



Proposed Sale Notice & Request for Interest Overview for Lease Sale ATLW-7

North Carolina (Kitty Hawk) Auction Seminar

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North Carolina Project Coordinator

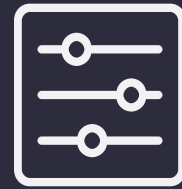
BOEM | Office of Renewable Energy Programs

September 20, 2106 | www.boem.gov

Presentation Agenda



The North Carolina
Journey



Proposed Sale
Notice & Request
for Interest



Next Steps



How to Comment

Authorization Process

1: Planning & Analysis

- Establish State Task Force
- Gather Information
- Determine Competitive Interest
- Identify a Wind Energy Area

2: Leasing

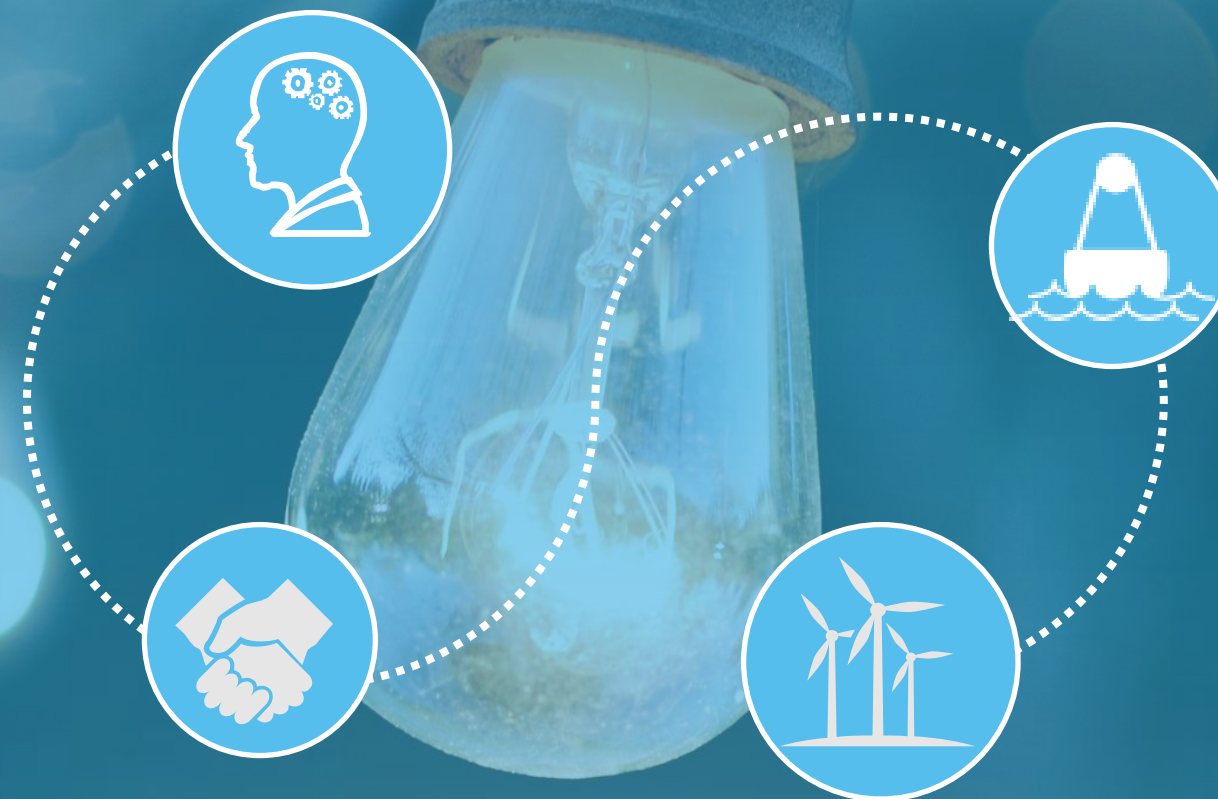
- Competitive or Non-competitive
- Sale Notices (PSN & FSN)
- Lease Sale (Auction)
- 1-Year Preliminary Term

