

BOEM Bureau of Ocean Energy Management

Energy, Transition, & Sustainability: Making It All Work Together

IMAGE Conference 2023

Angie Guidry

BOEM Mission Statement

To manage development of U.S. Outer Continental Shelf energy and mineral resources in an environmentally and economically responsible way.

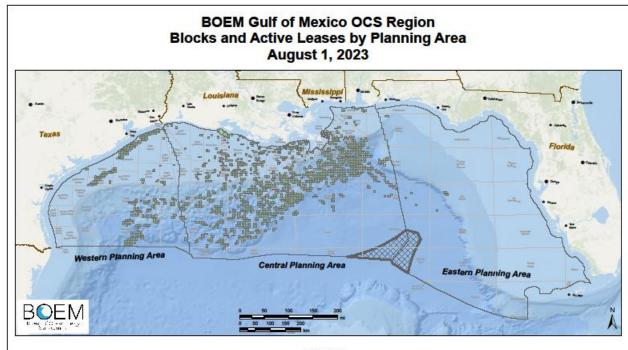


The Gulf Of Mexico Is An Energy Basin

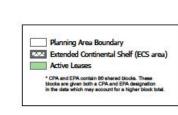
Active Oil & Gas Leases in the U.S. Gulf of Mexico



BOEM Bureau of Ocean Energy Management



	Acres Leased	Number of Leases	Total Acres	Total Blocks	Planning Areas
Pi Pi Pi Pi Pi Pi Pi Pi Pi Pi	2,124,673	387	28,576,813	5,240	Western
	9,549,015	1,793	66,446,351	12,409	Central
	74,880	13	64,357,859	11,537	Castern
	11.748,568	2,193	159,381,023	29,186	Sub-Totals
		U		(86)	CIPA / EPA Shared Blocks*
	11,748,568	2,193	159,381,023	29,100	Totals



Office of Leasing and Plane, Mapping and Automation Section | MAS2023-318 | 1 Aug 202

3

Gulf Of Mexico Oil & Gas Industry Landscape

- 2721 Qualified Individuals & Businesses
 - 282 Record Title Owners
 - 168 Operating Rights Owners
 - 450 Active Lessees
 - 87 Active Operators





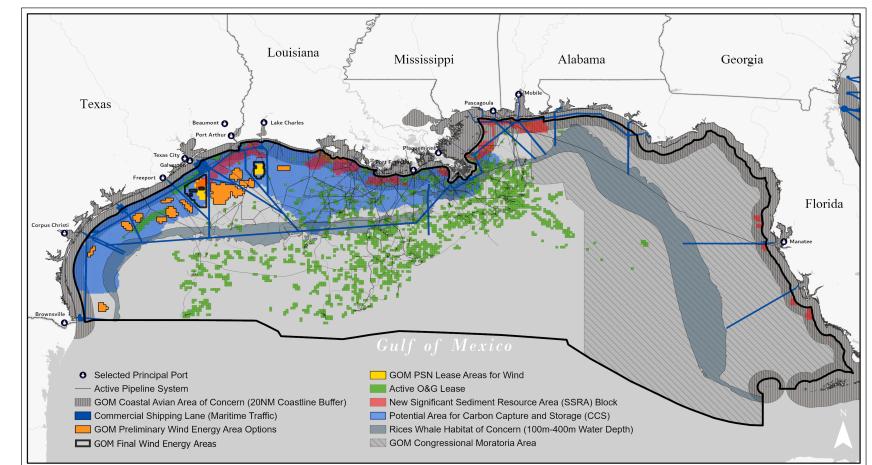
The Gulf Is Also A Multiple Use Area

BOEM's Authorities & Responsibilities:

- Conventional Energy
- Marine Minerals
- Renewable Energy
- Carbon Capture & Sequestration

Other Users & Resources:

- \circ Fisheries
- Ecosystem Services
- Transportation / Shipping
- Recreation
- Defense / Security





