

Existing Industries — Proposal 25

The Oil Industry

“Introducing the Beginning of the End for Big Oil”

Issue/Problem

The American Energy industry, primarily oil, coal, natural gas, and nuclear easily falls under the “national infrastructure industry” concept previously described. The American Oil Industry (AOI) will be the first Energy Industry to be restructured, because it is by far causing the nation the most problems – and deliberately so! The others along with solar and other forms of under-utilized energy required to run our National System will be dealt with as we aggressively develop and rapidly implement a real National Energy Policy. A policy based upon people and the environment — rather than corporate profits. It will take months, not even a year to formulate and begin putting it effectively in place.

For now let’s take care of our ‘oil-based’ problems for the sake of the economy and the environment!

This will be, in a hand full of years be the industry-wide restructuring of the American Oil Industry to address its obvious disregard for the needs of American consumers, other businesses, and again, the environment. That includes their decades of overt, covert, and *blatant* lobbying against any viable alternative fuels that would decrease our national dependence on foreign oil and decrease their profitability. And the entire Energy Industry will be moving in a similarly public serving direction.

For one thing, IF, Big Oil had not been lobbying so successfully for the last thirty-five (35) years, since the OPEC-driven oil crisis of the early 1970’s things would be quite different now, and We might not even be in Iraq today. Yes, that is one of the two real reasons our troops find them selves in Iraq. The other is to indirectly justify to the American public, unnecessarily large Defense Department budget increases and the corresponding Defense Industry build-up, i.e., the Military Industrial Complex (MIC). I digress *just* a bit, but there will be more on the dynamic Oil/MIC industries duo and their primary sponsors that since 2001 have been in the White House, Bush II and Cheney, respectively.

This proposal will serve the Common Good of all American citizens, American business, and yes, that little thing called the environment – all of which as an Industry they obviously could not care less about.

And keep in mind that the Bush II administration ‘invented’ the term, *Climate Change* to be used in public communications, instead of the nasty words, *Global*

Warming.

Recommended Viewing

There are so many, but for starters these should inform and move you.

1. A Crude Awakening: *The Oil Crash*

Directors Basil Gelpke, Ray McCormack; Co-Director Reto Caduff/2007

In the early Fall of 2007, I was channel surfing on cable and happened across this movie on the Sundance channel. A foreign produced film (www.lavatv.com), it was the hardest thing I have ever watched regarding an industry-wise perspective on the Oil “situation” the world is too fast approaching.

Hopefully, the Sundance, Science, Nature, or History channels will get a hold of that movie and play it frequently in 2008.

2. Syriana (Warner Bros/2005)

Many people have heard about this movie because it stars George Clooney, but many have not seen it since it is not a comedy or love story. It is about the ‘dark side’ of Big Oil’s management, and Middle East power struggles.

3. Why We Fight

Writer/Director Eugene Parecki/2005

This is also referenced of course under Proposal 27 – The Defense (Military Industrial Complex) Industry.

If you have not seen it (most people have not even heard about it) please go to Blockbuster and get this movie and watch it. And parents with teenage children, make sure they watch it with you.

It starts with President Dwight David Eisenhower’s farewell address to the nation the night before President John F. Kennedy’s inauguration. In that historic speech the much respected president warned the country about the potential build-up of the Military Industrial Complex (a title he actually created). Then the movie goes on to show how it developed right up to the present day and Bush II’s optional Iraq War. President Eisenhower’s fears have been fully realized. Senator John McCain speaks in the movie that to me added to its credibility. It is very *sobering*. Hopefully the History and/or Military Channels will be showing this for the public’s convenience and information in 2008.

In case you are wondering why talk about the MIC when we are reviewing the Oil Industry – because just like the Medical and Pharmaceutical Industries, they are fully inner-twined – watch the movie.

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The People's Sense

And, So What Are We Going to Do About It?

First thing that We all should do is open up a window or your front door and scream as loudly as possibly,

“I'm mad as hell and I'm not going to take it anymore.”

