



This Presentation includes animation and video

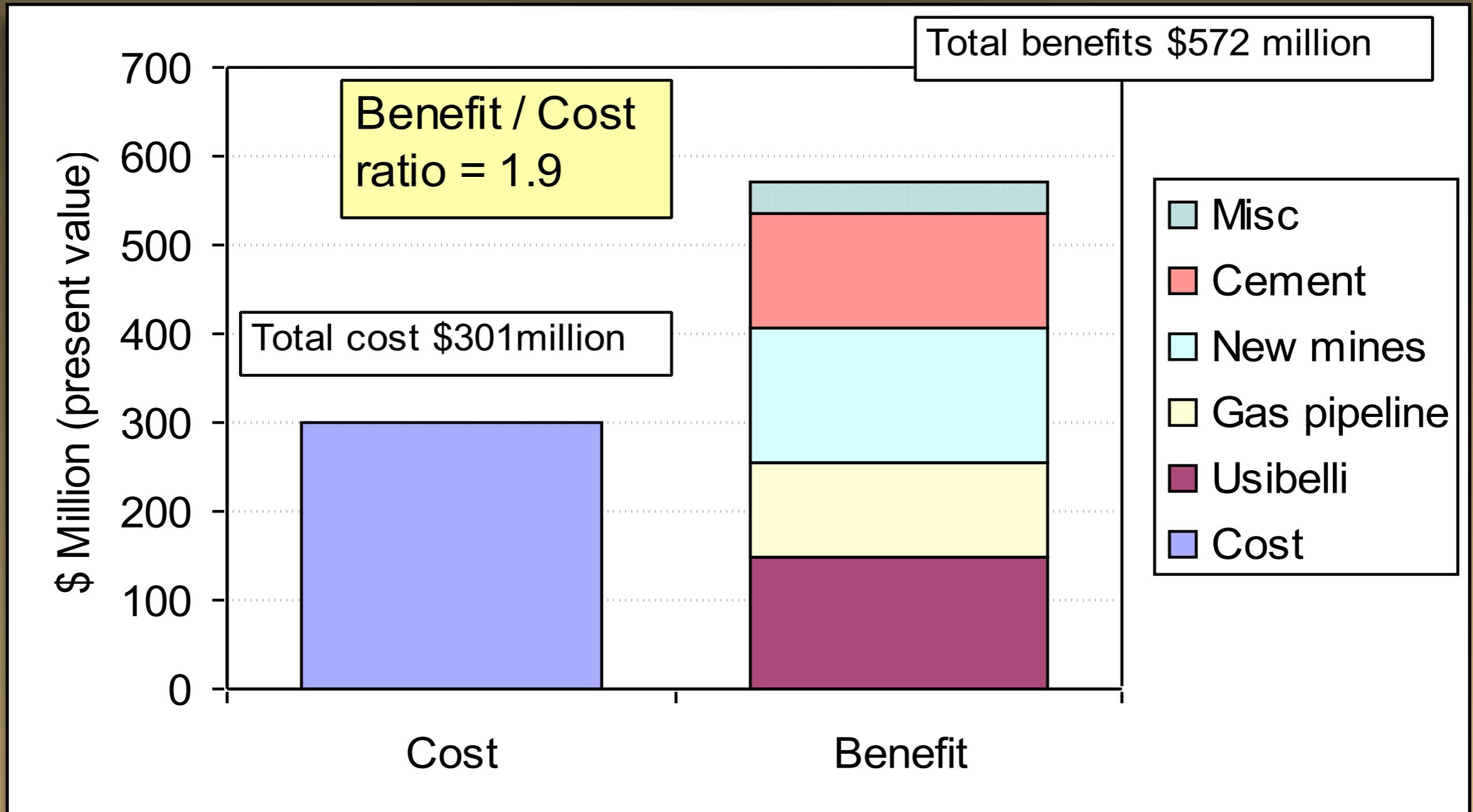


POISED FOR GROWTH

Thank you!



