

Timelines and Penalties for Supplemental Reporting

Oil Sands Royalty Business Training

Alberta Energy

June 16, 2022

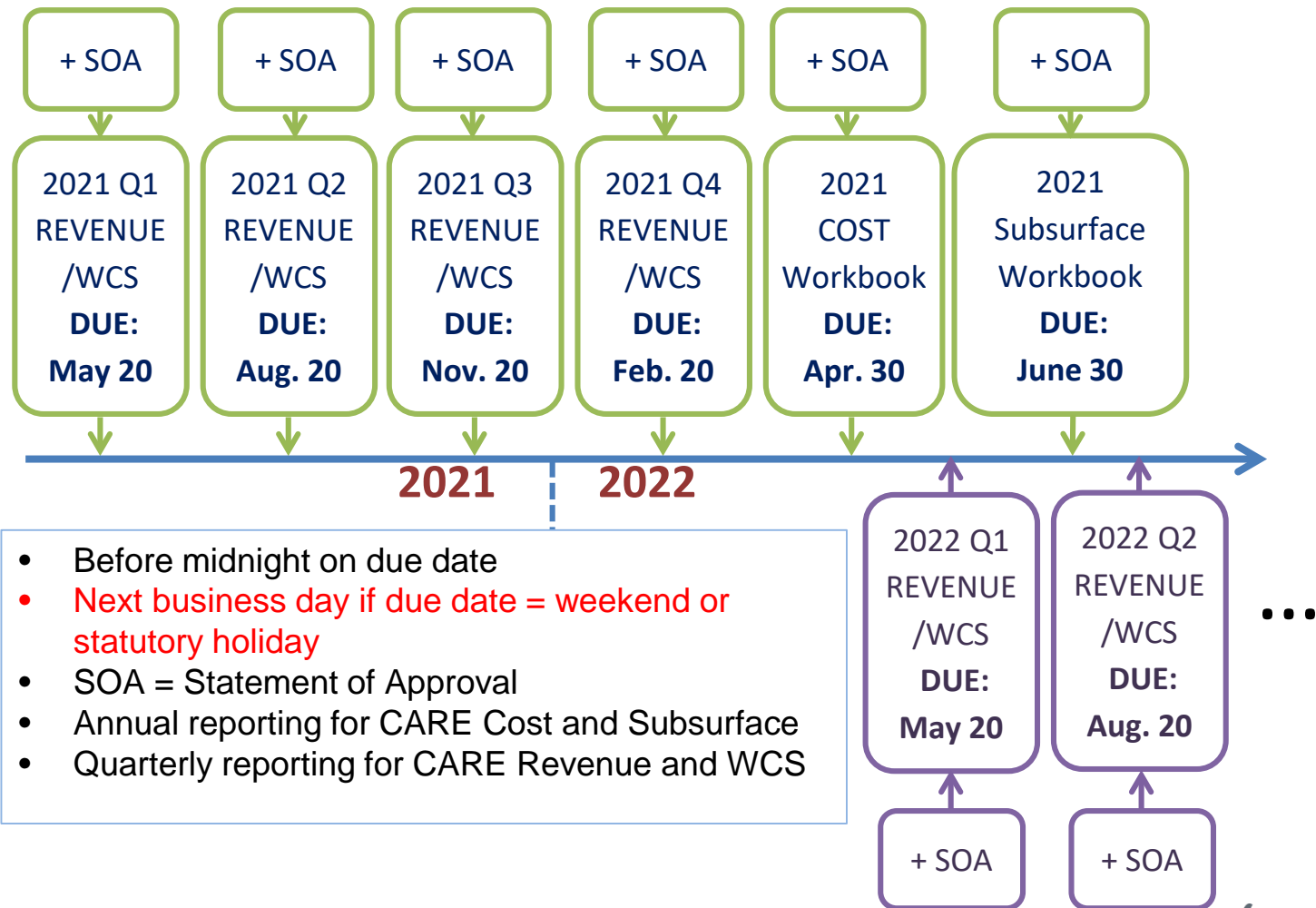
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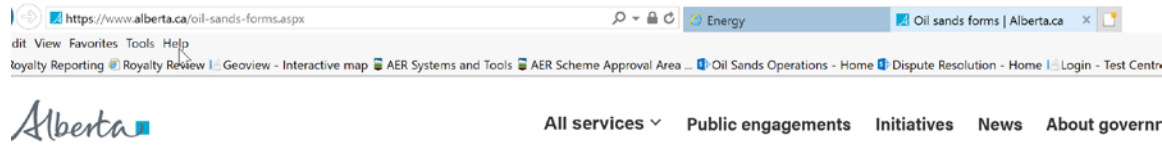
Topics

- Filing Deadlines
- After Project Approval
- Zero Production
- Replacement Reports
- Penalties

Filing Deadlines for 2021 CARE Reports



Reporting Calendar (Important dates to keep in mind!)



