

| File No. : | Environment Act Licence No.: 1339R | | | | | |
|--|------------------------------------|--|--|--|--|--|
| Legal name of the Licencee: Can | adian Kraft Paper | Industries Ltd. | | | | |
| Name of the development: Cana | dian Kraft Pap | er Industries Ltd. | | | | |
| Category and Type of development p | er Classes of Deve | elopment Regulation: | | | | |
| Forestry | Pulp and paper mills | | | | | |
| Licencee Contact Person: Lisa Jo Mailing address of the Licencee: Pr City: The Pas | | MB Postal Code: R9A 1L4 | | | | |
| Phone Number: (204) 623-8450 F | ax: | Email: lisa.jones@ckpi.com | | | | |
| Name of proponent contact person | for purposes of the | environmental assessment (e.g. consultant): | | | | |
| Phone: | Mailingad | ddress: | | | | |
| Fax: | | | | | | |
| Email address: | | | | | | |
| Short Description of Alteration (max | (90 characters): | | | | | |
| Continuation of the Landspreadin | g Pilot Study Proje | ect on Canadian Kraft Paper's millsite. | | | | |
| Alteration fee attached: Yes: | No: 🗸 | | | | | |
| If No, please explain: | | | | | | |
| Date: 2023-07-03 | Signature: | | | | | |
| | Printed name: Lisa Jones | | | | | |
| A complete Notice of Alteration (NoA) consists of the following components: Cover letter Notice of Alteration Form 1 hard copy and 1 electronic copy of the NoA detailed report (see "Information Bulletin - Alteration to Developments with Environment Act Licences") \$500 Application fee, if applicable (Cheque, payable to the Minister of Finance) Note: Per Section 14(3) of the Environment Act, Mage | | For more information: Phone: (204) 945-8321 Fax: (204) 945-5229 https://www.gov.mb.ca/sd/ permits_licenses_approvals/eal/licence/index.html | | | | |
| submission of an Environment Proposal Report Guidelines") | Act Proposal Forn | n (see "Information Bulletin – Environment Act | | | | |



PO Box 1590 • The Pas, Manitoba • R9A 1L4

Telephone (204) 623-7411

July 3, 2023

TM-10053 Code #09-LF-009

Siobhan Burland Ross, Acting Director Environmental Approvals Branch Manitoba Environment and Climate 14 Fultz Boulevard Winnipeg, Manitoba R3Y 0L6

Re: Canadian Kraft Paper Biosolids Landspreading Project – 2023 Continuation

Dear Ms. Burland Ross:

Since October 2017 Canadian Kraft Paper Industries (CKP), with the approval of Manitoba Environment and Climate (MEC), has undertaken a Landspreading Pilot Study Project which involves removing biosolids from the effluent treatment system and applying it to industrial lands on CKP's millsite. The initial Pilot Study approval was valid until April 30, 2022. On July 20, 2022, the NoA was extended to include the 2022 landspreading project. CKP is requesting a NoA for 2023 while the recently submitted Environmental Act Proposal to carry out biosolids landspreading onsite is being approved. This will allow for the removal of primary biosolids from the effluent treatment system in order to maintain the system's treatment efficiency. In addition to landspreading onsite, CKP is carrying out a trial this summer exploring the use of biosolids as a soil amendment on agricultural lands. This trial was authorized by the Approvals Branch on May 17, 2023. Table 1 summarizes the volume and location of the landspreading on CKP property in 2022.

| Year | Site | # Hectares | Rate (BDT/Ha) | Bone Dry Tons of Material (BDT) | Source of Biosolids |
|-------|--|------------|------------------|--|----------------------|
| 2022 | 2A zone 1&3 | 4.7 | 833 | 2,388.40 | South Settling Basin |
| 2022 | Capped Landfill 1 zone 2 ^[1] | 2.9 | 31 | 90.43 | South Settling Basin |
| Total | | | | 2,478.83 | |

Table 1: 2022 Landspreading Volume and Location

[1] A small portion of CLF1 (Zone 2) was used in 2023 landspreading project.