The second thing we're going to do is put the American Oil corporations and the Energy Industry in general on short-term notice. We will deal with the issue of their loyal supporters in the US Congress, in Part 5 of CS2.

What follows is not fantasy or intended to be funny. And, We the People have the absolute Right and Power under the U.S. Constitution to insist that such Changes will happen for the sake of our economy and our national security starting in 2009. It will set the example for other oil dependent nations to follow.

The American Public's Basic Expectations

First and foremost, We will aggressively work and do what ever needs to be done — to first control and reduce the cost of gasoline at the pumps, along diesel fuel and home heating oil costs.

Next, We will simultaneously work to reduce our individual use oil imports particularly in passenger cars and trucks.

Since 2001, these costs have been steadily increasing and slowly taking away disposable and now essential income at the individual, family, and business levels. And it has only worsened since March of 2005 after Bush II's re-election. The Oil corporations have taken the art of “profit-taking” to a whole new and nationally abusive level. Some would call it pillaging!

As I put it, Big Oil along with some other industries are getting everything they can get out of us — out of the National System before Bush II and the Republican Party are finally thrown out by the disgusted electorate in the 2008 election.

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Next in 2008, our government will explain why We are shipping most if not all of our “precious” Alaskan oil to Japan? I know that surprised me to find out! We demand that all the details and dollars involved in this strange agreement to be spelled out to the public. Then the agreement will be re-written.

Starting in 2008, the Department of Energy will publish on a monthly basis the true and verifiable Oil Supply and Consumption Statistics, and among other publicly informative numbers to highlight:

- the barrel of oil production and export for every oil producing country.
- the barrel of oil importation for every oil consuming country.
- the American (U.S. territory, only) barrel production, specifying how much is used at home and how much is *exported* and to where, like Japan!
- the barrel break-outs of how the imported and domestically produced oil is being used, e.g., cars, commercial trucks, airplanes, and the Plastics Industry, etc.

All will be presented in easy find and understand statistics that the public and the watchdog groups can keep track of month-to-month.

Commodity and Spot Market Folly

Next, for the sake of the world economy the UN, the WTO, the World Bank, NATO or some collective group with an alleged brain — and supported by 90-plus percent of the world population — must act to remove Oil from the world Commodity and Spot Markets. And the world stood still...

Since 2001, the current international “set-up” has become nothing less than an oil speculator’s and commodity manipulator, dream come true. And has allowed oil producing nations and Oil Corporations to arbitrarily and un-necessarily drive up the per barrel price of crude. They have reached a point where people do not even need to blow up pipelines to make it go up! Do they think We are that stupid? Yes!

Removal from those markets would help first stabilize and then begin reducing the barrel price and will help save some national economies – like ours!

At the same time or as a prelude to that, the Congress will act to secure our supply of oil for the next 10 to 20 years with “direct contracts” with the same oil producing countries that We have always bought our oil from, like Saudi Arabia, Venezuela, and Mexico. And our newest Oil-buddy Iraq — that is why We went there – to control and insure the supply. Any questions?

On the Home Front – Environmentally Speaking

I do not have a specific piece on the environment in CS2. This seems an appropriate place to insert a related and very practical program idea. Something that each of us can choose to do right away!

Beginning with a slow ramp-up in 2008, the current U.S. Congress and the legislatures of all 50 states and DC, will aggressively promote conservation of all things at the individual, home, and business level. Starting with simple recycling bins and/or large, truck-hauling, containers located at every Wendy's, McDonalds (all 14,000 of them – think of the paper, cardboard, and plastic), 7-11, Home Depot, mall parking lot, sports stadium, public school, and every other place of business in the country. And where you live!

Remember every time you see a public trash can overflowing with bottles and cans (We have all seen them) – or you — toss a plastic bottle or food container in the trash, you are putting **re-useable oil** right back in the ground. Funny how none of our 'leadership' never challenges the public about this?

Consider, I was talking with a former U.S. Navy submarine man the other day. He told that on certain Classes of submarines they actually take some types of plastic containers and convert (recycle) them into useable lubricants for use while at sea. What can you say? It is a simple example of the types of reusable oil-based products that are buried in thousands of landfills all over our country and the world. To say nothing about metal cans.