Oil sands reporting calendar

Oil Sands Operations has developed an [Oil Sands Royalty Reporting Calendar](#) (PDF, 123 KB) that encompasses reporting timelines for the following:

- monthly and annual royalty reporting and payment deadlines for Projects and Non-Projects
- annual forecast reporting
- oil sands monthly royalty rates, published Bank of Canada long-term bond rates and Bitumen Valuation Methodology (BVM) component publication
- cost analysis and reporting enhancement (CARE) quarterly and annual reporting deadlines

<https://www.alberta.ca/oil-sands-forms.aspx>

“This calendar has been prepared as a courtesy only and the Government of Alberta does not warrant or make any other representations regarding the use, accuracy, timelines, applicability, performance or reliability of this calendar. Please refer to the *Oil Sands Royalty Regulation, 2009 A.R 223/2008* for dates and deadlines.”



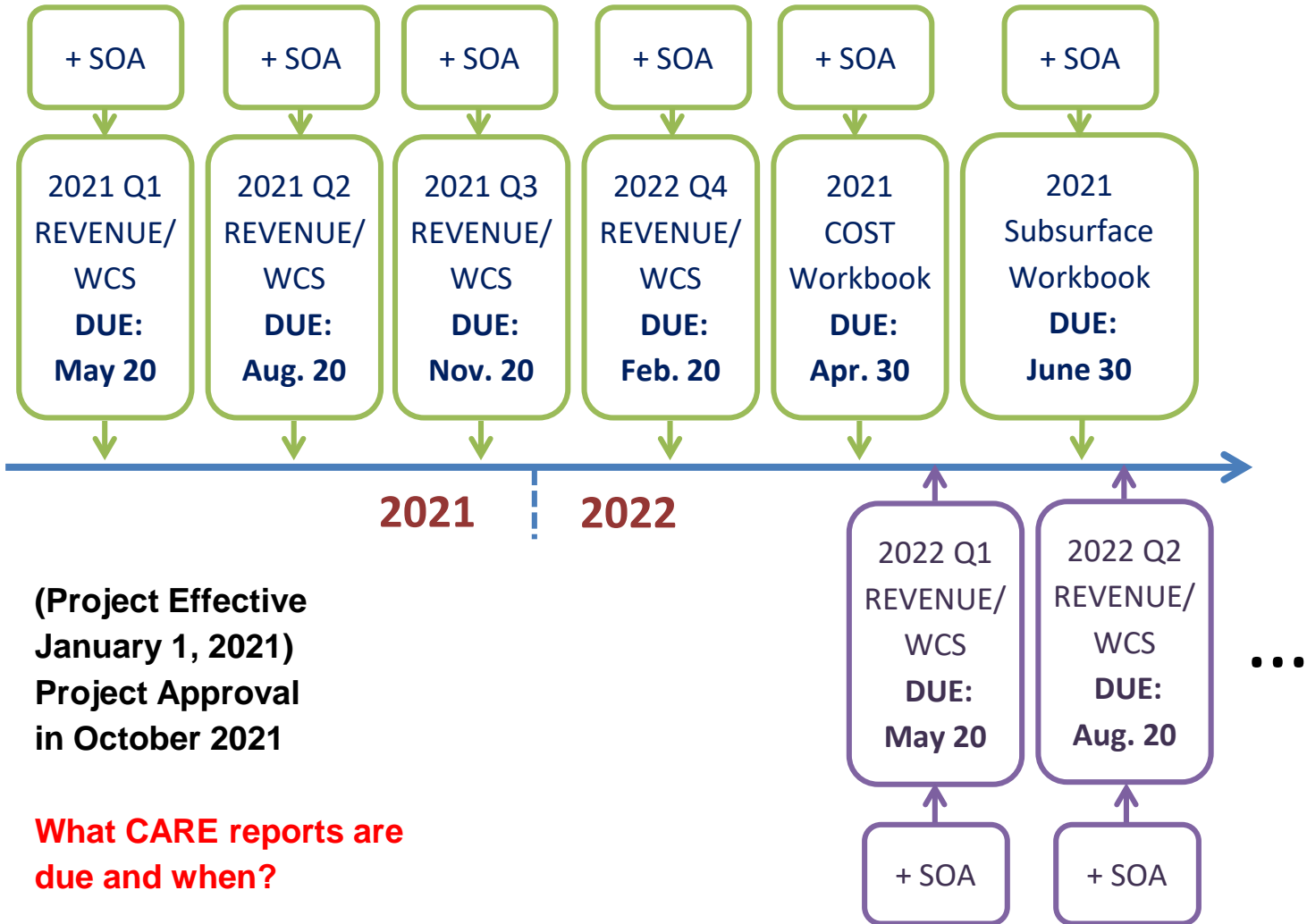
January 2022						
Sunday	Monday	Tuesday	Wednesday	Thursday	Friday	Saturday
						1
2	3 OFFICE CLOSURE	4 Publish December Monthly Long Term Bond Rate	5 Publish Monthly Interest Rates	6 NPR Transaction Detail NPR Discrepancy Reports	7	8
9	10 Publish OS Monthly Royalty Rates Monthly Statement of Account	11	12	13	14	15
16	17	18	19	20	21	22
23	24 Publish Bitumen Valuation Methodology Components*	25	26	27	28 Publish January Monthly Long Term Bond Rate	29
30	31 Monthly NPR Well Event Report Publish NAL Pipeline Rate of Return December 2021 MRC/GFE/NPR/SOA/ Reporting and Payment CSR - December Monthly Reporting & Payment due by 7am					

*Please note this date may occur later because this item requires information from a third party to be completed.

