

GAS PLANT STATEMENT AUDIT & GAS PRODUCER

STATEMENT IMBALANCES



A 1-day Group-Live Basic Level program
8 CPE hours are awarded

A workshop that provides natural gas accountants and auditors a foundation for reviewing and accounting for gas plant statements and producer imbalances.

Prerequisites: None

Recommended CPE Credits: 8

Program Level: Intermediate

Delivery Method: Group-Live

Field of Study: Auditing & Accounting

Advance Preparation Required: None

Who Should Attend:

- Employees of corporations, royalty owners, government, consulting/auditing firms that
 - work for or service producers involved in the production of natural gas
 - review and audit gas plant operations
 - need to account for the money and audit gas plant revenue via netback pricing
 - are involved with the sale of natural gas and plant products
 - work for regulatory agencies that monitor gas plant transactions
 - need to compare volumes with revenue and royalties derived from gas plants
- Revenue accountants who work with natural gas
- Production and property accountants who work with natural gas

Key Topics To Be Covered:

- Sales to related parties
- Prices used for NGL and residue gas settlement
- Exchange agreements
- Purchase and resale agreements
- Volumes of NGLs and residue gas allocated to leases
- Overstatement of volumes from other leases
- Understatement of volumes from your lease
- Phantom leases
- How to test for allocation errors
- How and why producer imbalances
- Cash balancing agreements and how they help resolve producer imbalances
- Cash balancing on over delivered balances when the producing property has depleted
- Facility imbalances
- Financial accounting and reporting relative to over (under) deliveries

Upon Completion Participants Should Be Able To:

- Interpret at a more advanced level and implement Gas Plant Purchase and Processing Agreements
- Understand how Allocations affect the royalty payments
- Reconcile Gas Plant statements to Allocations
- Determine causes and effects of Volume variances
- Determine causes and effects of Price variances
- Have the fundamentals to develop a procedure for determining allocation errors
- Determine the effect of "Phantom" leases
- Perform the calculations to create a producer balancing statement

- Be able to differentiate accounting effects of paying on entitlement vs actuals
- Be able to resolve producer imbalances
- Be able to do the reporting associated with producer imbalances

Registration Instructions:

Visit us online at energy.pdi.org. Click on “register now” from any page and it will take you to a secure site where you can register and pay safely with a credit card. For other registration//payment options, please contact Tami Russell at trussell@pdi.org. Quality programs – offered on-site and adapted for your company. Contact Jim Hoffman at 214.763.9644 or via email at jhoffman@pdi.org for more details.

Refund//Cancellation Policy:

Cancellations ~ A participant may receive a full refund by providing to PDI written cancellation 10 or more business days prior to the starting date of the program. No refunds will be granted within 10 business days of the starting date of the program. No refunds will be granted after the start of the program.

Substitutions ~ Substitutions are accepted at any time up to and including the starting date of the program. For more information regarding refund, substitutions and/or program cancellation policies, please contact Tami Russell at trussell@pdi.org.

Complaint Resolution Policy:

PDI will make every effort to resolve complaints within a reasonable amount of time and in a confidential manner. A formal complaint must be submitted in writing and must set forth a statement of the facts and the specific remedy sought. Submit complaints to:

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