

# Gulf of Mexico Updates

OCS Policy Committee Meeting New Orleans—November 21, 2002

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MMS

### **Gulf of Mexico Regional Updates**

- ✓ New World Production Record
- ✓ Isidore and Lili Storm Impacts
- Exploration Plans Filed in Eastern Gulf
- ✓ Wind Energy~Nantucket Sound
- ✓ Western Gulf Sale 184: Seismic Stipulation
- ✓ New Sperm Whale Study

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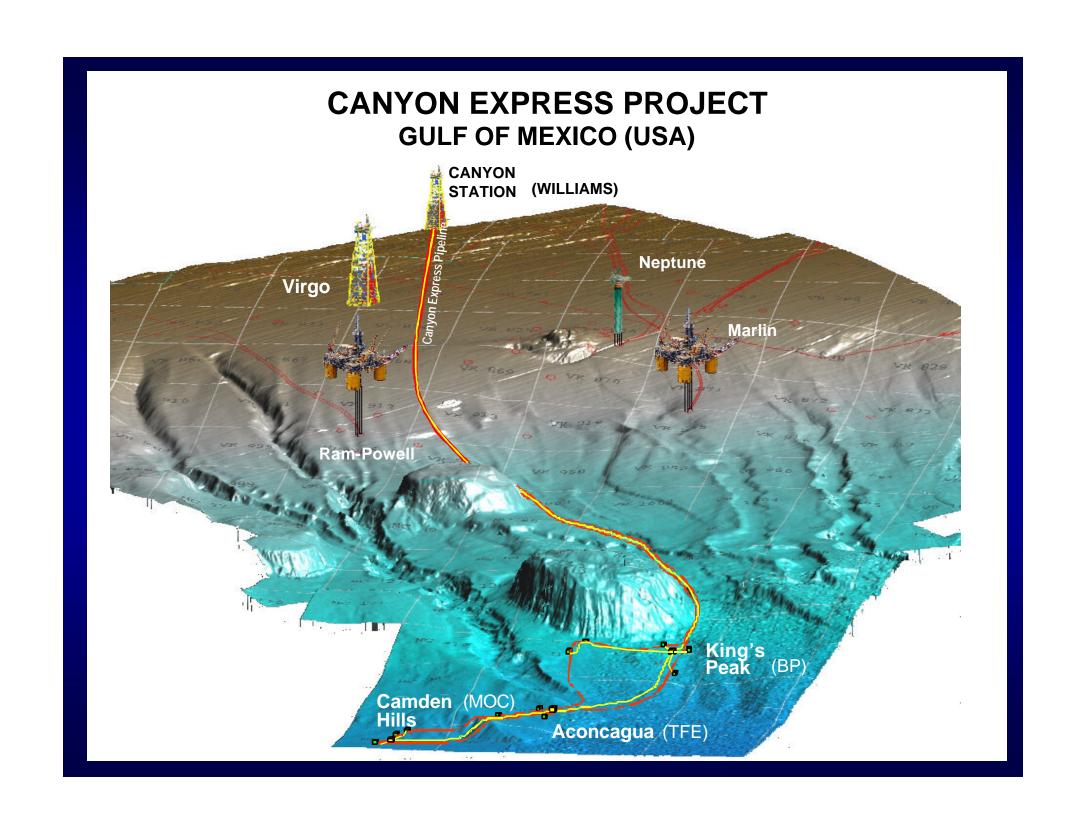
### **New Deepwater Production Record**



