CANADIAN ADMINISTRATIVE LAW – SAMPLE QUESTION AND ANSWER

Session: Substantive Constraints

Topic: Standard of Review – Aboriginal and Treaty Rights (1)

Recommended time: 60 Minutes

Score: 100 Marks

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Facts

You are an articling student at a law firm in downtown Calgary. Just as you were about closing

for work yesterday, your principal invited you to his office and sought your opinion on a matter

that was just taken over from another counsel.

According to him, the Athabasca Chipewyan First Nation (ACFN) had retained the firm in

respect of a pending matter. The background facts are that ACFN is the host community to the

Royale Stallion Oil Inc., an Albertan registered oil and gas company which obtained an oil

mining license about nineteen years ago. The company had since then been mining and

prospecting for oil in the fields allocated to it pursuant to the license which was granted for an

initial period of twenty years, renewable for a further term of ten years.

Last winter, the company applied to Alberta Energy Regulator for a renewal of its prospecting

license as provided under the contract. Also, the company applied to take over another oil field in

the same community which has been abandoned for over three years. Both applications have

been granted by the Regulator.

ACFN through their erstwhile counsel then filed a Regulatory Appeal under the Responsible

Energy Development Act (REDA) which provides that parties dissatisfied with the decision of

Alberta Energy Regulator may submit a request for appeal to the Chief Hearing Commissioner

appointed pursuant to the Act. The Hearing Panel upheld the decision of the Regulator, holding that there was no duty to consult ACFN before the renewal and takeover approvals.

ACFN has now lodged an appeal at the Court of Appeal in line with the provision of the REDA which provides for appeal to the Court for judicial review. ACFN's main grounds for the appeal are two-fold: firstly, that the Hearing Panel erred in law by not holding that the renewal and take-over decisions were made in breach of ACFN's right to be consulted before any action was taken by the Regulator, pursuant to their constitutional rights under s. 35 of the Constitution. ACFN asserts that the action of the Regulator might harm their treaty protected rights to hunt for food and fish. The erstwhile counsel to ACFN had submitted that the constitutional duty to consult is triggered by an existing Aboriginal or Treaty Right so long as the Crown had actual or constructive notice of it. He concluded that the duty requires that an inquiry be made as to whether the decision of the Regulator might adversely affect these rights.

Counsel to Royale Stallion Oil Inc. argues to the contrary. To her, the argument of ACFN is not the law. While she concedes that ACFN did have existing rights to hunt and fish for food over an area of land that includes the company's oilfields, nonetheless, ACFN adduced no evidence that these Treaty Rights might be harmed in some non-trivial manner by the renewal or takeover. Because, the duty to consult would only have arisen when there is evidence of a possibility that the renewal and takeover granted by the Regulator may harm an Aboriginal or Treaty Right. But in this case, there is no such evidence before the Regulator to trigger the duty. And since the ACFN did not adduce any evidence to show that a duty to consult was triggered by the possibility of harm, the regulator was right in granting the renewal and the appeal is without merit.

Your principal needs your opinion on the applicable standard of review on the issue before the Court of Appeal. Prepare a memo on the applicable standard of judicial review.