The American public can kick start this National Re-Cycling Program any day We want to. The very same day you read this! In a deliberate and united act of Civil Responsibility each person and business can start putting out more re-cycling out every week than trash — you, me (I already do), and everyone else.

It would prove to be surprising that the first action that We the People collectively take in this Revolution — that will physically demonstrate to our irresponsible government and industries, that We have indeed had enough and We are coming to take care of business ourselves – is taking our recyclables to the curb!

And no one can stop us from doing it! We will bury our city and county governments and a very happy the American Re-Cycling Industry in re-useable natural resources.

With regard to creating domestic jobs — each of the 435 U.S. Congressional Districts have on average over 550,000 people living in them. Each District will

work with the Re-Cycling Industry to build its own District Re-Cycling Centers, to handle plastics, metal, paper, cardboard, and personal computer parts.

And the Environmentalists screamed, **YES!!!**

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Oh yes, and millions of television sets!

Yes, America, We are being forced into upgrading our television sets. This advancement in television technology is a growing boom for cable, satellite, and phone company service providers.

By February 2009, American television stations will cease broadcasting on analog channels, which will end service for millions of people using outdoor antennas and indoor rabbit ears. The conversion will leave many low and fixed income people without service or being required buy new hardware and/or televisions.

And the governmentally imposed deadline is October 2009.

Now, some of us will finally know how to spend that \$600 refund Bush II sent us a few years ago that has just been lying around all this time waiting for some nationally urgent purpose to pop up!

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To continue

Consider the national chain reaction this will start. We will become a bit more self-sufficient regarding the domestic supply of oil-based products, paper, cardboard, metal, etc. Less imports and less of a drain on our domestic natural resources. This will have to promote some forms of domestic manufacturing which could be built upon.

As mentioned before, the Plastics Industry will then be able to get some of its source product from the 435 District Re-Cycling Centers. They are also seriously advised to be checking into the viability of using Hemp as a partial replacement source material, as an alternative to Oil in the manufacture of all those plastic products! The Plastics Industry will need to be picking up where Henry Ford left off in the 1930's when he was using Hemp-based plastic materials to make the entire outer body of a car (and was powering the engine on Hemp-based diesel fuel).

Did you happen to notice in the last half of 2007 that both the Plastics

and Petroleum Industries were running public advertising on the television about all the things that are made with plastics and used to improve the quality of our day-to-day lives? This would be called a form of domestic (possibly subliminal) propaganda designed to make us feel better about all of the Oil that is currently being imported, without saying it out loud.

Consider that one reason that things We buy at the grocery store are costing more is because so many things are now packaged in p-l-a-s-t-i-c! So the per product price goes up and/or the manufacturer puts less product in the package. That's called lose – lose!

We must start by demanding that the grocery stores put small plastic bags in the Produce area so We do not need to two potatoes in a bag 18 inches long! You know what I mean. And many products will need to go back to glass containers. It will be very interesting to hear how the Plastics Industry responds when such issues are raised.

The Automobile Industry

As a related program, our national leadership will begin forcibly re-structuring what is left of the American Automobile Industry with an eye toward bringing back U.S. manufacturing jobs! They were likely to be the seventh industry to be attended to by the AIR Program methodology and are a natural candidate for becoming an Income Generating Entity “Industry”. It would relieve a lot of their problems by cutting some of their overhead and the public's costs of transportation at the same time. Win-win.

The most recent gross, joke of a National Energy Policy bill was happily signed by Bush II in December 2007. Again, he and Congress brought home the bacon for their masters in the Energy Industry. Among other things it “boldly” stated that automobiles will need to “achieve” a minimum of 35 miles per gallon in the **year 2020!** That is absolutely Beyond Sense (BS). At the same time, of course, the Bush II administration said that the state governors could not mandate their own more aggressive (and realistic) fuel efficiency standards – like “Arnold” in California. More BS!

