

































March 4, 2021

The Honorable Joseph R. Biden, Jr. President of the United States The White House 1600 Pennsylvania Ave., NW Washington, DC 20500

Dear Mr. President:

The *Gulf Economic Survival Team (GEST)* is a grassroots advocacy organization that promotes the significance of Gulf coast energy to the United States and local economies, small service companies, and middle-class Americans throughout our great nation. We represent the service companies who support the oil and gas industry, the regional and statewide business and industry associations as well as the local communities who depend on a robust offshore industry to support hundreds of thousands of high-wage jobs, revenues to fund vital community services as well as critical wetland restoration and levee protection projects that protect our environment and our people.

Today, GEST and the allied associations joining this letter are asking you to rescind Executive Order on Tackling the Climate Crisis at Home and Abroad and DOI Secretarial Order 3395 given their significant impact to our local communities, our local businesses, and the energy workers along the Gulf Coast. GEST believes we can work collaboratively to "Build Back Better" in a way that we can achieve your Administration's climate change and environmental goals while also maintaining our nation's energy independence, preserving our much-needed jobs and protecting our coastal communities.

As you know, our industry has endured an unimaginable pandemic that has caused massive cuts to oil and gas production, employment and tax revenue, and has threatened the viability of small businesses along the Gulf Coast. Today, our working coast communities face an even greater challenge with the uncertainty of your Administration's orders to the future of America's offshore energy industry.

The U.S. depends on the offshore oil and natural gas industry to produce nearly 20% of our nation's energy supply. And with a robust offshore industry comes critically important jobs and livelihoods. Over 11 million jobs are associated with the U.S. energy industry, including nearly 500,000 jobs directly tied to energy production in the Gulf of Mexico. Our offshore workers and the service workers proudly produce the energy that literally fuels America. Furthermore, the offshore industry is also responsible for the indirect and induced jobs, from boat companies, fabrications shops, engineering firms, grocery stores, and car dealerships throughout the Gulf Coast and extending throughout the country.

The long-term sustainability of our communities not only depends on the offshore industry for the jobs and the tax revenues; we also depend on offshore industry revenues for our vital coastal restoration and

March 4, 2021 President Biden Page 2

levee protection projects. The Gulf Coast has experienced an increased number of hurricanes threatening our coastal communities and these projects are critical for our survival and for future generations. The Gulf of Mexico Energy Security Act (GOMESA) revenues are shared with Gulf coast states and in Louisiana, the State is projecting to receive \$389 million of GOMESA revenues over the next 3 years to fund the State Coastal Master Plan. A suspension of offshore lease sales in the Gulf of Mexico would impact this funding and ultimately jeopardize construction of critical coastal projects such as levees, shoreline protection, breakwaters, pump stations, drainage pumps, and home elevations. Banning offshore lease sales will eliminate this funding stream and will ultimately put coastal communities at an increased risk from tropical storms and hurricanes.

GEST recognizes that climate change poses a significant threat due to the impacts of sea level rise on our coastal communities. However, a 2016 Department of Interior <u>report</u> concluded America's greenhouse gas emissions would increase absent new OCS leasing, because foreign sources of crude oil actually emit *more* emissions. Eliminating offshore oil and natural gas production in an effort to reduce global carbon emissions is a flawed approach to a global problem and will only hurt America's small businesses, communities and the people along the Gulf Coast.

Today, our associations urge you to rescind the recent Executive and Secretarial Orders impacting American energy development and work collaboratively with the States, the communities, and the industry to develop science-based climate change solutions that will allow our energy workers to continue to produce American energy for many generations to come. If you have any questions or would like to discuss further, please contact Lori LeBlanc at lori@gulfeconomicsurvival.org.

Sincerely,

Lori LeBlanc

Executive Director

Gulf Economic Survival Team

John Walters

VP, Governmental Relations

Associated Builders & Contractors

Kaitlin Schmidtke

Executive Director, Gulf of Mexico

Kuttlinschmilltke

Consumer Energy Alliance

Jennifer Armand
Executive Director

Bayou Industrial Group

Michael Hecht President & CEO

GNO, Inc.

Stephen Waguespack

President & CEO

Louisiana Association of Business & Industry

Mike Moncla

President

Louisiana Oil & Gas Association

Chett Chiasson
Executive Director

Greater Lafourche Port Commission

March 4, 2021 President Biden Page 3

Marc Earhardt Executive Director Grow Louisiana Coalition

Christy Naquin
Executive Director
South Central Industrial Association

Henri Boulet Executive Director LA-1 Coalition

Hemin Boulet

Lin Kiger President/CEO Lafourche Chamber of Commerce

Jay Walker President Morganza Action Coalition

Agy walker

Matthew Rookard

MRII

Terrebonne Economic Development Authority

New Blanchad

Nicole Blanchard

Vielat

CEO

CEO

Houma-Terrebonne Chamber of Commerce

Vic Lafont CEO

South Louisiana Economic Council

Dwayne Bourgeois Executive Director

North Lafourche Levee District