



U.S. Department of the Interior

Office of Natural Resources Revenue (ONRR)

USEITI Unilateral Disclosure Report

ONRR Team:

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Industry Compliance

• *Accurate Revenues and Data*

• *Professionalism & Integrity*



ONRR Background

- ONRR's mission is to collect, disburse, and verify Federal and Indian energy and other natural resource revenues on behalf of all Americans
- ONRR collects bonuses, rents, royalties, and other revenues in connection with the production of oil & gas, coal, geothermal and other renewable resources, and a long list of other solid minerals from Federal and Indian lands, both onshore and offshore
- On average, we collect \$11 billion each year, all of which are returned to American Indian tribes and mineral owners, the Historic Preservation Fund, the Land and Water Conservation Fund, the Reclamation Fund, States and Political Subdivisions, and the General Fund of the U.S. Treasury





ONRR Revenue Data

- Since ONRR's inception we have provided public access to our revenue data
 - 1982-2000: Hard Copy Mineral Revenue Summary Books
 - 2001-2012: ONRR Statistical Information Website – provided static revenue and disbursement summaries
 - 2013-forward: Updated ONRR Statistical Information Website – provides dynamic revenue and disbursement summaries as well as the ability to download raw revenue data
- This data is compiled from the Form ONRR-2014, the Solid Minerals Production and Royalty Report (P&R), and Accounts Receivable reporting, and is merged with ONRR's Reference Data to disaggregate by state, revenue type, and commodity or product
- ONRR is committed to publishing an online Unilateral Disclosure Report in December 2014 – this will mark the first time ONRR publishes revenue data disaggregated by company



Unilateral Disclosure Report Fiscal Year 2013 Revenues

The pilot Unilateral Disclosure Report will consist of Fiscal Year 2013 revenue data

- 3,036 payors reported Federal revenues to ONRR in Fiscal Year 2013
 - 1,242 payors reported rents only
 - 949 payors reported royalties only
 - 1 payor reported bonuses only
 - 844 payors reported some combination of royalties, rents, and bonuses
- These payors reported over \$13.4 billion* in Federal revenues
- A small percentage of payors accounts for a significant percentage of revenues

*Total Fiscal Year 2013 disbursements, including those from Indian lands, were \$14.2 billion



Unilateral Disclosure Report Consolidation

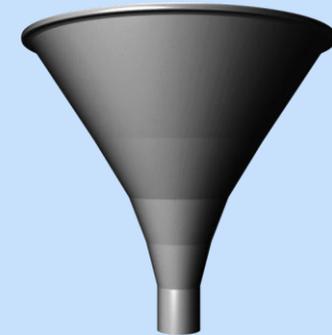
- Many companies have multiple payor codes for reporting in different regions, for reporting different revenue types, or due to acquisitions and mergers
- ONRR consolidated payor codes in an attempt to sum revenues at a true “company” level - the sources for consolidation included:
 - ONRR reference data and institutional knowledge
 - LexisNexis Corporate Affiliation data
 - Online research of publicly available company data

Payor Codes:

12345

23456

34567



Company:

ABC Oil & Gas



Unilateral Disclosure Report Consolidation Results

Consolidation Results

Percentage of Revenues	Count of Payors	Percentage of Payors	Count of Companies	Dollar Threshold
80.00%	237	7.8%	36	\$72M
84.14%	262	8.6%	44	\$50M
85.00%	266	8.8%	47	\$45M
90.00%	309	10.2%	66	\$28M
91.97%	339	11.2%	77	\$20M
95.00%	403	13.3%	105	\$12M
99.00%	670	22.1%	260	\$945k
99.82%	1,094	36.0%	590	\$100k

← Thresholds for 1st and 2nd Reconciled Report



Potential Proprietary Data and Aggregation Issues

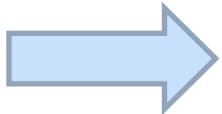
- ONRR is coordinating with the Solicitor's Office to ensure we don't release proprietary data in the Unilateral Disclosure Report
 - For example, revenues of companies that report on only one mine and one product may be proprietary and will potentially be aggregated
 - These revenues represent only 0.73% of all FY 13 revenues
- ONRR may also aggregate revenues from payors who report less than \$100k in a given year
 - Revenues from these payors represent only 0.18% of all FY 13 revenues
 - Contextual information is not publicly available for most of these payors, and many are individuals and family trusts
 - Some examples of payors who reported less than \$100k:
 - Ferne Molander
 - RL Anderson Heirs
 - Christine Johnson Marital Trust



Unilateral Disclosure Report Thresholds

Aggregated revenues could be published in the Unilateral Disclosure Report as shown below

