Bureau of Ocean Management Regulation and Enforcement Public Hearing Environmental Impact Supplemental Statement Relating to Chukchi Sea Sale 193 November 3, 2010 Point Lay Community Center Point Lay, Alaska VOICE CHECKED/CORRECTED BOEM TEAM MEMBERS: Jeffery Loman, Deputy Regional Director Michael Haller, Community Liaison Michael Routhier, NEPA Coordinator Bob Peterson, Senior Geologist John Callahan, Public Affairs Officer Mary Cody, Wildlife Biologist Sharon Warren, Program Analysis Officer

1		INDEX OF SPEAKERS
2 3 4		Page
5 6 7 8 9 10 11 12 13	Lily Anniskett	7,14,15,16 28,32,33,36 41,47,54,66 71,78,81,87 88
	Leo Ferreira III	8,66,69
14	Bill Tracey Sr.	8
15 16	Robert A. Lisbourne	8,90
17 18	Perry A. Pikok	8,86
19 20	Jack N. Henry	8
21 22 23 24 25 26 27 28 29 30 31 32 33	Marie Tracey	8,28,42,44 56,66,75,81 86,90,91,92
	Julius Rexford	9,13,14,15 16,20,22,33 34,36,37,41 44,56,69,75 76,85,86,87 89
	Lucy Neakok	9
34 35 36	Willard P. Neakok	23,47,78,81
37 38 39 40 41 42 43 44 45 46 47 48 49 50 51	Rex Henson	54,56
		KRON ASSOCIATES

<u> PROCEEDINGS</u>

1 2

(On record at 7:35 p.m.)

MR. LOMAN: Good evening everybody and thank you very much for taking time out of your lives to attend this meeting.

The purpose of this meeting -- my name is Jeffery Loman --5 6 I am the Deputy Regional Director of the Bureau of Ocean Energy Management Regulation and Enforcement, formerly called MMS. 7 Our Agency is going through a major reorganization. The reason that 8 9 we're here tonight is to comply with a Court Order from the Alaska District Court that involves our environmental compliance 10 with respect to the National Environmental Policy Act. 11

The National Environmental Policy Act is a law that was 12 signed by President Nixon and it does several things. 13 It is designed to be open and involve the public when a Federal Agency 14 15 intends to take a major Federal action. A major Federal action could be building a bridge, building a road, relicensing a 16 17 hydropower project, building a large facility of any kind. And the Federal government is funding or it involves a lease that 18 the Federal government has to approve. 19

In this case, the major Federal action was a oil and gas lease sale in the Chukchi Sea. That sale took place after the Agency had completed an Environmental Impact Statement in February of 2008. And the government issued, after that lease sale, 465 leases for a total of about \$2.6 billion. Shell Oil was the largest winner of bids and is now the largest lease

holder with about a \$2.1 billion investment in leases in the
 Chukchi Sea.

Our approval of that lease sale was challenged, in part, 3 on the grounds that we did not comply with the National 4 Environmental Policy Act, and the case went before the Alaska 5 6 District Court Judge Beistline. And the judge ruled in July of this year that the Agency had done an adequate job of most of 7 the aspects, but did not appropriately analyze natural gas 8 9 development. And there are incentives for national (sic) gas associated with these leases. 10

And the Agency needed to do what -- an analysis under section 1502.22 of the NEPA regulations, on about 40 pages of excerpts from the original -- original final EIS that talk about uncertainty, missing information to (indiscernible) gas, things of this nature.

That was put before the court in Plaintiff's Exhibit 129. 16 And it has things -- for example, like there is -- it makes a 17 There is uncertainty associated with the population 18 statement. structure of the bowhead whale. And, in this case, because this 19 written between 2004 and 2007 sometime, the International 20 Whaling Scientific Committee was still debating whether or not 21 there were multiple stocks like the Bering stock and the 22 Beaufort stock or other stocks of bowhead whales. Since that 23 24 time, the Scientific Committee for the IWC has concluded that there is one stock. 25

So this 1502.22 analysis is kind of using a little bit of 1 logic here. What's the context of the uncertainty, assuming it 2 still existed? Does it have any implication to Inupiat hunters, 3 Inupiat whalers? We don't think so. Inupiat whalers have been 4 conducting those activities for a long, long, long time. And we 5 6 know of no reason why the Inupiat hunter would be concerned about whether or not they were hunting a bowhead whale that was 7 a member of the Bering stock or a Beaufort stock if multiple 8 9 stocks existed.

Now the Scientific Committee has concluded there's one stock. But more importantly is what's the context of it with respect to making decisions about offshore oil and gas leasing, exploration, seismic exploration, exploratory drilling and things of that nature? We think there is no context there. It wouldn't make any difference anyway.

But those kinds of statements existed in that document and the court, we think correctly, said, you should explain whether or not that information is necessary and has implications to a decision on offshore oil and gas activities -- whether or not it's obtainable, easily obtainable, and whether or not the costs of obtaining it is exorbitant.

And -- so, how do we do that? Well we do that by doing more NEPA. And these NEPA lawsuits involve -- if an Agency loses you either, do NEPA where you didn't do NEPA, do more NEPA or do NEPA right where you didn't do it right the first place. 1 That's how the plaintiffs win in a NEPA lawsuit.

In this particular case, the court remanded us to conduct 2 these activities. And we're doing it by preparing -- starting 3 by preparing a draft Supplemental Environmental Impact Statement 4 which we have prepared and released and sent to various 5 6 stakeholders, individuals and organizations in the communities throughout the Arctic in Alaska. And we have copies of that 7 document with us tonight, if you desire to take a copy and read 8 9 it. We're going to explain a little bit about it here in a minute. 10

But before I go any further, just wanted to have the folks that are with me introduce themselves starting with Mike and then we'll go a little bit into the court remand, explain the document and then take your testimony. Go ahead.

MR. ROUTHIER: Sure, hi -- my name is Mike Routhier and I'm fairly new at the Agency, but I worked on these NEPA issues so that means I basically help write the documents.

MR. PETERSON: My name is Bob Peterson. I'm Chief of Resource Economic Analysis Section. I'm a Geologist. Most of the people in my Section are geologists, geophysicists and engineers. And we provide a lot of the information that -- Mike would then build on for the impacts of the statement.

23 MR. LOMAN: And we'll go on with a little more detail on 24 that.

25 MR. PETERSON: Sure.

1 MR. HALLER: I'm Mike Haller and I'm the Community 2 Liaison. I'm new to the Agency, but not to Alaska.

MS. WARREN: I'm Sharon Warren, Program Analysis Officer for the Bureau in Anchorage.

5 MS. CODY: Mary Cody -- I'm a Wildlife Biologist for the 6 Agency.

7 MR. CALLAHAN: My name's John Callahan and I'm the Public 8 Affairs Officer for the Alaska Region. And I'd like to take a 9 few photos tonight. Is that all right with everyone?

MR. LOMAN: We were watching Predator while we were eating dinner at the Cully Cafe. So I want to flex my muscles if I can. Let's -- and it's for Judy who is our Reporter -- we'd like to have you introduce yourself and at least last night it worked pretty good. One shot at introducing your name and the spelling of your name. She may ask you again if you testify and have questions, as well. Starting with you ma'am.

17 MS. ANNISKETT: My name is Lily Anniskett.

18 REPORTER: Could you speak up, please?

MS. ANNISKETT: My name is Lily Anniskett. If you want me to speak up, I've got something on my lip. I've got a pus. My name is Lily Anniskett from Point Lay, lifelong resident. I went to boarding school and I love it at Point Lay and I'm going to protect my land.

24 REPORTER: Okay, can you spell your last name for me?
 25 MS. ANNISKETT: A-N-N-I-S-K-E-T-T -- my husband was from

1 Metlakatla. Yes, that's the way it's --.

2 MR. LOMAN: Thank you.

MR. FERREIRA III: I'm Leo Ferreira the Third. I'm Native Village Point Lay (indiscernible) President.

5 REPORTER: Would you spell your last name?

6 MR. FERREIRA III: F-E-R-R-E-I-R-A.

7 MR. LOMAN: Sir?

8 MR. TRACEY SR.: Bill Tracey Senior, T-R-A-C-E-Y. So now 9 you know there's no relation to Dick.

10 MR. LOMAN: Or John?

MR. TRACEY SR.: Or John. Thirty-eight year resident. Presently Fire Chief, (indiscernible) Pusher, and a very interested resident about all these offshore leases going on. MR. LOMAN: Thank you. Sir.

15 MR. LISBOURNE: Robert Lisbourne, L-I-S-B-O-U-R-N-E.

16 Resident here at Point Lay -- (indiscernible). We do a lot of 17 hunting, whaling, fishing, subsistence hunter.

18 MR. PIKOK: Perry Pikok, P-I-K-O-K, (indiscernible)

19 fishing, longtime resident at Point Lay.

20 MR. HENRY: Jack Henry is my name.

21 REPORTER: I'm sorry, could you spell your last name?

22 MR. HENRY: H-E-N-R-Y.

23 REPORTER: Thank you.

MS. TRACEY: I'm Marie Tracey. I work on North Slope Borough Village, Communications Liaison for our Mayor's Office.

I'm a Volunteer Fire Fighter in which I am a Captain. I'm a
Volunteer EMS Captain, 24-hour Volunteer, Ambulance Co-member.
I'm a Volunteer Coordinator under our Volunteer Search and
Rescue. I'm an NASTEC Director for our Native Village of Point
Lay. I was born here in the old village. Thank you for coming.
And I would like you guys to spell your names, too.

7 MR. REXFORD: Hello, my name is Julius Rexford. I moved 8 here back in '94, '93. Came here, on and off since 1983, 9 chasing the job. I'm the Alaska Eskimo Whaling Commissioner for 10 Point Lay. I (indiscernible) workers in Point Lay and I also 11 sit on the Alaska (indiscernible) Whale Committee, as a member. 12 I'm the Search and Rescue President and Public Works Supervisor 13 for the North Slope Borough.

14 REPORTER: Could you spell your last name, please?
15 MR. REXFORD: R-E-X-F-O-R-D.

16 REPORTER: Thank you.

MS. NEAKOK: My name is Lucy Neakok, N-E-A-K-O-K. I'm a ASRC Village Resource Representative. And I'm also the Native Village Appointment (ph) Secretary.

20 MR. LOMAN: Thank you. Sharon can you tell us a little 21 bit about the decision out of the Alaska District Court on this 22 lawsuit, so folks understand why we're here a little bit better, 23 than I can explain.

MS. WARREN: Okay. I put on the table the two Court Orders that came out concerning the case. Again, the case was

filed of January, 2008, before the lease sale was to be held in 1 February of 2008. So the Judge, when the lawsuit was filed, 2 there wasn't, like, an injunction filed with it to stop the 3 sale. So the sale went ahead and was held in February of 2008. 4 And, so the lawsuit was still at the District Court and 5 6 over time it stayed there. And part of the reason why we have a decision that you may think of, you know, it's February 2008, 7 sale happened and we get a decision out of the court in July of 8 9 2010.

Why, you know, why did it take that long? The reason why 10 it took that long is because there was another case concerning 11 Sale 193 in the D.C. Circuit Court over the Secretary's five 12 year program. So the Secretary when we -- before we have a 13 lease sale, it's within the five year program. The Sale 193 --14 15 Chukchi Sea Sale, was in that five year program. And the Department was sued by the environmental organizations 16 concerning having that sale, as well as other sales in that five 17 18 year program.

And there was -- the Chukchi Sea Sale was in there, plus two more sales in the Beaufort and two more sales in the Chukchi Sea. So the Secretary was told in that lawsuit that he had to look at the environmental sensitivity when they're looking at -the (indiscernible) Lands Act requires looking at environmental sensitivity. And that wasn't done to the Court's satisfaction. So this District Court case for the sale -- this Judge

didn't make any decision on that. And because, if the Secretary decided once he looked at the five year program again, not to have that sale in there, then the Court wouldn't have to decide on this one, because it was in another Court. So it's very -in several Courts I mean that's how decisions of the sale that was.

So when the Secretary of the Interior came out with his --7 affirming his five year program again in March 31st of this year 8 9 2010, he did a preliminary revised program. It kept Sale 193 still there in that five year program. But he took off, out of 10 that five year program, the two Beaufort Sea Sales and the two 11 12 Chukchi Sea Sales. So the only sale that would be in the Arctic would be the one that had already happened. The Department was 13 not looking at any more sales during this five year period of 14 15 2007 to 2012.

So once that was made, then the District Court knew that 16 the Secretary was going to leave the sale as is. And so that's 17 18 why the District Court now decided to take on back the, you know, look at the case and look what we did with the 19 Environmental Impact Statement. And so in July 21st the District 20 Court first issued the decision, an Order saying, as Jeffery 21 said, that, for the most part, we, the Bureau, had met its 22 obligations under NEPA. And the only places that we did not 23 meet those obligations was that we didn't consider the natural 24 And we didn't consider the missing information and the 25 gas.

1 cost to obtain that missing information.

So the Court told us, and that's why this EIS is a -- you 2 notice it's a supplement. And it's small because it's focused 3 on just what the Court has remanded. Because all the other 4 issues that was raised by the governmental organizations, the 5 6 Native Village of Point Hope, Brett (ph) Oil, Inupiat Village --Community of the Arctic Slope, were also litigants, plaintiffs 7 in the lawsuit. The Court looked at all those arguments that 8 9 were made there. It said, the Federal government, you know, prevailed on those issues. But you need to go back, the Federal 10 government, and take care of these others. 11

So that's why the Supplement was done and that's why it's just focused on those areas. The original EIS that it supplements is still there. So all the information and Mike will go into more on how the Supplemental EIS is done.

What's going to happen is that once we have the draft 16 Supplement, take public hearing, and take comments on it, then 17 there'll be a final Supplemental EIS. And that will be filed 18 with the District Court. Because the judge still has the case. 19 So that'll be filed with the District Court. And the District 20 Court, in September of 2010, also set out what the schedule of 21 when he wanted us to reasonably meet that -- his Order and he 22 has a court date of January 21, 2011, six months from the first 23 24 decision Order to say, you know, -- six months you should be able to reasonably, you know, meet this -- fix these 25

1 environmental compliance issues.