Gulf Of Mexico Sale 259 - March 29, 2023

Lease Sale 259

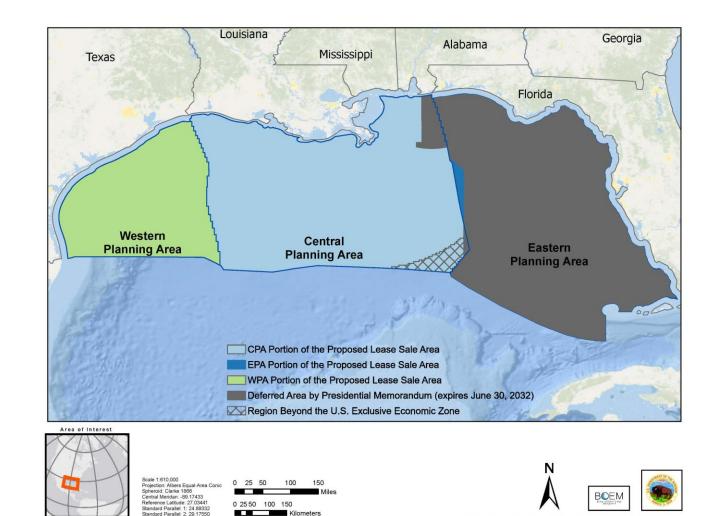
Number of Bids Received:313Companies submitting bids:32Sum of High Bids totaled:\$263.8 MNumber of Leases Issued299Acres Leased1,599,448





Upcoming U.S. Oil & Gas Lease Sales

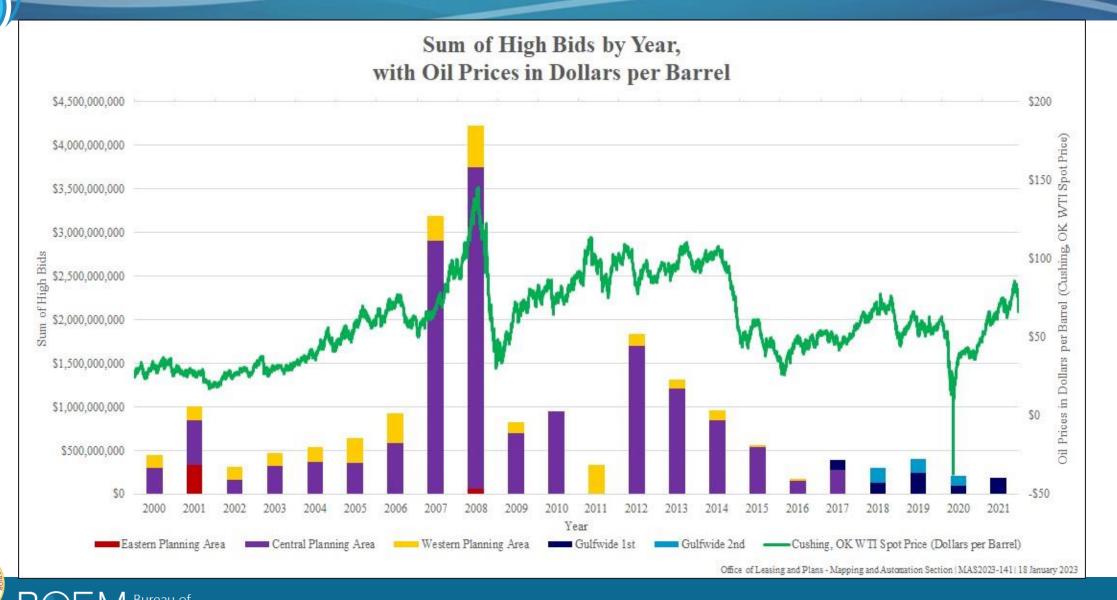
- Final Notice of Sale for Oil & Gas Lease Sale 261 (August) Lease Sale 261 must be conducted before the end of September 2023
- We are working to have the Proposed Final Program for Secretarial approved by September 30, 2023
- BOEM has complied with the Inflation Reduction Act regarding Lease Sales 257, 258, 259, and 261





