

RPC Fair Return and Value (Valuation) Subcommittee
Wednesday, December 13, 2017
3:00 pm – 4:00 pm
Meeting Summary

Meeting Agenda

- 1) Co-Director Updates**
- 2) Workgroup Updates**
- 3) DFO Updates**
- 4) Wrap up/Walk-ons**

Co-Director Updates

- The subcommittee meeting on January 24th will be focused on topics that will be put forward to the full RPC at the end of February. So, each workgroup should have some targeted topics that will be discussed as a subcommittee and then could be included in a presentation to the full RPC.
- It is important that the issues identified and the work being done by the workgroups are driven by feedback from all sectors. The goal is to find practical solutions to drive efficiencies for all involved.

Workgroup Highlights

- The Co-Director asked representatives from each workgroup to provide updates on their activities.
 - The Index Pricing Workgroup will hold its first meeting Thursday, December 14th.
 - The Coal Benchmark Workgroup has met two times. The last meeting was last Monday at the Denver Federal Center. ONRR met with the workgroup to discuss some of the historical issues that have driven litigation and appeals in the area of coal valuation. They will meet again and continue the conversations next Monday.
 - ONRR provided The Payor Handbook Workgroup with a table of contents and a list of potential updates and additions to the Payor Handbook. The workgroup will get back to ONRR by December 21st with their priorities. The next meeting will be January 4th.
 - The Marketable Condition and Unbundling Workgroup held its second meeting yesterday. They discussed marketable condition and boosting, and ONRR provided recommendations and feedback regarding different ways to make changes in an efficient and lasting way. ONRR also provided a walkthrough on their progress on UCAs. The workgroup will be meeting again January 8th.
 - The Audit Workgroup will be meeting January 4th to go over ONRR's new, improved audit tracking process. They will also review topics that the previous RPC looked at to make sure the same issues are not re-hashed. At the January 4th meeting, ONRR will also be prepared to answer questions from the workgroup.

DFO Updates

- John Kalish from BLM is a renewables expert who will be helping the subcommittee on renewable topics in the future.
- It is important that all subcommittees have potential agenda items for the February RPC meeting identified by the week of the January 24th meeting.

- Depending on how many items the full RPC will have to discuss at their February meeting, it may be possible to use February 27th for subcommittee meetings and hold the full committee meeting only on February 28th. This will be determined once the RPC meeting agenda is better developed.
- Media inquiries should be passed along to the RPC email or DOI Comms.

Wrap up/Walk-ons

- The meeting for December 27th will be cancelled due to the holidays and the subcommittee will reconvene on January 10th. Workgroups should stay focused and reach out to the co-directors if the encounter any issues.
- The next full RPC meeting will be February 27-28, 2018 in Houston, TX.

List of Attendees:

Amy Lunt, DOI, ONRR
Chris Stolte, DOI
Daniel Ruzs, Wood Mackenzie
Estella Alvarado, Anadarko
Greg Morby, Chevron
James Schindler (RPC Executive Director), DOI, BOEM
Jennifer Malcolm, DOI, ONRR
John Barder, DOI, ONRR
Karl Wunderlich, ONRR
Kim Oliver, DOI, ONRR
Matthew Adams (Co-director), Cloud Peak
Pat Noah, ConocoPhillips
Peter Christnacht, ONRR