ISER Benefit Cost Assessment of Rail Extension



Cost

Benefit







Bill Brophy
Communications
Usibelli Coal Mine

A map of Alaska serves as the background for this collage of business logos. The map shows the state's coastline, major cities like Anchorage, Fairbanks, and Juneau, and various geographical features. Overlaid on the map are numerous business names and logos, primarily in blue and white, arranged in a grid-like pattern.

Greater Wasilla Chamber of Commerce

Raven Gold Alaska Pogo Mine

Central Alaska Energy JDM Consultants

PacArctic Klondike Concrete Co.

Houston Chamber of Commerce **Accelergy**

Greater Fairbanks Chamber of Commerce

ALASKA GASLINE DEVELOPMENT CORP. Alutiiq

Greater Palmer Chamber of Commerce

Alaska State Chamber of Commerce **Koniag**

Houston City **Kinross - Fort Knox**

Alaska Railroad Fairbanks North Star Borough

Resource Development Council **NPI**

International Union of Operating Engineers

AEDC

The Alaska Miners Association

Greater Wasilla Chamber of Commerce

Raven Gold Alaska **Pogo Mine**

Central Alaska Energy JDM Consultants

PacArctic Klondike Concrete Co.

Houston

“The proposed rail to Port MacKenzie can help carry Alaska forward and make the state’s minerals more competitive on the world market.”

Lauren Roberts, PE
Regional Vice President, North America
Kinross Gold USA, Inc.

ALASKA

Alaska State Chamber of Commerce

Koniag

Houston City

Kinross - Fort Knox

Alaska Railroad Fairbanks North Star Borough

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NPI

International Union of Operating Engineers

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The Alaska Miners Association

Greater Wasilla Chamber of Commerce

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Houston Chamber of Commerce **Accelergy**

Greater Fairbanks Chamber of Commerce

ALASKA GASLINE DEVELOPMENT CORP. Alutiiq

Greater Palmer Chamber of Commerce

“This project is an important step towards assuring a brighter economic future for Alaska.”

Bill Popp
AEDC
President & CEO

International Union of Operating Engineers

AEDC

The Alaska Miners Association

Greater Wasilla Chamber of Commerce

Raven Gold Alaska **Pogo Mine**

Central Alaska Energy JDM Consultants

“Reducing the cost of importing the products we need for our operations will help us be more competitive in our markets and give us better opportunities for growth and longevity.”

Chris Kennedy
General Manager
Pogo Mine

Koniag
Knox

Alaska Railroad Fairbanks North Star Borough

Resource Development Council **NPI**

International Union of Operating Engineers

AEDC

The Alaska Miners Association

Companies & Freight on Port MacKenzie Rail

- PacArctic, Inc.
- Koniag, Inc.
- Alaska Central Energy
- Kinross Gold USA, Inc.
- Sumitomo Metal Mining
- Alutiiq
- NPI
- Accelergy
- Klondike Concrete
- Usibelli



