- 1 SJR78
- 2 201547-2

By Senators Allen, Albritton, Barfoot, Beasley, Burkette,
Butler, Chambliss, Chesteen, Coleman-Madison, Dunn, Elliott,
Figures, Givhan, Gudger, Holley, Jones, Livingston, Marsh,
McClendon, Melson, Orr, Price, Reed, Roberts, Sanders-Fortier,
Scofield, Sessions, Shelnutt, Singleton, Smitherman, Stutts,
Ward, Whatley, Williams and Waggoner

- 9 RFD:
- 10 First Read: 21-MAY-19

201547-2:n:05/21/2019:KBH/tj LSA2019-1863R1 1 2 3 4 5 6 7 URGING THE FEDERAL GOVERNMENT TO RELEASE THE 8 9 2019-2024 NATIONAL OUTER CONTINENTAL SHELF OIL AND GAS LEASING 10 PROGRAM. 11 WHEREAS, the Legislature recognizes the critical 12 13 importance of energy to the people and businesses who reside in the state; Alabama is in the top 15 for both energy use and 14 15 energy expenses per capita; and 16 WHEREAS, on July 3, 2017, the United States 17 Department of the Interior initiated the development of a new 18 National Outer Continental Shelf Oil and Gas Leasing Program for 2019-2024; and 19 20 WHEREAS, on January 8, 2018, the United States 21 Department of the Interior issued a 2019-2024 proposed draft 22 of the Outer Continental Shelf Oil and Gas Leasing Program 23 that includes continued and expanded opportunities to develop 24 Gulf of Mexico energy, which will benefit Alabama's economy 25 and residents; and 26 WHEREAS, the Gulf of Mexico region contributes nearly 17 percent of the nation's crude oil production; and 27

1 WHEREAS, the Department of the Interior estimates 2 that in fiscal year 2016, Gulf of Mexico offshore oil and 3 natural gas activity sustained 315,000 jobs, with an estimated 4 70 percent of the jobs in the Gulf region, and provided \$2.7 5 billion to the United States Treasury; and

6 WHEREAS, an analysis by Calash has estimated that 7 for Alabama, expanded access to Gulf of Mexico energy 8 resources could create 14,000 jobs, over \$1.2 billion in 9 annual gross domestic product, and nearly \$2.2 billion in new 10 state revenue for coastal conservation, restoration, and 11 hurricane protection; and

12 WHEREAS, the Calash offshore analysis also found 13 that expanded access to Gulf of Mexico energy resources could 14 generate an additional one million barrels of oil equivalent 15 per day, which could lower the nation's daily crude oil and 16 petroleum product imports from the Persian Gulf; and

WHEREAS, offshore oil and natural gas revenue sharing, authorized by the Gulf of Mexico Energy Security Act of 2006, is essential to maintaining a strong Alabama coastline and economy and ensuring the long-term sustainability of Alabama's energy infrastructure; and

22 WHEREAS, the United States Department of the 23 Interior disbursed nearly \$215 million in fiscal year 2018 24 energy revenues to the four Gulf of Mexico oil and gas 25 producing States of Alabama, Louisiana, Mississippi, and 26 Texas, and their coastal communities to support coastal 27 conservation and restoration projects, hurricane protection programs, and activities to implement marine, coastal, or conservation management plans; and

3 WHEREAS, the federal government has previously
4 proposed the repeal of revenue sharing; and

5 WHEREAS, members of the Alabama Congressional 6 Delegation have supported revenue sharing and efforts to lift 7 the existing statutory cap on Gulf of Mexico sharing; and

8 WHEREAS, in April 2019, the Secretary of the 9 Interior announced that the release of the 2019-2024 National 10 Outer Continental Shelf Oil and Gas Leasing Program's Proposed 11 Rule and Draft Environmental Impacts Statement was being 12 delayed; now therefore,

BE IT RESOLVED BY THE LEGISLATURE OF ALABAMA, BOTH HOUSES THEREOF CONCURRING, That we urge the federal government to move forward with the immediate release of the 2019-2024 National Outer Continental Shelf Oil and Gas Leasing Program with continued and expanded access.

BE IT FURTHER RESOLVED, That we urge the federal government to ensure that the 2019-2024 National Outer Continental Shelf Oil and Gas Leasing Program be as expansive as possible, and include new areas for potential development.

BE IT FURTHER RESOLVED, That the 2019-2024 National Outer Continental Shelf Oil and Gas Leasing Program will help to ensure Alabama's and the nation's energy future.

25 BE IT FURTHER RESOLVED, That a copy of this 26 resolution be transmitted to the President of the United 27 States, the Secretary of the Department of the Interior, the Speaker of the United States House of Representatives, the
 Majority Leader of the United States Senate, and each member
 of the Alabama Congressional Delegation.