA/QC) procedures in place equivalent to accreditation based on the international standard ISO/IEC 17025, or otherwise approved by the Director;

"**approved**" means approved by the Director or assigned Environment Officer in writing;

"**day**" means any 24-hour period;

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"Director" means an employee so designated pursuant to *The Environment Act*;

"effluent" means treated wastewater flowing or pumped out of the wastewater treatment lagoon;

"Environment Officer" means an employee so designated pursuant to *The Environment Act*;

"fecal coliform" means aerobic and facultative, Gram-negative, nonspore-forming, rod-shaped bacteria capable of growth at 44.5°C, and associated with fecal matter of warm-blooded animals;

"five-day biochemical oxygen demand (BOD₅)" means that part of the oxygen demand usually associated with biochemical oxidation of organic matter within five days at a temperature of 20°C;

"five-day carbonaceous biochemical oxygen demand (CBOD₅)" means that part of the oxygen demand usually associated with biochemical oxidation of carbonaceous organic matter within five days at a temperature of 20°C, excluding the oxygen demand usually associated with the biochemical oxidation of nitrogenous organic matter;

"grab sample" means a quantity of wastewater taken at a given place and time;

"high water mark" means the line on the interior surface of the primary and secondary cells which is normally reached when the cell is at the maximum allowable liquid level;

"hydraulic conductivity" means the quantity of water that will flow through a unit cross-sectional area of a porous material per unit of time under a hydraulic gradient of 1.0;

"low water mark" means the line on the interior surface of the primary and secondary cells which is normally reached when the cell is discharged;

"MPN Index" means the most probable number of coliform organisms in a given volume of wastewater which, in accordance with statistical theory, would yield the observed test result with the greatest frequency;

"odour nuisance" means a continuous or repeated odour, smell or aroma, in an affected area, which is offensive, obnoxious, troublesome, annoying, unpleasant or disagreeable to a person:

- a) residing in an affected area;
- b) working in an affected area; or
- c) present at a location in an affected area which is normally open to members of the public;

if the odour, smell or aroma

- d) is the subject of at least 5 written complaints, received by the Director in a form satisfactory to the Director and within a 90-day period, from 5 different persons falling within clauses a), b) or c), who do not live in the same household; or
- e) is the subject of at least one written complaint, received by the Director in a form satisfactory to the Director, from a person falling within clauses a), b), or c) and the Director is of the opinion that if the odour, smell or aroma had occurred in a more densely populated area there would have been at least 5 written complaints received within a 90-day period, from 5 different persons who do not live in the same household;

"primary cell" means the first in a series of cells of the wastewater treatment lagoon system and which is the cell that receives the untreated wastewater;

"record drawings" means engineering drawings complete with all dimensions which indicate all features of the Development as it has actually been built;

"riprap" means small, broken stones or boulders placed compactly or irregularly on dykes or similar embankments for protection of earthen surfaces against wave action or current;

"SAR" means sodium adsorption ratio;

"secondary cell" means a cell of the wastewater treatment lagoon system which is the cell that receives partially treated wastewater from the primary cell;

"sewage" means household and commercial wastewater that contains human waste;

"sludge" means accumulated solid material containing large amounts of entrained water, which has separated from wastewater during processing;

"sodium adsorption ratio" means the dimensionless value where:

$$\text{SAR} = \frac{0.043 \times \text{Sodium concentration}}{\sqrt{(0.025) \text{ Calcium concentration} + (0.04) \text{ Magnesium concentration}}}$$

"Standard Methods for the Examination of Water and Wastewater" means the most recent edition of Standard Methods for the Examination of Water and Wastewater published jointly by the American Public Health Association, the American Waterworks Association and the Water Environment Federation;

"total coliform" means a group of aerobic and facultative anaerobic, Gram-negative, nonspore-forming, rod-shaped bacteria, that ferment lactose with gas and acid formation

within 48 hours at 35°C, and inhabit predominantly the intestines of man or animals, but are occasionally found elsewhere and include the sub-group of fecal coliform bacteria;

"wastewater" means the spent or used water of a community or industry which contains dissolved and suspended matter; and

"wastewater treatment lagoon" means the component of this development which consists of an impoundment into which wastewater is discharged for treatment and storage.

GENERAL TERMS AND CONDITIONS

This Section of the Licence contains requirements intended to provide guidance to the Licencee in implementing practices to ensure that the environment is maintained in such a manner as to sustain a high quality of life, including social and economic development, recreation and leisure for present and future Manitobans.