We will make more aggressive demands of our national leadership, such as:

- By 2011, if not in 2010, no new car without at least dual fuel capability will be allowed as a business tax write-off – state and federal. Hello!
- The new DAF cars will be **Built in America! ALL OF THEM!!!** Manufacturing comes back with a vengeance...
- We will begin to convert millions of regular gas burning cars and trucks to Dual or Alternative Fuel (DAF) engines. I understand this can already be

done in some vehicles, and We will get better at it. That will be far less costly, easier, and faster (by years) than waiting for everyone to replace all those vehicles. We will manufacture the required engine parts as well. More domestic employment and a lot of it in Michigan!

- We will make auto financing and tax programs for people that want to move to a new DAF car or truck. And some of the parts from the converted vehicles could find their way to the 435 District Re-Cycling Centers.
- Some of those Centers will be built to meltdown metals and prepare it for re-use!

You get the idea. “And let’s just do it.” We do not need to study this anymore. We will start by making the easy Changes and have success there – while working out the harder steps.

For example, We will find out where the electric car was buried and have it *resurrected!*

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In all, Bush II's first term was bad enough in Oil and Energy areas, but after he scared enough of the public (with things like false pre-election terror alerts) into getting him re-elected in 2004 the screws have really been turned down on us. Starting in about March of 2005, gas pump prices have steadily climbed and it is simply eating away the vital retail economy, nationwide. The Oil companies only had “four more years” of Bush II and had to jump on the profit taking.

It has been pointed out that “unlike many other countries, two thirds (2/3) of the US economy is driven by consumer spending (we may soon need to find out how the other countries do it).

Individual, family, and business “disposable and necessary” income being poured into gas tanks and heating our homes. While at the same time Big Oil is racking up all-time record quarterly profits and *their* Congress no longer even bothers to hold hearings for public show anymore – does not even try to put an end to the abuse. Yet, more good reasons to fire the lot of them (468 of 535) in November 4, 2008. And retire the Big Oil executives in 2009!

As I believe I referenced once before, if you happened to grow up “in the country” like I did, you know that to really kill a snake you must cut its head off! That surgical maneuver is what We will figuratively do with the predatory American Oil Industry – remove their management.

That is really all that needs to be said on the nation’s Oil problem. I will forego burying you in statistics at this time. We all know that the Energy Industry in general and Big Oil in particular have our National Energy Policy, the current

White House, and the Congress completely under their control.

Consider – after We the People have demonstrated our wrath upon the Oil Industry, that the Natural Gas, and Coal Industries – their current management and stockholders – could very well have a whole new attitude and should begin dealing fairly and honestly with Us!

American Industry Re-Structuring (AIR) Program

The American Oil Industry

Overall Re-Structuring Approach

The economically destructive, national security threatening and self-serving American Oil Industry (AOI) will also feel the full force of the AIR Program Re-structuring process and our common disapproval of them.

If you have read the previous proposals on the AIR Program restructuring of the HCI, Pharmaceutical, Tobacco Industries then you already know ‘the pattern’ and I will dispense with some of the rhetoric in this and remaining two proposals.

Again, there is no need to repeat the points that were just made under the People’s Sense section a few pages ago. That fairly well overviewed the framework of our nation’s new approach to controlling Oil related policy, how We will work to control pricing, and begin to ‘really’ reduce our use of Oil related products from the pumps to Plastics.

It is a viable, initial plan and will start us down a *real* path toward alternatives to oil-based products and other energy forms, as opposed to the *mythical* path we have been led down for 35 years by our oil-based National Energy Policy. A fool’s policy that was designed and paid for by the Energy Industry to insure their profits, that is influenced by self-serving foreign governments and that has put both our economy and national security at Risk.

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Liar, Liar

You may remember a few years ago when gasoline first reached \$3.00 a gallon and people went crazy, that Congress summoned executives of the six (6) Big Oil corporation to appear before at Congressional hearing to explain why. At the start of the session a minority Democratic member of the committee suggested that they should be sworn in (just like the Tobacco company executives did some years ago – and were later slammed for having flat out lied under oath). The majority Republican chair of the group immediately said that would not be necessary. The executives then they went right ahead and said whatever they wanted to the committee.