Company	Revenue Type	Commodity	Revenue in Dollars Company Totals in Bold
ABC OIL & GAS	Rents	Oil & Gas	10,098.00
	Royalties	Gas	98,531.58
	Royalties	Oil	539,472.83
	Other Revenues		2,866.41
			650,968.82
XYZ ENERGY COMPANY	Rents	Oil & Gas	107,365.50
			107,365.50
BELOW \$100k THRESHOLD *	Bonus	Geothermal	19,170.00
	Bonus	Oil & Gas	1,574,923.75
	Rents	Coal	20,435.50
	Rents	Geothermal	629,710.00
	Rents	Oil & Gas	7,391,616.34
	Rents	Other Commodities	98,324.00
	Rents	Wind	122,437.84
	Royalties	Coal	1,060.98
	Royalties	Gas	6,783,807.20
	Royalties	Oil	6,657,797.74
	Royalties	Other Commodities	389,348.64
	Other Revenues		400,441.86
			24,089,073.85
SOLID MINERALS - ONE MINE & ONE PRODUCT **	Bonus	Coal	1,318,320.00
	Rents	Coal	228,170.13
	Rents	Other Commodities	23,568.00
	Royalties	Coal	49,146,630.24
	Royalties	Other Commodities	47,251,414.44
	Other Revenues		150,401.92
			98,118,504.73
GRAND TOTAL			13,416,352,539.25

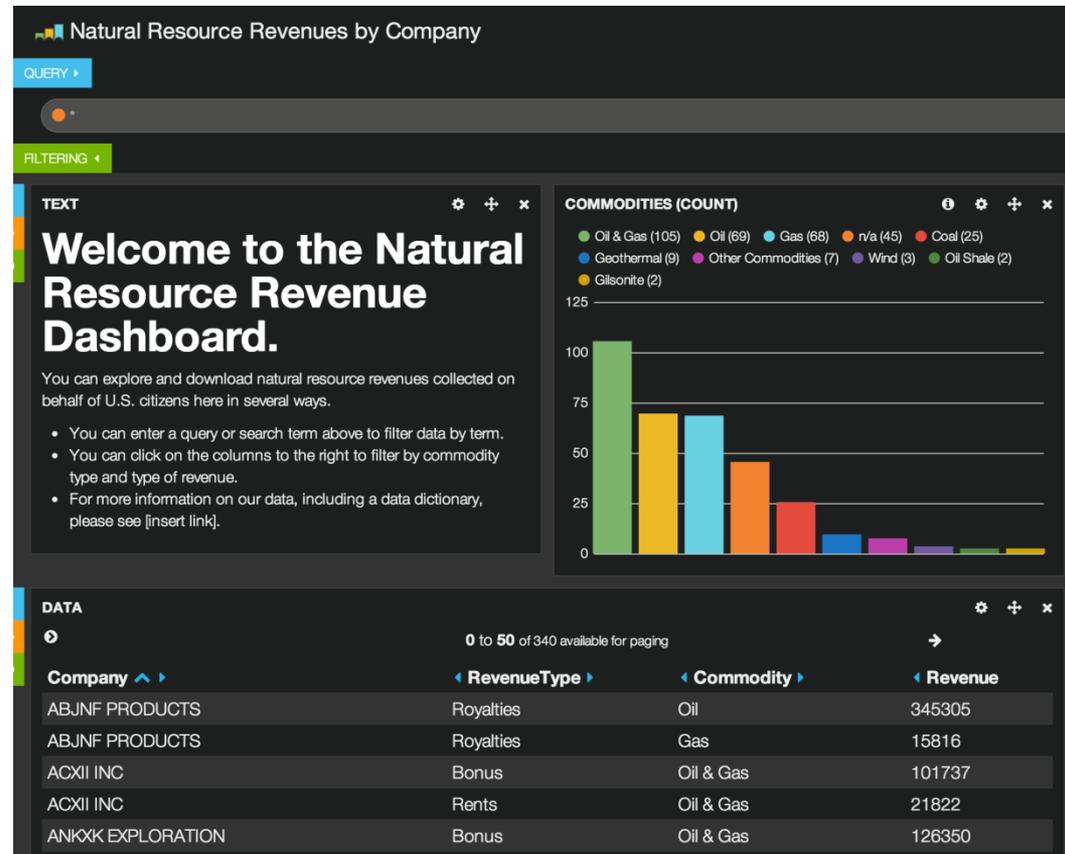




Next Steps

ONRR Will:

- Work with Industry to confirm payor consolidation work: May – September 2014
- Work with other DOI agencies to include their data in future Unilateral Disclosure Reports: May – December 2014
- Publish the first online Unilateral Disclosure Report with ONRR data: December 2014





USEITI Unilateral Disclosure Report

Questions?