



Ministry of
Energy and
Resources

Oil and Gas Business Process and Systems Renewal Project

Registry Q & A Session
May 26, 2009

Presenter: Jeff Ritter, Director,
Business Process and Systems Renewal Project





Business Need/Opportunity

- Last business process and system renewal project occurred in the 1980's.
- Industry has grown – both in contribution to the economy (GDP) as well as provincial government revenues.
- Industry demanding changes. Opportunity for pan-Western co-operation.





Program Review/BPI

- 100+ business processes identified in “as is” modeling.
- All will be reviewed/revised/re-engineered as we move to our “to be” state.
- Largest Program Review/BPI initiative in the Ministry’s history





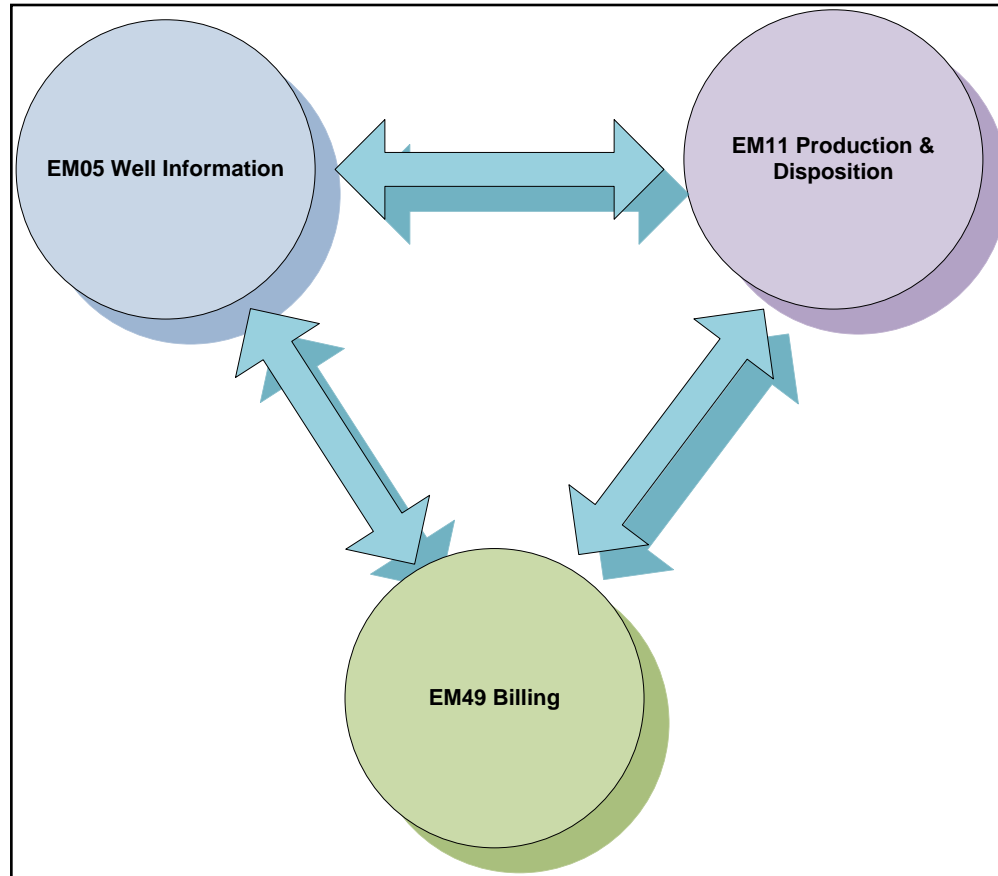
Pan – Western Approach

- Significant interest in the Ministry aligning processes with the Petroleum Registry of Alberta (the Registry)
- Opportunity assessment/evaluation of the Registry included in Business Case



