TO: State Mineral and Energy Board Members

FROM: Rachel Boudreaux Newman, CPA
Audit Director
Mineral Income Division

DATE: September 14, 2022

AUDIT REPORT

As of August 31, 2022, field audit collections totaled $50,947.79, which includes $33,406.30 in interest and $17,541.49 in penalties. During the month of August 2022, 2 audits were engaged and 2 audits were closed. The current number of open royalty audits is 45.

Royalties collected in August 2022 totaled $28,029,215.83. Fiscal Year to Date totaled $53,222,189.27, as compared to last year’s Fiscal Year to Date Royalties of $23,936,205.55 as of August 31, 2021.

Monthly state royalty reports submitted in August totaled 267, which include 94 SR1s for oil, 142 SR2s for gas, and 31 SR5s for plant products.

Items on the report are as follows:

1. Staff report to the Board that the election for September 2022 gas royalty is to be paid on a processed basis at the Discovery Plant at Larose and the Sea Robin Plant at Henry per the terms of the State Texaco Global Settlement Agreement.