And so once it gets filed with the District Judge, the 2 parties that sued the Federal government, is going to be able to 3 see the document also the documents behind it that went into 4 preparing that document. The attorneys, the legal 5 6 representation will be filing briefs back and forth and why it needs it, why it doesn't need it. And then the District Judge 7 will say whether or not it meets it. And so, I mean it's a long 8 9 court process that we've been in. But the District Court Judge will hear it on the points filed. 10

11 MR. LOMAN: Any questions about the court case in this 12 litigation? Yes.

MR. REXFORD: When Point Hope filed their lawsuit and (indiscernible) also filed an Injunction which would have stopped the lease sale, that's what I assumed.

MS. WARREN: Right. There was a lawsuit -- to get an Injunction there's criteria that has to be met. And there was just a recent lawsuit that was filed with Sale 202 which was a Beaufort Sea Sale. And they filed an Injunction on that one and the Court didn't --.

21 MR. LOMAN: Grant it.

MS. WARREN: Didn't grant it. And so, I don't know -that's a legal strategy move for that party. And why or why not they decided, I don't have the answer. I mean, that would be something that, you know, to ask them or their legal --.

> KRON ASSOCIATES 1113 W. Fireweed Lane, Suite 200 Anchorage, Alaska 99503 (907) 276-3554

1 MR. REXFORD: Just one quick add to that. If the

Injunction, was like (indiscernible) lawsuit was rejected, does that reject the whole suit?

MS. WARREN: No, no, no, no, it doesn't. No it doesn't, no, not at all.

MS. ANNISKETT: The one that the State allowed to drill, is that Exxon, the one where it got (indiscernible) and all the other ones were, like, rejected or (indiscernible)? Yeah, the sale of Exxon Mobil, like \$8 billion?

10 MR. LOMAN: No.

11 MS. WARREN: No.

12 MS. ANNISKETT: Over on the Beaufort Sea?

MR. LOMAN: No, the Exxon Mobil is not drilling anywhere in Alaska's Outer Continental Shelf.

15 MS. ANNISKETT: Is that option actual?

16 MR. LOMAN: Point Thompson.

MS. WARREN: Oh, Point Thompson, that's the State, that's the State of Alaska. That's through the State of Alaska.

19 MS. ANNISKETT: Oh, okay. On land, you said?

20 MR. REXFORD: Well, it's inside of the Barrier Islands.

21 MS. WARREN: Yeah and that's the State. The Outer

22 Continental Shelf starts at three miles and goes to 200 miles.

23 So, from three miles to 200 miles. So the State of Alaska,

24 their jurisdiction is from shore to the three mile.

25 MR. REXFORD: Well, to the Barrier Islands then.

MS. WARREN: Right from Barrier Islands out is where it's measured at. So that's all -- that's under State.

MS. ANNISKETT: So they could only drill from three miles from shore to 200?

5 MS. WARREN: Yeah and it depends on the Barrier Islands. 6 It depends on how they do the boundary of bays and all that 7 other, where the measurement starts. But, yeah, but Point 8 Thompson where they're drilling is State of Alaska.

9 MS. ANNISKETT: Do you know where the leases are up there 10 like Shell Oil and maybe ConocoPhillips?

11 MS. WARREN: Uh-huh (affirmative).

They've been here and now we have been 12 MS. ANNISKET: taking belugas here and now taking walruses and -- when we're 13 sent locations and, you know, where the tags, satellite tags go 14 15 like the beluga and the walruses -- and it shows that they would go out there. That seems like that, around their feeding 16 ground, maybe, out there. And those are where those leases are. 17 Plus, right around the sand spit here, there are like, polar 18 bear dens. I know that my son had come across one and the mother 19 had charged at him. And he shot the mother bear through the eye 20 because it charged at him. And now the baby is now at the 21 Anchorage Zoo. 22

23 MR. REXFORD: San Diego one.

24 MS. ANNISKETT: Oh, San Diego?

25 MR. REXFORD: Yeah.

1 MS. ANNISKETT: Okay.

2 MR. REXFORD: To warmer climates.

3 MR. LOMAN: Mike could you talk a little about this 4 Supplemental Environment Impact Statement that had to be 5 prepared?

6 MR. ROUTHER: Sure thing. So the Judge asked us to do 7 more with the analysis, those issues that Sharon talked about. 8 And so we started to prepare a Supplemental Environmental Impact 9 Statement which we feel is -- pretty in-depth analysis and the 10 process also allows us to come out to all the communities and 11 hold meetings like this. It's a pretty focused document in that 12 it just addresses the issues that the Judge told us to address.

The first one of those was providing analysis of the environmental impacts of natural gas development and production. We didn't do that in the original document. After the original document was published, some circumstances changed. And by the time the Judge looked at it a couple of years later, he said, well, you know different circumstances now. You got to -really need to do that.

So we set out to do that analysis. So, to understand the environmental effects of natural gas development and production, we needed to know what kind of -- what exactly the activities would be. And so to get an understanding of a reasonable scenario to give something to our scientists to analyze, we talked with our geologists in the Resource and Economic Analysis

Section of our office. Bob, here, leads that Section. So I'll
 turn it over to him then to give you some more background.

MR. PETERSON: So that's where I get to comment and 3 especially let our geologists, you know, with the basic starting 4 point is, okay, we've already analyzed the oil. Do we see a 5 6 potential for gas out in the Chukchi Sea? And, if indeed we do -- so we have to build a reasonable model for Mike's group and 7 others to have something to study. And, indeed, you know, we're 8 9 able to say here's a reasonable area in the Chukchi where we have large structures. We think there's a reasonable chance of 10 oil and gas being there. We've already studied the oil and the 11 12 question is, okay, if there's major gas accumulation there and the reason we put them together is oil has much greater value. 13 We still don't believe that gas -- a gas deposit, on its own, 14 15 could make it economically. So we think it would be associated with an oil deposit where you had the added value of the oil 16 that would pay for an awful lot of the infrastructure. And then 17 gas development would be economic, you know, sort of 18 piggybacking on top of this oil accumulation. 19

20 We picked somewhere reasonable in the Chukchi, you know, 21 60, 80, 90 miles offshore, provided that the amount of drilling 22 oil and gas wells now would -- could be investigated. Of course 23 we're now looking at not only an oil pipeline to shore, but we 24 would have a parallel gas pipeline that would come on at a later 25 date. And let me -- I should make that point too. The most reasonable development would be oil first and later gas. When you develop a field that has both, you want to get the maximum oil out so when the gas does come out of the ground, just like at Prudhoe Bay. The gas has been pumped back into the subsurface to keep the pressure high to get more oil out.

What happens then, of course, we hit the shoreline. 7 And the first thing we analyzed in the first Environmental Impact 8 9 Statement was the fact that you got to have a major shore base and a major oil pipeline, several billion dollars worth of 10 infrastructure on shore. After a certain number of years, 11 around 15. your oil rates are beginning to climb. 12 That's when you begin to look at gas development. You would have additional 13 onshore infrastructure on the first line. You'd be, of course 14 15 prior to that, building a gas pipeline along the same right-ofways the oil pipeline. And the reasonable place for these to be 16 would be to tag -- to go across NPRA and hook into the current 17 infrastructure at Prudhoe Bay. The oil would, of course, hook 18 into the TransAlaskan Pipeline. The gas -- well, I don't know 19 yet -- Denali Line. All Alaskan Pipeline, who knows. 20 But the scenario would be a gas line hooking into that infrastructure. 21 Certainly a lot of environmental impacts were analyzed. 22 We also provide -- as I say -- I'm the Chief of Resource and 23 24 Economic Analysis. We also looked at some of the economic 25 aspects of this. And we would anticipate somewhere around a \$4

billion onshore investment infrastructure. Some would come 1 earlier with the oil and the oil pipeline. 2 That would be taxed at the similar level we anticipate to what's at Prudhoe Bay. 3 And supplying -- I think between \$2 and \$250 million a year in 4 tax revenue to the North Slope. And then, at a later date, 5 6 you'd see a second expenditure as the gas infrastructure came 7 on.

So that's the -- you know, a reasonable what we think 8 9 could be discovered -- how it would be developed and how that accumulation, that field, you know, would flow into the current, 10 well, flow into the system. Now having done that, we can now 11 12 have something specific that Mike's group can go, okay, now we have something specific to analyze and examine the effects of. 13 MR. ROUTHIER: Yeah, now our scientists know, basically, 14 15 what could be entailed with the natural gas development, where we go forward. And so, basically, we handed off that scenario 16 to our scientists, our Oceanographers, our Marine Mammal 17 Biologists, our Economists, all those people. And ask each one 18 of those to give their forecasts of the type of environmental 19 impacts that could result as -- result of those activities. 20 And we documented all those forecasts in this document. 21

Basically, this document -- we summarized some of the findings and some of the facts from the prior original document, you know, because we're building off that document. We're supplementing the document. So we summarize after context and

then we do specific analysis on that for gas development, you know, installation of pipelines, things like that. And then give the potential impacts of natural gas production, so its normal operations through the years. And that process really got at the first part of the Judge's brief.

6 The second part of the remand again was, the Judge found 7 that the Agency didn't do a sufficient job going through the 8 stipulated procedures for dealing with incomplete or missing 9 information. And basically he said, listen, just go back and 10 follow the procedures. All right, go through that exercise 11 again. Follow the procedures right, this time.

We had a pretty long list of these statements, these items that implicated missing or incomplete information. That's the exhibit that was alluded to before.

MR. REXFORD: Julius Rexford, for the record. Who did the Environmental Impact Statement for the Chukchi Sea?

17 MR. ROUTHIER: That was our Agency in 2007.

18 MR. REXFORD: And, what -- what vessel did they use out in 19 the Chukchi Sea to do that Environmental?

20 MR. LOMAN: Vessel?

21 MR. REXFORD: Yes. Was there any ships or anything out 22 there to do studies?

23 MR. LOMAN: There have been ships and studies in the 24 Chukchi Sea.

25 MR. REXFORD: Which vessels were out there to do the

1 studies?

2 MR. LOMAN: MMS has a vessel. What the heck's the name of 3 that thing?

4 MS. CODY: Fairweather's out there now.

5 MR. LOMAN: Fairweather, that's not ours.

6 MS. CODY: That's not ours. (Indiscernible).

We have one. I'll think of the name in a MR. LOMAN: 7 minute. But others and there have been -- you know, people say 8 9 amazing -- they know more about Venus than the Chukchi Sea. And then you take a certain type of fisheries, or a certain type of 10 And then, you know, they don't enough or they don't know 11 fish. anything about it. Then you start looking and some of the 12 information is dated, a little bit old. More recently, because 13 of Sale 193, MMS has focused their attention on a lot of studies 14 15 in the Chukchi, maybe more now than ever before. But it's not some black hole where we know nothing about like you read in 16 some of the major media outlets. 17

We were just down, at the beginning of this trip, talking 18 to the Native Village of Kotzebue. They're involved in a ring 19 seal study, working with NOAA on it. They have no idea that that 20 money comes through our Agency. All told, MMS and now the 21 Bureau of Ocean Energy Management Regulation and Enforcement has 22 spent well over \$300 million and studied the Arctic environment. 23 24 But we're not the only Agency or organization or entity that has studied the Arctic environment. 25 There have been many others.

> KRON ASSOCIATES 1113 W. Fireweed Lane, Suite 200 Anchorage, Alaska 99503 (907) 276-3554

The North Slope Borough's library -- we had a meeting the other day. Half of that library -- just, you know, a casual look, is literally those studies that we've produced and they don't have anywhere near all of them.

5 There is a lot of information, an incredible amount of 6 information. Will we gather more? Yes. It's under way. More 7 yet, yes. But there have been many, many vessels that have been 8 involved in scientific studies in the Chukchi Sea since the 9 early '60s. or maybe even before.

MR. REXFORD: I mean the Japanese and the Chinese are in our waters with American scientists. And this is what we're finding out in our Alaska Small Whaling Commission meetings. And they're letting the United States -- was the only one that had one in Arctic waters. And they're saying it's going to be another six years before we get a working ice breaker which -this is a long ways away, six to ten years.

17 I just want to echo some -- one of our elders' comments, that has passed on. This is Point Lay, S-O9 Table (ph) 54, 18 public hearings leading to offshore development have taken place 19 in Point Lay between 1975 and 2009. These hearings include 20 traditional knowledge regarding the traditional migratory routes 21 of subsistence resources, statistical hurdle to, without fail, 22 response observed effects of noise pollution on marine mammals, 23 24 cumulative effects of oil and gas development and current ice conditions. 25

1 The importance of the annual beluga harvest, including 2 maintaining the ability to protect their seasonal moves is 3 evident from comments made at public testimonies from 1987 to 4 2007.

In response to exploratory seismic operations, Point Lay residents have expressed their concerns regarding the accumulation of subsea noise pollution, pipe for offshore oil and gas development. For example, in 1987 Willie Tugarook (ph) testified regarding this concern.

I've seen the same thing happening in Kotzebue. The 10 belugas hardly going to Kotzebue Sound anymore, where they used 11 to be numerous. It might be too drastic noise pollution, but I 12 think some kind of a study should be made and included in the 13 Draft Environmental Statement before this lease sale takes 14 15 place. Willie Tugarook (ph) 1987 Sale 109, Point Lay. Thank 16 you.

17 MR. LOMAN: Thank you.

MR. NEAKOK: Not only Kotzebue Sound but also -- but the 18 port studies there. Kivalina used to hunt belugas. And -- but 19 now, you know, they're having a tough time, last 10 years after 20 they extended the port -- that dredge out or even when they 21 built the port, or started to build the port they started losing 22 their belugas. Migration would change for them. And they would 23 24 have to go way out -- the belugas have to go way out just to get 25 away from the noise.

And also, just like what's going on at Cook Inlet, you 1 know, they're almost gone right now. When I was a little boy I 2 used to go out to, you know, Ship Creek and watch all the 3 belugas. You know, there would be hundreds of them, thousands 4 Today you can almost hardly see 50 because of what's of them. 5 6 going on with the Cook Inlet, you know, and all the oil platforms and everything, all the noise, all the ship traffic 7 that's going in and out of the Port of Anchorage. And now that 8 9 they're moving up, you know, that has to be a sound, with all They're losing their belugas. They have to go way the ships. 10 out there. 11

Now Kivalina -- they're going half, you know -- they're 12 losing their subsistence food because of the noise from the Red 13 Dog Port. And now you want just to come up here and start 14 15 drilling and we know that can happen to same thing to us too. We've been hunting belugas ever since, what 1979, 16 '78, '79, maybe even earlier. And I don't want to lose my 17 subsistent food just because, you know, western civilization 18 wants to have oil or gas. 19

I know there's still quite a bit here on land somewhere. But going out there, you know, rerouting our belugas because of -- you know, their migratory routes they have taken for thousands of years. I don't want -- I just don't want to see that happen to us. I've talked with people down there in Cook Inlet area that hunts belugas, used to hunt, you know, without

> KRON ASSOCIATES 1113 W. Fireweed Lane, Suite 200 Anchorage, Alaska 99503 (907) 276-3554

getting a permit. Now they need a permit because they can't get -- the belugas are endangered because, you know, all the oil and gas, you know, noise that's going on down there.

