

South Carolina

The U.S. oil and natural gas industry provides energy security and economic benefits to our nation, supporting more than **9.8 million jobs** and contributing **\$1.2 trillion** in added value to the economy.¹

Energy is Crucial for South Carolina

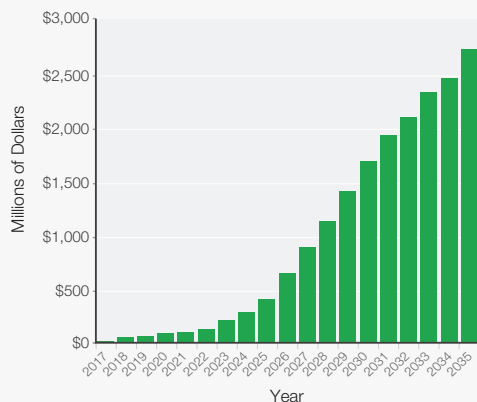
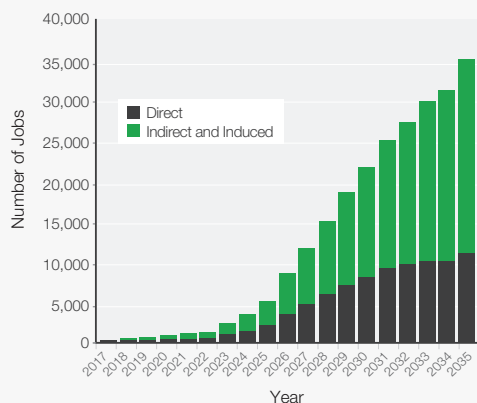
<p>67,700</p> <p>Total statewide jobs provided or supported by the oil and natural gas industry.¹</p>	<p>\$2.6 BILLION</p> <p>Contribution to South Carolina's labor income.¹</p>
<p>\$4.7 BILLION</p> <p>Value added to South Carolina economy.¹</p>	<p>40</p> <p>Identified South Carolina vendors in the oil and natural gas supply chain.³</p>
<p>\$40,166</p> <p>Average salary in South Carolina across all industries.²</p>	<p>\$52,683</p> <p>Average salary in South Carolina for non-gas station oil and natural gas employees.²</p>

POTENTIAL IMPACT ON U.S. (by 2035)	MORE	
	Pro-Energy Policies	Regulatory Constraints
Oil & Natural Gas Production (MMboed)	+8.0	-3.4
Total Jobs Supported	+2.3 million	-830 thousand
GDP / Year	+\$443 billion	-\$133 billion
Total Government Revenue / Year	+\$122 billion	-\$18 billion
Cumulative Government Revenue from 2016	\$1.08 trillion	-\$500 billion
Total Household Income / Year	+\$118 billion	-\$43 billion
Average Household Energy Expense	-\$360/year	+\$242/year

LESS

¹PWC, "Economic Impacts of the Oil and Natural Gas Industry on the US Economy in 2011," July 2013.
²Bureau of Labor Statistics, Quarterly Census of Employment and Wages. Data includes NAICS code 324 which may count some coal product manufacturing jobs.
³API Vendor Survey Findings Report.
 Source: Incremental impacts assessed versus a Baseline scenario

The Benefits of U.S. Offshore Oil and Natural Gas Development in the Atlantic



Employment Opportunity

Employment due to offshore oil and gas development activities on the Atlantic Coast in South Carolina is expected to reach over **35,000 jobs in 2035**, with direct employment of 11,000 jobs and indirect and induced employment of over 24,000 jobs.

A diverse spectrum of industries in South Carolina is expected to benefit from Atlantic OCS oil and natural gas production. Industries projected to see the greatest gains by 2035 include:

- **2,300** retail jobs
- **1,900** administrative and waste management services jobs
- **2,000** healthcare and social assistance jobs
- **1,600** real estate jobs
- **1,600** food services jobs

Benefits for South Carolina's Economy

Atlantic OCS oil and natural gas exploration and production is projected to contribute significantly to South Carolina's gross domestic product contributing **over \$2.7 billion by 2035** to the state economy.

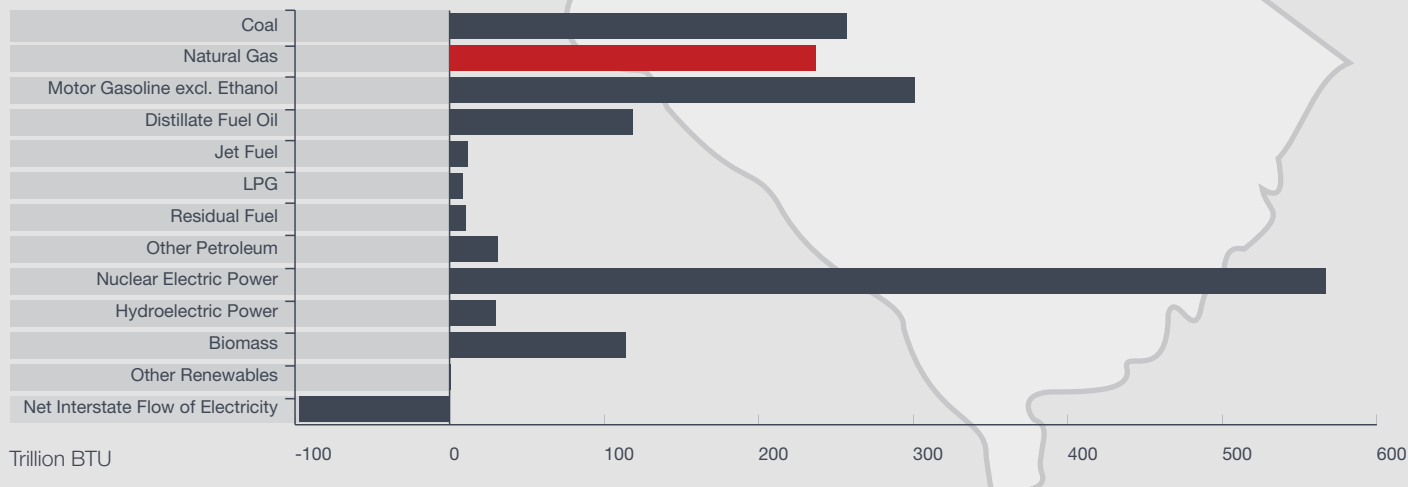
Additionally, if the Gulf of Mexico state/federal revenue sharing arrangement is enacted for Atlantic coastal states, South Carolina could see a 37.5% share of the bonuses, rents and royalties generated which are projected to reach **\$850 million per year by 2035**. The cumulative effect on the state budget from 2017-2035 is projected to be over **\$3.7 billion**.

SC's Manufacturing Sector Attracts Spending

South Carolina's economy, coupled with the high level of development activity off its coast is projected to lead to high levels of oilfield equipment manufacturing activity with spending projected to reach **\$200 million a year in 2035**. South Carolina possesses a strong high tech manufacturing sector including companies such as Boeing who manufactures 777 sections as well as final assembly in the Charleston area. The state also hosts extensive automobile manufacturing related activity including plants producing BMW, Honda and Daimler cars as well as manufacturing for suppliers to the energy industry such as Bosch.

South Carolina Energy Consumption Estimates, 2013

(Energy Information Administration, State Energy Data System)



What South Carolina Is Thinking On Energy Issues?

<http://www.api.org/news-and-media/news/news-items/2015/jan-2015/poll-71-percent-of-south-carolina-voters-favor-offshore-oil-and-natural-gas-development>

71%

Support offshore drilling for domestic oil and natural gas resources. —Harris Poll, January 2015