



GULF COAST RECOVERY & RESTORATION: 10-YEAR REVIEW

April 2020 BP Oil Disaster: Restoration & Recovery **Gulf Restoration Funding Processes** Oil from the Deepwater Horizon oil spill approaches the coast of Mobile, Alabama, May 6, 2010

BP Oil Disaster: Restoration & Recovery

Status of Gulf Restoration Funding Processes

ON APRIL 20, 2010, THE BP OIL SPILL DEVASTATED THE GULF REGION.

Under criminal plea agreements and a 2016 civil settlement among BP, the U.S. government, and the five Gulf states, around \$16.67 billion was slated to go to the region to restore it. This money flows through three main processes: the Natural Resource Damage Assessment (NRDA), the RESTORE Act, and the National Fish and Wildlife Foundation (NFWF).

\$4.658 B
Spent or
Designated
for Projects,
Programs,
and Planning

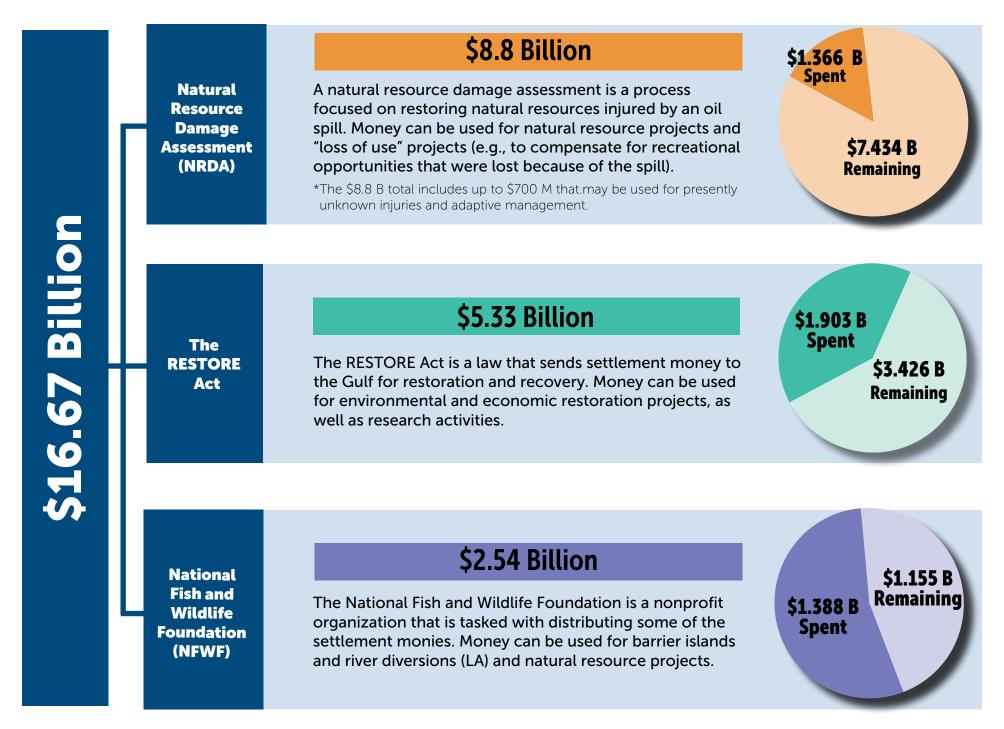
HOW MUCH HAS BEEN SPENT ON RESTORATION SO FAR?

As of March 1, 2020, around \$4.658 billion of this money already has been spent on, or designated for, specific restoration projects, programs, and planning.

That means approximately \$12.015 billion remains to be spent.

\$12.015 B Remaining

The following pages provide more information on how the funds are being divided, and how much is left to be spent and where. To learn more about the main restoration processes, visit our website at www.eliocean.org/gulf. For information about major public participation opportunities for the three main restoration processes, please visit www.eli-ocean.org/gulf/the-bulletin-board

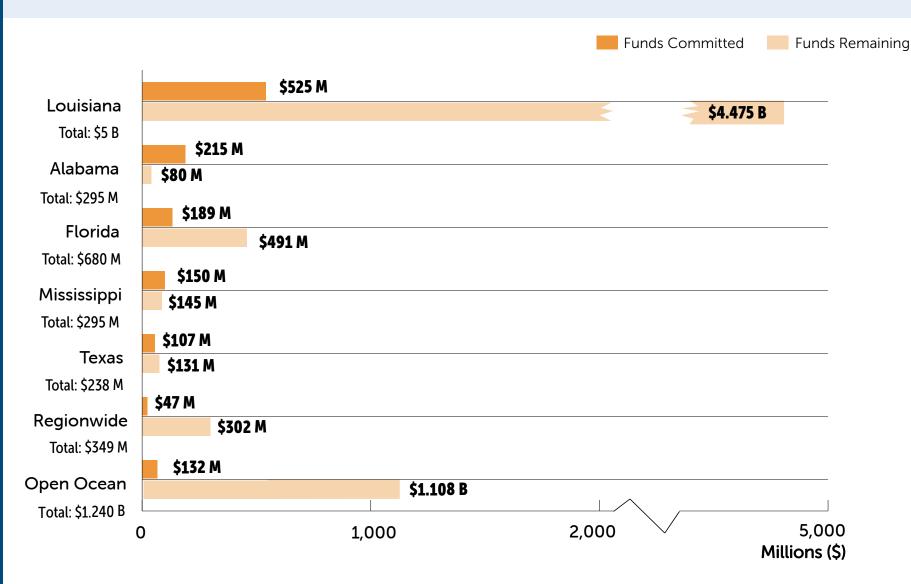


Here we use the term "spent" for money that already has been spent on or designated for projects, programs, and planning.



