

Quarterly Enforcement Action Summary

Q2 April 1, 2017 to June 30, 2017

The BC Oil and Gas Commission (Commission) is the provincial regulatory agency with responsibility for regulating oil and gas activities in British Columbia, including exploration, development, pipeline transportation and reclamation.

This summary provides a quarterly overview of enforcement actions undertaken by the Commission during the second quarter of 2017. Please contact <u>OGC.Communications@bcogc.ca</u> with any questions or comments.



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Compliance categories with no enforcement actions issued during this quarter have not been listed.

Order

Issued if there is a failure to comply with the <u>Oil and Gas Activities Act</u> (OGAA), associated regulations, permits or authorizations, or a previous order. Orders may also be issued to protect public safety or the environment, or to promote the conservation of petroleum and natural gas resources. Orders are available on the <u>Compliance and Enforcement page</u> of the Commission website.

Contravention Decision

A decision made on whether a contravention of OGAA, associated regulations, permits or authorizations, or previous orders has occurred. An administrative penalty may be levied in accordance with the Act and Administrative Penalties Regulation. Contravention Decisions are available on the <u>Compliance and Enforcement page</u> of the Commission website.

Definitions

Order Terminated:

Once the Commission is satisfied the circumstances giving rise to an order have been addressed or are no longer present, the Commission may terminate the order.

Compliance Ongoing:

This covers situations where a permit holder is working to comply with the requirements laid out in the order. The enforcement process remains active and open.

