



United States Department of the Interior

OFFICE OF NATURAL RESOURCES REVENUE

P.O. Box 25 165
Denver, Colorado 80225-0165

APR 09 2018

Subject: Reporting requirements for reporting flared and vented gas volumes on the Oil and Gas Operations Report (OGOR), Form ONRR-4054

Dear Reporter:

This letter notifies you of a change in OGOR reporting for *royalty-bearing* flared and vented gas volumes on the OGOR-B.

General Reporting Changes

Effective the July 2018 production month, which is due September 17, 2018, report the following disposition codes to report royalty-bearing flared and vented gas volumes on the OGOR:

- Disposition code 33 = Flared Gas - Royalty Due
- Disposition code 63 = Vented Gas - Royalty Due

For any Conditions of Approval (COAs) issued by BLM that provided approval for flaring or venting of gas where the flared or vented gas was deemed a royalty-bearing volume, you can continue to report the approved flared or vented gas volume using disposition code 08, Spilled and/or Lost - Available - Royalty Due, until the July 2018 production month. ONRR is providing industry a six-month window after the issue date of this Dear Reporter letter to allow time to incorporate the new disposition codes.

General Reporting

As stipulated in the Dear Reporter letter dated May 7, 2010 for onshore production reporting, continue to report non-royalty-bearing flared and vented gas volumes as follows on the OGOR-8:

1. **Flared Oil-well Gas - Royalty Not Due** using disposition code 21
2. **Flared Gas-well Gas - Royalty Not Due** using disposition code 22
3. **Vented Oil-well Gas - Royalty Not Due** using disposition code 61
4. **Vented Gas-well Gas - Royalty Not Due** using disposition code 62

Summary

This letter addresses the OGOR reporting changes you should make effective with production month July 2018 and provides details regarding two new royalty-bearing disposition codes.

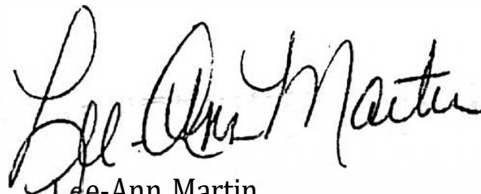
This letter is not an appealable decision, order, Notice of Noncompliance, or Civil Penalty Notice under 30 C.F.R. Part 1290 Subpart B (2016) or 30 C.F.R Part 1241 (2016).

If ONRR issues you an order, Notice of Noncompliance, or Civil Penalty Notice at a later date in accordance with the matters addressed in this letter, we will provide your appeal rights at that time.

If you have questions regarding these changes, please contact your ONRR Production Reporting contact at 800-525-7922, or refer to the online listing of contacts on our website:

<https://www.onrr.gov/ReportPay/PDFDocsloperasgn.pdf>

Sincerely,

A handwritten signature in black ink, appearing to read "Lee-Ann Martin". The signature is written in a cursive, flowing style.

Lee-Ann Martin

Program Manager

Reference and Reporting Management