1. In addition to any of the following specifications, limits, terms and conditions specified in this Licence, the Licencee shall, upon the request of the Director:
 - a) sample, monitor, analyze or investigate specific areas of concern regarding any segment, component or aspect of pollutant storage, containment, treatment, handling, disposal or emission systems, for such pollutants, ambient quality, aquatic toxicity, leachate characteristics and discharge or emission rates, and for such duration and at such frequencies as may be specified;
 - b) determine the environmental impact associated with the release of any pollutant from the Development; or
 - c) provide the Director, within such time as may be specified, with such reports, drawings, specifications, analytical data, descriptions of sampling and analytical procedures being used, bioassay data, flow rate measurements and such other information as may from time to time be requested.
2. The Licencee shall submit all information required to be provided to the Director under this Licence, in writing, in such form (including number of copies) and of such content as may be required by the Director, and each submission shall be clearly labeled with the Licence Number and Client File Number associated with this Licence.
3. The Licencee shall direct all wastewater generated within the Suncrest Colony toward the wastewater treatment lagoon or other approved sewage treatment facilities.

4. The Licencee shall not cause or permit an odour nuisance to be created as a result of the construction, operation or alteration of the Development, and shall take such steps as the Director may require to eliminate or mitigate an odour nuisance.
5. The Licencee shall actively participate in any future watershed based management study, plan and/or nutrient reduction program, approved by the Director, for Tourond Creek and associated waterways and watersheds.

SPECIFICATIONS, LIMITS, TERMS AND CONDITIONS

Respecting Construction

6. The Licencee shall notify the assigned Environment Officer not less than two weeks prior to beginning construction of the Development. The notification shall include the intended starting date of construction and the name of the contractor responsible for the construction.
7. The Licencee shall:
 - a) conduct all ditch related work activities during no flow or dry conditions and not during the April 1 to June 15 fish spawning and incubation period;
 - b) not construct the wastewater treatment lagoon or wastewater collection system during periods of heavy rain;
 - c) place and/or isolate all dredged and construction materials where it will not erode into any watercourse;
 - d) implement long-term sediment and erosion control measures to prevent soil-laden runoff, and/or silt from entering any watercourse during construction and until vegetation is established;
 - e) routinely inspect all erosion and sediment control structures and immediately complete any necessary maintenance or repair;
 - f) vegetate any disturbed areas by planting and seeding preferably native trees, shrubs or grasses and cover such areas with mulch to prevent soil erosion and to help seeds germinate; and
 - g) use rock that is free of silt and clay for riprap.
8. The Licencee shall dispose of non-reusable construction debris from the Development at a waste disposal ground operating under the authority of a permit issued pursuant to *Manitoba Regulation 150/91* respecting *Waste Disposal Grounds*, or any future amendment thereof, or a Licence issued pursuant to *The Environment Act*.

9. The Licencee shall locate fuel storage and equipment servicing areas established for the construction and operation of the Development a minimum distance of 100 metres from any waterbody, and shall comply with the requirements of *Manitoba Regulation 188/2001* respecting *Storage and Handling of Petroleum Products and Allied Products* or any future amendment thereof.
10. The Licencee shall, during construction of the Development, operate, maintain and store all materials and equipment in a manner that prevents any deleterious substances (fuel, oil, grease, hydraulic fluids, coolant, paint, uncured concrete and concrete wash water, etc.) from entering the wastewater treatment lagoon, the discharge route and associated watercourses, and have an emergency spill kit for in-water use available on site during construction.
11. The Licensee shall, in the event of a release, spill, leak, or discharge of a pollutant or contaminant in an amount or concentration, or at a level or rate of release, that exceeds the limit that is expressly provided under this Act, another Act of the Legislature, or an Act of Parliament, or in a regulation, licence, permit, order, instruction, directive or other approval or authorization issued or made under one of those Acts, immediately report the release, spill, leak, or discharge by calling 204-944-4888. The report shall indicate the nature of the release, leak, or discharge, the time and estimated duration of the event and the reason for the release, spill, leak, or discharge.
12. The Licencee shall, prior to the construction of the dykes for the wastewater treatment lagoon, remove all organic topsoil from the area where the dykes will be constructed.
13. The Licencee shall construct and maintain the wastewater treatment lagoon with a continuous liner, including cut-offs, under all interior surfaces of the cells in accordance with the following specifications:
 - a) the liner shall be made of clay;
 - b) the liner shall be at least one metre in thickness;
 - c) the liner shall have a hydraulic conductivity of 1×10^{-7} centimetres per second or less at all locations; and
 - d) the liner shall be constructed to an elevation of 2.5 metres above the floor elevation of both the primary and secondary cells.
14. The Licencee shall arrange with the designated Environment Officer a mutually acceptable time and date for any required soil sampling between the 15th day of May and the 15th day of October of any year, unless otherwise approved by the Environment Officer.

