Reporter Online Training Housekeeping

- All participants will be muted upon joining the training due to the large class size.
- Please use the chat feature to ask any questions.
- If you require closed captioning, you can turn it on by clicking on the three dots (more), scroll down to CC. Once you click on CC the closed captioning will be on. Some of our presenters will be close captioning their presentations.

Disclaimer

- These training materials are offered in a training scenario to serve as guidance to assist in reporting, paying, or determining value for royalties. Because reporting, payment, and valuation circumstances vary from lessee to lessee, be advised that these training materials may not precisely reflect your scenario. Accordingly, these general materials should not be construed as setting binding or enforceable policy.
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- Reliance on this guidance does not prohibit ONRR from future compliance activities or auditing of your reporting based on your use of the information contained within or from directing you to report and pay in a different manner based on an application of federal law to your unique factual circumstances. These training materials do not constitute an appealable decision or order under 30 C.F.R. 1290, Subpart B. If you have any questions, please use the contact information identified in this presentation or visit https://onrr.gov/about/contact.

BILLING/INVOICES- SOLID MINERALS

Financial Services

Objective

- Understanding the different types of ONRR Invoices and why they are issued
- Recognize Interest invoices and why and how they are calculated
- Understand Interest invoices and how it ties back to reporting and why

ONRR's Different Types of Invoices

Monthly or routine invoices:

INT late payment - royalty reports or invoices

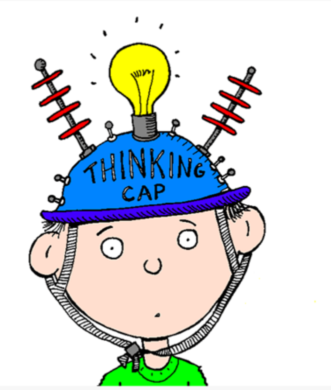
FIN lease term obligations –unpaid or underpaid or COY Requests/Determinations

OTH invoices on nonrecurring basis:

Liquidated damages

Civil penalty

Possible Audit Findings



ONRR INVOICE

- FIN Invoices
  - Minimum Royalty Payable in Advance (MRPIA)
  - Annual Rent (Recoupable and Non-Recoupable)
  - Bonus (Including Deferred)
  - Fair Market Value
  - COY Requests/Determinations

Invoice

U.S. Department of the Interior
Office of Natural Resources Revenue

Please Remit To:
ONRR using Pay.gov or another type of Electronic Funds Transfer.

Page:	FED01 1
Invoice No:	FIN100012345
Invoice Date:	1/17/2021
Customer Number:	MA123
Due Date:	2/22/2021

INVOICE

Customer:
ABC Coal Company
PO BOX 5555
Denver CO 80123-3146

TOTAL AMOUNT DUE : 500.00

For billing questions, please call JONATHAN.NASH@ONRR.GOV

Description	Line MMS Lease No.	Orig Due Dt Agency Lease	Obligation Amount Lease Name	Total Payment	AMOUNT DUE:
AMOUNT(S) ASSESSED IN ACCORDANCE WITH LEASE TERMS. PLEASE INCLUDE THE CUSTOMER AND INVOICE NUMBERS ON YOUR ELECTRONIC PAYMENT SUBMISSION DATA.					
Underpaid Minimum Royalty	1 M120150400	12/01/2020 IDI015040	360.00	0.00	500.00
		SUBTOTAL:			500.00
		TOTAL AMOUNT DUE :			500.00

INT- Interest Invoice

- **INTEREST RATES:**
  - Federal & Indian Solid Minerals US Treasury Current Value of Funds-simple

- **INTEREST CALCULATION STARTS:**

  Royalty:

  From due date for each sales date

  Invoices:

  FIN- Anniversary date of lease (unless included in an LMU, then the LMU date)

  INT & OTH-due date of the invoice

Period	Indian Oil & Gas Leases	Federal and Indian Solid Mineral and Geothermal Leases *
10/1/2021 - 12/31/2021	3.00%	1.00%
07/1/2021 - 09/30/2021	3.00%	1.00%
04/1/2021 - 06/30/2021	3.00%	1.00%
01/1/2021 - 03/31/2021	3.00%	1.00%
10/1/2020 - 12/31/2020	3.00%	2.00%
07/1/2020 - 09/30/2020	3.00%	2.00%
04/1/2020 - 06/30/2020	5.00%	2.00%
01/1/2020 - 03/31/2020	5.00%	2.00%
10/1/2019 - 12/31/2019	5.00%	1.00%
07/1/2019 - 09/30/2019	5.00%	1.00%

- **INTEREST CALCULATION ENDS:**

  PAYMENTS:

  Multiple

  receipt date is the same – summed

  receipt date is different – oldest to newest

Interest Schedule & Reports

Interest Schedule

– Type of interest

– Lease number

– Rolled up information

Late Payment Allocation

– Payments applied

– Due date for each sales month/year

Interest Invoice

U.S. Department of the Interior
Office of Natural Resources Revenue

Please Remit To:

ONRR using Pay.gov or another type of Electronic Funds Transfer.

