

Ship-source Oil Pollution Fund: Everything Coastal communities need to know!



By Cameron Grant, Lead Counsel of the Fund To the Executive Committee of the Association of Vancouver Island and Coastal Communities





January 04, 2020

PRESENTATION OVERVIEW



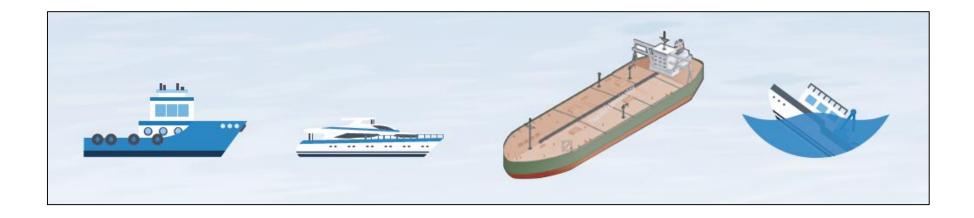
1. What is the Ship-source Oil Pollution Fund?

2. How are we funded?

3. How can local governments access compensation?

4. What is the Fund's current work?

The Fund compensates victims of oil pollution by <u>any</u> type of oil from <u>any</u> ship or boat



anywhere in Canadian waters.

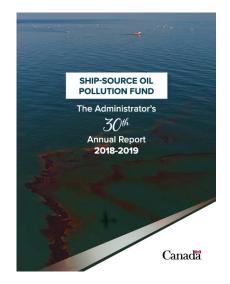
30 YEARS OF THE FUND



1989 — 2019









Largest-ever claim: over \$4.5 million.

Historically, a majority of claims are for under \$50,000.



Smallest-ever claim: \$217.86.

THE INDEPENDENT ADMINISTRATORS





Anne Legars, Administrator Appointed 2016

Mark Gauthier, Deputy
Administrator
Appointed 2018

HOW ARE WE FUNDED?

COMPENSATION AVAILABLE

The Fund currently holds over 400 million dollars.

This amount comes from money paid by:

- oil receivers and shippers in the 1970s
- interest generated on that money.

In the event of a disaster, the Fund has access to additional money.

There is no limit to how much the Fund can compensate.

- The levy is currently inactive. This is subject to change, however, at the discretion of the Minister of Transport.
- Any questions on policy or regulatory amendments should be directed to Transport Canada: <u>marineliability-responsabilitemaritime@tc.gc.ca</u>.

WHAT TYPES OF DAMAGES DO WE COMPENSATE?



Preventive measures



Clean-up costs



Costs for reinstatement of the environment



Property damage



Economic loss



Fisheries losses



Tourism losses



Loss of subsistence living

WHO CAN CLAIM?

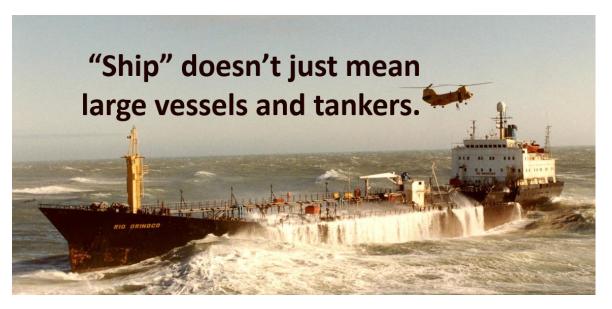


Anyone in Canada, including:

- Canadian Coast Guard
- Ports, harbours, and marinas
- Fishing and tourism industries
- All levels of government
- Corporations
- Indigenous communities
- Individuals
- Coastal landowners and owners of impacted ships or boats



WHAT TYPES OR SHIPS OR BOATS ARE COVERED?





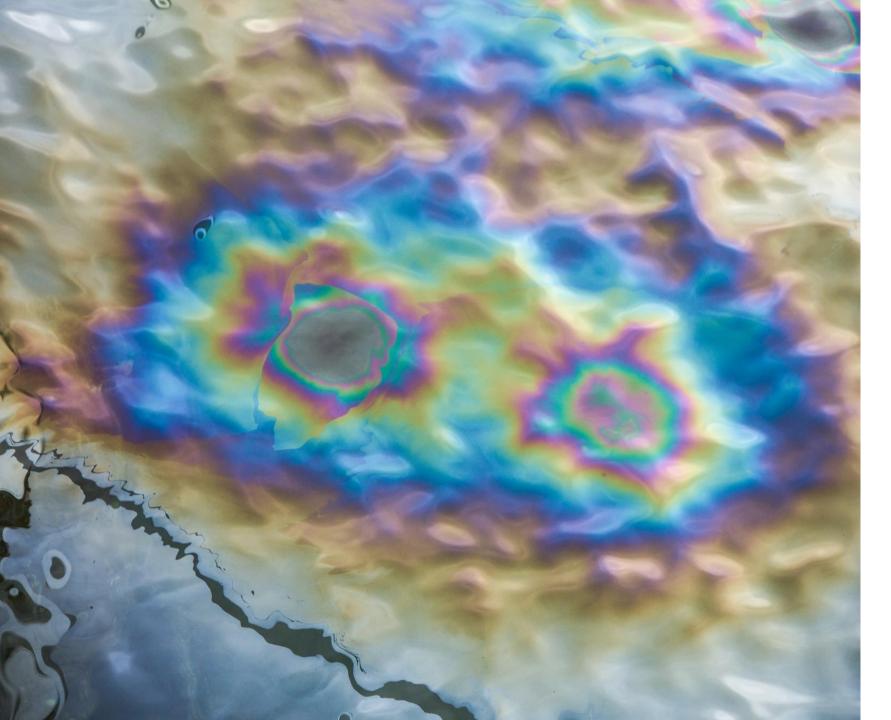
All kinds of smaller boat are covered too.