Paul Metz

University of Alaska Fairbanks
Professor at Department of Mining and Geology



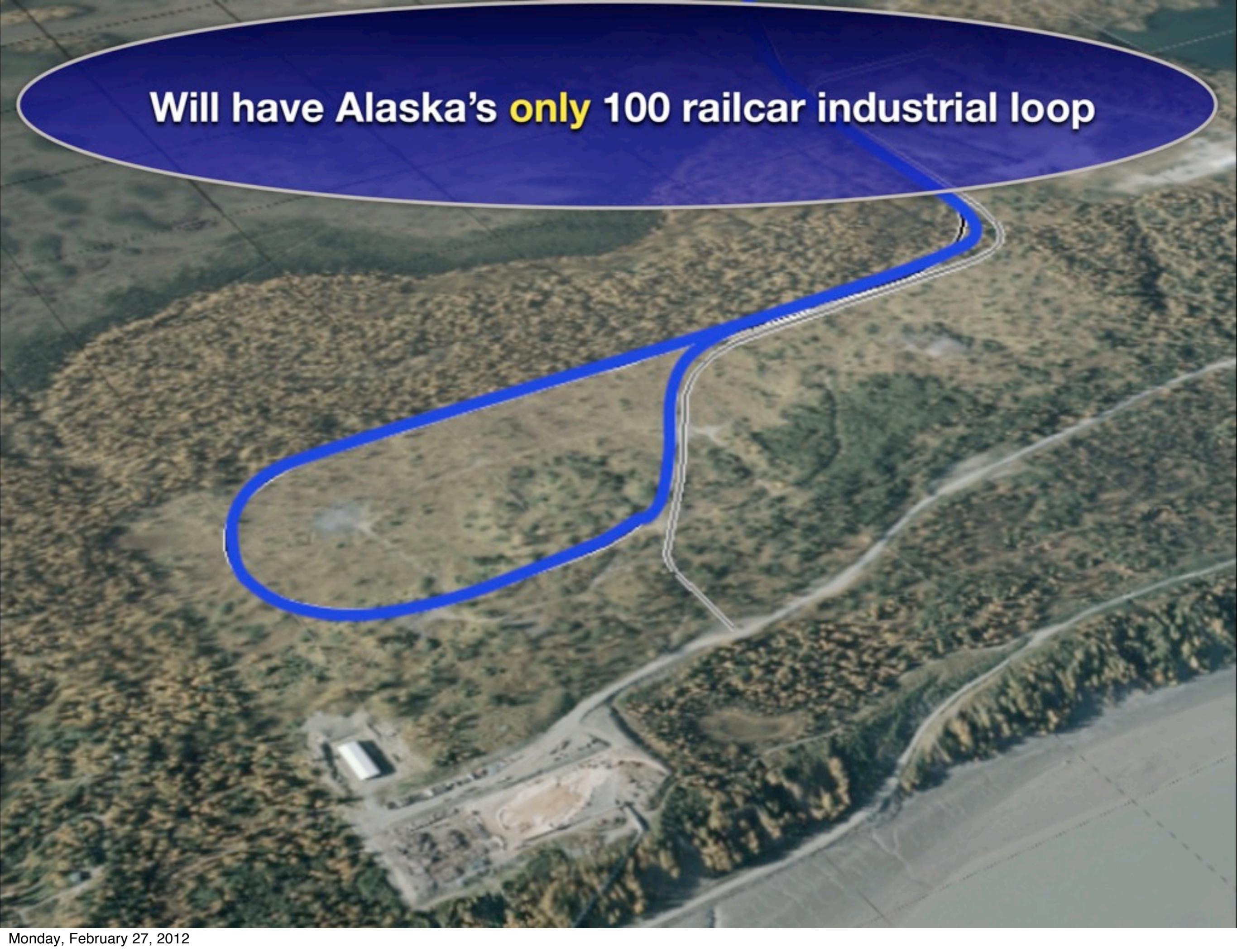
Progress at the Port





3 million cubic yards of soil moved

Will have Alaska's only 100 railcar industrial loop



Allows for efficient transfer between trains and ships



Only port in Alaska with **large** (14 sq. mile) staging, storage and industrial area



This large industrial space provides excellent opportunity for value-added growth



Project funding to date

FY 2008	\$10 million
FY 2009	\$17.5 million
FY 2011	\$35 million
FY 2012	\$30 million