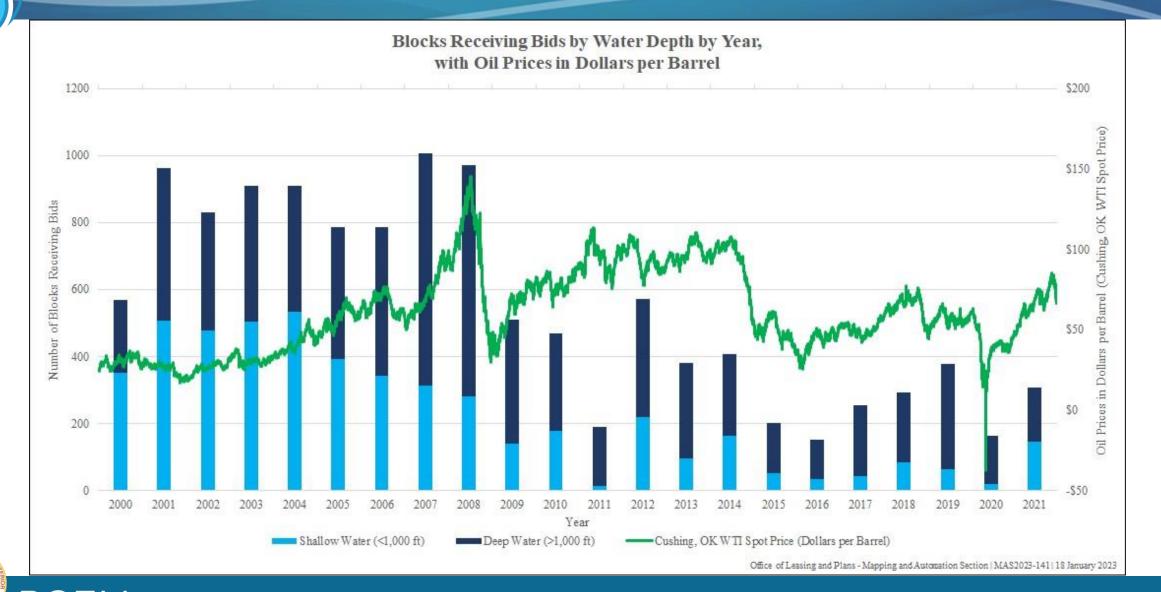
Office of Leasing and Plans - Mapping and Auto

Trend - High Bids Tied To The Price Of Oil



Bureau of Ocean Energy Management

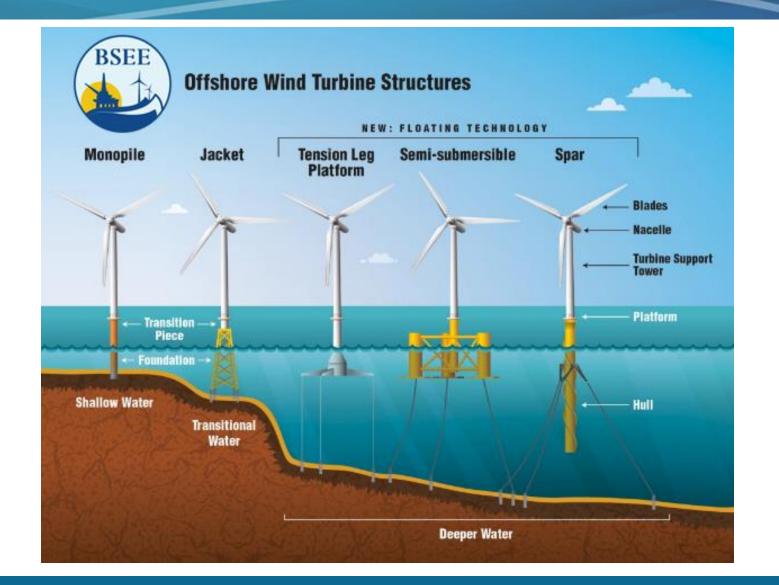
Trend - Transition From Shallow Water To Deepwater



EM Bureau of Ocean Energy Management

Gulf Of Mexico Renewable Energy

Advantages: Proximity to oil & gas supply chain & the leveraging of existing infrastructure





