The Alaska
Offshore:
Transition and the
10 Year Vision

Resource Development Council Annual Conference November 15, 2006

John Goll Alaska Regional Director U.S. Minerals Management Service



#### MMS: An Ocean, Energy, & Mineral Agency

- The Outer Continental Shelf
  - off the coast beyond 3 miles
- Oil and Gas Leasing, Regulation, Monitoring, Inspections
- Sand, gravel, gold, and other minerals,
- New >> Energy from wind, currents, waves
- Royalty Collection and Disbursement



Environmental& TechnicalResearch

Upcoming lease sales

5 Year Program2007-12

Exploration and development

Issues

Research

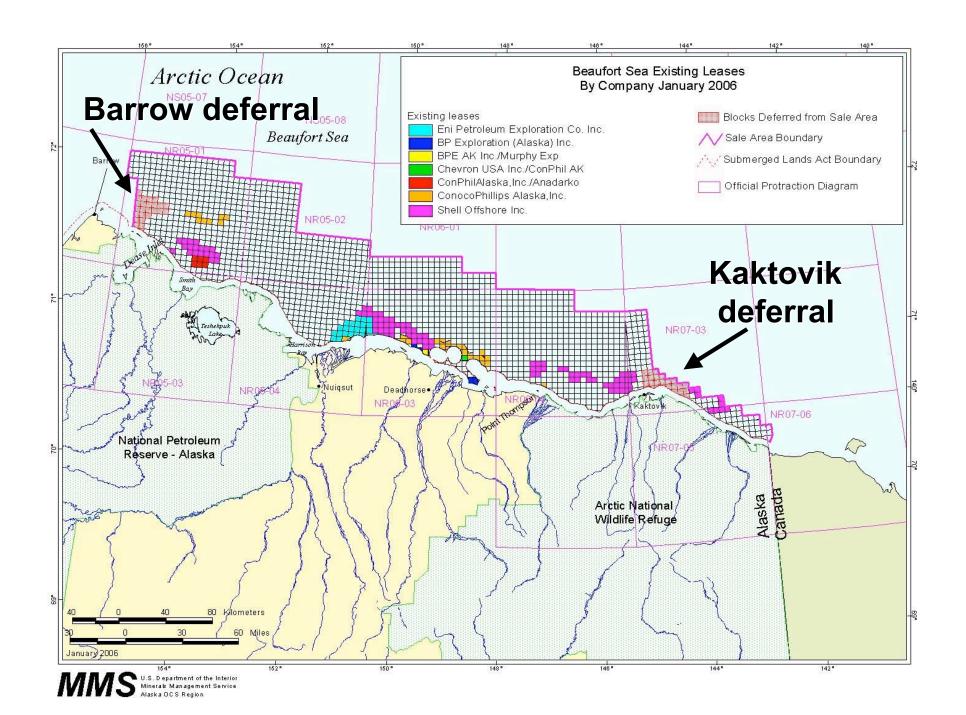
 Multiple use of the Ocean





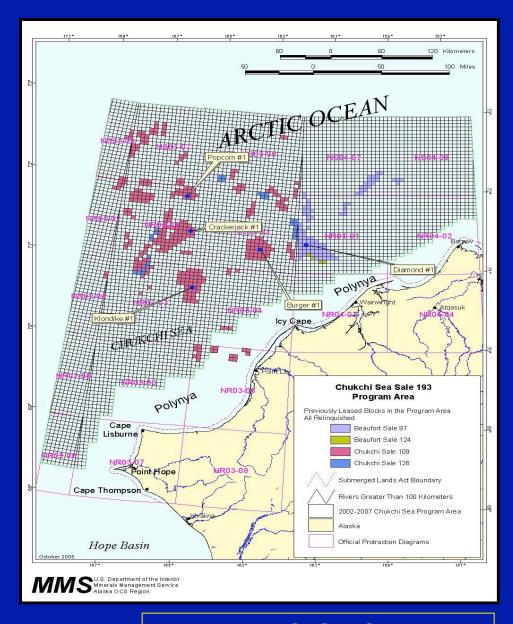
#### Beaufort Sea Sale 202

- Proposed Notice of Sale
  - Letter to the Governor
  - Coastal Zone Consistency Determination
  - Comments due Dec. 26
- Proposal
  - Not include Barrow and Kaktovik areas
  - Stipulations including coordinating activities with subsistence
  - Maintain economic incentives
- Sale: March/April



