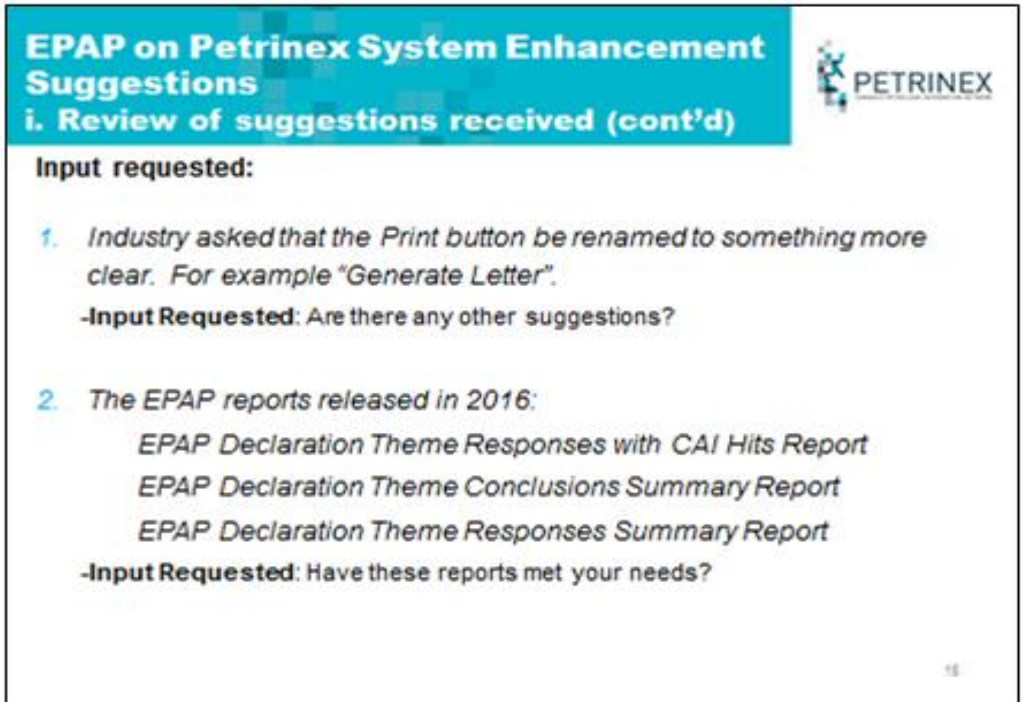
EPAP Stakeholder Committee Meeting
April 19, 2018 9:00am-11:30am
Discussion Items



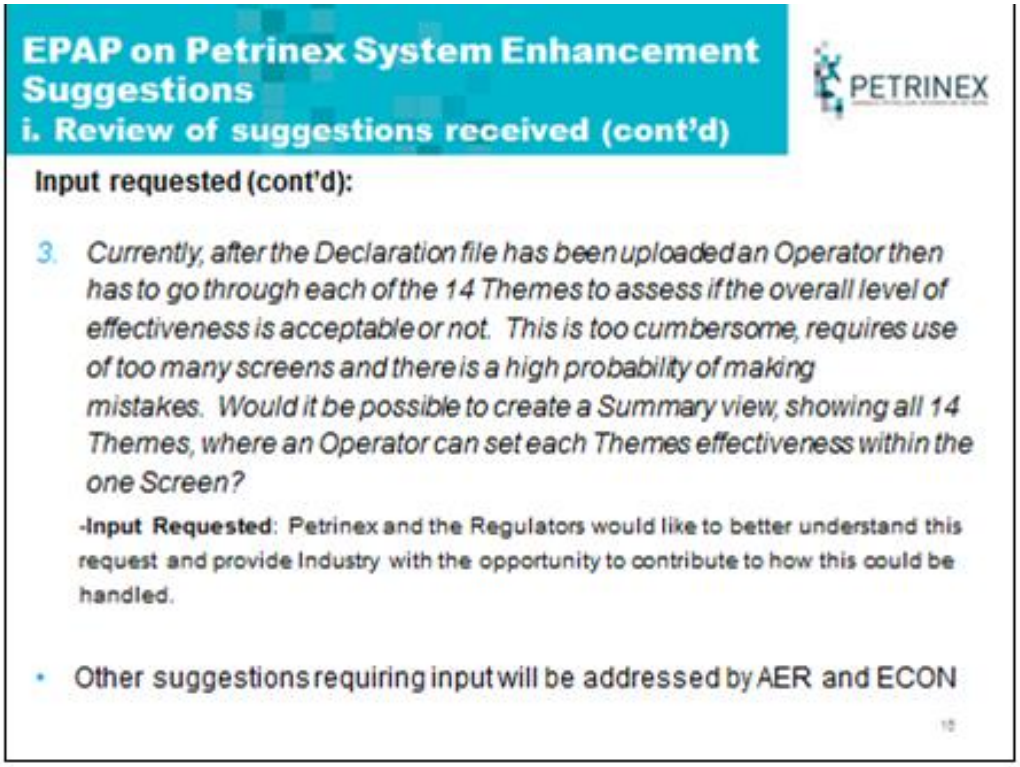
Q: Posed to committee members*- Can the Print button not be more intuitive? Something like Generate Letter?*