The American Oil Industry executives currently feels they are above having to deal honestly with the Congress, let alone the American public. That Industry’s abuse of the Public Trust will come to an end, and their executives will soon be retired!

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The relatively few large American-based Petroleum corporations involved in foreign oil importation to be included in the AIR Program Re-Structuring of the AOI represent the upper tier and majority of the Oil related industry in America – they are Big Oil. The AIR Program will not initially and may never need to be concerned with the smaller, domestic-only operations.

As the AIR Program restructures Big Oil and the National Energy Policy revisions spread across the National System, prudent Changes will ‘trickle down’ as appropriate to the various entities within the industry – and all for the Common Good.

In fairly short order the Coal, Natural Gas, and Nuclear Industries will also be reviewed in the context of a real National Energy Policy (NEP) – one that is designed to:

- Actually decrease the use of Oil products throughout our economy.
- Severely reducing the use and burning of all fossil fuels into the air.
- Doing what can be done to repair and help clean-up the environment from the damage already done – in the U.S. and around the world.
- First stabilizing and then decreasing the cost of energy to the home and business consumer to the greatest extent possible.
- All but mandating conservation and recycling by individuals and business as a National Priority.

This will be the functional opposite of what is contained in the newest and still dysfunctional NEP that was designed and directed by Energy Industry lobbyists and focused on their own self-serving corporate priorities – profits, stockholder dividends, and excessive executive compensation – rather than the Common Good of us all.

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The primary corporate entities in the AOI and others involved in doing business in the U.S. will comply with this involuntary industry re-organization. This will not be a negotiation.

This restructuring will likely impact relationships and existing agreements and various “deals” made with various foreign countries. As needed, in order to do what is best for the American public and our economy those will be re-written and/or eliminated. With the AOI restructuring, we are confronting the greed and self-serving policies of corporate America, as well as those of certain foreign governments.

Considering that our economy, national security, and the environment are on the line – Everything is on the table. The economies of too many countries and the global environment are at terrible risk and the Masses will now begin dealing aggressively with the Few.

Have no misunderstandings about what is at stake here my fellow Americans. The coming confrontation with management of Big Oil and the cast of other greedy characters around the world that are so deeply involved in this game of Profit, Power, and Control, will most certainly be a momentous event in world history. That realistic confrontation is what is now required to for us correct this destructive imbalance. It is the time for the Meek not to inherit the earth, but for the Masses to call the Mighty, but Few to accountability for their abuses against their own societies and the environment that All people require to sustain life on this Earth. It is to be a mandatory, binding arbitration and reconciliation between the Powerful and over 95% of the world's population.

That was not intended to be dramatic. It is the Plain Truth of our global situation and We all had better wake up to the Hard Reality the faces us.

The remainder of this proposal shall overview the AIR Program's application to the American Oil Industry. Some additional details beyond what was presented under the People's Sense are included herein, but far more will follow in 2008.

The Initial List of Industry Entities

The short list of the Big Oil Corporations (BOC) to be included in the AIR Program Re-Structuring of the American Oil Industry is:

Exxon
Chevron
ConocoPhillips
BP/Amoco
Shell
Valero Energy
Marathon Oil
Sunoco

This initial, working list of *major* Oil corporate entities may be refined as 2008 progresses and the November 2008 National Election draws near.

By deliberate, united vote on that historic day, *We the People* can freely declare that such practical and prudent Change to the National System for the Common Good of us all — will be made.

Again the smaller U.S. Oil companies are not directly involved in this initial phase of the AIR Program implementation. Time will tell how they could be affected by the Changes to Big Oil and the overall National Energy Policy.

Since there are so few corporate entities to deal with this AIR Program it will be easier to implement the required AIR Program changes, which will occur as soon as We demand that the Congress take the necessary actions that are overviewed in this proposal, and will be further developed as things progress in 2008 and 2009. There are certainly some details to be worked out (in public), but our desired path is clear and in 2008 We will get our collective wagons moving in that direction.