### Chukchi Sea Sale 193

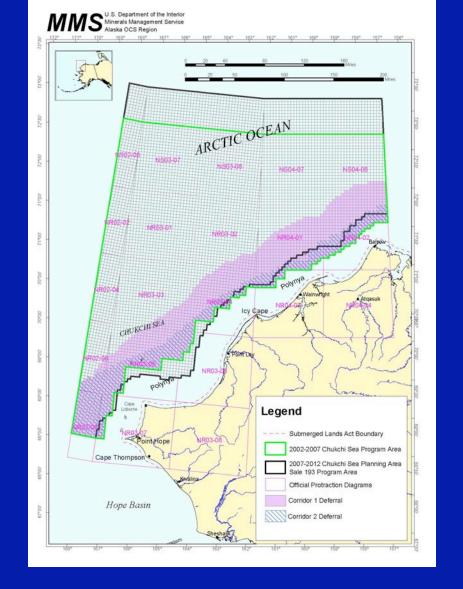
- Sale
  - November 2007
    - Pending 2007-125-Year decisions
- No Polynya (nearshore)
- Last sale 1991



Note: no existing leases; figure shows past leases

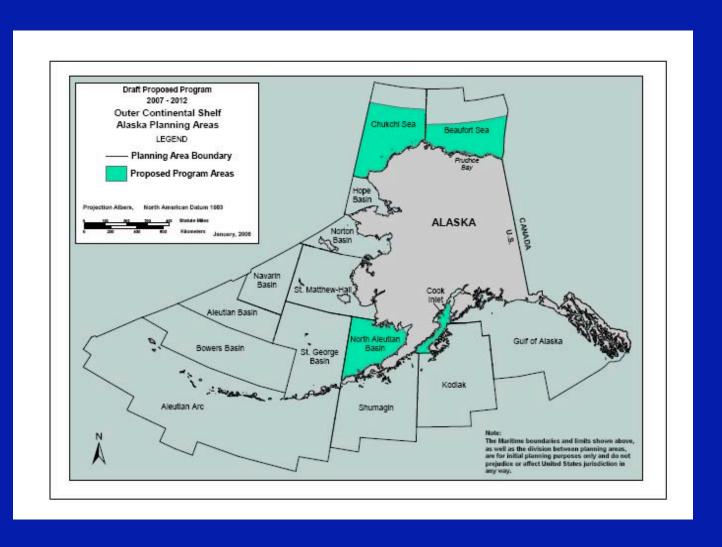
#### Chukchi Sea Sale 193

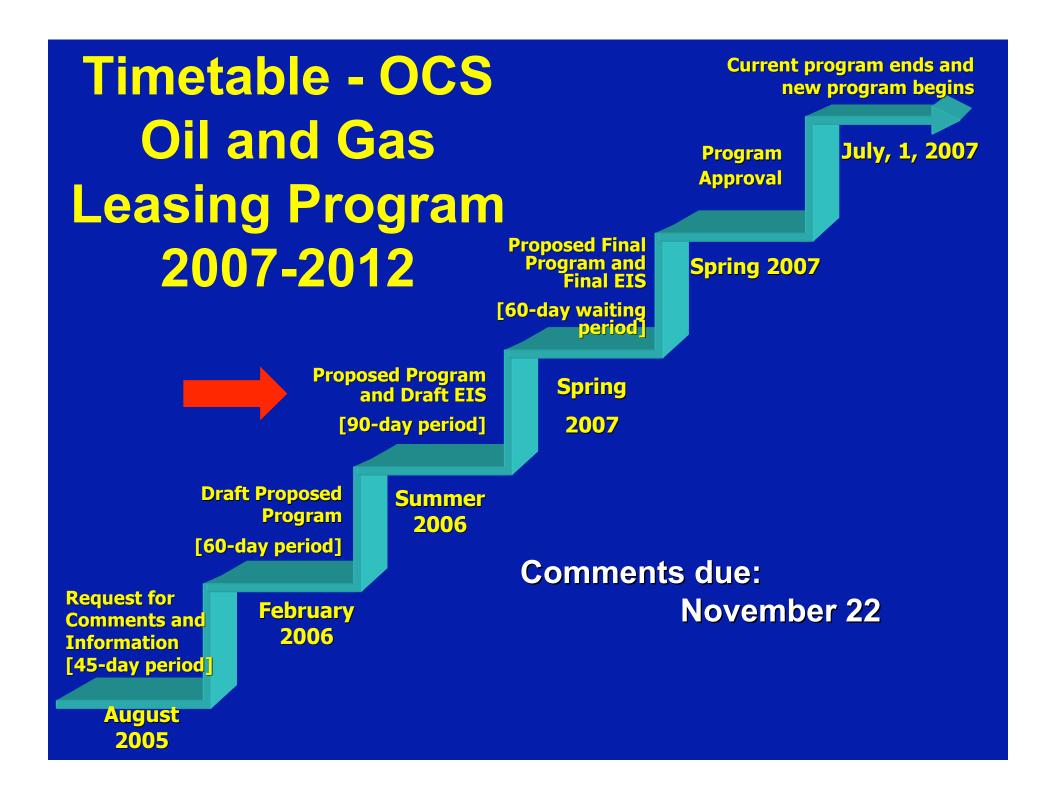
- Draft EIS
  - Hearings
    - Chukchi Villages this week
    - Anchorage Dec. 6
  - No nearshore areas
  - Evaluating 2 deferrals
