



AOGA

Commonwealth North: Industry in the Time of COVID

September 30, 2020

Kara Moriarty, AOGA President/CEO

AOGA Membership

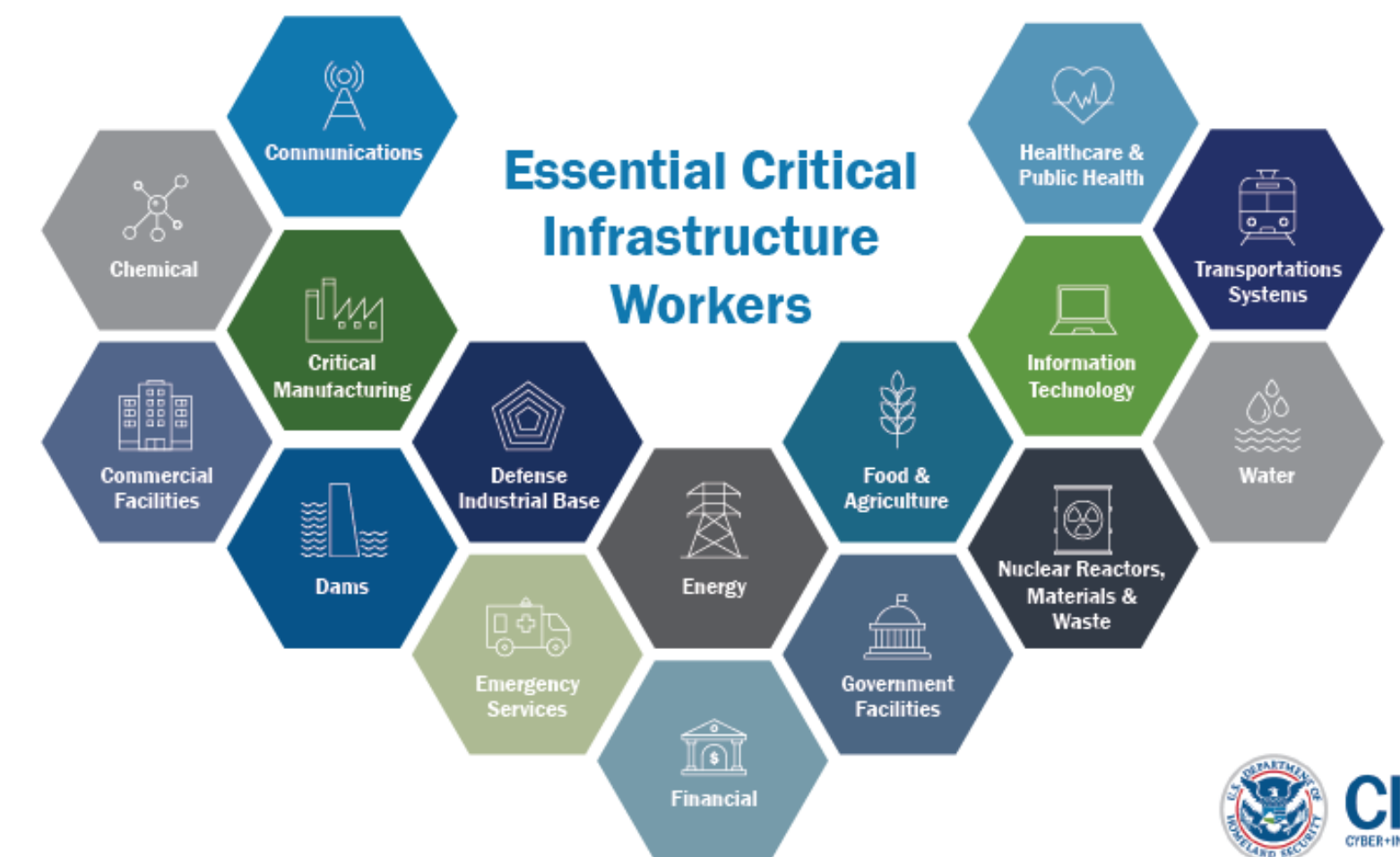


Industry Responds Swiftly to COVID-19



“Critical Infrastructure” Response Priorities:

