

NO STRAITS PIPELINE

Art by Pat Perry

FLOW Webinar— The Battle Over Line 5: The Legal Fight for Our Public Waters

July 29, 2021 1:00 - 2:15 p.m.

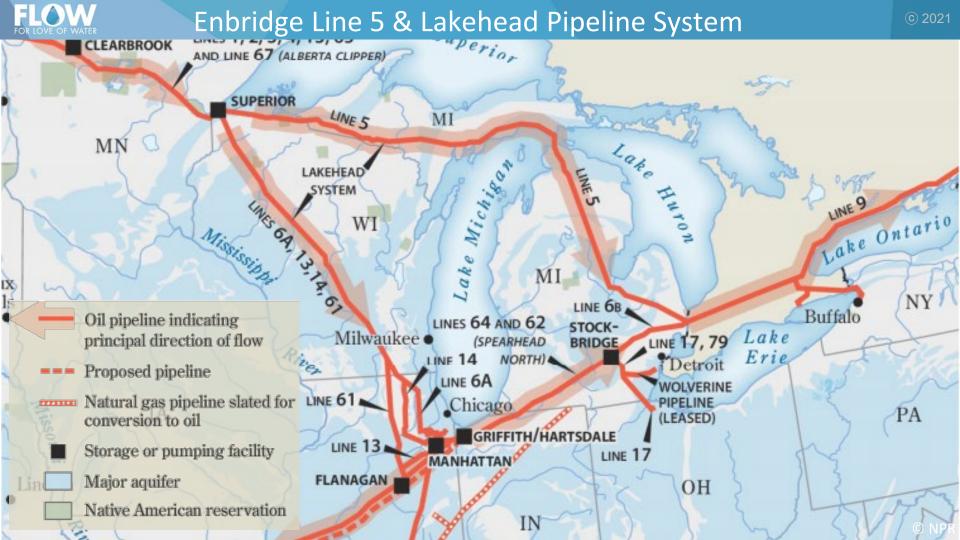














Questions for Our Panelists?

Please enter your questions in the:

- Zoom Q&A
- FLOW's Facebook Live comments





Meet Our Panelists

Stanley "Skip" Pruss
FLOW Legal Advisor &
Former Dir. of MI Dept. of
Energy, Labor, and Economic
Growth & Chief Energy
Officer for MI

Christopher Clark
Supervising Senior Attorney at
Earthjustice, representing Bay
Mills Indian Community





Sean McBreartyO&WDM Campaign Coord. &
Legislative and Policy Dir. at
MI Clean Water Action

Moderator:
Liz Kirkwood
Executive Director
FLOW (For Love of Water)







Photo credit: Enbridge Energy

Enbridge allowed to reopen portion of damaged Line 5 in Straits of Mackinac, judge rules





July 2021: Anchor Broke Off Between Line 5 Pipelines

MICHIGAN

Enbridge retrieves 15,000-pound anchor from Straits of Mackinac

Beth LeBlanc The Detroit News

Published 5:21 p.m. ET Jul. 26, 2021

View Comments









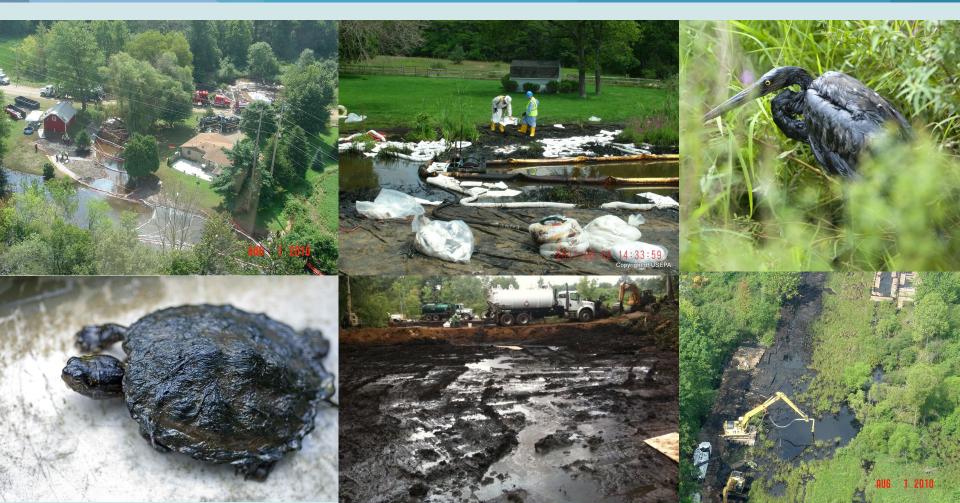
Enbridge Energy has said it recovered a 15,000-pound anchor from between two spans of the Line 5 oil pipeline in the Straits of Mackinac.

