

**§ 1219.103 Payments to Indian accounts.**

Mineral revenues received from Indian leases shall be transferred to the appropriate Indian accounts managed by the Bureau of Indian Affairs (BIA) for allotted and tribal revenues. These accounts are specifically designated Treasury accounts. Revenues shall be transferred to the Indian accounts at the earliest practicable date after such funds are received, but in no case later than the last business day of the month in which revenues are received by the ONRR.

**§ 1219.104 Explanation of payments to States and Indian tribes.**

(a) Payments to States and BIA on behalf of Indian tribes or Indian allottees discussed in this part shall be described in *Explanation of Payment* reports prepared by the ONRR. These reports will be at the lease level and shall include a description of the type of payment being made, the period covered by the payment, the source of the payment, sales amounts upon which the payment is based, the royalty rate, and the unit value. Should any State or Indian tribe desire additional information pertaining to mineral revenue payments, the State or tribe may request this information from the ONRR.

(b) The report shall be provided to: (1) States not later than the 10th day of the month following the month in which ONRR disburses the State's share of royalties and related monies; (2) the BIA on behalf of tribes and Indian allottees not later than the 10th day of the month following the month the funds are disbursed by ONRR.

(c) Revenues that cannot be distributed to States, tribes, or Indian allottees because the payor/lessee provided incorrect, inadequate, or incomplete information, preventing ONRR from properly identifying the payment to the proper recipient, shall not be included in the reports until the problem is resolved.

**§ 1219.105 Definitions.**

Terms used in this subpart shall have the same meaning as in 30 U.S.C. 1702.

**PART 1220—ACCOUNTING PROCEDURES FOR DETERMINING NET PROFIT SHARE PAYMENT FOR OUTER CONTINENTAL SHELF OIL AND GAS LEASES****Sec.**

- 1220.001 Purpose and scope.
- 1220.002 Definitions.
- 1220.003 Information collection.
- 1220.010 NPSL capital account.
- 1220.011 Schedule of allowable direct and allocable joint costs and credits.
- 1220.012 Overhead allowance.
- 1220.013 Unallowable costs.
- 1220.014 Allocation of joint costs and credits.
- 1220.015 Pricing of material purchases, transfers, and dispositions.
- 1220.020 Calculation of the allowance for capital recovery.
- 1220.021 Determination of net profit share base.
- 1220.022 Calculation of net profit share payment.
- 1220.030 Maintenance of records.
- 1220.031 Reporting and payment requirements.
- 1220.032 Inventories.
- 1220.033 Audits.
- 1220.034 Redetermination and appeals.

**AUTHORITY:** Sec. 205, Pub. L. 95-372, 92 Stat. 643 (43 U.S.C. 1337).

**SOURCE:** 45 FR 36800, May 30, 1980, unless otherwise noted. Redesignated at 48 FR 1182, Jan. 11, 1983, and further redesignated at 48 FR 35642, Aug. 5, 1983, 75 FR 61087, Oct. 4, 2010.

**§ 1220.001 Purpose and scope.**

(a) This part 1220 establishes accounting procedures for determining the net profit share base and calculating net profit share payments due the United States for the production of oil and gas from OCS leases.

(b) The procedures established by this part 1220 apply to any OCS lease issued by the Department of the Interior under any bidding system established by § 1260.110(a) of this title which has a net profit share component.

[45 FR 36800, May 30, 1980, as amended at 46 FR 29689, June 2, 1981. Redesignated at 48 FR 1182, Jan. 11, 1983. Amended at 48 FR 35642, Aug. 5, 1983]

**§ 1220.002 Definitions.**

For purposes of this part 220:

*Allowance for capital recovery* means the amount calculated according to