Politics Informs Policy

COQA 2015 Fall Meeting

Brent Golleher
LMOGA Director of Government and External Affairs
About LMOGA

- LA’s longest standing trade association
- History
- Areas of Industry Representation
- Services Provided
- LMOGA’s Mission
Who is LMOGA?
Overview

- 2015-2016 Elections
- The Campaigns After Elections
- Intersection of Politics and Policy
- Understanding the Opposition
- Industry Response
Keystone Pipeline
Colorado

- Jared Polis vs. Industry
- Ballot Initiatives
- Governor Hickenlooper
- Political Realities
- Compromise
- Lessons Learned
Texas

- Early activism at the local level
- Industry Response
- Ballot Initiative
- HB 40
- Lessons Learned
St. Tammany

- Helis Oil Company
- St. Tammany Parish
- LEAN/ Concerned Citizens of St. Tammany
- Court and Legislative Activity
Louisiana’s Role

#2 Producer of Crude Oil
#2 Producer of Natural Gas
#2 Refining Capacity
### Crude Oil & Lease Condensate Production

<table>
<thead>
<tr>
<th>Area</th>
<th>Production</th>
<th>Percent U.S.</th>
</tr>
</thead>
<tbody>
<tr>
<td>Texas</td>
<td>2,561</td>
<td>34.4%</td>
</tr>
<tr>
<td>Louisiana*</td>
<td>1,449</td>
<td>19.5%</td>
</tr>
<tr>
<td>North Dakota</td>
<td>858</td>
<td>11.5%</td>
</tr>
<tr>
<td>California</td>
<td>548</td>
<td>7.4%</td>
</tr>
<tr>
<td>United States</td>
<td>7,441</td>
<td>100.0%</td>
</tr>
</tbody>
</table>

(1,000 Barrels per Day)

*Includes Federal offshore
Natural Gas Production

<table>
<thead>
<tr>
<th>Area</th>
<th>Production</th>
<th>Percent U.S.</th>
</tr>
</thead>
<tbody>
<tr>
<td>Texas</td>
<td>8,211</td>
<td>27.2%</td>
</tr>
<tr>
<td>Louisiana*</td>
<td>3,704</td>
<td>12.3%</td>
</tr>
<tr>
<td>Alaska</td>
<td>3,215</td>
<td>10.7%</td>
</tr>
<tr>
<td>Oklahoma</td>
<td>2,144</td>
<td>7.1%</td>
</tr>
<tr>
<td>Wyoming</td>
<td>2,074</td>
<td>6.9%</td>
</tr>
<tr>
<td>New Mexico</td>
<td>1,307</td>
<td>4.3%</td>
</tr>
<tr>
<td>United States</td>
<td>30,171</td>
<td>100.0%</td>
</tr>
</tbody>
</table>
Impact on the State

$73.8 Billion Economic Impact

$5.9 Billion in Annual Wages

$4.2 Billion to State and Local Governments

Direct Employment 64,669

Indirect Employment 287,008
<table>
<thead>
<tr>
<th>Industry</th>
<th>Weekly Wages</th>
</tr>
</thead>
<tbody>
<tr>
<td>O&amp;G Extraction</td>
<td>$2,140</td>
</tr>
<tr>
<td>Refining</td>
<td>$2,026</td>
</tr>
<tr>
<td>Chemicals</td>
<td>$1,804</td>
</tr>
<tr>
<td>Pipelines</td>
<td>$1,640</td>
</tr>
<tr>
<td>Support Activities for O&amp;G</td>
<td>$1,581</td>
</tr>
<tr>
<td><strong>Average: Manufacturing</strong></td>
<td><strong>$1,207</strong></td>
</tr>
<tr>
<td><strong>Average: All LA</strong></td>
<td><strong>$824</strong></td>
</tr>
</tbody>
</table>
Role in the Parishes
Challenges / Responses in Louisiana

• SLFPA – East Lawsuit
• Plaquemines Parish Lawsuits
• Jefferson Parish Lawsuits
• Environmental Activism
• Industry Response
SLFPA – East Lawsuit

• Legislation dealing with the lawsuit brought about by the SLFPA-East lawsuit alleging blame to 97 oil and gas companies for coastal erosion

• Only the Secretary of DNR, the Attorney General, an appropriate District Attorney, or a local government with an approved coastal program may sue to enforce permits in coastal areas
SLFPA – East Lawsuit

• Any monetary awards received for enforcing the CZM or USACOE permits issued in coastal zone shall be used for protection/restoration of the coast

• Does not affect the enforcement of contractual rights or other administrative remedies in coastal zones
Plaquemines Parish Lawsuits

• 21 Lawsuits against oil and gas companies alleging blame for coastal loss

• Filed by the previous Plaquemines Parish Council in November of 2013
  • 7 new members
Plaquemines Parish Lawsuits

• Jeopardizes Development
  • Largest private tax payer in Plaquemines, a national company, operating in multiple states, has 85 lawsuits pending against it, total, and 80 are in Plaquemines parish
  • More Competition on where to go
    ▪ Losing jobs

• Lawsuit Issues
  • Alleged damages under permits issued by Department of Natural Resources, which has not established any violations
Jefferson Parish Lawsuits

• Seven lawsuits against oil and gas companies alleging blame for coastal loss

• Tougher traction here due to political obstacles

• Lawsuit Issues
  • Allege damages under permits issued by Department of Natural Resources, which has not established any violations
About the Coalition

Louisiana is the No. 2 producer of crude oil and the No. 2 producer of natural gas in the United States. For decades, generations of Louisiana families have built their careers in the oil and gas industry, integrating their livelihoods into the state’s heritage and making the industry an essential part of our future.

Thousands of Louisiana-owned small businesses are working with the oil and gas industry every day, offering new opportunities for our children and their families to build their careers and live close to home. The industry is also partnering with Louisiana’s universities and technical colleges to cultivate the next generation of offshore professionals, emphasizing the newest production and safety technologies, and investing millions of dollars in production research and environmental science.

The Grow Louisiana Coalition appreciates the profound effect the oil and gas industry has on our state. We endeavor to continue the great relationship that has benefitted both the people of Louisiana and the industry.

With that thought in mind, the current situation facing Louisiana’s coastal regions remains one of the most important issues our state must deal with.

Quick Facts
Part of every dollar made in LA by the oil and gas industry is shared with state and local governments.

Recent News
- Exxon donates $22,000 to LA Tech’s College of Engineering and Science
- Six ways to help Louisiana achieve success
- Lawsuit abuse impacts Louisiana’s future
Environmental Activism

- Louisiana Bucket Brigade
- Attacks on Refining Industry
- Questionable and Unverifiable Data
- Relationship with the media
- LMOGA Response: Energize LA
Energize LA

25 people like this
Preston Beard
Invite friends to like this Page

ABOUT
Ask for Energize LA’s address
Ask for Energize LA’s phone
http://www.energizela.com/

PHOTOS

Energize La
March 10, 2014

ExxonMobil BR partnered with the American Red Cross today for a safety and emergency preparedness neighborhood canvas. This outreach activity included the installation of smoke detectors in over 100 homes without them.

LIKE this post if you recently added/updated safety equipment in your home!

LMOGA
LOUISIANA MID-CONTINENT
OIL AND GAS ASSOCIATION
Closing / Questions

BRENT GOLLEHER
Director of Government and External Affairs
Brent.Golleher@LMOGA.com
225.387.3205