The anchor, which was left in the water Wednesday, was recovered Sunday using a crane on a barge, the company said.

The anchor was left on the lake bed, about 500 feet from either span, after a cable detached that had connected the anchor to an Enbridge contractor's barge that was doing seasonal maintenance.

The state directed Enbridge to retrieve the anchor last week after receiving notification from the company regarding the mishap.







Whitmer orders Enbridge Line 5 shutdown, citing easement violations









November 13, 2020 Kelly House, Jonathan Oosting Michigan Environment Watch

Enbridge, Gov. Gretchen Whitmer

Whitmer moves to close Line 5 pipeline

Michigan Gov. Gretchen Whitmer has ordered the shutdown of the dual-span Line 5 pipeline, which crosses the Straits of Mackinac as it transports petroleum products from Wisconsin to Ontario. Tunnel opponents have long called for a shutdown, warning that a rupture would cause a catastrophic oil spill in the straits.





Stanley "Skip" Pruss FLOW Legal Advisor

FLOW





Former Dir. of MI Dept. of Energy, Labor, Econ. Growth



Enbridge Line 5: Upholding the Public Trust in the Great Lakes

- November 2020 the State revoked and terminated Enbridge's 1953
 Easement
- Based on Public Trust Doctrine -Great Lakes waters and bottomlands belong to the public
- Line 5 presents and imminent risk of catastrophic harm
- Enbridge refused to shut down the line - instead filed a federal court action attacking state sovereignty and title in the Great Lakes.

The Battle Over Line 5: The Legal Fight for Our Public Waters

Line 5: Failing Infrastructure and Unacceptable Harm

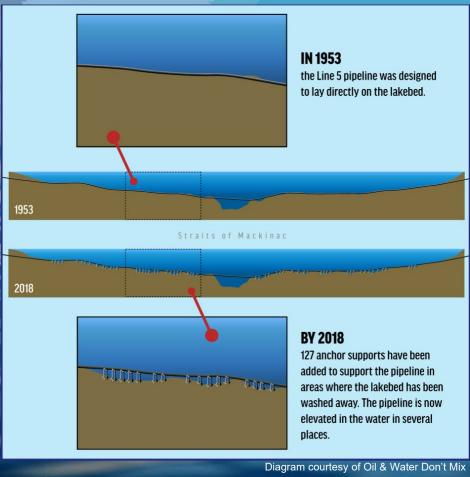




Bare Metal

Broken Supports

Line 5 is a Navigational Hazard—3 Miles of Suspended



- The 1953 Dual Pipelines—original design called for pipelines to be buried or lay on bottomlands; minimize spans
- Since 2001, State has issued "repair" and "maintenance" permits for over 217 structural supports to stabilize the failing dual pipelines.
- Major structural change—more than 3
 miles of suspended pipes has never been
 evaluated for occupancy and use of the
 Straits waters and bottomlands.



