



Administration of Petroleum Rights

Deborah Archibald – Industry, Tourism and
Investment, GNWT

Mimi Fortier – Aboriginal Affairs and Northern
Development Canada

Working Together - A Seamless Transition



Business Today

- Clear separation between *Canada Oil and Gas Operations Act* related responsibilities and *Canada Petroleum Resources Act* (National Energy Board and Aboriginal Affairs and Northern Development Canada)
- Land claims and community consultation at the heart of the process
- Market-driven approach to rights issuance, with regular land offerings
- Stable and predictable profit sensitive royalty regime

Working Together - A Seamless Transition



Existing Rights and Interests

Existing Instrument

- Exploration License
- Significant Discovery License
- Production License
- Legacy Rights

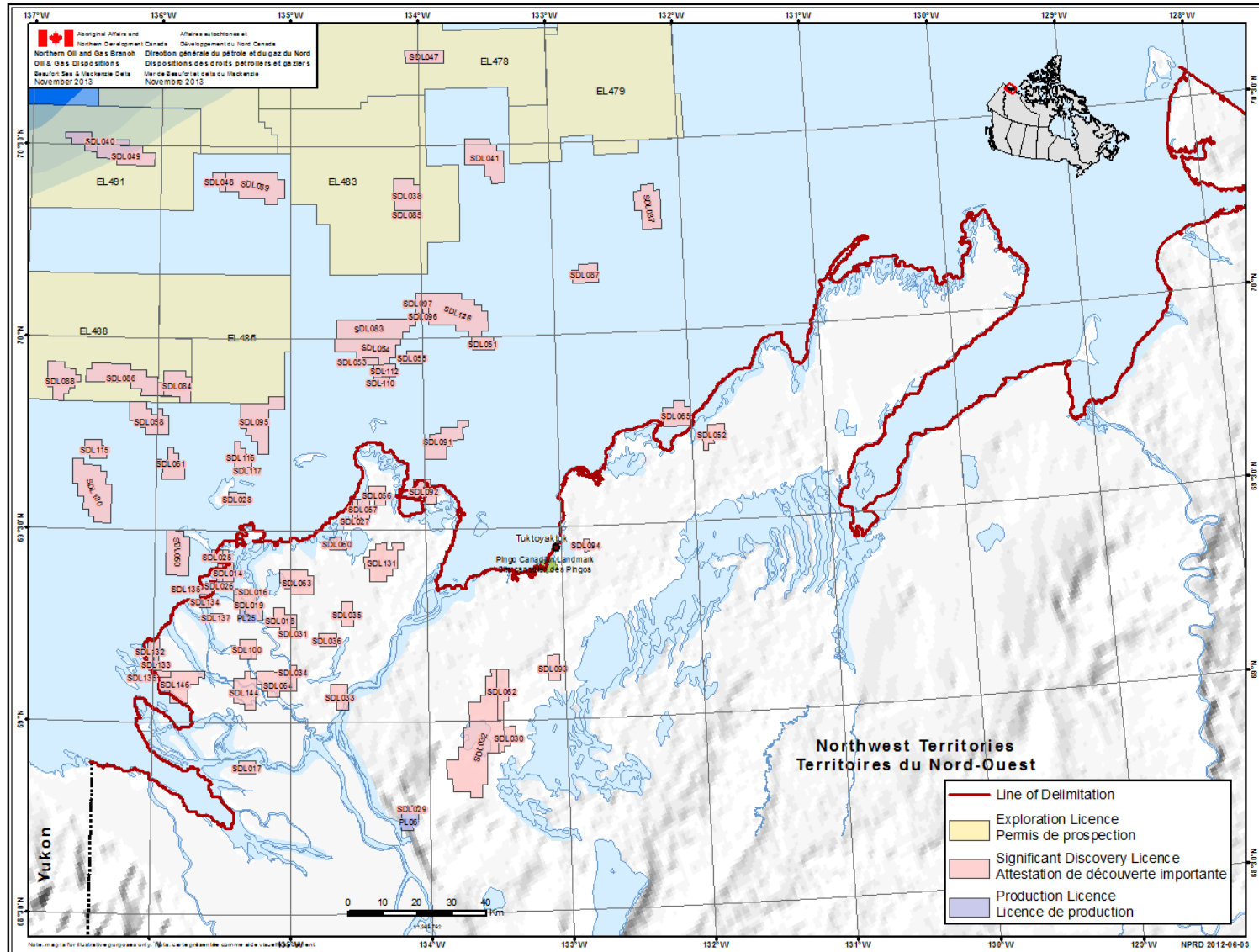
Continuation of Rights

- Interests protected
- Continue on under same terms and conditions until lapsed or surrendered