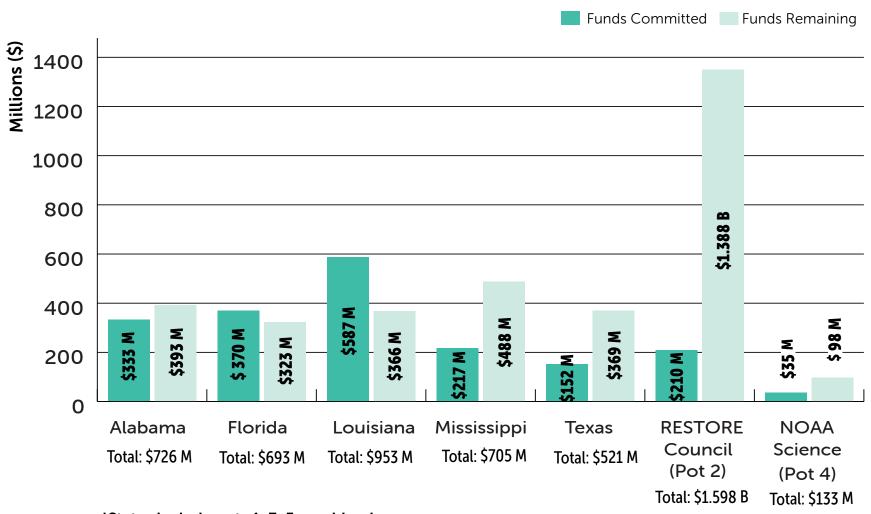
HOW MUCH MONEY IS GOING WHERE?

NRDA FUNDS COMMITTED BY RESTORATION AREA



Up to \$8.8 billion will be divided among eight different "restoration areas": the five Gulf states, Open Ocean, Regionwide, and Unknown Injuries and Adaptive Management (AM). This chart shows how much money each restoration area is receiving and how much has been committed as of March 1, 2020.

RESTORE FUNDS SPENT BY STATES AND COUNCIL

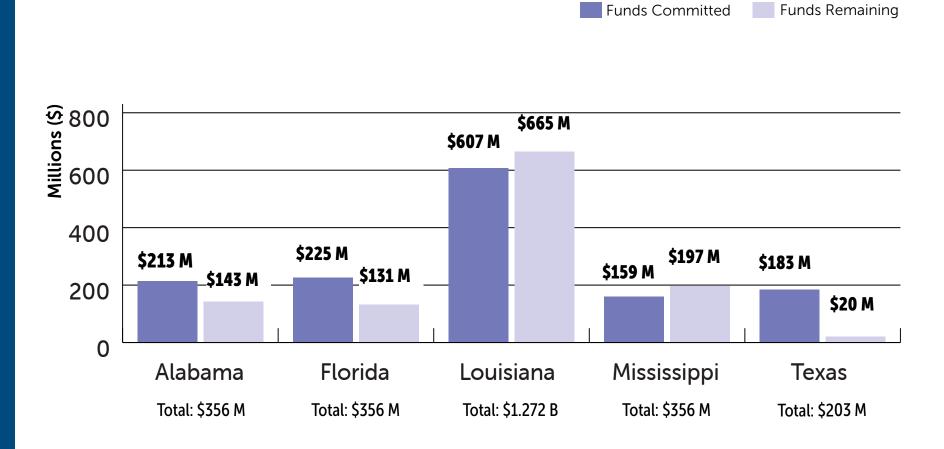


*States include pots 1, 3, 5 combined

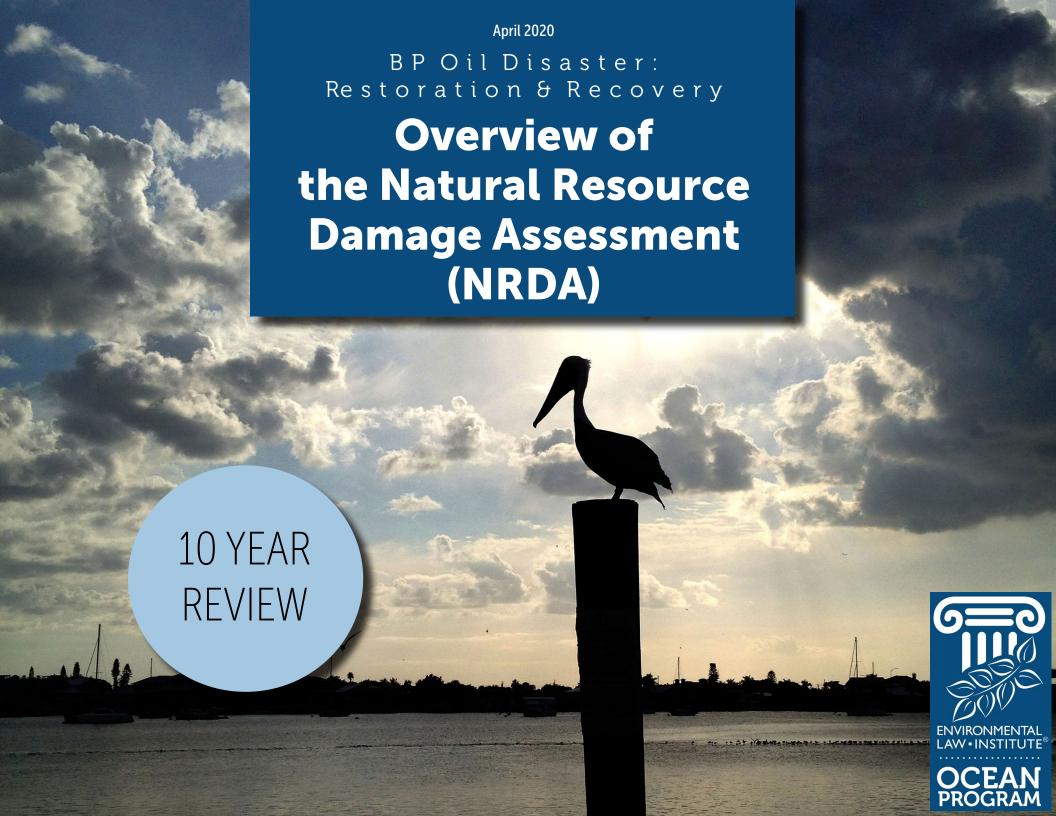
The \$5.33 billion will be divided among the Gulf states (in some states, local governments receive some of this money directly), the RESTORE Council, and the NOAA RESTORE Act Science Program. The money will flow through five different "pots." Each pot has different rules for how, where, and by whom the funds are to be used. This chart shows how much has been spent as of March 1, 2020.