Risk Factors Supporting a Permanent Shutdown of Line 5

1. Anchor strikes

- a. June 1979 Consumers Power Co. cables cut
- b. April 2018 Tugboat dropped and dragged anchor
- c. May 2020 Vessels likely under contract to Enbridge struck pipelines and supports
- d. July 2021 15,000 lb anchor detached between the pipelines
- 2. Cable or chain drags; catenary events
- 3. Current-induced stress
- 4. Vessel density high potential for accidents

Unacceptable Risk and Catastrophic Harm to Health, Waters, Economy, and Environment

- The 2018 Risk Analysis conservative damage estimate of \$1.8 to 2 billion
- MSU Damage Analysis \$6 billion
- Updated MSU Analysis Twoweek shut down of Soo Locks: \$45 billion
- Affirms that Line 5 presents an unacceptable risk to the Great Lakes, economy, and *Pure Michigan* way of life



Legal Actions

- People of Michigan v. Enbridge
 Filed June 27, 2019
- State of Michigan v Enbridge
 Filed November 13, 2020
- Enbridge v Gretchen Whitmer,
 Governor, and Dan Eichinger, DNR
 Filed November 24, 2020







USACE Orders Environmental Impact Statement June 2021

- Tribes, FLOW, ELPC, NWF, and OWDM submitted extensive comments urging the Army Corps Of Engineers to require an Environmental Impact Statement under the National Environmental Policy Act
- Necessary to examine geotechnical information and determine environmental and climate impacts
- May take 3 years or more continued operation of Line 5 unacceptable



The Michigan Public Service Commission

Application for authorization of the 99-year Line 5 tunnel and pipeline in the Straits of Mackinac

- MPSC ruled that the scope of review must include environmental and climate change impacts.
- Determined Michigan Environmental Protection Act applies both to tunnel construction and the petroleum products transported
- Determine the "feasible and prudent alternatives" must be considered
- Declined to review "public need" for entire pipeline
- Currently in discovery phase, trial-type hearings begin in early 2022 and end in late 2022.

Department of EGLE Approved Tunnel Pipeline

- The Department of Environment,
 Great Lakes, and Energy approved
 permits for wetlands, water quality
- Declined to consider:
 - Michigan Environmental Protection Act
 - Environmental impacts along the entire line 5
 - Address GHGs and climate change impacts
- Did not consider geotechnical data necessary to evaluate risks of tunnel and pipeline in unconsolidated loose materials
- Earth Justice filed a petition to contest the permit on behalf of the Tribes.

Line 5 Pipelines: Non-Essential Infrastructure





- Global sales of ICE vehicles peaked in 2017, Global oil demand likely peaked in 2019
- GM & Mercedes to exit fueled autos by 2035, Volvo / Ford Europe by 2030, VW by 2026, Jaguar by 2025
- California and Massachusetts prohibit ICE sales after 2035 – ten other states likely to follow soon
- European Union's 27 countries propose banning the sale of gasoline and diesel cars by 2035
- 10,500 cities have committed to reducing CO2 emissions



Financial Management Concerns

PNB Paribus

"The economics of oil for gasoline and diesel vehicles versus wind-and solar-powered EVs are now in relentless and irreversible decline, with far-reaching implications for both policymakers and the oil majors."

Veritas Investment Research

"Canadian oilsands assets with a potential price tag of \$13.4 billion may be up for sale as oil majors divest their heavy oil assets in Western Canada.... Given the pressure to both cut emissions and invest in renewable energy, we expect the super majors to shed mostly upstream oil and gas assets to fund investments into renewables," July 14, 2021