You know I'd sure hate to have my grandkids or great-4 grandkids start to have permits just to go hunt belugas because, 5 6 you know, they're so far and few in between if this thing happens. You know we have a lifestyle here that we're adjusted 7 We live it every day. Global warming is right around the 8 to. 9 corner, as we all know, because that ocean out there should have had maybe one or two feet of ice already. You know, we still 10 have open water out there. And after that, you know, we're 11 going to have that -- maybe that Northwest Passage going to be 12 opening up. And that's really going affect our way of hunting, 13 our way of subsistence living, because of the oil. I mean, not 14 15 the oil exploration but, you know. ship traffic.

You know, and also you okay a pipeline that's going to be 16 going from the oil platform or whatever occurs, which I hope not 17 because. you know, I'm adamantly against, you know, offshore 18 drilling. You know, if it goes to that, you know, we got oil 19 pipelines going underneath, you know, the ocean bottom. 20 Then they come in on shore. Then we have, what, five, 600 miles of 21 pipeline. That's going to affect the migrational caribou. I′m 22 worried about the caribou, too. 23

Migratory birds, you know, they're going to have pump stations in between. I know that, as they do with the TransAlaska Pipeline. But, you know, it's -- you know I've
 started be a victim of what's happened -- been going on with
 Cook Inlet, Kotzebue Sound and Kivalina.

You know, I don't want us to lose our way of life that we've been living for thousands of years. And, that's just me you know. I love this country. I love this State and I love this nation, but you know.

And you can find an alternative ways of, you know, energy 8 9 -- there's quite a bit out there. We've got smart scientists out there that can turn corn into fuel. You know, it's just --10 it's just staying out of that and especially for this area here. 11 Especially when Beaufort Sea -- I'd sure hate to see them lose 12 their, you know, traditional way of whaling of bowhead, food 13 that we need, each and every year, to sustain us during the 14 15 winter.

As for us -- beluga, we harvest our beluga every year. 16 And we need that to sustain us, you know, during the winter. Ιt 17 keeps us warm, fed, our families fed. You know, we just only 18 spend like \$20, \$30 on shells. But then when we try and buy 19 alternate food like steaks or hamburgers or french fries, you 20 know, they go over -- like five, six, \$700, maybe over \$1,000 21 every year. And here it only takes us \$20, \$30 worth of shells, 22 you know, to sustain us with beluga. Or even bombs that we need 23 24 to harvest bowheads with this, you know. You just don't want to become a victim of western civilization because of oil 25

1 exploration and your drilling.

Because I'm sure I can see what's going to happen, you 2 know, like what happened in the Gulf of Mexico. And with the 3 Exxon Valdez, those people are losing a lot. Here we're going 4 to be losing everything. We live off the ocean. We live off 5 6 the land. And if an oil spill happens out there, we have no more belugas. We have no more bowhead. We have no more seals. 7 We have no more fish. We have no more migratory birds. 8 And 9 also, you know, if they say they're going to come through and make barriers so the oil won't go into our lagoons, someday it 10 might be too late. Then we'll lose everything on land. I'd 11 just -- sure hate to see that in the future. That's just the 12 worst case scenario that I might be thinking of, or what we 13 should be thinking of. Because that -- that ocean currents out 14 15 there go all the way around Beaufort Sea, Arctic Ocean, Chukchi Sea, Bering Sea. It goes all up and down this coast, west coast 16 17 of Alaska.

I know it might be small and I might be a small and 18 insignificant person talking. But, you know, I just don't see 19 what's going to happen, worst case scenario when you know it's 20 Because this affects not only me, not only my 21 going to happen. grandkids, but my great-grandkids, all our great-grandkids. 22 Because I want them to enjoy what I enjoy today. I love my 23 24 Native food. I love to fish, hunt. And I sure can't lose that just because they, you know, haven't found ways of getting oil 25

and gas to the market. Like I say, I love this State. I love
this nation. but we're going to be the victims if something
happens like what happened in the Gulf of Mexico and, you know,
Prince William Sound. Thank you.

5 MR. LOMAN: Thank you. Did anybody have any questions 6 about the Draft Supplemental Environmental Impact Statement? 7 MS. TRACEY: If they don't give their testimony, do they 8 have another time to do that?

9 MR. LOMAN: Well we're taking comments.

10 MS. TRACEY: Tonight?

MR. LOMAN: Yes ma'am. We're taking comments until
 November 29th.

I'd ready to give mine. I'm a skin sewer. MS. ANNISKETT: 13 I use the animals for fur. I make the (indiscernible) from 14 15 Point Lay, a long time resident. I've gone to boarding school. I'm a Point Lay Corporation Shareholder, a Secretary. I'm a 16 North Slope Borough full Board Alternate. I'm a SAC, North 17 Slope Borough School District Member, a Native Village of Point 18 Lay member in the Council and a member of St. Elfin's Episcopal 19 Church. 20

And I don't know where to start. I feel like there's not enough facts to approve sales for drilling. We have a whole -again, I have -- repeat this about a hundred times -- migratory area, the whole area -- animals, fowl, mammals, fish, walrus, polar bears. And if they do have an oil spill, the winds -- the

wind's going to play a big part of it -- the danger of inhaling due to asthma residents. I feel like the Exxon was unfair to fishermen, the money due to them. I don't think they were adequately paid, if they were at all.

5 This would hurt the animals, the bird hunters and animals. 6 They use birds, seals, et cetera. I need to put my other 7 glasses on. My glasses are too weak. Okay, the animals that 8 were hurt with oil, which were badly covered with oil or they 9 were killed from the oil spill. We have tagging animals like 10 Marie said. These animals are all important to us.

This whole area is a feeding ground for the wild animals. 11 12 I love my land and want to protect it from harm. I feel it is my responsibility as a subsistence hunter and user. I sew. Ι 13 use the fur for clothing, for example seal, polar bear, 14 15 wolverine skins. We use the wolf for mukluks and bottoms. And we use the wolf skin, wolverines for trimming our parkas due to 16 17 the cold weather. We have caribou. We use the sinew to sew. It's like the thread. And the caribou for the tops of the boats 18 and for parkas and skin socks. We use the fur of the caribou. 19 And we eat the meat of the caribou, due to our limited income in 20 That really is -- they fix berries, cranberries, 21 our village. blueberries, salmon berries -- the food we eat, beluga, duck, 22 23 Seal we make for our oil, we take care of in the summer seal. 24 for the whole winter. The beluga -- salmon -- we do have fishing salmon. We do have whaling. We do have fresh water 25

1 grayling.

And, if there was ever an oil spill, it would really 2 damage our water area. I feel like our water, our water lake. 3 And from the caribou, we dry the meat for the winter and put it 4 So these are really important stuff. As a woman, we take awav. 5 6 care of all these. And you have a hunter that goes out hunting. The urooaquk (ph) we use for covering skin boats and the caribou 7 to sew -- the sinew. 8

9 Don't worry, I don't have lots, as much. And I want to express our beluga annual hunting. It's a big thing for this 10 village. And we had just recently got a quota for whale. 11 And there is a procedure and a way that we do for beluga. We have a 12 meeting and we get all the captains and co-captains for each 13 We sort of try to figure out how many boats we're going boat. 14 15 to have and we all have -- we all elect. We have a meeting date and a church blessing for our beluga hunt or walrus or bowhead. 16 17 And the Captain is picked by the residents. So it's very important for us to listen to our Captain. We have to show 18 respect. We work with our Native Chief. We're informed --19 someone's always watching out for the wild animals when they 20 We collect gas for hunters. And there's a whole 21 come in. procedure of how do we go out hunting. So it's not just what we 22 hunt out there. We try to show respect for our land. And we 23 24 have buoys with harpoons, which we have to take care of. And the guns -- and there's rules of how we have to shoot and 25

> KRON ASSOCIATES 1113 W. Fireweed Lane, Suite 200 Anchorage, Alaska 99503 (907) 276-3554

1 harpoon the beluga.

And all this we teach our younger people and haul them 2 into the shallow water in the lagoon. There is a certain order 3 we give. And we listen to the Captain when he says to shoot. 4 And then we haul the belugas to cutting hill. Then, when it's 5 6 nighttime and they haven't slept for hours, they go home and go to sleep. And then we have the youth, which watches out for 7 belugas across there. And then next day we start cutting. 8 9 Everyone is responsible to go and help. And with -- to cut up with our ulus and knives. And we divide all the belugas to how 10 many house -- houses we have in the village. And this is all 11 the rules we have to follow. It's just not one big picnic. 12 It's a lot of hard work. You have to be permitted. 13 And we really respect this land. And we try to respect each other in 14 what we do. 15

I can't think of anything else. But I'm sure I'll think 16 about anything. But this sewing is really important to me 17 because I'm a skin sewer. And we do need all these warm parkas 18 when we go out whaling. Very important to us for the wolverine 19 and wolves, the animals and the seal to make mukluks and mittens 20 and parkas, jackets. And you have to know how to sew. 21 Real important where you don't have oneself or your family and you 22 have to pay someone to sew. So it's very important to know that 23 24 knowledge of how to make a boat, a skin boat and the outboard and the gas and the ski-doos. And, everybody have their own 25

> KRON ASSOCIATES 1113 W. Fireweed Lane, Suite 200 Anchorage, Alaska 99503 (907) 276-3554

1 little part in whaling. So the Captain is always the head of 2 each whaling crew. And it's real important that people listen 3 to him and how to respect. We have Inupiat values which are 4 very important to us. Thank you.

MR. LOMAN: Thank you. Thank you and I have a question 5 6 Lily. You talked a lot about communication that takes place between the people who are involved in subsistence activities. 7 And so I have to believe, but I would ask you. The terms in the 8 9 Inupiat language that are exclusive to those activities, if you weren't conducting those activities, that part of the language 10 wouldn't be used right? You have no other reason to say some 11 certain words about certain actions? 12

MS. ANNISKETT: In everything we do we use Inupiat values. We have some up there and my dad's -- one of them when he was younger was charity. I won't say what (indiscernible) was changed to certain thing. We used to worry, worry night, day. Deal with life, serious situations. We have -- we were taught to respect the elders, very important. And if you don't teach that it's a shameful thing to see.

And we have men that teach our younger generation which we do a lot of with the beluga and whaling. But I think that we can do more in taking out the youth in caribou and showing them how to cut the caribou and not waste. The elders always remind you, do not waste. We had Charlie Tuckville (ph) who was always taking a part to show people if he sees someone wasting

something that, you know, he scolded them on the CB or go to
them and tell them. Almost everything we do in life we have law
-- laws that we listen to under respect for the people.

UNIDENTIFIED MALE: There's over 100 words to explain 4 types of cheong (ph). Hundreds of good words in our language. 5 6 MS. ANNISKETT: It's easier for us to understand what is happening in your family. It's more -- it's not -- the thing 7 is, you could only say certain words and it means just a little 8 9 handful of stuff. But Inupiat, it could mean a lot of stuff, you know. All of our hunting we have back from generations to 10 generations and all sort of to take care of your neighbor, and 11 12 share.

MR. REXFORD: Ice conditions in the oceans there's hundreds of terms to use in what type of ice conditions. There's hundreds of terms for the ocean of ice. Just like the snowing -- we have hundreds of ways to interpret what type of snow and the condition at sea. And how it connects to the sea ice when the snow falls onto it. There's terms that we use.

MR. LOMAN: But you mentioned that young people learn to respect certain and have -- and develop values for things, not waste things. In your experiences, anyone, did subsistence activities teach you things like being patient?

23 MR. REXFORD: Yes.

MS. ANNISKETT: If you don't get a duck bird, I could be vicious.

MR. REXFORD: When I first started hunting, I used to 1 (indiscernible) and the ducks would already have gone over. 2 But, then, later on I got more patient and, like duck hunting, 3 or waiting for caribou. There's certain places where we go and 4 just sit down and wait for caribou that -- they come around. 5 6 And, same with fish. We know the currents, certain winds that the fish don't come in. They don't go in the current. They go 7 towards the current. Same with the beluga. When we drive them, 8 9 we have to know that the current is coming out of the lagoon not going in. Otherwise, they will not follow the current into the 10 lagoon. And there's a -- it's all -- it came through 11 12 traditional knowledge. One year we had a strong current going in south, southeast wind. There was -- we had hundreds of 13 belugas in front of us and they were not going. We tried 14 15 pushing them. They weren't going to go in. This traditional knowledge of the currents, you need to know them in these areas. 16 17 I mean -- have you studied the currents in the Chukchi Sea yet? MR. LOMAN: Very recently, through some pretty amazing 18 technology you can actually go online and get some data on 19 currents, real time now. And I have to believe that this is 20 going to advance -- you know the advances in IT technology are 21 increasing so fast, if you draw everything, all technology since 22 the beginning of man -- we don't know long ago that was, but 23 24 let's go back a 100,000 years. And we draw it on a graph -- if we put it on a wide graph, it looks like everything happened 25

yesterday compared to all those tens of thousands of years before we got to the telephone. And that would be the one that you dial it, you know. And since then, all of these things that we have in our pockets and our hands that we look for this information, but all of those things don't, at least for me, do much for my welfare. Don't teach me patience, probably the opposite. Don't teach me manners. Teaches me bad manners.

But, you know, part of this law NEPA requires us to take 8 9 public comment and be open about what we're doing. We talked earlier about 40 pages of scientific uncertainty that was listed 10 in the old document. I think we'll always be learning about 11 what subsistence activities mean to the people and to their 12 well-being. You can learn it but you can't really understand it 13 and it can't be in a meaningful way without really, you know, 14 15 really talking to people and seeing what it really means to them like this opportunity here today. 16

17 That means a lot more if and when I'm back in Washington D.C. or any of us and some decision maker wants to make a big 18 decision like they did on the Chukchi Sea Sale. They don't have 19 the opportunity like we do, forced by this law to come up and 20 talk to you. And the other thing that NEPA does, it requires 21 you to analyze the effects on human health. And human health 22 now, by the international term, and we believe that it's true --23 24 means well-being.

