

GENERAL ORDER
2021-0002-01
Section 49 *Oil and Gas Activities Act*

Issued to:

Cancen Oil Processors B.C. Inc.
11464 - 149 Street NW
Edmonton, AB T5M 1W7

Attention: Keith Talbot, President

Order:

Pursuant to section 49(1)(d) of the *Oil and Gas Activities Act* (the Act), I, Patrick Smook, order that Cancen Oil Processors B.C. Inc. (Cancen) must:

1. Conduct a full-scale (major) exercise for Well Authorization 22847 (WA22847) in the Kotcho field as described in clause A.4.10 of Annex A of CSA Z246.2 (the Exercise) to the satisfaction of the Commission on or before October 1, 2021.

Conditions:

- A. This order shall remain in effect until amended or terminated in whole or in part by the Commission.

Reasons:

I make this Order for the following reasons:

1. Cancen is a permit holder under the Act for WA22847 in the Kotcho field.
2. Pursuant to section 4(2) of the Emergency Management Regulation (EMR), a permit holder must conduct a full-scale (major) exercise, as described in clause A.4.10 of Annex A of CSA Z246.2, at least once every 3 years.
3. Pursuant to section 4(3)(a) of the EMR, a permit holder must conduct a tabletop or functional exercise, as described in clause A.4.10 of Annex A of CSA Z246.2, in each year that an exercise referred to in section 4(2) is not conducted.
4. On September 18, 2019, the Commission issued Cancen a letter exempting Cancen from sections 4(2) and 4(3) of the EMR provided Cancen met the conditions stipulated within the exemption letter.
5. The Commission advised Cancen on November 3, 2020 that it had failed to meet the conditions stipulated in the exemption letter and therefore Cancen was required to meet its regulatory requirements relating to emergency response exercises.

6. Cancen did not conduct a tabletop or functional exercise as required by section 4(3) of the EMR in 2020.
7. On August 25, 2021, Cancen conducted a tabletop exercise in an effort to meet its outstanding regulatory requirements for 2020. Cancen failed to perform this exercise in a manner which met the requirements of the EMR.
8. Cancen has not conducted a full-scale (major) exercise as required by section 4(2) of the EMR since becoming the permit holder for WA22847 in 2010.
9. I am of the opinion that Cancen has failed to comply with sections 4(2) and 4(3) of the EMR.

Review and Appeal:

Cancen may request a review of this order under section 70 of the Act by submitting a request for review to ogc.determinationreviews@bcogc.ca.

Alternatively, Cancen may appeal this order to the Oil and Gas Appeal Tribunal under section 72 of the Act. The process for appeals may be found at www.ogat.gov.bc.ca and a notice of appeal may be sent to the Oil and Gas Appeal Tribunal at:

Oil and Gas Appeal Tribunal
PO Box 9425 Stn Prov Govt
Victoria, BC, V8W 9V1



Patrick Smook
Executive Director, Compliance and Enforcement
Oil and Gas Commission

DATED AT Fort St. John, in the Province of British Columbia, this 31 day of August, 2021.