> ***A: Response from committee members****- Suggested names: 'Generate Declaration Document', 'Generate Report', and 'Declaration Report'.*

Q: Posed by committee member*- When running the EPAP Declaration Theme Responses with CAI Hits Report is there a way of selecting a specific month for a specific Declaration year? Want to make sure Regulator is comparing apples to apples.*

> ***A: Response from Regulator****- Currently the Report request only allows you to define the EPAP Declaration Year, not a specific production month for CAIs; can confirm with the developers if a possibility.*

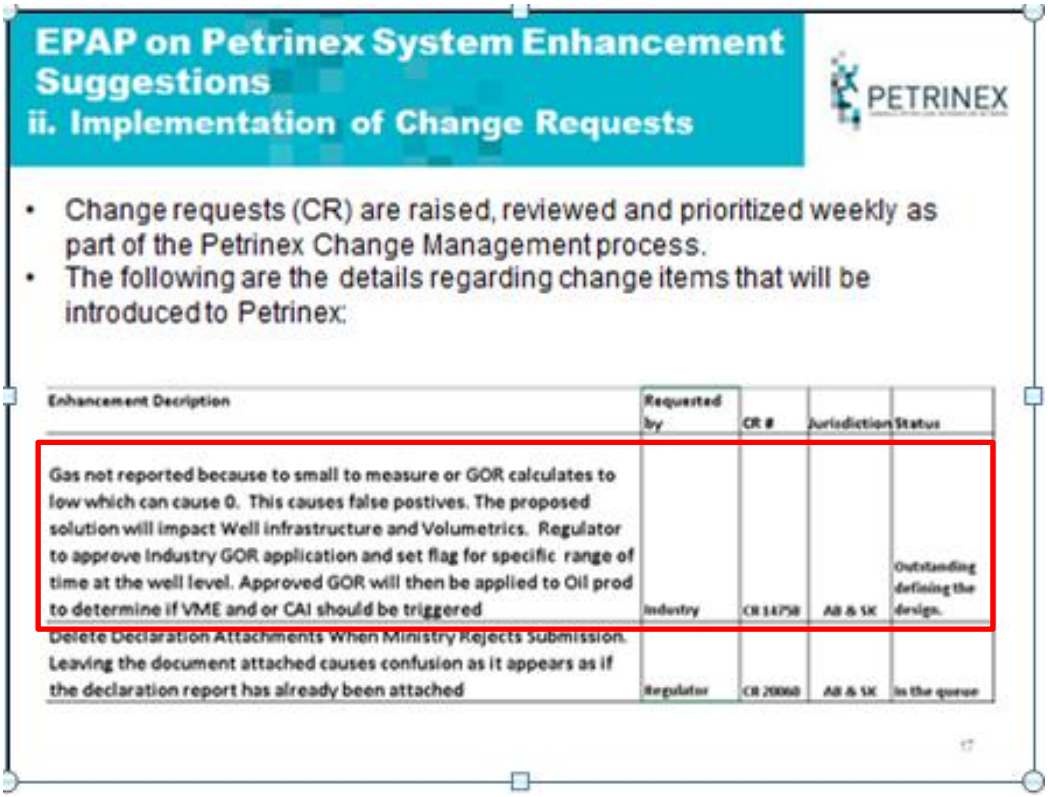
It should be noted that the years' worth of data pulled is for the 12 months of the Declaration Period and not the calendar year.