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AIR Program – The Entity Re-Structuring Levels (ERL) Overview

The American Oil Industry

ERL 1 – Operational Reorganization

A newly formed Board of Directors will comprise the first level of the AOC Organization Chart.

The existing American Oil Industry corporations will effectively become operating Divisions of the newly formed, Non-Profit American Oil Consortium (AOC) – the Industry Management Consortium established to oversee the operations of the AIR Program restructured industry.

That means the American-based Big 5 Oil corporations (Big Oil) and others in America's top 10 to 15 Oil companies — will become Divisions within the AOC and form the second level of the Organization Chart. There could be some smaller Oil corporations added in the future, but they are not critical to this exercise and are not involved at this time.

The issue of a Big Oil corporation currently being part of a larger corporation and needing to be transferred from the existing corporate entity to become operating Divisions of the AOC should not apply to this situation. If so, as with the prior industry proposals they will not be purchased or bought out initially just because they are a stock held corporation. In any case, this corporate reorganization will not be optional.

The operational and administrative offices of each of the former Big Oil corporations would be systematically and efficiently consolidated over a few years. Such consolidation always happens when similar companies merge, we have all seen it. Since there is great redundancy in their operations, some reduction in employment would eventually occur.

Note: Although the Consortiums are set-up as Non-Profit corporations, these organizations will pay taxes.

ERL 2 – Existing Management Retirement

Existing Senior Management

The same scenario as before.

- Any member of senior management with Golden Parachute will be retired by May 30, 2009. Any and all stock options in their package will be eliminated.

- No more Golden Parachutes will be offered to future management, ever.
- Any remaining member of management with a base salary in excess of one (1) million dollars per year will have it cut to that amount as of July 1, 2009.
- All stock options for 2009 will be eliminated.
- All 2009 bonuses will be reviewed by the AOC group and may be reduced.

And if a given person does not like those Changes – they know where the door is...

Remember: The one-time offer to hold current and prior management and employees harmless from lawsuit will be presented and I believe will be accepted. This offer will be made to the current and prior members of the Boards of Directors, as well.

Existing Boards of Directors (BOD)

The existing BOD would be relieved of their positions by May1, 2009. By law most, if not all corporations are required to have some form of BOD whether it is actually functional to the operation or just ornamental. The future form and function of the previously mentioned Industry Management Consortium created for the Pharmas, the AOC, will be reviewed.

ERL 3 – New Management Structure and Charter

The Industry Management Consortium Requirement

With the consolidation of the existing American Oil Corporations, the nation is again merging a group of businesses that are pretty much doing the same things – for the most part it is complete operational redundancy. Each of the Big Oil corporations will become operating Divisions in the AOC Non-Profit organizational structure. Therefore, a single Boards of Directors “entity” is all that will be needed. The costs that are now associated with the existing Boards is therefore not necessary and will go back into the operation. Those freed-up funds will be put to good uses.

The AOC Board will be responsible to the American public for implementing, strictly overseeing, and refining the new Charter of Operations. They will not manage the day-to-day operation.

Recommended Charter of Operations

The first level of the AOC will provide oversight and administrative control over the entire operation.

The day-to-day operations of the AOC will of course continue to be managed and

performed by the Divisions and the existing operational managers and staff – the people that do the work today. The AOC management their staff will administer the overall operation. The AOC management team will be comprised of industry-wise outsiders selected for these critical positions and a staff selected from the managers in the Divisions that remained after the senior Big Oil management was retired.

The AOC management team will serve as the primary contact point with the U.S. Congress, any state-level agencies, and will be the negotiating agent with all Oil producing countries. It have a working Board of Directors.

As you review this initial Charter, keep in mind the related points made under the People's Sense section a few pages ago. They will be blended into the AOC mandate.