- Safety of employees, contractors, and Alaskan communities
- Enacting health safety measures in accordance with guidance from WHO, CDC, state and local officials
- Keeping facilities safe and operational to deliver the energy resources Alaskans depend on



Protecting Our Workforce



To Date (as of 9/29/20):

- AOGA Member COVID-19 Cases in Alaska: **27***
 - North Slope: 24
 - Anchorage: 1
 - Fairbanks: 1
 - Valdez: 1
 - Cook Inlet: 0
- Total COVID-19 Cases in Alaska: **8,674**



**Includes non-work exposure related cases*

Alaskans Supporting Alaskans

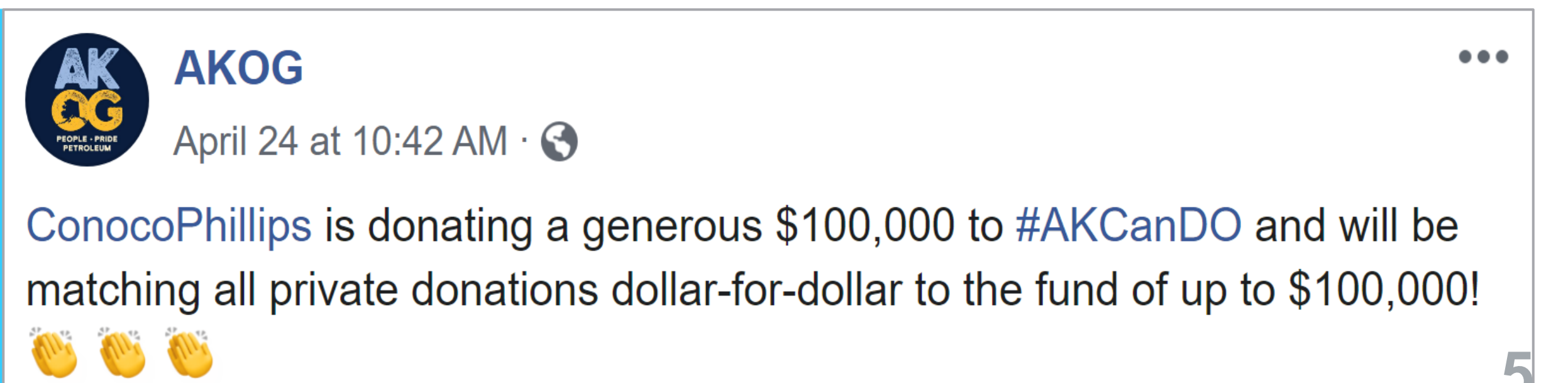
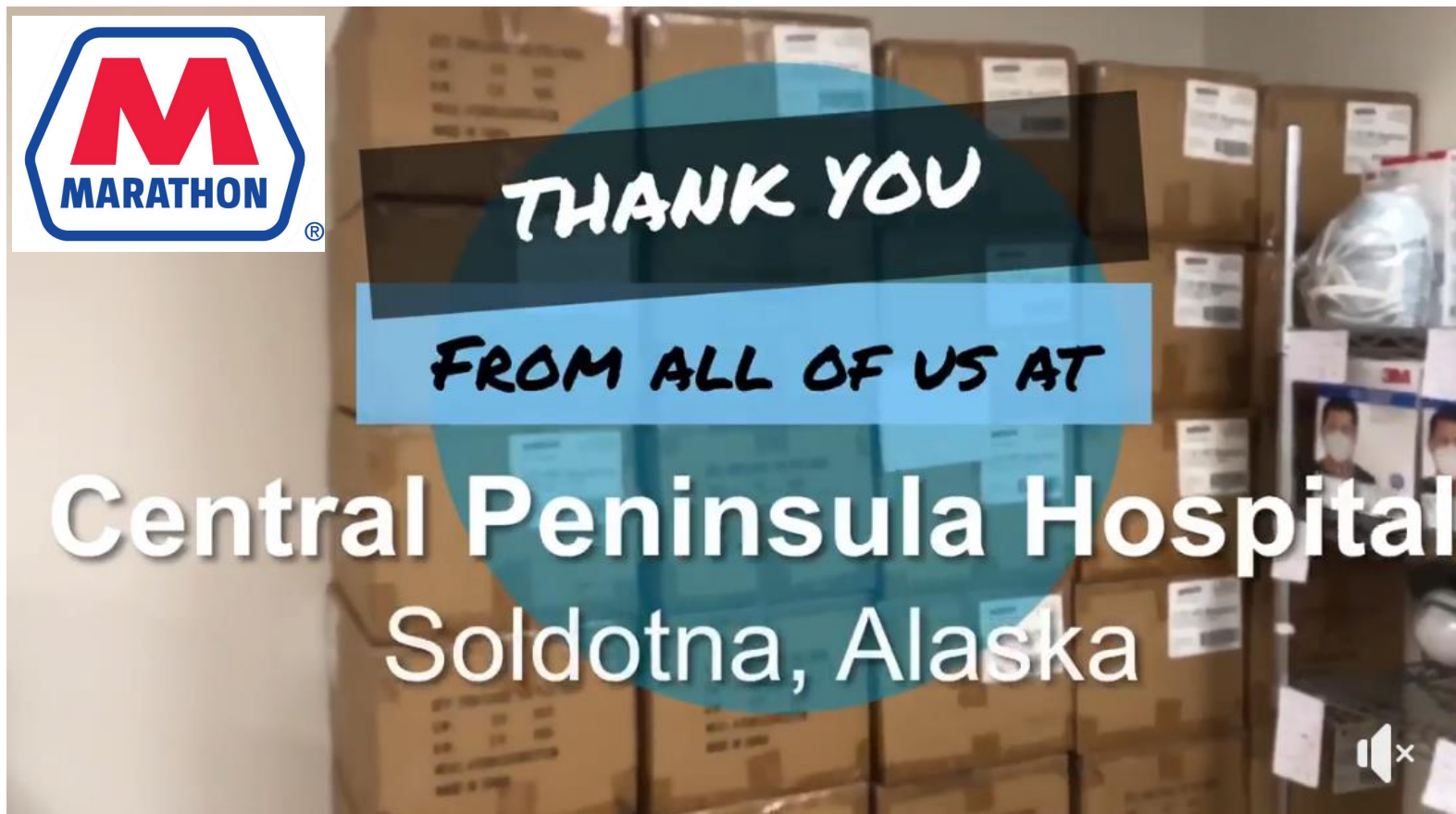