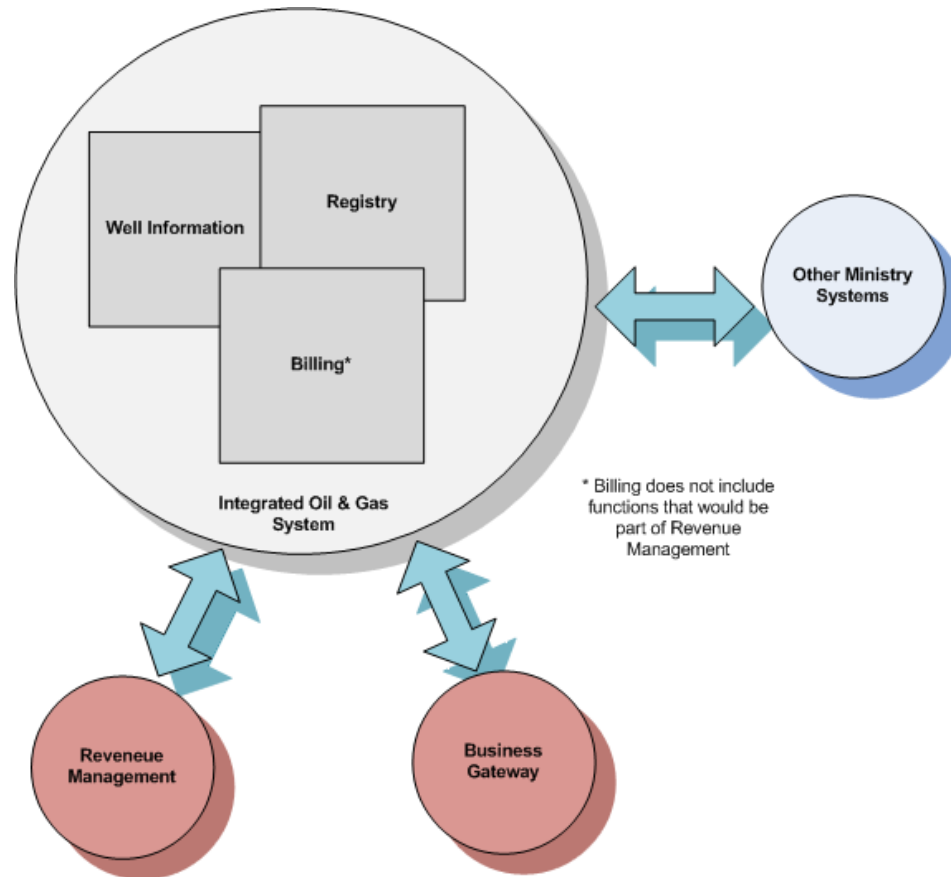


Current State





Proposed Solution





External Service Transformation

- Standardization of business processes between Alberta and Saskatchewan
 - Reduced staffing costs and training/ability for staff to focus on more value-added work
- Standardization of systems between Alberta and Saskatchewan
 - Cost savings in development and maintenance of system components required for reporting to Alberta and Saskatchewan
- Central, shareable and secure system
 - Better and timelier access to data – Business to Business





External Service Transformation

- Registry tools and functional processes available for Saskatchewan properties
 - Reduced errors and re-work
 - Immediate feedback will result in fewer amended invoices
 - Better analytical tools
 - Easier to upload and download information and potential for enhanced automation
 - Auto balancing between facilities and between provinces
 - Integration of well status and volumetrics





External Service Transformation

- Registry Management Processes Available for Saskatchewan stakeholders
 - Collaborative relationship with Alberta and Saskatchewan provides opportunities for further standardization and development of cost-effective approaches.





Program Effectiveness and Efficiency

- Improve the internal operations of the entire Ministry.
 - Staff Reallocation
 - Increased Revenue
 - Cost Avoidance
 - Reduced Turnaround Times
 - Better, more accurate and complete analysis
 - Greater flexibility to meet future demands





Timelines – Renewal Program

- We are approaching this as a program that will span four to five years.
- Multiple projects (at least 4) within the program
- Projects will range from 1-2 years with defined start and end dates.





