

COMMITTEE ON APPROPRIATIONS COMMITTEE ON THE JUDICIARY COMMITTEE ON RULES AND ADMINISTRATION - CHAIRMAN SELECT COMMITTEE ON INTELLIGENCE

February 11, 2008

The Honorable Samuel W. Bodman U.S. Department of Energy 1000 Independence Ave., SW Washington, DC 20585

Dear Mr. Secretary:

In February 2007, the Government Accountability Office (GAO) issued a report entitled <u>Uncertainty about Future Oil Supply Makes it Important to Develop a Strategy for Addressing a Peak and Decline in Oil Production</u>. The report recommended that:

the Secretary of Energy work with other agencies to establish a strategy to coordinate and prioritize federal agency efforts to reduce uncertainty about the likely timing of a peak (in global oil production) and to advise Congress on how best to mitigate consequences.

I am writing to inquire whether the Department of Energy has acted upon this recommendation.

Congress acted to make our nation less susceptible to the impact of a downturn in global oil production when it passed the Energy Independence and Security Act of 2007. But an unexpected drop in global oil production would still cause tremendous economic harm. The GAO found that we could more accurately forecast a peak in oil production with improved data on oil resources and use. Reducing uncertainty regarding available oil supplies would increase stability in oil markets and allow for informed decisions regarding the development of oil alternatives.

I would greatly appreciate if you would describe what course of action you have taken at the Department of Energy in response to this GAO report.

Please also describe the policy alternatives available to Congress and recommend a preferable approach.

Knowing that there is substantial debate regarding the potential for a peak in global oil production, I look forward to hearing your views on this matter. I hope that we can work together to take any actions that may be appropriate.

Sincerely,

Dianne Feinstein

United States Senator

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