3: Site Assessment

- Site Assessment Plan (SAP)
- Meteorological Buoy or Tower
- Up to 5 years

4: Construction & Operations

- Construction and Operation Plan (COP)
- 2 Engineering Reports (Design, Fabrication, Installation)
- Wind Facility
- Typically a 25 year operations term



Opportunity for Public Input Throughout

Stage 1: Planning and Analysis



Establish NC Task Force

August 2009



Publish Call for Information & Nominations

December 2012

Stage 1: Planning and Analysis



Area Identification

August 2014



Environmental Compliance

September 2015

Stage 2: Leasing



Proposed Sale Notice & Request for Interest

August 2016



What's in the Proposed Sale Notice?

Published on August 16, 2016 with a 60 day comment period

01

Area for Leasing

Description of Area, Identification of OCS Blocks, Issues of Concern



02

Authorizations

Site Characterization Activities and Submittal of Plans



03

Critical Steps for Bidders

Bidder's Financial, Bid Deposits, Mock Auction, Monetary Auction, Lease Execution



04

Fiscal Terms and Financial Assurance:

Rent, Operating Fee, Payment Schedule, Financial Assurance



05

Auction Details:

Place & Time, Bidding Procedures, Minimum Bids, Award Procedures



06

Feedback and Comments:

Comment Period Closes October 17, 2016



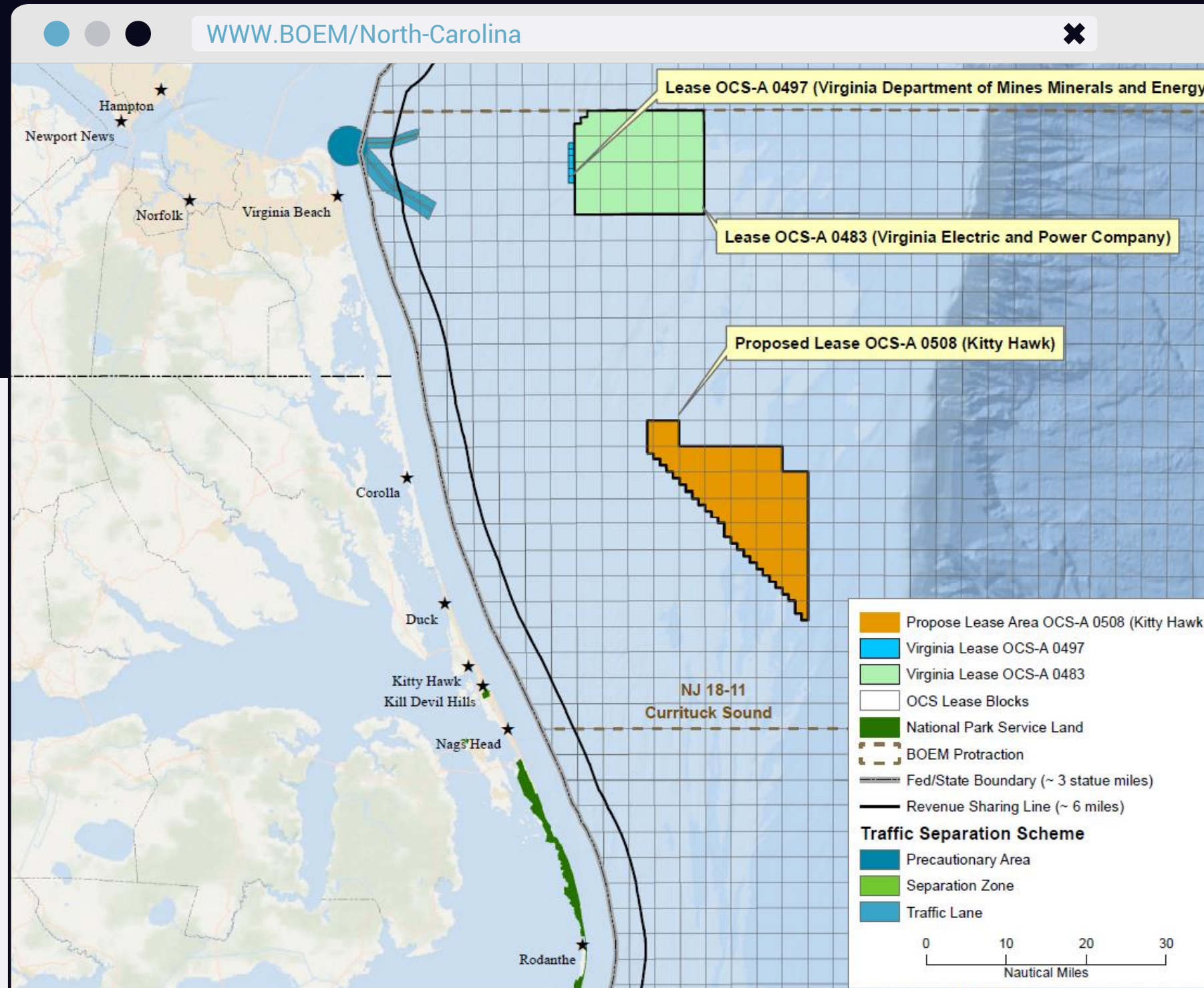
Lease Area OCS-A 0508 Kitty Hawk

Size

21.5 OCS Blocks
122,405 Acres

Water Depth

~27-41 Meters

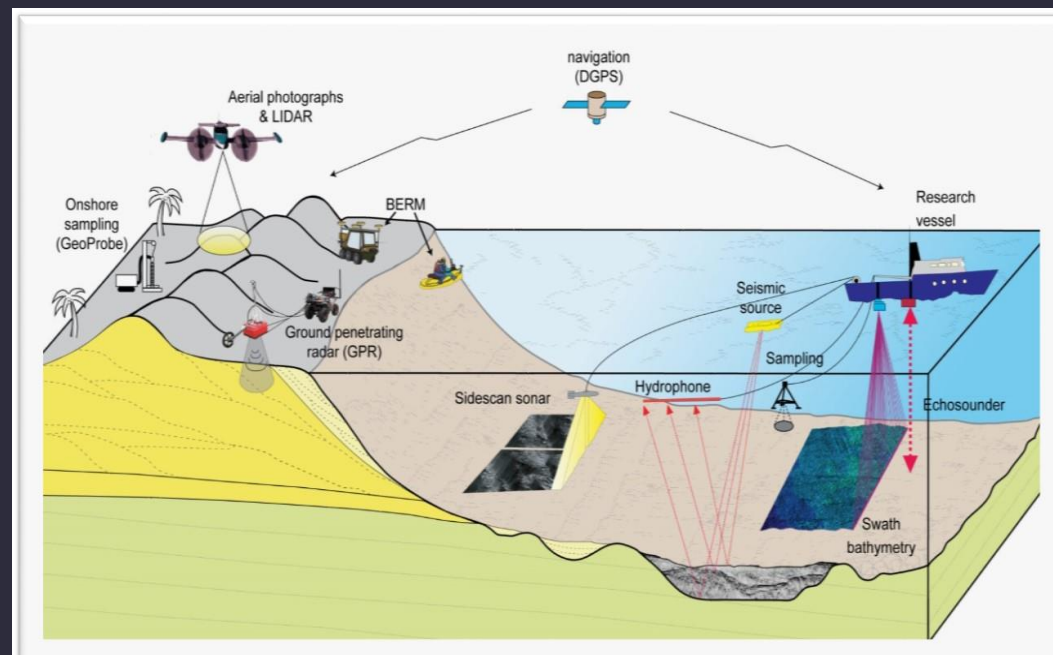


Distance

