MMS Maryland Renewable Energy Task Force Meeting

Introduction to the MMS Offshore Renewable Energy Leasing Process

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Overview



- Major Framework Elements
- Phases Under the Rule
- Renewable Energy Leases & Grants
- Competition Requirement
- Initiating the Leasing Process
- Competitive Leasing Process
- Non-Competitive Leasing Process

Major Framework Elements

- Coordination (throughout rule)
 - Federal/State/Local Task Forces
- Leasing Process and Issuance (Subpart B)
 - Commercial & Limited Leases
 - Competitive & Noncompetitive Leasing
 - Research Activities
- Payments (Subpart E)
 - Bonding, Payments, Revenue Sharing
- Plans (Subpart F)
 - Site Assessment and Construction & Operations
 - General Activities
- Conduct of Approved Plan Activities (Subpart H)
 - Environmental & Safety Monitoring & Inspections
- Decommissioning (Subpart I)

Phases Under the Rule

- Lease & Grant Issuance
 - Competitive or Noncompetitive Process
 - Commercial or Limited Leases
 - Grants
- ► Plan Submission & Review
 - Site Assessment Plan (SAP)
 - Construction and Operations Plan (COP)
 - General Activities Plan (GAP)

Renewable Energy Leases and Grants



- Two Leases:
 - **Commercial** lease
 - Limited lease
- Two Grants:
 - Right-of-Way (ROW)
 - Right-of-Use and Easement (RUE)

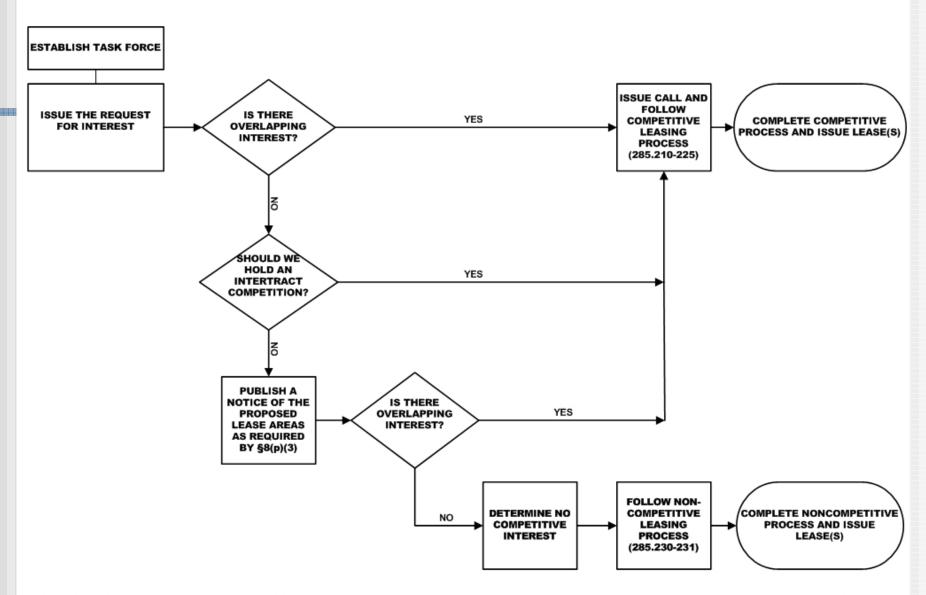
Competition Requirement

- The Secretary shall issue a lease, easement, or right-of-way on a competitive basis unless the Secretary determines after public notice of a proposed lease, easement, or right-of-way that there is no competitive interest
 - Energy Policy Act of 2005, Section 388