As per the June 2018 NoA, the biosolids landspread on Sites 2A zone 2, 2B, portions of the Capped Landfill 1, will no longer be tested annually (testing for 3 years after the application is required). All other areas will be tested in fall 2023. Portions of the primary and secondary biosolids spread on Capped Landfill 1 have been seeded, the remaining portions that received biosolids in 2021 will be reseeded in spring 2023 as these areas were too soft to access last fall. Portions of South of Water Treatment, and Capped Landfill 2 will also be seeded in 2023. Results of past year's seeding have been impressive with sites showing large amounts of vegetation growth, see photos from 2022 in Appendix A. For 2023, primary biosolids from the North Settling Basin will be dredged in order to maintain the health of the effluent treatment system. Based on previous years, it is estimated that roughly 3000 BDT will be removed from the settling basin. The plan is to spread this material on approved sites on CKP property.

Biosolids Landspreading in 2023:

On August 16, 2021, MECP approved the spreading of an additional layer of biosolids on previously landspread sites, with the stipulation that phosphorus concentrations in the soil were less than 60 ppm. CKP plans to landspread an additional layer of biosolids on sites where the phosphorus concentration is below 60 ppm limit. Based on the fall sampling program CKP is requesting to add an additional layer of biosolids to CLF1 Zone 4, North of Sawmill, and Site 2A Zone 2 (if needed). In addition, CKP is proposing to establish a new landspreading site north of the administration building. Background soil testing is being performed on this location in accordance with the June 12, 2018, NoA. Pending the test results, this area may be utilized in 2023. Note that not all the locations below will be used in 2023 as it is estimated that approx. 3000 BDT will be removed from the NSB this summer. The request for approval of 4 sites is to ensure that if some sites are too soft to access, there are other landspreading areas available for use.

| Source of | Site | #Hectares | Rate | Bone Dry Tonnes | | | | |
|-------------------|----------------------------|-----------|-------------------|-----------------|--|--|--|--|
| Biosolids in 2023 | | | | of Material | | | | |
| NSB | CLF1 (Zone 4) | 4.77 | 691.4 Tonne/Ha or | 3,298 | | | | |
| | | | 1' in depth | | | | | |
| NSB | North of Sawmill | 1.41 | 691.4 Tonne/Ha or | 975 | | | | |
| | | | 1' in depth | | | | | |
| NSB | North of the | 1.95 | 691.4 Tonne/Ha or | 1,348 | | | | |
| | Administration Building | | 1' in depth | | | | | |
| | (if needed) | | | | | | | |
| NSB | Site 2A Zone 2 (if needed) | 1.18 | 691.4 Tonne/Ha or | 816 | | | | |
| | | | 1' in depth | | | | | |
| Total | | 9.31 | | 6,437 | | | | |

Table 2: 2023 Proposed Landspreading Sites (hectares estimated from Google Earth)

Figure 1: CKP Millsite with Proposed Landspreading Sites North of the Sawmill, North of the Administration Building, and Site 2A Zone 2



Figure 2: Proposed Landspreading Site Capped Landfill 1 Zone 4, represented by the yellow polygon.



Table 3 lists the available phosphorus from 15 and 30 cm depths (composite samples) on landspreading sites at CKP. Note that the results from the control areas and site 2D, are all background soil values (no biosolids were applied on these sites). The remaining results are from sites with biosolids applied over the soils, as such the samples would contain a combination of both native soils and biosolids. There are several sites, that include Site 2A/2B, North of Sawmill, South of Water Treatment, and portions of CLF1, where available phosphorus levels are currently below 60 ppm after biosolids application. Based on the data collected between 2017 to 2022, CKP believes that the fall sampling data is indicative of current nutrient levels, as land management practices have not changed and there is a general downward trend of phosphorus levels over time. With 3-5 years of erosion and plant growth on these sites, biosolid depths have reduced to as little as 3-4" in some locations and in others have become homogenous with the underlying soils. This can be seen in the site photos in Appendix A.