15. The Licencee shall take and test samples, in accordance with Schedule "A" attached to this Licence, from the liner of the wastewater treatment lagoon; the number and location of samples and test methods to be specified by the designated Environment Officer up to a maximum of 20 samples.
16. The Licencee shall, not less than 2 weeks before the wastewater treatment lagoon is placed in operation, submit for the approval of the Environment Officer the results of the tests carried out pursuant to Clause 15 of this Licence.
17. The Licencee shall install and maintain a fence around the wastewater treatment lagoon to control access. The fence shall be a minimum of 1.2 metres high and have a locking gate, which shall be locked at all times except to allow access to the wastewater treatment lagoon.
18. The Licencee shall:
 - a) prepare "record drawings" for the Development and shall label the drawings "Record Drawings"; and
 - b) provide to the Director, within four months of the Environment Officer's approval of the report required by Clause 16 of this Licence, two electronic copies of the "record drawings".

Respecting Operation

19. The Licencee shall obtain and maintain classification of the Development pursuant to *Manitoba Regulation 77/2003* respecting *Water and Wastewater Facility Operators* or any future amendment thereof and maintain compliance with all requirements of the regulation including, but not limited to, the preparation and maintenance of a Table of Organization, Emergency Response Plan and Standard Operating Procedures.
20. The Licencee shall carry out the operation of the Development with individuals properly certified to do so pursuant to *Manitoba Regulation 77/2003* respecting *Water and Wastewater Facility Operators* or any future amendment thereof.
21. The Licencee shall operate and maintain the wastewater treatment lagoon in such a manner that:
 - a) the organic loading on the primary cell, as indicated by the five-day biochemical oxygen demand, is not in excess of 56 kilograms per hectare per day;
 - b) the depth of liquid in all primary and secondary cells does not exceed 1.5 metres; and
 - c) a 1.0 metre freeboard is maintained in the primary and secondary cells at all times.

22. The Licencee shall not discharge effluent from the wastewater treatment lagoon:
 - a) where the organic content of the effluent, as indicated by the five-day biochemical oxygen demand, is in excess of 25 milligrams per litre;
 - b) where the total suspended solids content of the effluent is in excess of 25 milligrams per litre, unless the exceedance is caused by algae;
 - c) where the fecal coliform content of the effluent, as indicated by the MPN index, is in excess of 200 per 100 millilitres of sample;
 - d) where the total coliform content of the effluent, as indicated by the MPN index, is in excess of 1500 per 100 millilitres of sample;
 - e) where the total phosphorus content of the effluent is in excess of one milligram per litre;
 - f) between the 1st day of November of any year and the 15th day of June of the following year;
 - g) when flooding from any cause is occurring along the discharge route; and
 - h) when the discharge of effluent will cause or contribute to flooding in or along the discharge route.

23. The Licencee shall, when chlorine is used as a disinfecting agent:
 - a) notify the Director in advance;
 - b) dechlorinate effluent prior to discharge;
 - c) obtain grab samples prior to and daily during the discharge period and have them analyzed for total residual chlorine; and
 - d) not discharge effluent where the concentration of the total residual chlorine is in excess of 0.02 milligrams per litre.

24. The Licencee shall discharge the wastewater treatment lagoon over at least a two-week period, while accelerating discharge as necessary to maintain normal operation of the wastewater treatment lagoon, such that increased nutrient uptake from the wastewater effluent may occur along the discharge route.

25. The Licencee shall immediately notify the Director each time the operating depth of any cell of the wastewater treatment lagoon exceeds the maximum operating depth for that cell as specified in this Licence.

26. The Licencee shall, if reporting is required pursuant to Clause 25 of this Licence in two consecutive years:
 - a) engage the services of a qualified consultant, acceptable to the Director, to undertake an investigation of the Facility and related infrastructure, to determine the ability or inability of the existing system to meet the hydraulic loading capacity requirements of the Suncrest Colony. The investigation shall include but not be necessarily limited to:
 - i) diagnosis of the cause(s) of the recent exceedances of maximum operating depth;
 - ii) sources of infiltration into the wastewater system;

- iii) current hydraulic loading of the system;
 - iv) lack of storage capacity due to sludge build-up within existing cells; and
 - v) the organic loading on the primary cell in terms of the five day biochemical oxygen demand;
- b) provide to the Director, within four months of the notification given pursuant to Clause 25 of this Licence, an engineering report describing in detail the results and observations concluded by virtue of the investigation; and
 - c) provide to the Director, within four months of the report provided pursuant to sub-Clause b) of this section, a remedial action plan in the form of a detailed engineering report describing recommended modifications, repairs or upgrading works to overcome excessive hydraulic loading of the system.