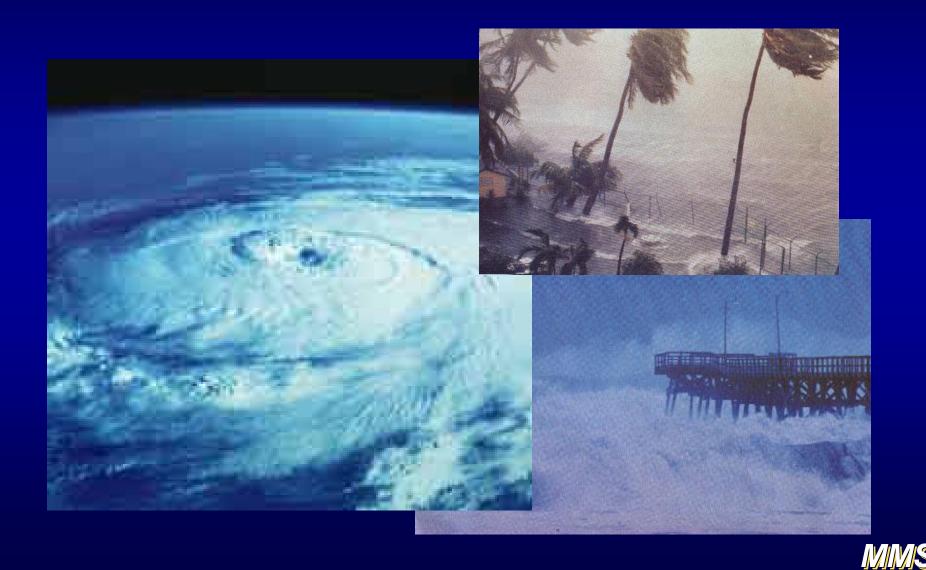
#### **Production Record**

- On October 11, 2002 a new world deepwater production record was achieved in the Gulf of Mexico
- Canyon Express Project began production
  - **✓** 3 subsea developments
    - Camden Hills (7,209 feet)
    - Aconcagua
    - Kings Peak
  - ✓ Gas production tied back to a shallow water platform
  - √ 500 mm cfd

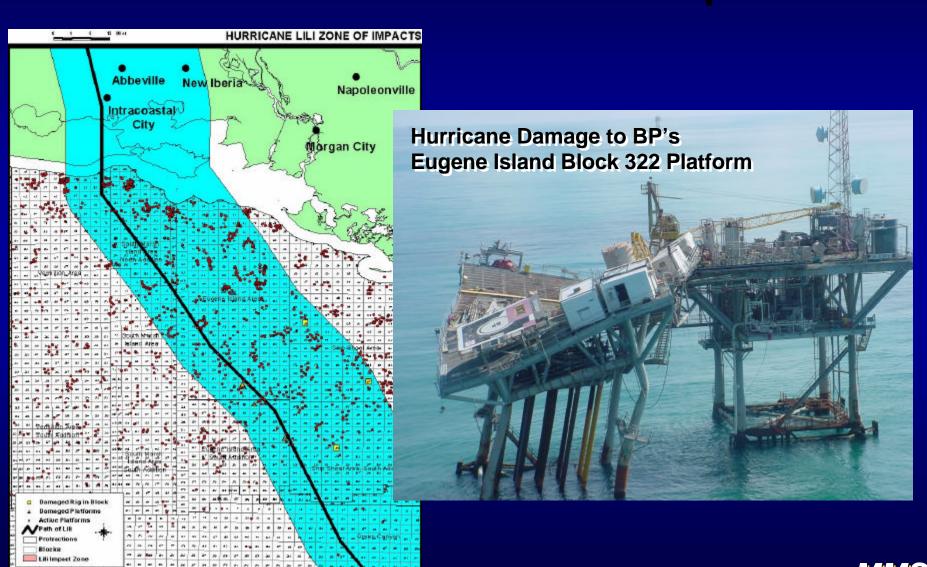




### Isidore and Lili Storm Impacts



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### Isidore and Lili Storm Impacts

#### **Tropical Storm Isidore Facts:**

- 3-day shut down of operations
- O Gulfwide--95% of crude oil and 60% of the natural gas production was shut down

#### Hurricane Lili Facts:

- up to a Category 4 hurricane ~ sustained winds of over145 mph
- Gulfwide--95% of crude oil and 75% of the natural gas production was shut down
- no fatalities; no fires; no major pollution events;25,000 offshore personnel evacuated
- Major Damage:
  - √ 6 of 800 platforms
  - ✓ 4 of 99 drilling rigs



## **Exploration Plans Filed in the Eastern Gulf of Mexico**



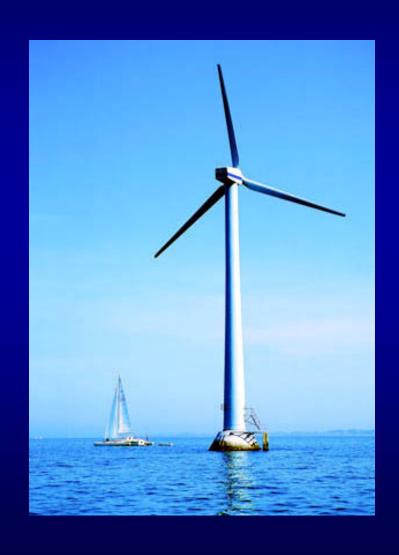


### **Exploration Plans Filed in the Eastern Gulf**

- 7 Exploration Plans have been filed by:
  - Marathon
    - Anadarko
      - Shell
        - Ocean Energy
- 3 EP's have been sent to affected states for CZM consistency review



