

**NOTICE TO OPERATORS**
2024-11

October 18, 2024

**UPDATED NOTICE OF SUPPLEMENTAL ASSESSMENT
OIL AND GAS PRODUCED FOR CALENDAR YEAR 2023**

The California Geologic Energy Management Division (CalGEM) is issuing this notice to inform oil and gas operators that a supplemental notice of assessment for calendar year 2023 ("2023 Supplemental Assessment") will now be published on October 25, 2024, and mailed to your agent on file.

The 2023 Supplemental Assessment will be issued under Public Resources Code section 3434. The Supplemental Assessment will be calculated based upon the oil and gas production volumes utilized in the assessment previously issued to you for calendar year 2023.

WellSTAR

The 2023 Notice of Supplemental Assessment will be posted to your WellSTAR account. When the notice of supplemental assessment is entered into WellSTAR, the agent of record will receive an email notification with the subject line and message:

You have received a new {CorrespondenceType}, Document ID: {DocumentID}, in WellSTAR.

Please log into WellSTAR under {OperatorName} to view the correspondence under the Detail - Documents section for {SubjectType}ID {SubjectID}.

URL: {WellSTAR URL}

If you need technical assistance please contact the WellSTAR Support Team at {WellSTAREmail}.

To view your notice of supplemental assessment please log in to WellSTAR and navigate to your Organization Detail > Summary > Documents. The notice of supplemental assessment can be found within the document tab on October 25, 2024.

Supplemental Assessment

The 2023 Supplemental Assessment is due and payable 15 days after the Notice of Supplemental Assessment is mailed (the "due and payable date"), and will become delinquent if not paid on or before 90 days from the due and payable date.

Any late payment(s) of any assessed amount deemed delinquent will have applied to it a penalty of ten percent (10%), plus interest at one and one-half percent (1.5%) per

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month, or fraction thereof, computed from the delinquent date of the assessment until and including the date of the payment. (Pub. Resources Code, § 3420.)

The funds raised from the 2023 Supplemental Assessment are deposited in the Oil, Gas, and Geothermal Administrative Fund, and are used to support and maintain the Department of Conservation for the supervision of oil and gas operations. (Pub. Resources Code, § 3401.) The supplemental assessment was charged based upon per barrel of oil or per ten thousand (10,000) cubic feet of gas assessed during the previous calendar year. (Pub. Resources Code, § 3434.) Using the same methodologies utilized for the annual oil and gas assessment, the 2023 Supplemental Assessment rate per equivalent bbl or 10Mcf of gas is \$0.1230589. Listed below are the estimates of supplemental program costs and statewide production upon which the assessment rate is based:

SUPPLEMENTAL DIVISION PROGRAM COSTS, FISCAL YEAR 2024-2025	\$14,869,000.00
STATEWIDE TOTAL ASSESSABLE OIL, 2023 (bbbls)	113,009,333
STATEWIDE TOTAL ASSESSABLE GAS, 2023 (10Mcf)	7,818,953
STATEWIDE TOTAL ASSESSABLE EQUIVALENT, 2023	120,828,286
RATE PER EQUIVALENT BBL OR 10Mcf OF GAS	\$0.1230589

Assessment Payments

Payments may be remitted to the DEPARTMENT OF CONSERVATION, and delivered, via first class mail, to:

DEPARTMENT OF CONSERVATION
CALIFORNIA GEOLOGIC ENERGY MANAGEMENT DIVISION
Attention: 2023 SUPPLEMENTAL ASSESSMENT
715 P STREET, MS 18-03
SACRAMENTO, CA 95814

Alternatively, payment may be submitted to CalGEM online, via electronic funds transfer. If you are already familiar with the procedure, payments may be submitted at:

<https://www.govone.com/PAYCAL/Home/SelectAgency>

For a more detailed explanation of the electronic funds transfer procedure, please navigate to **Notice to Operators (NTO) 2021-08** at:

https://www.conservation.ca.gov/calgem/for_operators/Pages/NoticetoOperator.aspx

If you have any questions or concerns regarding compliance with this notice, please contact CalGEM's Operational Management Unit at CalGEMSupport@conservation.ca.gov.

Doug Ito

Doug Ito
State Oil and Gas Supervisor