Hilcorp Partners with ACF to Inspire Employee Giving in Alaska

by [Christina Fenner](#) | January 31, 2020 | Comments Off

EDITORS' PICK | 1,992 views | Apr 29, 2020, 09:59am EDT

BP Donates Jet Fuel To FedEx And Alaska Airlines For Coronavirus Relief Efforts



Market Forces Collide



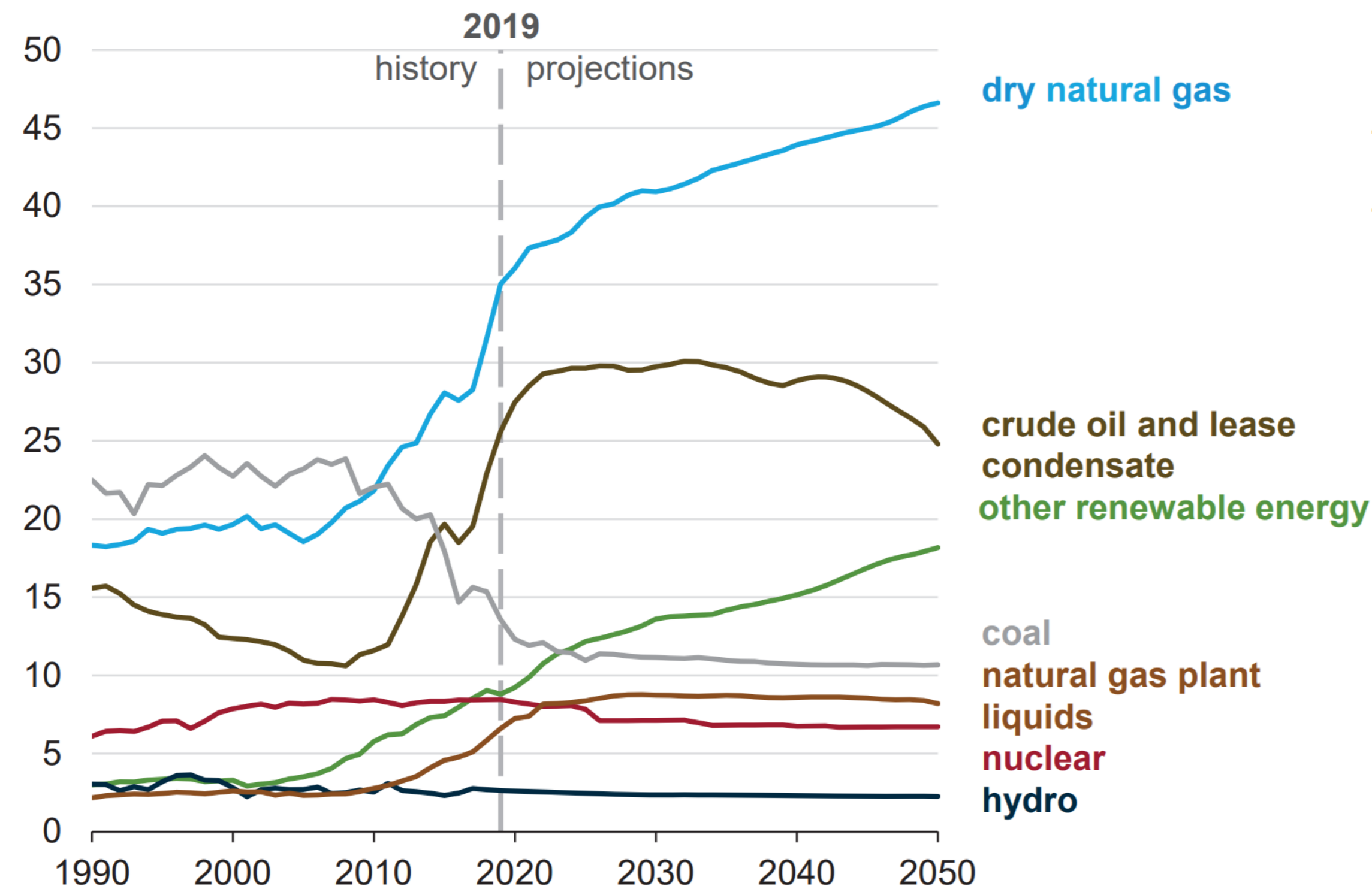
“The oil and gas industry is critical to our nation’s economy and supports more than 10 million jobs. With plummeting global demand wrought by the coronavirus pandemic and supply rising as a result of the Saudi-Russian price war, prices have fallen to their lowest levels in nearly 20 years.”

