



2010 Annual Report





Gas Processing Association Canada

400, 1040 - 7 Avenue SW, Calgary, AB Canada T2P 3G9 Phone: 403-244-4487 Fax: 403-244-2340

Email: info@gpacanada.com www.gpacanada.com

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2011 Annual General Meeting - Agenda



Gas Processing Association Canada

**Wednesday, March 2, 2011 • Chamber of Commerce Ballroom
100 – 6 Avenue SW**

1. Call to order
2. Reading and Dispensing of the Minutes from the Annual General Meeting of March 31, 2010
3. President's Report
4. Financial Report
Approval of the 2010 Financial Statement
5. 2010 Directors' Highlights
6. Ratification of the Actions of the Board of Directors
7. Board of Directors Elections
8. Special Resolution to Repeal and Replace the Bylaws

Adjournment of the Annual General Meeting

9. Outstanding Award Presentation
10. Luncheon Presentation

Engineers Without Borders, Jody Rechenmacher, P.Eng

EWB's approach and example of overseas work - Governance & Rural Infrastructure in Ghana

2010 Annual General Meeting - Minutes



Gas Processing Association Canada

Monday, March 31, 2010 • The Westin, Calgary

1. Call to Order

Vice President Josh Carter called the meeting to order at 12:10 pm and acknowledged the Past Presidents and Executive of GPAC who were in attendance.

J. Carter asked all members present to hold their voting cards for official count. A majority vote was required to pass any motions presented. The bylaws require at least 20 voting representatives be present for quorum and that number had been exceeded. Also, in accordance with the bylaws, proper notice of the meeting and an agenda of the business to be transacted had been issued.

2. Approve 2009 Annual General Meeting Minutes

J. Carter advised that the first order of business would be to review the minutes of the preceding Annual General Meeting.

Moved by Troy Adams to accept the minutes of the March 23, 2009 Annual General Meeting

Seconded by Joel Hayes

Carried.

3. 2010 President's Report

Current President, Dayle Chadbourne noted that both the 2009 and 2010 President's reports could be found in the booklets made available during registration and in the Year in Review; however he highlighted some of his thoughts for the members.

4. Finance Reports

J. Hayes noted that the 2009 Treasurer's report can be found in the AGM booklet. The financial records of the Association have been reviewed and approved by the Executive. H. Leong Professional Corporation, Chartered Accountants has performed a financial review and found the books and records to be in good order.

There were no questions, so a call for motion was made to adopt the financial statements as of December 31, 2009.

Moved by Jeff McPhail to approve the financials as at December 31, 2009

Seconded by Chris Kellerman

Carried.

5. 2009 Director's Highlights

J. Carter acknowledged that the Association is run by volunteers; both individuals who sit on committees and the companies that sponsor them. Without them, the organization could not function. He thanked the members of the 2009 Board of Directors for their dedication and service.

6. Ratification of the Actions of the Board of Directors

J. Carter asked for a motion to ratify the actions of the 2009 Board of Directors as noted in the Year in Review and D. Chadbourne's summary of activity.

Moved by Rob Nadalutti that all actions taken by the 2009 Board of Directors be ratified

Seconded by Wade Stinson

Carried.

Continued on page 6



7. Board of Directors Elections

D. Chadbourne reviewed the retiring directors, nominations for 2010 and the current slate as follows:

- Richard Bosomworth, retiring after 7 years of service on the Board
- Grant Monsour, Alliance Pipelines, retiring
- Stephanie Setiawan, Quadra Chemicals, retiring
- Derek Gardner, retiring
- Mike Buckley, WorleyParsons, retiring
- Troy Adams – Past President
- Dayle Chadbourne - President
- Josh Carter – Vice President
- Joel Hayes – Treasurer
- Wade Stinson - Secretary
- Rob Nadalutti – Programs
- Scott Froggatt – Membership - nominee
- Kelly Gerry - Membership
- Brian Maksymetz – Programs - nominee
- Mark Guirguis – Programs - nominee
- Raj Singh – Programs
- Steve Summers – Programs - nominee
- Jay Enright – Entertainment
- Jonathan Balint - Entertainment
- Miriam Mitchell-Banks – Entertainment
- Jeff McPhail – Safety
- Paul Nelson – Education
- Al Niven - Education
- Art Kowalchuk – GAS Alumni
- Wanda Hamilton – Northern Committee

A call for nominations was made from the floor to which there were none. As a result the slate was approved by acclamation since there were no more nominees than positions open.

