# Protecting Communities and Special Places

# e-Newsletter October 11, 2013



"What a relief to finally lay to rest that ridiculous and intellectually insulting notion that shales were designed all along to wrap us up cozily in a red, white and blue flag proclaiming energy independence..."

~ Deborah Rogers

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#### **UPCOMING EVENTS**



Keep It Wild Hike to Smith's Knob

October 19 11:00 a.m.

We're back to the Loyalsock State Forest for October's Keep it Wild hike. This time we'll be hiking the section of the Loyalsock Trail from the Little Bear Ranger's Station to Smith's Knob and then back via Painter's Run. This is a strenuous hike with an 1,100 foot elevation change with a beautiful vista as your reward.

Find hike details here

# Winners and Losers in America's Gas Game

By ANN PINCA

Last May, UGI Utilities Inc-Gas Division announced a proposed 13% rate increase for residential customers to start this December due in part to expanding U.S. demand for natural gas and the improving U.S. economy. The federal Energy Information Administration (EIA) recently confirmed a move toward higher natural gas prices, stating that more than 90% of homes in the U.S. will experience higher heating costs this winter as a result of higher prices for natural gas, propane, and electricity.

Now wait—higher prices for natural gas, even though it's predicted that the U.S. will be the world's top producer of natural gas and petroleum hydrocarbons in 2013? Haven't we been told that this "clean-burning, abundant American resource" with its low prices is what is helping America's poor and will provide American energy independence? Where does a 13% increase fit into that picture?

In a recent Energy Policy Forum post, financial analyst Deborah Rogers points out that if natural gas prices remain low, some natural gas operators will either go bankrupt or stop operations until prices rise since many are producing natural gas at a loss. The <u>recent announcement by Peter</u> Voser, outgoing CEO of Royal Dutch Shell, supports Roger's comments when Voser revealed in an interview that Shell had yet to turn a profit on the company's \$24 billion investment into U.S. unconventional shale oil and gas development. Throw in Chesapeake Energy's assets sales to alleviate its debt obligations and its recent lay-off of 800 employees as an additional clue that shale gas right now may not be that profitable.

And so the conundrum - will America have her cheap natural gas and its benefits or

her cheap natural gas and its benefits, or will operators seek higher-priced markets to turn a profit? The Department of Energy's <u>current list of twenty-plus applications</u> for LNG (liquid natural gas)



#### Global Frackdown 2

#### October 19

Last year's Global Frackdown featured over 200 actions around the world. This year is shaping up to be even bigger!

Five Frackdown events are scheduled for Pennsylvania, taking place in Philadelphia, Pittsburgh, Harrisburg, Allentown, and Media.

Look here to see where you can join an event

## TAKE ACTION!



#### **localSTAND**

The localSTAND idea is simple: to raise awareness about the complete lack of acknowledgment of water contamination on the part of our government and industry. If they won't help supply clean water, then we'll do it the old-fashioned way: have a bake sale to raise money for clean water.

First started in August 2013, a localStand can take place anytime and anywhere. This simple action has many more benefits than just raising funds; read here to learn more about how you can take a localSTAND in

export facilities seems to clearly answer that question. This should not be a surprise, as Rogers reminded us of the simple purpose of oil and gas industry corporations in <u>an earlier report</u>. Said Rogers, "Oil and gas companies are in business to extract hydrocarbons as cheaply and efficiently as possible and get them to the customer that will pay the highest price."

Considered to be the green light for gas exports, the <u>2012 NERA report</u> indicated that exporting LNG will benefit the U.S., but did also indicate that natural gas prices will rise. However, the report concluded that the economic benefits gained through exports will offset the negative impact of higher natural gas costs. The question is, who will benefit and who will lose? In December 2012, shortly after the NERA report's release, then <u>Rep. Ed Markey</u>, <u>D-Mass</u>, made the following <u>comment</u> concerning the report:

"American consumers and manufacturers will be the losers, as exporting natural gas will increase domestic prices by up to 30 percent, and reduce domestic investment and wages by \$45 billion per year by 2030. If exports are approved, the winners are mainly those in the natural gas business and those holding their stock. This report confirms that if natural gas exports move forward on a large scale there will be a massive wealth transfer from working Americans to oil and gas companies."

