



HJR 27 Blueprint for Alaska's Economy

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HJR27 points to the future

What is current status?

- ▶ 37% oil and gas
- ▶ 13% fish, timber mining tourism
- ▶ 29% federal money
- ▶ 20% retirement money
- ▶ 1% Entrepot

Downstream effects

- ▶ Drives the service economy
- ▶ Drives the hospitality economy
- ▶ Drives the health industry
- ▶ Drives the education industry

Leakage

- ▶ Out of State workforce, 49% North Slope, 42% mining
- ▶ Village energy costs, renewables
- ▶ Fishing and tourism seasonal hire
- ▶ Services and retail, health and internet sales
- ▶ Industry multiplier effect

State funding structure

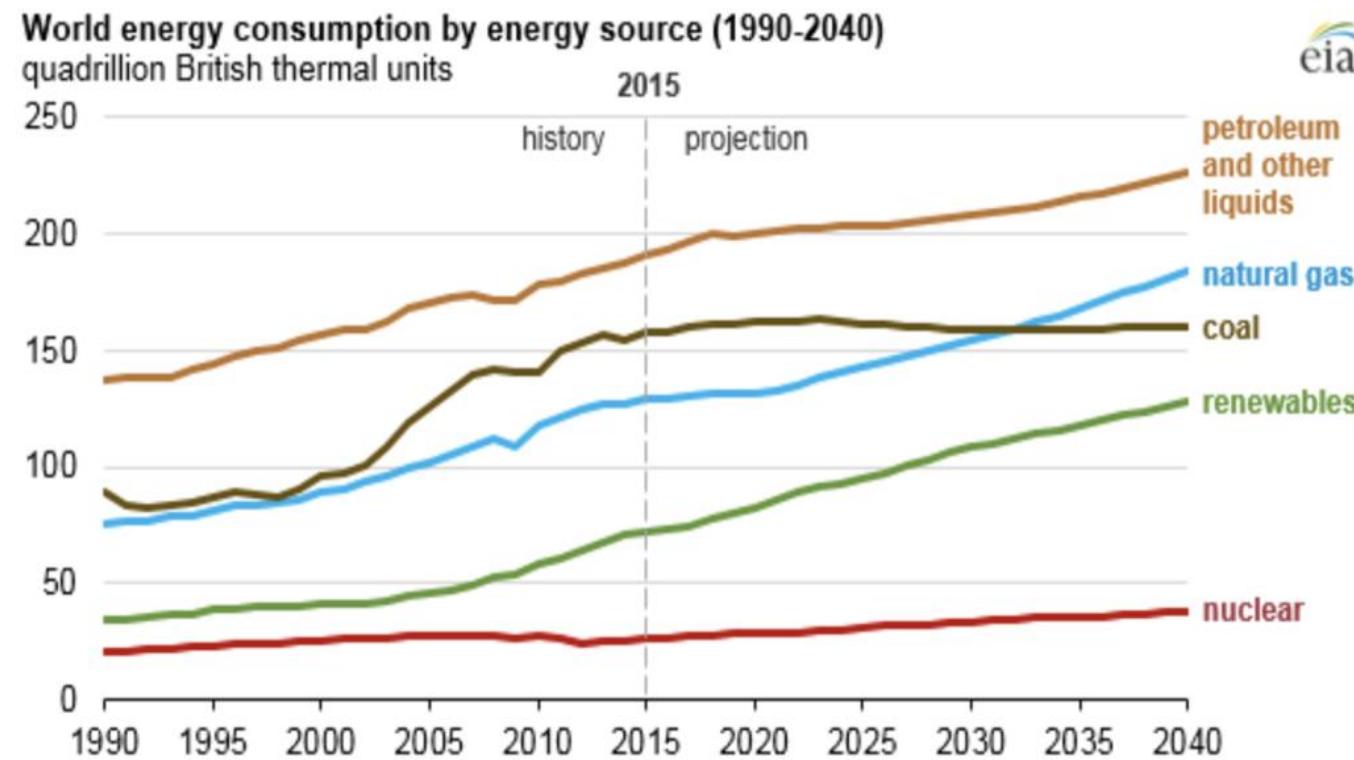
- ▶ Oil Revenue \$2.5 bn
- ▶ Oil based permanent fund draw
- ▶ Oil contribution to PFD 2024 \$630mn
- ▶ Federal medicaid match \$634mn
- ▶ User fees \$1 bn
- ▶ Oil pays the bills

Future Outlook

- ▶ Oil, gas and mining
- ▶ Trump executive order, Drue Pearce
- ▶ Big beautiful bill, leases and process
- ▶ Supreme court cases, Chevron, 7 counties infrastructure
- ▶ Fish struggling
- ▶ Tourism growing

World Energy Consumption

EIA projects 28% increase in world energy use by 2040



International Trade Perspective

- ▶ China #1 Trade partner \$1.6bn/yr
- ▶ Gasline, sales commitments
- ▶ Negative impact of Ukraine sanctions
- ▶ Impact of tariff wars
- ▶ Rise of BRICS

Workforce Development

- ▶ #1 economic development opportunity
- ▶ Replace outside labor and increase multiplier effect on service economy
- ▶ Provide hopeful future for our youth
- ▶ Responsible school curriculum and vocational/technical needed