Respecting Maintenance

- 27. The Licencee shall, if in the opinion of the Director, significant erosion of the interior surfaces of the dykes occurs, repair the dykes and place riprap on the interior dyke surfaces from 0.6 metres above the high water mark to at least 0.6 metres below the low water mark to protect the dykes from wave action.
- 28. The Licencee shall provide and maintain a grass cover on the dykes of the wastewater treatment lagoon and shall regulate the growth of the vegetation so that the height of the vegetation does not exceed 0.3 metres on all dykes.
- 29. The Licencee shall annually remove by mechanical methods all reeds, rushes and trees located above the low water mark in every cell of the wastewater treatment lagoon.
- 30. The Licencee shall implement an ongoing program to remove burrowing animals from the site of the wastewater treatment lagoon.

MONITORING AND REPORTING SPECIFICATIONS

- 31. The Licencee shall, unless otherwise specified in this Licence:
 - a) carry out all preservations and analyses on liquid samples in accordance with the methods prescribed in the Standard Methods for the Examination of Water and Wastewater, or in accordance with equivalent preservation and analytical methodologies approved by the Director;
 - b) have all analytical determinations undertaken by an accredited laboratory; and
 - c) report the results to the Director, in writing and in an electronic format acceptable to the Director, within 60 days of the samples being taken.

32. The Licencee shall prior to each effluent discharge campaign obtain grab samples of the treated wastewater and have them analyzed for:
 - a) the organic content as indicated by the five day biochemical oxygen demand and expressed as milligrams per litre;
 - b) the organic content as indicated by the five-day carbonaceous biochemical oxygen demand and expressed as milligrams per litre;
 - c) the total suspended solids content expressed as milligrams per litre;
 - d) the fecal coliform content as indicated by the MPN index and expressed as MPN per 100 millilitres per sample;
 - e) the total coliform content as indicated by the MPN index and expressed as MPN per 100 millilitres per sample; and
 - f) the total phosphorus content expressed as milligrams per litre.

33. The Licencee shall:
 - a) during each year maintain records of:
 - i) reports of visual inspections conducted at a minimum of once per month;
 - ii) wastewater sample dates;
 - iii) original copies of laboratory analytical results of the sampled wastewater; and
 - iv) effluent discharge dates;
 - b) make the records being maintained pursuant to sub-Clause 33 a) of this Licence available to an Environment Officer upon request; and
 - c) keep the maintained records of any one calendar year available for inspection for a period of three years following the respective calendar year in which they were recorded.

34. The Licencee shall conduct a monitoring program for the sodium adsorption ratio (SAR) of the effluent from the Development, prior to each discharge, for a minimum of three years commencing with the operation of the Development. The program shall monitor the SAR in the effluent, and upstream and downstream of the effluent discharge point.

35. The Licencee shall, not less than 30 days after the results of the sample analysis are available, submit to the Director the results of the monitoring program carried out pursuant to Clause 34.

36. The Licencee shall, as may be required by the Director, propose a plan for the approval of the Director to reduce the concentrations of effluent constituents that create SAR levels that exceed Manitoba Water Quality Standards, Objectives and Guidelines.

37. The Licencee shall, during the first year of operation of the Development following the construction of the wastewater treatment lagoon that a discharge must occur, obtain and analyze grab samples of the effluent during each effluent

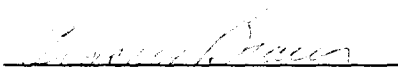
discharge campaign and report the results of the analysis in accordance with Schedule "B" attached to this Licence.

Respecting Decommissioning of the Existing Facility

38. The Licencee shall, upon commissioning of the Development, transfer wastewater from the existing facility to the primary cell of the Development.
39. The Licencee shall, upon completion of the activity required by Clause 38 of this Licence, transfer sludge from the existing facility to the primary cell of the Development.
40. The Licencee shall not dispose of sludge from the existing facility in a manner other than that approved in Clause 39 of this Licence without the prior written approval of the Director.
41. The Licencee shall, upon completion of the activity required by Clause 39 of this Licence, level the site of the existing facility.

REVIEW AND REVOCATION

- A. This Licence replaces Licence No. 3010 issued to Suncrest Holding Co. Ltd., which is hereby rescinded.
- B. If, in the opinion of the Director, the Licencee has exceeded or is exceeding or has or is failing to meet the specifications, limits, terms, or conditions set out in this Licence, the Director may, temporarily or permanently, revoke this Licence.
- C. If the Licencee has not commenced construction of the Development within three years of the date of this Licence, the Licence is revoked.
- D. If, in the opinion of the Director, new evidence warrants a change in the specifications, limits, terms or conditions of this Licence, the Director may require the filing of a new proposal pursuant to Section 11 of *The Environment Act*.


Tracey Braun, M.Sc.
Director
Environment Act