INAC Nunavut Regional Office Field Operations P.O. Box 100, Iqaluit, Nunavut, X0A 0H0 Submitted via E-Mail Our File: 3BM-SAN0308 (expired) CIDM #440134

February 1, 2011

Mr. Muhamud Hassan Senior Administrative Officer, Municipality of Sanikiluaq Sanikiluaq, Nunavut, X0A 0W0 Ph: (867) 266-7900, Fx: (867) 266-7924 E-mail: sanisao@qiniq.com

Re: Inspection of Water License 3BM-SAN0308

Mr. Hassan,

Please find enclosed the water license inspection report for the Municipal Water License inspection conducted on August 17, 2010. Please read the entire inspection report; in particular, all comments and observations with respect to any identified areas of concern and non-compliance with the water license and the Nunavut Water and Nunavut Surface Rights Tribunal Act (herein referred to as "the Act").

In terms of issues related to the use of water or deposit of waste in Nunavut, the role of Indian & Northern Affairs Canada (INAC) is of compliance monitoring and enforcement. Our preferred option is to work with Municipalities by identifying instances of non-compliance, risks to the environment and/or people so that the Municipality is better able to address those issues.

To facilitate this function, INAC is seeking the assistance of the community in achieving compliance with the terms and conditions of the issued water licence by addressing those deficiencies/issues noted during the inspection. To assist the Municipality in this, INAC proposes that the Municipality develop a Compliance Plan through which they will address the items outlined in the inspection report. This Plan is to be forwarded to the Inspector for review.

Should you have any concerns with respect to this report or the conditions of your water licence and require more information or clarification please contact the undersigned. Please feel free to contact our office with any questions you may have.

Sincerely,

## Original signed by:

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Manager of Field Operations, Nunavut Regional Office
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