Environmental Assessment North Environmental Protection Operations (EPO) Qimugjuk Building 969 PO Box 1870 Iqaluit, NU X0A 0H0 Tel: (867) 975-4631 Fax: (867) 975-4645

25 August 2012

Phyllis Beaulieu Manager of Licensing Nunavut Water Board PO Box 119 Gjoa Haven, NU X0B 1J0

Via email: licensing@nunavutwaterboard.org

RE: 120725 2BE-WHL---- Tiktaliik Gold Corp. Whale Project New Type "B" Kivalliq Region

Environment Canada (EC) has reviewed the information regarding the above-mentioned new water license application, as submitted to the Nunavut Water Board (NWB). The following specialist advice has been provided pursuant to the Canadian Environmental Protection Act 1999, Section 36(3) of the Fisheries Act, the Migratory Birds Convention Act, and the Species at Risk Act.

EC file: 4703 003 076

NWB file: 2BE-WHL----

Tiktaliik Gold Corp. is applying to the NWB for a new Type B water license to support exploration activities for gold, base metals, and diamonds at their Whale Project, located between 40 and 70 km west of Whale Cove. Proposed 2012 field activities include field evaluation, prospecting, geological mapping, and surface sampling of rock and tills. No camp will be erected but light tent camping may occur.

Based on a review of the license application, EC provides the following comments for the NWB's consideration:

General

- The proponent shall not deposit, nor permit the deposit of chemicals, sediment, wastes, or fuels associated with the project into any water body. According to the Fisheries Act, Section 36 (3), the deposition of deleterious substances of any type in water frequented by fish, or in any place under any conditions where the deleterious substance, or any deleterious substance that results from the deposit of the deleterious substance, may enter any such water, is prohibited.
- All sumps, spill basins, and fuel caches should be located in such a manner as to ensure that
 their contents do not enter any water body, are to backfilled, and re-contoured to match the
 surrounding landscape when they are no longer required.

Waste Disposal

The proponent states that waste will be transported to Whale Cove for disposal. EC suggests
that confirmation and authorization be obtained from the intended community landfill prior to
shipment.

Spill Contingency Plan

• EC recommends the use of secondary containment, such as self-supporting insta-berms, for storage of all barreled fuel rather than relying on natural depressions to contain spills.

Canada

- Refuelling shall not take place below the high water mark of any water body and shall be
 done in such a manner as to prevent any hydrocarbons from entering any water body
 frequented by fish.
- Spill kits, including shovels, barrels, absorbents, etc. should be readily available at all
 locations where fuel is being stored or transferred in order to provide immediate response in
 the event of a spill and should accommodate 110% of the capacity of the largest fuel storage
 container.
- Spills are to be documented and reported to the NWT/NU 24 hour Spill Line at (867)920-8130. EC recommends that all releases of harmful substances, regardless of quantity, are immediately reported where the release:
 - is near or into a water body;
 - is near or into a designated sensitive environment or sensitive wildlife habitat;
 - poses an imminent threat to human health or safety; or,
 - poses an imminent threat to a listed species at risk or its critical habitat.

Wildlife and Species at Risk

- Section 6 (a) of the *Migratory Birds Regulations* states that no one shall disturb or destroy the nests or eggs of migratory birds. If active nests are encountered during project activities, the nesting area should be avoided until nesting is complete (i.e., the young have left the vicinity of the nest).
- EC recommends that food, domestic wastes, and petroleum-based chemicals (e.g., greases, gasoline, glycol-based antifreeze) be made inaccessible to wildlife at all times. Such items can attract predators of migratory birds such as foxes, ravens, gulls, and bears. Although these animals may initially be attracted to the novel food sources, they often will also eat eggs and young birds in the area. These predators can have significant negative effects on the local bird populations.
- Section 5.1 of the *Migratory Birds Convention Act* prohibits persons from depositing substances harmful to migratory birds in waters or areas frequented by migratory birds or in a place from which the substance may enter such waters or such an area.
- In order to reduce aircraft disturbance to migratory birds, EC recommends the following:
 - Fly at times when few birds are present (e.g., early spring, late fall, winter)
 - If flights cannot be scheduled when few birds are present, plan flight paths that minimize flights over habitat likely to have birds and maintain a minimum flight altitude of 650 m (2100 feet).
 - Minimize flights during periods when birds are particularly sensitive to disturbance such as migration, nesting, and moulting.
 - Plan flight paths to avoid known concentrations of birds (e.g., bird colonies, moulting areas) by a lateral distance of at least 1.5 km. If avoidance is not possible, maintain a minimum flight altitude of 1100 m (3500 feet) over areas where birds are known to concentrate.
 - Avoid the seaward side of seabird colonies and areas used by flocks of migrating waterfowl by 3 km.
 - Avoid excessive hovering or circling over areas likely to have birds.
 - Inform pilots of these recommendations and areas known to have birds.

