

CERTIFIED MAIL--  
RETURN RECEIPT REQUESTED

MMS-MRM-OFFCAM  
MS 382B2

[Operator Contact Name]  
[Operator Name]  
[Operator Address]

MMS Operator Number: [    ]  
Control Number:

### **PRODUCTION ALLOCATION SCHEDULE REPORT**

Dear [Contact Name]:

The Minerals Management Service (MMS) is streamlining reporting requirements for the Production Allocation Schedule Report (PASR) (Form MMS-4058) by establishing a new PASR reporting policy for Facility/Measurement Points (FMPs).

Unless specifically requested, MMS will only require PASRs for active oil and/or gas sales FMPs which have Other Sources and a Commingling Code 3. The PASRs must include detail lines for Other Sources as well as leases, units, and/or allocation meters which, for the given report period, have an active relationship with the sales FMP. Please note, an Other Sources line must be reported even if the volume is zero. If necessary, MMS may request PASRs for oil and/or gas sales FMPs and for oil and/or gas allocation meters without Other Sources (oil, starting July 2001<sup>1</sup> to current; and gas starting January 2004 to current).

According to MMS's records, [Operator Name] does not currently have any oil and/or gas sales FMPs with Other Sources. Therefore, at this time, PASRs are not required from [Operator Name]. In the future, if [Operator Name] becomes the oil and/or gas sales FMP operator for a FMP with Other Sources, submission of PASRs will be required. Please contact [MS. your name] at 303-231-? for further assistance in submitting the PASRs.

Sincerely,

Mary Ann Guilinger  
Western Team Manager  
Federal Offshore Oil and Gas  
Compliance and Asset Management

---

<sup>1</sup> Based on the Royalty Simplification and Fairness Act of 1996, Sections 115(b) and 115(c), the MMS is barred from pursuing an obligation beyond 7 years of when the obligation becomes due (i.e., the last day of the calendar month following the month in which the oil or gas is produced). Since the date of this letter is August 2008, the last month for which MMS will collect oil PASRs is July 2001. In the future, this date will change each month.