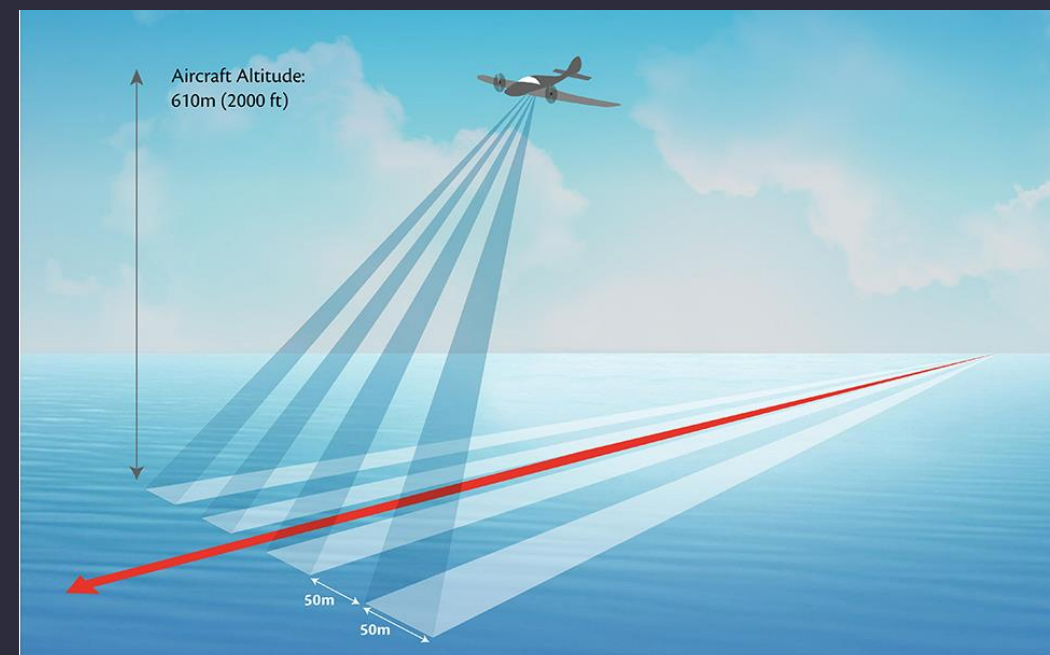
24 Nautical miles from shore at its closest point and 33.7 Nautical miles from the Bodie Island Lighthouse

Authorized Activities Under Lease

Site Characterization Activities



Authorized: Yes
Prerequisite: SAP/COP Survey Plan



Authorized: Yes
Perquisite: SAP/COP Survey Plan



Authorized: No
Prerequisite: Approved SAP and COP

Site-specific surveys conducted to collect information regarding existing resources and conditions above the water, within the water column, and on & below the seafloor. Enables the lessee to characterize existing seafloor and sub-seafloor conditions to select and propose appropriate design, construction, and installation techniques. Results required to be submitted with SAP & COP.

