

State of Alaska FY2015 Governor's Operating Budget

Department of Revenue Natural Gas Commercialization Component Budget Summary

Component: Natural Gas Commercialization**Contribution to Department's Mission**

Provide analytical support for the commercialization of North Slope natural gas.

Major Component Accomplishments in 2013

- Provided support for the natural gas team in its efforts to manage the licensee under the AGIA process.

Key Component Challenges

- Provide stakeholders including the Administration, the State Legislature, Congress, potential customers and producers with information on how Alaska's fiscal systems support the economic viability of a natural gas pipeline from Alaska's North Slope to the lower 48 states.
- Provide analysis of the effects of in-state gas pipeline initiatives on the commercialization of North Slope natural gas.
- Provide fiscal systems analysis in support of the Alaska Gasline Inducement Act (AGIA) and other efforts to commercialize natural gas resources.

Significant Changes in Results to be Delivered in FY2015

AGIA provides that the fiscal system in place at the first open season will be frozen for the first 10 years of gasline operations. Open seasons were held by two potential gasline builders. It is essential that a complete and timely analysis is done before that fiscal system is frozen in place.

Statutory and Regulatory Authority

AS 43.90 et. seq. Alaska Gasline Inducement Act

Contact Information

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Natural Gas Commercialization Component Financial Summary			
	FY2013 Actuals	FY2014 Management Plan	FY2015 Governor
<i>All dollars shown in thousands</i>			
Non-Formula Program:			
Component Expenditures:			
71000 Personal Services	0.0	0.0	0.0
72000 Travel	0.0	0.0	0.0
73000 Services	813.8	125.0	125.0
74000 Commodities	0.0	0.0	0.0
75000 Capital Outlay	0.0	0.0	0.0
77000 Grants, Benefits	0.0	0.0	0.0
78000 Miscellaneous	0.0	0.0	0.0
Expenditure Totals	813.8	125.0	125.0
Funding Sources:			
1004 General Fund Receipts	813.8	125.0	125.0
Funding Totals	813.8	125.0	125.0

**Summary of Component Budget Changes
From FY2014 Management Plan to FY2015 Governor**

All dollars shown in thousands

	<u>Unrestricted Gen (UGF)</u>	<u>Designated Gen (DGF)</u>	<u>Other Funds</u>	<u>Federal Funds</u>	<u>Total Funds</u>
FY2014 Management Plan	125.0	0.0	0.0	0.0	125.0
FY2015 Governor	125.0	0.0	0.0	0.0	125.0