



2019 ANNUAL REPORT



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GPA CANADA MISSION STATEMENT

Provide added value to the Canadian gas processing and gas liquids industries from source to market by being a forum for:

- Expanding technical knowledge
- Sharing best practices
- Discussing, debating and providing input into legislative and regulatory issues
- Industry networking

GPA CANADA VISION

- Be the premier technical association representing gas processing in Canada.

GAS PROCESSING ASSOCIATION CANADA

600, 900 – 6 Avenue SW
Calgary, AB Canada
T2P 3K2

Phone: 403-244-4487
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NOTICE OF ANNUAL GENERAL MEETING AGENDA

Pursuant to Article 4.1.2 of the Gas Processing Association Canada Bylaws, notice is hereby given that the association's Annual General Meeting will be held on Thursday, April 30, 2020 using the Zoom videoconferencing program, commencing at 12:00 pm.

Agenda

1. Call to order
2. Reading and Dispensing of the Minutes from the Annual General Meeting of March 19, 2019
3. President's Report
4. Financial Report
Approval of the 2019 Financial Statement
5. 2019 Directors' Highlights
6. Ratification of the Actions of the Board of Directors
7. Board of Directors Elections

Adjournment of the Annual General Meeting



ANNUAL GENERAL MEETING MINUTES

Tuesday, March 19, 2019
The Petroleum Club
319 – 5 Avenue SW
Calgary, Alberta

The attendance list can be obtained from the GPAC office to verify quorum.

1. Call to Order – 12:04 pm

Gerardo Leclair welcomed the members, indicating there was a quorum of at least 10% of the membership present in combination with proxies provided to the Board.

Materials for reference were on each table in the Annual Report:

- Agenda
- Minutes from the 2018 AGM
- Financial and Director's Reports

He acknowledged Past Presidents, Paul Homik and Greg Bury and Directors, Ellie Foden and Jonathan Balint, who has been involved for 10 years. He thanked them for their past and current volunteer efforts to keep the association running.

He also gave a shout out to the Corporate Sponsors, welcoming others to discuss opportunities to be involved.

2. Approval of the April 4, 2018 AGM Meeting Minutes

The minutes of the April 4, 2018 Annual General Meeting were circulated.

Moved by J. Balint that the minutes of the April 4, 2018 Annual General Meeting be approved as circulated

Seconded by R. Nadalutti.

Carried.

3. President's Report

It was noted that the 2018 President's report could be found in the Annual Report on the tables, which can be referenced. G. Leclair highlighted some of the big events in 2018 i.e. the LNG lunch, and participation in the GPA Midstream conference in the US.

4. Financial Report

The financial books of the Association were reviewed by two GPAC Members this year – Michael Janzten, Flexsteel Pipelines and Rod Nadalutti, Campus Energy. The statements were then approved by the Board and are presented in the Annual Report.

Members provided kudos for the GPAC Board balancing the budget so well when the predicted loss was \$10,000 - \$15,000.

5. Ratification of Board Actions

G. Leclair again referred to the Annual Report that summarized the actions of the Board in 2018 and asked for motion to ratify those decisions.



Moved by H. Smith that the yearend Financial Statement as at December 31, 2018 be approved as presented
Seconded by E. Foden
Carried.

He mentioned E. Foden's efforts to increase exposure via Social Media and Kevin Bonde doing a great job bringing in excellent speakers for our luncheons. Howard Smith has taken on the liaison with the student groups, with an event coming up at SAIT on Friday. James van der Lee will continue with GP 101 sessions and organizing a replacement for the joint PJVA conference that is not taking place this year.

Moved by J. Balint that the actions of the GPAC Board of Directors be ratified for the year 2018
Seconded by R. Nadalutti
Carried.

6. Elections

G. Leclair reminded the attendees that the Association is run by volunteers; both the individuals who sit on the committees and the companies that sponsor them do so because they are genuinely interested in the goals and activities of GPAC. Without them, the organization could not function. He thanked the members of the 2018 Board of Directors for their dedication and service including Chad Sales, Enbridge who had to step down during the year.

For those continuing on the Board for 2019, we only have one that requires re-election for another 2 year term:

- Paul Homik, Inter Pipeline, who we would like to keep on as a Director-at-Large

The following new nomination was presented:

- Michael Jantzen, Flexsteel Pipeline Technologies

Moved by J. Balint that the nominations of Directors for 2019 be approved as presented
Seconded by H. Smith
Carried.

7. Adjournment

The floor was open for questions and comments.