25

So, you know, I talk to people and I don't know exactly,

because I didn't grow up in this community. I grew up in a 1 different reservation environment where some people practice 2 subsistence lifestyles but, you know, it's subsistence important 3 with respect to dealing with things like sadness, loneliness, 4 these kinds of mental health that involve our well-being. Ιt 5 6 seems to me, when I talk to people, it does. People are much more excited about hunting season, whaling. I've seen in Barrow 7 even older men, like my age, getting very excited like kids 8 9 about the possibility of spring whaling. And so those are the kinds of things that we bring from these meetings that are most 10 important. 11

MS. ANNISKETT: You could feel it in the air when there's nothing there and everybody's moving. Everybody's running. Everybody's doing something. You could feel it, the excitement. Everyone sees and there's a different climate.

16 MR. REXFORD: Anyway I'd like to --.

17 UNIDENTIFIED FEMALE: Did you make copies?

18 MR. REXFORD: Can I read these out, the ones I read

19 earlier in the prior meeting?

20 MR. LOMAN: You bet. Let's get them on the record. 21 MR. REXFORD: Yeah my name's Julius Rexford, for the 22 record. What are the areas where oil activities should be 23 excluded before and during beluga whaling and bowhead whaling? 24 Where's Lucy?

25 UNIDENTIFIED FEMALE: She's gone to make copies of -- she

KRON ASSOCIATES 1113 W. Fireweed Lane, Suite 200 Anchorage, Alaska 99503 (907) 276-3554

1 go get the copies.

2 MR. REXFORD: Should she have my --. UNIDENTIFIED FEMALE: Originals? 3 MR. REXFORD: Yeah. 4 MR. LOMAN: She steal some pages? 5 6 MR. REXFORD: Well she took my -- the ones I had with the I had answered them on it. 7 answers. MR. LOMAN: I remember the answers. You ask the 8 9 questions. I'll give you the answers because I remember it from earlier. What areas? All the areas where those subsistence 10 activities are taking place with those research --. 11 12 MR. REXFORD: I mean -- we can just sit down. MR. LOMAN: Here she comes. 13 MR. REXFORD: Do you have a copy of my papers? 14 15 MR. LOMAN: We need the answers. MR. REXFORD: Okay. What are the areas where oil 16 activities should be excluded before and during beluga whaling 17 18 and bowhead whaling? That answer is simple, stay out of the ocean, the whole Arctic Ocean. 19 What are the time periods when oil activity should be 20 April, May, June and up to July 20. If companies 21 excluded? wanted to keep their vessels or drilling equipment in that area 22 during the exclusion periods, where should the equipment or 23 24 vessels go? One hundred miles out. Is there a limit on the number of operations that should 25

1 be allowed before the exclusion period begins? One operation at 2 any time.

Are there any restrictions that need to be applied to vessel transits? They should be monitored through COM Centers in each Chukchi Sea Village, Point Hope, Point Lay, Wainwright, Barrow, well before going into the Beaufort, to Barrow, Nuiqsut and Kaktovik.

Are any other restrictions needed? Zero harpoon discharged 100 mile buffer zone, very (indiscernible) activity and quiet period from April, May, June, July and July 20. And quite period in the fall, September 10, was the date we had selected between Point Hope and Point Lay. But Wainwright was different.

Okay, going down to Item E, Point Lay, at the completion 14 15 of the Point Lay beluga hunt, then seismic can begin. Hunt Coordinator will make a call to operators about start 16 (indiscernible) into the Chukchi Sea after the hunt or until 17 July 20th, you know. The day of the hunt, beluga hunt day -- if 18 we're done with the beluga hunt before the July 20, we just make 19 a call to the operators, offshore operators, to say, we're done 20 with our beluga hunt. 21

And when we presented this July 20 date back in '09, during the '09, to Shell Oil Company, they said they wouldn't sign the CAA with that date. And that they -- they threatened us with not opening our Town Center, which they didn't open it.

Nobody worked. We didn't mind. We didn't want their money anyway. And it didn't happen. So, they went through with their threat. They put -- three people were out of a job, so -- but they were open -- they had their Council to open this year.

Okay Point -- it says same as Wainwright.

5

Point Hope -- stop whaling in end of May. If ships come by around July 20, that would be fine with Point Hope. Support other villages. Vessel should be required to transit well offshore, yes, 30 to 50 miles offshore.

Monitoring Needs. Should the AEWC require monitoring of additional subsistence resources? Yes. All of the other marine mammals should be monitored. The bearded seal is used for the skin of the umiaq. And the spotted seal blubber is used to oil the umiaq frame.

15 Should the AEWC put the oil industry on notice that a 16 comprehensive baseline study program will be needed starting 17 next year? These were written up in, I believe, '09.

18 Katovik and Wainwright, Barrow, Boroughs to the northeast 19 of Barrow, September 10 to end up whaling season, same as 20 existing CAA, generally 30 miles away. Submit and follow a 21 schedule of operations with the AEWC.

22 Same as four. Ensure that no unmitigable adverse impacts 23 -- language be included. Also need the safe harbor language 24 from CAA. No Captain Hazelwoods.

And, I don't know if you are familiar with how the CAA

1 started with -- started back in, I don't know April

(indiscernible) I believe? And it was because of Nuigsut and 2 Aktu (ph) were the most impacted communities at the time. And 3 CAA just -- it's been an agreement between the AWC and the oil 4 industry, basically to, you know, so that the whalers could have 5 6 a safe hunt. And bountiful hunt to that harvest of whale for whales in the safe manner. And, in the past, in the Beaufort 7 Sea, there was drilling going on in Camden Bay. And my uncle 8 9 lives in Nuiqsut. His name is Archie Akiohmak (ph). He was former Commissioner for Nuigsut AWC (indiscernible). 10 And retired last year due to health problems. And he said, when 11 12 they were drilling in Camden Bay and seismic going on in that area they were at, they took a whale. But they were 30 miles 13 out. 14

And then the big winds came and they had to cut their hines and let the whale go -- to go, you know, for safety. For safety -- life, health and safety is more important than the whale.

And I've been in situations -- we're in fog whaling in Barrow where 11 boats unhooked and we stayed hooked up on an 18 foot boat. And 11 boats -- I mean these were the big boats that unhooked. Mr. Tom Brower, his whale we were towing and our boat started unhooking and going around the point while we were still towing. Seven boats were the only ones that towed the whale in. But we got -- when we got there, it was breaking waves on the

> KRON ASSOCIATES 1113 W. Fireweed Lane, Suite 200 Anchorage, Alaska 99503 (907) 276-3554

beach and (indiscernible) I don't know how long to the beach.
We endured some, you know, it was the biggest year of the whale,
which we did. The whale was 52 feet and it was shared between
seven, eight, with the people that cut it up. So it was a
pretty good -- good sharing that day.

And I'm against offshore exploration and drilling, period. I believe we have enough gas and oil on land to sustain our needs and the United States for years to come. And that drilling in our ocean is one of the biggest risks that the United States is going to take.

And unknown conditions here can have hurricane force 11 Some years we had winds up to 70, 75 miles an hour. 12 winds. And these drill ships, they say they're going to jack them up sixty 13 feet above the water. But, can they sustain heavier waters --14 15 heavier salt waters from the wave action? I mean you said the salt salinity is higher above surface and in cold surface --16 17 cold surface salt water and it's heavier. And with the wave action, it can move anything. And someone else should come too. 18 Thank you. 19

MS. ANNISKETT: Lily Anniskett. There was a death in Point Hope where else our -- the whaling Captain and his crew or family would be here also. But they chartered -- elder that passed away.

24 MR. LOMAN: I thank you.

25 MR. REXFORD: Thank you.

MS. TRACEY: These different oil companies that come to our region, that come to the (indiscernible). They talk to us about wanting to preserve our culture and preserve our historical sites. And yet, at the same time, we believe that the ocean is our culture and our historical sites.

6 For years now we come past -- we used to have our caribou meat for our whole family, for our whole village -- feed the 7 That was our main meat dish. Now, with the scarcity village. 8 9 of the caribou not coming around to Point Lay, we depend heavily on our sea mammals for food. And it scares us to death, almost 10 to death, that people that don't live around our area, want to 11 12 come up here and drill and make rules for us and say, okay, we're going to drill in your ocean, whether you want us to or 13 And here we are we're talking and asking you not to do 14 not. 15 this against our wishes. But you'll do it anyway.

We talk about wanting our grandkids and their kids to and 16 grandkids to hunt the meat, what we are presently eating. We 17 work hard for our food like my sister said. We dry meat during 18 the summer. We make oil during the summer. And every season 19 it's a different season of different types of food. 20 And we don't have gardens to grow anything. The ocean is our garden. 21 It provides us food. And recently, after 73 years, we had 22 gotten a whale. We praise the Lord for that. And that day was 23 a lot of food for the winter. 24

But without beluga hunt, when we herd the beluga with

boats, and the whole village participates. And this is how our young ones learn from us that we learned from our elders. And we continue to teach our young ones how we do things, how our ancestors do things, that they had been doing for thousands of years.

6 And now, with the scarcity of ice in our ocean, the changing of our weather and the changing of tides, I quess the 7 whole world had heard about our walrus hollow. People were 8 9 calling here on the phones. Our phones were ringing. People were calling and saying we want the truck -- we would like to 10 rent a truck when we get off the plane in Point Lay. 11 And we would like to rent a boat. And we would like to take these 12 people and go to the walrus. 13

We want to -- and we want to come and take out the 14 15 tourists and come and fly over the walruses so that they could take pictures. We've had polar bears down there while the 16 walrus was here. They're stampeding, natural stampeding and we 17 18 don't need the two-legged race racing down there to take pictures, just to show what we have here. We've been trying to 19 protect the walrus here and try to keep them from stampeding. 20 But then, at the same time, we can't keep the polar bears or 21 bears away from them. When the wind is right, we can smell 22 The stench is very strong. And if there is no ocean and 23 them. 24 the wind is right you can smell them. If you can't hear them, 25 and you could smell them, then you know they're nearby.

1 MR. REXFORD: If you've been near a big farm, that's what 2 they smell like.

MS. TRACEY: Anyway, we've had pregnant women walking 3 outside, they're trying to vomit. That's how bad it was. But 4 then, at the same time, it was good to have them here. We could 5 6 hear them. When you're outside. they're loud. They're like a real loud crescendo, you know, and then they don't have anybody 7 doing this for them, like the orchestra or the bands, you know. 8 9 I mean, they're like, wow. You know, and very harmony. I mean, you know, each one of them wanted to be louder than the other. 10 But we go into our houses and we try to sleep, but we could hear 11 12 them.

It's a beautiful song. But then the scarcity of ice down 13 there, it kind of scares us. I mean they were like tens and 14 15 thousands and thousands of walruses down there on the beach. And what they do, is that they crowd there next to each other. 16 And they're crowding out each other and the beach would get 17 The sandy beach would get full of walruses. And there 18 full. you could see walruses out there in the ocean. And they're 19 still coming up to the beach. And then once they're on the 20 beach, they're being pushed up to the grassy area. And then as 21 more come up to the beach, more walruses are getting pushed up 22 onto the grassy area. Boy, this is a sight to see. 23 It was beautiful. I -- you could see -- it's like you 24 25 know when you see the ocean, you could see brown -- brown spots,

brown lines in the ocean. Just -- it's all walruses. You know, 1 you could see their tusks when they come up and they're -- and 2 the ones nearest land they're big. I mean, they're huge. You 3 know, and they're moving and the ones that were tagged, the ones 4 that we have seen, that they have sent us the direction that 5 6 they would travel, we've seen them go to that same area where there's lease sales out there. You know, like Shell Oil and 7 ConocoPhillips and the other industries. And it's probably the 8 9 only reason they go out there is probably to feed. And that's around the area -- the beluga too. They take beluga. 10

And recently for three years and this was the last year 11 that the Loon Project was done by University of Alaska 12 Fairbanks. Vizo (ph) and his crew were here. Every summer for 13 three months they were coming here and camping out there and 14 15 taking pictures. You can see the one up there -- there's a new picture over here. You know, they -- satellite based on them 16 and then they send us the migration or the -- it's amazing. 17 Some of these go to Malaysia, I mean. And then there's -- you 18 know, some of them go down south and (indiscernible). 19 It's I mean, I'm glad these people come and take the 20 amazing. walruses, the beluga, the loons, the seals, you know. 21 What can I say but say, thank you? I have a lot of information. But now 22 I'm kind of getting a little overwhelmed now. 23

But then all these things get passed down to us from our ancestors. And we learn from them and then we teach the young ones that they want to learn from us, you know. So we do our best to try and teach them. And every season is a different season for us. Different mammals, different animals, different kinds of birds, but the ravens are always here.

5 But I would like to thank you, guys, for coming here to, 6 you know, get our input on our village, our village life and the 7 animals and mammals and fowls that we have here. I know this is 8 such a strange place for you guys to be. But I see bears 9 walking out there -- and the weather does get worse than this 10 so, you know. It's just our way of life and we love it here.

I was born in the old village down there. Yeah. 11 And I, as soon as I turned six I went to Wrangell to go to boarding 12 And then I graduated from eighth grade from there. And school. 13 then I went to Chimal (ph), Oregon for high school for four 14 15 vears. So I was away from my hometown, my parents, for nine months out of every year. So, that's the story of my life. 16 But I really missed my parents, you know. I recently lost my Dad --17 simply become sick. And he did a lot of hard work for us. You 18 know, like hauling coal from up-river for our winter supply. 19 Getting ice from the pond, ice pond, and bringing it into the 20 ice cellar for the spring, for springtime during breakup. 21 And it's just, a lot of the stuff that happens here is very awesome. 22 You know, if you don't live in a small village. And in a small 23 24 village you have to help, you know, and that's just life here. 25 Thank you.

> KRON ASSOCIATES 1113 W. Fireweed Lane, Suite 200 Anchorage, Alaska 99503 (907) 276-3554

1 MR. LOMAN: Well, thank you.

MS. ANNISKETT: Our father just went to -- fifth grade and they thought it was very important for us to get educated so they sent us out. We were poor and when we were young, when we had dog teams, my Dad was able to find a job at the Dew Line. Jobs were rare in the (indiscernible). That's part of the situation people like to move out also. But we love to care. Thank you.