Timeline – Registry Project

- Project anticipated to take 18 to 24 months.
- Two preferred implementation windows identified by Industry – May and October
- SER's ability to compress the project to reach an earlier implementation window is limited.
- We will not implement at a time that is inconvenient to industry.





Strategic Alignment

Securing the Future

Sustain Economic Growth for the benefit of Saskatchewan People

Secure Saskatchewan as a place to live and raise a family

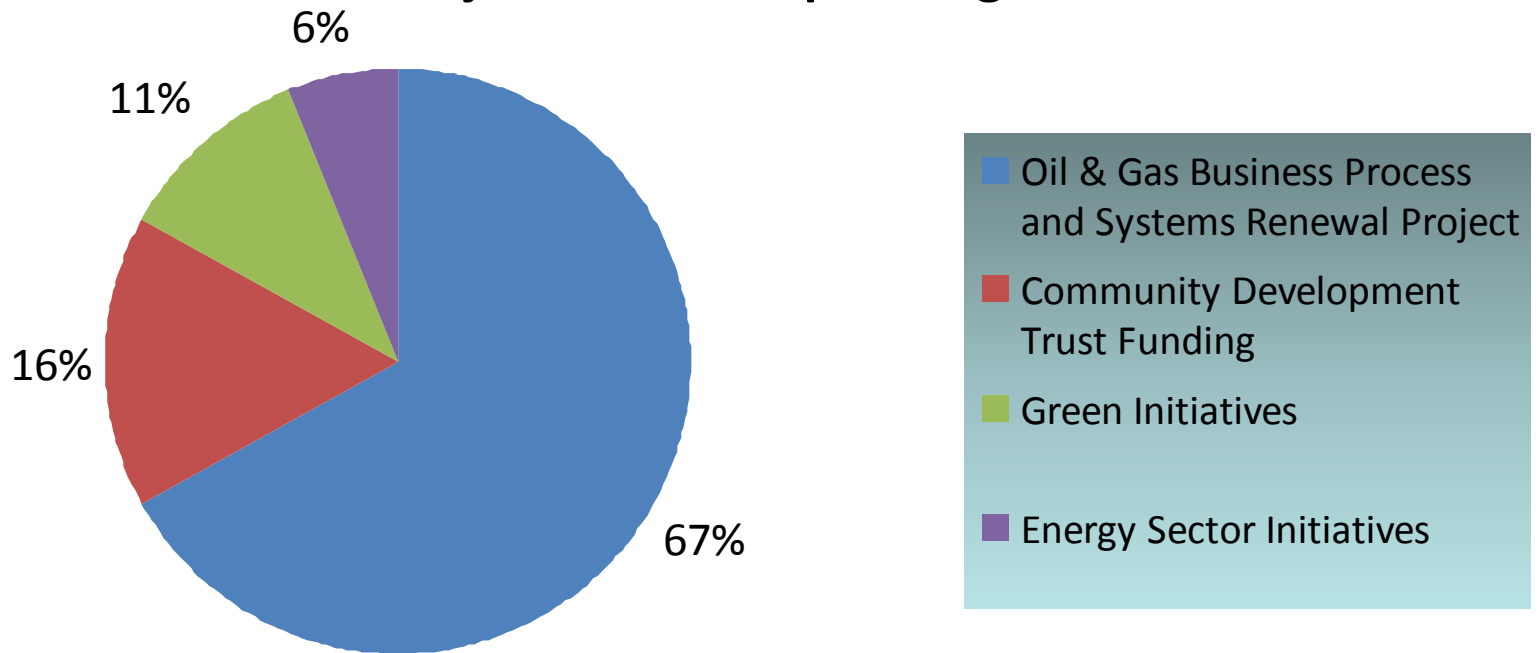
Accountable and Responsible Government





Financials

Major Initiative Spending





Financials

- Industry is a significant contributor to government revenues.
- Updating business processes and exploiting new technology will decrease Industry costs and increase the accessibility of information for future development plans





Questions?