	FED01
Page:	1
Invoice No:	INT10011111
Invoice Date:	01/15/2021
Customer Number:	MA123
Due Date:	02/19/2021

INVOICE

Customer:

ABC Coal Company
PO Box 5555
Denver CO 80123-3146

TOTAL AMOUNT DUE : 34,768.93

For billing questions, please call JONATHAN.NASH@ONRR.GOV

Description / MMS Lease No.	Line / Agency Lease	Document ID	PAD Number	Sales Date / Lease Name	Receipt Date	AMOUNT DUE:
PLEASE INCLUDE THE CUSTOMER AND INVOICE NUMBERS ON YOUR ELECTRONIC PAYMENT SUBMISSION DATA.						
Interest on Royalty	1	PAR40123	PAR40123	08/2011	07/26/2013	0.12
M720625780	UTSL062578					
Interest on Royalty	2	PAR40123	PAR40123	08/2011	07/26/2013	1.17
M730470123	UTU000123					
Interest on Royalty	3	PAR40123	PAR40123	08/2011	07/26/2013	0.07
M730630000	UTU63000					
Interest on Royalty	4	PAR41458	PAR41458	05/2013	08/13/2013	0.03
M720600000	UTSL060000					
Interest on Royalty	5	PAR41458	PAR41458	05/2013	08/13/2013	0.19
M730470123	UTU47000					
Interest on Royalty	6	PAR41458	PAR41458	05/2013	08/13/2013	0.01
M730630000	UTU63000					
Interest on Royalty	7	PAR40001	PAR40001	10/2013	01/29/2014	70.17
M720625780	UTSL062578					

Interest Schedule

U. S. Department of the Interior
Office of Natural Resources Revenue

Report ID: ZEPRPT01

Page No. 1
Run Date 01/15/2021
Run Time 21:13:26

Interest Schedule - Invoice

Business Unit: FED01 Invoice: INT10011111
Dist Code: 0 Customer: MA123 ABC Coal Company
Bankruptcy Petition Date: Unique Finding Identifier:

Line Nbr	Reference Doc ID	Lease No.	Pre Pttn	Sale Dt.	Roy/Bill Lease Amt	Receipt Date	Ent Rsn	Est Ind	Due Date	Payment Date	Payment Amount	Principal Balance	Accumulated Assessment	From Dt.	To Dt.	Days	Int. Rate	Amount Due
1	PAR40123	M720625780		05/31/13	144.75	07/26/13	LPROY	Y	07/01/13			144.75	144.75	07/01/13	07/31/13	30	0.01	0.12
										07/31/13	144.75	0.00	0.00	07/31/13	07/31/13	0	0.00	0.00
													Total for Bill Line				1	0.12
2	PAR40123	M730470123		08/31/11	-20.75	07/26/13	LPROY	Y	09/30/11			-20.75	-20.75	09/30/11	05/31/13	0	0.00	0.00
				04/30/13	0.00	07/26/13	LPROY	Y	05/31/13			-20.75	-20.75	05/31/13	07/01/13	0	0.00	0.00
				05/31/13	1,439.33	07/26/13	LPROY	Y	07/01/13	07/31/13	1,418.58	0.00	1,418.58	07/01/13	07/31/13	30	0.01	1.17
													Total for Bill Line				2	1.17
3	PAR40123	M730630000		08/31/11	-15.32	07/26/13	LPROY	Y	09/30/11			-15.32	-15.32	09/30/11	05/31/13	0	0.00	0.00
				04/30/13	0.00	07/26/13	LPROY	Y	05/31/13			-15.32	-15.32	05/31/13	07/01/13	0	0.00	0.00
				05/31/13	105.76	07/26/13	LPROY	Y	07/01/13	07/31/13	90.44	0.00	90.44	07/01/13	07/31/13	30	0.01	0.07
													Total for Bill Line				3	0.07
4	PAR41458	M720600000		05/31/13	-0.31	08/13/13	LPROY	Y	07/01/13			-0.31	-0.31	07/01/13	07/31/13	0	0.00	0.00
				06/30/13	70.36	08/13/13	LPROY	Y	07/31/13	08/15/13	70.05	0.00	70.05	07/31/13	08/15/13	15	0.01	0.03
													Total for Bill Line				4	0.03
5	PAR41458	M730470123		05/31/13	-3.05	08/13/13	LPROY	Y	07/01/13			-3.05	-3.05	07/01/13	07/31/13	0	0.00	0.00
				06/30/13	458.41	08/13/13	LPROY	Y	07/31/13	08/15/13	455.36	0.00	455.36	07/31/13	08/15/13	15	0.01	0.19
													Total for Bill Line				5	0.19
6	PAR41458	M730630000		05/31/13	-0.22	08/13/13	LPROY	Y	07/01/13			-0.22	-0.22	07/01/13	07/31/13	0	0.00	0.00
				06/30/13	32.68	08/13/13	LPROY	Y	07/31/13	08/15/13	32.46	0.00	32.46	07/31/13	08/15/13	15	0.01	0.01
													Total for Bill Line				6	0.01
7	PAR40001	M720625780		10/31/13	49,995.47	01/29/14	LPROY	Y	12/02/13			49,995.47	49,995.47	12/02/13	12/31/13	29	0.01	39.72
				11/30/13	-11,669.18	01/29/14	LPROY	Y	12/31/13			38,326.29	38,326.29	12/31/13	12/31/13	0	0.01	0.00
													38,326.29	01/01/14	01/29/14	29	0.01	30.45
				12/31/13	0.00	01/29/14	LPROY	Y	01/31/14			38,326.29	0.00	01/31/14	01/31/14	0	0.00	0.00
													Total for Bill Line				7	70.17