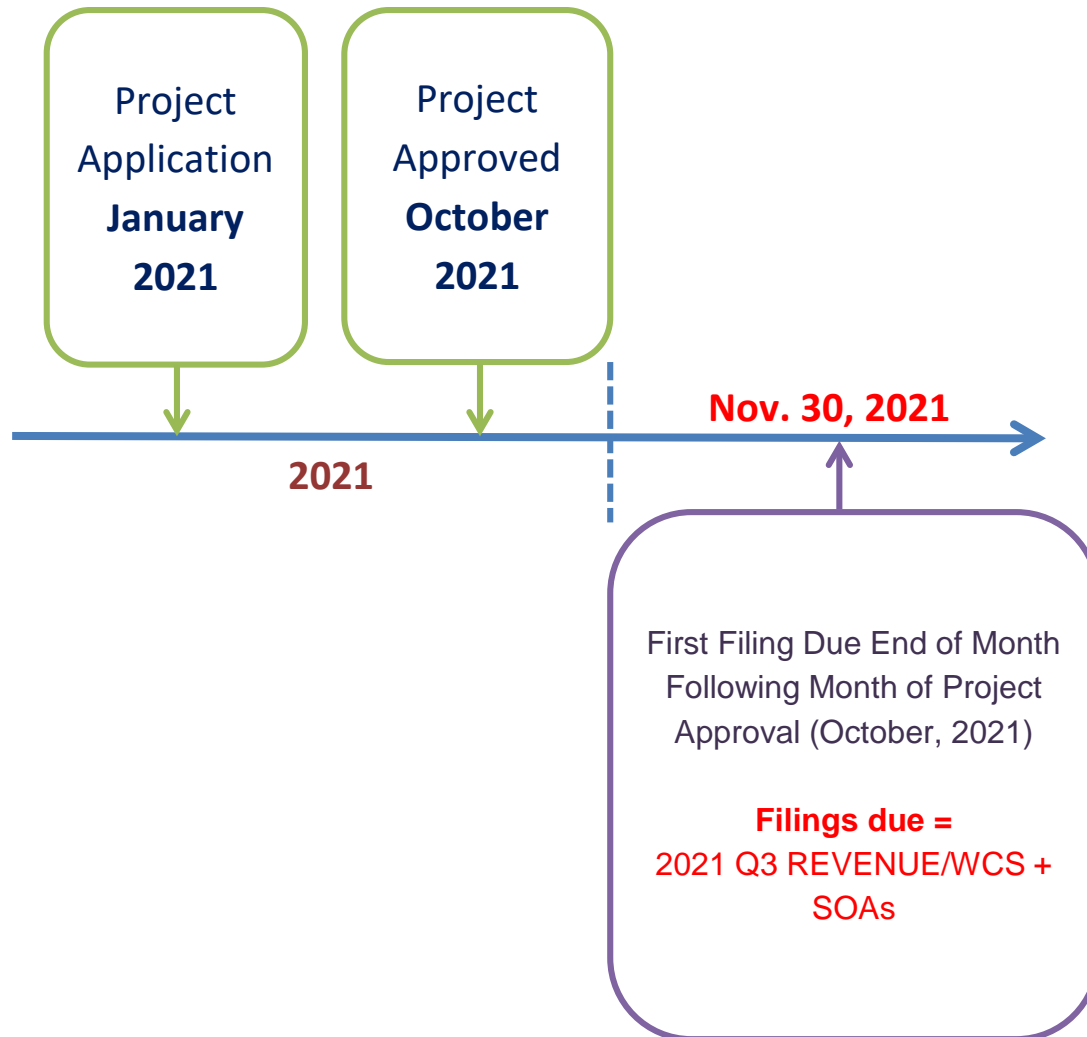
CARE Reporting: After Project Approval

- File by the end of the month following month of project approval notification (reporting requirements letter)
- File the CARE reports that were last due from the filing deadline indicated in the project approval notification
- CARE Revenue/WCS information is cumulative. When you file any quarter, you are including information from all previous quarters in the Period.
- If Project approval effective date is in the previous Period, you will need to file Q4 of previous Period plus past quarter of current Period for CARE Revenue/WCS, and the previous Period's CARE Cost and Subsurface
- Only include information from the Project Approval Effective Date onward
- Don't forget the Statements of Approval