| OPERATOR | Location | Legislation | Description | Status |
|---------------------------------------|--------------|---------------------------------------|---|------------------------|
| PROCYON ENERGY CORP. | Various | Order 2017-009 s. 49(1)(a) of OGAA | Submit a supplemental plan outlining a reactivation proposal for wells to return LMR to 1.0, and implement the plan or pay full outstanding security. | Compliance Ongoing. |
| CANADIAN NATURAL RESOURCES LIMITED | MILE 132 | Order 2017-010 s. 49(1)(a) of OGAA | Minimize sediment flowing into stream at bridge and reestablish proper drainage including culverts and ditches from KM 3 to KM 19.5 of PDR 165. | Order Terminated. |
| VENTURION OIL LIMITED | 10-36-81-14 | Order 2017-011 s. 49(1)(a) of OGAA | Immediately shut-in facility 7696 located at 10-36-81-14. | Compliance Ongoing. |
| Tourmaline Oil Corp. | Fort Nelson | Order 2017-012 s. 50 of ALCA | Submit reclamation plan for list of 10 pipelines in the ALR; complete reclamation and submit Schedule B Assessment for each pipeline. | Compliance Ongoing. |
| Tourmaline Oil Corp. | Helmut | Order 2017-013 s. 49(1)(a) of OGAA | Submit reclamation plan for list of 10 pipelines; complete reclamation and submit Schedule B Assessment for each pipeline. | Compliance Ongoing. |
| PAVILION ENERGY CORP. | 03-10-085-21 | Order 2017-014 s. 49(1)(a) of OGAA | Implement measures to prevent flow of surface runoff at Red Creek facility; sample and analyze soils and liquid and delineate area impacted; remediate stained soil around flare stack; and provide Commission with analytical data report and evidence of remediation. | Order Terminated. |
| ARC RESOURCES | Peejay | Order 2017-015 s. 50 of ALCA | Submit reclamation plan for list of 37 pipelines in the ALR; complete reclamation and submit Schedule B Assessment for each pipeline. | Compliance Ongoing. |
| ARC RESOURCES LTD. | Various | Order 2017-016 s. 49(1)(a) of OGAA | Submit reclamation plan for list of 41 pipelines; complete reclamation and submit Schedule B Assessment for each pipeline. | Compliance Ongoing. |
| SHELL CANADA LIMITED | Various | Order 2017-017 s. 50 of ALCA | Submit reclamation plan for a list of 10 pipelines in the ALR; complete reclamation and submit a Schedule B Assessment for each pipeline. | Compliance Ongoing. |
| SHELL CANADA LIMITED | Portage | Order 2017-018 s. 49(1)(a) of OGAA | Submit reclamation plan for list of 28 pipelines; complete reclamation and submit Schedule B Assessment for each pipeline. | Compliance Ongoing. |
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| OPERATOR | Location | Legislation | Description | Status |
|---|---------------------|--|--|------------------------|
| TAQA NORTH LTD. | Fort St. John | Order 2017-019 s. 49(1)(a) & (b) of OGAA | On PDR 222, conduct remedial work at bridge crossing to stop sediment flowing into Coal Creek; ensure road drainage systems, culverts and ditches are functional; employ independent environmental monitor to observe remedial works; and submit evidence of all works to the Commission. | Order Terminated. |
| PAVILION ENERGY CORP. | 16-19-085-19 | Order 2017-020 s. 49(1)(a) & (b) of OGAA | Implement measures to prevent flow of surface runoff at Stoddart facility; sample and analyze soils and liquid and delineate area impacted; remediate stained area; and provide Commission with analytical data report and evidence of remediation. | Compliance Ongoing. |
| ENCANA CORPORATION | Various | Order 2017-021 s. 49(1)(a) of OGAA | Submit reclamation plan for list of 20 pipelines; complete reclamation and submit Schedule B Assessment for each pipeline. | Compliance Ongoing. |
| ENCANA CORPORATION | Various | Order 2017-022 s. 50 of ALCA | Submit reclamation plan for list of 15 pipelines in the ALR; complete reclamation and submit Schedule B Assessment for each pipeline. | Compliance Ongoing. |
| PROGRESS ENERGY CANADA LTD. | B-21-F/094- G-01 | Order 2017-023 s. 49(1)(b) of OGAA | Remove water from freshwater storage dam located at B-21- F/094-G-01 to reduce level to 1.5 metres below top of structure and discharge in a manner that does not cause damage; continue to maintain water level; and install an armoured and stable surface spillway in accordance with the Dam Safety Regulation. | Order Terminated. |
| CONOCOPHILLIPS CANADA RESOURCES CORP. | D-37-L/094- A-12 | Order 2017-024 s. 49(1)(b) of OGAA | Remove all live storage water at the freshwater storage dam located at D-37-L/94-A-12 and discharge in a manner that does not cause damage; and maintain water level below native grade elevation. | Order Terminated. |
| CONOCOPHILLIPS CANADA RESOURCES CORP. | D-83-K/094- A-12 | Order 2017-025 s. 49(1)(b) of OGAA | Remove all live storage water at the freshwater storage dam located at D-83-K/94-A-12 and discharge in a manner that does not cause damage; and maintain water level below native grade elevation. | Order Terminated. |
| PROGRESS ENERGY CANADA LTD. | D-24-C/094- G-01 | Order 2017-026 s. 49(1)(b) of OGAA | Immediately cease use of freshwater storage dam at D-24- C/094-G-01; survey the water elevation and inspect no less that once a month; remove water volume to maintain water level and discharge in a manner that does not cause damage. | Order Terminated. |
| | | ORDER 2017-027 | NOT ISSUED | |

