

## USEITI Implementation Subcommittee

Tuesday, November 25, 2014

1:00 – 2:30 pm

### Meeting Summary

Teleconference: 1-877-984-1404; Passcode: 2973393# (Leader Code 1923766#)

#### Meeting Agenda

1:00 Welcome and Introductions  
1:05 Workgroup Updates  
2:15 MSG Decision Matrix  
2:25 Next Steps  
2:30 End

#### Workgroup Updates:

##### - Tax Work Group Update

The workgroup shared an updated version of the slides presented last week which now incorporates IRS codes to the last version of the slides.

The workgroup recommendation is accepted by the Subcommittee and will be presented to the full MSG at the Dec meeting.

##### - Company & Project Level Workgroup Update

The workgroup came up with a recommendation for the first report. The recommendation has four parts:

1. Project definition – unable to reach a consensus, and so will fall back on the remainder of the 5.2e requirement. In the absence of project level reporting the group recommends to follow the Standard which reflects individual company reporting and government reporting.
2. The workgroup will watch other country implementations closely as well as the implementation of EU law.
3. The workgroup is urging the Multi-Stakeholder Group (MSG) to write to the Chair and Commissioners of the SEC expressing the MSG's significant interest in the prompt release of new implementing rules for Section 1504 of the Dodd-Frank Act that support a global standard for extractives payment reporting in a manner consistent with the statute's language indicating that Section 1504 "shall support the commitment of the Federal Government to international transparency promotion efforts relating to the commercial development of oil, natural gas, or minerals."
4. The workgroup will analyze the level of disaggregation for each payment type.

When the timing is right with the SEC rule we anticipate moving toward a project level definition. We are not defining project as "company".

The International Secretariat has confirmed with the U.S. we would be compliant and validated with this approach pending the SEC rule.

The workgroup recommendation is accepted by the Subcommittee and will be presented to the full MSG at the Dec meeting. The Subcommittee agreed to discuss how the SEC will be contacted at the Dec Meeting.

##### - Workplan Workgroup Update

**The improvements were made to the last drafts that were circulated include:**

1. Added a section to the 2014 narrative on National Objectives which were pulled from the US National Action Plan for the Open Government Partnership. The same was modified for the 2015 with an attempt to demonstrate more progress.
2. For the 2015 Workplan, in the last section labeled Workplan, bullets were added to highlight main things happening in 2015 and carried through the Communications section from 2014.

3. The workplan spreadsheet also highlights the national objectives. Outcomes were also tied to national objectives throughout this document.
4. Updates were made for activities that took place since the last time the MSG met.

The workgroup recommendation to find the 2014 plan complete and 2015 approved is accepted by the Subcommittee and will be presented to the full MSG at the Dec meeting.

### **MSG Decision Matrix**

When we leave the December meeting we need confirmation of all the decisions that have been made by the MSG, and determine which items still have to be approved, and also note the decisions we have to make and agree to.

With that in mind we have created a Decision Matrix that was submitted to the Subcommittee last week for comment. The document has been revised to incorporate those comments. The latest draft will be corrected to add timber as a future item for discussion for the 2016 report.

The matrix doesn't cover the "how" part of it. That part will be done through the Template workgroup. For example, we anticipate holding some type of webinar for companies or an all-day discussion with DOI experts and Company experts to have a collaborative discussion on what's in each of the revenue stream buckets.

The Decision Matrix is accepted by the Subcommittee and will be presented to the full MSG at the Dec meeting.

### **Other updates:**

The co-chairs will need to meet and discuss to determine the appropriate workgroups for 2015. Some Ideas shared are as follows:

We will keep the following workgroup to continue the work they are doing:

1. Project level workgroup

Newly formed workgroups:

2. Template and Project Level workgroup – will work closely with Deloitte on the reporting template and continue working on the action items of the company and project level workgroup
3. Data workgroup – will be looking at all the different levels of reporting for reconciliation and contextual narrative

We will sunset:

1. Tax and accounting period workgroup

A final recommendation will be put forth to the full MSG from the co-chairs at the MSG meeting.

### **Next Steps**

- The MSG December 10-11<sup>th</sup> meeting agenda and all subcommittee materials and recommendations will be posted 11/25 to the USEITI Website and emailed to the MSG members.
- Final Inception report due from Deloitte to ONRR on December 1<sup>st</sup>.
- MSG will review the Final Inception Report as a full committee at the December MSG meeting.

### **Next Subcommittee Scheduled for Tuesday, December 16, 2014**

#### **List of attendees**

Paul Bugala, Calvert Investments  
Curtis Carlson, Treasury  
Nick Cotts, Newmont Mining  
Phil Denning, Shell Oil Company

Jerry Gidner, DOI  
Cory Gill, Goldwyn Global Strategies  
Greg Gould, DOI  
Jennifer Goldblatt, DOI  
John Harrington, Exxon Mobil  
Jennifer Heindl, DOI  
Veronika Kohler, National Mining Association  
Mike LeVine, Oceana  
AJ Maxwell, Deloitte  
Chris Mentasti, DOI  
Zorka Milan, Global Witness  
Kim Oliver, DOI  
Aaron Padilla, API  
Brent Roper, Rio Tinto  
Debbie Gibb Tschudy, DOI  
Johanna Nesseth Tuttle  
Lance Wenger, DOI  
Rhonda Willert, Deloitte  
Judith Wilson, DOI