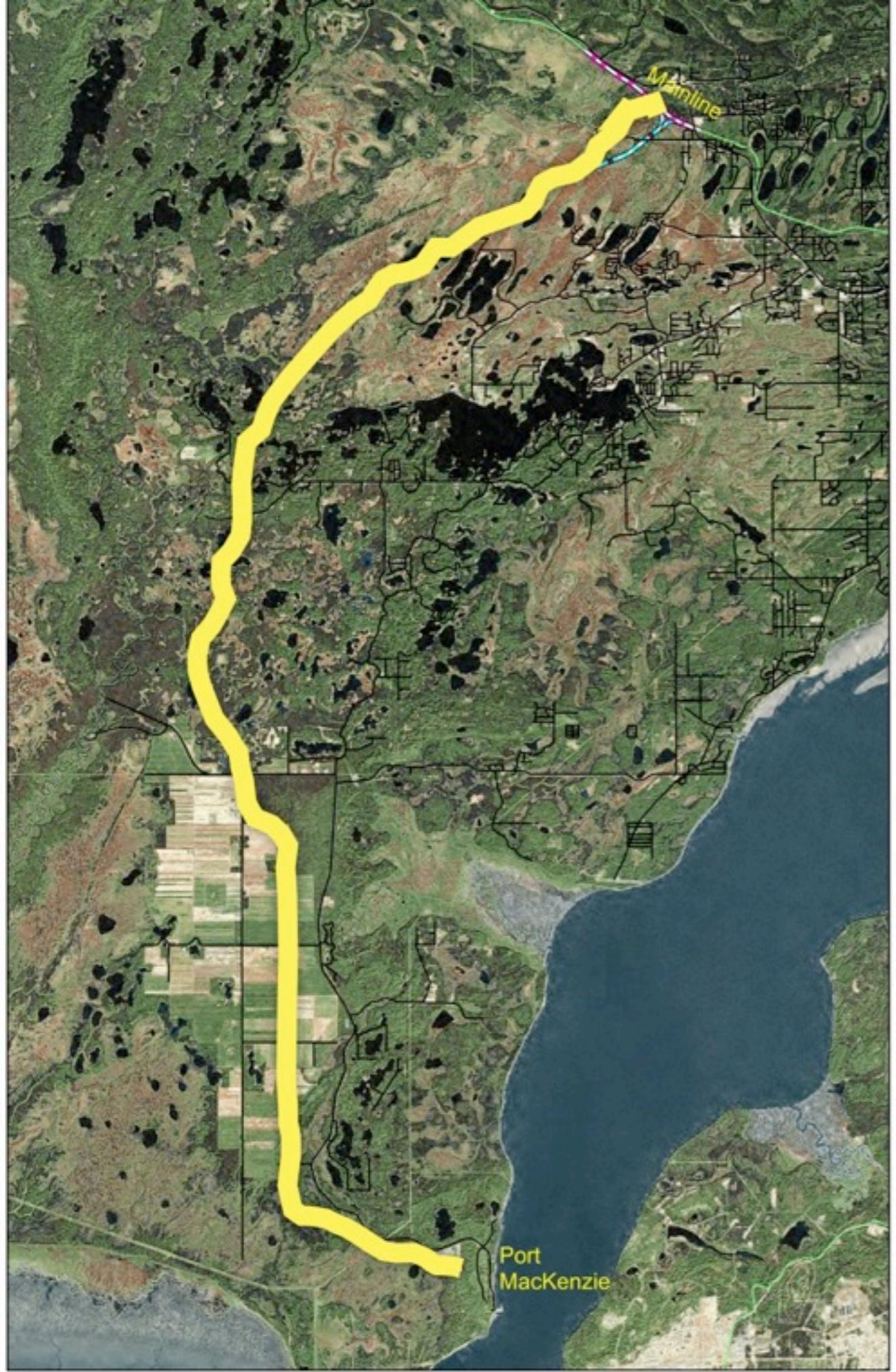
state appropriation for EIS
state appropriation for project
state appropriation for project
state appropriation for project