A recent interview by <u>Delaware Riverkeeper</u> Maya van Rossum with Elizabeth Stanton, Senior Economist with <u>Synapse Energy</u>, discusses the problems in methodology Stanton's organization found during a review of the 2012 NERA report. Per Synapse's findings, natural gas exports could cost hundreds of thousands of American jobs in all sectors due to rising energy costs caused by exports—hardly a benefit to every-day American citizens.

And so it seems that the promise of benefits for Americans from cheap natural gas and American energy independence may not be the ultimate goal despite what we are told; that instead, gas exports for higher industry profits are the name of the game. As Deborah Rogers so aptly says in her recent post after arriving at that very conclusion:

"What a relief to finally lay to rest that ridiculous and intellectually insulting notion that shales were designed all along to wrap us up cozily in a red, white and blue flag proclaiming energy independence while America dismissed forty years of promoting globalization and thumbed her nose at global markets as she produced ALL her energy needs from...shale oil and gas??? You betcha'!"

Watch the first segment of the Delaware Riverkeeper's interview with Elizabeth Stanton of Synapse Energy:



Shale Truth Interview series Elizabeth Stanton segment #1 shale gas exports job impact

#### A Special Place: The Bob Webber Trail your community. By MANDY MAURER Keep it Wild hike #9 was one of the most challenging so far, for this hiker. For September's hike, we chose the Bob Webber Trail in the Wolf Run Wild Area of the Tiadaghton State Forest, which is on our Special Places list. Note to self: next time the trail guide says, "Best suited Protect the for fit individual or families with active children," what Susquehanna! they really mean is bring an oxygen tank and barf bag! O.K., so it wasn't that bad, but it was definitely a Organizations and challenge. I actually had looked beforehand at the guide citizens across and the topographical map, so I knew there was a decent Maryland, New York, amount of elevation to gain but still, somehow, didn't think and Pennsylvania are the over 1,400 feet of elevation change was going to be coming together to make too hard. sure that the Susquehanna River I was wrong. Basin Commission (SRBC) steps up to protect communities But once you reach Wolf Run Bald, you soon realize and the environment exactly what all the huffing and puffing and uphill climb from the harmful impacts gets you. The view from this vista is beyond breathtaking. of gas operations, which The unencumbered view goes on forever and, just when use a lot of water and you think you could see forever, you can make out one create a lot of pollution. more ridge line or mountain top beyond the last. It is here where I'm reminded of the reason we have the Click here to Keep it Wild campaign. In the sunny silence of that take action outlook, I knew in my heart that the work we do is important. To me--to the men and women who have stood here before me--and most definitely for my son, your daughter, and all the generations to come that will someday stand in this very spot, it is important IN THE NEWS that it remains as it is so all are able to feel the same sense of awe and wonder. The Solutions Project I hope you enjoy the pictures, but more importantly, I hope to see you at the next Keep it Wild hike. Mark Jacobson, a founding member of The All photos on this page by Mandy Maurer; see more hike photos here. Solutions Project, appeared in Gasland 2 The next Keep it Wild Hike is October 19 at 11:00 a.m., when we hike along the Loyalsock Trail to Smith's Knob. and spoke of his plan for renewable energy for America. Learn about his plan as he explains it to David Letterman on the Late Show. Learn more about The Solutions Project here.



Mark Jacobson interview on David Letterman -October 9, 2013

While Jacobson promotes renewable

energy, Pennsylvania apparently does not, based on an announcement made last Tuesday from the Department of Environmental Protection (DEP) to the Climate Change Advisory Committee. Of course, climate change does not appear to be at the top of DEP's list, since their Climate Impact Assessment Update was released this week without notice and about 18 months late.

Let's hope DEP is using their time to work on reviewing air aggregation testing regulations instead, as "minor" polluting compressor stations pop up in increasing numbers to create major air problems.

#### Join RDA

We welcome your active participation and are in need of help for special events, publicity, research, and other projects. Contact us for details.

As a 501(c)(3) non-profit organization, RDA relies on donations for the important work we do. In order for RDA to continue its valuable education and advocacy outreach in 2013, please consider a tax-free contribution to our efforts.

Join Our Mailing List!

## **RDA Newsletter**

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Please note: The RDA newsletter includes reporting on a variety of events and activities, which do not necessarily reflect the philosophy of the organization. RDA practices only non-violent action in voicing the organization's beliefs and concerns.

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