

Indian Oil Valuation Rule Designated Areas



This map outlines the Designated Areas defined in the amendments to the Indian Oil valuation regulations the Office of Natural Resources Revenue (ONRR) published on May 1, 2015 80 Fed. Reg. 24,794. This applies to all Indian leases with a major portion provision and all Indian leases with language providing the Secretary of the Interior with the discretion to determine value (with the exception of leases on the Osage Indian Reservation).

ONRR uses these Designated Areas to calculate location and crude type differentials that then affect ONRR's calculation of specific Index Based Major Portion (IBMP) prices. The IBMP prices are based off of the U.S. crude benchmark New York Mercantile Exchange West Texas Intermediate (NYMEX WTI).

Generally, ONRR established designated areas by reservation boundaries, including any off-reservation allotments or dependent Indian communities, where location and crude types are similar to each other. An exception is Oklahoma, which did not have significant differences in crude quality and prices to warrant separate designated areas. Please note that this map does not display off-reservation allotments.

Under this rule, payors determine which Designated Area their lease is included in, the crude type produced from their lease, and whether their gross proceeds after transportation exceed the ONRR published IBMP.

For more information, please visit or contact:

www.onrr.gov/Valuation/IndianOilIBMP.htm
ONRRIndianOilRuleQuestions@onrr.gov

Data sources: ESRI, USGS, National Atlas, ONRR

This map is solely for general reference purposes. It should not be used as a legal document or a legal spatial representation of the data.