§3192.10

- (l) Describe procedures for Tribes or States to request payment reimbursement:
- (m) Describe allowable costs subject to reimbursement; and
- (n) Describe plans for BLM oversight of the cooperative agreement.

§3192.10 What costs will BLM pay?

- (a) BLM will pay expenses allowed under part 12, subpart A, Administrative and Audit Requirements and Cost Principles for Assistance Programs, of this title.
- (b) BLM will fund the agreements up to 100 percent of allowable costs.
- (c) Funding is subject to the availability of BLM funds.
- (d) Funding for cooperative agreements is subject to the shared civil penalties requirement of §3192.11.

§ 3192.11 How are civil penalties shared?

- (a) Civil penalties that the Federal Government collects resulting from an activity carried out by a Tribe or State under a cooperative agreement are shared equally between the inspecting Tribe or State and BLM.
- (b) BLM must deduct the amount of the civil penalty paid to the Tribe or State from the funding paid to the Tribe or State for the cooperative agreement.

§ 3192.12 What activities may Tribes or States perform under cooperative agreements?

Activities carried out under the cooperative agreement must be in accordance with the policies of the appropriate BLM State or field office and as specified in the agreement, and may include—

- (a) Inspecting Tribal or allotted oil and gas leases for compliance with BLM regulations;
- (b) Issuing initial Notices of Incidents of Non-Compliance, Form 3160-9, and Notices to Shut Down Operations, Form 3160-12:
 - (c) Conducting investigations; or
- (d) Conducting oil transporter inspections.

§ 3192.13 What responsibilities must BLM keep?

- (a) Under cooperative agreements, BLM continues to— $\,$
- (1) Issue Notices of Incidents of Noncompliance that impose monetary assessments and penalties;
- (2) Collect assessments and penalties;
- (3) Calculate and distribute shared civil penalties:
- (4) Train and certify Tribal or State inspectors;
- (5) Issue and regulate inspector identification cards; and
- (6) Identify leases to be inspected, taking into account the priorities of the Tribe. Priorities for allotted lands will be established through consultation with the BIA office with jurisdiction over the lands in the agreement.
- (b) If BLM enters into a cooperative agreement, that agreement does not affect BLM's right to enter lease sites to conduct inspections, enforcement, investigations or other activities necessary to supervise lease operations.

§ 3192.14 What are the requirements for Tribal or State inspectors?

- (a) Tribal or State inspectors must be certified by BLM before they conduct independent inspections on Indian oil and gas leases.
- (b) The standards for certifying Tribal or State inspectors must be the same as the standards BLM uses for certifying BLM inspectors.
- (c) Tribal and State inspectors must satisfactorily complete on-the-job and classroom training in order to qualify for certification.
- (d) Tribal or State inspectors must not—
- (1) Inspect the operations of companies in which they, a member of their immediate family, or their immediate supervisor, have a direct financial interest: or
- (2) Use for personal gain, or gain by another person, information he or she acquires as a result of his or her participating in the cooperative agreement.

§ 3192.15 May cooperative agreements be terminated?

(a) Cooperative agreements may be terminated at any time if all parties agree to the termination in writing.