– Senator Lisa Murkowski, April 7, 2020



Demand Remains: Alaska Needs to Compete

Energy production (AEO2020 Reference case)
quadrillion British thermal units

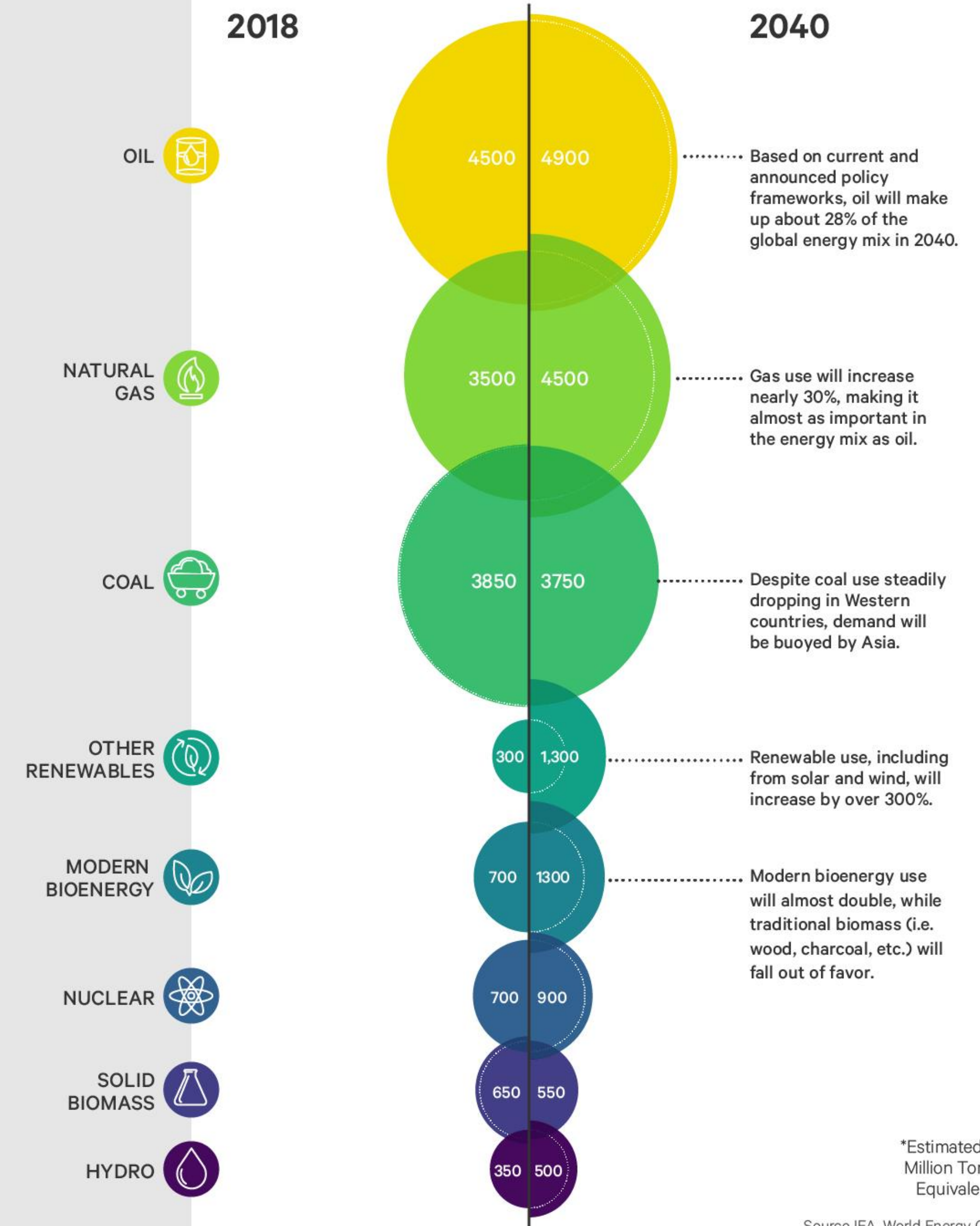