NFWF FUNDS SPENT BY STATES

Funds Committed



The \$2.54 billion is being divided among the five Gulf states. This chart shows how much money each state will be receiving and how much has been spent as of March 1, 2020.



ATURAL

ESOURCE

AMAGE

When an oil spill occurs, natural resources like fish, birds, and marshes may be injured. A **natural resource damage assessment** (NRDA) is a process focused on figuring out what those injuries are, coming up with a plan to fix those injuries, and then fixing them. This includes compensating the public for not being able to use the resources while they are injured (e.g., no recreational fishing or beach access). The costs of the NRDA are paid by the parties responsible for the spill.

SSESSMENT



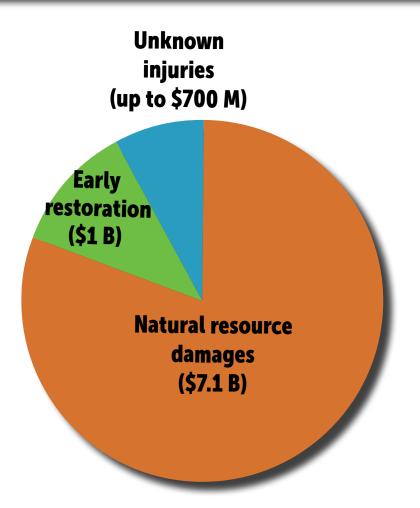
Shortly after oil started to flow into the Gulf in 2010, the natural resource damage assessment (NRDA) began. The NRDA is managed by a group of federal and state representatives called "trustees."

In April 2011, BP agreed to pay up to \$1 billion so that some natural resource restoration projects could be started early (i.e. before the trustees had identified all of the injuries). This was called "early restoration." Approximately \$870 million was obligated to projects during early restoration.

In April 2016, a federal court approved a settlement among the United States, five Gulf states, and BP. Under that settlement, BP agreed to pay a total of \$8.8 billion for natural resource damages.

HOW IS THIS MONEY DIVIDED?

The \$8.8 billion includes funding for:



Early restoration

This money has already been paid, and most of it has already been allocated to projects.

Unknown injuries

Additional monies for unknown injuries and adaptive management, which will be funded from two sources:

- **Interest:** accrued but unpaid interest can be paid starting in 2026.
- Other payment: \$232 M will be paid in 2032.

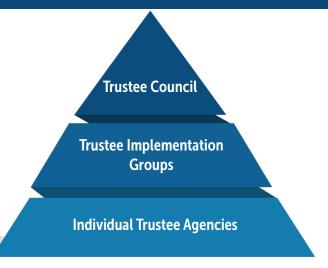
Natural resource damages

Payments will occur over a 15-year time period, with the first payment made in 2017.

A large document called the "Programmatic Damage Assessment and Restoration Plan," finalized in 2016, provides "guidance for...selecting future restoration projects" with the money.

WHO IS IN CHARGE?

The restoration process is being managed by a group of federal and state representatives (called "trustees") that formed a "Trustee Council" in order "[t]o work collaboratively on the NRDA." The settlement created a new governance structure for the trustees, dividing responsibilities among three main groups:



Each of these groups has different responsibilities, but most of the decisions regarding restoration are made by the Trustee Implementation Groups (TIGs). There is one TIG for each restoration area. The members of each TIG vary:

ALABAMA

- AL trustees
- Federal trustees

FLORIDA

- FL trustees
- Federal trustees

REGION WIDE

Trustee Council

LOUISIANA

- LA trustees
- Federal trustees

OPEN OCEAN

• Federal trustees

MISSISSIPPI

- MS trustees
- Federal trustees

UNKNOWN CONDITIONS

All trustees

TEXAS

- TX trustees
- Federal trustees

HOW MUCH OF THE \$8.8 BILLION HAS BEEN SPENT SO FAR ACROSS THE GULF?