Initiating the Leasing Process

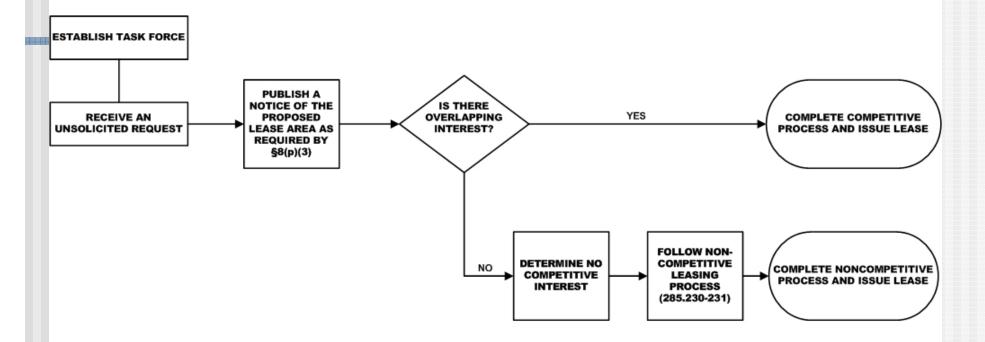
- MMS establishes an intergovernmental task force in response to a requesting State or the receipt of an unsolicited application
- MMS, after consulting the task force, develops a Request for Interest (RFI) to gauge level of interest and determine competitive interest
 - MMS determines competitive interest and proceeds with the competitive leasing process
 - MMS determines no competitive interest and proceeds with the noncompetitive leasing process

STARTING THE COMMERCIAL WIND LEASE PROCESS WITH A REQUEST FOR INTEREST*



^{*}Depending on responses submitted by developers and determinations made by MMS, it is possible that the leasing process could be exclusively competitive, exclusively noncompetitive, or a mixture (competitive for some nominations and noncompetitive for others).

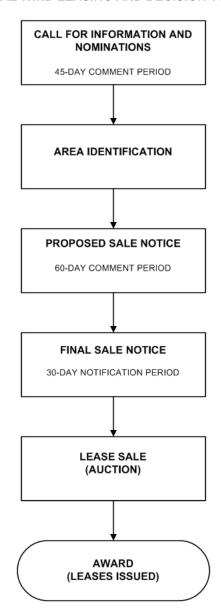
STARTING THE COMMERCIAL WIND LEASE PROCESS WITH AN UNSOLICITED REQUEST



Competitive Leasing Process

- Determination of competitive interest
- Call for Information and Nominations
- Proposed/Final Sale Notice
- Lease auction & award: Requires NEPA review
- Site Assessment Plan (SAP): Approval requires NEPA review
- Construction and Operations Plan (COP): Approval requires NEPA review
- Facilities Design Report (FDR) and Fabrication and Installation Report (FIR)
- Decommissioning Plan

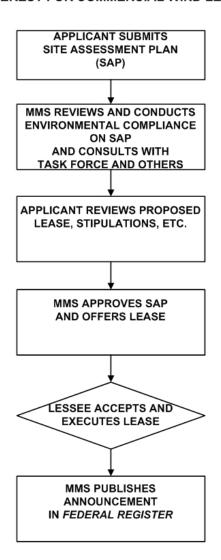
PROCESS FOLLOWING MMS DETERMINATION OF COMPETITIVE INTEREST IN COMMERCIAL WIND LEASING AND DECISION TO HOLD A SALE



Non-Competitive Leasing Process

- Determination of no competitive interest
- Applicant submits Site Assessment Plan (SAP)
- Lease Issuance and approval of SAP: requires NEPA review
- Construction and Operations Plan (COP): Approval requires NEPA review
- Facilities Design Report (FDR) and Fabrication and Installation Report (FIR)
- Decommissioning Plan

PROCESS FOLLOWING MMS FINAL DETERMINATION OF NO COMPETITIVE INTEREST FOR COMMERCIAL WIND LEASING



Opportunities for Public Input

- Request for Information published in the Federal Register (60 days)
- Call for Information and Nominations published in the Federal Register, assuming competitive interest, (45 days)
- Proposed Sale Notice (assuming competitive interest) published in the Federal Register (60 days)
- Notice of Intent to prepare an environmental impact statement published in the Federal Register (60-90 day scoping)
- Notice of Availability of a draft environmental impact statement published in the Federal Register (60 days, public hearings in the vicinity of the proposed lease)
- Notice of Availability of a final environmental impact statement published in the Federal Register (30 days public review)



Questions?

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