

SENATE JOINT RESOLUTION NO. 13

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-NINTH LEGISLATURE - FIRST SESSION

BY SENATOR COGHILL

Introduced: 2/9/15

Referred: Resources

A RESOLUTION

1 **Supporting oil and gas exploration and development on the outer continental shelf**
2 **offshore of the state; opposing attempts to prohibit oil and gas development in the**
3 **Chukchi Sea Planning Area and the Beaufort Sea Planning Area; and requesting that**
4 **the federal Administration cease and desist from all future restrictions in the Chukchi**
5 **and Beaufort Seas.**

6 **BE IT RESOLVED BY THE LEGISLATURE OF THE STATE OF ALASKA:**

7 **WHEREAS** residents of the state, concerned with the economy of the state for this
8 generation and generations to come, vehemently oppose the action taken by President Barack
9 Obama on January 27, 2015, under the alleged authority of 43 U.S.C. 1341(a) (sec. 12(a) of
10 the Outer Continental Shelf Lands Act), to withdraw significant oil-rich portions of the
11 Chukchi Sea Planning Area and the Beaufort Sea Planning Area from consideration for any
12 future oil or gas leasing for purposes of exploration, development, or production; and

13 **WHEREAS**, while portions of the Chukchi Sea Planning Area and the Beaufort Sea
14 Planning Area were deferred in previous lease sales, the new plan would block development
15 forever; and

1 **WHEREAS** the Outer Continental Shelf Lands Act, created on August 7, 1953,
2 defined the outer continental shelf as the submerged land lying seaward of state coastal
3 waters, which is three miles offshore, that is under United States jurisdiction; and

4 **WHEREAS**, under the Outer Continental Shelf Lands Act, the United States
5 Secretary of the Interior is responsible for the administration of mineral exploration and
6 development of the outer continental shelf; and

7 **WHEREAS**, under the Outer Continental Shelf Lands Act, the United States
8 Secretary of the Interior may grant leases to the highest qualified responsible bidder based on
9 sealed competitive bids and adopt regulations as necessary to carry out the provisions of the
10 Act; and

11 **WHEREAS** meeting national energy needs was a primary purpose of the Outer
12 Continental Shelf Lands Act Amendments of 1978 (P.L. 95-372); and

13 **WHEREAS** the Outer Continental Shelf Lands Act Amendments of 1978 established
14 criteria for the outer continental shelf leasing program and required the United States
15 Secretary of the Interior to formulate an outer continental shelf leasing program that would
16 "best meet national energy needs for the five-year period following its approval or
17 reapproval"; and

18 **WHEREAS** the Bureau of Ocean Energy Management, United States Department of
19 the Interior, is responsible for managing oil and gas resources on the outer continental shelf
20 and developing a five-year schedule of lease sales; and

21 **WHEREAS** the 2017-2022 Outer Continental Shelf Oil and Gas Leasing Draft
22 Proposed Program issued by the Bureau of Ocean Energy Management is the first in a series
23 of three proposals in the staged development process of the program; and

24 **WHEREAS** the Alaska Region is the largest region of the outer continental shelf and
25 covers over 1,035,000,000 acres, including offshore areas such as the Chukchi Sea, the
26 Beaufort Sea, Cook Inlet, and the Gulf of Alaska; and

27 **WHEREAS** the Alaska Region of the outer continental shelf consists of 15 planning
28 areas; and

29 **WHEREAS** sales have been held in eight of the planning areas over the years, the
30 most recent of which was held in 2008; and

31 **WHEREAS** there are existing federal leases in two planning areas, the Beaufort Sea

1 and the Chukchi Sea, and both planning areas can be developed in an environmentally
2 responsible manner; and

3 **WHEREAS** the Chukchi and Beaufort Seas are two outer continental shelf areas that
4 have the potential to provide oil to extend the operation of the Trans Alaska Pipeline System
5 for the benefit of all resident workers; and

6 **WHEREAS**, in public comments on the 2012-2017 program, the state and others
7 stated that extending operations of the Trans Alaska Pipeline System is a priority; and

8 **WHEREAS** the Trans Alaska Pipeline System is currently operating at approximately
9 one-quarter of its capacity, and the continued operations of the system depend on new
10 discoveries; and

11 **WHEREAS**, in the Chukchi Sea Planning Area, Sale 193, the most recent sale in this
12 area, was held in February 2008 and generated more than \$2,600,000,000 in revenue; and

13 **WHEREAS** there are 460 existing leases in the Chukchi Sea Planning Area, all issued
14 in Sale 193; and

15 **WHEREAS** the 2012-2017 program scheduled one sale in the Chukchi Sea Planning
16 Area for 2016; and

17 **WHEREAS** the Chukchi Sea Planning Area has the greatest potential to provide the
18 hydrocarbons necessary to extend the operations of the Trans Alaska Pipeline System and
19 provide the volumes of gas needed to make construction of a North Slope natural gas pipeline
20 economically viable; and

21 **WHEREAS** the state continues to express its support of oil and gas activity on the
22 outer continental shelf offshore of the state; and

23 **WHEREAS** the state has expressed a preference for more lease sales on an area-wide
24 basis, rather than by targeted leasing;

25 **BE IT RESOLVED** that the Alaska State Legislature continues to support oil and gas
26 exploration and development on the outer continental shelf offshore of the state; and be it

27 **FURTHER RESOLVED** that the Alaska State Legislature vehemently opposes any
28 attempt by the federal Administration to prohibit the future option for oil and gas
29 development in oil-rich portions of the Chukchi Sea Planning Area and the Beaufort Sea
30 Planning Area; and be it

31 **FURTHER RESOLVED** that the Alaska State Legislature requests that the federal

1 government cease and desist from all future restrictions in oil-rich portions of the Chukchi
2 and Beaufort Seas.

3 **COPIES** of this resolution shall be sent to the Honorable Barack Obama, President of
4 the United States; the Honorable Joseph R. Biden, Jr., Vice-President of the United States and
5 President of the U.S. Senate; the Honorable John Boehner, Speaker of the U.S. House of
6 Representatives; the Honorable Nancy Pelosi, Minority Leader of the U.S. House of
7 Representatives; the Honorable Mitch McConnell, Majority Leader of the U.S. Senate; the
8 Honorable Harry Reid, Minority Leader of the U.S. Senate; the Honorable Eric H. Holder, Jr.,
9 Attorney General of the United States; the Honorable Sally Jewell, United States Secretary of
10 the Interior; the Honorable Hilary Tompkins, Solicitor, U.S. Department of the Interior; the
11 Honorable Daniel M. Ashe, Director of the U.S. Fish and Wildlife Service; Robert Dreher,
12 Acting Assistant Attorney General for the Environment and Natural Resources Division; and
13 the Honorable Lisa Murkowski and the Honorable Dan Sullivan, U.S. Senators, and the
14 Honorable Don Young, U.S. Representative, members of the Alaska delegation in Congress.