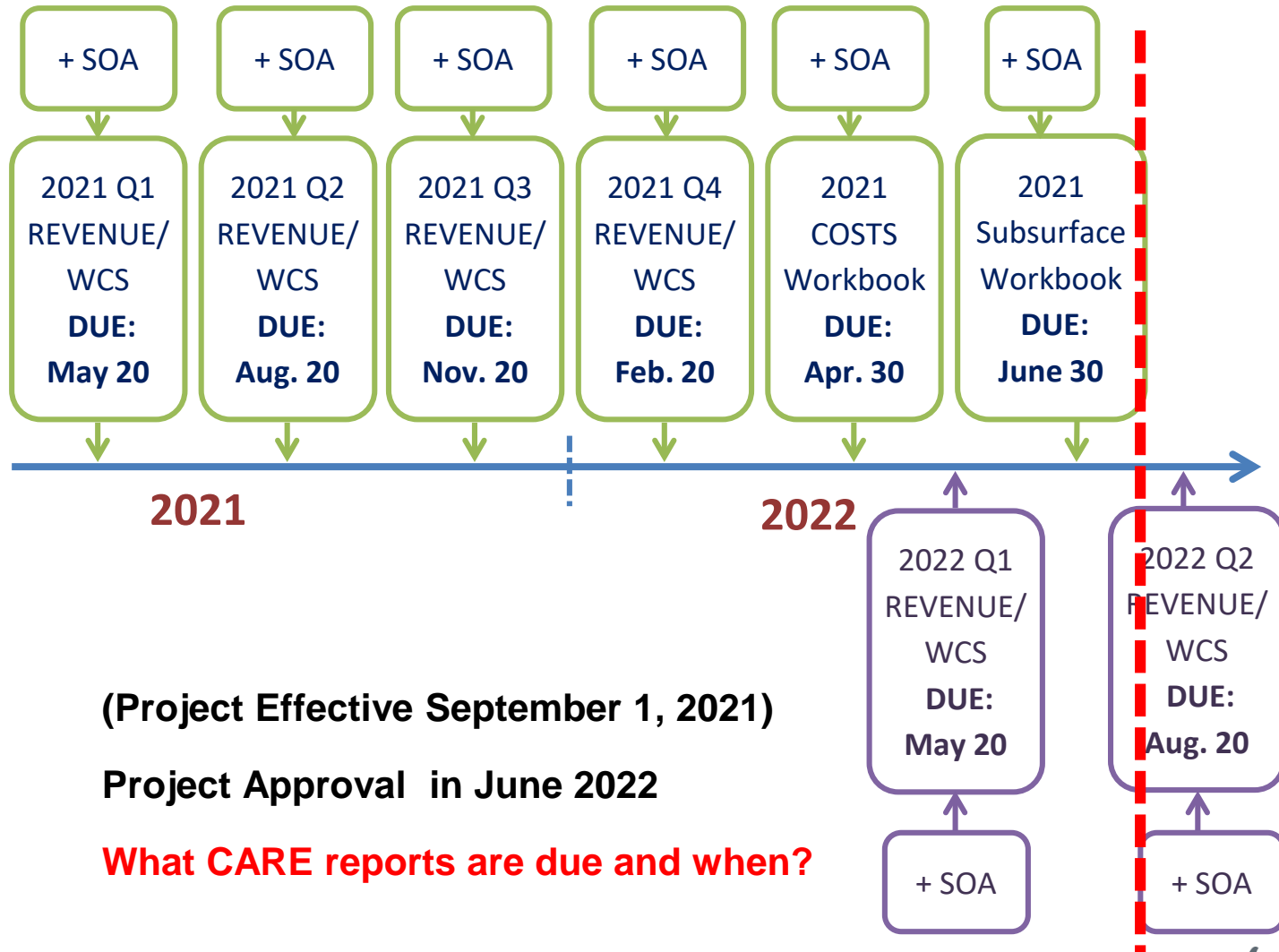
CARE Reporting: After Project Approval



CARE Reporting: After Project Approval



CARE: After Project Approval

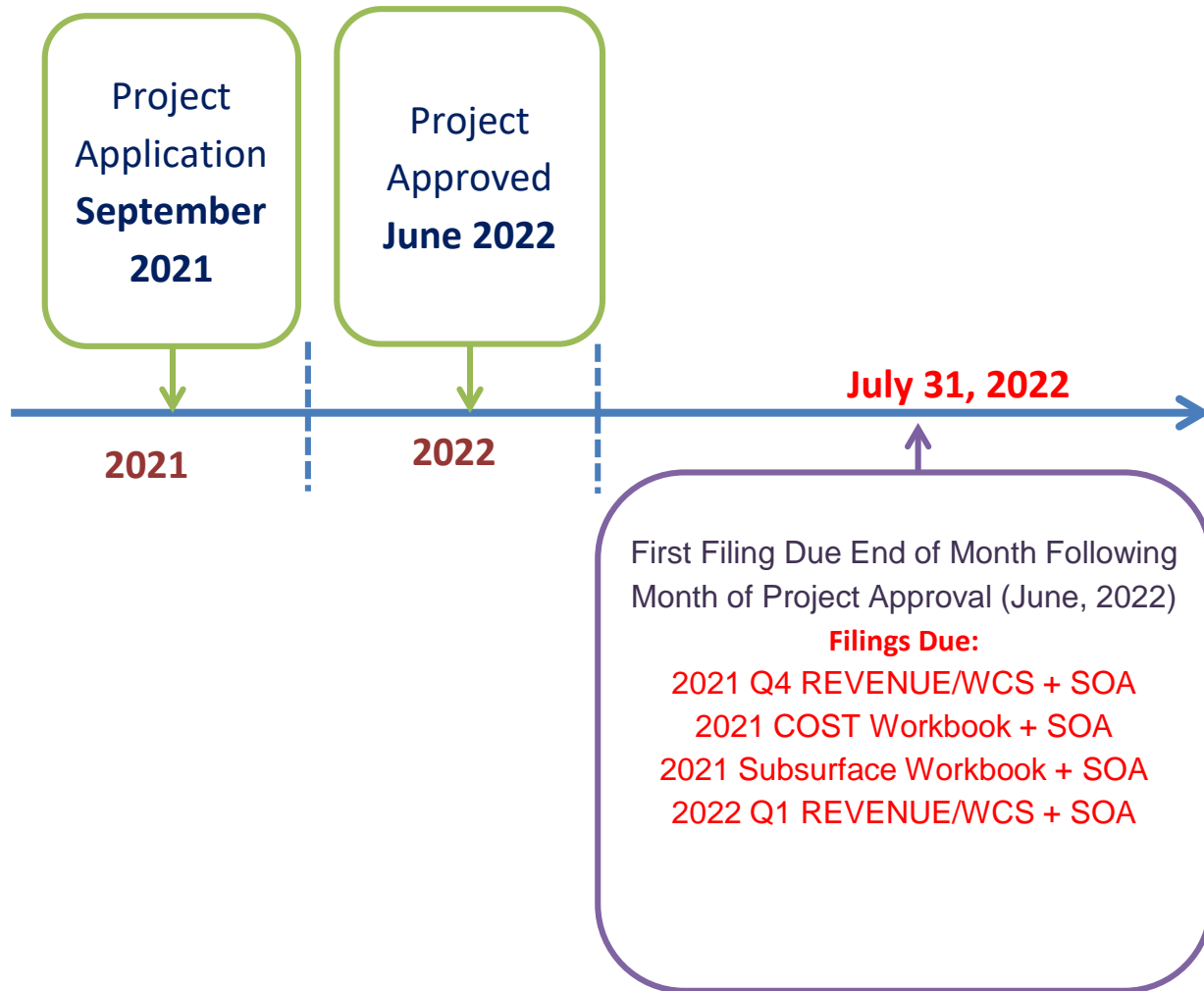


(Project Effective September 1, 2021)

Project Approval in June 2022

What CARE reports are due and when?

CARE Reporting: After Project Approval



CARE Revenue: Zero Production

- Must report after Project is approved, even if project is still under construction or there is no production
- For Projects under construction, select “Unassigned” for the stream in the CARE Revenue form
- Refer to IB 2013-22 for more information on Projects under construction after approval.
 - <https://open.alberta.ca/publications/oil-sands-information-bulletin-2012-to-2013>
- If producing Project stops producing: continue reporting zero production under the reported stream.

