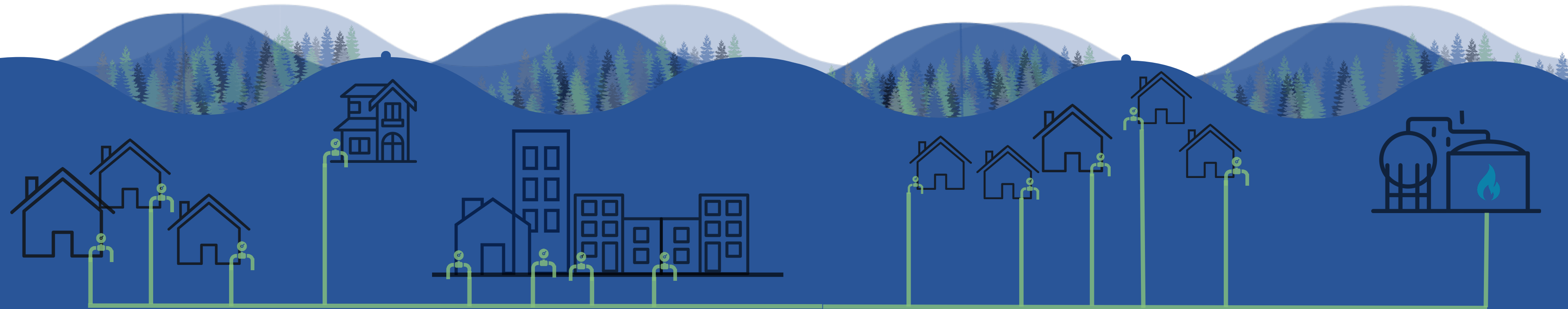








# HOUSE RESOURCES COMMITTEE PRESENTATION



# WHO WE ARE

-  Municipal -owned utility. An instrumentality of the Fairbanks North Star Borough
-  Service Territory in the Greater Fairbanks area, including Fort Wainwright and Eielson Air Force Base
-  Distribution buildout in Fairbanks and North Pole
-  Mission to provide low-cost, clean-burning natural gas to the largest number of customers in the FNSB as possible, as soon as possible.

# BOARD OF DIRECTORS



**Jim Dodson**  
Chair  
At-Large Seat D



**Jack Wilbur**  
Vice-Chair  
At-Large Seat A



**Gary Wilken**  
City of Fairbanks  
Appointed Seat



**Derek Miller**  
FNSB Appointed Seat



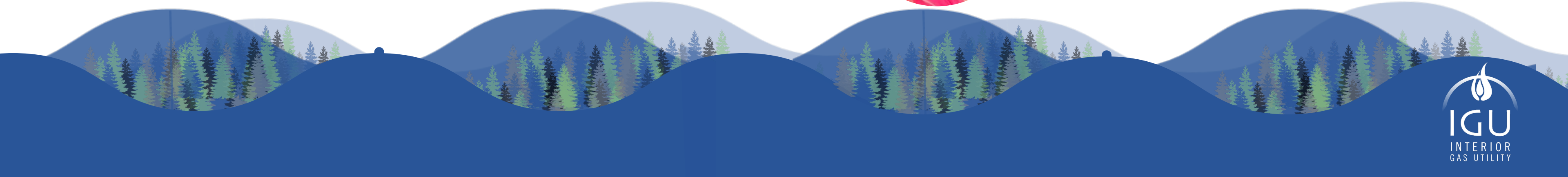
**Pete Kelly**  
At-Large Seat C



**Jeff Jacobson**  
City of North Pole  
Appointed Seat



**Sherri Wall**  
At-Large Seat B



# INFRASTRUCTURE



More than  
3,600  
customers (up  
from 1,200 in  
2021).



150 miles of mainline  
in Fairbanks, and 90  
miles in North Pole.



5.5 MM gallons of LNG  
storage at three  
storage sites. When  
full, the LNG storage  
tanks can meet more  
than 30 days of IGU's  
current demand in the  
coldest weather.

# NORTH SLOPE LNG

- 🔥 Transitioned to North Slope LNG supply in 2025. First delivery in October, sustained deliveries in December.
- 🔥 Received more than 5MM gallons of LNG from the North Slope to date
- 🔥 For the first time in Alaska's history, North Slope natural gas, which is abundantly available, is being used outside of the North Slope.



# NORTH SLOPE LNG- PARTIES

Hilcorp provides Harvest with gas supply on IGU's behalf. The two are not contractually bound for the purpose of this agreement.



Hilcorp North Slope, LLC  
**Gas Producer/Seller**



Interior Gas Utility  
**Customer**



Harvest Alaska LNG, LLC  
**LNG Producer/Seller**

Gas Sale and  
Purchase Agreement






LNG Manufacturing  
Service Agreement

# Delivered Heating Oil v. Natural Gas Equivalent



IGU’s current residential tariff is \$24.88/MCF; about twice the rate in Southcentral. To get to the Interior, gas must be liquefied, trucked hundreds of miles, and stored before delivery. That supply chain is reflected in the price. Even so, natural gas remains consistently less expensive than heating oil on an equivalent energy basis, providing meaningful savings for Fairbanks area customers.

# 2026 LEGISLATIVE PRIORITIES

-  Support construction of a spur line to Fairbanks as part of the Alaska LNG project.
-  Relative to the Alaska LNG project, support an in-state gas demand pooling approach that ensures Interior communities are part of the statewide customer base. A larger pooled in-state demand lowers the per-unit cost of gas for all Alaskans, stabilizes long-term pricing, and prevents cost disparities between regions.
-  Support measures that lower the cost of converting to natural gas for households and businesses, helping reduce long-term heating costs and improving overall system efficiency.
-  Support capital funding for natural gas mainline extensions and services to expand service, accelerate conversions, and improve air quality.
-  Increase Dalton Highway maintenance and staffing to secure reliable LNG trucking operations, reduce transportation costs, and stabilize supply as IGU increases North Slope volumes in 2026.



# QUESTIONS?



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