



U.S. Department of the Interior

U.S. Extractive Industries Transparency Initiative (USEITI)

Public Listening Sessions
on the Formation of the U.S.
Multi-Stakeholder Group



Extractive Industries Transparency Initiative U.S. Department of the Interior

Public Listening Session Agenda

- 1:00 Welcome
- 1:05 DOI EITI Presentation
- 1:20 Comment Period Begins
- 3:00 Comment Period Ends



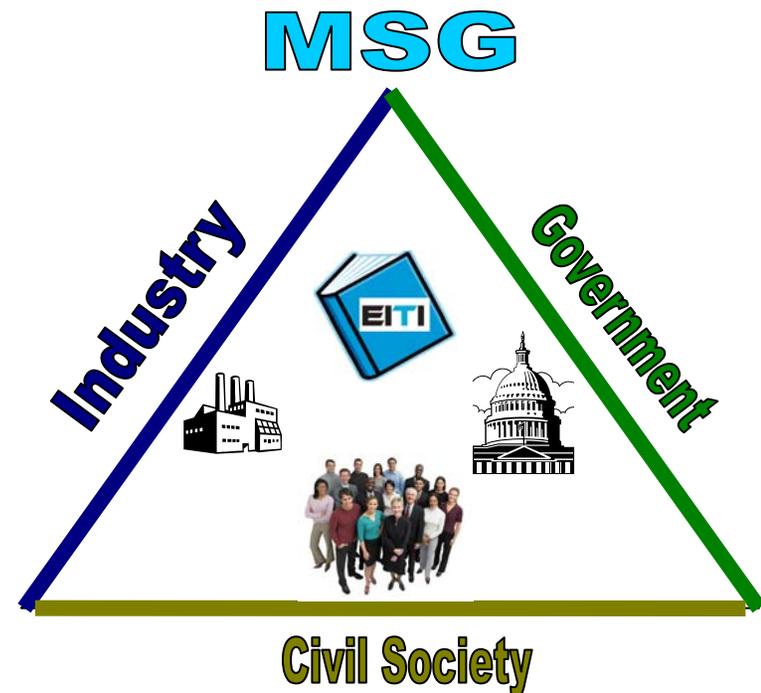
What is EITI?



- British Prime Minister Tony Blair launched EITI in 2002
- Thirty-five countries are in various stages of implementing EITI

EITI has two main elements:

- industry publishes what they pay and the government publishes what they receive
- the process is overseen by a multi-stakeholder group (MSG) made up of government, industry and civil society representatives





What has taken place so far?

- September 20, 2011 – President Obama announced the US intention to implement EITI as a signature initiative under the US Open Government Partnership
- October 25, 2011 – President Obama announced that the Secretary of the Interior Ken Salazar would lead the U.S. effort to implement EITI
- October 25, 2011 – Secretary Salazar committed to working with civil society, industry, and the American public to implement EITI
- February 24, 2012 – DOI issued a Federal Register Notice requesting comment on the formation of the multi-stakeholder group (MSG) and the US implementation of EITI

Completes the first 3 EITI candidacy requirements

In order to apply for EITI Candidacy:

SIGN-UP REQUIREMENTS

- 1 The government is required to issue an unequivocal public statement of its intention to implement the EITI.
- 2 The government is required to commit to work with civil society and companies on the implementation of the EITI.
- 3 The government is required to appoint a senior individual to lead on the implementation of the EITI.
- 4 The government is required to establish a multi-stakeholder group to oversee the implementation of the EITI.
- 5 The multi-stakeholder group, in consultation with key EITI stakeholders, should agree and publish a fully costed work plan, containing measurable targets, and a timetable for implementation and incorporating an assessment of capacity constraints.



U.S. Extractive Industries

- International Rankings ¹
 - U.S. is ranked #1 for natural gas production
 - U.S. is ranked #2 for coal production
 - U.S. is ranked #3 for oil production
- Production from Federal Lands ²
 - 42% of coal
 - 31% of oil
 - 25% of natural gas
- Value added by Extractive Sector is 1.9% of GDP ³

