



U.S. Department of the Interior

# Office of Natural Resources Revenue



## Office of Natural Resources Revenue (ONRR) Legal Framework for Disclosures

**Greg Gould, Director ONRR**

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*Industry Compliance*

● *Accurate Revenues & Data*

● *Professionalism & Integrity*



# Revenue Management Statutory Authority



ONRR's authority to collect and report royalties comes from the following statutes:

- Leasing of Allotted Lands for Mining Purposes, Act of March 3, 1909
- Indian Mineral Leasing Act of 1938
- Indian Mineral Development Act of 1982
- Mineral Leasing Act of 1920
- Geothermal Steam Act of 1979
- **Federal Oil and Gas Royalty Management Act of 1982 (FOGRMA)**
- Federal Oil and Gas Royalty Simplification and Fairness Act of 1996
- Outer Continental Shelf Lands Act of 1953
- Deepwater Royalty Relief Act of 1995
- Energy Policy Act of 2005
- Gulf of Mexico Energy Security Act of 2006
- Freedom of Information Act
- Trade Secrets Act
- Paperwork Reduction Act



# Form 2014 & OGOR

## Form 2014

23 Fields of Data - Examples:

1. Lease Number
2. Payor Name
3. Payor Code
4. API Well Number
5. Product Code
6. Sales Volume
7. Sales Month
8. Sales Type code
9. Royalty Value
10. Allowances
11. Payment Method

## Oil and Gas Operations Report (OGOR)

52 Fields of Data - Examples:

1. Lease Number
2. Operator Name
3. Operator Number
4. API Well Number
5. Operator Well Number
6. Well Status
7. Production Volumes
8. Production Month
9. API Gravity
10. BTU
11. Metering Point Number



# ONRR's Current Revenue Reporting



**Reported Revenues by Category  
FY 2012 by Accounting Year**

Revenue Type	Commodity	2012			Total
		American Indian	Federal Offshore	Federal Onshore	
Reported Royalties	Coal (ton)	\$76,648,300.11	\$0.00	\$799,306,819.57	\$875,955,119.68
	Gas (mcf)	\$116,001,425.57	\$483,634,710.08	\$976,195,023.72	\$1,575,831,159.37
	NGL (gal)	\$20,549,877.33	\$243,047,858.84	\$298,372,581.73	\$561,970,317.90
	Oil (bbl)	\$424,305,947.39	\$5,216,309,404.25	\$1,275,117,598.04	\$6,915,732,949.68
	Other Products	\$3,393,954.67	\$55,157.58	\$171,867,334.00	\$175,316,446.25
Rents		\$1,799,319.08	\$228,134,487.21	\$48,294,350.10	\$278,228,156.39
Bonus		\$0.00	\$663,714,729.00	\$844,586,175.42	\$1,508,300,904.42
Other Revenues		\$58,604,141.24	\$27,864,564.18	(\$1,331,188.53)	\$85,137,516.89
<b>Total</b>		\$701,302,965.39	\$6,862,760,911.14	\$4,412,408,694.05	\$11,976,472,570.58



# ONRR Disbursement of Federal Revenues to States in FY 2012

## States Revenues Disbursed in FY 2012

Alabama - \$7,949,538.58	Nebraska - \$27,550.02
Alaska - \$16,570,897.26	Nevada - \$11,785,382.78
Arizona - \$14,171.44	New Mexico - \$488,155,683.52
Arkansas - \$2,067,325.96	North Carolina- \$158.00
California - \$111,618,104.80	North Dakota - \$64,501,003.82
Colorado - \$157,819,384.80	Ohio - \$284,145.25
Florida - \$542,317.65	Oklahoma - \$5,372,190.83
Idaho - \$4,606,160.28	Oregon - \$416,627.90
Illinois - \$263,731.50	Pennsylvania - \$67,080.52
Indiana - \$4,416.74	South Carolina- \$1,390.68
Kansas - \$1,330,807.09	South Dakota - \$1,907,122.32
Kentucky - \$485,939.20	Texas - \$9,152,281.01
Louisiana - \$26,780,578.64	Utah - \$164,602,984.08
Massachusetts - \$23,835.06	Virginia - \$45,215.12
Michigan - \$330,883.97	Washington - \$13,582.94
Minnesota - \$11,502.07	West Virginia - \$235,293.96
Mississippi - \$2,812,238.58	Wyoming - \$995,169,510.00
Missouri - \$3,061,605.90	
Montana - \$47,257,456.15	
	<b>Total - \$2,125,288,098.43</b>



# Disclosures by ONRR

## Revenue Streams:

- There are no legal impediments to ONRR's disclosure of information on the revenue streams which ONRR collects.

## Level of Disclosure:

- The Trade Secrets Act prohibits ONRR from disclosing information at a level which could cause competitive harm to a company.
- Competitive harm is generally caused when either (1) a competitor can underbid a company or (2) a customer can bargain down a company's prices.
- ONRR can generally disclose at the company, payor code, or multi-lease project level because these levels encompass multiple leases with different conditions and costs.



# Outstanding Legal Issues

## Disclosures by companies:

Does ONRR currently have the statutory authority to require companies to disclose information to a third party reconciler?

## Note:

In order to accomplish some EITI objectives, ONRR's statutory authority may need to be implemented via new regulations. And there are legal requirements that affect when any new regulations will be in final form.