Working Together - A Seamless Transition



Line of Delimitation





Remaining Federal Responsibilities

- Norman Wells Proven Area Agreement
- Offshore interests
- Waste Sites

Working Together - A Seamless Transition



GNWT Legislative & Policy Framework

Based on “mirrors” of existing federal legislation:

- *Oil and Gas Operations Act* and regulations
- *Petroleum Resources Act* and regulations
- *Canada Oil and Gas Land Regulations (Territorial Lands Act)*

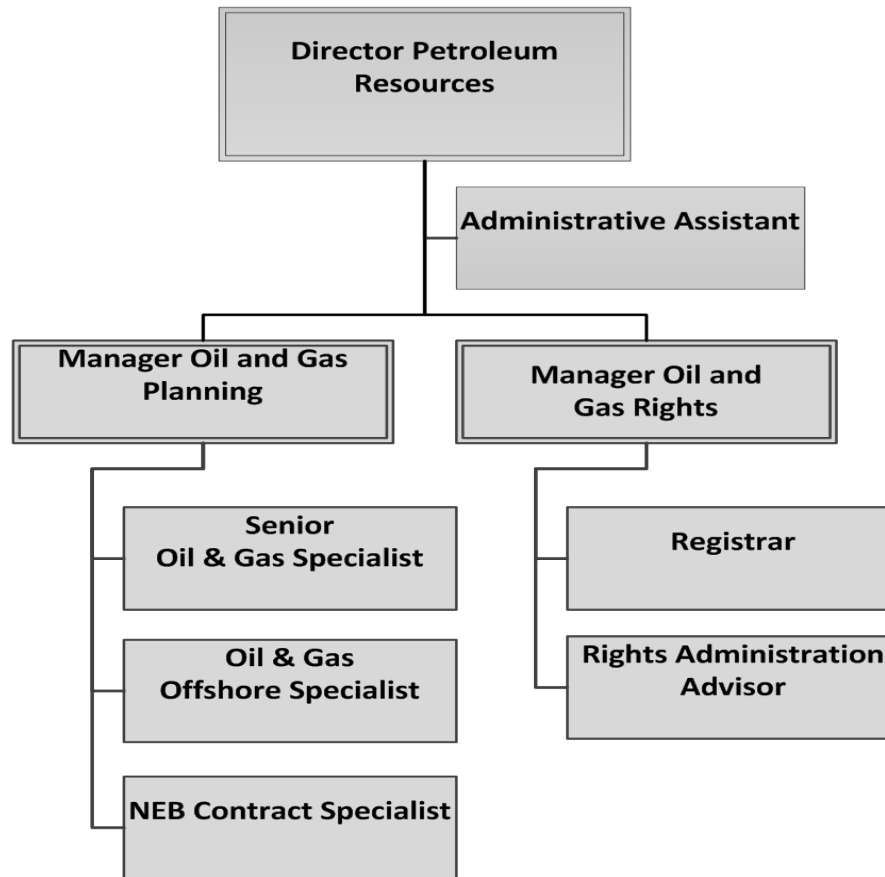
Existing GNWT policies:

- *Land Use and Sustainability Framework*
- *Sustainable Development Policy*

Working Together - A Seamless Transition



Petroleum Resources Division



Working Together - A Seamless Transition



Day-to-Day Operations

Petroleum Resources Division

- Promotion of investment in NWT
- Policy and analysis
- Strategic planning
- Relationship with NWT Oil and Gas Regulator
- Implementation of Offshore Memorandum of Agreement

Oil & Gas Rights Management

- Managing Rights Issuance Process (Call for Bids)
- Management of oil and gas rights (e.g. collection of annual rentals)

NWT Geoscience Office

- Geological mapping
- Scientific data collection, analysis and information dissemination

Financial Analysis & Royalties Administration Division

- Administration of royalties pursuant to Petroleum Resources Act

Working Together - A Seamless Transition



Day-to-Day Operations (cont'd)

Regulation of Oil and Gas Activities

- Mirrored legislation – *Oil and Gas Operations Act*
- Existing rights continued (e.g. authorizations)
- GNWT will establish an oil and gas regulator to be in effect April 1, 2014

Working Together - A Seamless Transition



Aboriginal Affairs and
Northern Development Canada

Affaires autochtones et
Développement du Nord Canada



Questions?

Working Together - A Seamless Transition