The following comments are pursuant to the *Species at Risk Act* (SARA), which came into full effect on June 1, 2004. Section 79 (2) of SARA, states that during an assessment of effects of a project, the adverse effects of the project on listed wildlife species and its critical habitat must be identified, that measures are taken to avoid or lessen those effects, and that he effects need to be monitored. This section applies to all species listed on Schedule 1 of SARA. However, as a matter of best practice, EC suggests that species on other Schedules of SARA and under consideration for listing on SARA, including those designated as at risk by the Committee on the Status of Endangered Wildlife in Canada (COSEWIC), be considered during an environmental assessment in a similar manner. The Table below lists species that may be encountered in the project area that have been assessed by COSEWIC as well as their current listing on Schedules 1-3 of SARA (and designation if different from that of COSEWIC). Project impacts could include species disturbance, attraction to operations, and destruction of habitat.



Terrestrial Species at Risk potentially within project area ¹	COSEWIC Designation	Schedule of SARA	Government Organization with Primary Management Responsibility ²
Peregrine Falcon	Special Concern (anatum-tundrius complex³)	Schedule 1	Government of Nunavut
Short-eared Owl	Special Concern	Schedule 1	Government of Nunavut
Polar Bear	Special Concern	Schedule 1	Government of Nunavut
Grizzly Bear	Special Concern	Pending	Government of Nunavut
Wolverine (Western Popluation)	Special Concern	Pending	Government of Nunavut

¹ The Department of Fisheries and Oceans has responsibility for aquatic species.

- For any Species at Risk that could be encountered or affected by the project, the proponent should note any potential adverse effects of the project to the species, its habitat, and/or its residence. All direct, indirect, and cumulative effects should be considered. Refer to species status reports and other information on the Species at Risk registry at www.sararegistry.gc.ca for information on specific species.
- If Species at Risk are encountered or affected, the primary mitigation measure should be avoidance. The proponent should avoid contact with or disturbance to each species, its habitat and/or its residence.
- Monitoring should be undertaken by the proponent to determine the effectiveness of mitigation and/or identify where further mitigation is required. As a minimum, this monitoring should include recording the locations and dates of any observations of Species at Risk, behaviour or actions taken by the animals when project activities were encountered, and any actions taken by the proponent to avoid contact or disturbance to the species, its habitat, and/or its residence. This information should be submitted to the appropriate regulators and organizations with management responsibility for that species, as requested.
- For species primarily managed by the Territorial Government, the Territorial Government should be consulted to identify other appropriate mitigation and/or monitoring measures to minimize effects to these species from the project.
- Mitigation and monitoring measures must be taken in a way that is consistent with applicable recovery strategies and action/management plans.
- All mitigation measures identified by the proponent, and the additional measures suggested
 herein, should be strictly adhered to in conducting project activities. This will require
 awareness on the part of the proponents' representatives (including contractors) conducting
 operations in the field. EC recommends that all field operations staff be made aware of the
 proponents' commitments to these mitigation measures and provided with appropriate advice
 / training on how to implement these measures.
- Implementation of these measures may help to reduce or eliminate some effects of the
 project on migratory birds and Species at Risk, but will not necessarily ensure that the
 proponent remains in compliance with the Migratory Birds Convention Act, Migratory Birds
 Regulations, and the Species at Risk Act. The proponent must ensure they remain in
 compliance during all phases and in all undertakings related to the project.

If there are any additional changes in the proposed project, EC should be notified, as further review may be necessary. Please do not hesitate to contact the undersigned with any questions or comments with regards to the foregoing at (867) 975-4631 or by email at Paula.C.Smith@ec.gc.ca.



² Environment Canada has a national role to play in the conservation and recovery of Species at Risk in Canada, as well as responsibility for management of birds described in the *Migratory Birds Convention Act* (MBCA). Day-to-day management of terrestrial species not covered in the MBCA is the responsibility of the Territorial Government. Thus, for species within their responsibility, the Territorial Government is best suited to provide detailed advice and information on potential adverse effects, mitigation measures, and monitoring. ³ The *anatum* and *tundrius* subspecies of Peregrine Falcon were reassessed by COSEWIC in 2007 and combined into one subpopulation complex. This subpopulation complex was assessed by COSEWIC as Special Concern.

Yours truly,

Paula C. Smith

Environmental Assessment Coordinator

cc: Carey Ogilvie (Head, Environmental Assessment-North, EPO, Yellowknife, NT)