December 11, 2025

Lally Bros. Holding Ltd. 7126 Brown Street Delta, BC V4G 1G8

Notice of Order against Lally Bros Holding Ltd. to Comply with the *Container Trucking Act* and Container Trucking Services Licence.

Introduction

- 1. Lally Bros Holding Ltd. ("Lally Bros") is a licensee within the meaning of the *Container Trucking Act* (the "Act") and the *Container Trucking Regulation* ("the *Regulation*").
- 2. Lally Bros currently operates under a container trucking services licence that came into force on December 1, 2024 ("2024 CTS licence"). Section 6.16 of the CTS licences states that "the Licensee must carry out Container Trucking Services for On-Dock Trips and Off-Dock Trips using only Truck Tags allocated by the Commissioner on the conditions imposed by the Commissioner." Section 6.17 states that "the Licensee must assign a Truck Tag to each truck performing Container Trucking Services for On-Dock trips and Off-Dock trips." "Truck Tag" is defined as "an OBCCTC decal affixed to a truck pursuant to this Licence." As per section 1(d)(i) of Appendix B, all Approved Vehicles used by the Licensee for Container Trucking Services must display a Truck Tag to carry out regulated trips.
- 3. Under section 31 of the *Act*, the Commissioner may conduct an audit or investigation to ensure compliance with the *Act*, the *Regulation* or a license.
- 4. Under sections 22 and 23 of the *Act*, minimum rates that licensees must pay to truckers who provide specified container trucking services are established by the Commissioner via the Rate Order and licensees must comply with those statutorily established rates. Section 23(2) states:

A licensee who employs or retains a trucker to provide container trucking services must pay the trucker a rate and a fuel surcharge that is not less than the rate and fuel surcharge established under section 22 for those container trucking services.

Background

- 5. The Office of the BC Container Trucking Commissioner ("OBCCTC") introduced the OBCCTC Truck Tag in October 2023 to:
 - a. enhance visibility of trucks approved to perform regulated CTS work.
 - b. streamline tracking of trucks performing regulated CTS work.
 - c. facilitate off-dock enforcement.

- 6. On October 18, 2023,¹ the OBCCTC issued an Industry Advisory advising licensees that they were responsible to obtain and display the OBCCTC tags.
- 7. The OBCCTC has spent significant resources installing OBCCTC decals (tags) on all approved trucks (both company and IO trucks) with multiple opportunities for licensees to ensure trucks performing CTS were properly tagged since the introduction of the OBCCTC tag² in 2023.
- 8. On or about November 27, 2024, the OBCCTC issued Lally Bros a 2024 CTS licence which came into effect on December 1, 2024.
- 9. On or about November 27, 2024, the OBCCTC advised Lally Bros to send a representative to pick up its expiry decals (these decals are affixed to the OBCCTC tags and are valid until the expiry of the licence).³
- 10. On or about November 27, 2024, a representative of Lally Bros picked up the expiry decals that had been allotted to Lally Bros under its new license and received written instructions to install the OBCCTC expiry decals on each approved truck in Lally Bros' fleet before December 1, 2024 and was reminded in writing that failure to do so would be in breach of its 2024 CTS licence.

Investigation

- 11. On June 11, 2025, the Office of the BC Container Trucking Commissioner ("OBCCTC") initiated an investigation pursuant to section 31 of the Container Trucking Act ("Act") after receiving a complaint that an untagged truck owned or operated by Lally Bros Holding Ltd. ("Lally Bros") performing container trucking services within the Lower Mainland.
- 12. In accordance with section 32 of the *Act* and Appendix D to Schedule 1 of the 2024 CTS License, Lally Bros was required to provide copies of the following documents ("Requested Records") on or before June 23, 2025:
 - Current registration and ICBC insurance documents for Unit 416.
 - Electronic payroll records including pay stubs, wage statements and trip sheet(s) associated with any driver who has driven Unit 416; and
 - Electronic container trucking services tracking data for Unit 416 as required pursuant to section 6.7 of the 2024 CTS license.
 - Electronic container trucking services tracking data (including GEOTab) for each day for Unit 416 between December 1, 2024, to April 24, 2025.
 - Electronic payroll records, wage statements and trip sheet(s) are associated with any driver who has driven Unit 416 between December 1, 2024 to April 24, 2025.
 - Electronic payroll records of the driver that picked up the impugned container from Centerm on May 21, 2025.
 - Interchange, trip sheet and any documents of the container being picked up from Centerm on

¹ Industry Advisory – Introduction of the OBCCTC tag – October 18, 2023

² Industry Advisory – Off dock enforcement- December 19, 2023

- May 21, 2025.
- Electronic container trucking services tracking data (including GEOTab) for the truck that picked up the container from Centerm on May 21, 2025.
- All driver(s) name, address, phone number and date employment began who has driven Unit 416 between December 1, 2024, to April 24, 2025.
- 13. The deadline for production of documents and submission was June 23, 2025. Lally Bros only provided a three sentence letter, but failed to provide the Requested Records. Lally Bros did not produce the Requested Records by the deadline.

Order

- 14. Based on Lally Bros's failure to produce the Requested Records by the deadline and pursuant to section 9 of the Act, I order Lally Bros to produce the Requested Records to the OBCCTC no later than 12:00 pm Noon, December 23, 2025.
- 15. The Commissioner may propose an administrative penalty based on Lally Bros's failure to comply with the *Act, Regulation*, or licence. Any such penalty will be proposed in accordance with section 34 of the *Act*.
- 16. This order will be delivered to Lally Bros and published on the OBCCTC's website (www.obcctc.ca).

Dated at Vancouver, BC this 11th day of December 2025.

Karm Jauhal

Deputy Commissioner

Harle