Simply stated the AOC Inaugural Operational Charter will include:

- Oversight of the consolidation of the existing Big Oil corporations into the new AOC organizational structure.
- Elimination of the “whatever it takes” mentality and need to make profits for their stockholders at the expense of consumers and other businesses that are currently suffering with ever-increasing Oil pricing.
- The AOC and the Congress will aggressively promote a national awareness campaign that individuals and businesses reduce their use of Oil sourced products – conservation in daily use and seeking alternative energy sources will be the rule.
- The AOC will work in close coordination with the American automobile industry that will be producing duel and alternative fuel vehicles, and to facilitate the near term availability of alternative fuels at the 170,000 gas stations across the country. Something that Big Oil has blatantly fought for decades.
- The AOC will aggressively work to reduce the amount of oil imported to this country for use in automobiles, trucks, airlines, manufacturing, home heating oil, and in the making plastic products.
- We will cease stupidly asking the Oil and other Energy industry Components (e.g. Natural Gas and Coal) to support the development of alternative fuels — because that has never been their business!

Only If We Act — These and other nationally prudent Changes to be identified not only can happen – it must happen. And, We the People will demand that it starts happening in 2008!

Consider this Radically, Practical Scenario

First, the U.S. would begin negotiations to obtain direct contracts from our regular Oil supplier countries. These are the same countries we have been buying our oil from for decades, and of course we will now add Iraq to that list. Establishment of these contracts would remove us from the fluctuations and abuses of the Commodity and Spot Markets. That will in turn decrease in the per gallon price at the pump. And the American consumer, businesses, and retail industry can exhale.

It will sound strange at first, but it is win /win. The suppliers would have multi-year fixed-price per barrel agreements that will insure the sale of their oil exports and We the buyers would have a guaranteed source at a fixed price i.e., starting around \$60 a barrel or less. Do not fall for any short-term, negative Oil Industry propaganda on this approach, the supplying countries can be attracted to this.

It is now 2008 and prior to November's National Election such negotiation could be done at any time by the Congress if they get their collective act together and put Bush II in his place. If the White House dares to try and block it, they should be told that impeachment will be back on the table for both GWB and RC. And as I understand, it could be accomplished in less than 90 days – some serious food for thought. Senator Joseph Biden and Rep Dennis Kucinich have both mentioned that action during the campaigns.

As a backup supplier and/or in addition we will pursue oil contracts with Russia that is now pumping almost the same amount of oil now as the Middle East and is still ramping up new oil fields.

The U.S. Congress (probably over the screaming objections from the oil-based White House) would aggressively work with other countries to remove Oil from the Commodities and Spot market as soon as possible – and that means before the end of 2008.

Otherwise, in early 2009 the new Congress and President will do the job.

The Creation of OPIC

I have wanted to write this one down for a while! I propose the formation of the Organization of Petroleum Importing Countries (OPIC). It will be the functional alter ego of OPEC, comprised mainly the Middle Eastern oil Exporting countries. The nations represented in the new worldwide OPIC organization would work together to share ideas and approaches on such common issues as:

- how to practically reduce their use of Oil and so their dependency on it
- how to practically reduce their use of Coal and the damage it is doing to the atmosphere and the air we all breath.
- aggressively increase use of solar and wind energy sources.
- aggressively increase electric power through all possible sources and the use of electric powered vehicles.
- aggressively work to repair the damage already done to the environment by Global Warming.

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Now at the risk of sounding a bit crazy (not that some don't already have that opinion of me) I also had to write this down for common review and perspective. Some months I was watching a nature/science program and they were in an Antarctic-type setting with both ice and exposed land. They laid two (2) fabricated tiles about 2' by 2' on the ground in board daylight. One was black on top and the other was white. After a while they read the temperature on the surface of each. The black one had absorbed the sun's rays and held a high temperature, while the white tile had reflected the sun's heat and was still cold. Why couldn't we begin a deliberate covering of land area in the extreme Northern and Southern Hemispheres that have been exposed by the Global Warming meltdown? The Earth is not reflecting away the sun's heat as much as it needs to and that is major contributor to the warming of the atmosphere and the continued melt-off. It would be a huge project, but it could be done and potentially with gargantuan paybacks. In time it 'could' help re-grow the glaciers. I wonder what the Environmental scientists will say about that one. Think about that for a while folks!