"Oil" includes:

- Gasoline
- Crude
- Diesel
- Lubricants
- Waste oils

WHAT IS THE FUND'S CURRENT WORK?

1. OIL POLLUTION DAMAGE



2. SUBMIT YOUR CLAIM



Submit your paper or electronic claim.

A claim should include:

- · Description of the incident
- Proof of damages
- Receipts or proof of payment for costs or expenses
- Pictures

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To be on the safe side, submit your claim within two years of the incident.

A fast-track process is available for claims of \$35,000 or less.



Submit your claim within one year of the incident.

3. ASSESSMENT

Here is what we are looking for:



Was the incident caused by oil pollution from a ship or a boat?



What actions did you take? Why? How much damage did you suffer?



How much did you spend? Was that amount reasonable?



Have you provided proof?

4. OFFER & COMPENSATION



You have <u>60 days</u> to accept the Administrator's offer or appeal it in court.



We will pay the amount offered plus interest.



If you are not paid in full, we provide the reasons for any reductions.

5. RECOVERY

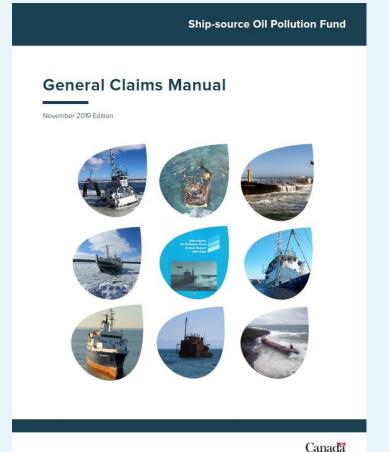
Once we pay you, we take all reasonable measures to recover from the shipowner or other responsible person.

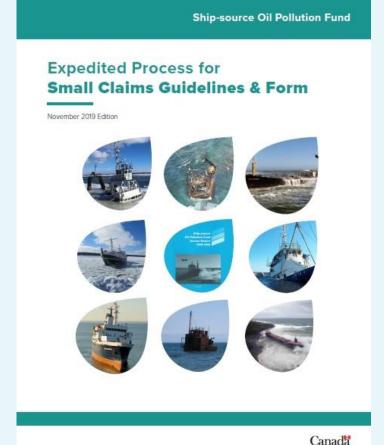


Canada's regime is based on the principle that owners are responsible for oil pollution caused by their ships and boats — this is the polluter pays principle.



New Claims Resources.





Ship-source Oil Pollution Fund

Coming soon!

Manual for Special Loss of Income Claims

Paper for the Fishing and harvesting community

General Claims Guidelines

Canada

THE FUND AND BRITISH COLUMBIA (1989-2019)



Number of claims received for incidents that took place in BC:

209

 Most claims come from BC in the past decade largely because of the number of abandoned and derelict vessels present in the province.

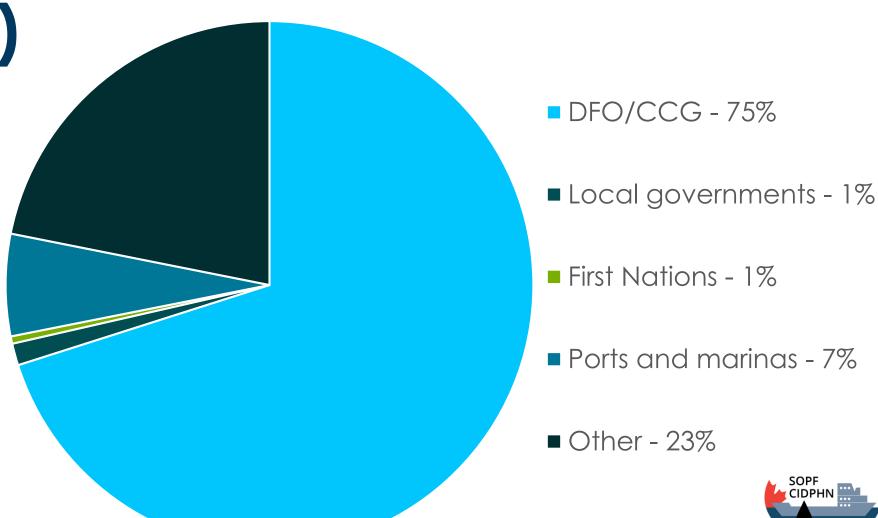
Total amount claimed to the Fund for incidents that took place in BC:

over \$21 million

THE FUND AND BRITISH COLUMBIA

(1989-2019)

The claimants:





Past Local Governments Claims

Only ten local governments have claimed

Largest compensatory payment to a local government:
 \$394,110.76 (September 2019)

• City of Vancouver received \$266,014.86 (May 2019)



THE FUND & LOCAL GOVERNMENTS

Total: \$1.6M claimed; +/- \$1M paid

Efforts to raise awareness were started in 2018



Claimed damages:

- costs for environmental response (with or without the Canadian Coast Guard)
- pumping out of vessel
- safety measures
- public information / management of volunteer personnel

- fresh water supply / water treatment plant
- waste management
- loss of revenues
- legal costs

If you are a municipality...



- Municipal assets / municipal resources used in response to spill / to protect from spill (preventive measures) (SCI)*
- Municipal personnel overtime*
- Contractors*
- Security services*
- Resource accommodation*
- Municipal revenue loss
- Extra municipal expenses*
- Disposal of oily wastes*

(* Eligible as ''small claim'' if less than \$35K)

WATCH THE WEBINAR HERE:

http://sopf.gc.ca/?page_id=543







Questions?

We are actively working on a comprehensive process with our key stakeholders! Join the discussion by subscribing to our newsletters, and by sharing our views on social media!

How to get in touch?