    - subsistence
    - migration paths
  - Comments due by



Dec. 19

# Alaska Proposed Program Areas 2007-12 Five Year Program

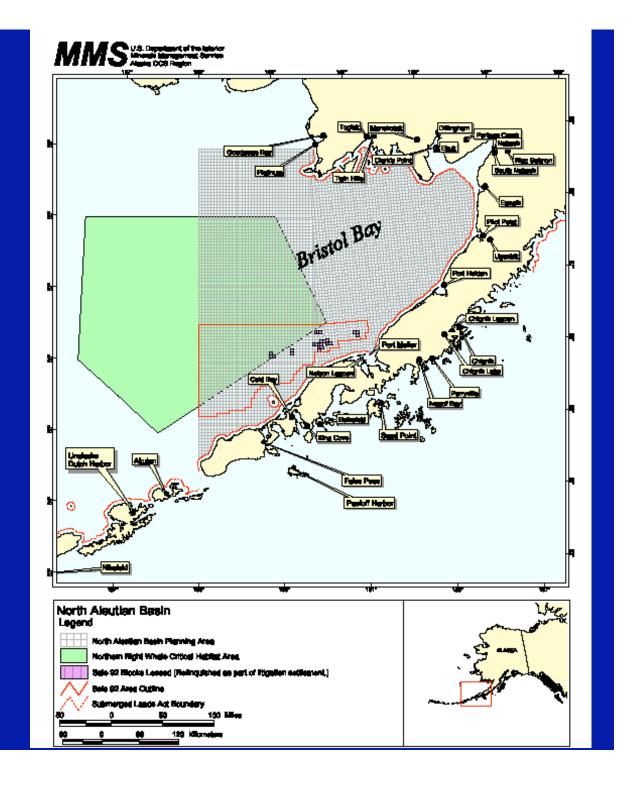




# Alaska Sales in the 2007-2012 Proposed Program

- Beaufort Sea
   2009, 2011
- Chukchi Sea
   2007\*, 2010, 2012
- Cook Inlet
   2009, 2011 interest based
- North Aleutian Basin\*\*
   2010, 2012
- \* Carried over from 2002-2007 5-Year Program
- \*\* If Presidential Withdrawal is amended