Request for Interest 30 CFR 585.212

Regulations

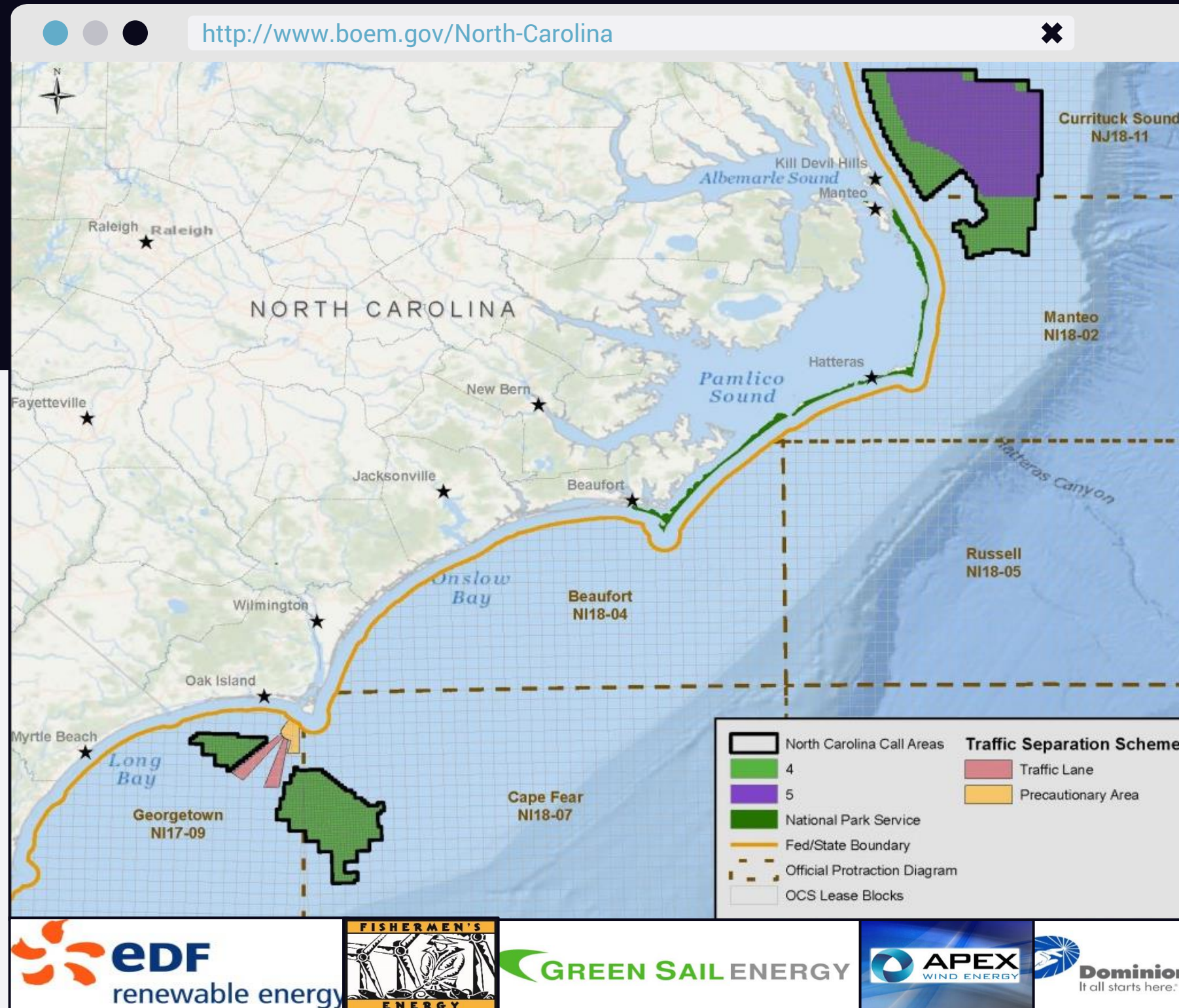
“BOEM may end the competitive process before the Final Sale Notice if we have reason to believe that competitors have withdrawn and no competitive interest exists.”

Why?

Call for Information published in Dec 2012, ~4.4.5 years

Prior participation currently qualified companies in BOEM auctions.

your logo



Requirement

All currently qualified companies must confirm their interest to BOEM by the October 17, 2016.

Path Forward

No Leasing
Noncompetitive Leasing Process
Publication of a Final Sale Notice

Survey Plans

Section 2.1 of Addendum C



Should BOEM **require** SAP/COP survey plans?

Is it useful to go through the survey plan review process to ensure SAP and COP data needs will be met?



Should surveys be done by **mobilization effort**?

Current lease language assumes that surveys in support of a SAP or COP will be conducted all at one once.



Are the timing requirements **reasonable**?

Do the current timing requirements allow for lessees to conduct their surveys in a reasonably expeditious manner?

Next Steps (cont.)



Comment Period Ends

October 17, 2016

Last chance for potential bidders to submit qualifications and already qualified bidders to confirm their interest



Review and Finalize Company Qualifications, if Any

Next Steps (cont.)



Consider Feedback in Response to PSN & RFI



Publish Final Sale Notice

Early 2017



Noncompetitive Process

Late 2016



Leasing Process Stops

October 16



Hold Lease Sale, if Needed

Early 2017

How to Comment



Comment Card

See any individual BOEM for a card and return to them to once you are finished.



Regulations.gov

<http://www.regulations.gov>. In the entry entitled, “Enter Key Word or ID,” enter BOEM-2016-0045, then click “search.” Follow the instructions to submit the comments.



Mail

Mail or deliver in an envelop labeled “Comments on the North Carolina PSN & RFI to:
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45600 Woodland Road
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Sterling, VA, 20166

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703-787-1325
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Q&A

Understanding Comes From Questions, Not Answers.

— Richard Saul Wurman