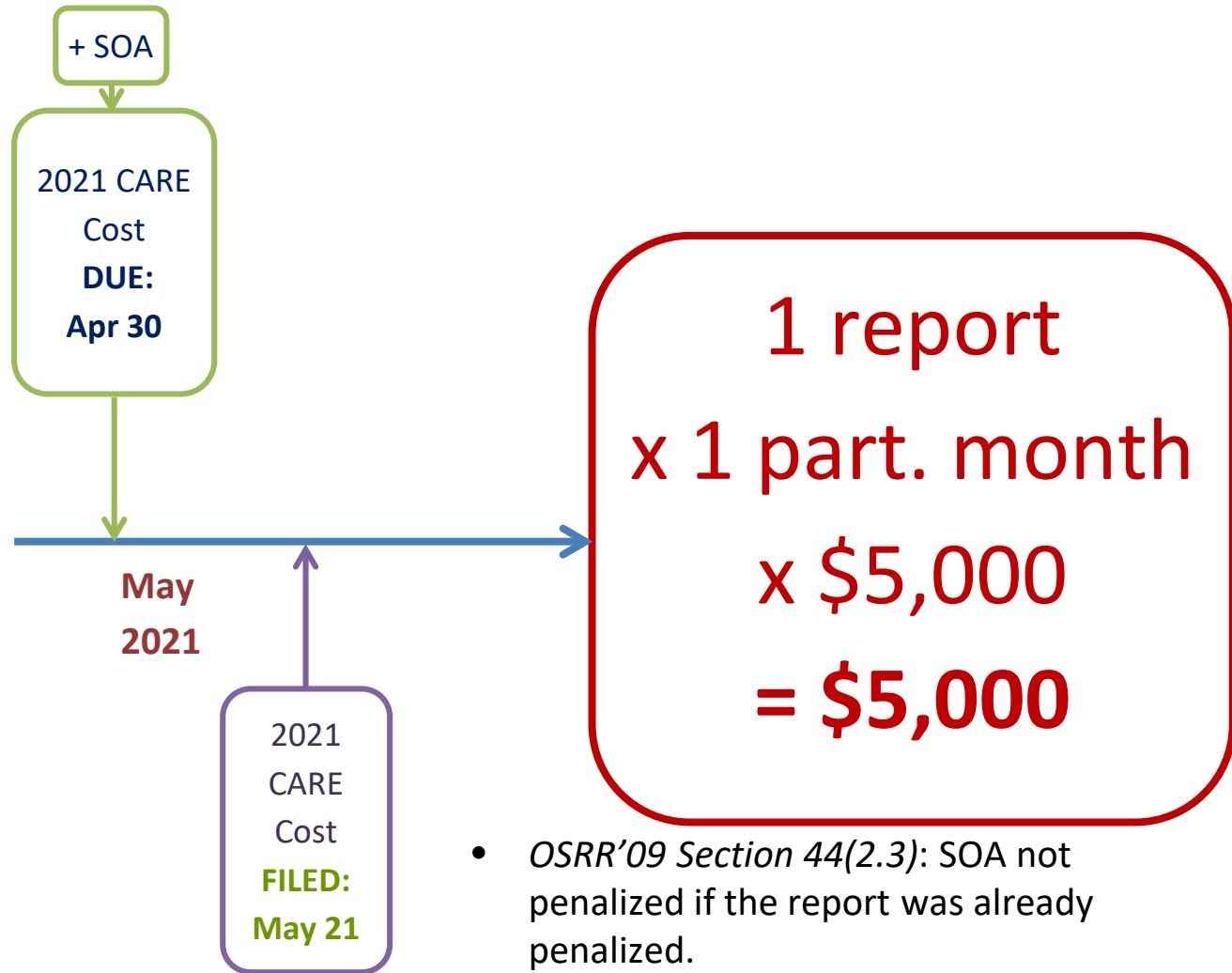
CARE Replacement Reports

- Minister may request a replacement report for any deficient reporting, *Oil Sands Royalty Regulation 2009, section 41(2)*
 - e.g. EOPS amended substantially after CARE filing
- Deadline = last day of month following the month of the request
- Must be accompanied by SOA

