



ALASKA INFRASTRUCTURE AND SUPPORT INDUSTRY UPDATE

ALASKA LEGISLATIVE WORKING GROUP PRESENTATION

7/10/2018

OIL AND GAS COMPETITIVENESS REVIEW BOARD

WYCHE FORD

ALASKA SUPPORT INDUSTRY ALLIANCE

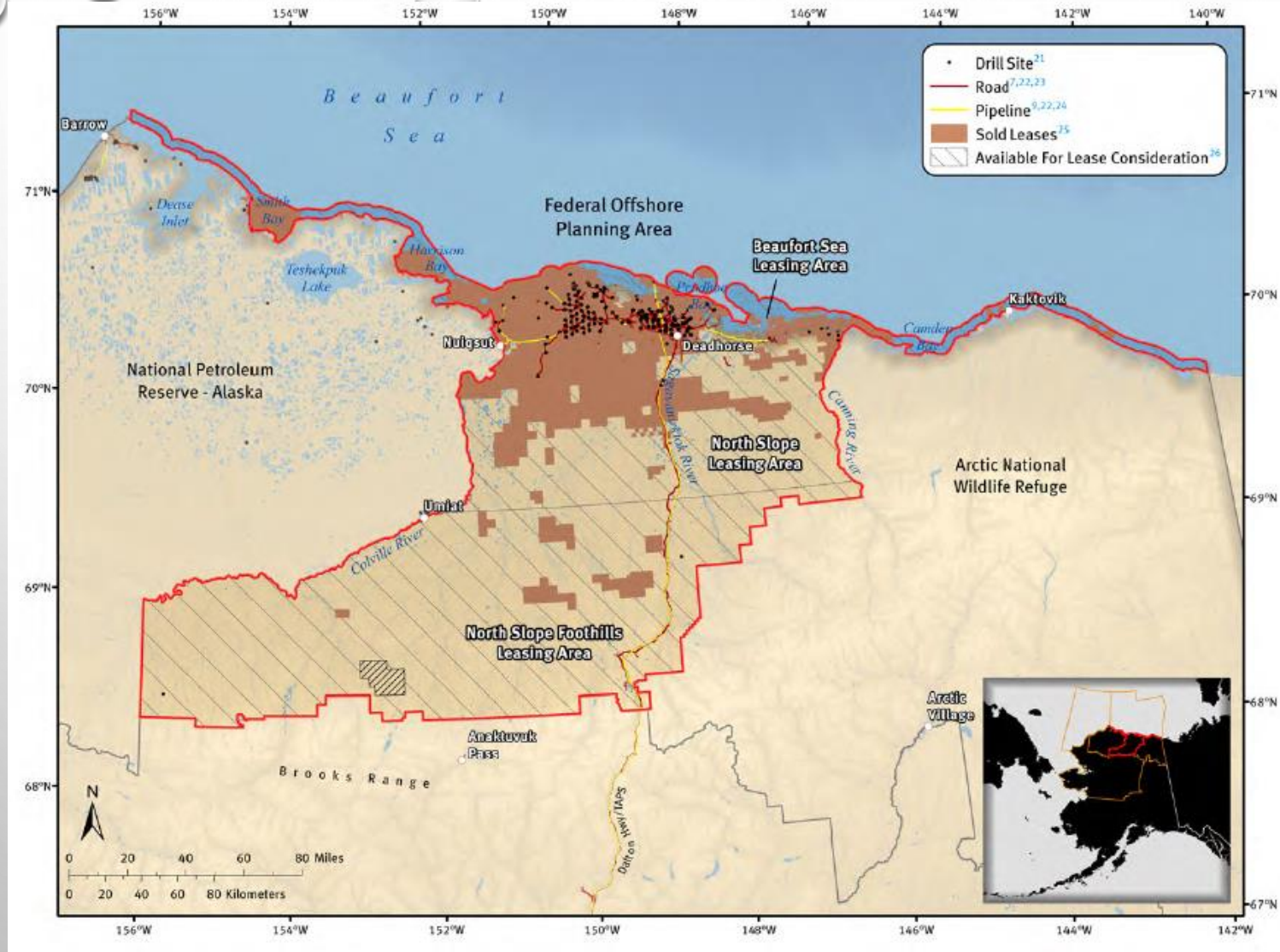


July 10, 2018

INFRASTRUCTURE UPDATE

- SINCE THE 2/27/2015 O&GCRB REPORT THERE HAVE BEEN MINIMAL CHANGES TO THE INFRASTRUCTURE SUPPORTING THE OIL & GAS INDUSTRY
- INFRASTRUCTURE CAN BE DESCRIBED AS ACCESS ROADS, AIRPORTS, OCEAN DOCKHEADS OR PORTS, ELECTRICAL TRANSMISSION, PROCESS FACILITIES, PIPELINES, WATER, HOUSING
- IN ALASKA INFRASTRUCTURE SUPPORTING THE NORTH SLOPE AND COOK INLET AREAS HAS LARGELY BEEN PRIVATELY DEVELOPED.
- PRIVATE INFRASTRUCTURE DEVELOPMENT POSES TWO SIGNIFICANT BARRIERS FOR BOTH INITIAL AND FUTURE OIL AND GAS DEVELOPMENT
 - HIGH STANDALONE COST FOR THE INITIAL PROSPECT DEVELOPMENT
 - LIMITED ACCESS BY OTHERS TO THIS PRIVATELY HELD INFRASTRUCTURE IN THE FUTURE

