

Ohio House of Representatives
Transportation & Public Safety Committee Hearing on H.R. 13

March 16, 2021

Statement of Scott Hayes, Health, Safety, Environmental and Government Affairs Manager
Toledo Refining Company

- Good afternoon. I'm Scott Hayes, and I work on the leadership team at PBF Energy's Toledo Refinery.
- I stand with Representative Sheehy on urging the State of Michigan to leave Line 5 open while the new tunnel is constructed. It has operated safely since 1952 and PHMSA, the federal authority which enforces pipeline safety has declared the current line is safe to operate for the foreseeable future.
- Line 5 is a vital energy artery for the Midwest, supplying reliable, North American sources of crude oil to refineries in Michigan, Ohio, Pennsylvania and Canada.
- Crude oil transported via Line 5 is critical to support the operations of PBF Energy's Toledo Refinery and other Northwest Ohio fuel manufacturers that typically produce:
 - 30 percent of Ohio's gasoline and 42 percent of Southeastern Michigan's gasoline;
 - 35 percent of Ohio's diesel and 14 percent of non-jet diesel for Southeastern Michigan; and
 - The majority of the fuel to the Detroit Airport. Northwest Ohio's refiners are also major suppliers to the Pittsburgh, Pennsylvania, Indianapolis, Indiana, Akron, Dayton, Columbus and Cleveland airports.
- In fact, the 500,000 barrels per day of crude that move through the pipeline represents approximately 42 percent of regional refineries' crude manufacturing capacity.
- Without Line 5, the Midwest would face significant fuel supply constraints, which would likely result in significantly higher fuel costs, fuel availability concerns and job losses.
- The jobs and regional economic impact of just our facility alone cannot be understated. Toledo Refinery employs over 550 people full time, with another 500 to 1200 contractors. These are well paying, union jobs employed by the NWOBT.
- First Energy estimates our refinery contributes \$5.2 Billion annually in total direct and indirect economic benefit to Northwest Ohio.
- Without the crude oil traveling through Line 5, refineries like ours could be put at risk.
- The COVID19 epidemic has wreaked havoc on the U.S. refining sector. The sudden and massive fuel demand decreases associated with necessary pandemic response measures has already led to six American refineries permanently closing in just the last few months.

- In such trying times, we strongly urge you to approve Enbridge's application to construct the Great Lakes Tunnel under the Straits of Mackinac. Timely approval is necessary to send a positive signal that regional refineries can continue to rely on needed energy supplies from Line 5 for the foreseeable future.