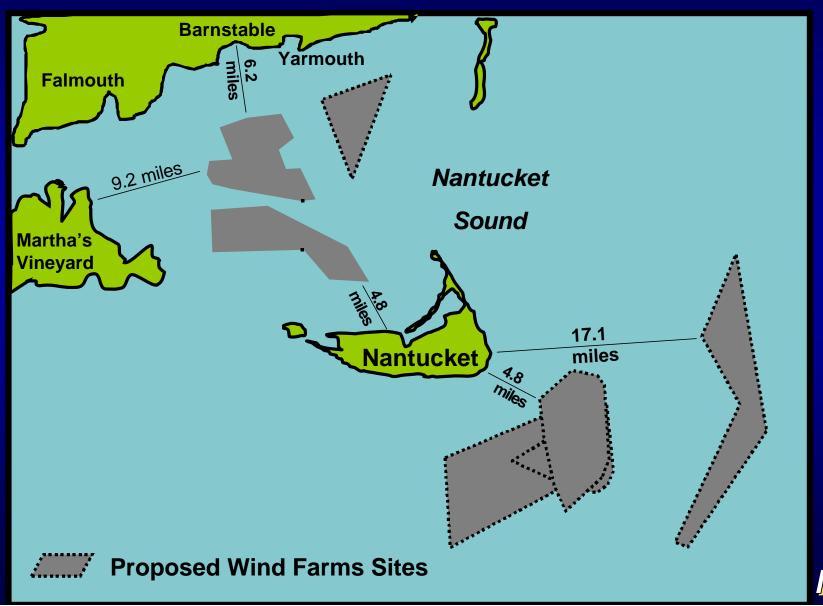
#### Wind Energy~Nantucket Sound



- Cape Wind Associates have filed plans to build the country's first offshore commercial wind-powered electricity generator off Massachusetts
- 170 giant wind turbines (40 stories high), located about 6 miles from Hyannis, Massachusetts
- Peak output = 420 megawatts of power



### Wind Energy~Nantucket Sound



### Wind Energy~Nantucket Sound Status

- In September 2002, a Superior Court Judge issued a temporary restraining order—not allowing Cape Wind to install a 200 ft data tower in Nantucket Sound.
- In October 2002, a U.S. District Judge failed to issue an injunction on the construction. Litigation is pending.



## Western Gulf Sale 184: Seismic Stipulation

- O Leading up to the Sale NOAA Fisheries issued a Biological Opinion to MMS that called for measures to protect sperm whales and marine sea turtles:
  - ✓ minimizing marine debris,
- ✓ notifying/observing vessel strikes on listed species, and
- ✓ ceasing seismic operations when whales are in a 180 db impact zone



### Western Gulf Sale 184: Seismic Stipulation

In response to NOAA's Biological Opinion, MMS adopted requirements in the lease and issued NTL (2002-G07):

- MMS will require that all seismic surveys employ mandatory mitigation measures to include the use of a 180 dB impact zone based on the appropriate depth, visual observers and ramp-up procedures.
- Seismic operations must immediately cease when a sperm whale is detected within the 180 dB impact zone.
- Ramp-up procedures and seismic surveys may be initiated only during daylight.



## New MMS Study Sperm Whales & Seismic

- MMS signed a Cooperative Agreement with the Texas A&M Research Foundation (TAMRF) in June 2002
- TAMRF to conduct the Sperm Whale Seismic Study (SWSS)
- funding from MMS, Office of Naval Research and the International Association of Geophysical Contractors (IAGC)



### New Sperm Whale Seismic Study





### New Sperm Whale Seismic Study

- SWSS results to be used to:
  - **✓** evaluate seismic survey effects on sperm whales
  - ✓ determine whether some areas of the Gulf represent preferred use locations for whales
  - ✓ determine what actions would mitigate adverse effects on these whales
- initial results to be presented at the MMS Information Transfer Meeting in New Orleans in January 2003
- final report by TAMRF scheduled in early 2005