| Site | Depth (cm) | Year | Source of Biosolids/Material | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 |
|-----------------------------|---------------|-----------|---------------------------------|------|------|------|------|------|------|
| Site 2A – Zone 1 | 0-15 | 2017 | North Basin | 1.8 | 35.3 | 25.1 | 25.0 | - | 30.4 |
| Site 2A – Zone 2 | 0-15 | 2018 | South Basin | 1.8 | 118 | 58.5 | 36.8 | 18.4 | - |
| Site 2A – Zone 3 | 0-15 | 2018 | South Basin/Yard Waste | 1.8 | 45.8 | 18.5 | 41.8 | 32.4 | 28.1 |
| Site 2A Control | 0-15 | - | - | - | <1.0 | <1.0 | <1.0 | <2.0 | 50.6 |
| Site 2B | 0-15 | 2018 | South Basin | 1.8 | 58.1 | 42.9 | 21.5 | 21.8 | - |
| Site 2B Control | 0-30 | - | - | - | 1.3 | 2.3 | 1.5 | 1.9 | <1.0 |
| CLF1 – Zone1 | 0-30 | 2018 | South Basin | 3.6 | 55.7 | 69.7 | 83.1 | 85.6 | - |
| CLF1 – Zone 2 | 0-30 | 2019/2021 | North basin/ Aerated Lagoon | 3.6 | - | 49.4 | 72.0 | 103 | 195 |
| CLF1 – Zone 3 | 0-30 | 2018/2019 | Aerated Lagoon | 3.6 | 113 | 244 | 137 | 166 | 249 |
| CLF1 – Zone 4 | 0-30 | 2020 | South basin | - | - | - | 56.2 | 39.2 | 42.4 |
| CLF2 | 0-30 | 2020 | South Basin/ Aerated Lagoon | 1.6 | - | - | 49.7 | 68.1 | 61.3 |
| Site 2D | 0-15 | - | - | - | - | - | <1.0 | - | - |
| North of Sawmill | 0-15 | 2021 | North Basin | - | - | 2.8 | - | 27.0 | 36.4 |
| South of Water Treatment | 0-15 | 2021 | North Basin | 1.6 | - | - | - | 30.9 | 22.4 |

Table 3: Available P for all Landspreading Sites from 2017-2022

NOTE: That there is some variation in levels due to the sample locations changing each year.

Each site listed in Table 2 that is slated to receive biosolids will be bermed prior to application in order to capture any potential run-off. A formal monitoring program is in place to address and mitigate any non-compliances that may occur. Specifically, weekly inspections of the landspread areas will take place. This includes ensuring the integrity of the berms and removal of any standing water that has the potential to breach the berm using a vacuum truck. If a significant amount of water accumulates within any of the bermed areas, it will also be removed by a vacuum truck and taken to the effluent treatment system for treatment.

The 2023 dredging and landspreading pilot study project is tentatively scheduled to begin at end of August. CKP is requesting a response regarding the continuation of the Pilot Study Project by August 18, 2023, to ensure that there is no delay in the work planned for 2023.

Sincerely,

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Lisa Jones Environmental Coordinator

Attach.

cc: Robert Boswick, Environmental Approvals Branch, Winnipeg Cristal Huculak, Environmental Compliance and Enforcement, The Pas Leigh Johnston, Mill Services Manager Tamsin Patience, Director of Mill Services

Appendix A



Photograph 1: July 11, 2022 Vegetation growth on CLF1 Zone 1



Photograph 2: Site 2B July 18, 2022



Photograph 3: Site 2A Zone 2 July 26, 2022



Photograph 4: South of Water Treatment August 24, 2022



Photograph 5: CLF2 Zone 1 Aug 26, 2022



Photograph 6: North of Sawmill August 31, 2022



Photograph 7: 2B October 11, 2022



Photograph 8: North of Sawmill October 11, 2022