- GPAC will be collaborating more with ISA/Calgary; hosting a booth at their April conference
- People mentioned timing that works best for them when it comes to educational training i.e. a GP 101 workshop – full day, morning or afternoon; members felt an afternoon session is best so they can do some work in the morning and then be free
- Accreditation hours should be attached to our training to encourage attendance
- Lunches have been drawing 60-120 attendees which provides great networking
- Is there a central resource that could host all the technical training taking place in the city?
- Northern Committee/ Grande Prairie golf tournament was mentioned. A member suggested contacting the local Economic Development office who often like to partner with associations for events.
- A feedback survey to members was mentioned; how can members provide feedback, a comment form can be produced on the website.....Office

There being no new business raised from the floor, a call was made to adjourn the meeting.

Moved by E. Foden that the meeting be adjourned at 12:37 pm
Seconded by J. Balint
Carried.

PRESIDENT'S MESSAGE



As we move into this unprecedented and uncertain first quarter of 2020, the future of our industry remains uncertain and more challenging than ever!

Here at Gas Processing Association Canada, we are taking the time to refocus our efforts on being and getting back to our roots of being a Technical resource to our membership and midstream community!

Just like our industry, we are continuing to change the way we deliver value so that it meets the needs of our industry.

As we head into 2020, our big focus is on bringing back our Technical Conference, tentatively scheduled for September and rebuilding our Gas Processing 101 Series - which we are launching our first session at the end of May VIRTUALLY!! This is very exciting for our membership as we believe VIRTUAL meetings / learning will be more important than ever!

With the virtual offering of our GP101 session, we are encouraging our membership to sign up and participate as we are looking for ways to improve and build on ideas and further add value to our membership!

Some of our key Highlights from 2019 include:

- Hosted Two Lunch speakers at the Calgary Petroleum Club
- NAL Block Chain Transformation Story – Keith Steeves, CFO NAL
- Acceleration Centre for Entrepreneurs – Eric Allan, Tundra Process Solutions
- Joint Stampede Party with PJVA at The Metropolitan
- Hosted another sold out (sunny) Golf Tournament at Earl Grey
- Enjoyed our Amazing Winter Gala at The Petroleum Club!
- Hosted our 7th Annual Curling Funspiel!

As 2020 marks my first year as President of GPAC, I wanted to take a moment to thank Gerardo Leclair for his time and efforts during his Tenure. We simply cannot achieve the things we do without the dedication and commitment of our Directors, Volunteers and equally important our membership.

Thank-you to our Sponsorship! Without you we could not continue as an organization.

I look forward to seeing you at our events in 2020 and please feel free to contact myself or any other GPAC board member with questions or concerns! We appreciate your continued support!

Be safe and stay healthy!

Jonathan Balint



AUDITORS' REPORT

To the Directors of
Gas Processors Association of Canada
600 - 900 - 6 Avenue SW
Calgary, Alberta
T2P 3K2

We have audited the Balance Sheet of the Gas Processors Association of Canada as at December 31, 2019 and the Statement of Income & Expense for the twelve months then ended. These financial statements are the responsibility of the association's management. Our responsibility was to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards and accordingly consisted of inquiry, analytical procedures and discussion related to information supplied to us by the association.

Based on our audit, nothing has come to our attention that causes us to believe that these financial statements are not, in all material respects, in accordance with generally accepted accounting principles. They present fairly, in all material respects, the financial position of the association as at (December 31, 2019).

We provide the following recommendations for the Board to consider:

- include approval to pay invoices on the invoice;
- consistently sign and approve expense reports; and
- add quarterly review of financial statements.

Dated at the City of Calgary,
In the Province of Alberta,
This 10 day of March 2020


Rob Nadalutti


Stacy Matheson



FINANCES

Statement of Revenues and Expenditures

December 31, 2019

Unaudited

	2019	2018
ASSETS		
CURRENT		
Cheque Clearing Account	\$ -	\$ -
National Bank	(179)	18,414
Business Investment Account	32,307	31,874
Credit Card Clearing Acct	-	-
Prepaid expenses	6,821	261
Accounts Receivable	26,176	26,335
Inventory	2,056	3,596
	<u>\$ 67,181</u>	<u>\$ 80,480</u>
LIABILITIES AND MEMBERS' EQUITY		
CURRENT		
Accounts payable	\$ 316	\$ 5,278
Accrued Liabilities	(286)	317
GST Owing (Refund)	-	-
Deferred Income	14,228	14,984
	<u>\$ 14,258</u>	<u>\$ 20,579</u>