\$1.366 B Spent or Designated to Projects, Programs, and Planning

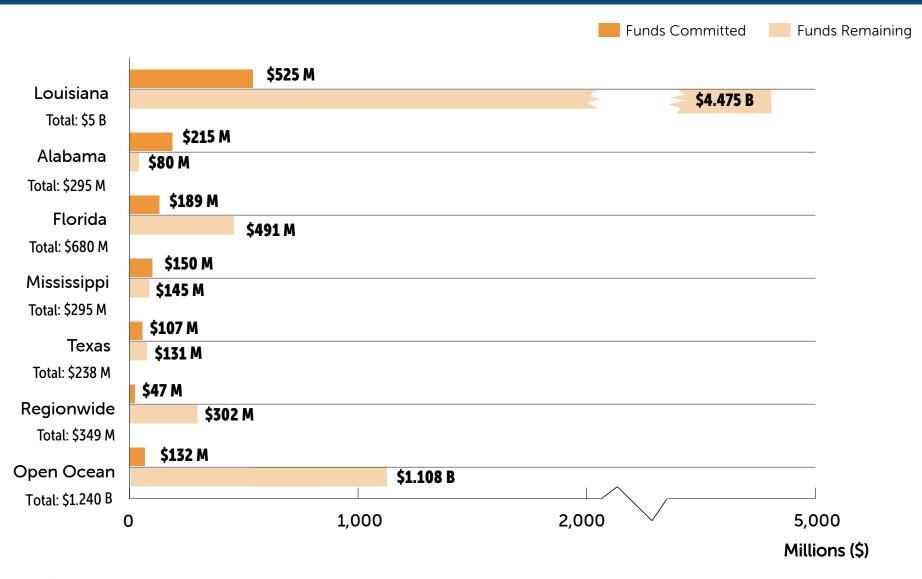


\$7.434 B Remaining

As of March 1, 2020, \$1.366 billion has been spent or designated to projects, programs, and planning. That means approximately \$7.434 billion remains, including the \$700 million designated for presently unknown injuries and adaptive management.

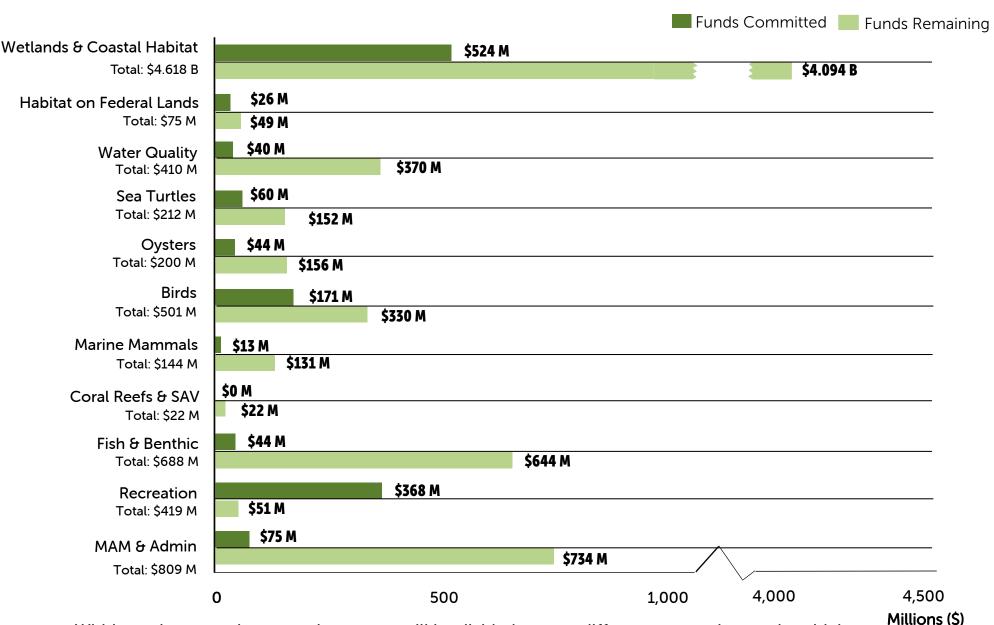
So far, just over 200 NRDA projects are in progress, completed, or in the monitoring stage.

NRDA FUNDS COMMITTED BY RESTORATION AREA



Up to \$8.8 billion will be divided among eight different "restoration areas": the five Gulf states, Open Ocean, Regionwide, and Unknown Injuries and Adaptive Management (AM). This chart shows how much money each restoration area is receiving and how much has been committed as of March 1, 2020.

NRDA SPENDING GULFWIDE BY RESTORATION TYPE



Within each restoration area, the money will be divided among different restoration goals, which are further divided into different restoration types as shown here. This chart shows how much is spent and remaining in each restoration type as of March 1, 2020.

Over \$922 million

of NRDA funds spent on over 130 ecological projects Gulfwide





Over \$75 million

of NRDA funds spent on planning and adaptive management

Over \$368 million

of NRDA funds spent on over 70 recreational projects Gulfwide



HOW CAN I PARTICIPATE?

There are different ways the public can participate in the NRDA process here.

Some of these opportunities are highlighted below:

GENERAL PLANNING IMPLEMENTATION MONITORING & ADAPTATION

GENERAL — There are some general opportunities for the public to participate:

- **Public meetings**: The trustees have committed to an annual public meeting for the Trustee Council (TC) and for each of the trustee implementation groups (TIGs).
- Standard Operating Procedures (SOPs): The Trustee Council has released its SOPs, which will continue to be revised and each TIG may produce its own SOPs. Although the SOPs have not been open to the public for comment, the public may be able to informally participate in their future development (e.g. writing letters, attending meetings).