1/ Source: CIA World Fact Book

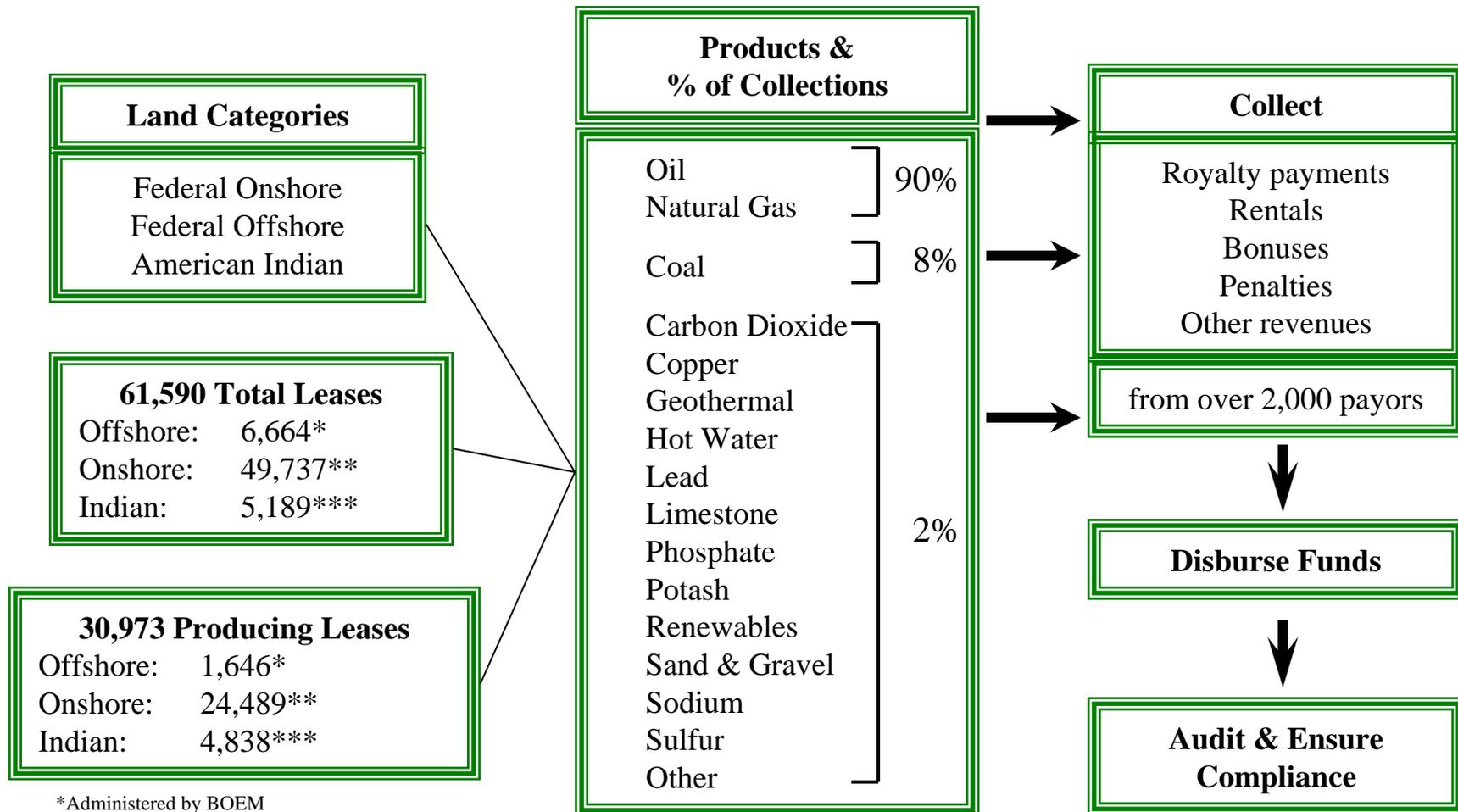
2/ Source: DOI, New Energy Frontier Report, May 2011

3/ Source: BEA, Annual Industry Accounts, May 2011



What revenues does ONRR manage?

(FY 2011 Data)

