

# ALASKA INFRASTRUCTURE AND SUPPORT INDUSTRY UPDATE

ALASKA LEGISLATIVE WORKING GROUP PRESENTATION

7/10/2018

OIL AND GAS COMPETITIVENESS REVIEW BOARD

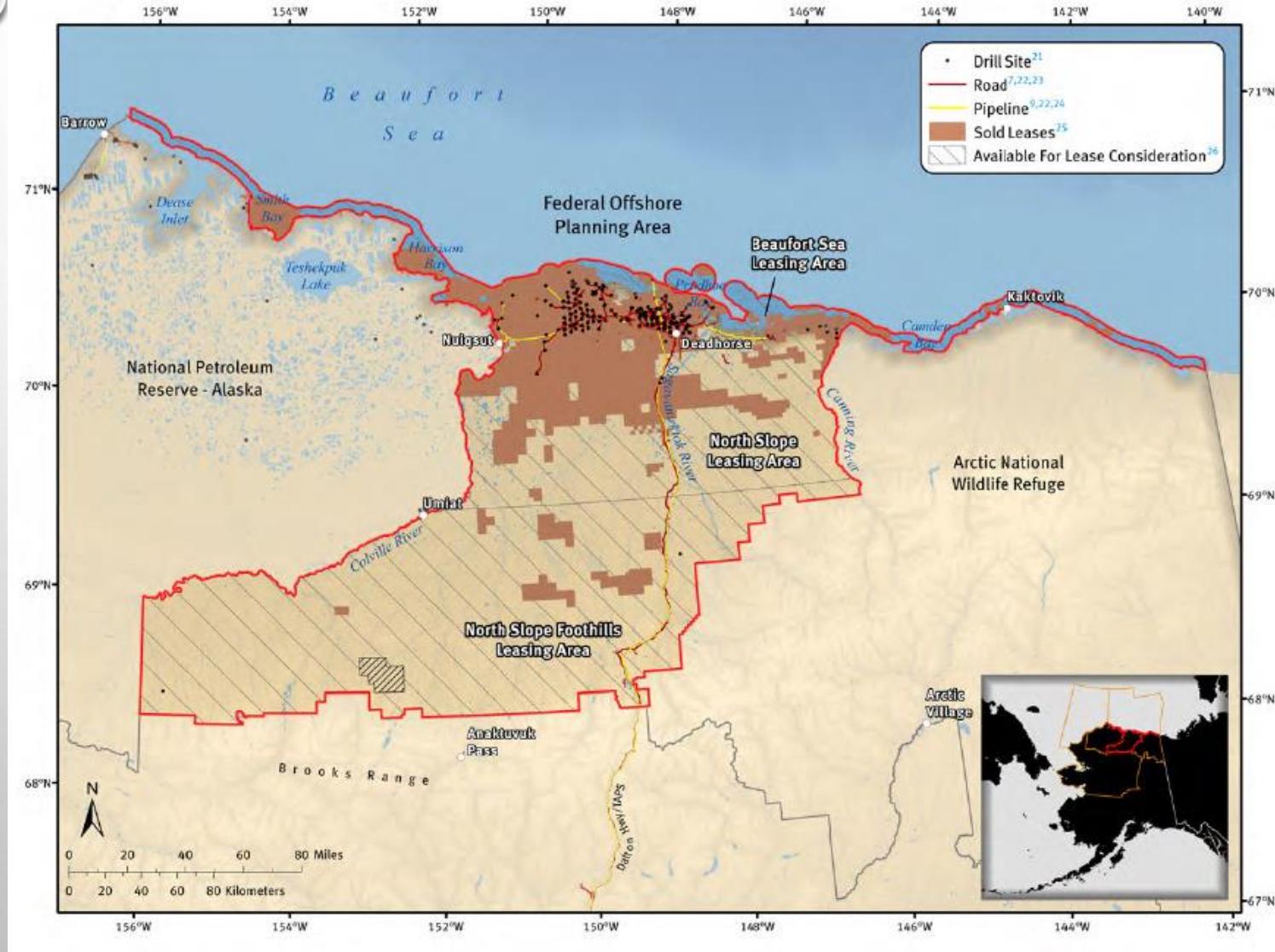
WYCHE FORD

ALASKA SUPPORT INDUSTRY ALLIANCE

# INFRASTRUCTURE UPDATE

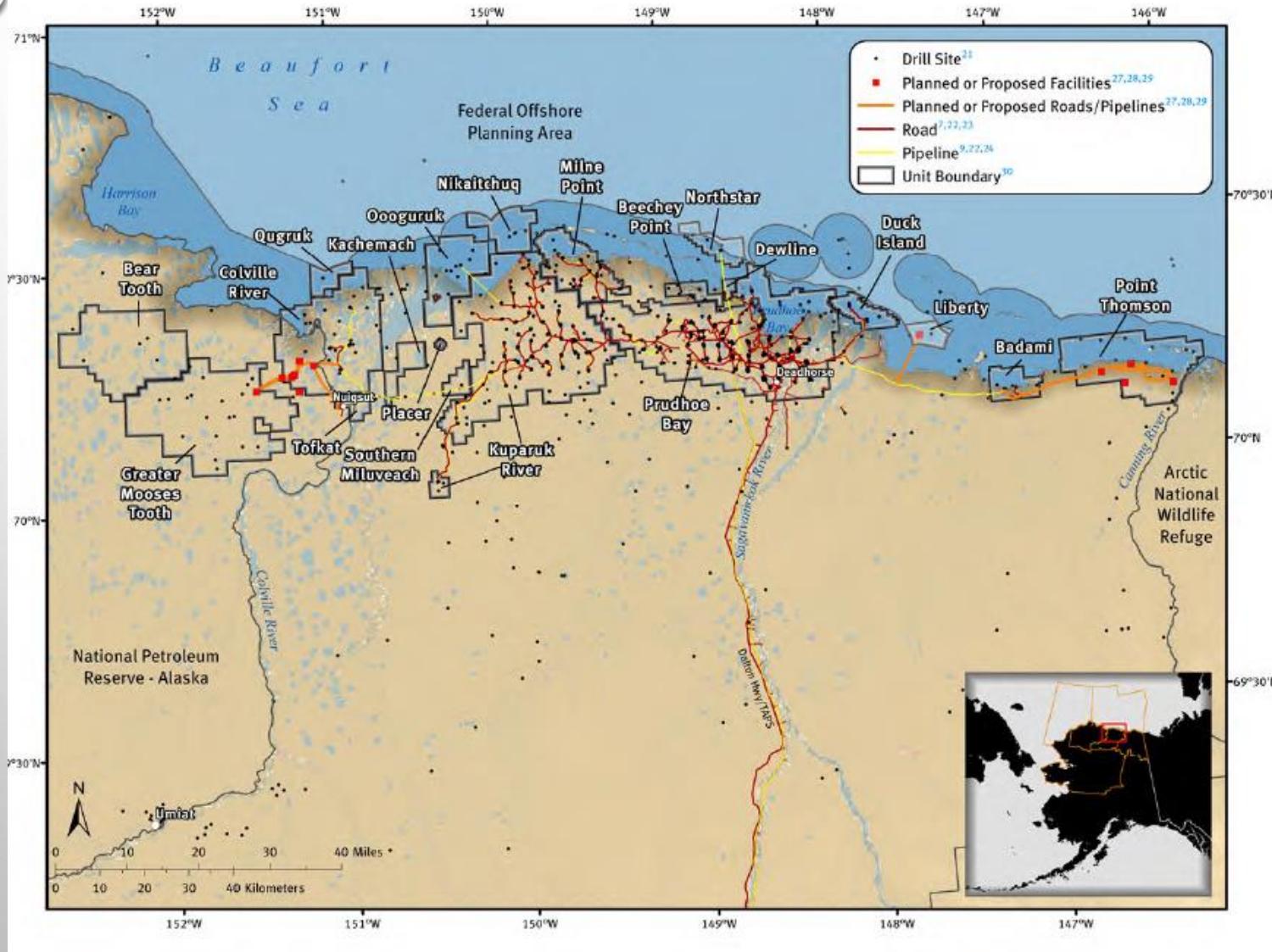
- SINCE THE 2/27/2015 O&GCRB REPORT THERE HAVE BEEN MINIMAL CHANGES TO THE INFRASTRUCTURE SUPPORTING THE OIL & GAS INDUSTRY
- INFRASTRUCTURE CAN BE DESCRIBED AS ACCESS ROADS, AIRPORTS, OCEAN DOCKHEADS OR PORTS, ELECTRICAL TRANSMISSION, PROCESS FACILITIES, PIPELINES, WATER, HOUSING
- IN ALASKA INFRASTRUCTURE 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

# INFRASTRUCTURE UPDATE



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

# 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