Statement of Members' Equity

December 31, 2019

Unaudited

MEMBERS' EQUITY		
Members Surplus, Beginning of Year **	\$ 59,901	59,520
Surplus, current year	(6,980)	381
Total Members' Equity	<u>52,922</u>	<u>59,901</u>
	<u>\$ 67,180</u>	<u>\$80,480</u>


 Jonathan Balint Director


 Michael Jantzen Director



Statement of Financial Position

		2019		2018
REVENUE				
Classic Golf Tournament	\$	54,427	\$	48,853
Past President Golf Tournament		1,360		1,620
Q1 - AGM		70		280
Stampede Breakfast		24,763		16,175
GPAC/PJVA Joint Conference		-		28,875
Safety Awards		-		-
Network Social (Curling)		12,350		6,900
Winter Gala		15,135		13,058
Tech Lunches		10,191		30,239
Plant Tours		-		-
Interest		433		378
Memberships		48,037		52,570
Publications		1,200		1,303
		167,966		200,251
EXPENSES				
Classic Golf Tournament		43,656		36,878
Past President Golf Tournament		1,305		1,549
Q1 - AGM		1,059		1,217
Stampede Breakfast		24,080		16,516
GPAC/PJVA Joint Conference		-		25,030
Safety Awards		-		-
Academic/Careers		250		-
Network Social (Curling)		7,814		5,140
Tech Lunches		6,425		20,910
Winter Gala		15,662		13,119
Plant Tours		-		-
Administration/Office Expenses		61,067		61,033
Board Executive Expenses		3,945		4,284
Memberships		6,264		9,499
Publications		1,651		1,405
Promo/Advertise/Website		1,768		3,289
		174,946		199,869
Excess (Deficiency) of Revenue Over Expenses	\$	(6,980)	\$	382



REPORTS

Alumni

As a voting member on the Board, I carry now a greater voice for our Alumni membership of past members, past Directors and past Presidents but can only do so with greater interest and input from them. Additionally, I carry a second portfolio of responsibilities, that of the Academic Committee Chair.

The prime role of the Alumni Representative is to act as the interface between the Board, the Association, alumni members and past Presidents. Experience gained from serving previously on the CGPSA Board is used to provide commentary, advice and guidance to the Board as appropriate. The continued updating of the Alumni database remains a work in progress and I would appreciate receiving notifications of address and phone number changes so we can continue to communicate. There remain a number of Alumni members with whom we have lost contact and any help in tracing them would be appreciated. I am pleased to report that following a request in the previous year's annual report, we have received several snippets of information, memories and anecdotes about our past, all of which is archived – please consider forwarding your contribution(s) which would be welcome. Another activity as work in progress is the substantial re-write of the GPAC Board Procedures Manual.

The Annual Past Presidents and Directors Golf Tournament was held on June 20th at Lynx Ridge Golf Club. Numbers were low but that did not prevent attendees from having a great afternoon of golf and reminiscing over a delicious steak dinner. We shall be repeating the Tournament in 2020 at Lynx Ridge Golf Course on the afternoon of Wednesday, June 24th. Please make a note of this date in your calendars as we look forward to a greater number of participants this year.

Respectfully submitted,

Howard C. Smith, P.Eng.
Alumni & Academic Director

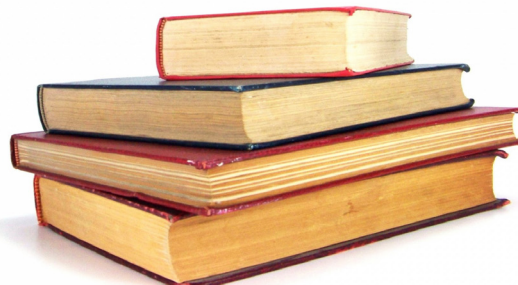
Student Engagement

Academically, one aim of GPAC is to connect with, and provide encouragement to, students about to enter industry. To this end, a not well publicized fact is that GPAC afforded four bursaries, one each to the U of C, the U of A, SAIT and NAIT, the income from each used as an annual award to a meritorious student of the academic institutions' selection. I attended the SAIT Awards, Presentation and Reception Event in April. Furthermore, GPAC supported the SAIT Industry Night hosting a booth that proved popular with a good number of students and post graduates. Our plan is to resurrect the Plant Tour this year potentially in September after a break of three years.

Overall, we are looking forward to 2020 in the hope we can increase our membership and participation.