\$92.5 million: Current Total Appropriations

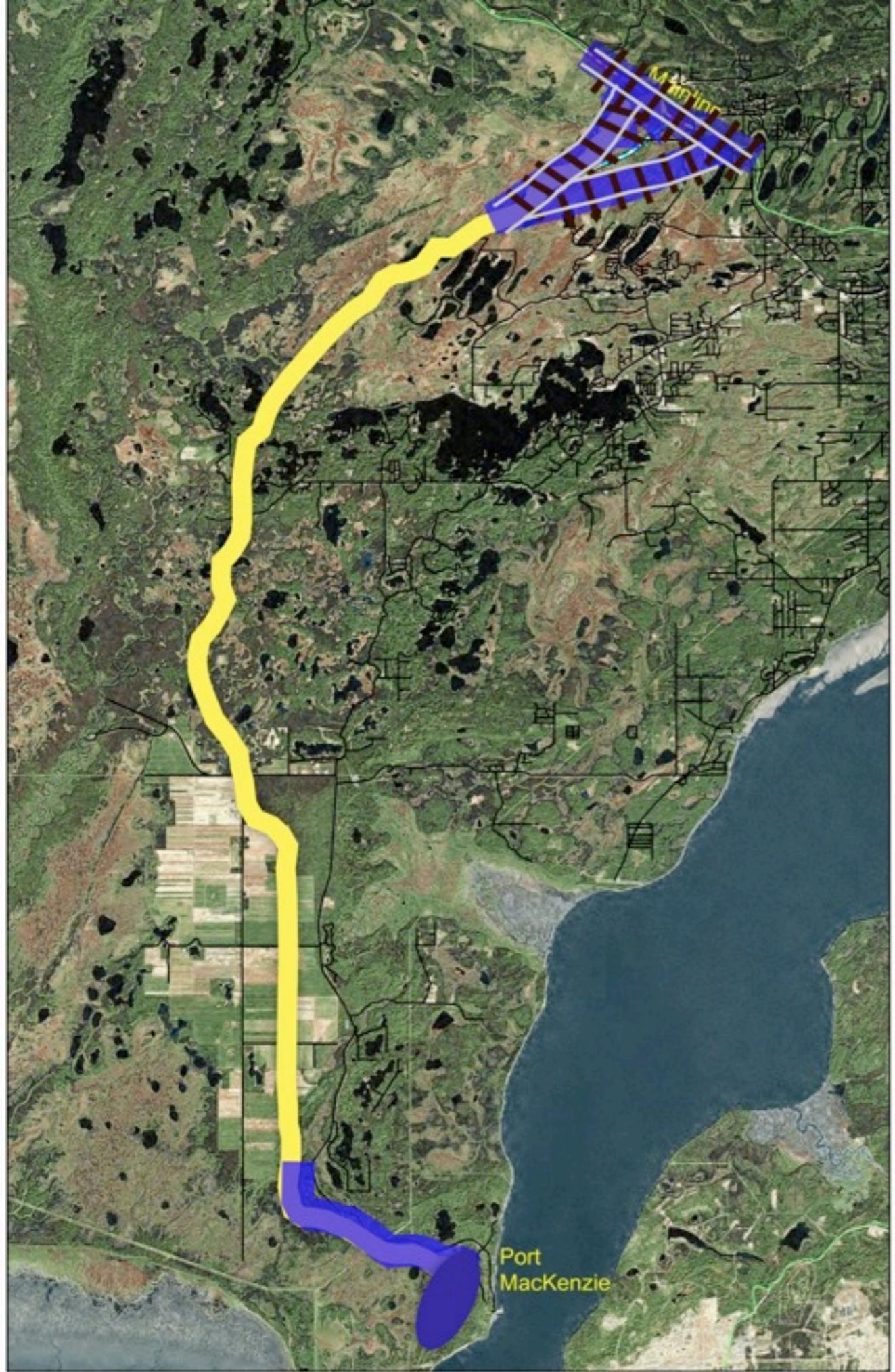
2013 Funding Request

\$60 million (GF)

\$120 million (GO bond)