| OPERATOR | Location | Legislation | Description | Status |
|---------------------------------|---------------------|---------------------------------------|---|------------------------|
| PROGRESS ENERGY CANADA LTD. | B-09-G/094- G-02 | Order 2017-028 s. 49(1)(b) of OGAA | Remove water from freshwater storage dam located at B-09-G/094-G-02 to reduce level to 1.5 metres below top of structure and discharge in a manner that does not cause damage; continue to maintain water level; and install an armoured and stable surface spillway in accordance with the Dam Safety Regulation. | Order Terminated. |
| PROGRESS ENERGY CANADA LTD. | B-57-J/094- B-09 | Order 2017-029 s. 49(1)(b) of OGAA | Immediately cease the diversion of water into the freshwater storage dam at B-57-J/094-B-09 from all sources and reduce water level to 1.0 metre below top of structure and continue to maintain the water level; install a culvert near the northwest corner of the structure; and install an armoured and stable surface spillway in accordance with the Dam Safety Regulation. | Order Terminated. |
| PROGRESS ENERGY CANADA LTD. | D-32-C/094- G-07 | Order 2017-030 s. 49(1)(b) of OGAA | Remove water from freshwater storage dam located at D-32-C/094-G-07 to reduce level to 1.5 metres below top of structure and discharge in a manner that does not cause damage; continue to maintain water level; and install armoured and stable surface spillway in accordance with the Dam Safety Regulation. | Order Terminated. |
| CREW ENERGY INC. | Various | Order 2017-031 s. 49(1)(a) of OGAA | Submit reclamation plan for list of 27 pipelines; complete reclamation and submit Schedule B Assessment for each pipeline. | Compliance Ongoing. |
| CREW ENERGY INC. | Various | Order 2017-032 s. 50 of ALCA | Submit reclamation plan for list of 17 pipelines in the ALR; complete reclamation and submit Schedule B Assessment for each pipeline. | Compliance Ongoing. |
| BONAVISTA ENERGY CORPORATION | Various | Order 2017-033 s. 50 of ALCA | Submit reclamation plan for list of 27 pipelines in the ALR; complete reclamation and submit Schedule B Assessment for each pipeline. | Compliance Ongoing. |
| PROGRESS ENERGY CANADA LTD. | Various | Order 2017-034 s. 49(1)(b) of OGAA | Submit reclamation plan for list of 23 pipelines; complete reclamation and submit Schedule B Assessment for each pipeline. | Compliance Ongoing. |
| PROGRESS ENERGY CANADA LTD. | Various | Order 2017-035 s. 50 of ALCA | Submit reclamation plan for list of 9 pipelines in the ALR; complete reclamation and submit Schedule B Assessment for each pipeline. | Compliance Ongoing. |
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|---------------------------------|----------|---------------------------------------|---|------------------------|
| MURPHY OIL COMPANY LTD. | Various | Order 2017-036 s. 49(1)(b) of OGAA | Submit reclamation plan for list of 22 pipelines; complete reclamation and submit Schedule B Assessment for each pipeline. | Compliance Ongoing. |
| MURPHY OIL Company LTD. | Various | Order 2017-037 s. 50 of ALCA | Submit reclamation plan for 2 pipelines in the ALR; complete reclamation and submit Schedule B Assessment for each pipeline. | Compliance Ongoing. |
| KELT EXPLORATION (LNG) LTD. | Various | Order 2017-038 s. 49(1)(b) of OGAA | Submit reclamation plan for list of 9 pipelines; complete reclamation and submit Schedule B Assessment for each pipeline. | Compliance Ongoing. |
| KELT EXPLORATION (LNG) LTD. | Various | Order 2017-039 s. 50 of ALCA | Submit reclamation plan for list of 8 pipelines in the ALR; complete reclamation and submit Schedule B Assessment for each pipeline. | Compliance Ongoing. |
| CHINOOK ENERGY (2010) INC. | Various | Order 2017-040 s. 49(1)(b) of OGAA | Submit reclamation plan for list of 7 pipelines; complete reclamation and submit Schedule B Assessment for each pipeline. | Compliance Ongoing. |
| CHINOOK ENERGY (2010) INC. | Various | Order 2017-041 s. 50 of ALCA | Submit reclamation plan for list of 10 pipelines in the ALR; complete reclamation and submit Schedule B Assessment for each pipeline. | Compliance Ongoing. |
| PENGROWTH ENERGY CORPORATION | Various | Order 2017-042 s. 49(1)(b) of OGAA | Submit reclamation plan for 4 pipelines; complete reclamation and submit Schedule B Assessment for each pipeline. | Compliance Ongoing. |
| PENGROWTH ENERGY CORPORATION | Various | Order 2017-043 s. 50 of ALCA | Submit reclamation plan for list of 12 pipelines in the ALR; complete reclamation and submit Schedule B Assessment for each pipeline. | Compliance Ongoing. |