#### North Aleutian Basin



# Oil and Gas Estimates

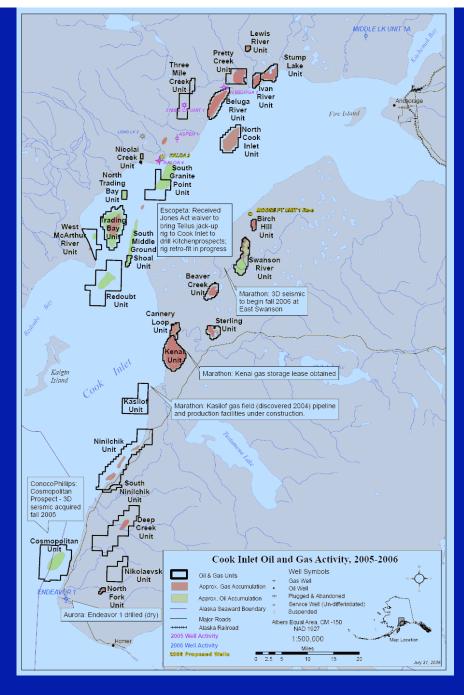
#### Undiscovered Technically Recoverable

OCS Planning Area	Oil and Gas Estimates				
	<u>95%</u>	<u>Mean</u>	<u>5%</u>		
Beaufort Sea					
Oil (bbo)	0.4	8.2	23.2		
Gas (tcf)	0.7	27.7	72.2		
Chukchi Sea					
Oil (bbo)	2.3	15.4	40.1		
Gas (tcf)	10.3	76.8	209.5		
North Aleutian Basin					
Oil (bbo)	0.02	0.75	2.5		
Gas (tcf)	0.4	8.6	22.3		
Cook Inlet					
Oil (bbo)	0.06	1.0	2.9		
Gas (tcf)	0.03	1.2	3.5		
	MMS 2	MMS 2006 National Assessment			