Q: Posed to committee members*- Could Industry provide additional information as to what is meant by this request?*

> ***A: Response from committee members****- When completing the batch upload Industry has to open each Theme to enter the Conclusion, causing greater risk of mistakes. Follow up with the developers to see what is possible.*
>
> *Suggested solutions: Could the conclusion option be included on the Batch upload? Could there be one screen where all Theme conclusions are defined?*
>
> > ***A: Response from Regulator****- Follow up with the developers to see what is possible.*

It should be noted that there are currently edits on the Theme conclusions dependent on the reporting at the facilities. If Theme conclusion is incorrect to the edit rules the batch upload may be rejected.



EPAP on Petrinex System Enhancement Suggestions
ii. Implementation of Change Requests

PETRINEX

- Change requests (CR) are raised, reviewed and prioritized weekly as part of the Petrinex Change Management process.
- The following are the details regarding change items that will be introduced to Petrinex:

Enhancement Decription	Requested by	CR #	Jurisdiction	Status
Gas not reported because to small to measure or GOR calculates to low which can cause 0. This causes false postives. The proposed solution will impact Well infrastructure and Volumetrics. Regulator to approve Industry GOR application and set flag for specific range of time at the well level. Approved GOR will then be applied to Oil prod to determine if VME and or CAI should be triggered	Industry	CR 14750	AB & SK	Outstanding defining the design.
Delete Declaration Attachments When Ministry Rejects Submission. Leaving the document attached causes confusion as it appears as if the declaration report has already been attached	Regulator	CR 20060	AB & SK	In the queue

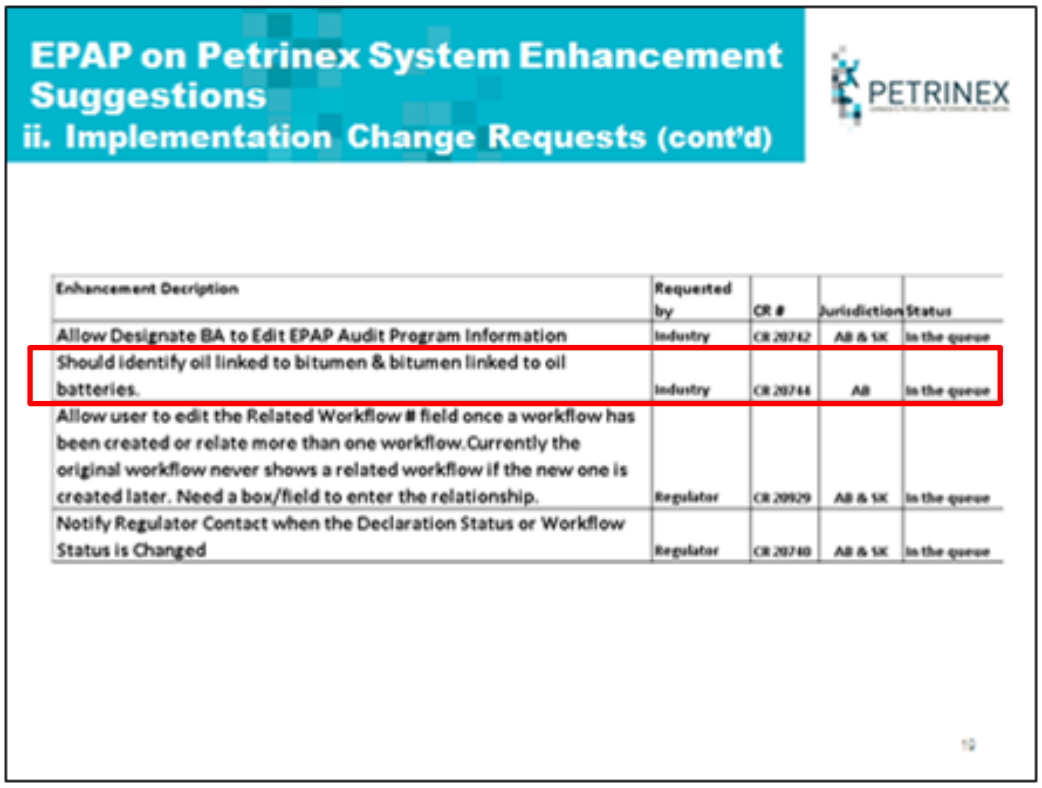
Q: Posed by committee member*- What is meant by "Regulator to approve Industry GOR application and set flag for specific range of time at the well level?*

> ***A: Response from ER****- Industry would need to submit to ER a GOR for a well and if approved, ER will enter the GOR into Petrinex and will turn off VMEs 10, 41, 42 if production would otherwise trigger these VMEs.*

***Only for ER at the moment; AER still validating functionality to determine how to incorporate into current processes. ***