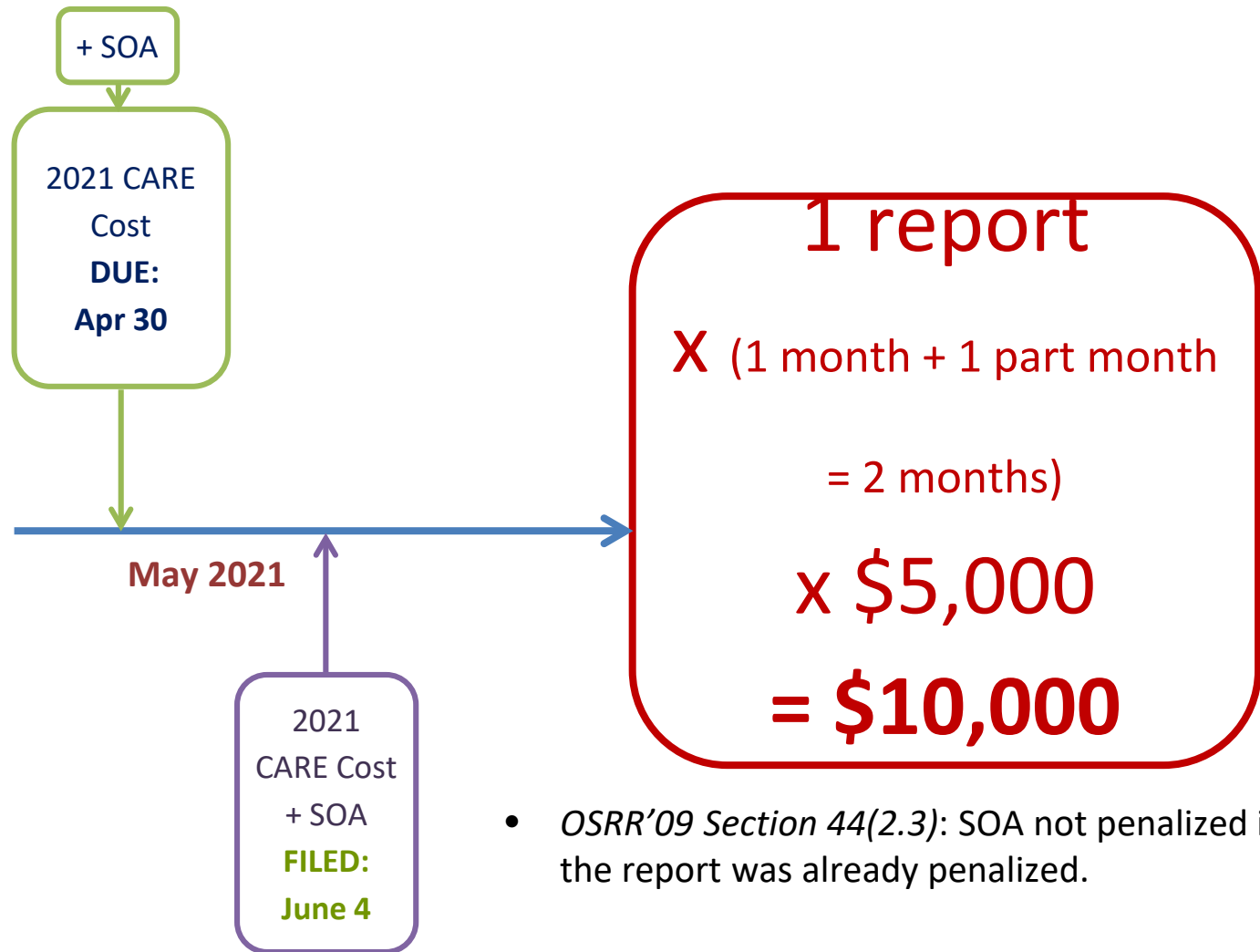
CARE Penalties

- *Oil Sands Royalty Regulation, 2009*
- *section 44(2.2) – CARE Reports*
 - Penalty of no more than \$5000 per month or part month that failure continues
- *Section 44(2.3)*
 - Will not impose a penalty on any Statement of Approval not filed for CARE, if a penalty has already been imposed on the underlying report