| LEUCROTTA EXPLORATION INC. | Various | Order 2017-044 s. 49(1)(b) of OGAA | Submit reclamation plan for list of 6 pipelines; complete reclamation and submit Schedule B Assessment for each pipeline. | Compliance Ongoing. |
| LEUCROTTA EXPLORATION INC. | Various | Order 2017-045 s. 50 of ALCA | Submit reclamation plan for list of 8 pipelines in the ALR; complete reclamation and submit Schedule B Assessment for each pipeline. | Compliance Ongoing. |
| CANBRIAM ENERGY INC. | Various | Order 2017-046 s. 50 of ALCA | Submit reclamation plan for list of 13 pipelines in the ALR; complete reclamation and submit Schedule B Assessment for each pipeline. | Compliance Ongoing. |
| DIRECT MARKETING LIMITED | Various | Order 2017-047 s. 50 of ALCA | Submit reclamation plan for list of 12 pipelines in the ALR; complete reclamation and submit Schedule B Assessment for each pipeline. | Compliance Ongoing. |
| CANBRIAM ENERGY INC. | Various | Order 2017-048 s. 50 of ALCA | Submit reclamation plan for list of 10 pipelines in the ALR; complete reclamation and submit Schedule B Assessment for each pipeline. | Compliance Ongoing. |
| STORM RESOURCES LTD. | Various | Order 2017-049 s. 49(1)(b) of OGAA | Submit reclamation plan for list of 10 pipelines; complete reclamation and submit Schedule B Assessment for each pipeline. | Compliance Ongoing. |
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| OPERATOR | Location | Legislation | Description | Status |
|---|-----------|---------------------------------------|---|------------------------|
| Bonterra Energy Corp. | Prespatou | Order 2017-050 s. 49(1)(b) of OGAA | Submit reclamation plan for 1 pipeline; complete reclamation and submit Schedule B Assessment for the pipeline. | Order Terminated. |
| Bonterra Energy Corp. | Various | Order 2017-051 s. 50 of ALCA | Submit reclamation plan for list of 12 pipelines in the ALR; complete reclamation and submit Schedule B Assessment for each pipeline. | Compliance Ongoing. |
| ADURO RESOURCES LTD. | Various | Order 2017-052 s. 50 of ALCA | Submit reclamation plan for list of 11 pipelines in the ALR; complete reclamation and submit Schedule B Assessment for each pipeline. | Compliance Ongoing. |
| ADURO RESOURCES LTD. | Monias | Order 2017-053 s. 50 of ALCA | Submit reclamation plan for 1 pipeline; complete reclamation and submit Schedule B Assessment for the pipeline. | Compliance Ongoing. |
| VENTURION OIL LIMITED | Various | Order 2017-054 s. 50 of ALCA | Submit reclamation plan for 3 pipelines in the ALR; complete reclamation and submit Schedule B Assessment for each pipeline. | Compliance Ongoing. |
| VENTURION OIL LIMITED | Various | Order 2017-055 s. 49(1)(b) of OGAA | Submit reclamation plan for list of 5 pipelines; complete reclamation and submit Schedule B Assessment for each pipeline. | Compliance Ongoing. |
| SUNCOR ENERGY INC. | Various | Order 2017-056 s. 49(1)(b) of OGAA | Submit reclamation plan for list of 6 pipelines; complete reclamation and submit Schedule B Assessment for each pipeline. | Compliance Ongoing. |
| VERESEN MIDSTREAM GENERAL PARTNER INC. | Various | Order 2017-057 s. 49(1)(b) of OGAA | Submit reclamation plan for list of 6 pipelines; complete reclamation and submit Schedule B Assessment for each pipeline. | Compliance Ongoing. |
| VERESEN MIDSTREAM GENERAL PARTNER INC. | Swan Lake | Order 2017-058 s. 50 of ALCA | Submit reclamation plan for 1 pipeline in the ALR; complete reclamation and submit Schedule B Assessment for the pipeline. | Order Terminated. |
| PAINTED PONY ENERGY LTD. | Various | Order 2017-059 s. 49(1)(b) of OGAA | Submit reclamation plan for list of 6 pipelines; complete reclamation and submit Schedule B Assessment for each pipeline. | Compliance Ongoing. |
| CEQUENCE ENERGY LTD. | Various | Order 2017-060 s. 50 of ALCA | Submit reclamation plan for 5 pipelines in the ALR; complete reclamation and submit Schedule B Assessment for the pipeline. | Compliance Ongoing. |
| WHITECAP RESOURCES INC. | Various | Order 2017-061 s. 49(1)(b) of OGAA | Submit reclamation plan for list of 5 pipelines; complete reclamation and submit Schedule B Assessment for each pipeline. | Compliance Ongoing. |
| WHITECAP RESOURNCES INC. | Various | Order 2017-062 s. 50 of ALCA | Submit reclamation plan for 3 pipelines in the ALR; complete reclamation and submit Schedule B Assessment for each pipeline. | Compliance Ongoing. |
| PLATEAU PIPE LINE LTD. | Various | Order 2017-063 s. 49(1)(b) of OGAA | Submit reclamation plan for list of 5 pipelines; complete reclamation and submit Schedule B Assessment for each pipeline. | Compliance Ongoing. |