Respectfully submitted,

Howard C. Smith, P.Eng.
Alumni & Academic Director





Programs

Gas Processing 101 Series – hope to be resurrected in 2020

These mini-courses were designed to provide a comprehensive overview of the Gas Processing industry in general and in Canada specifically for those new to the industry, wishing to enter the field, interested in transitioning to a different segment of the industry or just interested in learning about more about a particular topic.

The following subject areas were previously covered or will be covered in the near future:

- Gas Processing Overview/History
- Production/Gas Gathering
- Separation
- Compression and Pumps
- Sweetening
- Dehydration
- HC Recovery/Fractionation
- Sulphur Recovery Unit
- Acid Gas Injection
- Fired Equipment, Heat Exchangers, Cooling Towers
- LNG/Downstream
- Utilities, Refrigeration/Relief Systems/Storage
- Operation/Safety
- Economics/Distribution

Additional details and schedules will be available on the GPAC website as they are arranged.

Please note that these sessions are available only to GPAC members which makes it a very valuable asset.



Membership

To all Members and Sponsors, we hope this finds you safe and healthy as we start this unprecedented time in 2020. We thank you for your continued support; without your participation and our Corporate Sponsors, GPAC would not be here.

As you know, there are many benefits of belonging to a professional industry organization such as GPAC including having a bigger voice to speak for you when times call for it.

Our membership numbers remained stable in 2019, while expanding to include more producers and engineering companies. Our sponsors continued to support us, bringing new ideas to implement in 2020 that will provide added technical value to our members.

Of course, you can also count on Informative Lunches and our ever-popular social events. From the Curling Funspiel and Stampede Event joint with PJVA, to the Golf Classic and Winter Gala, these are events you won't want to miss!

Check out the events already booked:

- Curling Funspiel – March 6
- Annual General Meeting – April 30
- Annual Joint Stampede Event – July 6
- Annual Classic Golf Tournament – September 10
- Winter Gala – November 20

From Producers looking for a forum to discuss ideas to service providers launching a new business line, consider GPAC your method to tap into the broader network of the Canadian Gas Processing Industry.

For further enquiries on corporate sponsorship opportunities or for general membership questions, please reach out to Ron Espiritu at rone@tundrasolutions.ca or feel free to contact the office.



REPORTS

LUNCHES SUMMARY

February 27, 2019

"Digital Transformation for Thriving in Challenging Times"



Keith Steeves, CFO
NAL Resources
Management

Our industry is undergoing significant change and we must adapt to these changes to survive and strategy which is focused on improving performance primarily through increased cash flows both from a lower cost perspective but also from an increased revenue perspective. Keith Steeves is the Chief Financial Officer for NAL and he shared with us who NAL is, what Digital Transformation is to NAL, Projects that they are working on and the key obstacles as well as the strategies they are employing to overcome these obstacles.

Mr. Steeves has over 35 years of industry experience primarily in the areas of Finance, Acquisitions, Financial Analysis and Planning, Exploration, Marketing, Oil Sands, Major Projects Planning, Internal Audit and Information Technology. Mr. Steeves also has experience in Venture Capital, Turnaround Management and sitting on early stage technology boards. Mr. Steeves joined NAL Resources in December 2006 as Vice President, Finance and Chief Financial Officer for NAL Resources Management, NAL Trust and MLI Resources Ltd. and serves as a Director for a number of Manulife private companies. Prior to joining NAL, he spent three years as Corporate Financial Officer of Irving Oil Ltd., Launchworks, ICG Propane, and enjoyed an 18-year career with Gulf Canada Resources in various business and financial roles.

April 4, 2019

"The Calgary Innovation Ecosystem"



Erik Allan
Tundra Process Solutions
Ltd.

In this luncheon, Erik shared his research on the ecosystem and offered insight on how you might be able to set up your own technology accelerator to help spur innovation, create jobs, and solve industry challenges right here in Alberta.

Erik Allan is a professional engineer who's been involved in a dozen start-ups over the past 12 years, and has spent the last 2 years running an oil & gas technology accelerator known as the Tundra ACE Program. Prior to starting the program, Erik invested hundreds of hours researching the Calgary innovation ecosystem to see where Tundra Process Solutions might be able to provide value



REPORTS

SOCIAL EVENTS

5th Annual Winter Gala



Our 5th Annual GPAC Winter Gala took place on November 22nd at the Calgary Petroleum Club. It was a great event kicking off the winter season with bubbly, wine, and a three-course dinner before ending the night dancing to the live performance of “When Pigs Fly”. This event is a fantastic couples or team building event with a mix of GPAC members, industry professionals, and significant others.

