

NWT Resource Production 2014 to 2017

	Value of Diamonds ¹	Value of Natural Gas ¹	Value of Oil ¹	Value of Other Minerals ^{1 2}	Total Value of Resource Production ¹	Royalties Paid on Oil and Gas ⁴	Royalties Paid on Minerals ³	Total Royalties Paid ^{4,3}
2014	\$1,791,342,000	\$18,076,000	\$405,792,000	\$91,030,000	\$2,306,240,000	\$1,157,417	\$60,326,534	\$61,483,951
2015	\$1,745,290,000	\$7,889,000	\$214,870,000	\$71,615,000	\$2,039,664,000	\$1,384,131	\$56,809,210	\$58,193,341
2016	\$1,486,090,000	\$5,721,000	\$182,170,000	\$21,351,000	\$1,695,332,000	\$58,327,130
2017	\$2,059,633,000	\$794,000	\$7,153,000	\$10,524,000	\$2,078,104,000	\$50,439,740

1. Production figures are from the NWT Bureau of Statistics.
2. Other Minerals includes production values of tungsten, copper, sand, gravel and stone.
3. Mineral Royalties reported by operators fiscal year.
4. Oil and Gas royalties paid monthly or quarterly, report on the GNWT fiscal year.
5. ".." are values suppressed due to confidentiality.

Non-Renewable Resource Revenue – Quarried Material

The Department of Lands collects royalties and fees on non-renewable resource **quarried** materials.

Fee Schedules

The Department collects quarry royalty revenue pursuant to the *Northwest Territories Land Act*, *Quarrying Regulations*, and *Commissioner’s Land Act* and Regulations.

The Department collects fees under the Regulations, as per attached schedules. Please note, some of the fees increased April 1, 2018.

Accounting Treatment

Proponents pay a deposit proportionate to the volume of materials they estimate will quarry over the life of the quarry permit. This deposit is recorded as Deferred Revenue.

Annually, the department (Finance division) collects, from regional offices, the Pit Returns as of January 31st, on open quarry permits. The actual amount quarried is accrued and recognized as revenue in the year it was quarried.

At the end of the quarry permit, a final Pit Return is completed and submitted by the proponent and verified by the inspectors. Total revenue is recognized based on the cubic volume of material quarried multiplied by the appropriate rate for the material quarried, after the audit of the final pit return.

Any difference between the total revenue calculated from the audited final pit return and the amount held on deposit is recognized as revenue in the final year of the quarry permit or when permittee closes the permit (net of amounts previously accrued). If the proponent has quarried more than the original estimate, the proponent will pay the difference and that amount recognized as revenue in the final year of the quarry permit. If the proponent has quarried less than the original estimate, a refund will be issued.

The following table shows the annual volume of commodities quarried and accrued.

		Quarry Royalties							
		Actuals		Accruals		Totals			
Price (per m ³)	Quantity Quarried (m ³)	Quarry Royalties Earned \$	Quantity Accrued (m ³)	Net accruals \$	Total Quarried (m ³)	(Payment) to / Clawback from Aboriginal Groups \$ *	Grand Total Quarry Royalties Earned \$	Per Public Accounts Financial Statements or General Ledger	
2014-15	\$ 1.25	591,671	739,589	-	-	591,671			
	\$ 1.50	82,179	123,269	71,698	107,547	153,877	(53,000)	917,404	
2015-16	\$ 1.25	29,046	36,308	-	-	29,046			
	\$ 1.50	77,037	115,556	(31,639) **	(47,459)	45,398	69,000	173,404	
2016-17	\$ 1.50	38,346	57,519	44,053	66,080	82,399	-	123,599	
2017-18	\$ 1.25	6,788	8,485	1,130	1,413	7,918	-	123,795	
	\$ 1.50	58,570	87,855	17,361	26,042	75,931			
2018-19***	\$ 1.50	1,406	2,109	-	-	1,406	-	2,109	
Total		885,043	102,603			987,646			

* In 2014-15, there was a post closing entry booked to the general ledger after the Financial Statements were published. These statements were not restated. *