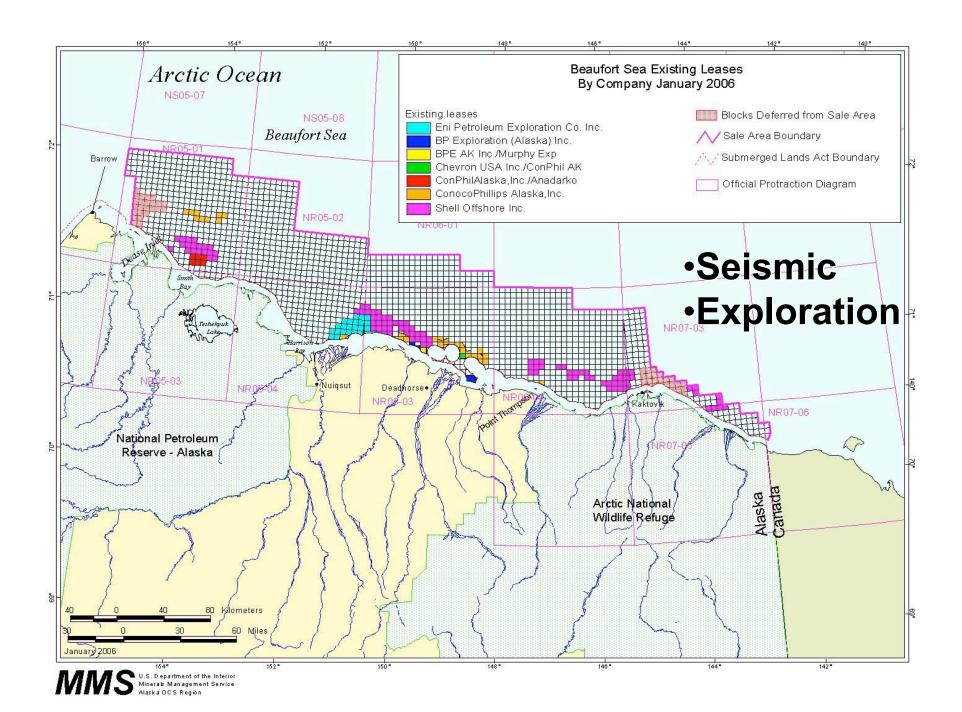
## Current Alaska OCS Activities

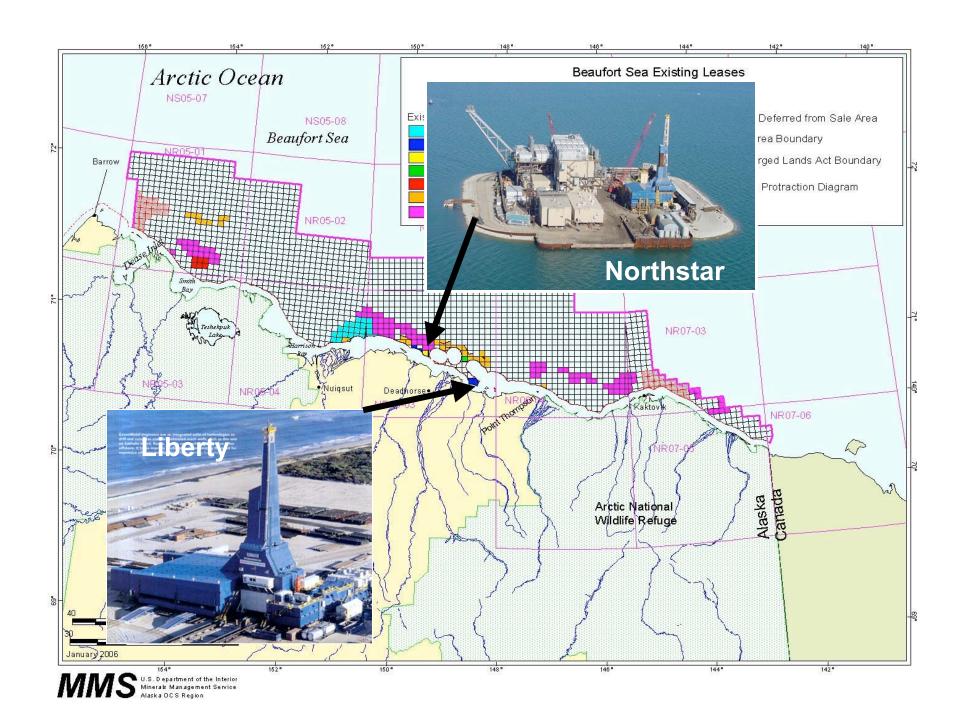


# Cook Inlet Cosmopolitan Unit

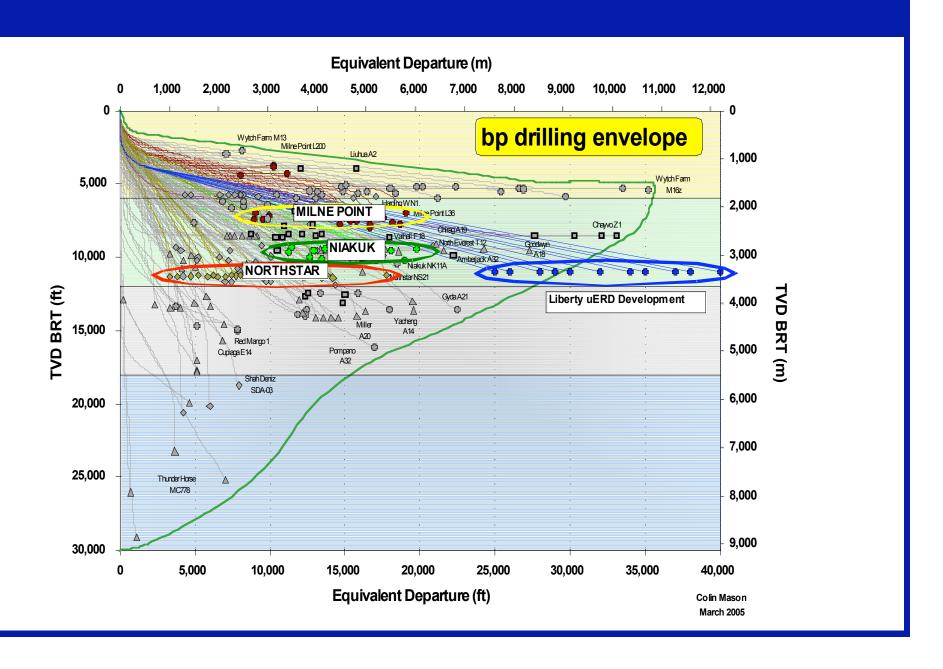


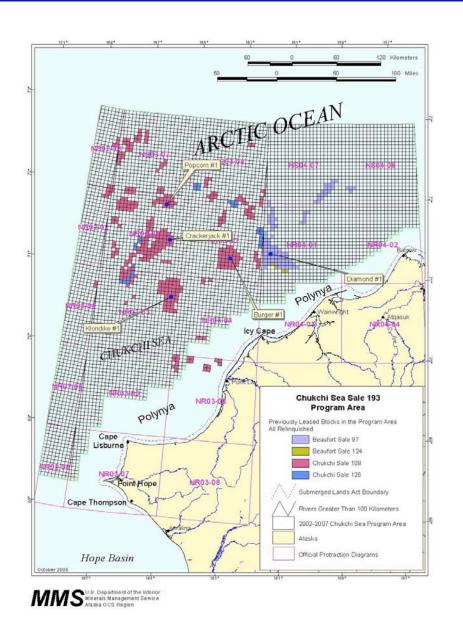
Source: State of Alaska





## Extended Reach Drilling at Liberty





#### Chukchi Sea

Where we've been...

**Seismic – 2006, 7** 

 Incidental Take Authorizations

#### **Challenges**

- Infrastructure
- Costs
- Ice

- The people onshore
  - Subsistence
  - Overload of projects
  - Cultural Stress
  - Economy
  - New tax base?

- Marine fauna
  - Protected species
    - Whales
    - Seals
    - Polar bears
    - Birds
  - Fish and fisheries
  - Noise in the ocean
  - Climate change effects

- Close coordination permitting
  - State of Alaska
  - Boroughs
  - Tribes
  - Villages
- Federal Agencies

- Opening of the Arctic Ocean
  - Shipping
  - Other users
- Law of the Sea
  - Who owns the Arctic Ocean?
  - Setting the boundaries

#### **MMS-Funded Research**

#### Environmental Studies Program

Pollutant Transport (air & water)

Biological Resource Characterization (habitat & behavior)

Marine Environmental Monitoring

**Fates and Effects** 

**Socioeconmic Effects** 

**Biotechnology** 

**Invasive Species** 

#### Leasing

Exploration

**Production** 

Decommissioning