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To continue with OPIC

There is no practical reason for the life's blood of so many national economies to be at the day-to-day mercy of idiots with explosives, commodities traders, and greedy Oil suppliers – as it is today.

The Oil suppliers must be held absolutely accountable for insuring no disruptions in their operations. They need to be responsible for working to eliminate the people that would cause supply disruptions, instead of profiting for sudden spikes in per barrel prices when things go bang in the night.

This change will certainly require some Hard Ball negotiations with a few of the Oil supplying countries, but if we do not get the speculators and corporate junkies off the Oil train they are on — it is only a matter of time until per barrel price drives the world economy to a crisis (we are nearly there now) that would only yield horrible results.

The national security our and other nations cannot remain tied to the world Commodities and Spot Markets any longer. It is an accident waiting to happen, and it is completely avoidable.

Call your states' Congressional members and tell them to get busy on this or not to bother raising any more money for their re-election campaign.

ERL 4 – Stock, Profitability, and Pricing Controls

As is repeated in these six proposals — the following scenarios will begin taking effect as soon as possible in 2009 and will likely be applied retro-actively when the required legislation is passed by the **new** U.S. Congress.

While We can always hope, there is probably little chance that the existing Congress and White House will move on this proposal before the November Election. These six Industry proposals need to be the **hottest topics** in the country during 2008. The electorate must bring these and the other American Agenda Proposals to the campaigns! We can do this.

Stock Trading Control

Stock trading in the former Big Oil corporations now Divisions of the AOCs will be in a state of virtual suspense. The stock will be initially frozen at its 1-1-2008 share price. Any negotiation and eventual buy-back activity will start at that price or lower possibly adjusted by the individual stock-holder's buy-in share price.

The markets would be intensely watched (by the SEC and others) in the run-up to the 1-1-09 AIR Program Effective Date for any selling or other game playing. Again, violators will be severely dealt with including fines and/or prison time in a State run facility. No Federal playpens for the rich and famous anymore.

Profitability Control

They have had a good ride during the Bush II years, but the party is over. Corporate profitability for publicly held (stock) corporations will be capped retro-actively to 1-1-09 at no more than **three percent (3%)** for physical year 2009 and stockholder pay out will be capped accordingly.

As a result there will of course be access (large) profits generated in 2009 as the AOC Management assumes control of eh American Oil Industry. The profits in excess of that will be put to practical uses such as:

- merger related expenses
- elimination of any out-sourcing activities
- internal operational spending
- set aside for future dividend payments to stockholders
- set aside for the future stock buy-back process

Pricing Control

Note: There could be a flat 1% to 3% premium increase for 2010 while the system is sorting itself out.

ERL 5 – Conversion of IGE Model

The AIR Re-structuring of the American Oil Corporations is another opportunity to transition a National Infrastructure Industry into an Income Generating Entity (IGE). Consolidation of existing Big Oil corporations into the non-profit American Oil Consortium (AOC) will lead the way to their eventually being converted to a pure IGE within the National System.

With an aggressive national movement toward reducing oil/petroleum use beginning to gear up in 2008, it just makes sense to consolidate their operations. Further, this approach to corporate consolidation avoids the time consuming merger negotiations, huge buy-out expenses, and legal hurdles they would face if they slowly merged on their own over the next decade or so.

Over a period of years, all existing stockholders will be bought out. The stock amounts involved and how the stockholders will be compensated for their share value will be worked as a AIR Program implementation of the AOC progresses. AS previously stated, that is not avoiding discussing the hard dollars involved. The numbers are what the numbers are, and they will only continue to grow worse the longer We delay this Change of Necessity to our National System.

Therefore, I deliberately would not take the time extract and present that data on this or the others in this infamous group of six Existing Industries because those

numbers will be one of the first things that the Special Interest lobbyists for that group throw out to scare everyone with.

But, We will not be afraid or deterred from our Common Goals – to reduce the use of Oil and oil-based products such as Plastics, aggressively promote the use of alternatives to Oil in all facets of the National System, as well as help the environment.

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That is all.

Next, the Money Lenders.

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