



Explanation Note for Amendment #2

Saskatchewan Assessment Manual (2015 Base Year)

Please note that this amendment package is effective January 1, 2020.

Please direct questions to:

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January 1, 2015 Base Date

Saskatchewan Assessment Manual 2015 Base Year

Filing Instructions - Amendment #2 Effective January 1, 2020

Amendments to the Saskatchewan Assessment Manual 2015 Base Year are enclosed. Please follow these filing instructions to update your manual:

Each amended page has been listed in the table below to assist you in updating your manual.

Remove the pages indicated and **insert** the new pages as follows:

| | Remove | Insert | Complete (√) |
|--|---------------|---------------|---------------------|
| | Title Page | Title Page | |
| Chapter 1 Formulas, Rules and Principles, Regulated Property | 1.1.7, page 1 | 1.1.7, page 1 | |
| Chapter 3 Heavy Industrial Improvements, General Rules | 3.1.4, page 1 | 3.1.4, page 1 | |
| Chapter 3 Heavy Industrial Improvements, General Rules | 3.1.8, page 1 | 3.1.8, page 1 | |
| Resource Production Equipment, Oil & Gas Well Resource Production Equipment | 4.1.1, page 3 | 4.1.1, page 3 | |

Date

Filled by

**Saskatchewan Assessment Manual 2015 Base Year
Amendment #2
Summary of Manual Revisions
Board Order dated July 25, 2019
Approved by Minister September 18, 2019
Effective January 1, 2020**

| Topic/Location | 2015 Manual Amendment |
|--|--|
| <p>Formulas, Rules and Principles, Regulated Property, Heavy Industrial Buildings and Structures Doc 1.1.7, page 1</p> | <p>Revised wording: The physical deterioration and production adjustment factor shall be determined in accordance with the valuation procedures in Chapter 4 - Resource Production Equipment, Section 4.1 - Oil and Gas Well Resource Production Equipment.</p> |
| <p>Heavy Industrial Improvements, General Rules, Cost Factor Doc 3.1.4, page 1</p> | <p>Add the following: The Canadian Tax Removal adjustment in Section 99, page 5, shall not be applied in the determination of Replacement Cost New (RCN) and Assessed values in Saskatchewan.</p> |
| <p>Heavy Industrial Improvements, General Rules, Physical Deterioration Doc 3.1.8, page 1</p> | <p>Revised wording: No additional allowance shall be made for physical deterioration except as may be accounted for in the calculation of the production adjustment factor for oil and gas well site buildings and structures.</p> |
| <p>Resource Production Equipment, Oil & Gas Well Resource Production Equipment, General Rules Doc 4.1.1, page 3</p> | <p>Revised wording: The downtime allowance shall account for the loss in value due to under-utilization of the resource production equipment. The production adjustment factor shall account for the loss in value due to under-utilization of the resource production equipment or buildings.</p> |