

Report Finds Eliminating Oil Refining and Production in Los Angeles County Will Substantially Raise Unemployment Rates and Reduce Household Incomes

THE OIL AND GAS INDUSTRY BENEFITS LOS ANGELES COUNTY

In a June 2020 report, “Contributions of the Oil and Gas Industry to Los Angeles County,” the current economic and fiscal contributions of oil and gas further underscore the industry’s value to communities throughout Los Angeles County, the Cities of Los Angeles and Long Beach, and the County’s five Supervisorial Districts.

These significant economic contributions would be curtailed and eventually eliminated by the phase-out of oil refining and production, as called for in Los Angeles County’s Regional Sustainability Plan. **This phase-out or elimination would raise unemployment rates and reduce County household incomes** at a time when the economy and local governments are reeling from COVID-19’s economic fallout.



113,000 Jobs Supported¹

That’s enough to fill the Staples Center more than 5 times

\$4 billion in State & Local Tax Revenue Supporting Essential Services Like

- Schools
- Emergency Services
- Social Services
- Homeless Services
- Health Services

60 percent of California’s statewide refinery capacity

There are 5 major refineries operating in the County with a combined rated capacity of 1 million barrels per day



Second largest oil-producing county

LA County has over 40 operating oil fields that produced 19 million barrels of oil in 2018

1. Direct Jobs + Multiplier Effects



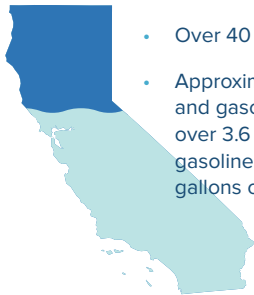
“As a proud U.S. Marine serving two tours in Iraq, I protected my family, friends, and fellow countrymen. Now, my career is at a refinery and I’m able to do the same thing. I’m protecting my community by taking the extra step to ensure that everything we do is safe. The world doesn’t move without gasoline, diesel, and jet fuel. I feel a great sense of pride that I can help provide the fuel our country needs to keep moving.”

— LaNell Lamkin, Marathon Petroleum

Contributions

Los Angeles County

More than 60 percent of statewide refining capacity



- Over 40 operating oil fields
- Approximately 2,100 retail and gasoline stations sold over 3.6 billion gallons of gasoline and 350 million gallons of diesel in 2018



19 million barrels of oil produced in 2018

City of Los Angeles

Three major refineries, four major bulk terminals and a large number of businesses involving distribution and sale of petroleum and natural gas are located in the City of Los Angeles.



36,222

JOBS¹

\$3.15B

LABOR INCOME

\$250M

CITY GENERAL FUND REVENUE



To learn more about the positive impact the oil and gas industry has on communities across the West, visit wspa.org/resourcehub

Regional oil & gas companies providing quality jobs and benefits in Southern California



bry
BERRY CORPORATION



CALIFORNIA
RESOURCES CORPORATION



Average Industry Salary \$95,000/year
This is about 50% higher than the County's economy-wide average. Careers also come with additional benefits including retirement, medical and sick leave, and many jobs are available to workers without a college degree.

	DISTRICT 1	DISTRICT 2	DISTRICT 3	DISTRICT 4	DISTRICT 5
Jobs ¹	20,979	29,985	17,711	29,834	14,387
Labor Income	\$1.78B	\$2.68B	\$1.03B	\$2.81B	\$1.23B
State Revenues ²	\$589M	\$723M	\$518M	\$745M	\$516M
Local Revenues ³	\$171M	\$260M	\$84M	\$335M	\$114M

1. Direct Jobs + Multiplier Effects

2. State excise, sales, income and various other taxes and fees

3. Local property, sales, and utility user taxes

Los Angeles County Supervisorial Districts

District 1

District 1 has significant oil and gas assets, including major fuel terminals in the cities of Vernon and South Gate, as well as a refinery in South Gate.

South Gate The industry directly and indirectly supports **1,548 employees** and **\$4.9 million** in General Fund revenue. This accounts for about 5 percent of total employment and 9 percent of General Fund revenues to the City.

District 2

District 2 has significant oil and gas assets including the Inglewood oilfield, as well as two major oil refineries and two major bulk distribution centers, both located in the City of Carson.

Carson The City would be devastated by an oil and gas phase out. The industry supports **9,376 jobs** (about 11.9% of the total City employment). It generates **\$4.7 billion** in gross regional product (41% of the citywide total from all industries and government). The industry directly and indirectly supports about **\$32 million** in General Fund revenues (about 37% of Carson's General Fund budget).

District 3

District 3 has significant oil and gas assets that include two major oil bulk terminals in Van Nuys.

Van Nuys Oil and gas supports **1,294 jobs** or 1.2 percent of the combined job total for all industries and government in the region.

District 4

District 4 contains a substantial share of the County's oil and gas operations. It includes four major refineries, more than a dozen oil terminals and storage facilities, and a major share of the County's oil production operations.

El Segundo is home to California's second largest oil refinery and an associated bulk terminal. The two facilities account for more than 18% of the total assessed value of El Segundo properties. The industry is responsible for **\$24 million** in general fund tax payments (31% of El Segundo's General Fund).

Torrance is the location of an oil refinery – and the City's largest taxpayer. The industry generates **\$1.9 billion** in gross regional product (almost 14% of the total for all industries and government in the City). Taxes and fees from the industry total **\$31 million** (15% of the City's General Fund budget).

Long Beach is home to the County's largest oil and gas production operations, primarily from the Wilmington oilfield. It also has five bulk oil terminals, including two major terminals at the Port of Long Beach. The industry generates **\$1 billion** in gross regional product (4% of the citywide total from all industries) and accounts for **\$51 million** in revenues to the City (about 9% of the general fund).

District 5

District 5 has several oilfields near the border with Ventura County, including Oak Canyon, Cascade, and Placerita. Production from these fields ranges from a few thousand barrels up to **880,000 barrels per year**.

Santa Clarita is the headquarters for a major oil producer and located near some of the oil production operations in the western portions of the District. The industry accounts for **2,433 jobs** (1.8% of the total jobs in the City), and is responsible for **\$400 million** in gross regional product, and **\$3.2 million** in revenues to the Santa Clarita General Fund (about 2.9% of the citywide total from all industries).



To learn more about the positive impact the oil and gas industry has on communities across the West, visit wspa.org/resourcehub