

June 23, 2014

Lee Doney  
Interim President and CEO  
Public Sector Employers' Counsel Secretariat  
Suite 210, 880 Douglas Street  
Victoria, BC V8W 2B7

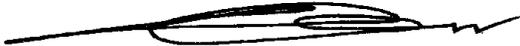
Dear Lee Doney:

**Re: Statement of Executive Compensation – Oil and Gas Commission**

The attached Statement of Executive Compensation has been reviewed and approved by the Commission's Board of Directors.

This correspondence is to confirm that the compensation provided to the Commission's Executive, as disclosed in the attached report, is accurate and within the Commission's approved compensation plan.

Yours truly,



Steve Carr  
Board Chair

Attachment



## STATEMENT OF EXECUTIVE COMPENSATION – 2013/2014

### EXECUTIVE COMPENSATION PHILOSOPHY

#### OBJECTIVES

- Establish market appropriate compensation for the Commissioner and all Named Executive Officers (NEOs) in order to recruit and retain talented leadership.
- Ensure that yearly merit increases reflect the individual, divisional and organizational performance of the individual Executive Team members.
- Ongoing review of the Executive Compensation Plan reflects changes within the labour market.

#### PRINCIPLES

- The Board of Directors provides oversight and approves the Executive Compensation Plan. The Executive Compensation plan has been approved by the Public Sector Employer's Council (PSEC).
- The Board (HR and Governance Committee) recommends the salary for the Commissioner based upon the Executive Compensation Plan approved by the PSEC.
- The Commissioner (CEO) determines the salary for all NEOs based upon the framework approved by PSEC.
- Executive Officers do not receive any incentives or bonuses, total compensation includes base salary and benefits.
- The BC Oil and Gas Commission are in compliance with the Executive Compensation Policy for Crown Corporations of July 2012.

## 2013/14 COMPENSATION DISCLOSURE

### Summary Compensation Table at Fiscal, 2014

Name and Position (a)	Salary (b)	Bonus and / or Incentive Plan Compensation (c)	Benefits (d)	Pension (e)	All Other Compensation (expanded below)	2013/14 Total	Previous Two Years Totals	
							2012 / 13 (s)	2011 / 12 (t)
Paul Jeakins, Commissioner	\$ 188,353	\$ -	\$ 7,384	\$ 20,287	\$ 16,628	\$ 232,652	\$ 227,514	\$ 213,918
Randall Smith, Chief Financial Officer	\$ 170,415	\$ -	\$ 7,409	\$ 18,281	\$ 1,200	\$ 197,305	\$ 199,030	\$ 202,294
Kenneth Paulson, Chief Operating Officer	\$ 164,277	\$ -	\$ 5,422	\$ 17,613	\$ 1,200	\$ 188,512	\$ 188,904	\$ 187,116
Trevor Swan, Chief Legal & Regulatory Officer	\$ 164,435	\$ -	\$ 7,229	\$ 17,613	\$ 9,738	\$ 199,015	\$ 192,806	\$ 196,507
James O'Hanley, Deputy Commissioner, Resource Development	\$ 157,051	\$ -	\$ 7,521	\$ 17,422	\$ 12,653	\$ 194,647	\$ 184,078	\$ 190,714

**Summary Other Compensation Table at FISCAL, 2014**

Name and Position (a)	All Other Compensation	Severance (f)	Vacation payout (g)	Leave payout (h)	Vehicle / Transportation Allowance (i)	Perquisites / other Allowances (j)	Other (k)
Paul Jeakins, Commissioner	\$ 16,628	\$ -	\$ 8,486	\$ -	\$ 6,942	\$ -	\$ 1,200
Randall Smith, Chief Financial Officer	\$ 1,200	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,200
Kenneth Paulson, Chief Operating Officer	\$ 1,200	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,200
Trevor Swan, Chief Legal & Regulatory Officer	\$ 9,738	\$ -	\$ 8,538	\$ -	\$ -	\$ -	\$ 1,200
James O'Hanley, Deputy Commissioner, Resource Development	\$ 12,653	\$ -	\$ 11,453	\$ -	\$ -	\$ -	\$ 1,200

Notes:

Paul Jeakins, Commissioner

\*Increase in 2013/14 Total due to receiving a Vacation Payout amount. Other: Parking as Taxable Benefit

Randall Smith, Chief Financial Officer

Other: Parking as Taxable Benefit

Kenneth Paulson, Chief Operating Officer

Other: Parking as Taxable Benefit

Trevor Swan, Chief Legal & Regulatory Officer

\*Increase in 2013/14 Total due to receiving a Vacation Payout amount. Other: Parking as Taxable Benefit

James O'Hanley, Deputy Commissioner  
Resource Development

\*Increase in 2013/14 Total due to receiving a Vacation Payout amount. Other: Parking as Taxable Benefit

\*The Commission offers a Retirement Allowance to both Included and Excluded employees. Upon retirement from service, an employee who has completed twenty years of service with the Commission, and who under the provisions of the Public Service Pension Plan rules is entitled to receive a pension benefit upon retirement, is entitled to an amount set out in the Collective Agreements and the Excluded Terms and Conditions of the Commission.