PLANNING — There are ways for the public to participate in restoration planning:

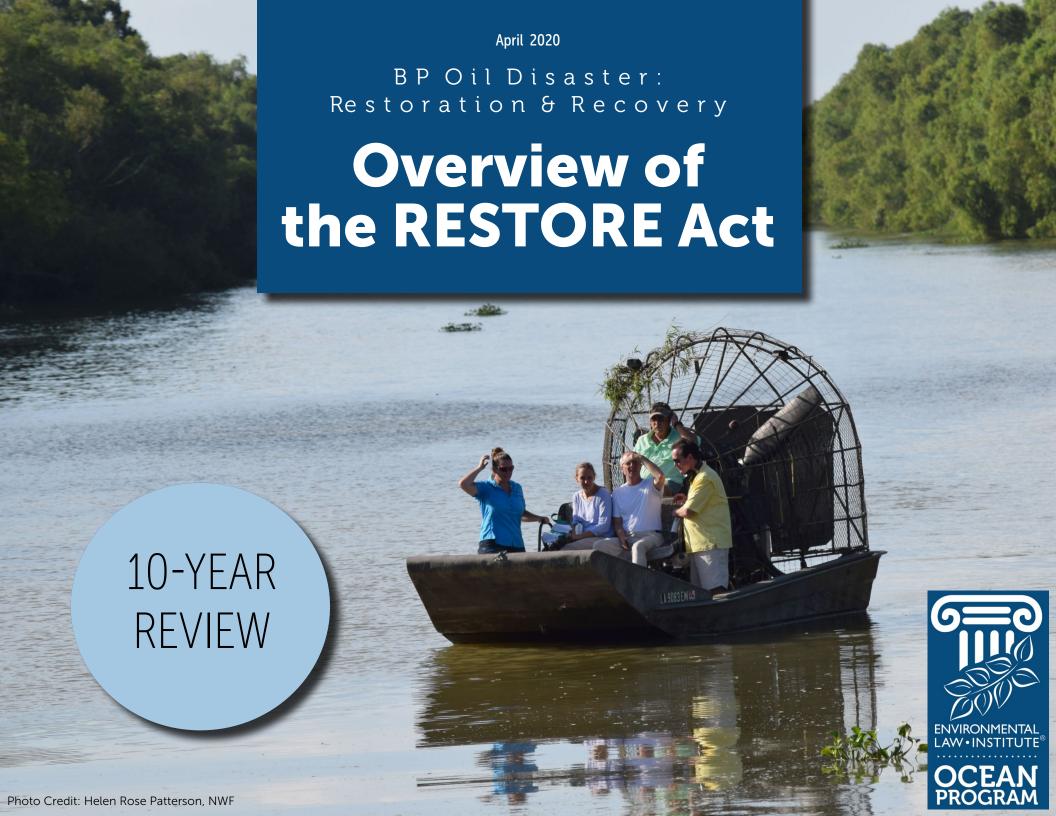
- **Project development**: The public can suggest project ideas (e.g., on the trustees' website). The public will be notified when a TIG is starting restoration planning, and may be updated on those efforts.
- **Draft restoration plans:** The public will have the opportunity to comment on draft restoration plans as they are released.

IMPLEMENTATION — There may also be opportunities to engage during implementation:

- Other laws: The restoration projects may trigger other laws and regulations that provide the public with opportunities to engage.
- **Program review:** According to the PDARP, "[t]he Trustee Council may re-examine the restoration program approximately every 5 years..." While no public role has been defined in that review, it will likely be an important point to try to engage.

MONITORING AND ADAPTATION — The public will have access to at least some monitoring data.

The trustees released a Monitoring and Adaptive Management Manual (Version 1.0) in January 2018, with an update in 2019. Although this was not open to the public for comment, there may be a way to informally participate in future developments (e.g. writing letters, meetings).



ESOURCES

COSYSTEMS

S USTAINABILITY

OURIST

PPORTUNITIES

EVIVED

CONOMIES

The Resources and Ecosystems
Sustainability, Tourist Opportunities,
and Revived Economies of the Gulf
Coast States Act of 2012—better
known as the RESTORE Act—was
enacted on July 6, 2012.

The RESTORE Act creates a Gulf Coast Restoration Trust Fund (RTF), which is receiving 80% of any Clean Water Act (CWA) civil and administrative penalties paid by BP and other companies responsible for the Deepwater Horizon oil spill.

OF THE GULF COAST STATES

RESTORE funds are divided among five different "pots"

35%

Direct Component (Pot 1)



TO STATES IN EQUAL AMOUNTS

Funds can be used "for ecological and economic restoration..." States must complete a multiyear implementation plan, which must be accepted by the Department of the Treasury, before receiving funds.

30% +50% of the interest

Gulf Coast Ecosystem Restoration Council (Pot 2)



TO A GULF-WIDE COUNCIL

The Act creates the Gulf Coast Ecosystem Restoration Council, composed of federal officials and the governors of the Gulf states. Funds are to be used "to carry out" a science-based plan "to restore and protect" Gulf natural resources.

30%

Spill Impact Component (Pot 3)



TO STATES BASED ON OIL IMPACTS

Funds can be used for ecological and economic restoration. States must complete a state expenditure plan, which must be approved by the Council, before receiving funds.