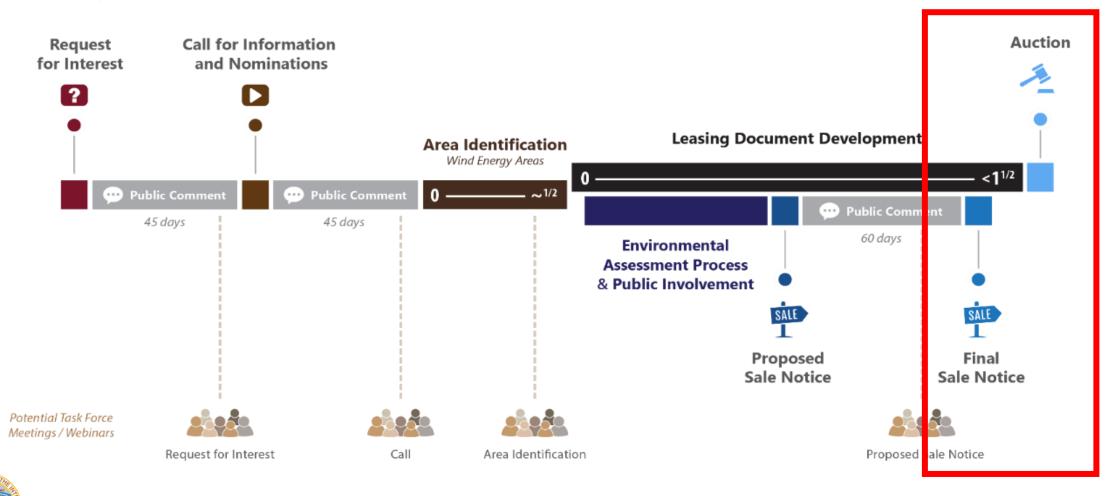
Gulf Of Mexico Renewable Energy





Around The Corner!

Sale: August 29, 2023



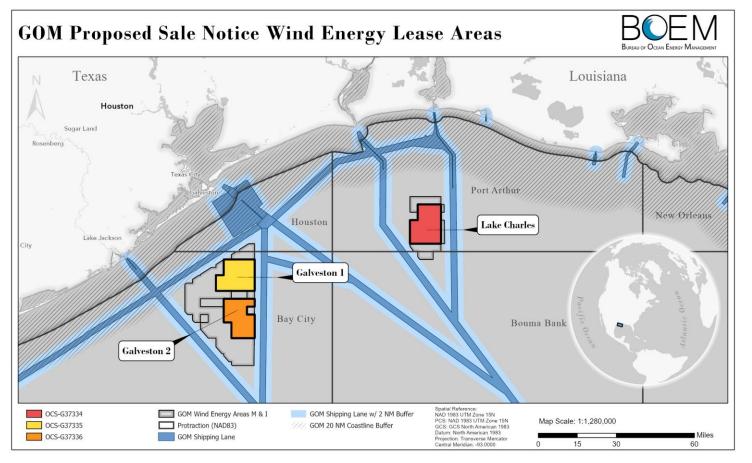
BOEM Bureau of Ocean Energy Management



Galveston I: 102,480 acres Galveston II: 96,786 acres Lake Charles: 102,480 acres

Rationale for Lease Sale Areas:

- Proximity to Shore
- Less than 10% Moderate-High Shrimping
- Reduced Multiple Use Conflicts
- Potential to power 1.3 million homes
- And more.....



PRE-DECISIONAL AND DELIBERATVE





Facilitate Access to sediment for Federal, State, & local agencies

- Identify & Evaluate sediment resources
- Manage Multiple-use Conflicts (e.g., pipelines, telecom cables, navigation, & fisheries)

Supports Research to inform decision-making & manage risk

Provide for Competitive & Noncompetitive Leasing

Critical for:

- Emergency Response
- Coastal Resilience & Restoration
- Onshore Infrastructure
- Reliable/secure Domestic Sources of Critical Minerals
- Local Economies & Tourism





Marine Minerals Program





Pelican Island, Louisiana Dune and Marsh Restoration



Carbon Sequestration – Bipartisan Infrastructure Law (BIL)

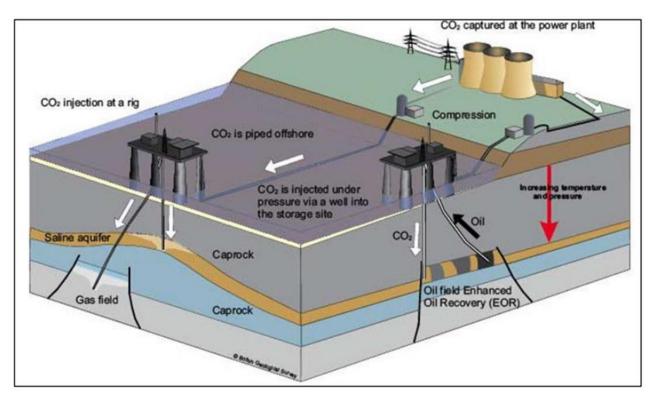


Figure 1-1. Schematic of offshore injection for CO₂ EOR and GS Source: The Scottish Government, Scottish Centre for Carbon Storage 2009 November 15, 2021

Authorizes the Secretary of the Interior to...