8. New Business

J. Carter called for any new business from the floor to which there was no response. He announced membership information at the registration desk along with upcoming event brochures.

9. Adjournment of the Annual Meeting

There being no further business, J. Carter called for a motion to adjourn the 2010 Annual General Meeting.

Moved by Grant Monsour that the 2010 Annual General Meeting be adjourned

Seconded by Al Niven

Carried.

Presidents' Messages



Looking Back

When I reflect back on our 2010 plan and the execution of the plan, I am extremely proud of our achievements. For the past few years GPAC has worked hard to improve product, service, and financial performance and the fruits of our labor have put us back in the black for 2010.

In reviewing our performance score card, we see a number of successes. Our membership and corporate sponsorship is up significantly and the attendance to our events exceeded our high expectations. On top of our regular program, we celebrated GPAC's 50th Anniversary, held technical luncheons (BP Noel and FG Best Practices), selected a new charity of choice, completed an expanded safety benchmarking study, and re-instated a representative on the Safety Council Pressure Vessel and Boiler committee. Our administrative service provider, Association Plus, continues to show their value by coming in under budget while administrating a dynamic plan. Great Job!

I would like to thank the GPAC executive team, the committee chairs, and each board member for their contributions to this successful year. I would ask our Association membership to provide feedback on our performance and events, so that we can continue to improve and provide a valuable service to the gas industry.

Again, thank you for your support! Together we can make a difference!

Dayle Chadbourne
2010 GPAC President

Looking forward... to the NEXT 50 years

I'm honored to be working together with the 2011 GPA Canada Board; such an excellent group of people who have worked so hard to continue in the best tradition of our 50 year history. Looking forward, our top priority this year is to reconnect with new members and companies and to introduce the NEW GPA Canada. Looking forward to the next 50 years, we clearly defined that GPA Canada is to be the "Premier Technical Association Representing Gas Processing in Canada". We refocused our Education, Programs and Entertainment portfolios to provide more value to our members; and we have a great schedule of events for 2011. It's a great time to get involved in GPA Canada, in our expanding Program and Entertainment Committee's, as a technical presenter at either of our two conferences or many luncheons, or our Golf and Stampede events; we're always happy to hear from our members.

Josh Carter P.Eng
2011 President, GPAC



REVIEW ENGAGEMENT REPORT

To the Member of Gas Processing Association Canada

I have reviewed the balance sheet of Gas Processing Association Canada as at December 31, 2010 and the statements of income and retained earnings and cash flows for the year then ended. My review was made in accordance with Canadian generally accepted standards for review engagements and, accordingly, consisted primarily of enquiry, analytical procedures and discussion related to information supplied to me by the company.

A review does not constitute an audit and, consequently, I do not express an audit opinion on these financial statements.

Based on my review, nothing has come to my attention that causes me to believe that these financial statements are not, in all material respects, in accordance with Canadian generally accepted accounting principles.

Calgary, AB
February 21, 2011

H. Leong Professional Corporation

H. LEONG PROFESSIONAL CORPORATION
CHARTERED ACCOUNTANT

2010 Financial Statements



GAS PROCESSING ASSOCIATION CANADA

Balance Sheet

December 31, 2010

(Unaudited)

	2010	2009
ASSETS		
CURRENT		
Cash	\$ 112,116	\$ 82,537
Marketable investment (Note 3)	61,594	61,054
Accounts receivable	18,933	11,817
Inventory	3,775	1,446
Goods and services tax recoverable	-	390
Prepaid expenses	2,362	6,653
	<u>\$ 198,780</u>	<u>\$ 163,897</u>
LIABILITIES AND MEMBER'S EQUITY		
CURRENT		
Accounts payable	\$ 26,360	\$ 15,716
Goods and services tax payable	240	-
Deferred revenue	12,261	75
	<u>38,861</u>	<u>15,791</u>
RETAINED EARNINGS	<u>159,919</u>	<u>148,106</u>
	<u>\$ 198,780</u>	<u>\$ 163,897</u>

ON BEHALF OF THE BOARD

 Director

 Director

2010 Financial Statements



GAS PROCESSING ASSOCIATION CANADA
Statement of Income and Retained Earnings
Year Ended December 31, 2010
(Unaudited)