| OPERATOR | Location | Legislation | Description | Status |
|-------------------------------------|----------|---------------------------------------|--|------------------------|
| PLATEAU PIPE LINE LTD. | Various | Order 2017-064 s. 50 of ALCA | Submit reclamation plan for 3 pipelines in the ALR; complete reclamation and submit Schedule B Assessment for each pipeline. | Compliance Ongoing. |
| TERVITA CORPORATION | Various | Order 2017-065 s. 50 of ALCA | Submit reclamation plan for 3 pipelines in the ALR; complete reclamation and submit Schedule B Assessment for each pipeline. | Compliance Ongoing. |
| KXL EXPLORATION LTD. | Various | Order 2017-066 s. 49(1)(b) of OGAA | Submit reclamation plan for list of 5 pipelines; complete reclamation and submit Schedule B Assessment for each pipeline. | Compliance Ongoing. |
| KXL EXPLORATION LTD. | Various | Order 2017-067 s. 50 of ALCA | Submit reclamation plan for 2 pipelines in the ALR; complete reclamation and submit Schedule B Assessment for each pipeline. | Compliance Ongoing. |
| CONOCOPHILLIPS CANADA (BRC) LTD. | Various | Order 2017-068 s. 49(1)(b) of OGAA | Submit reclamation plan for 2 pipelines; complete reclamation and submit Schedule B Assessment for each pipeline. | Compliance Ongoing. |
| CONOCOPHILLIPS CANADA (BRC) LTD. | Kelly | Order 2017-069 s. 50 of ALCA | Submit reclamation plan for 1 pipeline in the ALR; complete reclamation and submit Schedule B Assessment for the pipeline. | Compliance Ongoing. |
| PAVILION ENERGY CORP. | Various | Order 2017-070 s. 50 of ALCA | Submit reclamation plan for 3 pipelines in the ALR; complete reclamation and submit Schedule B Assessment for each pipeline. | Compliance Ongoing. |

Tickets

NO TICKETS WERE ISSUED IN 2017 Q2.

Contravention Decisions

| OPERATOR | Legislation | Description | Penalty Amount |
|-----------------------|---------------|---------------------------------|----------------|
| AQUA TERRA WATER INC. | s. 82 of OGAA | Failure to comply with an Order | \$2,500 |
| PROCYON ENERGY CORP. | s. 82 of OGAA | Failure to comply with an Order | No Penalty |