Grant a lease, easement or right-of-way to: "provide for, support, or are directly related to the injection of a carbon dioxide stream into sub-seabed geologic formations for the purpose of long-term carbon sequestration."

Rule Making In Progress!



Emerging Technologies, Opportunities and Uses

- BOEM has been following what is happening internationally related to emerging technologies, opportunities, and uses of the continental shelf, including the production of hydrogen
- BOEM plans to increase its knowledge of hydrogen through engagement and research
- The Gulf of Mexico is likely uniquely positioned to develop and implement the production and the use of hydrogen

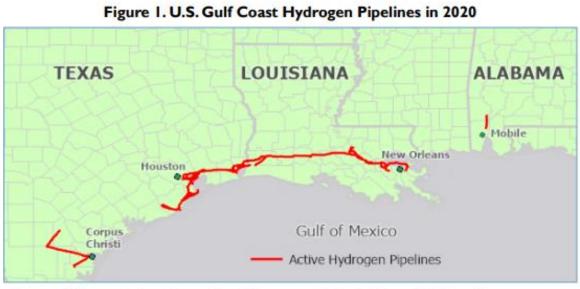


Hydrogen Potential

- Future hydrogen hubs onshore in Louisiana and Texas
 - Active pipelines on Gulf Coast already in-place
- Promoting hydrogen and wind workforce and supply chain development by offering an up to 20% bidding credit
 - From GOM Wind 1 PSN "the development of a supply chain supporting the manufacture of offshore wind facility components that could be used to generate hydrogen" *green hydrogen
- Potential for blending hydrogen into an already producing natural gas pipelines system

Bureau of Ocean Energy Management

- Likely the most economic method in the future
- but presents its own challenges

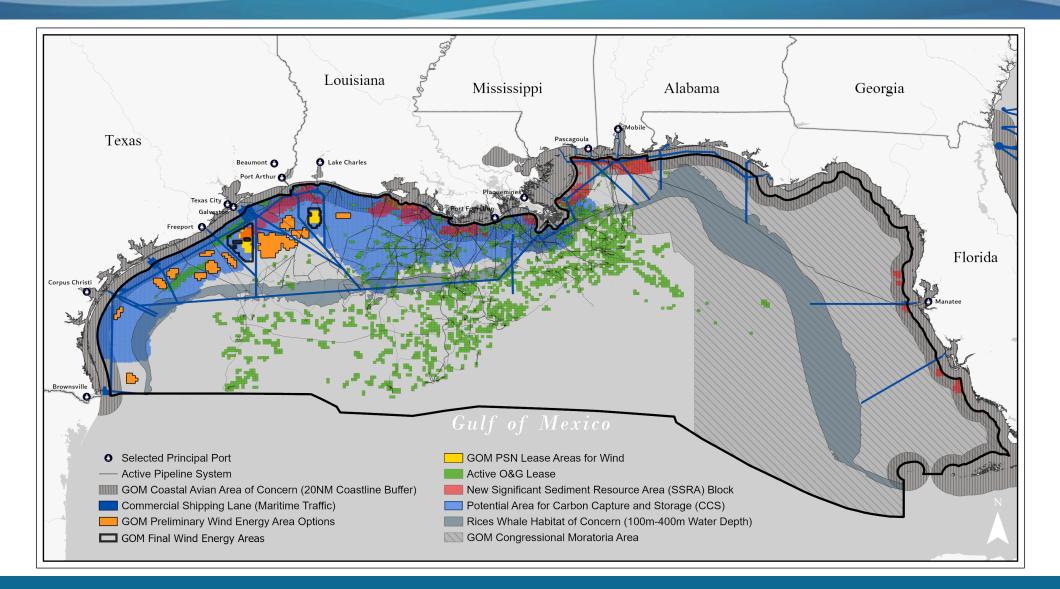


Lake Charles

Beaumor

Source: CRS using data from Texas Railroad Commission, Public GIS Viewer, 2020, https://www.rrc.state.tx.us/ about-us/resource-center/research/gis-viewers/; PHMSA, National Pipeline Mapping System, Public Map Viewer, 2020, https://pvnpms.phmsa.dot.gov/PublicViewer/; PHMSA, Gas Transmission and Gathering Annual, online database, 2020, https://www.phmsa.dot.gov/data-and-statistics/pipeline/gas-distribution-gas-gathering-gastransmission-hazardous-liquids; and Esri Data and Map, 2019.

