

RPC Fair Return and Value Subcommittee Meeting Summary
Wednesday, August 8, 2018 3:00pm

- 1) Roll Call**
- 2) Opening Remarks and Update from DOI**
- 4) Work Group Updates**
- 5) Wrap Up**

Opening Remarks and Updates from DOI:

- Reminder that recommendations are due on August 16th to the Department
- Please use the recommendation template as last time.
- In the next subcommittee meeting on August 22nd, the ONRR Data Display team will be giving an overview presentation on the natural resource revenue data website. There will also be another presentation given on the BSEE data center.
- Will discuss if both these presentations should be given again in the full RPC meeting in Denver.
- For awareness, organization filed a lawsuit in Montana against the RPC.

Work Group Updates

Coal Benchmarks

- Conversation regarding different valuation methodology. Spoken with member of public that brought up the idea, he is finishing up white paper for group to look at, then will take to solicitors office, then will ask group for comments.
- No recommendations at this time.

O&G Payor Handbook

- Work on Federal & Indian handbook , comments have been provided across to ONRR, intention to look at it from payors perspective.

Index Pricing and Marketable Condition

- Met yesterday, ONRR presented model of financial impact on boosting. Will put together a preliminary recommendation to RPC.
- Recommendation for gas index pricing option, moving forward with concept of gas index pricing with marketable condition. Gas will have three valuation options.
- Recommendation for DOI to publish public data for volume onshore/offshore. It would bring more transparency.
- Will schedule a meeting one week from now to look at the three recommendations to evaluate if we should bring them up in full RPC meeting in September.

Audit:

- Nothing to report.

Wrap Up

- Meeting invite for next week to review and forward (as appropriate) recommendations to the full RPC at the September meeting.
- Two presentations on data sources on August 22nd.

Attendees:

Amy Lunt, DOI/ONRR
Bonnie Robson, DOI/ONRR
Daniel Ruz, Wood McKenzie
Gregory Morby, Chevron
Karl Wunderlich, DOI/ONRR
Kwame Awuah-Offei, MO University of Science and Tech
Maroya Faied, ONRR
Matthew Adams (Co-Director), Cloud Peak
Stella Alvarado, Anadarko
Vincent Devito (RPC Chairman), DOI
Rod Eggert