Changes in the Global Energy Mix 2018 vs Stated Policies 2040

Measured in MTOE*

2018

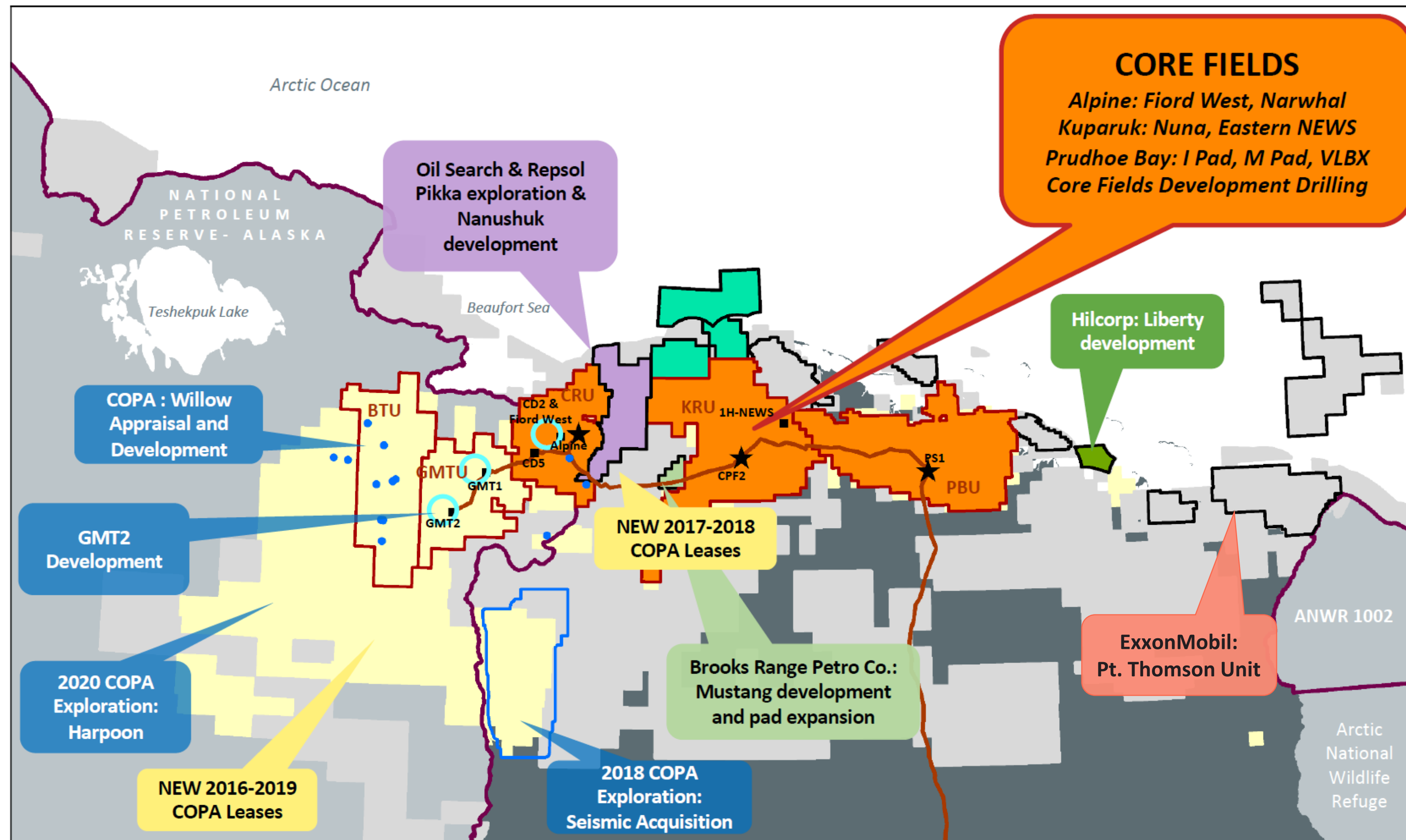
2040



*Estimated figures in
Million Tonnes of Oil
Equivalent (MTOE)

