

An appeal

- by -

Brian Briggs,  
a Director and Officer of Tyhee Gold Corp.  
("Mr. Briggs")

- of a Determination issued by -

The Director of Employment Standards  
(the "Director")

pursuant to Section 112 of the  
*Employment Standards Act* R.S.B.C. 1996, C.113 (as amended)

**TRIBUNAL MEMBER:** Shafik Bhalloo

**FILE No.:** 2016A/12

**DATE OF DECISION:** March 21, 2016

## DECISION

### SUBMISSIONS

Brian Briggs

on his own behalf as a Director and Officer of Tyhee Gold Corp.

### OVERVIEW

1. Pursuant to section 112 of the *Employment Standards Act* (the “*Act*”), Brian Briggs (“Mr. Briggs”) has filed an appeal of a determination issued by a delegate of the Director of Employment Standards (the “Director”) on December 15, 2015 (the “Determination”).
2. The Determination concluded that Mr. Briggs was a director and officer of Tyhee Gold Corp. (“TGC”), an employer found to have contravened provisions of the *Act* at the time wages owed were earned or should have been paid to Ravina Narsaiya (“Ms. Narsaiya”) and Carolyn Cornell (“Ms. Cornell”) (collectively, the “Complainants”) and, as such, was personally liable under section 96 of the *Act* for an amount of \$20,486.04 inclusive of accrued interest pursuant to section 88 of the *Act*.
3. In his appeal, Mr. Briggs submits that evidence has become available that was not available when the Determination was being made.
4. I have decided this appeal is an appropriate case for consideration under section 114 of the *Act*. At this stage, I am assessing this appeal based solely on the Determination, the Reasons for the Determination (the “Reasons”), the appeal and written submissions made by Mr. Briggs, and my review of the section 112(5) “record” (the “Record”) that was before the Director when the Determination was being made. Under section 114 of the *Act*, the Employment Standards Tribunal (the “Tribunal”) has discretion to dismiss all or part of an appeal, without a hearing of any kind, for any of the reasons listed in subsection 114(1). If satisfied the appeal, or part of it, has some presumptive merit and should not be dismissed under section 114(1) of the *Act*, Ms. Narsaiya will, and the Director may, be invited to file further submissions. On the other hand, if it is found the appeal is not meritorious, it will be dismissed under section 114(1) of the *Act*.

### ISSUE

5. The issue to be considered at this stage of the proceeding is whether the appeal should be dismissed under section 114 of the *Act*.

### THE FACTS

6. The Complainants filed a complaint under section 74 of the *Act* alleging that TGC contravened the *Act* by failing to pay them all wages, including compensation for length of service. The Director investigated the complaint and, on August 26, 2015, issued a determination against TGC (the “corporate determination”) which found TGC liable for wages to the Complainants in the total amount of \$41,480.54 inclusive of interest. The Director also imposed an administrative penalty on TGC in the amount of \$500.00. The corporate determination, which included a notice to directors and officers explaining their personal liability under the *Act*, was sent to TGC with copies to the registered and records office and to the directors and officers of TGC individually. The appeal period for the corporate determination expired on October 5, 2015,

and no appeal was filed by TGC, and the latter did not pay the amount ordered in the corporate determination.

7. On July 9, 2015, the delegate conducted a BC Online: Registrar of Companies – Corporation Search of TGC which showed that TGC was incorporated on March 3, 1993, and Mr. Briggs was listed as a director and officer.
8. On December 1, 2015, the delegate conducted a further BC Online corporate search of TGC, which confirmed that Mr. Briggs was still listed as a director and officer. The searches confirmed that Mr. Briggs was a director between January 1, 2014, and May 29, 2015, when the Complainants’ wages were earned or should have been paid.
9. As a result, the delegate issued the Determination against Mr. Briggs, holding the latter personally liable for up to two (2) months’ unpaid wages for each of the Complainants.
10. As there was insufficient evidence to indicate that Mr. Briggs authorized, permitted or acquiesced in contravention of the *Act*, he was not found liable for the administrative penalty levied against TGC.
11. Mr. Briggs appeals the Determination based on the “new evidence” ground of appeal, and is seeking the Tribunal to change or vary the Determination in relation to Ms. Narsaiya only.

## **SUBMISSIONS OF MR. BRIGGS**

12. Mr. Briggs’ submissions are very brief. He states that Ms. Narsaiya is a Chartered Professional Accountant and, therefore, pursuant to Regulation 31(b) of the *Employment Standards Regulation* (the “*Regulation*”), she is excluded from the application of the *Act*.

## **ANALYSIS**

13. Section 96 of the *Act* provides as follows:

### **Corporate officer’s liability for unpaid wages**

- 96 (1) A person who was a director or officer of a corporation at the time wages of an employee of the corporation were earned or should have been paid is personally liable for up to 2 months’ unpaid wages for each employee.
- (2) Despite subsection (1), a person who was a director or an officer of a corporation is not personally liable for
- (a) any liability to an employee under section 63, termination pay or money payable in respect of individual or group terminations, if the corporation is in receivership,
  - (b) any liability to an employee for wages, if the corporation is subject to action under section 427 of the *Bank Act* (Canada) or to a proceeding under an insolvency Act,
- ...

14. It is settled law in the Tribunal’s decisions pertaining to an appeal of a determination made under section 96 of the *Act*, that the appellant is limited to arguing only those issues that arise under section 96 of the *Act*, namely:

- Whether the person was a director when the wages were earned or should have been paid;

- Whether the amount of liability imposed is within the limit for which a director may be found personally liable;
  - Whether circumstances exist that would relieve the director from personal liability under subsection 96(2).
15. It is also settled law that the director/officer is precluded from arguing the corporate liability in an appeal of a section 96 determination (see *Kerry Steinemann, Director/Officer of Pacific Western Vinyl Window & Doors Ltd.*, BC EST # D180/96). Therefore, Mr. Briggs may not make any submissions questioning or raising the matter of the correctness of the corporate determination in this appeal. However, in his very brief written submissions, he raises the issue of the status of Ms. Narsaiya to make a claim under the *Act* because of her alleged professional status as a Chartered Professional Accountant. These submissions, in my view, challenge the merits of the corporate determination and are, therefore, inappropriate for consideration in the appeal of the Determination. The appropriate time for raising this issue would have been in the appeal of the corporate determination, but TGC failed to file an appeal.
16. Having said this, with respect to the issues that do arise under an appeal of a section 96 determination, Mr. Briggs is not disputing that he was a director of TGC, and so listed in the corporate searches of TGC, at the time the wages of the Complainants (including particularly, Ms. Narsaiya), were earned and should have been paid by TGC. He also does not dispute the amount of personal liability imposed on him, which amount is within the limit of his personal liability set out in section 96 of the *Act*. He also does not raise any issue, nor adduce any evidence, that indicates circumstances that might exempt him from personal liability under section 96(2) of the *Act*. In these circumstances, I find that Mr. Briggs has failed to establish any relevant basis for me to cancel the Determination.
17. In the result, I find that Mr. Briggs' appeal of the Determination has no reasonable prospect of any success, and I dismiss it pursuant to section 114(1)(f) of the *Act*.

## ORDER

18. Pursuant to section 115 of the *Act*, I order the Determination, dated December 15, 2015, be confirmed, together with any interest that has accrued under section 88 of the *Act*.

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**Shafik Bhalloo**  
**Member**  
**Employment Standards Tribunal**