

Leave to Construct

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Aug 4, 2021

BY RESS AND EMAIL

Christine Long Registrar Ontario Energy Board 2300 Yonge Street, 27th Floor Toronto, ON M4P 1E4

Dear Christine Long:

Re: Enbridge Gas Inc. (Enbridge Gas)

> Ontario Energy Board (OEB) File No.: EB-2019-0247 2020 Federal Carbon Pricing Program Application

**Reply Submission on Deferred Issues** 

On July 27, 2021, Anwaatin Inc. (Anwaatin) filed a submission addressing the Federal Court's Ermineskin Cree Nation v. Canada (Environment and Climate Change) decision. Enclosed please find Enbridge Gas's response to Anwaatin's submission.

If you have any questions, please contact the undersigned.

Sincerely,

**Adam Stiers** Manager, Regulatory Applications – Leave to Construct

T. Persad (Enbridge Gas Counsel) CC:

T. Dyck (Torys)

M. Parkes (OEB Staff)

L. Murray (OEB Counsel)

EB-2019-0247 (Intervenors)

IN THE MATTER OF the Ontario Energy Board Act, 1998, S.O. 1998, c. 15, (Schedule B);

AND IN THE MATTER OF an application for Enbridge Gas Inc. (Enbridge Gas), for an order or orders for gas distribution rate changes and clearing certain non-commodity deferral and variance accounts related to compliance obligations under the Greenhouse Gas Pollution Pricing Act, S.C. 2018, c. 12, s. 186 (the Application).

### **ENBRIDGE GAS INC.**

# RESPONDING SUBMISSION TO THE ADDENDUM TO SUBMISSIONS OF ANWAATIN INC.

OEB File No. EB-2019-0247

August 4, 2021

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# 1 1. INTRODUCTION

- 2 Enbridge Gas Inc. ("Enbridge Gas") makes brief submissions in response to the
- addendum to submissions filed by Anwaatin Inc. ("Anwaatin") on July 27, 2021
- 4 addressing the Federal Court's Ermineskin Cree Nation v. Canada (Environment
- and Climate Change) decision. That decision does not set a precedent for this
- 6 proceeding; it addresses a different context that is distinguished from this case.

## 7 2. THE ERMINESKIN DECISION

- 8 The *Ermineskin* decision arises from an impact benefit agreement ("**IBA**") that
- was executed to compensate for acknowledged *non-economic* impacts on s. 35
- Treaty rights arising from a mining expansion project. The Court found that the
- 11 IBA, as compensation for those non-economic impacts on s. 35 rights, therefore
- created economic rights "closely related to and derivative from Aboriginal and
- 13 Treaty rights."2
- On that basis, Ermineskin alleged, and the Court agreed, that a duty to consult
- arose in respect of the decision of the Minister of the Environment and Climate
- 16 Change to designate the mine expansion project for an impact assessment under
- the federal *Impact Assessment Act*, on the basis that it would "delay, lessen or
- eliminate Ermineskin's economic interest" in the expansion.<sup>3</sup> The Court held that
- the lack of notice to, or consultation with, Ermineskin in that context constituted a
- 20 failure to discharge the duty to consult.4
- The Court *did not* determine that a government decision potentially impacting the
- economic interests of an Indigenous community gives rise to the duty to consult.
- 23 The duty to consult arose because the economic interest in the IBA was closely
- linked to and derivative from recognized non-economic s. 35 rights. Further, no

<sup>&</sup>lt;sup>1</sup> Ermineskin Cree Nation v. Canada (Environment and Climate Change), 2021 FC 758 ["Ermineskin"]

<sup>&</sup>lt;sup>2</sup> Ermineskin at paras. 8, 127.

<sup>&</sup>lt;sup>3</sup> Ermineskin at para. 6.

<sup>&</sup>lt;sup>4</sup> Ermineskin at para. 132.

- determination was made that any substantive outcome was required from the
- 2 consultation process.

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## 3. NO DUTY TO CONSULT ARISES

- In this proceeding, there is no Aboriginal or Treaty right to the purchase and use
- of natural gas at a given price, as discussed in section 4.1 of the Responding
- 6 Submission of Enbridge Gas, dated July 5, 2021 ("Enbridge Gas Responding"
- 7 **Submission**"). In contrast to *Ermineskin*, Anwaatin has not demonstrated that
- there are any "economic rights and benefits closely related to and derivative from
- 9 Aboriginal rights".
- Anwaatin alleges that s. 35 "economic rights" or "economic interests" arise "in
- and around their Reserve lands and on-Reserve personal property".<sup>5</sup> In contrast
- to *Ermineskin*, in this proceeding, there is no IBA, agreement or other form of
- economic undertaking setting out concrete economic rights for Indigenous
- peoples in respect of natural gas, as accommodation for the potential impacts of
- another project or measure on Aboriginal or Treaty Rights. The "economic right"
- asserted by Anwaatin is not accommodation for other potential impacts on
- Aboriginal and Treaty rights. Anwaatin has not articulated any such impacts in its
- submissions. What is at issue is simply the pricing of a service the delivery of
- natural gas. No "economic right" arises in respect of natural gas pricing merely
- because natural gas is used on or near Reserve.
- The broad reading of *Ermineskin* advanced by Anwaatin is not supported by the
- decision itself. It would mean that every government decision that affects the
- price of any good used or service provided on or around Reserve lands is subject
- to the duty to consult. The duty to consult is not triggered in this circumstance.

## 4. NO SIGNIFICANT IMPACT

In any event, even if the duty to consult is triggered, it is discharged through this

27 proceeding. The consultation defect at the core of the *Ermineskin* decision is not

<sup>&</sup>lt;sup>5</sup> Anwaatin Addendum Submission.

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- present here. This proceeding has included substantial submissions from
- 2 Anwaatin and the COO, and the OEB's decision will undoubtedly address those
- 3 submissions.
- The Court in *Ermineskin* did not find that a specific substantive outcome was
- 5 required in respect of the economic rights set out in the IBA, which flow from the
- 6 underlying s. 35 rights. The Court only held that notice and consultation was
- 7 necessary in light of these rights. Similarly, in this proceeding, if the duty to
- 8 consult is triggered, Enbridge Gas submits that consultation has occurred, but no
- 9 particular substantive outcome is required.
- If the duty to consult is triggered, this proceeding has not revealed a significant
- impact on Aboriginal or Treaty rights, as set out in section 4.2 of the Enbridge
- Gas Responding Submission. Moreover, in practice, any effect of the Federal
- Fuel Charge is addressed by the Climate Action Incentive rebate payments and
- other funds that flow directly to Indigenous Communities through this program.
- The federal government is best placed to consider what, if any, other mitigation
- measures may be implemented in respect of this complex environmental
- 17 regulatory regime.