The Bottomline... The Gulf Is A Multiple Use Area





Acknowledge & Accept: Social, Economic, Environmental, Tribal, & International Components

Recognize & Engage Ocean Users: All Stakeholders, Tribes, & Partners

Collaboration: *the Highest Level of Partnership*

Accept: Change & Transition are Occurring – i.e., Energy Transition

Build Upon What We Already Know: Lessons from the Oil & Gas Industry

Use Best Available Information & Knowledge: Social, Economic, Tribal, & Environmental



Use Adaptive Management: *Willing to Adapt & Adjust as We Learn*

Map the Different Activities: Now & for the Future using State-of-the-Art Tools - Modeling; Geographic Information Systems, Artificial Intelligence

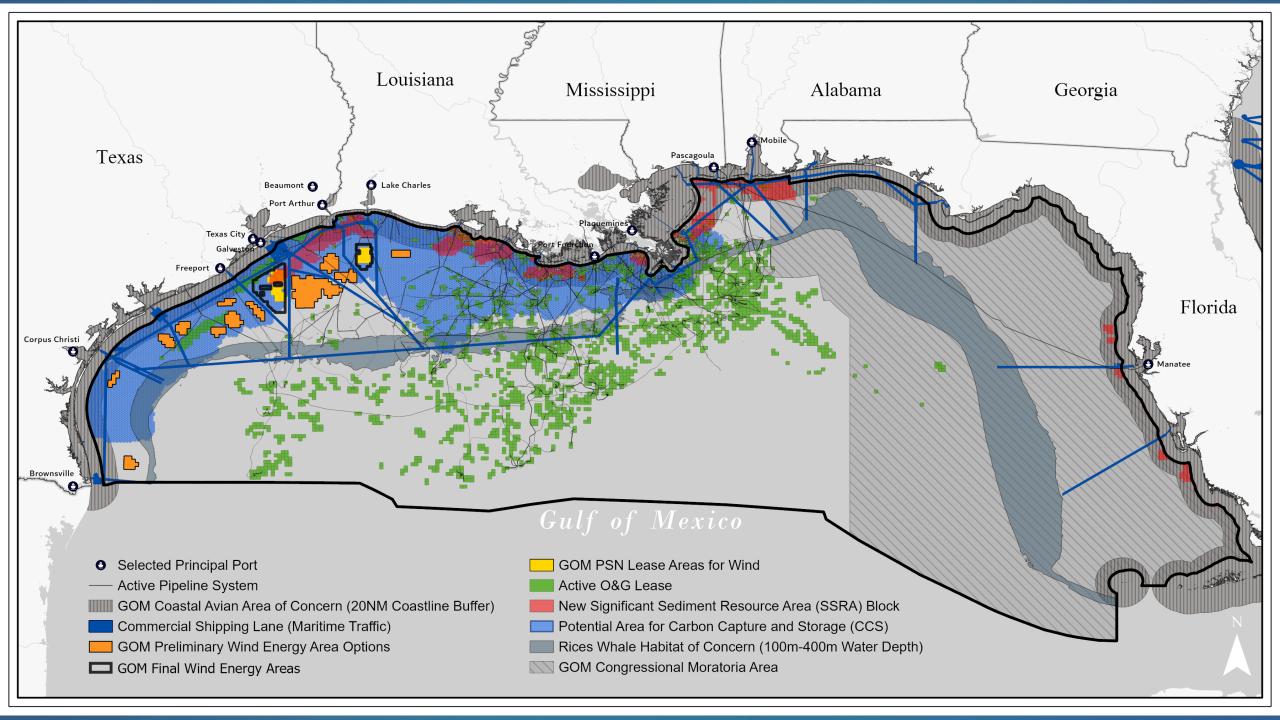
Anticipate, Seek Out, & Address: Cause & Effect Relationships between Activities; Distinct & Cumulative Impacts; Mitigation Actions

Ecosystem-Based Approach to Management: Use the Best Information Pertaining to Ecological, Socioeconomic, & Human Environment.

We Do Not Manage the Ecosystem;

We Manage Our Activities in the Ecosystem









Angie Guidry