Q: Posed by committee member*- Is this for heavy oil only?*

> ***A****:* ***Response from ER****- No.*



EPAP on Petrinex System Enhancement Suggestions
ii. Implementation Change Requests (cont'd)

PETRINEX

Enhancement Decription	Requested by	CR #	Jurisdiction	Status
Allow Designate BA to Edit EPAP Audit Program Information	Industry	CR 20742	AB & SK	In the queue
Should identify oil linked to bitumen & bitumen linked to oil batteries.	Industry	CR 20744	AB	In the queue
Allow user to edit the Related Workflow # field once a workflow has been created or relate more than one workflow.Currently the original workflow never shows a related workflow if the new one is created later. Need a box/field to enter the relationship.	Regulator	CR 20929	AB & SK	In the queue
Notify Regulator Contact when the Declaration Status or Workflow Status is Changed	Regulator	CR 20740	AB & SK	In the queue

Q: Posed by committee member*- Should this item not include Water Disposal to Water Injection link?*

> ***A: Response from AER****- This has been discussed and AER has flagged the water disposal/water injection component for further investigation; it is not included in the current CR.*

Q: *You have mentioned collecting data, is anyone looking at the data? What is being looked at?*

> ***A: Response from ER****- There is some initial work that is only beginning in the area of data analysis and it is unclear where such activities will lead. Data analysis may be better applied to non-EPAP-specific uses. Data assurance/accuracy is an important factor when deciding the objectives and value of such an initiative.*
>
> ***A: Response from AER****- Currently the PAT has data on the number of Declaration submissions are approved upon first review and how many Declarations were reviewed multiple times.*

Q: *How many Declaration non-submissions have there been?*

> ***A: Response from ER****- 20-40 operators are currently not submitted. This number includes declarations that may have received an extension.*
>
> ***A: Response from AER****- 3-10/month varies based on the number of Declaration submissions are expected during that month.*

Q: *Workflow penalties- How much are they going to be? Will they be ongoing? Can we run a report similar to the VME report to identify?*

> ***A: Response from ER****- Currently, the penalty is $500 for nonresponse after 30 days and an incomplete submission is $100. An upcoming regulatory change is expected to be $100 per day past the deadline.*

Q: *Industry Benefits Committee (IBC), does ER have a similar committee in Saskatchewan? If we are looking to challenge the noncompliance fees associated with the ER programs would it be that committee to have the discussion with?*

***A: Response from Petrinex**- Membership in and topics covered by the IBC include Saskatchewan. The ICB is, however a Petrinex "user group" that focuses primarily on how to make Petrinex work best for Industry. Non-compliance fees are a policy matter and should be addressed directly with the regulator or through CAPP and EPAC.*

***Q:** Trucking - why is it included in EPAP vs EVAP?*

***A: Response from ER**- Trucking Expense(s) is/are a reporting requirement in Saskatchewan as stated in Directive PNG032. Since EPAP is targeted towards measurement and reporting requirements, Trucking falls within the scope of EPAP. Trucking is a reporting requirement that is captured within valuation functionality in Petrinex.*

***Q:** Trucking addition in SASK will affect Theme 14- Monthly Volumetric Activity Reporting, will new NCEs be created to identify the new Trucking reporting items that are only in Saskatchewan?*

***A: Response from ER**- Yes. There is more work that ER has to do on this front, specifically in updating Saskatchewan's NCEs. In the spirit of phasing in this new item, ER will not be pushing this category hard in the short term but we will be asking questions. ER has been asking about trends in reported trucking charges in order to give industry notice that more is to come. Related to this, the name of Theme 14 will also change.*

***Q:** Schematics are a big part of EPAP, how flexible in ER on schematic submission? Is there a penalty?*

***A: Response from ER**- If ER asks for the schematic and the facility is a recent acquisition, industry may receive a reasonable extension to provide the schematic. It must be noted that every situation needs to be judged on its own merits.*

***Q:** IMG EPAP Subcommittee has met multiple times now. How should proposed program enhancements be shared? Are you looking for something from each operator or a group?*

***A: Response from AER**- EPAP on Petrinex System enhancements can be submitted through Petrinex. Policy related items should be sent to the Regulators. If IMG has met and discussed as a group a submission could be forwarded by IMG on behalf of its members; others operators who are not represented by IMG or other organizations are welcome to submit on their own.*

***Q:** EPAP Performance report for Industry?*

***A: Response from Regulators**- No movement on this at this time.*