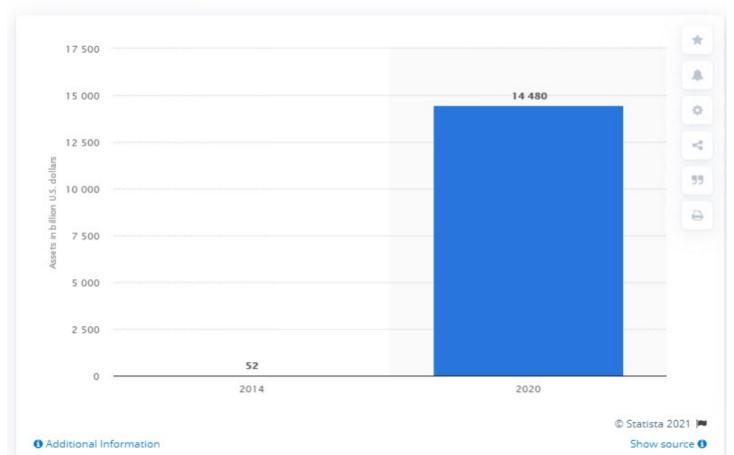
Divestment

- •As of 2020, over 1100 institutions having assets of \$14.4 trillion have pledge to divest from fossil fuels.
- •Over 120 universities and colleges have committed to fully or partially divest their holdings in fossil fuel companies.



Value of fossil fuel divestments worldwide in 2014 and 2020

(in billion U.S. dollars)



Financial
Institutions
Curbing
Lending
for Pipelines
and Alberta
Tar Sands

- World Bank
- BlackRock (world's largest asset manager)
- BNP Paribas Group (largest bank in Europe)
- HSBC (2nd largest bank in Europe)
- Norway Sovereign Wealth Fund (world's largest investment fund)
- European Investment Bank
- California Employee Pension Fund
- Rockefeller Fund

World's Largest Insurers Finding **Fossil Fuel Present Too** Many Risk **Factors**

Insurers moving away from coal and pipeline companies:

- Lloyds of London
- The Hartford
- Swiss RE
- Zurich Insurance
- Munich RE
- Axis Capital Holdings Ltd.
- Chubb Ltd.

Tar Sand Production – existential challenges

"Moody's downgraded the creditworthiness of Alberta's debt to its lowest level in 20 years, citing, among other concerns, the province's dependence on the oil sands and the environmental costs of extracting the oil."

Canada's Supreme
Court has upheld the
national carbon tax
challenged by
Alberta – it will now
add a \$30 per ton tax
to its tar sands
operations

NYT December 2020



Analysis of the Enbridge Financial Assurances

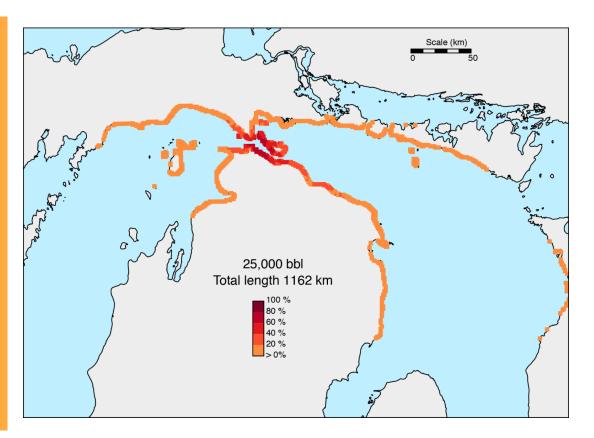
- 1. Enbridge, Inc., a Canadian corporation, is not a signatory to any of the agreements made with the Snyder Administration.
- 2. The **subsidiaries** who signed the agreements with the Snyder administration **do not have the financial wherewithal** to address the consequences of a Line 5 rupture.
- 3. Enbridge, Inc. is not contractually obligated to stand behind the indemnity agreements of its subsidiaries.

Key Point: Enbridge Inc. has provided no legally enforceable financial assurances to the State of Michigan, Tribes, or coastal communities.

The Battle Over Line 5: The Legal Fight for Our Public Waters

International Joint Commission Survey

88 percent of Great Lakes region residents state that protecting the lakes is important and are even willing to pay for restoration





Christopher Clark Supervising Senior Attorney, Earthjustice, representing Bay Mills Indian Community







Bay Mills, Native American Rights Fund and Earthjustice in Partnership





1836 Treaty of Washington

- The Ojibwa and Odawa signatories ceded 14,000,000 acres of land to the United States.
- In exchange, the Tribes reserved the right to hunt, fish, and gather within the ceded territory.

