

MMS Proposed Regulatory Process for Alternative Energy Development on the OCS

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Ocean Energy: Offshore Wind
DC Bar Environment, Energy and Natural Resources Section
Energy Committee
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Energy Policy Act of 2005

- The Minerals Management Service (MMS) may issue a lease, easement or right-of-way on the OCS for activities that, among other things:
 - Produce or support production, transportation or transmission of energy from sources other than oil and gas;
 - Use existing facilities on the OCS for energyrelated purposes or for other marine-related purposes.

43 U.S.C. 1337(p)



Energy Policy Act of 2005

- The MMS is required to establish:
 - ~ Royalties
 - ~ Fees
 - ~ Rentals
 - ~ Bonuses
 - ~ Or other payments
- To ensure a "fair return" to the United States for any lease, easement or right-of-way.



Examples of OCS Renewable Energy

- Wind Energy
- Wave Energy
- Ocean Current Energy
- Solar Energy
- Hydrogen







MMS Regulatory Timeline

- December 30, 2005: Advance Notice of Proposed Rulemaking (70 Fed. Reg. 77345)
 - MMS sought public input on a range of issues
- January 10, 2008: Final Programmatic EIS (73 Fed. Reg. 1894)
- ◆ July 9, 2008: Proposed Regulations (73 Fed. Reg. 39376)
- End of 2008: Final Regulations (?)



Proposed Rules

- Leases:
 - ~ Competitive vs. Noncompetitive
 - ~ Limited vs. Commercial
- Plans:
 - ~ Site Assessment Plan (SAP)
 - Construction & Operations Plan (COP)
 - ~ General Activities Plan (GAP)



Proposed Rules (cont'd)

- Royalties & Fees
- Decommissioning
- Alternate Uses
- Environmental Review and Coordination