

October 19, 2017

Enforcement File: 2017-187FSJ

Pengrowth Energy Corporation  
2100, 222 - 3rd Avenue SW  
Calgary, Alberta T2P 0B4

Attention: Shawn Jesse, Manager of Health, Safety, Environment, and Regulatory

**Re: General Order 2017-089**

Dear Shawn Jesse,

On July 13, 2017, the Oil and Gas Commission (Commission) issued General Order 2017-089 to Pengrowth Energy Corporation (Pengrowth).

Pengrowth has satisfied all the requirements of the Order.

Please be advised that pursuant to section 49(8) of the *Oil and Gas Activities Act*, General Order 2017-089 is hereby terminated.

If you have any questions or concerns, please do not hesitate to contact the Commission.

Sincerely,



Lance Ollenberger  
Vice President, Operations  
BC Oil and Gas Commission

**GENERAL ORDER 2017-089**  
Section 49 *Oil and Gas Activities Act*

**Issued to:**

Pengrowth Energy Corporation  
2100, 222, 3rd Avenue SW  
Calgary, Alberta T2P 0B4

**Attention:** Shawn Jesse, Manager of Health, Safety, Environment, and Regulatory

**Order:**

Pursuant to section 49(1)(a) and (b) of the *Oil and Gas Activities Act* (the Act), I, Jacques Corstanje, order that Pengrowth Energy Corporation( Pengrowth) must:

1. Immediately conduct an investigation of a pipeline leak situated at the NW ¼ of section 14, township 88, range 18, W6M, (the Site) confirming and delineating the extent of soil and groundwater contamination.
2. On or before July 31, 2017, submit the results of the investigation electronically to the Oil and Gas Commission (Commission) at [C&E@bcogc.ca](mailto:C&E@bcogc.ca).
3. On or before August 8, 2017, submit a plan (the Plan) to the satisfaction of the Commission detailing how Pengrowth will remediate the impacted area. The Plan must include timeframes for completion of the remediation work. The Plan must be submitted electronically to the Commission at [C&E@bcogc.ca](mailto:C&E@bcogc.ca).
4. Complete remediation of the pipeline leak as soon as practicable and in accordance with the Plan.

**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:

- i. Pengrowth is a permit holder with several pipelines located at the Site.
- ii. On July 5, 2017 the Commission received a complaint about spillage of salt water from a pipeline leak discovered by a land owner at the Site on July 2, 2017.

## General Order 2017-089

- iii. On July 5, 2017 I spoke with a Pengrowth representative who confirmed a spill had occurred at the Site and that Pengrowth started to investigate the Site but were ordered off the Site by the landowner.
- iv. Pengrowth has shut-in all their pipelines located in the Site.
- v. On July 10, 2017 a Commission Oil and Gas Operations Officer attended the site and confirmed that a spill has occurred at the Site and no visible actions had been taken to contain and eliminate the spillage.
- vi. To date negotiations between the landowner and Pengrowth has failed to secure Pengrowth access to the Site.
- vii. I am of the opinion that this order is required for the protection of the environment.
- viii. I am of the opinion that Pengrowth is not in compliance with Sections 37(1)(a) and 37(2)(b) and (c) of the Oil and Gas Activities Act.

### **Review and Appeal**

Pengrowth may request a review of this order under section 70 of the Act by submitting a request for review to: [ogc.determinationreviews@bcogc.ca](mailto:ogc.determinationreviews@bcogc.ca).

Pengrowth 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](http://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 4925 Stn Prov Govt  
Victoria, BC V8W 9V1



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Jacques Corstanje, RPF  
Director, Compliance & Enforcement  
BC Oil and Gas Commission

DATED AT Fort St. John, in the Province of British Columbia, this 13th day of July, 2017.