Late Payment Allocation

Payment ID	Payment Date	Payment Amount	Total Payment per Date	Pay Seq Nbr
Rptd <0 Lines	07/26/2013	$36.07	$36.07	1
1011	07/31/2013	$1397352.05	$1397352.05	2

Report ID: ZEPRPT03

Business Unit: FED01 Invoice: INT10011111
Dist Code: 0 Customer: MA123
Document: PAR40123 PAD Number: PAR40123

Bill Line Nbr	Lease	Doc Line/ Item Line	Geo Ind	Nst Ind	Man Flag	Sales Date	TC	ARC	Due Date	Est Ind	Int Ind	Accepted Amount	Allocated Amount	Pay Seq Nbr
	F732000123	46	N	N	N	08/2011	01	31	09/30/2011	N		$0.00		
										SUBTOTAL:	N	$0.00		
	F732000123	56	N	N	N	04/2013	01	31	05/31/2013	N		$0.00		
										SUBTOTAL:	N	$0.00		
	F732000123	65	N	N	N	05/2013	01	31	07/01/2013	N		$0.00		
										SUBTOTAL:	N	$0.00		
	F732000123	1	N	N	N	06/2013	01		07/31/2013	N		$0.00		
	F732000123	2	N	N	N	06/2013	01		07/31/2013	N		$0.00		
	F732000123	3	N	N	N	06/2013	01		07/31/2013	N		$0.00		
	F732000123	4	N	N	N	06/2013	01		07/31/2013	N		$0.00		
	F732000123	5	N	N	N	06/2013	01		07/31/2013	N		$0.00		
										SUBTOTAL:	N	$0.00		
										SUBTOTAL:	N	$0.00		
										TOTAL:		$0.00	$0.00	
	M720625780	47	N	N	N	08/2011	01	31	09/30/2011	N		$0.00		
	M720625780	48	N	N	N	08/2011	01	31	09/30/2011	N		$0.00		
										SUBTOTAL:	N	$0.00		
	M720625780	57	N	N	N	04/2013	01	31	05/31/2013	N		$0.00		
										SUBTOTAL:	N	$0.00		
1	M720625780	66	N	N	N	05/2013	01	31	07/01/2013	Y		$144.75		
										SUBTOTAL:	Y	$144.75	$144.75	2
	M720625780	10	N	N	N	06/2013	01		07/31/2013	N		$22894.20		
	M720625780	6	N	N	N	06/2013	01		07/31/2013	N		$41064.91		
	M720625780	7	N	N	N	06/2013	01		07/31/2013	N		$0.00		
	M720625780	8	N	N	N	06/2013	01		07/31/2013	N		$0.00		
	M720625780	9	N	N	N	06/2013	01		07/31/2013	N		$57657.57		
										SUBTOTAL:	N	$121616.68	$121616.68	2
										SUBTOTAL:	N	$0.00		
										TOTAL:		$121761.43	$121761.43	
	M730281111	49	N	N	N	08/2011	01	31	09/30/2011	N		$0.00		
										SUBTOTAL:	N	$0.00		
	M730281111	58	N	N	N	04/2013	01	31	05/31/2013	N		$0.00		

Bankruptcy

- Petition Date:
  - Pre-Petition Date ONRR will NOT send out Letter of Demand to pay.
  - Post-Petition Date ONRR WILL send out Letter of Demand to pay.

(NOTE: Goes off of sales date)

QUESTIONS?

YOU CAN EMAIL YOONA.CONRAD@ONRR.GOV OR TIFFANY.MAMAYEV@ONRR.GOV

THANK YOU!