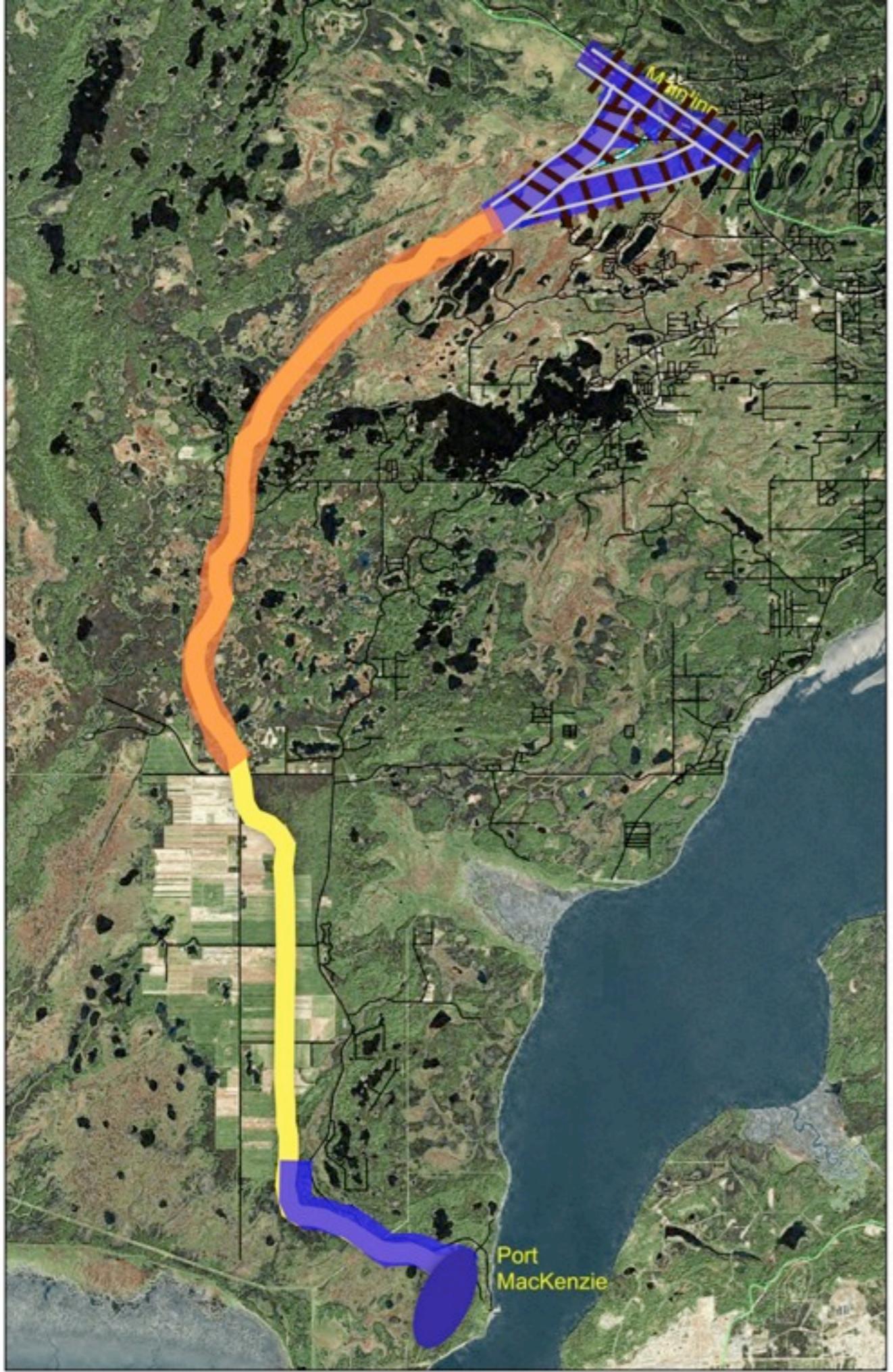


Full length of the
future rail extension



Full length of the
future rail extension

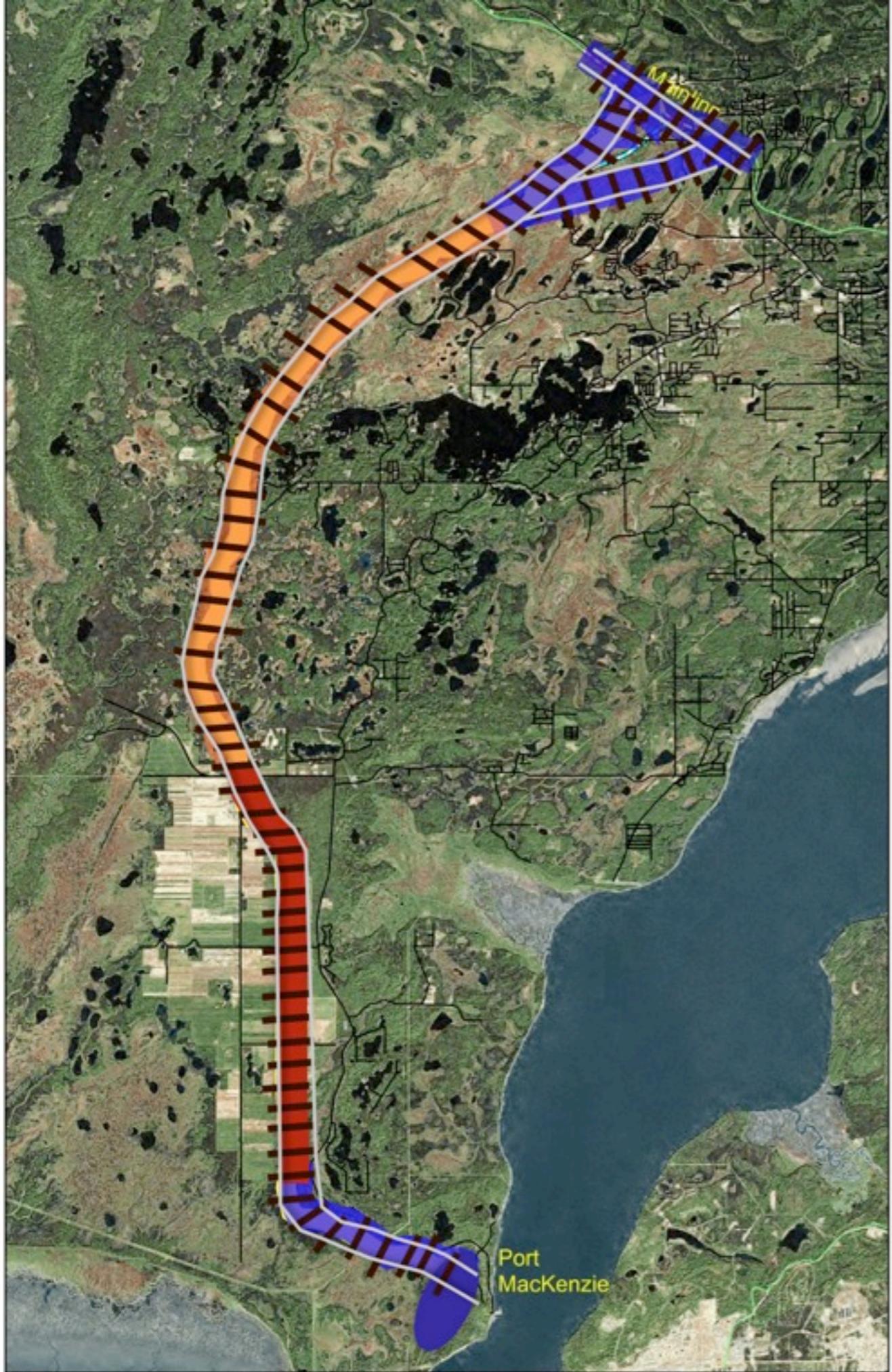
Currently funded



Full length of the
future rail extension

Currently funded

With this year's
\$60 Million funding,
we can complete
2/3 of the railbed



After that...

The balance needed
to complete project

\$120 million

– Complete rail bed –

– Lay all the track –

Project funding summary

Total Estimate for project

\$272.5 million

Appropriated

\$92.5 million

Required for completion

\$180.0 million

General Fund request

\$60 million

GO Bond request

\$120 million



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