

United States Department of the Interior

OFFICE OF NATURAL RESOURCES REVENUE

P.O. Box 25165 Denver, Colorado 80225-0165

April 17, 2023

Subject: Disposition Code and Product Code requirements for reporting of flared and vented gas volumes on the Oil and Gas Operation Report (OGOR), Form ONRR-4054; Report of Royalty Remittance (2014) Form ONRR-2014

Dear Reporter:

This letter notifies you of a change in the Oil and Gas Operation Report (OGOR), Form ONRR-4054 and Report of Royalty Remittance (2014) Form ONRR-2014 reporting for royalty-bearing flared and vented gas volumes.

The Office of Natural Resources Revenue (ONRR) has established 4 new disposition codes and 5 new product codes to differentiate between royalty-bearing vented or flared gas volumes. Reporters will use these new disposition codes when reporting royalty-bearing flared and vented gas volumes on the OGOR-B and will report using the new product codes on the 2014. ONRR has created the new disposition and product codes to align reported royalty-bearing vented and flared volumes on the OGOR-B and 2014.

General Reporting Changes

Effective upon the Bureau of Land Management (BLM) or Bureau of Safety and Environmental Enforcement (BSEE) determination of royalty-bearing flared and vented volumes, you must report the following disposition codes (DC) on the OGOR-B:

- DC 66: Disposition Flared Oil Well Gas Royalty Due
- DC 67: Disposition Flared Gas Well Gas Royalty Due
- DC 68: Disposition Vented Oil Well Gas Royalty Due
- DC 69: Disposition Vented Gas Well Gas Royalty Due

ONRR will discontinue disposition codes 33 and 63 for add lines on original, replace, and modify reports. These disposition codes will only be used to delete previously accepted lines using a modify report.

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

- DC 21: Flared Oil-well Gas Royalty Not Due
- DC 22: Flared Gas-well Gas Royalty Not Due
- DC 61: Vented Oil-well Gas Royalty Not Due

• DC 62: Vented Gas-well Gas – Royalty Not Due

When reporting royalty-bearing flared or vented gas on the 2014, use the corresponding product code (PC).

- PC 66: Flared Oil Well Gas Royalty Due
- PC 67: Flared Gas Well Gas Royalty Due
- PC 68: Vented Oil Well Gas Royalty Due
- PC 69: Vented Gas Well Gas Royalty Due
- PC 70: Gas Lost Prior to Royalty Measurement Point Royalty Due

ONRR will discontinue PC 16: Gas Lost – Flared or Vented, for original lines. You may use PC 16 when reversing previously reported 2014 lines prior to the effective date.

Summary

This letter addresses updates to OGOR and 2014 reporting for BLM determined royalty-bearing flared or vented gas. You must report using the new disposition and product codes effective with production/sales in April 2023.

This letter is not an appealable decision, order, Notice of Non-Compliance, 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 Non-compliance, or Civil Penalty Notice 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 or Royalty contact located on our website: Contact Us | Office of Natural Resources Revenue (onrr.gov)

Sincerely,

April Lockler Program Manager Data Intake Solutioning and Coordination