Oil and Natural Gas Stimulate Alabama
Economic and Job Growth

Oil and natural gas are driving the U.S. economy through a major energy boom and that boom is rippling through the economy of Alabama, supporting business activity across the state. This finding grows out of a new American Petroleum Institute survey of domestic oil and natural gas vendors, which offers a glimpse into the job and business creation engine that is the current oil and natural gas industry. The survey shows that at least 101 businesses, spread across the state’s seven congressional districts, are part of the larger oil and natural gas supply chain.

The survey’s snapshot of state-by-state activity reinforces the impressive level of industry success throughout the country that is documented in a recent PriceWaterhouseCoopers study conducted for the American Petroleum Institute. That study found that the oil and natural gas industry in Alabama supports some 103,300 jobs, which is 4.2 percent of the state’s total employment. The amount of Alabama labor income supported by the oil and natural gas industry comes to $4.9 billion annually. That’s 4.2 percent of the state’s total labor income.

Although Alabama is not a top U.S. energy producer, these job and labor income figures demonstrate that the people of Alabama enjoy significant benefits from energy development. The benefits show up in the state’s salary statistics as well. Thus, while the average annual salary in Alabama across all industries and sectors is $41,399, the average oil and gas industry salary (excluding gas stations) is significantly higher—$63,832 annually.

Overall the industry supports $11.3 billion of the Alabama economy. That’s 6.4 percent of the state’s total economic activity.

Alabama also benefits from the production of oil and natural gas from shales and so-called “tight formations,” energy development that uses the proven engineering technologies of hydraulic fracturing, or “fracking,” and horizontal

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1. American Petroleum Institute, “API Onshore Oil and Gas Vendor Identification Survey,” Washington, D.C., 2014. The survey was distributed to API members in January 2014 to collect information for the period October 2012 to September 2013. Included are companies that provide goods and services for onshore oil and natural gas development, whether as operators, contractors, service companies, suppliers, or vendors.


4. Data includes NAICS code 524, which may count some coal product manufacturing jobs.
drilling. Total jobs supported by these activities in Alabama reached 9,064 in 2012. That job total is projected to climb to 15,512 in 2020 and to 18,615 in 2035.\(^5\)

And Americans, including the people of Alabama, get it. A telephone poll of 1,012 registered voters across the country, conducted on behalf of the American Petroleum Institute, found that 77 percent of Americans, regardless of party affiliation, support increased production of oil and natural gas resources located in the United States.\(^6\)

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### Congressional District 1
- Aaron Oil Co, Inc
- B&W Drilling Tools
- DRG Logistics, Inc
- Fire Sprinkler Supply, Inc
- Greater Mobile Urgent Care PC
- Greens Synergy Services
- Division of Greens Energy Group, LLC
- Gulf Coast Emergency Response
- Hale Consulting, LLC
- Industrial Valve Sales & Service, Inc
- Interstate Battery
- Isam North America Corporation
- Marine & Industrial Supply
- Martin Energy Services, LLC
- MDL Contracting, Inc
- Moody’s Electric, Inc
- Precision Engineering, Inc
- RD Midwest, LLC
- RDA Service Co, Inc
- Ronbeck Enterprises, Inc
- Skelton’s Fire Equipment, Inc
- The Embroidery House, Inc
- Transportation Safety Services
- Vulcan Utility

### Congressional District 2
- AAA Cooper Transportation
- Govdeals, Inc
- Sabel Steel Service
- Thornton Farish, Inc
- Barbara Chesser Johnson
- Metal Samples Corrosion

### Congressional District 3
- Kappler
- T&K Leasing, LLC
- Caltex Water, LLC
- Centro Resources, LLC
- Circle C Services, Inc
- Global Technical Services, Inc
- Goes Electric
- Intergraph Corporation
- Lynd A. Johnson
- Mav-Con Oilfield Services, Inc
- Maverick Aggregates, Inc
- Midway Oilfield Constructors, Inc
- Parker Hannifin Corporation-Ipd
- Perfection Equipment, Inc
- Pierce Mtg Consulting
- Rush Truck Centers of Ok, Inc
- Sewell Ford, Inc
- Alabama Line Location Ctr, Inc
- Amerex Corporation
- Contrec-Usa, LLC
- Key Fire Hose Corporation
- Motion Industries, Inc
- Occupational Health Dynamics
- SCM E&P Solutions, Inc.
- Spoc Automation, Inc
- Trimec, LLC
- Adams & Reese LLP
- Alabama Power Co
- Asset Management Services, LLC
- Boyd Logistics, LLC
- Buddy Moore Trucking
- Chet Morrison Contractors, LLC
- Consolidated Pipe & Supply Co, Inc
- Diamond Displays, Inc
- Diversified Well Logging, Inc
- Ebsco Industries, Inc
- Energen Resources Corporation
- Eurofins Lancaster Laboratories, Inc
- Greenbrier-Pa, LLC
- Guardsmark, LLC
- Industrial Health Council
- Interstate Properties An Alabama General Partnership
- Jay Electric Co, Inc
- John Plott Company, Inc
- Kathryn Flournoy Nicholson & John Nicholson
- L&L Oil & Gas Services, LLC
- Lancaster Laboratories, Inc
- Law Office of John Foster Tyra PC
- Martin Energy Services, LLC
- McGiffert & Associates, LLC
- Medjet Assist.
- Metal Samples Co
- Motion Industries, Inc
- Music Mountain Spring Water
- North American Construction Oil Mop, LLC
- Orcutt, LLC
- P&S Transportation
- Plaza Investments II Holdings
- Quinn Pumps, Inc
- Ram Tool & Supply Company, Inc
- Regions Bank
- RMS Texas Timberlands I LP
- STI Trucking, LLC
- Stone Trucking Co
- Terra Renewal
- Tommy Beasley Construction Co, Inc
- Tri Element, Inc
- TTL, Inc
- USA Environment LP
- Video Industrial Services, Inc
- Vulcan Utility Signs & Product