Source IEA, World Energy Outlook 2019

Alaska's Resource Potential Remains



2020 – A Year Like No Other



In Alaska, the number of

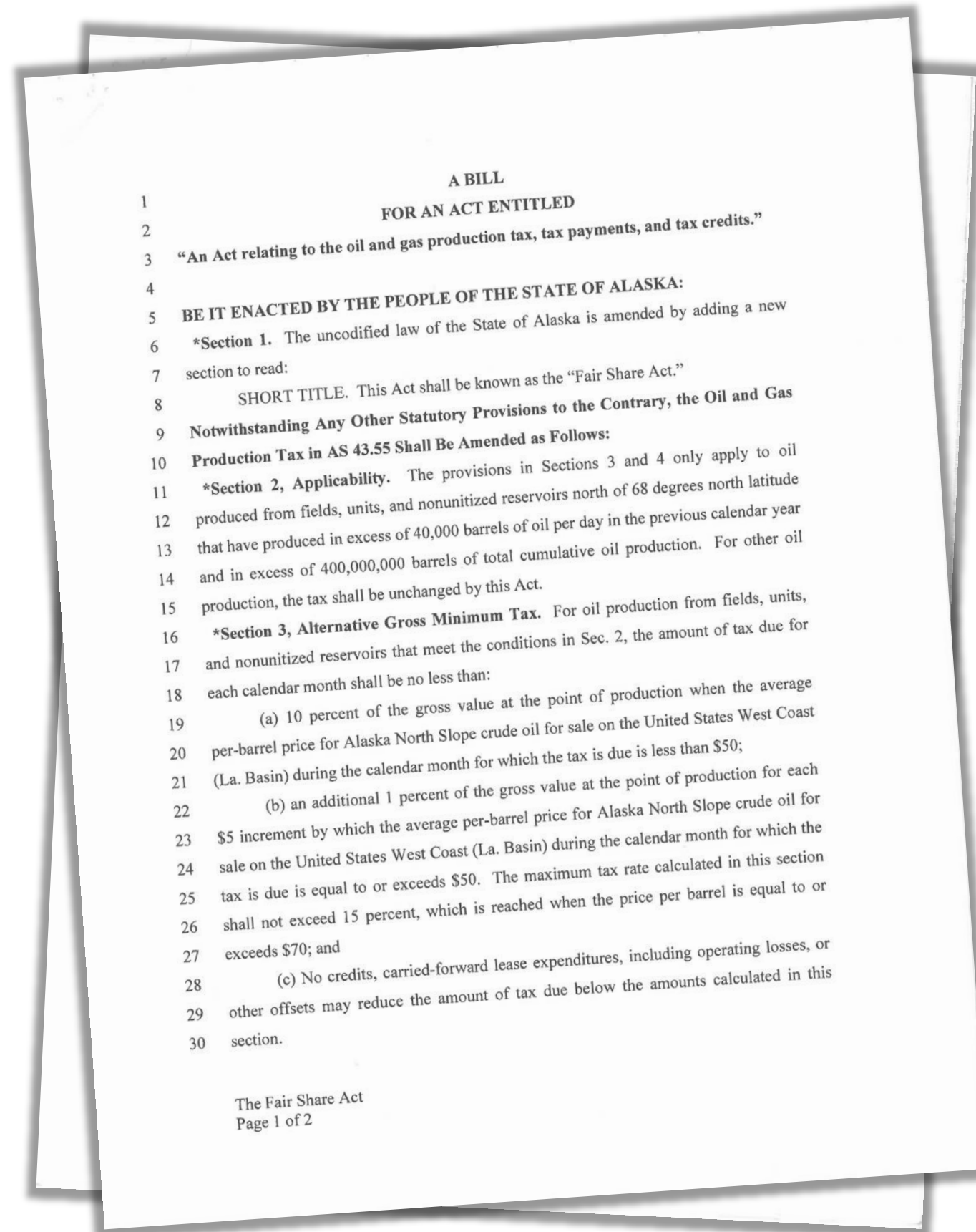
Pandemic could wipe out **20 YEARS**
of [economic] growth

Alaska Journal of Commerce, August 12, 2020

Oil Tax Ballot Measure Sets Alaska Back



- Before Alaskan voters November 3, 2020
- Viewed as short-term budget solution, but has immediate and long-term economic consequences
- Significant tax increase on a single industry, ranging from 150-300% depending on oil price
- Hurts jobs, Alaskan families, small businesses, and new discoveries on the horizon
- Now is not the time to increase taxes on any industry – including the oil and gas
- Wrong tool for complex policy change



Taxing Industries Not the Answer



“

In the midst of a global pandemic and severe economic shock, I'd rather see no spending cuts, no taxes on anybody. Removing any money from the economy can have even more damage. I think it's

A CHALLENGING TIME

to be thinking about taxes in general.

Mouhcine Guettabi, UAA Institute for Social and Economic Research, September 22, 2020