

SENATE JOINT RESOLUTION NO. 2 am H
IN THE LEGISLATURE OF THE STATE OF ALASKA
TWENTY-FOURTH LEGISLATURE - FIRST SESSION

BY THE SENATE RESOURCES COMMITTEE

Amended: 3/2/05
Introduced: 1/11/05

A RESOLUTION

1 **Urging the United States Congress to pass legislation to open the coastal plain of the**
2 **Arctic National Wildlife Refuge, Alaska, to oil and gas exploration, development, and**
3 **production.**

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

5 **WHEREAS**, in sec. 1002 of the Alaska National Interest Lands Conservation Act
6 (ANILCA), the United States Congress reserved the right to permit further oil and gas
7 exploration, development, and production within the coastal plain of the Arctic National
8 Wildlife Refuge, Alaska; and

9 **WHEREAS** the oil industry, the state, and the United States Department of the
10 Interior consider the coastal plain to have the highest potential for discovery of very large oil
11 and gas accumulations on the continent of North America, estimated to be as much as
12 10,000,000,000 barrels of recoverable oil; and

13 **WHEREAS** the "1002 study area" is part of the coastal plain located within the North
14 Slope Borough, and residents of the North Slope Borough, who are predominantly Inupiat
15 Eskimo, are supportive of development in the "1002 study area"; and

1 **WHEREAS** oil and gas exploration and development of the coastal plain of the refuge
2 and adjacent land could result in major discoveries that would reduce our nation's future need
3 for imported oil, help balance the nation's trade deficit, and significantly increase the nation's
4 security; and

5 **WHEREAS** domestic demand for oil continues to rise while domestic crude
6 production continues to fall with the result that the United States imports additional oil from
7 foreign sources; and

8 **WHEREAS** development of oil at Prudhoe Bay, Kuparuk, Endicott, Lisburne, and
9 Milne Point has resulted in thousands of jobs throughout the United States, and projected job
10 creation as a result of coastal plain oil development will have a positive effect in all 50 states;
11 and

12 **WHEREAS** Prudhoe Bay production is declining by approximately 10 percent a year;
13 and

14 **WHEREAS** the Trans Alaska Pipeline System, a transportation facility that is a
15 national asset and that would cost billions of dollars to replace, would have its useful physical
16 life extended for a substantial period if the additional reserves of recoverable oil from the
17 coastal plain were produced; and

18 **WHEREAS**, while new oil field developments on the North Slope of Alaska, such as
19 Alpine, Badami, and West Sak, may slow or temporarily stop the decline in production, only
20 giant coastal plain fields have the theoretical capability of increasing the production volume
21 of Alaska oil to a significant degree; and

22 **WHEREAS** opening the coastal plain of the Arctic National Wildlife Refuge now
23 allows sufficient time for planning environmental safeguards, development, and national
24 security review; and

25 **WHEREAS** the 1,500,000-acre coastal plain of the refuge makes up only eight
26 percent of the 19,000,000-acre refuge, and the development of the oil and gas reserves in the
27 refuge's coastal plain would affect an area of only 2,000 to 7,000 acres, which is less than
28 one-half of one percent of the area of the coastal plain; and

29 **WHEREAS** 8,000,000 of the 19,000,000 acres of the refuge have already been set
30 aside as wilderness; and

31 **WHEREAS** the oil industry has shown at Prudhoe Bay, as well as at other locations

1 along the Arctic coastal plain, that it can safely conduct oil and gas activity without adversely
2 affecting the environment or wildlife populations; and

3 **WHEREAS** the state will ensure the continued health and productivity of the
4 Porcupine Caribou herd and the protection of land, water, and wildlife resources during the
5 exploration and development of the coastal plain of the Arctic National Wildlife Refuge,
6 Alaska; and

7 **WHEREAS** the oil industry is using innovative technology and environmental
8 practices in the new field developments at Alpine and Northstar, and those techniques are
9 directly applicable to operating on the coastal plain and would enhance environmental
10 protection beyond traditionally high standards;

11 **BE IT RESOLVED** by the Alaska State Legislature that the Congress of the United
12 States is urged to pass legislation to open the coastal plain of the Arctic National Wildlife
13 Refuge, Alaska, to oil and gas exploration, development, and production, and that the Alaska
14 State Legislature is adamantly opposed to further wilderness or other restrictive designation in
15 the area of the coastal plain of the Arctic National Wildlife Refuge, Alaska; and be it

16 **FURTHER RESOLVED** that that activity be conducted in a manner that protects the
17 environment, the naturally occurring population levels of the Porcupine Caribou herd, and
18 that uses the state's work force to the maximum extent possible; and be it

19 **FURTHER RESOLVED** that the Alaska State Legislature opposes any unilateral
20 reduction in royalty revenue from exploration and development of the coastal plain of the
21 Arctic National Wildlife Refuge, Alaska, and any attempt to coerce the State of Alaska into
22 accepting less than the 90 percent of the oil, gas, and mineral royalties from the federal land in
23 Alaska that was promised to the state at statehood.

24 **COPIES** of this resolution shall be sent to the Honorable George W. Bush, President
25 of the United States; the Honorable Richard B. Cheney, Vice-President of the United States
26 and President of the U.S. Senate; the Honorable Gale Norton, United States Secretary of the
27 Interior; the Honorable J. Dennis Hastert, Speaker of the U.S. House of Representatives; the
28 Honorable Bill Frist, Majority Leader of the U.S. Senate; the Honorable Ted Stevens and the
29 Honorable Lisa Murkowski, U.S. Senators, and the Honorable Don Young, U.S.
30 Representative, members of the Alaska delegation in Congress; and to all other members of
31 the 109th United States Congress.