What Does the Blueberry River Decision Mean for Next Generation IBAs?

Julie Abouchar

Partner, Specialist in Indigenous Legal Issues and in Environmental Law

Certified by the Law Society of Ontario

Charles J. Birchall

Partner, Certified Specialist in Environmental Law by the Law Society of Ontario

with assistance from Elena Kusaka

This presentation provides general information and is not intended to provide legal advice.

Audience members should seek legal advice for specific situations.

OAIA Conference Toronto, Ontario October 26, 2023

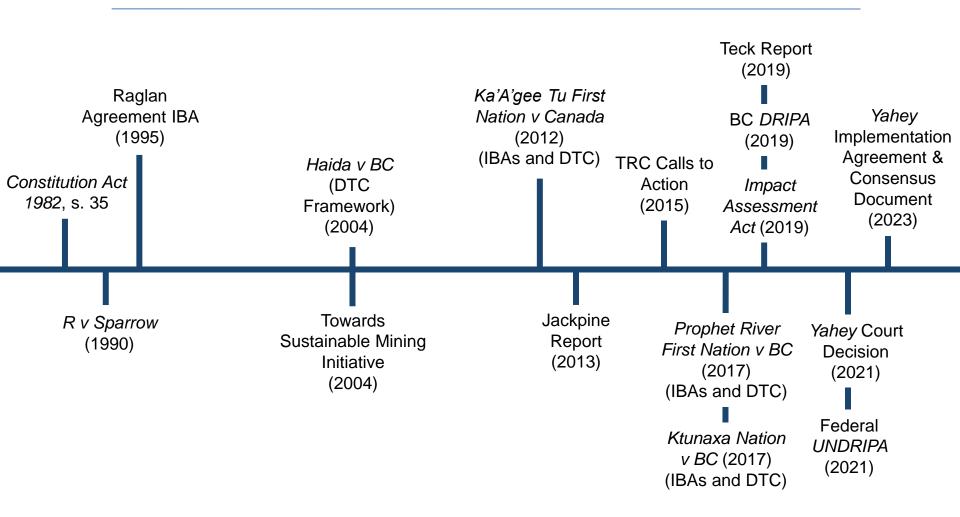


Outline

- Development of IBAs in Canada
- Review of Yahey case and implications
- Discuss outcomes of Yahey and the Implementation Agreement
- Implications for Next Generation IBAs



Cumulative Effects and IBAs in Context



Impact Benefit Agreements (IBAs)

- Private contract between proponent and impacted Indigenous community
- Context of regulatory uncertainty and shift towards corporate social responsibility
- Court decisions show IBAs are indicator of consultation
- Uneven legal landscape across Canada for IBAs means IBAs are not required in most jurisdictions



Early Impact Benefit Agreements

- Focus on agreement and certainty for proponent
- Prioritization of approval and production over closure and remediation
- Proponent-led environmental monitoring
- Defined project impact area
- Dispute settlement processes not welldeveloped



IBAs Continue to Develop

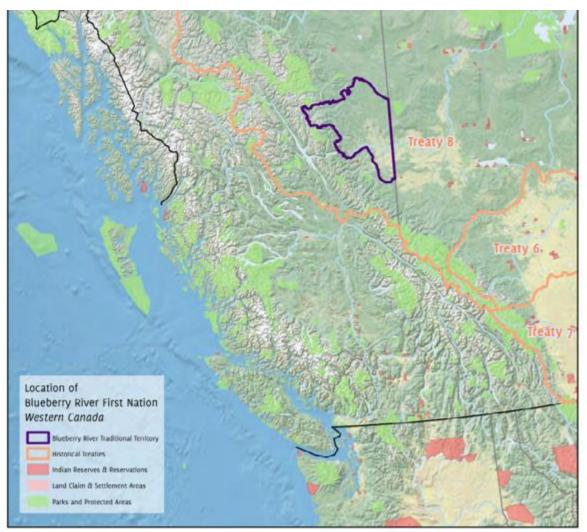
- Flexible instrument
- Outline future ongoing relationship
- Framework for ESG commitments
- IBAs as evidence of consent of impacted Indigenous community
- Respond to UNDRIP

How will IBAs respond to Yahey?



Cumulative Effects:

Yahey v British Columbia, 2021 BCSC 1287



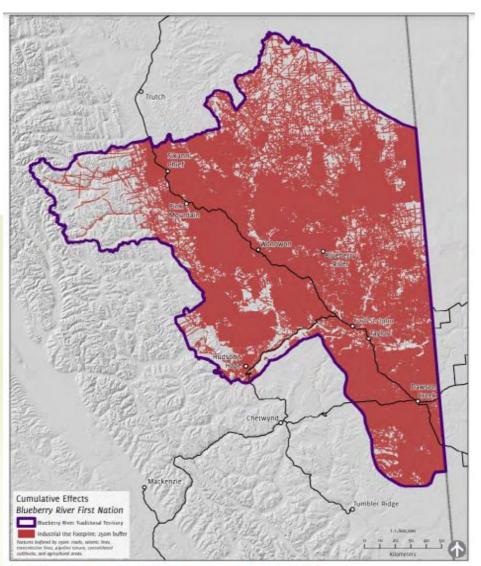
Excerpted from the Atlas of Cumulative Landscape Disturbance in the Traditional Territory of Blueberry River First Nation prepared by David Suzuki Foundation and dated 2016, Map 1



Map 1. Blueberry River First Nations traditional territory in Western Canada

Cumulative Effects:

Yahey v British Columbia, 2021 BCSC 1287



Excerpted from the Atlas of Cumulative Landscape Disturbance in the Traditional Territory of Blueberry River First Nation prepared by David Suzuki Foundation and dated 2016, Map 32