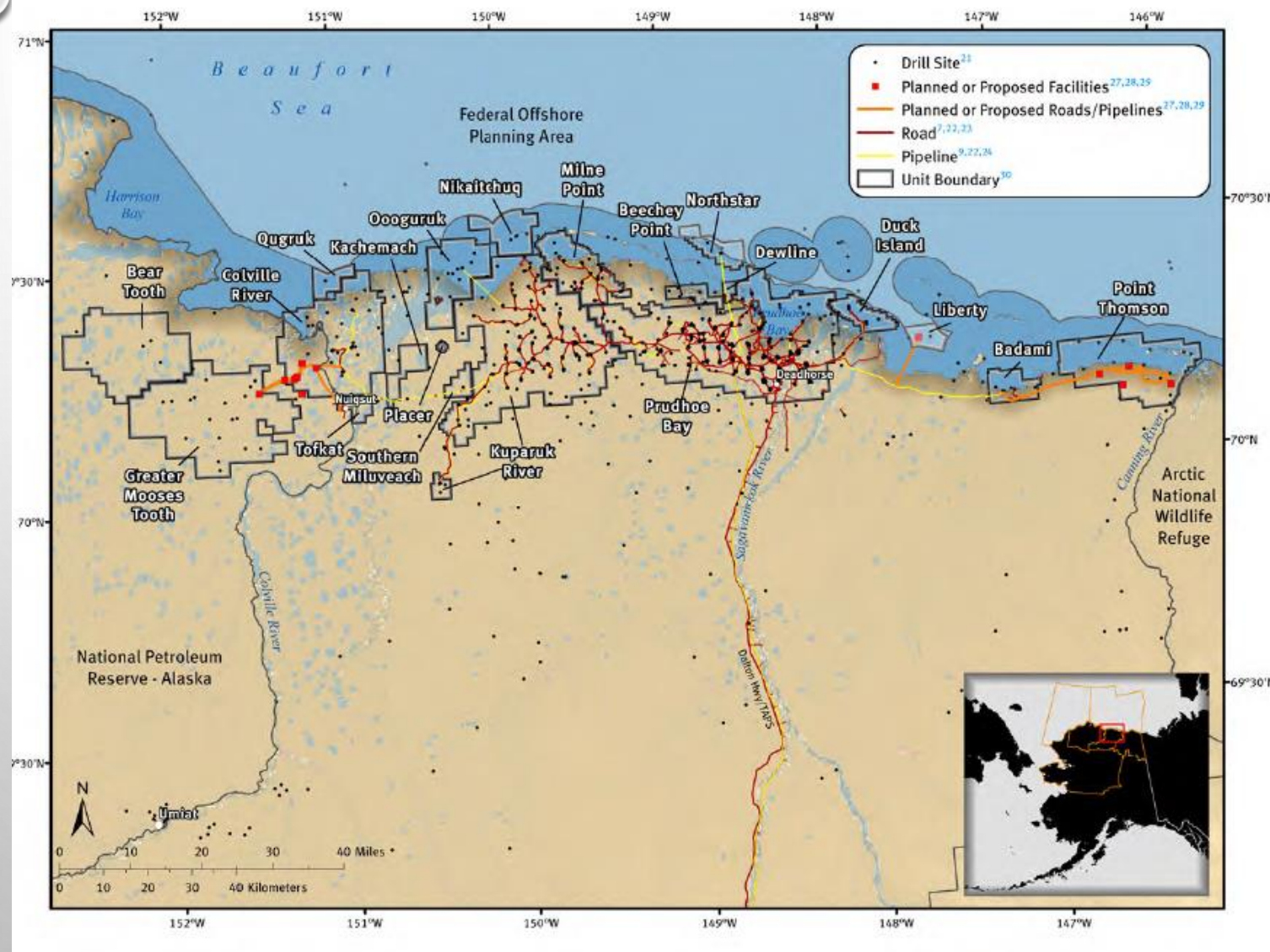
INFRASTRUCTURE UPDATE



MAP FROM UAF
REPORT:
INFRASTRUCTURE IN
ARCTIC ALASKA, KEVIN
HILLMER-PEGRAM

July 10, 2018

INFRASTRUCTURE UPDATE



MAP FROM UAF
REPORT:
INFRASTRUCTURE IN
ARCTIC ALASKA,
KEVIN HILLMER-
REGAM

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SUPPORT INDUSTRY

- OIL & GAS INDUSTRY JOBS (AK DOL STATISTICS)
 - DECEMBER, 2014 15,300
 - DECEMBER, 2017 9,200
 - MAY, 2018 9,400
- SUPPORT INDUSTRY IN ALASKA VIEWED AS HIGHLY COMPETENT AND COLLABORATIVE BUT NOT DEEP
- TAX CREDITS HB 331
 - COMPANIES OWED TAX CREDITS ALSO OWE SUPPORT INDUSTRY CONTRACTORS