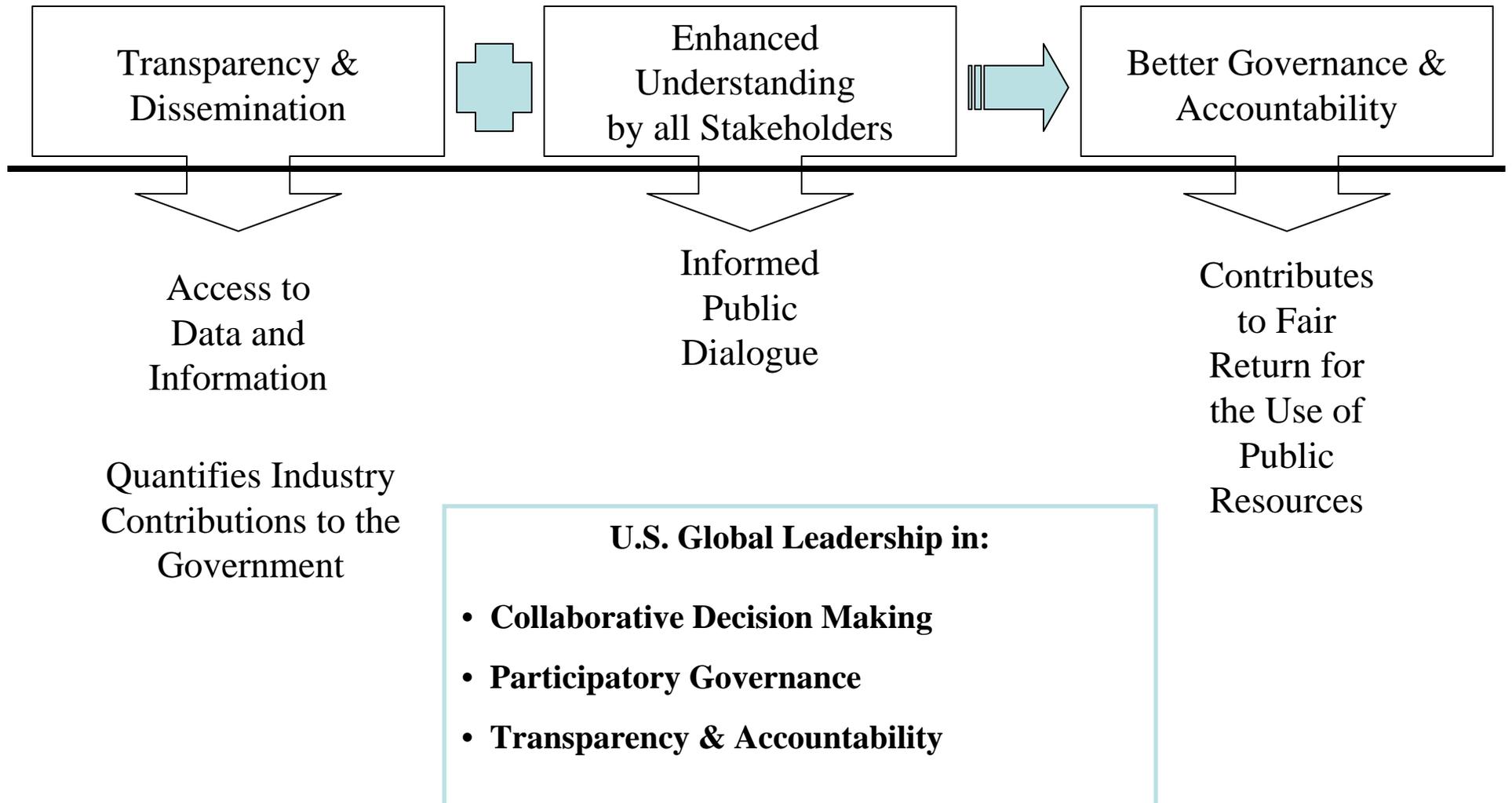


* Administered by BOEM
 ** Administered by BLM
 *** Administered by BIA

In FY 2011, ONRR Disbursed \$11.16 Billion



What are the benefits of USEITI?





What is the role of the MSG?

- The Multi-Stakeholder Group (MSG):
 - Is comprised of government, industry and civil society representatives
 - Works collaboratively to decide how USEITI will be implemented
 - Develops the USEITI work plan and application for EITI Candidacy
 - Designs and implements the USEITI framework to achieve EITI compliance



What are the next steps?

- Continue outreach with industry, civil society, and the public to foster relationships and seek input on formation of the Multi-Stakeholder Group (MSG)
 - Public Comment Period Closes – April 9, 2012
 - Public Listening Session Materials Published – April 2012
(via www.doi.gov/eiti)
 - Assessment Report Published – May 2012
(via www.doi.gov/eiti)
- MSG Established – TBD
- MSG Develops the USEITI Work Plan – TBD
- MSG Applies for USEITI Candidacy – TBD
- International EITI Board Approves U.S. Candidacy – TBD
- MSG Designs and Implements the USEITI Framework – TBD
- MSG Publishes the First USEITI Report – TBD
- MSG Seeks Validation & Compliance – TBD



Key Questions for USEITI Stakeholders

- The EITI requires a multi- stakeholder group to be formed to oversee implementation. Who are the key sectors or stakeholders that need to be involved in the multi-stakeholder group?
- How best can a balance of interests and perspectives, be achieved in the formation of the multi-stakeholder group?
- In your opinion, what are the key attributes of both a successful and high functioning multi-stakeholder group and the successful implementation of USEITI?
- What key concerns, if any, do you have about implementing the USEITI process?



Public Comment Information

- Comment Period Closes April 9th
- Submit Comments:
 - On the USEITI web page: www.doi.gov/EITI
 - Via email: EITI@ios.doi.gov
 - By mail to: EITI Comments; c/o U.S. Department of the Interior; 1801 Pennsylvania Avenue NW – Suite 400; Washington, DC 20006
 - At the public listening sessions:
 - March 19th – St. Louis, Missouri
 - March 21st – Denver, Colorado
 - March 28th – Houston, Texas
 - March 29th – Washington, DC