9 MR. NEAKOK: You know we talk about traditional knowledge and how you know you folk's western civilization. But we talk 10 about -- we tell you folks what we do -- how we live -- how we 11 12 live during each season. We pass it on to you yet when you go 13 back to Washington you know traditional knowledge couldn't (indiscernible) anymore. That's how I see it because you know 14 15 (indiscernible) and that kind of (indiscernible). Nuigsut they have their traditional knowledge. They told me it's why it's 16 complicated -- this is where we get up -- this is where the 17 migration of the caribou come. This is where the bowhead 18 migrate to the ocean. These are where the ducks molt -- these 19 are where the fish you know come every summer -- every fall --20 every winter yet when Washington hears about it you know it 21 seemed like you know kind of (indiscernible) our land. That's 22 how it is. 23

And here Nuiqsut you saw the (indiscernible) to what a company. They lost their fishing for some of them. They lost

> KRON ASSOCIATES 1113 W. Fireweed Lane, Suite 200 Anchorage, Alaska 99503 (907) 276-3554

their caribou. They have to go out past the pipeline in order 1 to hunt. In the past before the oil companies came they were 2 able to go out there and shoot a caribou. Now they have rules -3 - regulations. Traditional knowledge for them went out the 4 door. Why should (indiscernible) turn to hear about it. Or 5 6 think what they hear about it. Now they're surrounded by three sides and now they want to close their backdoor to them -- threw 7 it out there in the ocean in the Beaufort Sea. I feel for those 8 9 people that hard to go and pay eight or nine dollars a gallon -you know what (indiscernible) whaling have 2.52 gallon here 10 (indiscernible) -- even cheaper than they do in Fairbanks. 11

Again you know traditional knowledge seem like doesn't 12 matter in Washington. Yet it matters for us because we live it. 13 It was passed on from generation to generation. It's not even 14 15 written -- passed by word of mouth. That's how we survived up here in the cold and the darkness with the bugs. All the 16 mosquitoes. They try to (indiscernible) use different stuff to 17 you know heal ourselves. The different plants that we need --18 the different berries where to pick them. All passed down by 19 word of mouth. You know we just (indiscernible) maybe 20 Washington to see traditional knowledge in small letters. 21 You know I (indiscernible) just last month. It hasn't 22 really (indiscernible) on the North Slope to be subjected to 23 24 what's happening in (indiscernible) right now but now they want to -- like I said earlier -- now they want to close them off 25

through the ocean. Just like the surrounded by western 1 civilization when they could be proud of Inupiat. You know they 2 got their dividends from the oil and gas land but 3 4 (indiscernible). You know their land that they lease every year to the oil companies. Pretty hard to see that you know why 5 6 Inupiat values over there we talk to NOAA but yet they still This is how we do have it in their heart -- in their minds. 7 This is how we seclude. They still have their hunting things. 8 9 -- their whaling -- their fishing yet they're limited because why should they stay when they could go to a. The oil company 10 say zero tolerance on (indiscernible) yet in the newspaper we 11 hear Prudhoe Bay got oil spill -- explosions. You know people 12 give them (indiscernible) and yet they say zero tolerance when 13 they come to our village. 14

We will not have an oil spill (indiscernible) that paper. 15 Yet you know mechanical (indiscernible) you know it still 16 happening and yet they're still out there drilling. The people 17 let the oil companies go out there and drill and something like 18 that happens like I said earlier in the Gulf of Mexico and 19 Prince William sound. You know that's. You know they promised 20 us that there wouldn't be able to have an oil spill -- they 21 probably promised those people down there in Mexico too. 22 We will not have an oil spill but yet look what's happened. 23 The 24 oil company weeks it took to cap that well. I was watching that thing every day. Watching all that oil come up. Our people has 25

been affected by it and all the animals that are affected by it.
 I don't want to see that up here or in Beaufort Sea.

Because all the coastal people live off the water. We 3 live off the land yet when you folks leave here and when 4 Washington hears about traditional knowledge it doesn't 5 6 necessarily. We might talk about it here but then when it reaches Washington (indiscernible). That's why I'm so adamant 7 about you know finish what's on shore first -- drill wherever 8 9 and be but out in the ocean that's the place I want to see in my lifetime especially out here in Chukchi and Beaufort. 10

Traditional knowledge -- our kids are learning that by 11 word of mouth as it has been gradually been passed on to us. 12 Now with my kids and with that kind of set on -- we learn from 13 everybody here. How we do things -- how we survive. You know 14 15 I'm on the Search and Rescue to and I (indiscernible) see anybody stuck out there overnight especially this time of year. 16 17 While the summertime too. We're just like that and we're stuck out there somewhere and yet something bad comes it happens to us 18 -- sort of like a worst case scenario (indiscernible). Pipeline 19 being filled all the way from -- maybe I should (indiscernible) 20 between Wainwright and (indiscernible) Trans Alaska Pipeline. 21 The Environmental Impact Statement on that 22 (indiscernible). I was just going to be -- maybe I ask pipeline 23 24 from platform to the shore how is that going to be (indiscernible)? That's going to have to be a four or five or 25

> KRON ASSOCIATES 1113 W. Fireweed Lane, Suite 200 Anchorage, Alaska 99503 (907) 276-3554

six hundred pages long. Who has the time to read the EIS -- to say yes, yes, yes -- looks good -- looks good. I know it would probably take me a couple of years just to read the EIS form for the whole packet.

People say EIS looks good. Somebody who's paid to have sit 5 6 down and read it. What (indiscernible) here trying to survive in our small village. Every season -- fall -- (indiscernible) 7 and summer. Yet people come here and say yeah EIA good to go. 8 9 We're going to fax it out to Congress so they can pass it. So go out there and do it. In that case you'll have -- you'll find 10 lines that you know even enough to where oh yeah we can do this 11 -- we can do that because it's already by Congress. 12

You know I sure hate to see my grandkids lose the food 13 that we harvest each and every year. Traditional knowledge that 14 15 we have -- that we hold onto dearly each and every day. Even during daily life when we talk to each other we're passing on 16 traditional knowledge. I ask the people how's the ice -- how's 17 the seal -- how's the river -- still passes traditional 18 knowledge to me because I want to know and if somebody's wants 19 to know from me I pass it on to them. I don't go to dinner and 20 gladly tell them and say here. I pass it on by word of mouth. 21 Yet when it goes to Washington it disappears. 22

People come -- Shell -- Conoco -- they hear about it yet when they leave so does the traditional knowledge that they hear from one goes out the window. They talk about it maybe briefly

yet they're talking about the EIS what they going to do -- how 1 they going to do -- how can our (indiscernible) this state --2 the nation? Yet our traditional knowledge is at the bottom of 3 the (indiscernible) board. I just hope that something comes out 4 of this to where you know we can stop the drilling that's 5 happening out there. I don't (indiscernible) Chukchi Sea 6 (indiscernible). Beaufort Sea and say there are a lot of people 7 in the North Slope that are agree with Conoco or Shell but yet 8 9 about 90 percent are saying no. I seen it coming. We live here -- people that come here don't -- they don't change the way we 10 live. We don't see how they live yet we see it on TV -- how 11 12 they do things. How they tell us you know we won't do this but We live here -- we love it here -- we care for vet it happens. 13 each other each and every day. 14

15 When somebody sees a brown bear or a polar bear or fox they get on the vhf and say hey something's coming to our 16 village -- everybody's on high alert. Yet in Anchorage 17 (indiscernible) you know when something happens to somebody you 18 know -- if they're a friend of mine (indiscernible). Didn't 19 happen to me -- I'm okay but yet -- we have family here. We 20 have friends here that grew up -- we care for each other. 21 We care for our land to put meat -- we hope that you know that we 22 can pass it on to our kids and grandkids and beyond. Hope that 23 24 like I say something good will come out of this rather than an oil spill out there in the ocean and affect our way of life --25

1 our way of subsistence.

You haven't showed me how we going to clean up oil under 2 the ocean ice. It's the (indiscernible) we have out there. Or 3 in broken ice yet they have boats registered to go out there in 4 the summertime. They show us that they can burn the oil on the 5 ice. Creating another problem with pollution that's going out 6 to (indiscernible). That's why (indiscernible) ice up here on 7 the North Slope. There's a lot of the country you know don't 8 9 care whether they're polluting the air or not -- they're just trying to get (indiscernible). (Indiscernible) expecting less. 10 Our Arctic -- deep arctic ice -- North Pole ice is shrinking 11 dramatically. Ice out there in the ocean is not as thick as it 12 used to be -- 15 years ago even maybe 10 years ago. 13

15 years ago the ice would be thicker than this 14 15 (indiscernible). Now it's only about only three feet thick in the middle of winter. People don't see this yet we do -- we 16 live it. People say no scientists -- say it's not happening --17 they believe that. Yet they don't come up here. We live it 18 every day. All the while it's affecting us each and every year. 19 Just (indiscernible). I pray that we're able to stop the 20 (indiscernible). I hope someday we can get our lifestyle back -21 - get those 15 to 20 feet of ice back out there in the ocean. 22 Spring time I'm afraid to out there anymore. Hunt for 23 seals -- hunt for ducks -- hunt (indiscernible). 24 I don't know if I'm going to go through the ice yet in those (indiscernible) 25

what you look for out there. The thickness of the ice -- the color of the ice -- the conditions of the ice. All passed on by traditional knowledge. Thank you for listening to me and I hope something good comes out of this. Thank you.

5 MS. ANNISKETT: Willard is our Reverend at the Episcopal 6 Church.

7 REX HENSON: Just wanted to make an observation with the 8 comments. I'm Rex Henson and I've just been around for about a 9 year here working in the community. What happens here affects 10 the whole world.

Shell this summer was her with meetings and in one meeting 11 that I took part of they said that through the new technologies 12 and safeguards that they've developed and plans to institute 13 since the Gulf oil spill which was still going on when they put 14 15 the -- as the meetings changes -- said that a large oil spill would not happen up here. They might have been able to 16 17 (indiscernible) small oil spills and (indiscernible) back to destroy the subsistence way of life on (indiscernible) slowly 18 leaching into the food chain (indiscernible) giant spill. 19

But they're claiming the technology and the safeguards that are in place would prevent something like that happening today. Valdez is 20-30 something years ago now that was the worse (indiscernible) disaster history at that time. So 20 years have gone by and then this year now we have the Gulf spill. Worst environmental history of damage in the history of

> KRON ASSOCIATES 1113 W. Fireweed Lane, Suite 200 Anchorage, Alaska 99503 (907) 276-3554

the United States. 20 years later -- 20 years more technology -1 - 20 years not only that but right here on the North Slope on 2 the pipeline we had the worst or second or third worst spill in 3 the history of the pipeline. On the pipeline we had a worst 4 spill at one of the pump stations that you know. So these 5 6 things to be inevitable but they will happen whether it be on a large scale or a small scale so it's hard for environmental 7 impact it's just what type of impact are people willing to 8 9 accept because it will be a large impact. Overall I mean (indiscernible) it's going to happen -- there's no doubt about 10 it -- no way it'll stop this from happening everywhere that this 11 has ever been done -- that you had this (indiscernible). 12

I use a analogy talking about a friend of mine -- he says 13 well you know it's like -- I'm a cook so you got two 14 15 (indiscernible) cheeseburgers and you pour a quart of oil over one of the cheeseburgers (indiscernible) obviously. All right 16 if I pour just a quarter teaspoon on your cheeseburger will you 17 Half a teaspoon -- you know what's the limit? 18 eat that? No. You know the damage will be done and their food as I use a 19 cheeseburger for an example like the whales -- will be affected 20 and it will be so important. But our (indiscernible) little by 21 little from the pollution from the entire world --22 (indiscernible) how the industrial development from oil 23 companies (indiscernible) of the world but it's already affected 24 the local area from the impact of the entire world let alone 25

1 this happening right here in our backyard.

They sat it's not a matter of if it will happen -- it will happen just whether the people of this area you know will accept it. And that's it. Thank you.

5 MR. REXFORD: Spell your last name.

6 MR. HENSON: Henson -- H-E-N-S-O-N. I do admire and respect the people of this village and throughout Alaska. 7 I′m not from her but I respect their (indiscernible) and concerns. 8 9 UNIDENTIFIED FEMALE: Having three boys ages under 10 -they know about the traditional knowledge. They tell me even 10 though they probably never even caught a summer bird or a 11 squirrel yet but they did tell me -- mom I caught you a caribou 12 -- mom I caught you a polar bear. They know about the 13 traditional knowledge and I don't want that to be taken away 14 15 from them.

MR. TRACEY: I'm not going to repeat everything that's been said tonight even though I know where it's coming from -- I feel it -- I've been living it for the last 38 years. Really close knit community here -- everybody depends on everybody else here. We talk about patience -- let me just mention that a little bit. I've learned patience here which take a lifetime to learn and practice that patience.

And I appreciate you folks sitting here and listening to us tonight that reflect on what you see and (indiscernible) or talk shows or debates on TV. And nobody ever gets to finish a

statement. Someone's always cutting in and it becomes a I
 commit. Nothing ever really gets said and then it's over.

3 It's different -- this happens here your timing is perfect 4 for us expressing our points of view and I really appreciate 5 that. And as Lily mentioned there's a whole group of values 6 that are lived by and practiced here every day. And as a group 7 can record all those values and insert those values into IEIS if 8 you will. And it may work a little better.

9 We're talking about team work -- if we could all work 10 together we might come up with a plan that will work. Happiness 11 -- caring -- all these different values should be incorporated 12 and I think and we should work on that. We talked a little bit 13 about scientific uncertainties and possibly some of them have 14 been overcome like the bowhead whales. Not so fast the world's 15 changing and we're witnessing it here on a fast track.

Willard mentioned the ice disappearing or getting thinner 16 -- it won't be long before -- you know might not be any ice at 17 all or what? Or is it going to get cold again. 18 The world has been going through phases and cycles for billions of years --19 we're just a rock hurtling through space for billions of years. 20 Nothing is really certain -- we don't know what tomorrow is. 21 We don't know what's going to happen on December 21, 2012 either do 22 23 I want to talk about that. we.

24 With the walrus -- the last four years -- the walruses 25 have used the shores of the Chukchi Sea for refuge because there was no ice for them to rest on -- for them to leave their juveniles so they can off and forage food and bring it back so they know where their juvenile is. If you leave your kids in the ocean they're going to drift with the currents -- the mother's not going to know where to come back to feed their young so they're using our beaches.

