

Mineral Ownership Updates by the Ministry of Economy may create Additional RTP Non-compliance errors

Jurisdiction	Release/Revision Date	Location of Change in this Document	Comment
SK	October 27, 2015		Initial Release

Audience: All Saskatchewan Users

Purpose: This tip is to inform SK Petrinex users that over the next few months, the Ministry of Economy (ECON) is engaged in data cleanup and conversion activities to support the roll out of the new industry facing Integrated Resource Information System (IRIS). Some of these data cleanup activities may result in Royalty Tax Payer (RTP) non-compliance errors being generated in Petrinex and will require the operator to make corrections to RTP records.

Background: During ECON's conversion from the old systems to the new IRIS system, it was discovered that certain mineral ownership changes would be required to ensure proper balancing of mineral ownership details. Some of the mineral ownership changes will affect prior production months as far back as 2012-03.

Key Messages: As a result of ECON data cleanup efforts over the next few weeks, BAs may see an increase in RTP non-compliance errors, some of which may be related to reporting months as far back as March 2012.

For the most part, these errors will be generated because of very minor ECON changes to the Mineral ownership details as shown in the RTA record. These changes are related to rounding and other historical data cleanup issues and even very minute differences

in ownership between the RTA and RTP records will result in the generation of an RTP error in Petrinex.

Most of the changes will be very minor in nature, but even minor changes can have a significant impact, especially in Units where the operator is assessed for 100% of the royalties and taxes owing in cases where there is a mineral ownership mismatch between the RTA and RTP.

ECON's expectation is that BAs monitor their non-compliance report and make the necessary corrections to RTP records prior to the reporting deadlines to ensure a balance between the RTA and RTP mineral ownership details. Uncorrected errors will result in non-compliance penalties.

Waivers will not be considered unless the BA can clearly demonstrate that they were not provided with sufficient time to make the necessary changes to RTP records.

More information:

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