

BC Oil and Gas Commission

Quarterly Enforcement Action Summary

April 1, 2016 to June 30, 2016

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 in 2016. Please contact ogc.communications@bcogc.ca with any questions or comments.

Orders – issued if there is a failure to comply with the Oil and Gas Activities Act (OGAA), associated regulations, permits or authorizations, or a previous order.

Tickets – issued under the authority of provincial acts for which the Commission has regulatory responsibility, including the Water Act, Land Act and Forest Act.

Administrative penalties – levied in the event of a contravention of OGAA, in accordance with the act and Administrative Penalties Regulation.

Charges – recommended to Crown counsel for prosecution and possible court conviction.



Table of Contents*

[Orders.....3](#)

[Tickets.....4](#)

[Administrative Penalties.....5](#)

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

ORDERS

Operator	Location	Legislation	Description
Terra Energy Corp.	Fort St. John	Order 2016-002 49(1)(b)	Shut-in all operations in B.C. and maintain response capacity outlined in Emergency Response Plan. Compliance ongoing.
Terra Energy Corp.	Boudreau	Order 2016-001A 50(1)	Cease all activities associated with a well. Compliance achieved. Order terminated.
Progress Energy Canada Ltd.	Town	Order 2016-003 49(1)(b)	Remove excess water from storage structure, and submit engineering assessment and certification of structural integrity in accordance with the Dam Safety Regulation. Compliance ongoing.
Procyon Energy Corp.	Fort St. John	Order 2016-004 49(1)(a)	Suspend wells in accordance with regulations and submit inactive wellsite suspension, abandonment or reactivation plans. Submit a Liability Management Plan and shut-in all wells until production is authorized by the Commission. Compliance ongoing.

TICKETS

Operator	Location	Legislation	Penalty	Description
Progress Energy Canada Ltd.	Fort St. John	S. 93(2)(n) Water Act	\$690 (3 tickets)	Use of water when not entitled
Secure Energy Inc.	Fort St. John	S. 106(3)(k) Water Sustainability Act	\$230	Breach term/condition of approval
Secure Energy Inc.	Fort Nelson	S. 106(3)(k) Water Sustainability Act	\$230	Breach term/condition of approval
Secure Energy Inc.	Dawson Creek	S. 106(3)(k) Water Sustainability Act	\$230	Breach term/condition of approval
Direct Energy Marketing Ltd.	Fort St. John	S. 106(3)(k) Water Sustainability Act	\$230	Breach term/condition of approval
Murphy Oil Company Ltd.	Fort St. John	S.106(3)(k) Water Sustainability Act	\$230	Breach term/condition of approval
Repsol Oil & Gas Canada Ltd.	Fort St. John	S. 106(3)(k) Water Sustainability Act	\$230	Breach term/condition of approval
Canadian Spirit Resources Inc.	Fort St. John	S. 106(3)(k) Water Sustainability Act	\$230	Breach term/condition of approval

ADMINISTRATIVE PENALTIES

Operator	Location	Legislation	Penalty	Description
1089814 AB Ltd.	Fort St. John	S. 82 of OGAA	No Penalty	Failure to comply with an order.
Takhar Excavating Ltd.	Surrey	S. 76 of OGAA	\$2,000	Failure to contact BC One Call prior to construction.
1121493 AB Ltd.	Buick Creek	S. 40 of OGAA	\$30,000	Failure to comply with an order.
Saguaro Resources Ltd.	Laprise	S. 20 of Drilling and Production Regulation (DPR)	\$5,000	Failure to adequately manage completion fluids and associated substances.
Sun Oil Fund Ltd.	Fort St. John	S. 82 of OGAA	\$15,000	Failure to comply with order requiring payment of security deposit.
Murphy Oil Company Ltd.	Sundown	S. 12(1) of DPR S. 32(1)(b) of DPR	\$8,000	Failure to minimize risk of loss of well control and failing to report the incident.