The first year it was several miles north of us. We had 7 little to no really control over the situation. They year was a 8 9 little bit different. We came up with an official statement for the world -- we live in it -- anybody making their way over 10 there we read them the riot act and the federal laws and the 11 state laws about going over there and disturbing them and that 12 seemed to work. We diverted aircraft so the aircraft wouldn't 13 fly right over them and disturb and cause a stampede. And like 14 15 we saw a couple of years ago where hundreds of juveniles and female walruses were killed just from being crushed during 16 stampedes. That didn't happen this year because we had a little 17 bit of control -- we had a little bit of knowledge of what 18 they're doing -- why they're here and what they need to sustain 19 themselves and then move on. 20

So they had a good year here and the walruses moved -they're probably several hundred miles offshore now on some of the ice on Russian shores and down by the Nome areas. At least they had the opportunity to move on (indiscernible) go down there. So we've learned that and we learned it through some

> KRON ASSOCIATES 1113 W. Fireweed Lane, Suite 200 Anchorage, Alaska 99503 (907) 276-3554

mistakes because when they were stampeded a couple of years ago it was really ugly. And we believe that stampede was caused by polar bear activity. So not much we can do about that but there was something we can do about our involvement with them.

Another unique thing about Point Lay is that -- Willard 5 6 talked about Nuigsut. Nuigsut -- half the village -- the native village are kind of anti-industry but the corporation is pro-7 industry and they've embraced -- they're making money with it 8 9 and so got kind of a battle there in a single community. But here the native village and Cully Corporation seem to be working 10 together really well. You know Wainwright is starting -- the 11 12 Wainwright Corporation is starting industry and what I have to think is that off shore drilling is probably going to happen 13 regardless of any opposition up here but let it happen on our 14 15 terms.

And I think that's how some of these village corporations 16 are looking at it. It's going to happen -- we're going to 17 profit from it but it's also going to happen on our terms. 18 And we're starting to hear some of our terms now and then this was 19 here before and we spoke. And I haven't myself read the whole 20 EIS -- boy I'm going to read more and more of these 21 (indiscernible). 22

We've had studies here and we've had studies with helicopters and I don't believe the helicopter is through studying caribou what do you get. You get a bunch of nervous

> KRON ASSOCIATES 1113 W. Fireweed Lane, Suite 200 Anchorage, Alaska 99503 (907) 276-3554

caribou -- you're not getting the real animal -- you're not 1 getting the real behavior. We've had non-invasive studies --2 we've had UAF was up here Marie mentioned for three years in a 3 row studying Moose. Those folks were on foot -- they were in 4 (indiscernible) -- they studied the (indiscernible) -- the bird 5 6 was not nervous -- the bird was allowed to do it's every day thing -- it was a beautiful study and I think that's what we 7 need to see more of. 8

9 We've got to stop using helicopters for everything. Τf you want to study something that's distant go out there and 10 spend time out there -- don't go back and forth every day back 11 to your camp and then come back out. We saw caribou -- we 12 didn't have an honest caribou study here because the helicopter 13 would bring the folks and back and forth every day. We've had 14 15 fish studies and those are non-invasive -- go out in your boat and net a bunch of fish and we get you know a true story there. 16

We've had local involvement with studies. If we went out on a caribou hunt or a whale hunt or just out for a joyride -we would come back and fill out a survey. And all that information was pulled together and plugged in and no helicopters. It was a really good study and the folks here either made a little gas from it or a little bit of money. So it worked out real nice.

You mentioned currents and yeah currents are being studied. They've been studied for a couple of years in

Wainwright now and this year in Point Lay they just set up a 1 couple of antennas and they had the buoy going back and forth 2 out in our ocean and I'd seen some live up to date of pictures 3 of currents. Off shore Point Lay and it shows some things we've 4 learned from charts but the charts weren't complete but they're 5 6 shoals out there that kind of influence the currents. And between the winds -- the shoals and the currents going by it 7 looks like if oil was spilled out here it's going to be a mess. 8 9 It's going to go out in multiple directions and also what I learned from the currents is why and where the belugas are going 10 out there where the walruses are going out there because when 11 you're boating out there and all of a sudden come across a 12 current -- there's birds -- there's fish to seals -- there's the 13 (indiscernible). They're all there with these currents and 14 15 that's where our food is -- that's where the oil is going to be. It would be a disaster. 16

17 So I mentioned that life begins here -- this is the top of the world. We've got the polar bear here which is the top of 18 the food chain if you will. That's one piece where an animal is 19 -- and man is lesser than that animal there. A lot of respect 20 for every animal here and that's another one of the virtues that 21 attracts us up here. Even though you're hunting that animal and 22 living off that animal you're respecting that animal. 23 I've 24 watched year after year after year and I've learned to do it 25 myself when belugas are hunted. The head is severed to release

the spirit so that the hunt will be good this year. Just shows you the love for that animal and respect for that animal.

We've mentioned cumulative effects -- and that's not just 3 off shore affects. You've got to include everything. You've 4 got to include all your activity on land -- you've got the food 5 6 and environmental activities. Everything's got to be included you can't just go like (indiscernible) with Prudhoe Bay -- the 7 accumulative effects of what's happening in that specific area. 8 9 But the same time there're studying this area now. We've had cold studies -- we got Red Dog -- we got to pool all this 10 together and then of course what we're doing up here -- there's 11 12 more people living out (indiscernible) ever before. We're really watching how many caribou are taken -- we need to 13 maintain that herd -- how many walruses are taken -- how many 14 15 whales are taken -- you have to. We're kind of self (indiscernible) on our belugas right now. The weapon 16 (indiscernible) -- those belugas come back in numbers every year 17 18 because we're not wasting -- we're not over killing and that's something that needs to be practiced everywhere. And in every 19 aspect. 20

Industry if there's enough oil on shore right now by golly let's get the oil that's on shore and let's do it smart. Let's let technology catch up with off shore stuff. Everybody's talked about skills -- I'm not going to repeat it but we're not ready for off shore. We proved it ourselves that we learn from

the states but it's too late if you make a mistake. We're 250 people here at best -- tonight we'll be a few more with you folks here.

Sometimes we feel like it's 250 people versus everybody in 4 We don't have a loud voice but look at us as you the lower 48. 5 6 would say New York. New York is a community -- sure there's a lot more people but it's a thriving community and they do things 7 their way and if they were asked to change by golly there's 8 9 going to be a lot of commotion. There's 250 people here that makes this community -- that should be important. If you put 10 all of the people together that live on the slope and use the 11 slope and need the slope -- we don't equal the amount of people 12 you're going to find in a mall -- Merry Christmas -- a ninth --13 a fraction of that many people. You got to respect the fact 14 15 that these are communities -- they're not big but they're communities and they've been here longer than any community down 16 17 in the lower 48.

DOD has been up here. They made promises -- they set up 18 (indiscernible) lines (indiscernible). They had a treaty with 19 Point Lay -- the native village of Point Lay and when they were 20 done with that Air Force sight it would be given back to the 21 native village community. We're still waiting for that to happen 22 but since then that treaty's been kind of overwritten and now 23 24 instead of the Air Force land going back to the rightful owners 25 -- going back to a corporation that was with ANSCA. So ANSCA

deals with the state entities -- the native villages' boroughs so when the Air Force is done with that property it goes to
BLM and BLM turns it over to Cully Corporation -- a state
entity.

Cully Corporation wasn't here in the 50s when the Air 5 6 Force made a deal with the native village of Point Lay. And I think the point that I'm trying to make is that things are 7 forgotten -- things have changed -- promises are broken and 8 9 we've seen that throughout the history of the United States of America. And it's still happening. We can't fool ourselves in 10 thinking it's not -- it's still happening. Changes are made and 11 I**′**m 12 not everybody is in agreement or even aware of the changes. not going to stop there because in our defense they polluted 13 these areas and yeah there's some cleanup going on now --14 15 there's Operation Clean Sweep and other monies that are here. I tell you though at one point when the war was at its peak over 16 in Iraq those (indiscernible). 17

18 There's still some monies to clean up these sights but if 19 you look where they are most of them are coastal if not all of 20 them.

On some form of water way and there dumps include pcb's and other carcinogens that are affecting animals. And it's the animals that we eat. An awful lot of cancer up here and there's even atomic waster up here. Folks that got written about -- it just goes on and on -- the pollutants are already here plus what

1 Rex mentioned the pollutants from the world come (indiscernible) 2 here. If you look at the way the magnetic spheres around the 3 earth it follows here at the top of the world and it funnels 4 into the bottom of the world. We're getting pollutants from all 5 of the world right here -- even space pollutants.

6 So it's not the clean pristine place that some people like to think it is. Where it's a daily battle to try to maintain 7 with all this outside interference. We're talking about 8 9 billions of dollars of infrastructure the offshore goes into effect. Does any of that take into consideration that people in 10 Point Lay -- Wainwright -- Point Hope -- Alaska are buying their 11 fuels from Seattle. The oil is coming from here and the natural 12 gas is going to be coming from here -- do we get to enjoy some 13 of that profit or are we still going to have to buy it? We're 14 15 at the mercy of the barge -- if the barge can't get in then we have to fly our fuel in and the price elevates. It's already 16 ridiculous anyway for what it costs for a gallon of oil so that 17 might be something that we would bargain for. If it's going to 18 happen -- if off shore drilling is going to happen -- include 19 everything we're saying tonight and help us out with a small 20 piece of that gas pipeline. 21

And that was going to be my final statement is that if off shore activities are in fact going to happen it looks like they're going to happen all over the world -- the whole world right now to us is the Arctic ocean. We've got Russian interest

> KRON ASSOCIATES 1113 W. Fireweed Lane, Suite 200 Anchorage, Alaska 99503 (907) 276-3554

out there -- we've got Canadian interest out there and USA of course. We need to work together as a world and pool our ingenuities and our technologies and do it right. Let's not fight over all this -- let's do it right.

5 MS. ANNISKETT: Thank you Bill.

6 MR. TRACEY: Thank you.

7 MR. LOMAN: Thank you very much. We've been on the record 8 for well over two hours and I can move around better than the 9 court reporter can so I'm going to go on a five minute break 10 because I know we have a lot more testimony that people want to 11 give and we want to hear it. So five minute break and then 12 we'll take our seats and talk about this. Continue on.

13 (off the record: 9:50 p.m.)

14 The reporter said: 9:50 p.m.

15 (on the record 10:10 p.m.)

LEO FERREIRA, JR: What you hear (indiscernible) the 16 majority of the folks being in this village (indiscernible) 17 because we all say a part and we all have a part to say. Even 18 though there's different stories like it's suppose to be. 19 Our way of lifestyle are traditional -- Inupiat cultural 20 (indiscernible). For hundreds and thousands of years from 21 generations to generations taught to us through particular 22 cultural and dancing. A bit part of it is (indiscernible) 23 communities in our State of Alaska. 24 We have to as natives we're 25 trying to learn how to balance out with western world past

(indiscernible) industrials. We feel like as natives up here we 1 feel like we're being held (indiscernible) pagan -- we're 2 depressed. Its decision makings are going on just a little too 3 fast and it's not -- we see it doesn't have a good decision and 4 these are people that are whether it's the federal government or 5 6 gas and oil industry. We feel that we're being pressured just a little too fast and at the same time we have to think about our 7 cultural and our way of life. And we (indiscernible) no zero 8 9 tolerance of our Inupiat native way of life being affected whatsoever by gas and oil period. 10

And yet we have to balance out to make some kind of 11 stipulations to what we have some kind of control over the gas 12 and oil activity up here. We have to have some kind of control 13 so we have a sense and a meaning -- and in fact that our 14 15 traditional life will not be affected in any way or form. That's how we have it and that's how we -- all of us been taught 16 throughout the years from our grandparents -- our parents to us 17 18 and even -- everything has to be taken into effect either from this community or the next community. 19

Every community is special in its own way. There's different kind of things -- maybe one community has all whales and others maybe they hunt more birds than others or they have more seal hunters or how they be communities up here. Those are my relations -- they need to be better -- they need to be paid better to where it fits our lifestyles. It doesn't

(indiscernible) to take them away from us at all. And you hear -- some people will say we don't know gas and oil -- some people will say we got no choice -- some other people say it's going to happen either way but we still have to balance out because we're Alaska natives and the United States government -- we're brothers-in-arms and we see that and so we have to balance out but yet we have to protect our way of life period.

So you might (indiscernible) as a ways to be here through 8 9 the whole native community through the whole State of Alaska and our coastal villages that we (indiscernible) harm to happen to 10 our ocean -- we already know our subsistence life when we take 11 (indiscernible) and that's our strongest hold we had -- is our 12 subsistence way of life. And you take that away from us -- it 13 will be taken away from us if we have an oil spill and the 14 15 magnitude is too great for us and scientist already tell us that we can't clean up an oil spill and that's scary when you tell 16 17 and receive it and we hear stories about it.

Even people in our ICAS have to look (indiscernible) 18 documentation on it -- oil clean up here is method. What we 19 find is just a little bit and then there are small portions of a 20 real small oil spill but it's not you know things that are oil 21 If it's a big catastrophe like Hurricane Katrina in 22 spill.... the Gulf of Mexico during over there and look at that oil spill 23 24 and (indiscernible) happening up here. We don't see how could the government say let's go open up oil without doing studies 25

and there's rules and regulations from (indiscernible). There has to be some kind of (indiscernible) here. So our balance is we feel like all the coastal villages -- our ambassadors -- our animals -- every village (indiscernible) or supplement their village with their animals and their subsistence way of life.

Every village in that manner is unique -- their cultural. We all share the ocean and the land -- we're all the same people. I'm sure and I'm not sure I know how the villages feel the same way we do. Too many stories from the oil companies promising -- they won't be (indiscernible).

11 MR. REXFORD: We see their catastrophes -- they had 12 (indiscernible) mess. (Indiscernible).

MR. FERREIRA: Going to our waters and Canada and the 13 United States and by promising you guys can clean it up. I 14 15 don't appreciate you clean it up -- we can't even fish there. The oil leaves a type of covering in the Gulf of Mexico and 16 17 that's why a (indiscernible) despite (indiscernible) water. They still have to send divers down there to fix it. 18 (Indiscernible). It's a different process where they say 19 they're going to use (indiscernible). (Indiscernible). Water 20 (indiscernible). Still when we think about oil spills and 21 (indiscernible) know and see what that (indiscernible). 22 Industrial can't even clean up oil spill. It seems to me like 23 24 there needs to be more study on our wildlife and the ocean and

25 needs to taken into account.

