







Presentation Outline

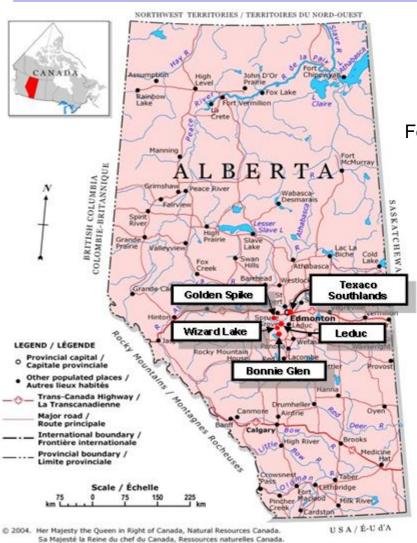


- Project Logistics/Contracting Strategy
- Project Performance
- Project Execution
 - Regulatory
 - ABSA
 - Hazmat/DSS Surveys
 - Hazmat/Asbestos Abatement
 - Demolition
 - QA/QC/Waste Management
- Global Sharing & Learning's
- Video on CAB Demolition









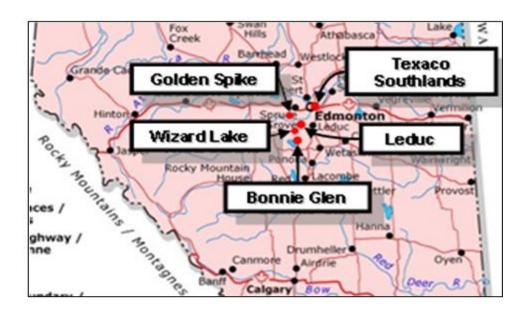
Leduc Gas Conservation Plant (Devon)

Golden Spike Gas Plant

Former Texaco Bonnie Glen Gas Plant Complex (3 Plants)

Former Texaco Wizard Lake Battery

Former Texaco Southlands Refinery (P&C asset)





Project Sites



Site Characteristics

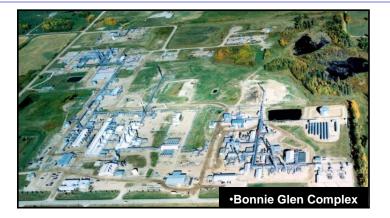
- Upstream oil and gas production facilities
 - · Crude oil processing and separation
 - Gas sweetening (sulfur) and processing
 - Produced (saline) water handling
- Constructed mainly early 1950's
- Ceased operations between 2006 to 2010
- Located in or adjacent to urban areas / agricultural
- Community proximity, (Devon, Mulhurst, Parkland Acreages)

Considerations / Encumbrances

- End land use determination, (Town of Devon)
- Upwards of 175 B/G pipelines and utilities on some sites
- Active:
 - 3rd party surface facilities and pipelines
 - 3rd party surface lease agreements
 - road use agreements
 - Utility Companies

Drivers for Demolition

- Safety / security proximity to residential
- · Access for environmental assessment
- Regulatory compliance with ERCB and AE&W regulations









Demolition Contract



Texaco Southlands

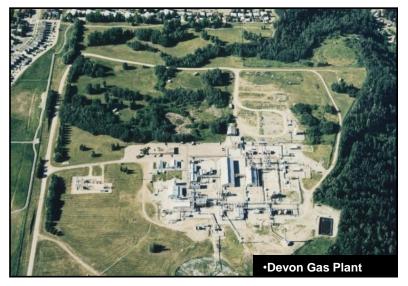
- Former Texaco refinery, ceased operations 1980
- Operating refinery units previously dismantled
- Tank farm, rail spurs, miscellaneous buildings remain
- 160 acres, 2 20 acre commercial leases

Demolition Project Scope

- Hazmat abatement, demolition to "slab-on-grade" elevation
- Bundled 5 sites, 7 plant facilities
- Economies of scale on Lump Sum contract
- Processing off -site vs on-site
- Buildings, equipment, and A/G piping to be removed
- · Material salvage, market price
- Foundations, berms, slabs, B/G piping and buried tanks stay
- · Intrusive site environmental assessment not included
- Early removal of large copper to reduce security risks
- QA / QC 3rd party environmental consultant
 - Abatement exposure control
 - Classification of waste streams, disposal
 - Validation of salvage quantities

RFI, RFP, Contract Award

- Prequal process with 13 contractors N. America
- Post home office visits 2 qualified
- Contract award Hazco (Tervita)



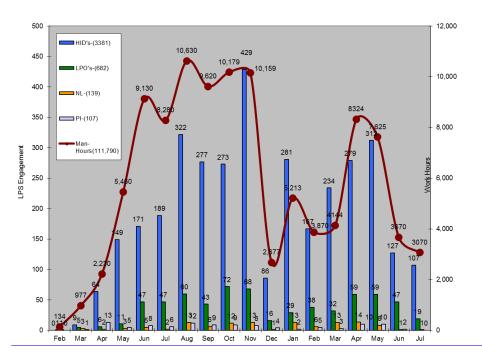


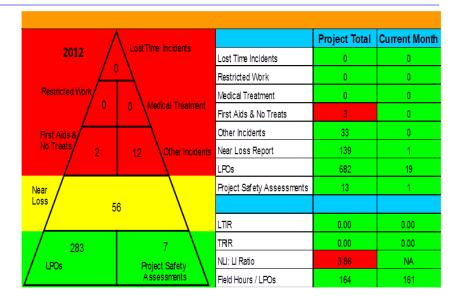






- > 110,000 safe work hours, no recordable incidents
- 3 first aid incidents
- 33 other incidents, (security & equipment)
- LPS metrics
 - 3381 HID's reported (1/hr)
 - 682 LPO's (1/682 hrs)
 - 139 Near Losses
 - 107 Peer Interventions