# Technology Assessment & Research

**Reduce Emissions** 

**Blowout Prevention** 

Structural Removal

**Corrosion Prevention** 

**Oil Spill Response** 

**Leak Detection** 

**Marine Risers** 

**Composite Materials** 

## Research Planning

- Environmental Studies FY-07 Plan
- Chukchi Sea Workshop
  - November 1-3
- North Aleutian Basin Workshop
  - November 28 30
- Physical Oceanography
- Subsistence
- Sociology
- Economics
- Marine mammals
- Fish
- Birds
- Fate and effects of Discharges

# Technology Changes

- Platforms
- Pollution Prevention
- Safety Systems
- Human Factors
- Pipelines
- Oil Spill Response
- Remote vehicles



ISO – Arctic Structures Work Group

#### Partnerships (present and future information sources)

- ARLIS Alaska Resources Library and Information Services
  - www.arlis.org



- Coastal Marine Institute
  - University of Alaska



- AOOS Alaska Ocean Observing System
  - www.aoos.org



DOI, State of Alaska,
 North Slope Borough, et al





And many more

## **Expanded Role of the Ocean**



## **Energy Policy Act of 2005**

- Wind
- Wave
- Currents
- Coastal impact assistance









More uses of the Ocean

## Key dates

- 5 Year Plan Proposed Program (2207-12)
  - November 22
- Chukchi Sea Sale 193 DEIS
  - December 19
- Beaufort Sea Sale 202 Proposed Notice
  - December 26

#### Visit our booth

#### http://www.mms.gov/