Map: Little Traverse Bay Band of Odawa Indians, Natural Resources Department.



Resolution passed in May

"Beheaded" Artwork by Elizabeth LaPensée, Anishinaabe, Métis, and Irish from Lansing, MI.

2021





Sean McBrearty O&WDM Campaign Coord. & Legislative and Policy Dir. at MI Clean Water Action









Oil Industry Playbook for Political Influence

A look into Enbridge's common tactics in Michigan and Minnesota

Enbridge's Political Influence

- + The role of political spending in Lansing
- + Line 5 and money in politics
- + Part of a larger pattern

Step 1: "Charitable contributions" and buying support

- + MI Radio sponsorship
- + St. Ignace whitefish giveaway
- + Kalamazoo County boat controversy, 2017
- + MI Association of Counties sponsorship

Step 2: Control the Media Narrative

- + Faux-grassroots efforts
- + Consumers Energy Alliance
- + Tunnel Coalition
- + Large media buys-more \$ means a bigger mouthpiece

Step 3: Exert Influence/Divide and Conquer

- Enbridge Reportable Lobbying in MI Legislature 2010-2020: \$580,502.51 (\$292,958.64 in 2019 and 2020 alone)
- + 2018 MI Chamber contribution
- + Weaponization of Indigenous Culture
- Trespassing in MI
- Northern Lights Task Force in MN

Enbridge's legal delay tactics serve a political purpose

- + 2022 Election
- + Influence of dark money in politics
- + Enbridge makes est. \$1.4-1.8 million daily from Line 5

Grassroots must answer



- + Grassroots initiatives cannot match industry financially
- We win by organizingbroad public education, engagement, and basebuilding
- + Over 80,000 Constituents took action in 2019/20

TAKE ACTION

Public Engagement in Proposed Line 5 Oil Tunnel

- 1. U.S. Army Corps Public Engagement in EIS Process for Proposed Tunnel
- 2. Stay updated on Michigan Public Service Commission (MPSC) Proceedings

3. Stay updated on Environment, Great Lakes and Energy (EGLE) Proceedings

Stay Tuned to FLOW's e-newsletter &

Join O&WDM for Take Action Updates!









TAKE ACTION

Here's How You Can Help Shut Down Line 5!

THANK GOV. WHITMER

Gretchen.whitmer@michigan.gov

PLANT A YARD SIGN



SPEAK UP

Write a <u>letter to the editor</u>. Help pass a <u>local resolution</u>. Become a <u>business supporter</u>.

DONATE

to FLOW & O&WDM

forloveofwater.org and oilandwaterdontmix.org

STAY INVOLVED

Sign up for <u>FLOW's</u> e-newsletter & join O&WDM.

Follow FLOW & O&WDM on FB & Instagram

SIGN PRESIDENT PETITION

Petition to President Biden





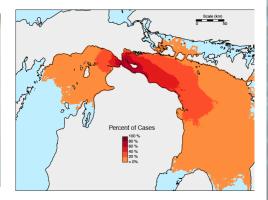
Donate to Support Our Efforts to Shut Down Line 5

(Note: See Zoom chat box & FLOW's Facebook Live for these hyperlinks.)

- <u>Donate</u> to FLOW -- Protect the Great Lakes now and for generations to come.
- Donate to Oil & Water Don't Mix -- We won't rest until the flow of oil is shut down.









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Skip Pruss, FLOW



Christopher Clark, Earthjustice for Bay Mills



Sean McBrearty,
O&WDM & MI CWA



Thank You for Joining Us!



Stanley "Skip" Pruss, FLOW pruss@5lakesenergy.com www.ForLoveOfWater.org





Oil & Water Don't Mix
Keep Oil Out of the Great Lakes



FLOW



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O&WDM & MI Clean Water
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