We have a community that thinks if we have an oil spill 1 that's going to kill our (indiscernible) -- our (indiscernible) 2 -- kill our whales (indiscernible) food chain. And 3 (indiscernible) our fish -- elk -- our seals -- our walruses --4 our whole (indiscernible) going to get contaminated. And I 5 6 don't think anywhere in the world that the oil has been cleaned up 100 percent. I don't think the disasters that happened were 7 the environmental (indiscernible) turn back to its normal 8 9 operation to the way it used to be before an oil spill. And Exxon Valdez is a perfect example of the oil spill. I'm not 10 coming back that the environment restoring itself back to our 11 Those people I feel -- I hurt for those people 12 (indiscernible). even though when that spill happened I was a teenager and I 13 didn't understand the magnitude of an oil thing. How much the 14 15 oil runs the world -- at my age now and then I fully -- wouldn't why I understand how oil affects the world -- how much it is a 16 17 part of our world. It has to be the United States but we still 18 have to protect our way of life period.

And we need to have some kind of word in some kind of city 19 -- some kind of law for us to govern our wildlife and govern oil 20 industrial and heed to their promises. They're not just 21 verbally promise but have it on black and white on paper 22 promises that in case of an oil spill (indiscernible). 23 Take 24 full responsibility instead of pushing blame onto your contractors. That's not right either to (indiscernible) our 25

(indiscernible) contractor that's working for the oil company. 1 Everybody should take the blame -- part of that (indiscernible) 2 to be done -- part of the industrial around them. Doesn't 3 matter if we -- shame on ourselves for letting this happen in 4 our own country. We've been told we have and been told that our 5 6 oil reserve -- that we have enough oil reserve in this country to sustain us for another 200 hundred years and yet matter of 7 fact the government won't help us -- natives (indiscernible). 8

9 We feel like one (indiscernible) to take away our cultural and given up on our cultural and our subsistence way of life --10 our oil. We don't want to do that we want to hold onto to our 11 subsistence way of life and our cultural. And yet at the same 12 time US government tells us if you don't work with us then we're 13 going to (indiscernible). It didn't work and you have no say 14 15 so. You have to learn on the side of the (indiscernible) here. Especially with our subsistence -- it means a lot to us -- the 16 17 State of Alaska -- our coastal communities. Thank you.

MS. ANNISKETT: And another thing we haven't tested is the 18 ice cellars. The ice cellars down there in the spits they're 19 all bloodied up so we can't use them any more so our whalers 20 have made their own ice cellars by their (indiscernible). 21 We had these ice cellars for tons of years and hundreds of years 22 and they got damaged due to the permafrost and bloodied so I 23 24 wish there's a way you can fix them. I don't know if we even can but that would be a nice thing if we tried. 25 Thank you.

> KRON ASSOCIATES 1113 W. Fireweed Lane, Suite 200 Anchorage, Alaska 99503 (907) 276-3554

MR. LOMAN: Thank you. And Mr. (indiscernible). I didn't 1 mention to you about the reorganization of what was called 2 Minerals Management Service. After the Deepwater Horizon spill 3 the President spoke to the country and the President said 4 basically that this agency known as MMS discharged its 5 6 regulatory authority with the state and we're showered by gifts from oil executives and so they made the decision to reorganize 7 And what they have done so far is take one entity -- the MMS. 8 9 acronym is honored but these are the people that deal with royalties and the money and they're reporting under another 10 assistant secretary now and everybody knows about some of their 11 issues long done by with the rest of us in MMS Alaska Bureau of 12 13 Ocean Energy Management Regulation and Enforcement. The plan is not for long -- not for long -- because the vision for the 14 15 Secretary of the Interior is to very soon to create a Bureau of Safety and Environmental Enforcement and they've got some point 16 17 people they've sent in from Washington D.C. but we really live in Alaska here. 18

But these people and some are from -- just happen to be from Alaska -- one of the gentleman that's a point person working on this reorganization and a consultant firm called McKenzie and we met with them. And so they said to us this new agency -- this Bureau of Safety and Environmental Enforcement will be the arm that regulates the industry and we want that new organization -- we want to restore the public's trust in that

new organization and that's our goal -- restore public trust.
And we said that we think that you have to put together that
regulatory agency that will be both feared and respected by the
industry. Feared and respected and I don't mean feared in the
usual way. I mean these two words in my mind come together -fear and respect. It can come together.

When I was in the Navy I feared and respected the 7 regulatory authority in diving and special warfare -- explosive 8 9 (indiscernible) disposal. Procedures and methods and the equipment and the people and we were inspected on a routine 10 basis at a very high level and we maintained a very high level 11 of readiness and safety. If we didn't I wouldn't be here today. 12 But if you had an accident in any of these areas in the military 13 and people were killed or injured they would hand pick from the 14 15 Safety Center and send in the best in the world on those particular things. Deep diving -- the best deep divers. If it 16 17 was explosives and diving so on and so forth.

And no matter how high your state of readiness was -- how 18 good your people were -- they came in with the experience and 19 knowledge and the expertise to basically end it for you. 20 You were going to survive that kind of rigorous analysis and so this 21 new agency that the President and the Secretary wants to develop 22 to restore public trust. What would it contain -- I said well 23 24 now our inspectors focus on drilling operations and we think it 25 should contain much more. It should contain all encompassing

worker safety -- environmental compliance -- all aspects of the federal environmental regulatory framework.

Now you mentioned earlier that we as a government agency -3 - a regulatory agency -- need to take into account the 4 protection of everything that's important to you -- the Inupiat 5 and the community -- the subsistence activity -- the cultural 6 redefining aspects of subsistence activity and so forth. 7 So I think now I forgot about something but that's okay because 8 9 they're still learning on reorganizing but maybe we can work together to communicate the importance of including in this new 10 regulatory agency an element -- a person who might be whaling 11 12 captain -- might have been a MMO -- maybe an expert on the cultural aspects of subsistence activities and other culturally 13 self defining activities. 14

15 And the heart of that regulatory team and make it even more encompassing in the Gulf of Mexico -- wouldn't make any 16 17 sense but the Arctic it's certainly starting to think in my mind to make sense. And so I would ask that you now continue to 18 think about your statement that the regulatory agency needs to 19 protect these activities and consider and think about what you 20 would recommend to us and you can do it me if you want and I'll 21 forward it to these people who ultimately will make the 22 recommendation to the Secretary of the Interior will make the 23 24 recommendation to the President on what this new regulatory agency will look like. 25

So I think we can agree that maybe that new regulatory arm 1 needs to contain that kind of expertise in the Arctic to protect 2 and the regulations are there under Marine Mammal Protection 3 Act. These activities cannot interfere with the subsistence 4 That's in the MMNPA -- that's part of National whaling. 5 6 Fisheries Services' discharge to ensure with their permitting authority (indiscernible). But I'm glad you mentioned it 7 because I think with your help we can make a recommendation to 8 9 fully encompass in full measure the kind of regulatory agency that would exists in Alaska to oversee industrial activities in 10 the OCS. Thank you very much. And I hope we can talk more 11 about that and not just with you Mr. President but with the rest 12 of the folks in the community because I know you will consult 13 with them too. 14

MS. TRACEY: You know what as subsistence hunters we are now being forced to buy licenses to go hunting. We search animals and.

MR. REXFORD: Jeffery right? And we have quarterly 18 meetings with Alaska's Eskimo Whaling Commission and time and 19 time we always ask the industry to bring your MMO's and give us 20 a recording. And they're all set to bring their MMO's -- any of 21 our (indiscernible) and they are not bringing the MMO's of 22 northern mammal observers -- they're not letting come for our 23 24 meetings when we ask them time and time again. Can these MMO's 25 do a report at an annual meeting like this one well have to our

> KRON ASSOCIATES 1113 W. Fireweed Lane, Suite 200 Anchorage, Alaska 99503 (907) 276-3554

next one will be in February for the Alaska Eskimo Whaling Commission and we want to hear what the Marine Mammal Observers have seen under ships and we've never heard any report. The scientists made the reports for them but the people that are out observing the animals are they allowed making reports? Are they manipulating the reports? We don't know.

7 When it's dark at night along the ocean we can't see 8 nothing when they're at with a ship.

9 MR. LOMAN: Well I certainly would join you in supporting the recommendation to the National Fisheries Service to make 10 that part of the agenda for the open water meeting. You need 11 12 those reports -- they have scientific nexus in my mind and that's what that's about is they're required under the Marine 13 Mammal Protection Act to appear be of science. I mean it's a 14 15 regulatory thing but their observations are a part of science. So I think it's important to ask them to put that on the agenda 16 and get those reports and review them and discuss them during 17 18 the open water meeting.

MR. REXFORD: I mean after the end of their season you know at least have (indiscernible) their MMO's (indiscernible) and that all these other commissions look up to Alaska Eskimo Whaling Commission. When they have issues with the oil industries like Willie the CAA under the beluga that's a whole community at the high school or the school that first see the (indiscernible) we had. I was President for the native village

of Point Lay at the time and I signed off on it and we had set
 July 20 date.

All it was was a date that we signed off on -- that was 3 it. No to interfere with our beluga hunt. There was a one page 4 CAA and then we came on board to AWC in 2008 of February or was 5 6 it (indiscernible). And we came a long way (indiscernible) a mad rush to we have no ice. We came home -- built our ice 7 cellars but we finished them in time before the hunt -- bowhead 8 9 whale hunt. And we didn't succeed the first year but the second year we did succeed in that being a whale. You can see the 10 pictures up here and the celebration in June. On the Thursday I 11 caught -- we caught a whale -- the whole community. We came 12 together and cut it up and it took us some time to cut it up but 13 we did it. 14

15 I've done it time and time again. In Barrow I started out (indiscernible) you know manning the hose to help them pull the 16 skin off the whale -- carve the meat and then I graduated to 17 butchering whales and that's how I learned how to know where the 18 (indiscernible) are is (indiscernible). Portraying the whale 19 and you look for the (indiscernible) where the kill spots are. 20 It took me about 15 years to become a harpoon from the start --21 I mean you just can't go in there and say hey I'm a harpooner --22 can you put me on a harpoon boat. That's not the way it goes --23 24 you got to -- like in the military you've got to start from the 25 bottom and go up -- ranking. And that's all I have.

> KRON ASSOCIATES 1113 W. Fireweed Lane, Suite 200 Anchorage, Alaska 99503 (907) 276-3554

MS. ANNISKETT: That same thing goes for beluga -- we would all (indiscernible) get the harvest but we keep going out with the weather conditions and the captain and the people -it's not always successful but we try our best.

MR. NEAKOK: You know we have commissions for the people 5 6 here in our village -- our commissioners that attend AWC. We have people attending beluga -- we have people attending walrus 7 commission meeting -- polar bear -- you know seals. And you 8 9 know we report to them but we -- what we do in our village you It's our responsibility to give rather than to take. You 10 know. know that way we can regulate our intake of what we subsist on. 11 12 And they report to us you know who puts portion of Alaska being affected by certain things. You know and we pass it on to our 13 village council meetings. You know we don't -- especially for 14 15 our belugas you know we have beluga commission that reports to the commission that -- you know does state or federal reports 16 you know how our population is whether they're down in port of 17 Anchorage or Kotzebue. The stock that we subsist off of here 18 you know like we said before we don't like to waste anything 19 especially our belugas and the walrus. 20

You know we heard testimony about us not you know going mad dash going full bore (indiscernible) walrus. We care for the animals that we subsist off of. We (indiscernible). The (indiscernible) population wise and we you know have to report to them whether we might see you know certain things what kind

of caribou -- we see certain things you know out of the ordinary. We might see a cyst or a boil or something that we know that's not suppose to be there and we report it.

4 We have scientist coming down from Barrow even way over to Connecticut that comes every end of June to take samples --5 6 tissue samples -- bird samples that they take back and report to us you know how our stock is. Butchering after we've done 7 butchering you know we allow them to take samples. You know we 8 9 communicate with them -- they communicate with us. We help them you know take belugas and we help you know take some of the 10 tissue samples that we have from us. You know after our hunts 11 12 and it works both ways when we cooperate.

And you know that's what we -- you know like I said every 13 year we have commissioners on different wildlife here. And 14 15 might be able to get some information from those commissions to hopefully get -- you know regulate more and/or stop any you know 16 oil drilling out there in the Chukchi and Beaufort sea. Because 17 each of our (indiscernible) have commissioners that attend these 18 meetings. You know that might be a helpful thing to maybe 19 attend to where you know we can learn something you know 20 provided that (indiscernible). I don't know if they will or not 21 but you know no harm in asking. Probably an open public meeting 22 23 anyway.

You know we go there you know certain months of the year to give our report. As for myself I have to go to Anchorage

> KRON ASSOCIATES 1113 W. Fireweed Lane, Suite 200 Anchorage, Alaska 99503 (907) 276-3554

next month and do a report on the walrus (indiscernible) that we 1 have had here. How many animals that we're you know crushed 2 during or stampede. You know I have to give a full report --3 I've even helped the State of Alaska to -- you know go out there 4 and take measurements of the walrus that were stampeded dead on 5 6 the beach. After see you know the size and general condition of the walrus and I have to give that (indiscernible) in which you 7 know the state that turns around and gives a report to our 8 9 village on how you know and why it happened. You know even (indiscernible) doing this too -- he goes to his quarterly 10 meeting -- he lets us know what's going on -- how many 11 (indiscernible) we can get -- how many (indiscernible) you know 12 the AWC can get for the whole year. 13

But if that's another option and maybe we can use to 14 15 hopefully stop or slow down exploration -- drilling -- pipeline that if we can put in the EIS that we -- use a tool. And the 16 tools that we use going to these meetings -- you know benefit us 17 -- benefit all seven villages. We let them know you know like 18 the beluga commissioner report on the belugas we got this year -19 - last year -- year before. And just like walrus too -- just 20 like bowhead -- migratory birds you know we (indiscernible). 21 We're deep into this like Marie said you know now we've been 22 hunting without permits or licenses for thousands of years now 23 24 people are coming in and saying you need a license to hunt this. We've never had that before. 25

1

MS. ANNISKETT: Treat us like criminals.

MR. NEAKOK: You know we've been doing this for thousands 2 of years and we only taken what we eat to sustain us during that 3 time. And now they want to regulate our intake of certain foods 4 and that's why we need people. That's why we have commissions 5 6 that (indiscernible) -- (indiscernible) sustain the population of whatever marine mammal -- land or air -- the birds that we 7 harvest. You know those protection (indiscernible). Get a 8 9 license from the Fish and Game Department just to hunt ducks. You know we need to do that (indiscernible). Pretty soon they 10 might come under and we're going to have buy you know trailer 11 (Indiscernible) in Ninilchik you know. You know 12 boat permits. permits -- lotteries -- thank you. You know we don't need that. 13 We take what we need -- we eat what we eat -- we don't 14

15 waste anything. And I hope you know that hopefully we can you 16 know use these commissions to help our fight against you know 17 drilling -- purposed to be happening here in the Chukchi and the 18 Beaufort sea. Thank you.

