### **Ocean Energy Management, Interior**

wholly or partially within an area extending 3 nautical miles seaward of the submerged lands of that State or if there are no States with a coastline less than 15 miles from the announced geographic center of the qualified project area.

# §585.543 Example of how the inverse distance formula works.

(a) Assume that the geographic center of the project area lies 12 miles from the closest coastline point of State A and 4 miles from the closest coastline point of State B. BOEM will round dollar shares to the nearest whole dollar. The proportional share due each State would be calculated as follows:

(1) State A's share =  $[(\frac{1}{12}) \div (\frac{1}{12} + \frac{1}{4})]$ =  $\frac{1}{4}$ .

(2) State B's share =  $[(\frac{1}{4}) \div (\frac{1}{12} + \frac{1}{4})] = \frac{3}{4}$ .

(b) Therefore, State B would receive a share of revenues that is three times as large as that awarded to State A, based on the finding that State B's nearest coastline is one-third the distance to the geographic center of the qualified project area as compared to State A's nearest coastline. Eligible States share the 27 percent of the total revenues from the qualified project as mandated under the OCS Lands Act. Hence, if the qualified project generates \$1,000,000 of Federal revenues in a given year, the Federal Government would distribute the States' 27-percent share as follows:

(1) State A's share =  $270,000 \times \frac{1}{4} = 67,500$ .

(2) State B's share =  $270,000 \times \frac{3}{4} = 202,500$ .

## Subpart F—Plans and Information Requirements

#### §585.600 What plans and information must I submit to BOEM before I conduct activities on my lease or grant?

You must submit a SAP, COP, or GAP and receive BOEM approval as set forth in the following table:

Before you:	you must:
<ul> <li>(a) conduct any site assessment activities on your commercial lease,</li> </ul>	submit and obtain approval for your SAP according to \$\$585.605 through 585.613.
(b) conduct any activities pertaining to construction of facilities for commercial operations on your commercial lease,	submit and obtain approval for your COP, according to §§ 585.620 through 585.629.
(c) conduct any activities on your limited lease, ROW grant, or RUE grant in any OCS area,	submit and obtain approval for your GAP according to §§ 585.640 through 585.648.

#### §585.601 When am I required to submit my plans to BOEM?

Your plan submission requirements depend on whether your lease or grant was issued competitively or noncompetitively under subpart B or subpart C of this part.

(a) If your lease or grant is issued competitively, you must submit your SAP or your GAP within 6 months of issuance.

(b) If you request that a lease or grant be issued noncompetitively, you must submit your SAP or your GAP within 60 days after the Director issues a determination that there is no competitive interest.

(c) If you intend to continue your commercial lease with an operations term, you must submit a COP, or a FERC license application, at least 6 months before the end of your site assessment term.

(d) You may submit your COP or FERC license application with your SAP.

(1) You must provide sufficient data and information with your COP for BOEM to complete the needed reviews and NEPA analysis; and

(2) BOEM may need to conduct additional reviews, including NEPA analysis, if significant new information becomes available after you complete your site assessment activities or you revise your COP. As a result of the additional reviews, we may require modification of your COP.

#### §585.602 What records must I maintain?

Until BOEM releases your financial assurance under §585.534, you must