- Mobilization, early demo, copper removal late 2010
- 4 of 5 sites completed, 6 of 7 plants
- Awaiting transfer of Texaco Southlands to SPM
- Regulatory compliance 100%, 3 OH&S site audits
- 25% cost increase asbestos containing mastics, boiler refractories, NORMs, additional metal processing
- > 900 tons asbestos waste, 1800 tons demolition debris
- 21,000 tons recycled metals



Project Execution

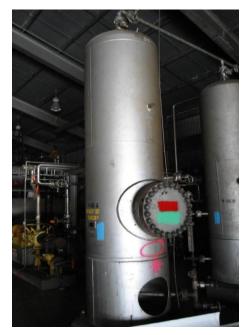


Regulatory/Key Stakeholders

- AENV OH&S Site inspections, Golden Spike and Bonnie Glen Gas Plants, (No deficiencies)
- Presentation to AENV on Oil & Gas Facility Decommissioning and Demolition
- Town of Devon, Parkland County, BG/Mulhurst Community

ABSA Inventory (Alberta Boilers Safety Association)

- Best Practice developed for identification and destruction process
- Identify ABSA registered equipment onsite while operations staff is onsite is preferred option.
- Identify the ABSA registered equipment with colour code for easy identification during demolition.
- Collect photos of ABSA pressurized equipment prior to demolition both of the name plate and the equipment.
- Photograph ABSA name plate once it has been removed during the demolition, (Certificate of Destruction Form)









ExonMobil

Hazardous Material Surveys, (DSS), Abatement

- Specialist skill not universally understood by Environmental Consultants and are more challenging than typical management surveys
 - Destructive & Non-destructive assessments
 - Inaccessible Materials
- Financial impact to project in Contractor bids either over or under estimate requiring scope changes during project execution
- Liability impact to abatement workers and all project staff on site in failing to identify quantity, type and location of asbestos

Hazardous Materials Survey Guideline for Demolition of Oil & Gas Facilities/Buildings

Guidance on Asbestos in Demo Projects

NORM Screening Best Practice







Demolition Execution



The demolition component of bringing a facility down to grade accounts for a small percentage of the project but can be the highest risk activity on the site.

The safe execution of demolition can only be achieved through;

- Proper use of demolition equipment, ROPS, FOPS, tracked equipment, foam tires, demolition trailers, etc.
- "No Boots on The Ground"
- Active Demolition Zones
- Quality method statements/demo plans & JSA's
- Skilled and experienced site supervisors and equipment operators
- Total engagement of all workers on-site to safety
- Management visibility and consistent expectations









QA/QC & Waste Management

Must meet all regulatory requirements for the handling, storage, transportation and disposal/ recycle of all DOW and Non-DOW wastes

Accomplished through;

- QA/QC waste management program
 - Proper storage
 - Transportation (testing loads for NORMS, weighing loads, disposed of at approved facilities
 - Proper documentation –waste manifests,
 scale tickets, ABSA, (Certificate of Destruction)
 - Adherence to IOL/EMES Asset Management Recovery Plan for recycled steel
 - Engage Hazardous Waste specialists, (Normcan)

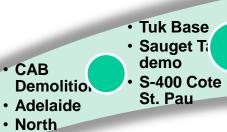






Global Sharing to Achieve Flawless Execution

- Safety-Planning, JSA Library, LPO's
- Facility Safe-out
- Hazmat Guidelines
- Asbestos Abatement
- IPR/Cold Eyes Reviews
- Audits
- Asset Recovery & Controls



Tokyo

- Lone Pine Gas Plant
- Bayonne Refinery
- Syncrude MLMR
- Bar C Base

• Noroxo
• US
Bundling
• Tappan
• Houston
• SPM
Chem Plant
• loco
• Abingdon

Harburg

- Demo vendor Selection & Evaluation
- Demolition Methods/Plans
- Cost Estimating and Metrics
- Technical Specs/Best Practices
 - ADZ Zones
 - Demo Equipment
 - Demo Guidelines/Modules





Global Impact - Learnings

EMES

- Global portal for corporate demolition excellence
- Proactive support of demolition project teams
- Develop best practices and tools
- Raise competency levels
- Continuous validation of global vendor capability

IOL Contributions

- Decommissioning & Reclamation approvals (AENV)
- Set global standard for RFI, RFP process and Job Spec documents
- Metals cost sharing strategy improved metals management efficiency and salvage valuation, (Develop a win/win strategy with Contractor)
- Third party onsite consultant for QA/QC waste tracking, air quality monitoring, regulatory vessel destruction compliance (best practice)
- Best practices and video training active demolition zones, asbestos abatement, hazmat guidelines, NORMS, demolition waste management, ABSA, Hg Pre-cursory Assessment.







Global Impact - Learnings

IOL Contributions

- Processing of metals off-site vs on-site
- Capability development Alberta oil and gas industry and Regulators/Standards
- Early removal of accessible copper for security
 & liability
- Early engagement with Operations on plant safe-out expectations. (how clean is clean?)
- Communication with other third party Oil & Gas Operators
- Hazmat Survey conducted during decommissioning and safe out, (Utilize Operations experience). Potential engagement & review of Hazmat Survey by a facility abatement specialist.
- Raise awareness Safety Bulletins
- Lessons learned shared Adelaide Refinery IPR, Nexen Gas Plant, Syncrude Mildred Lake Mine)











Video compiled from various training videos;

- Hazmat Abatement
- Dropping/Falling towers, stacks and furnaces
- Shearing of AST's
- Shearing of pipe bridges
- Demolition of buildings, cooling towers, boilers
- Loading and transporting metals for recycling

Thank You:

Freshwater Creative Tervita Golder Associates





Thank You Questions