Cumulative Effects: *Yahey v British Columbia*, 2021 BCSC 1287

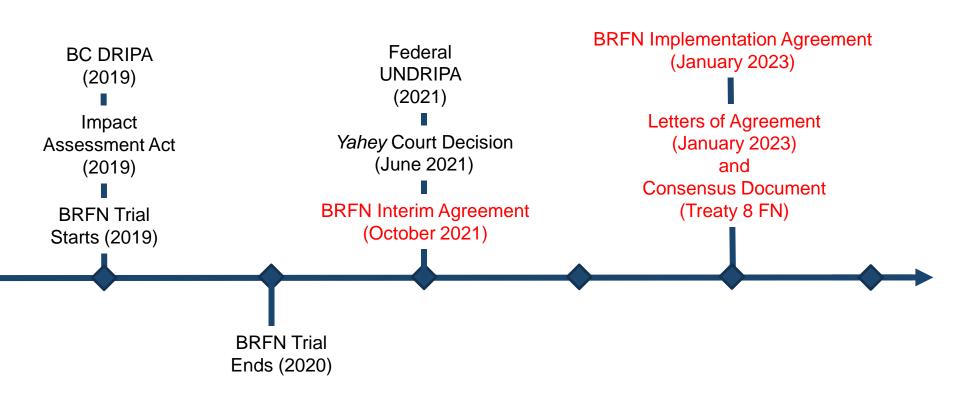
Court held that Province infringed Blueberry's treaty rights, failed to uphold honour of the Crown, and breached fiduciary duty

- failure to develop a process to assess or manage cumulative effects
- "Permit by permit" consultation does not consider cumulative impacts on exercise of treaty rights

Court issued four declarations, including

- the parties must act with diligence with consult and negotiate to establish enforceable mechanisms to assess and manage the cumulative impact of development on rights and ensure rights are respected
- the Province may not continue to authorize activities that breach its treaty promises and obligations, or that unjustifiably infringe Blueberry's exercise of its rights

Post-Yahey Agreements



Implementation of Yahey: Interim Agreement

- Signed with Blueberry River First Nations
- \$35M fund for land healing activities and to create jobs for members
- \$30M to support BRFN in protecting their way of life
- Forestry and oil and gas projects permitted before Yahey decision
 - 195 projects to proceed
 - 20 projects in areas of high cultural importance are paused pending further negotiation and agreement
- Update moose hunting regulations



Implementation of Yahey: Implementation Agreement

- Signed with Blueberry River First Nations
- Regional Strategic Environmental Assessment
 - assess cumulative effects
 - produce new land use objectives
 - petroleum and natural gas development planning
 - wildlife management
- Collaboration on development plans
 - establish protected areas
- Reduce forestry in high value areas



Implementation of Yahey: Letters of Agreement

- Separate Agreements signed with Four Treaty 8 FNs
 - Fort Nelson, Saulteau, Halfway River and Doig River First Nations
- Letter Agreements confirm commitment to implementing Consensus Document
- Separate PNG revenue sharing agreements contribute to financial accommodation during agreement term
- Reflect specific priorities of each First Nation signatory
- Agreement to discuss further collaborations on shared decision-making

Willms

Implementation of Yahey: Consensus Document

- Discussions are ongoing with other Treaty 8 FNs
- Consensus Document environmental provisions include
 - commitments to change wildlife management and hunting regulations and complete Regional Strategic EA
 - establish new forms of land and resource co-management and shared decision making
 - build a comprehensive cumulative effects management system
 - funding for a collaborative stewardship forum and for new conservation officers
 - restoration fund to heal the land and address cumulative effects
 - agreement to explore carbon credit opportunities

Implementation of Yahey: Key Areas of Significance

- Collaborative cumulative effects assessment / numerous authorizations
- Watershed and ecosystem approach to Treaty lands
- Consultation process with an issues resolution process
- Both processes to be reviewed to see if they are effective
- Land protection and healing



Implications for IBAs

- Protection of land within licensed area
 - protection as a cumulative effects goal
 - new disturbance caps with carry forward option
 - emphasis on avoiding versus minimizing
- More focus on closure and progressive reclamation
 - early IBAs limit collaboration on closure and reclamation planning
- Periodic review of environmental process effectiveness

Implications for IBAs

- Indigenous environmental monitoring and reporting of spills and exceedances
 - early IBAs tied environmental monitoring funding to production
- co-developed environmental assessment standards or practices
- Consent subject to expectation that proponents will implement commercially reasonable mitigation recommendations
 - where disagreement, third party experts may resolve

Limitations of Implementation Agreement Model

- Corporate decision-making model
- Project-by-project
- Limited ability to enact regional planning/ecosystem approach
- IBAs governed by contract law



Take-aways

- Role for IBAs between Indigenous governments and proponents
- Emphasis on environmental monitoring and protection through life of the project
- Long-term relationships need to be sustained and maintained



Willms & Shier Environmental Lawyers

- Established nearly 50 years ago
- Environmental, Indigenous, and Energy law
- 18 lawyers
 - seven lawyers are certified by the Law Society of Ontario as Environmental Law Specialists and one in Indigenous Legal Issues
 - lawyers called to the Bars of Alberta, British Columbia, Ontario, New Brunswick, Northwest Territories, Nunavut and the Yukon
 - offices in Toronto, Ottawa, Calgary, and Yellowknife



Contact Information



Julie Abouchar

(416) 862-4836
jabouchar@willmsshier.com



Charles J. Birchall
(613) 761-2424
cbirchall@willmsshier.com

Willms & Shier Environmental Lawyers LLP

www.willmsshier.com