Check out the photo gallery online www.gpacanada.com

Our 2020 Winter Gala is already booked for November 20 at The Calgary Petroleum Club. Contact GPAC to sign up your tables early or for more information.

Annual Stampede Lunch



Our Annual Stampede Event was hosted jointly with PJVA this year again at The Metropolitan on July 8, 2019. There were over 300 attendees at this lunch, enjoying some Calgary Stampede cheer, games and wonderful patio weather.

Sponsors:

- Title Sponsor - Universal Pegasus International
- Bronc Riders – Enerflex, Spartan Controls Ltd. and Tundra Process Solutions
- Steer Wrestlers - Berkeley Research Group
- Photobooth Sponsor – Rangeland Engineering

The Board heard your feedback about the venue and food; therefore the committee is searching for a new venue this year.

This event is always a great way to bring companies, clients and customers together for industry networking. So SAVE THE DATE – July 8 – for the 2020 lunch.



Annual Classic Golf Tournament

We were happy to avoid snow for our sold out Golf Tournament at Early Grey in September this year! A huge thank-you to all of our sponsors that continue to make events like these possible for non-profit organizations like GPAC:

Lunch Sponsor

Bilton

Tee Gift Sponsor

Universal Pegasus International

Wine Sponsor

Brenntag

Hole Sponsors:

- ALCO Gas & Oil Production Equipment
- Dow Oil & Gas
- Enerflex
- Equinox Engineering
- Gas Liquids Engineering
- Keywest Projects
- Rangeland Engineering
- Combustion Solutions
- Spartan Controls
- Startec Compression & Process
- Tundra Solutions
- Universal Pegasus

Congratulations to all our skill competition winners:

- Men's Longest Putt - Ken Temple
- Men's Longest Drive - Mark Schurer
- Men's Closest to the Pin - Rob Templeman
- Ball in Water - Monte Vickerson
- Ball in Sand - Roberto Pena
- Women's Longest Putt - Kat Bergstreser
- Women's Longest Drive - Kelle McIntyre
- Women's Closest to the Pin - Kelle McIntyre
- Marshmallow Chipping Contest - Duane Boyce

Team winners included:

Most Honest Team - Rachel Roskey, Andrew Moh, John Nichols, Lindsay Webb

Top Team #3 - Trevor Kramer, Cory Borw, Dan Meek, Mark Hallman

Top Team #2 - Neil Davies, Brock Fournier, Dean Lubasky, Mike Popowich

Top Team #1 - Kasey Klatt, Chad Hill, Tyson Woynarski, Mark Schurer

Our Mulligan Winner of the 50/50 Draw received \$1390 of which Tyson Woynarski donated \$500 back!

In total over \$5800 was raised for the LLS Leukemia & Lymphoma Society – our charity of choice!

The GPAC tournament is a favorite within the industry. Registration is already open for the September 10, 2020 event at Earl Grey. Be sure to register early and contact us if you are interested in hole sponsorships which are a great way to increase your corporate profile in the gas processing community.



7th Annual Curling Funspiel



The 7th Annual Curling Funspiel took place March 1 at the Calgary Curling Club with an almost sold-out crowd on hand to learn the game, network and walk away with a few prizes. This event has been a fan favourite for years and continues to grow. What better way to spend a Friday afternoon then enjoying some laughs and competition with clients and other industry professionals, supporting Canada's sport?!

Thank you to our Lunch Sponsor, Spartan Controls and the following Ice Sheet Sponsors!

- UniversalPegasus International
- Tundra Process Systems
- Rangeland Engineering
- Challenger Geomatics
- Spartan Controls
- NES Global

Team Winners included:

1st Place - Vintri Technologies - Jeff Boyle, Brendan Boyle, Ryan Jermain, Travis Hewlett (Tundra)

2nd Place - Rangeland - Sydney Pachmann, Les Gould, Dale Schneider, Amber McKain

3rd Place - Spartan #1 - Ellie Foden, Jordan Hicks, Lothar, Rocky Samborski

4th Place - Spartan #3 - Chris Day, Michael Leung, Wendy Huang, Blake Wickland

5th Place - Thermo Design - Will van Den Elzen, Eric Norrgard, Adam McDougall, Nick Hanson)

6th Place - AGAT Labs - Daniel Auld, Dan Yurkewich, Ryan Mandryk, Matt Geddes

Most Honest - Spartan #2 Darren Eberle, Dwayne Gara, Brent Rathgeber, Scott Lawson



GPAC GOLD SPONSORS



GPAC SILVER SPONSORS

ENERFLEX



GPAC BRONZE SPONSOR