	2010	2009
REVENUES		
GPAC/PJVA conference	\$ 89,633	\$ 53,480
Membership	59,584	41,368
Golf classic	44,225	41,745
Operations and maintenance conference	39,350	28,745
Safety and awards	38,355	26,414
Social functions	25,245	4,756
Publication sales	14,280	17,819
Fuel Workshops	10,182	4,686
AGM and board meeting	5,125	-
Interest and others	541	1,404
	326,520	220,417
EXPENSES		
GPAC/PJVA conference	68,851	45,111
Administration	62,137	59,115
Golf Classic	40,866	36,733
Operations and maintenance conference	30,518	23,662
Safety and awards	37,216	29,549
Social functions	33,647	10,183
Publication sales	9,946	14,204
Fuel Workshops	11,516	2,886
AGM and board meeting	16,427	14,519
Publicity and promotion	3,583	7,312
	314,707	243,274
NET INCOME (LOSS)	11,813	(22,857)
RETAINED EARNINGS - BEGINNING OF YEAR	148,106	170,963
RETAINED EARNINGS - END OF YEAR	\$ 159,919	\$ 148,106



GAS PROCESSING ASSOCIATION CANADA

Statement of Cash Flows

Year Ended December 31, 2010

(Unaudited)

	2010	2009
OPERATING ACTIVITIES		
Net income (loss)	\$ 11,813	\$ (22,857)
Changes in non-cash working capital:		
Accounts receivable	(7,116)	9,937
Inventory	(2,329)	934
Accounts payable	10,644	520
Deferred revenue	12,186	(3,925)
Prepaid expenses	4,291	(3,395)
GST payable (receivable)	630	(283)
Marketable investment	(540)	(1,370)
	<u>17,766</u>	<u>2,418</u>
INCREASE (DECREASE) IN CASH FLOW	29,579	(20,439)
Cash - beginning of year	<u>82,537</u>	<u>102,976</u>
CASH - END OF YEAR	\$ 112,116	\$ 82,537

2010 Notes to Financial Statements



GAS PROCESSING ASSOCIATION CANADA

Notes to Financial Statements

Year Ended December 31, 2010

(Unaudited)

1. NATURE OF ACTIVITIES

The purpose of GPAC is to serve the needs of processors, suppliers, relevant industry associations and other parties affected by the natural gas processing industry. Its other mission includes the promotion of safety awareness and performance, improved environmental awareness and performance and the research and provision of educational resources in the area of natural gas processing.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Revenue recognition

Member fees and other revenues are recognized as revenue in the year to which they relate.

Marketable investment

Marketable investment consists of term deposit and GIC capable of prompt liquidation. These investments are recorded at fair value.

Use of estimates

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Actual results could differ from these estimates.

Contributed services

Because of the difficulty of determining the fair value of any donated services, these financial statements do not account for the value of donated services.

Income taxes

The Association is a not-for-profit organization and is exempt from income taxes pursuant to Section 149 of the Income Tax Act (Canada).

3. MARKETABLE INVESTMENT

	2010	2009
\$	61,594	\$ 61,054

The fair values of marketable investment are the same as the carrying values due to their short term nature.

Safety Report



For over 30 years, GPAC has continued to support the Gas Processing industry in Canada with the recognition of the outstanding dedication of the operating teams to safety. To qualify for a GPAC Safety Award, gas handling facilities and supplier companies must achieve zero Lost Time Incidents (LTI) at their specific gas handling facility or supplier company for 2009.

The Safety Awards banquet was held on May 7, 2010 at the Westin Hotel in Calgary. The Safety Awards banquet was hosted by CTV's Darrel Janz, which he has done for several years. Thank you Darrel for your continued support of GPAC's Safety Award program! Qualifying facilities and companies increased by 13% and attendance at the event increased by 20% over the previous year. Of special note, the following facilities have achieved outstanding safety performance without a Lost Time Incident:

ConocoPhillips Goodfare gas plant – 30 years

ConocoPhillips Morrin Ghost Pine gas plant – 44 years

ConocoPhillips Niton gas plant – 33 years

ConocoPhillips Vulcan gas plant – 41 years

ConocoPhillips West Paddle River – 33 years

Imperial Oil Boundary Lake gas plant – 45 years

Imperial Oil Lone Pine gas plant – 38 years

Suncor South Rosevear gas plant – 30 years

Suncor Wilson Creek gas plant – 40 years

Talisman Energy Josephine gas plant – 30 years

For the 2009 calendar year, GPAC introduced the GPAC Safety Survey as a service to GPAC member companies at no cost. This is an opportunity to benchmark your company's safety performance and programs with your industry peers. Please contact GPAC at info@gpacanada.com or jeff.mcphail@bridgestream.ca for further information about the 2010 GPAC Safety Survey.