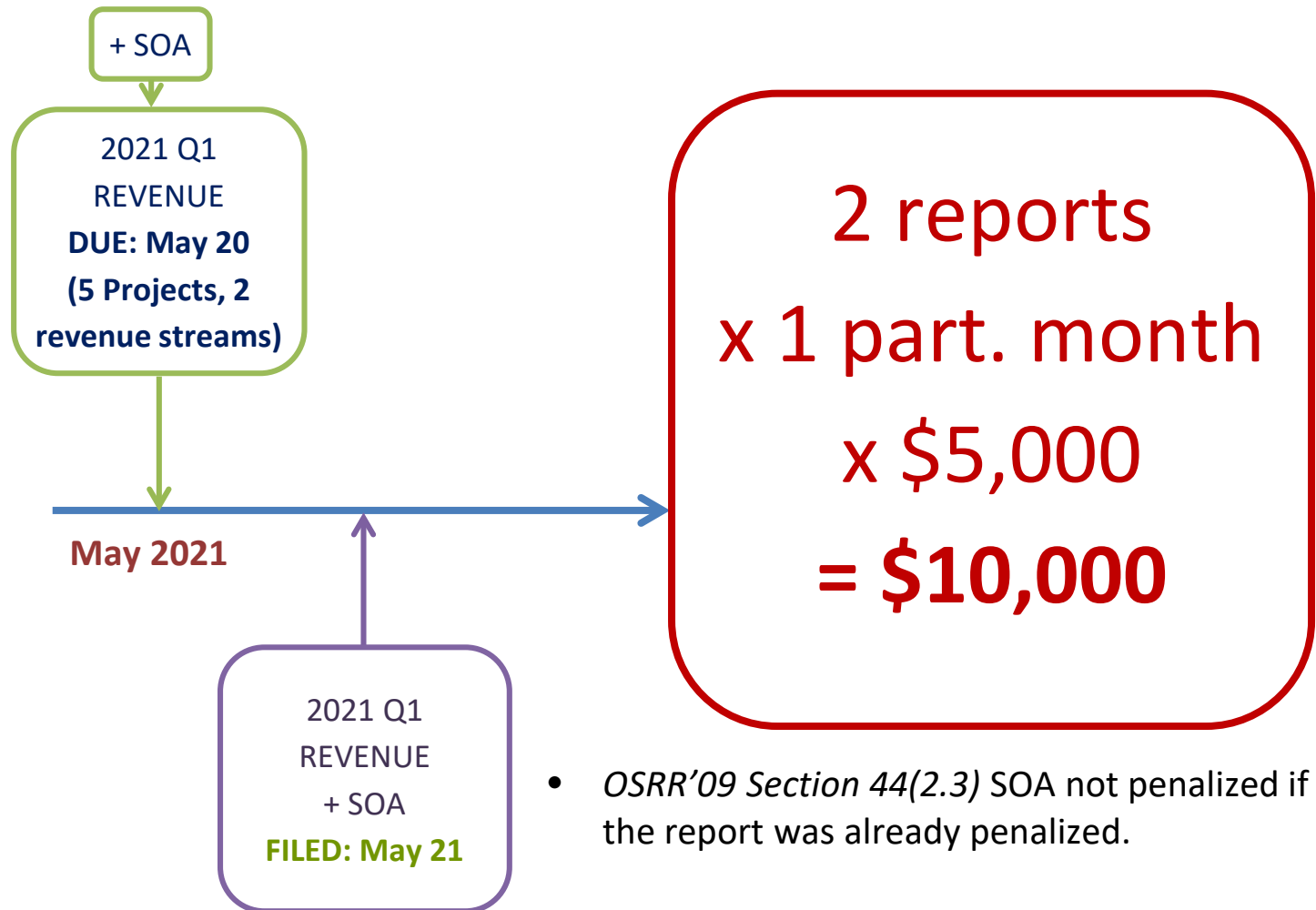
CARE Penalties Example 1



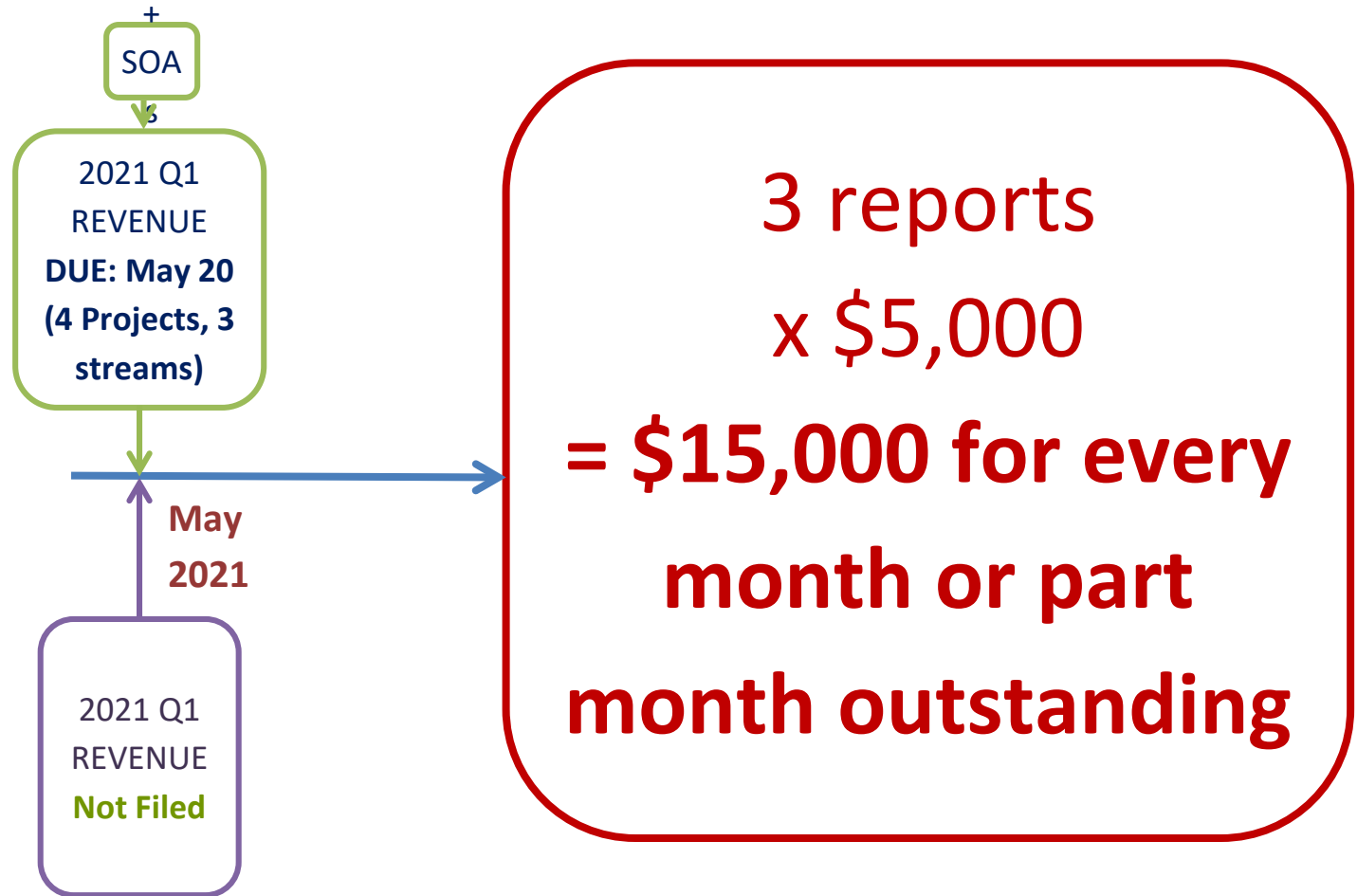
CARE Penalties Example 2



CARE Penalties Example 3



CARE Penalties Example 4



Operator's Forecast Penalties

- Filing deadline is November 30 of each calendar year (or next business day), *Oil Sands Royalty Regulation, 2009, section 37(1)*
- *Oil Sands Royalty Regulation, 2009, section 44(1)*
 - Penalty of \$5000 for each month or part month that failure continues

Important Information Bulletins to reference

- 2018-09 Submission of the 2018 Operator's Forecast Report
- 2017-08 Operator's Forecast Report Enhancements
- 2016-06 Changes to the 2016 Operator's Forecast Report Form due November 30, 2016
- 2016-02 New CARE Cost and Subsurface Reports Published
- 2016-01 New ETS Submission Process for CARE Reporting and Operator's Forecast
- 2015-08 CARE Revenue Multiple Ownership Interests
- 2015-03 New CARE Reports effective Period 2015
- 2013-22 CARE Reporting Requirements for Non-Producing Projects
- 2013-21- Penalty Assessments for Late or Missing Submissions
- 2013-13 Waste Volumes for CARE
- 2011-04 General Info, New Deadlines
- 2009-08 Introduction to CARE

<https://open.alberta.ca/publications/oil-sands-information-bulletin>

Questions?