2.5%

+25% of the interest

Restoration Science Program (Pot 4)



TO A NOAA-LED PROGRAM

The program funds "research, observation, and monitoring to support...the long term sustainability of" Gulf ecosystems and fisheries. Funding priority is "given to integrated, long term projects."

2.5%

+25% of the interest

Centers of Excellence (Pot 5)



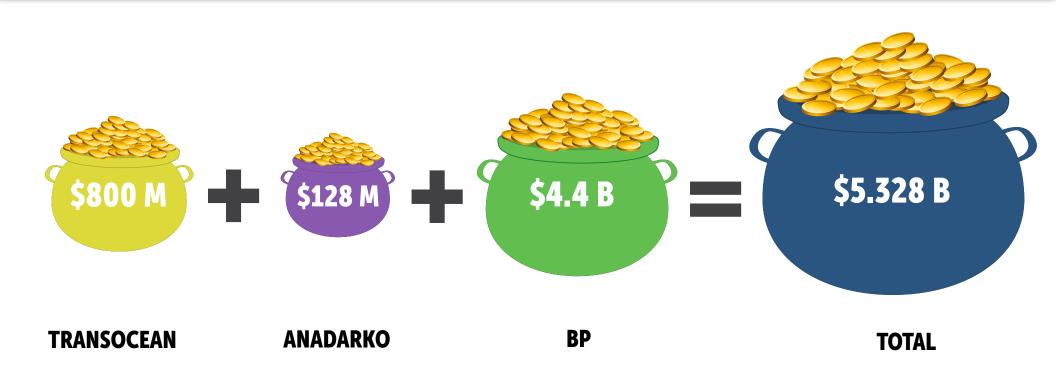
TO STATES FOR "CENTERS OF EXCELLENCE"

States are "to award competitive grants to nongovernmental entities and consortia in the Gulf Coast region" to establish centers, which are to "focus on science, technology, and monitoring."

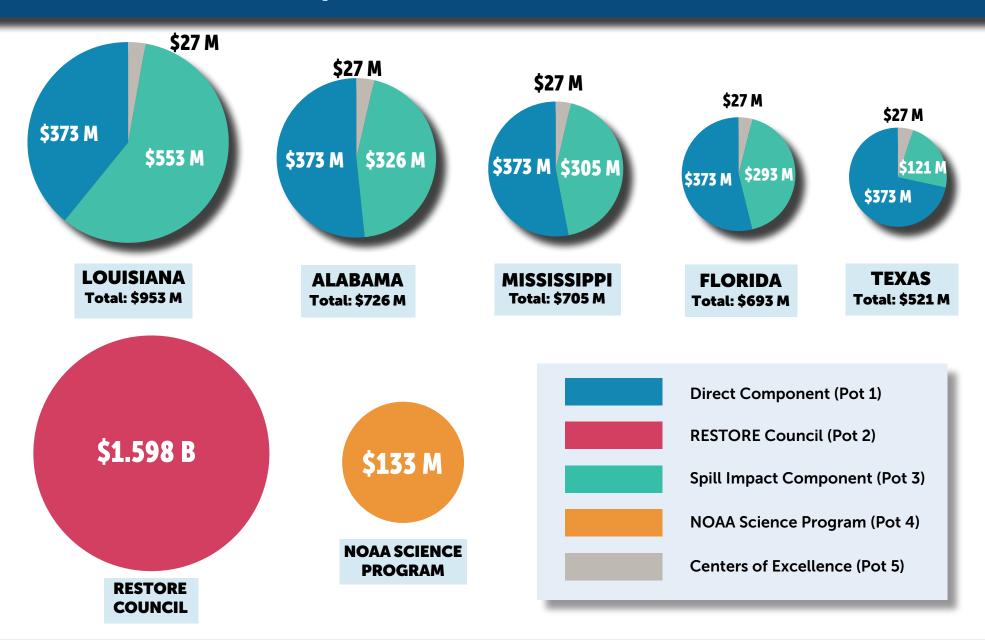
The total interest earned by the RTF will be added to Pot 2 (50%), Pot 4 (25%) and Pot 5 (25%).

HOW MUCH MONEY IS INVOLVED?

In April 2016, a federal court approved a settlement among the United States, the five Gulf states, and BP. Under that settlement, **BP** agreed to pay \$5.5 billion in CWA civil penalties. \$4.4 billion (80%) of that will flow through the RESTORE Act. Added to the money paid by other companies — \$800 million from Transocean and \$128 million from Anadarko — a total of \$5.328 billion will flow through RESTORE.



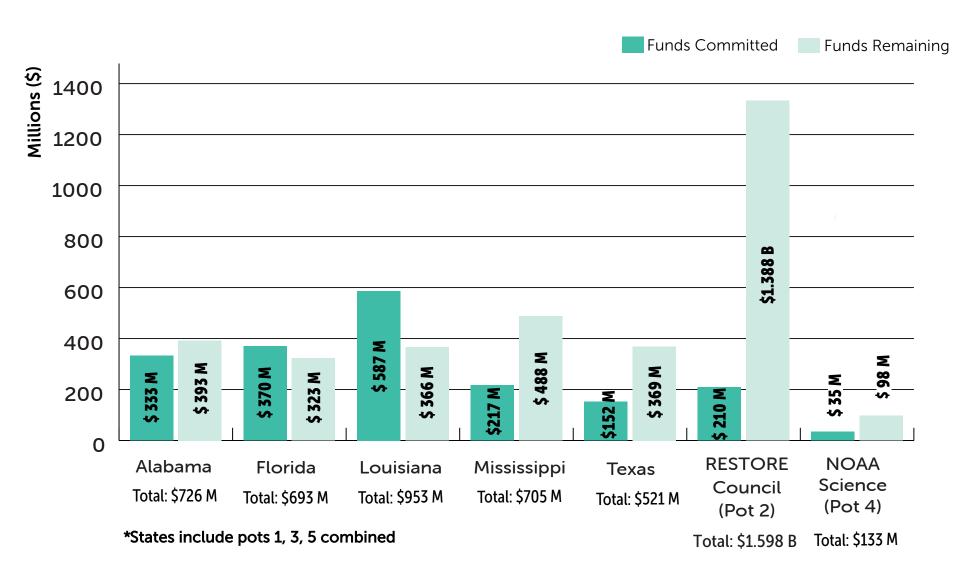
HOW WILL THE \$5.328 BILLION BE DISTRIBUTED?



