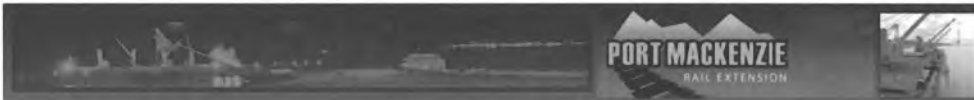


**01/28/14
UPDATE:
PORT
MACKENZIE
RAIL
EXTENSION**

<TARGET><BILL></BILL><SUBJECT>01-28-14 UPDATE PORT
MACKENZIE RAIL
EXTENSION</SUBJECT><COMM>HTRA28</COMM></TARGET>



POISED FOR GROWTH

Port Mac & working ship in ice



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



Barge dock staging area



Upland lease lots



For large projects

Activity at the Port



Bulk Resources



Will have Alaska's only 100 railcar industrial loop





A project cargo Port

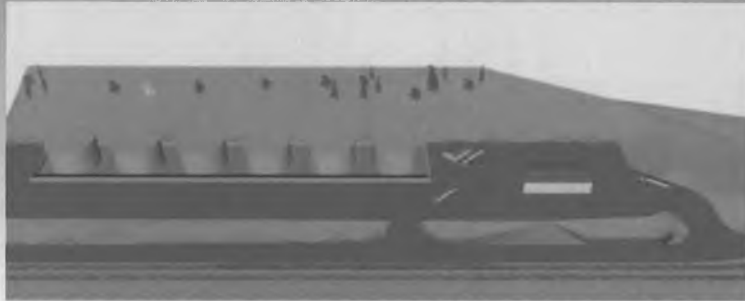
- would reduce transportation costs for PROJECT CARGO on Alaska's biggest projects: either natural gas pipeline and Susitna Dam
- would reduce transportation costs on recurring project cargo delivery





Fuel shipments

- 6.9 M gallon fuel tank farm, Central Alaska Energy
- providing low sulfur diesel fuel
- \$15 M in construction, start May 2014 (AIDEA funded)



Central Alaska Energy
Fuel Storage Facility
Point Mackenzie, Alaska

project cargo

- steel for northern bridges
- pipe for old and new oil fields
- fracking sand for future shale oil development
- other petroleum-related equipment



Project Forwarding Lessee

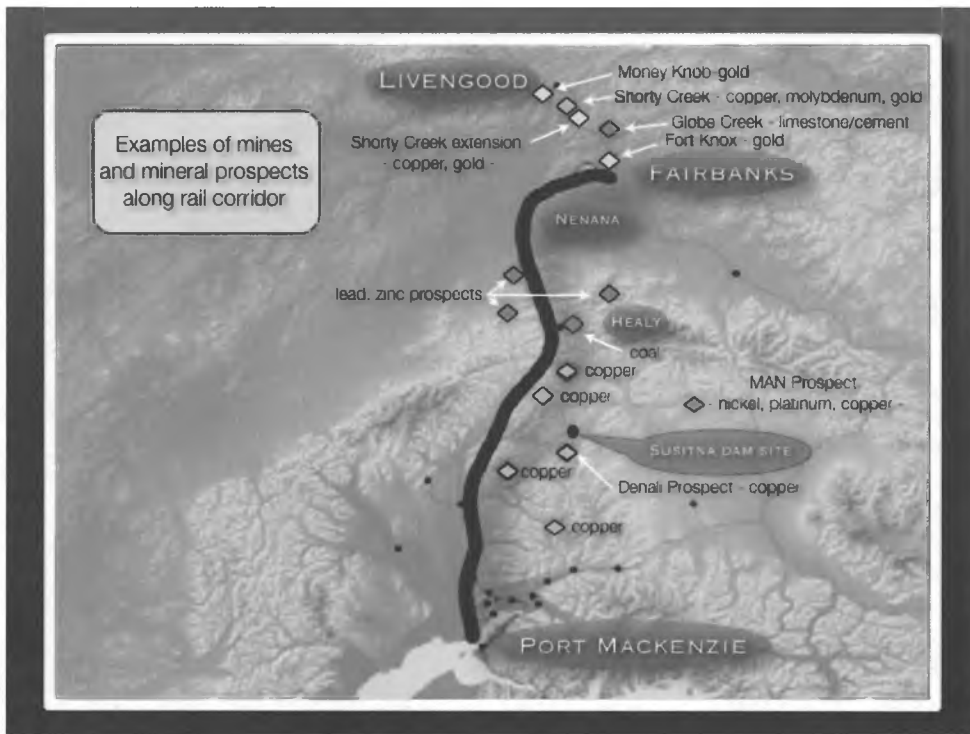


Mineral Development



Ambler Mining





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

Companies & Freight on Port MacKenzie Rail

- WestPac Logistics
- Central Alaska Energy
- Sumitomo Metal Mining
- Alutiiq
- NPI
- QAP
- Usibelli
- Great Bear Petroleum

RAIL CONSTRUCTION





*Should
be some
200 this
yo 400*

JOBS

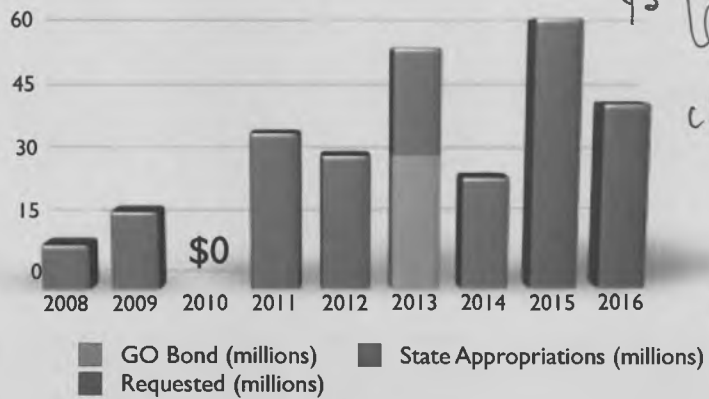


Nearly 200 jobs at peak of last season

PORT MACKENZIE
RAIL EXTENSION

\$171 million
Six separate appropriations
and a state wide general obligations bond sale

Project funding over time



Total funding to date

\$171 million

Complete
2/18



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

2013 \$30 Million GO Bond



Full length of the
future rail extension

Currently Funded

2013 \$30 Million GO Bond

Remaining \$101.5
to complete



PORT MACKENZIE RAIL EXTENSION GROUNDBREAKING, JUNE 4, 2013



Thank You!