MR. TRACEY: We take pride in the fact that most of the knowledge gained -- face that knowledge gained about belugas is common here. And we've invited the scientists to work with us during the hunt and after the hunt and during the butchering. Like they always take their samples but here in (indiscernible) belugas prior to us inviting the scientific world here and I thought that was pretty neat.

On the theme of commissions earlier I mentioned cumulative 1 affects shouldn't be all inclusive. Sure we're talking about 2 off shore drilling but all the other activities need to be 3 considered. I sit on the Planning Commission -- Willard is the 4 alternate and (indiscernible) this year but regardless 99 5 percent of the permits that are being applied for are -- I 6 almost want to say after thoughts. The original permit you know 7 brought industry in and they did their drilling -- okay they got 8 9 their role established. Then their permit for a pipeline and permit for a road and permit for an ice road then a permit for a 10 pad. I think we need to include a 20 year projection of what 11 off shore we can expect from off shore (indiscernible). 12

If we knew that it'd be easier today to decide you know 13 how to go about some of these points that they have. I'm sure a 14 15 company that's spending billions of dollars pretty much knows what's going to happen in the next five -- 15 -- 20 years. 16 They've got to know otherwise they wouldn't be doing business so 17 I would think it would be relatively easy to include a future 18 projection in what industry's activities are going to be let's 19 say applied for drilling activities. Thank you. 20

21 MR. LOMAN: I'm not so sure that they know for sure what's 22 going to happen but you'd think that we in considering 23 accumulative affects. Part of that effort is to develop detail 24 in so much as you can a reasonable scenario for development 25 (indiscernible) colleagues do that. There's models in Arctic

> KRON ASSOCIATES 1113 W. Fireweed Lane, Suite 200 Anchorage, Alaska 99503 (907) 276-3554

1 waters or near Arctic waters -- a few anyway to look at.

(Indiscernible) concepts that are in place there. What's a project that is no good (indiscernible)? If it was a sampling of a heavily subsidized project that reduces the footprint and popular -- there are not ways that you can get those who have many of the typical concerns of off shore oil and gas and the impacts.

But you know there's I think -- industry has an obligation certainly when going into produce and development to do that. At this point in time we're (indiscernible) down. We've got companies with billions of dollars of leases they don't exactly where the oil is whether or not it is really there. It's only through exploration that they really know.

And as we've seen over the recent years -- four years now 14 15 -- in efforts to explore -- these huge, huge hurdles of regulatory political hurdles -- economic in that hundreds of 16 17 millions dollars are spent and still no exploration. So if we (indiscernible) forget the legal. I forget pretty easily --18 it's just like breathing almost right. But I agree that 19 certainly it would be easier for the communities in the Arctic 20 to envision what the risk if they knew what was really going to 21 take place -- how it will in great detail hopefully that will 22 come. 23

24 MR. PETERSON: Mike (indiscernible) point out but we're 25 going to hear (indiscernible) envisioning what the impact of the

success would have and that's what we're concerned about. It's kind of worth noting that the history of Arctic off shore exploration has been negative and industry deciding not to proceed at this point. Not to proceed to go ahead but getting close. Exploratory wells and I think (indiscernible) basing and some (indiscernible) basin.

7 The drilling there is very disappointing and industries 8 have essentially abandoned areas and you know they're 9 (indiscernible) no more anticipated activity in those areas so 10 we're concerned with successes in exploration and the impacts 11 they may have. History so far off shore is said to be produce 12 (indiscernible) exploratory drilling. Sort of condemn the areas 13 and ended to keep track (indiscernible).

Now I mean minimize what you know could happen but it's worth keeping in mind that may be the end result that exploratory drilling is bad news everybody packs up and goes home and then look somewhere else.

It's almost unfathomable for people in the 18 MR. LOMAN: communities like some here that have been attending these 19 meetings for almost 30 years and maybe 30 years now concerned 20 about off shore oil and gas development in the Arctic. 21 I can imagine that that would be a possibility that they could drill a 22 couple dozen more exploration wells in addition to the ones that 23 have already been drilled and have no further interests and walk 24 away from the Arctic with nothing in the OCS. It's possible. 25

And hard to believe for us that are in this everyday but it is
 possible.

3 MR. REXFORD: One comment that was made at our third quarterly meetings and this is just the beginning. Wait till 4 I mean you're going to have hundreds of they find the oil. 5 6 ships coming into the Arctic. After the whales is found then the (indiscernible). I mean the Murray Pilots Association came 7 to one of our meetings and said -- hey (indiscernible). Every 8 9 owner of a tug -- barge -- we want to give a contract to (indiscernible) and bring it in and we're dead in the water 10 there's no one to help us. 11

I mean is ever been a moratorium on barges coming into our 12 waters. I mean revelations and this (indiscernible) sea were 13 what these Murray Pilots Association was talking about and one 14 15 of our commissioners said gone to the (indiscernible) in Dutch Harbor and now he's no longer a commissioner. We don't have 16 anyone that frequents to these meetings anymore and our children 17 from AWC mentioned that you know (indiscernible) problem. 18 The seismic and drilling is nothing compared to what's going to 19 happen -- what's going to follow after the oil is 20

21 (indiscernible). I (indiscernible) here.

Like Bill said you know it is going to go in stages. So I mean it's going to go on for what 20 years maybe more. But if a pipeline fails -- the well fails -- we got (indiscernible). And we don't know. (indiscernible) came out black (indiscernible) so (indiscernible) will be coming up this way and we wouldn't be able to accommodate them. (Indiscernible) their ocean it's going to be -- it's going ruin ours. Or mammal life up there.

MS. TRACY: Certainly we found gold in areas but

MR. REXFORD: Anyway I think I'm done.

1

6

MR. LOMAN: How many people have been to the open water?
8 I'm sorry I know you're.

You know I'm not (indiscernible) for this off 9 MR. PIKOK: shore drilling. I'm against it. We live off of our ocean --10 this is our garden. You take that one animal away all that 11 animal (indiscernible) it's going to go. I mean I'm not 12 (indiscernible) on orders off shore you know. I'm against it. 13 We live off our ocean -- you take that one mammal away the rest 14 15 of them are going to follow it like a chain reaction. That happens you know. We follow (indiscernible). 16

That's our garden out there. You know that'll hurt us. We live on (indiscernible) if we have an oil spill out there. MR. LOMAN: How many people have been to the open water (indiscernible) that no one (indiscernible).

21 MR. TRACEY: We had a form of that (indiscernible) here. 22 Right. No one was (indiscernible).

MR. LOMAN: And the Coast Guard comes out here?MR. TRACEY: No.

25 MR. LOMAN: I've been to three now and last year there

KRON ASSOCIATES 1113 W. Fireweed Lane, Suite 200 Anchorage, Alaska 99503 (907) 276-3554

were a number of seismic companies coming in to talk about what they intended to do. And it was very interesting that one in particular -- quite frankly I even remember the name of that company -- but their representative was presenting what they intended to do.

6

MR. REXFORD: (Indiscernible)?

This was one of the speculators that the 7 MR. LOMAN: No. company had actually conducts seismic but many of my colleagues 8 9 remember was (indiscernible). But the representative is presenting information what they intend to do and how they 10 intend to do it and starts being questioned by whaling captains. 11 So our regulatory agencies and literally within an hour you 12 could see and I turned to (indiscernible) was sitting next to me 13 at the time and I said. 14

15 MS. ANNISKETT: He's too young to remember.

I said they're not ready for prime time. 16 MR. LOMAN: And it became more and more obvious and so you know people from the 17 Marine Association or can come from outside and say oh watch out 18 there's going to be a flood of activity once they do this kind 19 of or the other thing. No doing business in the Arctic is not 20 going to be some cake walk for anybody just because they find 21 oil. No it's not going to happen. 22

23 MS. ANNISKETT: You don't know that.

24 MR. LOMAN: That's not -- I mean if there's one thing I 25 know ma'am I do know that. Because there are a host of federal

> KRON ASSOCIATES 1113 W. Fireweed Lane, Suite 200 Anchorage, Alaska 99503 (907) 276-3554

1 laws that they -- we'll make the difference.

2 MS. ANNISKETT: The last oil company say.

MR. LOMAN: I don't work for the oil company. I don't work for an oil company and I never work for an oil company. I owe oil companies nothing.

6 MS. ANNISKETT: You sure sound like it.

7 MR. LOMAN: And I'm not here to talk anybody into 8 anything.

9 MS. ANNISKETT: You won't (indiscernible).

10 MR. LOMAN: Yeah I don't work for oil companies.

11 MS. ANNISKETT: That's why we're fighting....

MR. LOMAN: I understand that -- I'm sharing with you what I've seen and what I've learned in the time that I've seen it. There are and I think everybody could agree that oil companies (indiscernible) the Chukchi sea in 2008 and sent billions of dollars and have moved to explore. Hundreds of millions of dollars have been sent and have not accomplished any exploration.

MS. ANNISKETT: And yet that's their change to them. 19 I'm not going to discount that -- that they 20 MR. LOMAN: have a lot of money (indiscernible). The alarmist things that 21 we hear and this is just my point not to talk you into not being 22 concerned. Believe me I know enough about people in the 23 24 communities -- everyone here included -- that that's ridiculous. 25 I'm not going to talk you into agreeing to that. But the law --

the federal regulatory framework -- the agencies that are in place and enforce them -- the litigation when they don't enforce it appropriate is a very compelling hurt. For those kinds of activities to take what in every aspect should be -- seismic -drilling is all regulated. Discharges to the air -- to the water -- so on and so forth.

And you know my only desire is that the regulatory agencies get stronger not weaker. Stronger than the audience. That's all I'll say. I'm sorry that anybody thinks that I work for an oil company. I don't work for an oil company. I owe the oil companies no more than I already (indiscernible) or anybody else in America.

MR. REXFORD: So in light of environmental justice is finally here?

15 MR. LOMAN: I hope it's here to stay. One thing I will say about the administrations I've seen since I've worked for 16 the federal government whether it was Republican Administration 17 or Democratic Administration -- the political appointees that 18 I've seen and come into contact with and gotten to know a little 19 bit -- want to treat native people like a national treasure. 20 Not the poster child for the national trashcan (indiscernible). 21 They really do. 22

They really want to do it. The problem is America is a huge country with a huge, huge demand for oil. There is a lot of things that (indiscernible). But they -- I can see the

> KRON ASSOCIATES 1113 W. Fireweed Lane, Suite 200 Anchorage, Alaska 99503 (907) 276-3554

desire in these people to treat native people like a national treasure. And then that's something I can (indiscernible). It's certainly is better than the opposite.

MS. TRACEY: You know when the walrus was here we're 4 getting called the people that are (indiscernible). Or we're 5 6 getting rich. If we could get rich we could have tourist industry. Even now then everything come and take pictures and 7 If you guys could get rich -- we don't care about all that. 8 9 getting rich -- we (indiscernible) how to protect our subsistence way of life you know. If (indiscernible) really 10 look around this -- kids play here but you know we could use 11 some money but we don't want to trade our subsistence way of 12 life for billions like you know Nuigsut. 13

MR. LOMAN: I don't really (indiscernible) rich doing it anyway.

MS. TRACEY: Well no I mean you know (indiscernible) rich anyway.

18 MR. TRACEY: Let's here from Robert.

MR. LISBOURNE: I am also against off shore drilling. It's just (indiscernible) hunter -- whalers -- beluga hunters and Inupiat way of life is mainly hunting and subsistence (indiscernible). We just don't go out there and do it for fun you know. We build in knowledge -- we build in the heart -- we do it together and we share by (indiscernible). Dad caught the whale (indiscernible) had the celebration. It's mainly because

> KRON ASSOCIATES 1113 W. Fireweed Lane, Suite 200 Anchorage, Alaska 99503 (907) 276-3554

1 we share. If you could see those pictures over there and see 2 how happy everybody is -- celebrating.

And Inupiat people who are on the slope it takes 3 (indiscernible) it takes -- you know take the whole community to 4 It's because the knowledge is all being passed on raise one. 5 6 and some opportunities pass on. All this subsistence we hunt throughout the year plus Inupiat people are different from like 7 the people (indiscernible) in Alaska but I call Thanksgiving and 8 9 Christmas -- we all gather and have a big piece in all the food Just all gathered up and there are people out there we catch. 10 (indiscernible) you know and just happy to see people that go 11 there and take food. That's an old fashioned (indiscernible) --12 keep the herds in homes giving food if they're too far 13 (indiscernible) like (indiscernible) jobs you know and for our 14 15 native communities.

16 So I love doing what I do (indiscernible) divide and not 17 only that with the subsistence (indiscernible) we have Inupiat 18 values. And there is somewhat (indiscernible).

MS. TRACEY: I think if we stay any longer we're going to get more cranky people. Because I think it's (indiscernible). MR. LOMAN: Yeah they did lock the lodge an hour ago but....

MS. TRACEY: Do you know how many cranky.... MR. LOMAN: There is a dynamic if you keep it on and then you start being Inupiat crank and you fight and then you get

> KRON ASSOCIATES 1113 W. Fireweed Lane, Suite 200 Anchorage, Alaska 99503 (907) 276-3554

1 past that and then something good is suppose to happen.

2 MS. TRACEY: Good night.

MR. LOMAN: And we'll go off record and conclude that if 3 no one else has anything else to say. I'd just like to say 4 thank you for taking all this time to have this discussion. We 5 6 certainly learned a lot from everybody that said here. Hopefully you've learned a little bit about what we're doing. I 7 know it's (indiscernible) but it works with government -- a 8 9 whole lot of sense that anybody -- we try to make sense to ourselves and barely do it. But thank you very much and we 10 appreciate it and look forward to working with you in the 11 future. 12 (off record 11:05 p.m.) 13 14 15 16 17 18 19 20 21 22 23 24 25

1	TRANSCRIBER'S CERTIFICATE
2	I, Judy Bradshaw, hereby certify that the foregoing pages
3	numbered 2 through 92 are a true, accurate and complete
4	transcript of the Bureau of Ocean Energy Management Regulation
5	and Enforcement Public Hearing regarding the Environmental
6	Impact Supplemental Statement Relating to Chukchi Sea Sale 193
7	held in Point Lay, Alaska on November 3, 2010, transcribed by me
8	from a copy of the electronic sound recording to the best of my
9	knowledge and ability.
10	
11	
12	Date Judy Bradshaw
13	
14	
15	
16	
17	
18	
19	
20	
21	
22	
23	
24	
25	