** In 2014-15, revenue was over accrued and the net reversal occurred in 2015-16.

*** 2018-19 based on YTD actuals as of July 31, 2018.

Quarry Royalties			
	Legislation	Effective: April 1, 2018	Old Rates
Royalty on each cubic metre of material	<i>Commissioner's Land Act (Schedule A)</i>	\$3.00 per cubic metre	\$1.50 per cubic metre
Royalty on sand, gravel or loam	<i>NWT Quarrying Regs (Schedule B)</i>	\$3.00 per cubic metre	\$1.50 per cubic metre
Royalty on other material	<i>NWT Quarrying Regs (Schedule B)</i>	\$2.50 per cubic metre	\$1.25 per cubic metre

Annual Value of Mineral Production by Commodity Northwest Territories, 1999 to 2017 Thousands of Current Dollars

	Total (\$'000)	Gold	Silver	Diamonds (\$'000)	Natural Gas	Oil	Other
1999	895,983	42,053	156	606,254	11,690	230,925	4,905
2000	1,165,354	51,064	243	624,949	96,253	387,358	5,487
2001	1,323,426	54,314	207	717,780	207,278	337,619	6,228
2002	1,345,425	55,641	213	791,821	120,668	350,583	26,499
2003	2,181,760	42,820	149	1,587,740	154,058	360,979	36,014
2004	2,630,295	8,752	27	2,096,718	121,897	395,926	6,975
2005	2,370,902	-	-	1,762,053	120,010	460,521	28,318
2006	2,201,333	-	-	1,567,019	62,124	501,036	71,154
2007	2,374,347	-	-	1,764,893	51,464	491,981	66,009
2008	2,795,266	-	-	2,056,656	50,068	621,728	66,814
2009	1,911,620	-	-	1,447,940	26,243	378,808	58,629
2010	2,521,931	-	-	2,029,468	22,601	454,532	15,330
2011	2,555,660	-	-	2,053,345	19,772	396,244	86,299
2012	2,169,506	-	-	1,626,058	12,170	431,944	99,334
2013	2,086,432	-	-	1,560,604	14,508	412,632	98,688
2014	2,306,240	-	-	1,791,342	18,076	405,792	91,030
2015	2,039,664	-	-	1,745,290	7,889	214,870	71,615
2016	1,695,332	-	-	1,486,090	5,721	182,170	21,351
2017	2,078,339	-	-	2,059,633	817	7,365	10,524

Notes:

1. Source: Natural Resource Canada, Statistics Canada, National Energy Board
2. Prepared by: NWT Bureau of Statistics
3. '-' means data is zero or too small to be expressed
4. Other includes production value of tungsten, copper, sand, gravel and stone
5. '..' means data is zero or too small to be expressed

Annual Volume of Mineral Production by Commodity Northwest Territories, 1999 to 2017

	Gold	Silver	Diamonds	Natural Gas	Oil	Tungsten
	(Kg)	(tonnes)	(thousands carats)	(millions m ³)	(thousands m ³)	(tonnes)
1999	3,157	1	2,429	151	1,549	-
2000	3,839	1	2,435	770	1,434	-
2001	4,041	1	3,716	1,471	1,432	-
2002	3,555	1	4,937	1,197	1,375	2,295
2003	2,614	1	10,756	989	1,283	3,636
2004	511	-	12,680	739	1,235	-
2005	-	-	12,314	502	1,090	484
2006	-	-	12,976	280	1,083	2,500
2007	-	-	16,773	269	1,018	2,718
2008	-	-	13,691	203	941	2,795
2009	-	-	10,250	190	902	2,506
2010	-	-	11,005	176	873	364
2011	-	-	9,950	163	609	2,466
2012	-	-	9,769	163	756	2,554
2013	-	-	9,945	133	654	3,017
2014	-	-	11,343	120	642	2,708
2015	-	-	11,033	86	578	2,289
2016	-	-	12,348	83	522	-
2017	-	-	20,500	9	17	-

Notes:

1. Source: Natural Resource Canada, Statistics Canada, National Energy Board

2. Prepared by: NWT Bureau of Statistics

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