Dear Reporter:

Enclosed are revised pages of the Minerals Management Service (MMS) Production Accounting and Auditing System (PAAS) Reporter Handbook-Lease Facility/Measurement Point, and Gas Plant Operators. This handbook provides instructions for reporting oil and gas production information on Form MMS-4054, Oil and Gas Operations Report. Effective immediately, these revisions replace Section 12.6, now titled “Example 4-Sales From a Separation Facility on an Oil/Gas Pipeline,” and Appendix A, Disposition Codes 09 and 16. Other revised pages correct miscellaneous typographical errors.

This revision specifically affects reporting drip condensate (that is, drip liquid, scrubber/pipeline drip, retrograde condensate). Please take time to read and familiarize yourself with the revisions. You recently received a Dear Reporter letter addressing this issue as well.

If you have any questions about these changes or the contents of the handbook, please call your Production Reporting Branch representative of our Reports and Payments Division at (800) 525-7922 or write to:

Minerals Management Service
Royalty Management Program
Reports and Payments Division
P.O. Box 17110 MS-3122
Denver, Colorado 80217-0110

Sincerely

Donald L. Sant
James W. Shaw
Acting Associate Director for
Royalty Management

Enclosures