Recently, Wade Stinson retired from the GPAC Board after several years of dedicated service. In particular, Wade was the Safety Director for over 6 years. Wade, thank you for your valued contributions to the gas processing industry! In particular, I am very appreciative of and thank Wade for his guidance, mentorship and contributions to the association and the industry!

Jeff McPhail
GPAC Safety Director

Entertainment Report



49th Annual 2010 Earl Grey Golf Tournament

This year's tournament was held September 9th, 2010. As usual, it was a great event! The weather cooperated throughout the day. Newcomers to the tournament were the CPA (Canadian Paraplegic Association) representatives selling 50/50 tickets. Tournament sponsors also raised over \$1,000 for the CPA as well.

2010 GPAC golf sponsors:

Univar, Brenntag/BASF, Moody International, Compressco, Toromont, Gemini, Qaudra, Caltech Senex, Leaktech, Platinum Energy Services, Big Eagle, CEDA, Gas Liquids Engineering, GFR Recruiting, Challenger Geomatics, Keyera, Spartech, Maxfield, Concise Design, Worley Parsons, SemCams, Detechion, Atco Midstream

GAS Alumni Report



The number of G.A.S. Alumni members dwindled as several passed away in 2010, including Bernie Coady, GPAC's 2010 Outstanding Award Winner.

But there was a good turnout for the October 14th Anniversary event sponsored by GPAC at the Palliser Hotel. This is where the initial CGPA/CGPSA meetings were held in 1960! So it was a pleasure to renew acquaintances, recall how CGPA/CGPSA began, and to update everyone on how G.A.S. Alumni evolved in 1989 to provide contact for retirees.

To qualify for membership, former CGPA/CGPSA members need to be at least 50 years old, be retired or semi-retired, worked in the oil/gas industry for 20 years and pay an annual \$9.00 (+gst) fee.

Arthur Kowalchuk, P.Eng.
G.A.S. Alumni Representative

Program Report



The 2010 GPAC year could be summarized simply as: *Successful!* For the Technical Committee member's involvement in 2010, we hit a few milestones – first restarting the Quarterly Technical Luncheons, secondly more networking opportunities and lastly hosting the 50th Anniversary of GPAC celebrating the growth of the industry and recalling the efforts the two previous associations took on as volunteer members to get to where we are today.

Today – we are building on the past successes and some of the highlights were an improved O&M Conference and the GPAC/PJVA Joint Conferences where we've seen strong technical and business related topics and presentations that relate to the Natural Gas Processing Industry. As a Committee, we strive to continually improve the technical component of these events, always looking forward to feedback and suggestions to improve. Another success was the kick off of the fall Quarterly Technical Luncheons – where we featured the Apache/BP-Amoco Noel Infrastructure Project to a full Member attendance at the Calgary Chamber of Commerce. We plan to carry these types of quality Technical Luncheons into 2011 and beyond.

The Technical Committee is also planning to engage with the Academic Faculty members of the Provincial Universities and Technical Institutions to bring cutting edge and research related topics that are relevant to the Association Members.

Overall, 2010 was a successful year, and look forward to an even more successful 2011!

Rob Nadalutti
2010 Program Chair

Northern Committee Report



The Northern Committee had a busy and successful year in 2010. We started off with a well attended Gas Plant Tour at NAL Resources Sylvan Lake Gas Plant and a round of golf at Alberta Springs Resort.

The spring Golf Tournament in Grande Prairie on June 22 was again a success with 144 golfers attending.

On September 8th we had the Edmonton Golf Tournament at Colonialle Golf Course. We had 66 golfers who braved the cool, wet weather for the day.

2010 was also a year for change for the Northern Committee with Wanda Hamilton, Daryl Houghton and Rick Vermeersch stepping down from the committee. All three have been long term Board members and will be greatly missed.

Cam Nichols
President, GPAC Northern Committee

**We would like to recognize the corporate sponsors that have
already committed to supporting GPAC in 2011**