NOTE: BP is paying CWA civil penalties over a 15-year period, with the first payment made in 2017. Transocean and Anadarko have already paid their penalties.

RESTORE FUNDS SPENT BY STATES AND COUNCIL

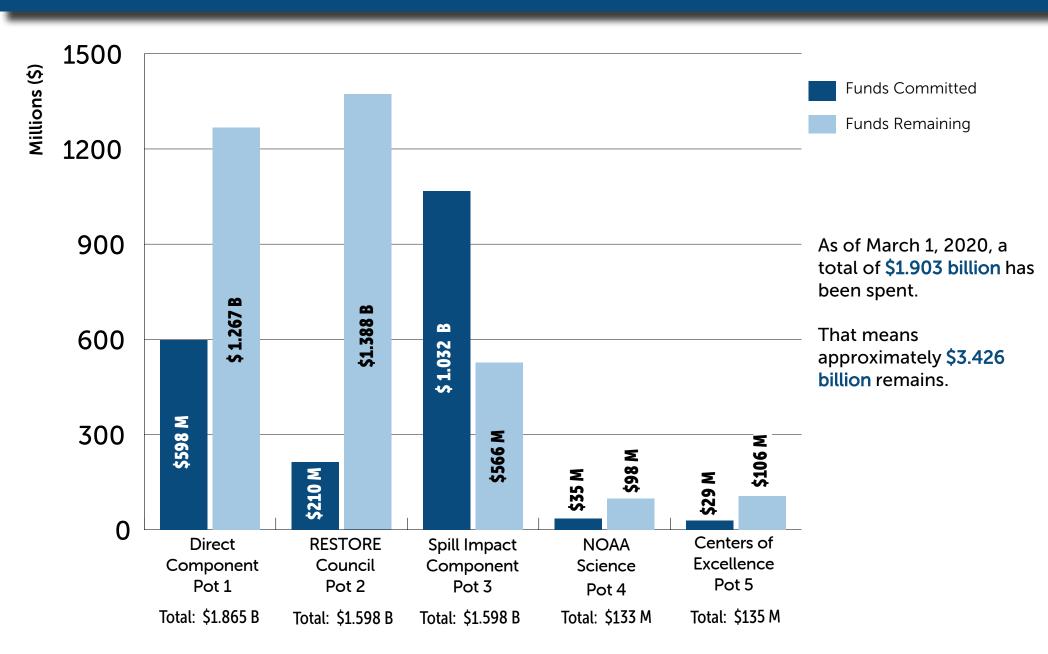
As of March 1, 2020



As of March 1, 2020, a total of \$1.903 billion has been spent. That means approximately \$3.426 billion remains.

RESTORE FUNDS SPENT BY POT

As of March 1, 2020



Over \$1.05 billion

of RESTORE funds spent on over 130 ecological projects Gulfwide





Over \$190 million

of RESTORE funds spent on planning and administration of projects Gulfwide

Over \$660 million

RESTORE funds spent on over 180 human use projects Gulfwide



HOW CAN I PARTICIPATE IN THE RESTORE ACT?

General Participation Opportunities

Certain activities conducted under the various funding pots may trigger National Environmental Policy Act (NEPA) review. If so, there may be an opportunity for public comment.

WAYS TO PARTICIPATE: Review and comment on any NEPA documents that are released.



Before states (and, in Louisiana and Florida, some local governments) receive their **equal-share funds**, they must, among other things, develop a multi-year implementation plan. The public must be given at least 45 days to review and comment on those plans.

WAYS TO PARTICIPATE: Submit project ideas to the lead entities in each state; **review and comment** on multi-year implementation plans when they become available for public comment; **attend** any public meetings.

Gulf Coast Ecosystem
Restoration Council (Pot2)
400 of the interest

The Gulf Coast Ecosystem Restoration Council is required to develop lists of priority projects and programs to be funded. These are called the **Funded Priorities List** (or FPL). Only members of the Council may submit proposals. The Council has approved its third list, FPL 3a, in March 2020. More information about the Council's activities can be found on their website: restorethegulf.gov.

WAYS TO PARTICIPATE: Submit project ideas to individual Council members; **attend meetings** hosted by the Council or individual Council members; **review and comment** on the Funded Priorities List when it becomes available for public comment.

States have developed state expenditure plans and received funds based on spill impacts. State applicants may periodically update their plans and submit their revisions to the RESTORE Council. As with the state expenditure plan, the public must be given at least 45 days to review and comment on these amendments.

