Sixtieth Legislative Assembly of North Dakota

SENATE CONCURRENT RESOLUTION NO. 4001

Introduced by

Senators Seymour, Heitkamp, Wardner

Representatives Boucher, Headland, Thorpe

1 A concurrent resolution urging the President and Congress to make the nation's outer

2 continental shelf available for energy development in an environmentally responsible manner.

WHEREAS, policies of the federal government have placed much of the nation's outer
continental shelf off-limits to oil and natural gas production; and

5 WHEREAS, development of oil and natural gas resources, where allowed offshore, has 6 coexisted for decades with recreational and commercial activities while benefiting the entire 7 nation; and

8 **WHEREAS**, America's increased dependence on foreign energy supplies and global 9 competition for oil and natural gas creates a threat to our national security; and

WHEREAS, United States energy use is growing twice as fast as United States energy
production, and as a result natural gas prices have increased 140 percent and oil prices have
increased 107 percent since 2000; and

WHEREAS, the Department of Energy forecasts the annual average price for natural
gas will rise 10 percent in 2007; and

WHEREAS, rising energy costs are taking a toll on families throughout the nation;
according to the National Energy Assistance Directors Association, 32 percent of families had
to sacrifice medical care, 24 percent of families failed to make their rent or mortgage payment,
20 percent of families were without food for at least a day, and 44 percent of families skipped
paying or only partially paid their home energy bill in the past year; and
WHEREAS, applications for the low-income home energy assistance program in 2006

21 reached almost 5.8 million households last year, the highest level in the last 13 years, with
22 applications up an average of 12 percent, while nine states reported increases of at least

23 25 percent; and

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WHEREAS, the nation's farming and ranching sectors depend on a reliable and
 affordable supply of energy to run equipment, fertilize crops, and transport products to market;
 and

WHEREAS, according to the United States Department of Agriculture, over the past
three years increases in the fuel prices paid index have averaged 31 percent, and higher
energy prices mean increased costs to farmers and ranchers, who already face tremendous
economic challenges; and

8 WHEREAS, farmers' fuel, oil, and electricity expenditures have increased from 9 \$8.6 billion to \$11.5 billion since 1999 according to the United States Department of Agriculture; 10 these increases led to a \$4.5 billion decline in the United States fertilizer industry, which uses 11 natural gas as a raw material to produce nitrogen fertilizer; and 36 percent of the United States 12 fertilizer industry has been shutdown or mothballed since 2002; and

WHEREAS, in spite of significant progress in energy efficiency, the United States will
still need 32 percent more energy to support economic growth by 2025; and

WHEREAS, inland states such as North Dakota are doing more to increase domestic oil
and gas production, in 2005 North Dakota was the ninth largest oil-producing state, totaling
35.6 million barrels, while the state's natural gas production was more than 58 billion cubic feet;
and

WHEREAS, North Dakota is cooperating with federal agencies in coordinating energy
 production on public lands that lie within state borders in an effort to better meet the energy
 needs of all Americans; and

WHEREAS, North Dakota's public lands have more than 1,500 federal oil and gas
leases covering more than 814,000 acres and these public lands produced more than 6 million
barrels of oil and more than 7.3 billion cubic feet of natural gas in 2005, generating almost
\$35 million in federal oil and gas royalties; and

WHEREAS, public lands that lie off the nation's coasts also hold enormous potential for
 energy production, which could significantly help meet the energy needs of all Americans; and
 WHEREAS, the United States outer continental shelf is conservatively estimated to hold
 over 419 trillion cubic feet of technically recoverable natural gas and 86 billion barrels of
 technically recoverable oil; and

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1 **WHEREAS**, as this nation seizes the challenge of increasing domestic energy 2 production, it is important to remember that those public lands that lie off our nation's coasts 3 hold enormous potential for energy production, which could significantly help to meet the 4 energy needs of all Americans; 5 NOW, THEREFORE, BE IT RESOLVED BY THE SENATE OF NORTH DAKOTA, THE 6 HOUSE OF REPRESENTATIVES CONCURRING THEREIN: 7 That the Sixtieth Legislative Assembly urges the President and the Congress of the 8 United States to make the nation's outer continental shelf available for energy development in 9 an environmentally responsible manner; and 10 **BE IT FURTHER RESOLVED**, that the President revoke administrative withdrawals on 11 offshore energy development on the nation's outer continental shelf to provide needed energy 12 resources to the United States; and 13 **BE IT FURTHER RESOLVED**, that the Secretary of State forward copies of this 14 resolution to the President of the United States, the President of the Senate, the Speaker of the House of Representatives, the United States Secretary of the Interior, the Secretary of Energy, 15 16 and to each member of the North Dakota Congressional Delegation.