HM 21 2009

House Memorial

A memorial to the Congress of the United States, urging Congress to support the expiration and removal of moratoria prohibiting exploration and production of domestic supplies of oil and natural gas in federal waters surrounding Florida and to include Florida in revenue sharing resulting from the production of oil and natural gas in federal waters surrounding Florida.

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WHEREAS, across party lines, Florida's representatives in Congress have long recognized the dependence of the state's tourist and agricultural economies on access to reliable and affordable petroleum products derived from oil and natural gas, and

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WHEREAS, Florida consumes approximately 28.5 million gallons of gasoline and diesel fuel per day and 10.4 billion gallons of gasoline and diesel fuel annually, and

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WHEREAS, Florida is expected to increase total utility generation capacity derived from natural gas from 30 percent in 2005 to over 44 percent in 2014 to meet increasing electricity demand in the state, and

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WHEREAS, Florida's fertilizer industry is heavily dependent on access to reliable and affordable natural gas, and

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WHEREAS, the United States has recently experienced record high prices for gasoline, diesel fuel, and natural gas, and

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WHEREAS, global demand for oil has risen from 77 million barrels per day in 2001 to 85 million barrels per day in 2007,

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WHEREAS, global demand for oil and natural gas is projected to increase 45 percent by 2030, according to the Energy Information Agency, and

WHEREAS, the United States produces just 41 percent of the oil its citizens and residents consume and consumes 25 percent of the oil produced globally, and

WHEREAS, the United States Department of the Interior conservatively estimates that 118 billion barrels of oil, enough to power 65 million cars for 60 years, is recoverable from domestic sources, and

WHEREAS, the United States Department of the Interior conservatively estimates that 651 trillion cubic feet of natural gas, enough to power 60 million homes for 160 years, is recoverable from domestic sources, and

WHEREAS, the United States Department of the Interior conservatively estimates that 233 trillion cubic feet of natural gas is recoverable from federal waters in the Gulf of Mexico, and

WHEREAS, development and production plans filed with the United States Department of the Interior in 1997 confirm potential resources for the daily production of up to 450 million cubic feet of natural gas in a small portion of the Eastern Gulf of Mexico off the Florida Panhandle known as Destin Dome, and

WHEREAS, technological advances and environmental partnerships have enabled the energy industry to achieve new levels of safety and ecological protection while producing oil and natural gas in federal waters, and

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WHEREAS, domestically, the Outer Continental Shelf produces 1 million barrels of oil per day, and, according to the National Academy of Sciences, since 1980 less than 0.001 percent has slipped into the sea, which is less than the amount of naturally occurring oceanic seepage, and

WHEREAS, Hurricanes Katrina and Rita, which battered the Gulf of Mexico and nearly 3,000 oil platforms directly in their paths with 200-mile-per-hour winds and 100-foot seas in 2005, caused no loss of life among offshore energy industry personnel or significant spills from any offshore oil wells on the Outer Continental Shelf, according to the United States Department of the Interior, and

WHEREAS, Hurricanes Ike and Gustav followed very similar paths to Hurricanes Katrina and Rita and caused far less damage, attesting to the progress made by the industry in implementing enhanced oil platform and infrastructure standards, and

WHEREAS, Florida continues to have a successful history of oil and natural production in environmentally sensitive areas such as the Everglades dating back to 1943, and

WHEREAS, Florida oil and natural gas fields have produced more than 548 million barrels of oil and more than 630 million cubic feet of natural gas since 1943, and

WHEREAS, in exchange for a 125-mile drilling buffer in the Gulf of Mexico, Florida declined to participate in the 2006 Gulf of Mexico Energy Security Act that provides 37.5 percent of all federal oil and natural gas revenues, including lease sales and production royalties, to Gulf Coast States, and

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WHEREAS, the initial Eastern Gulf of Mexico Sale 224 in the 2006 Gulf of Mexico Energy Security Act generated in excess of \$64 million, 37.5 percent of which went directly to Texas, Louisiana, Mississippi, and Alabama, and

WHEREAS, revenue sharing prescribed in the 2006 Gulf of Mexico Energy Security Act will extend to all new production in the Gulf of Mexico in 2017, and, as a result, Louisiana estimates it will generate more than \$650 million per year, and

WHEREAS, without a change in policy, Florida will continue to be excluded from sharing additional revenues and royalties related to lease sales and production royalties associated with the development of oil and natural gas resources in the Gulf of Mexico, NOW, THEREFORE,

Be It Resolved by the Legislature of the State of Florida:

That the Congress of the United States is urged to support the expiration and removal of moratoria prohibiting exploration and production of domestic supplies of oil and natural gas in federal waters surrounding Florida and to include Florida in revenue sharing resulting from the production of oil and natural gas in federal waters surrounding Florida.

BE IT FURTHER RESOLVED that copies of this memorial be dispatched to the President of the United States, to the President of the United States Senate, to the Speaker of the United States House of Representatives, and to each member of the Florida delegation to the United States Congress.

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