WAYS TO PARTICIPATE: Submit project ideas to the lead entities in each state; **review and comment** on plan amendments when they become available for public comment; **attend** public meetings.

2.5%

+25% of the interest

The National Oceanic and Atmospheric Administration (NOAA) is tasked with administering the **NOAA RESTORE Act Science Program.**

WAYS TO PARTICIPATE: We are not aware of any opportunities for members of the general public to participate.

Centers of Excellence (Pot 5)

2.5%

+25% of the interest

Each of the Gulf states has received funds to award competitive research grants to Gulf Coast non-governmental entities and consortia (including universities) to establish "Centers of Excellence" focused on science, technology, and monitoring. Each state's Centers of Excellence Program (CEP) is required to establish "rules and policies" governing competitive selection and grant administration.

WAYS TO PARTICIPATE: Provide input on research priorities when the CEP asks for public feedback; **review and comment** on CEP rules and policies.



ATIONAL

ISH AND

ILDLIFE

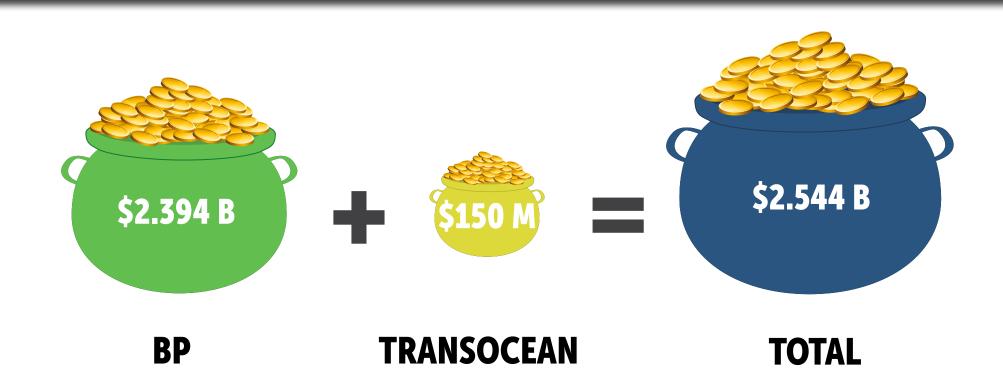
The National Fish and Wildlife Foundation (NFWF) is a nonprofit organization created by Congress in 1984 "to protect and restore fish and wildlife and their habitats." The organization funds a wide variety of conservation projects across the country, leveraging public funds with private investment dollars.

NFWF is governed by a Board of Directors, which consists of 30 members who are approved by the Secretary of the Interior. The Board includes the leaders of the U.S. Fish and Wildlife Service (FWS) and the National Oceanic and Atmospheric Administration (NOAA).

OUNDATION

HOW MUCH MONEY IS INVOLVED?

As part of the criminal settlements the federal government reached with BP and Transocean, the **National Fish and Wildlife Foundation** is receiving a total of \$2.544 billion for projects that benefit natural resources harmed by the oil spill.



HOW MUCH HAS BEEN SPENT SO FAR?

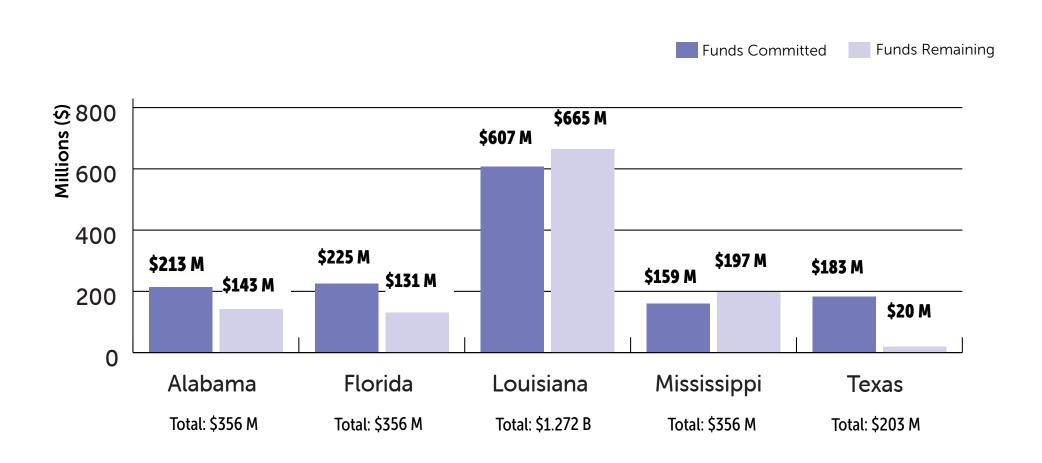
Funds Remaining: \$1.156 B

Funds
Committed:
\$1.388 B

Out of the \$2.544 billion received, NFWF has spent \$1.388 billion on restoration projects in the Gulf as of March 1, 2020. This means there is approximately \$1.156 billion remaining.



NFWF FUNDS SPENT BY STATES



The \$2.544 billion is being divided among the five Gulf states. This chart shows how much money each state will be receiving and how much has been spent as of March 1, 2020.

HOW ARE PROJECTS BEING CHOSEN?

As of March 1, 2020, NFWF has funded 164 projects in the five Gulf states.









While NFWF decides which projects to fund, it must follow the terms set out in the criminal settlements.

These require NFWF to, among other things, consult with state and federal resource managers "to identify projects and to maximize the environmental benefits of such projects."

The public may suggest project ideas through state resource managers.

