

# **Department of Natural Resources**

Division of Oil & Gas
Anchorage Office

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# NOTICE OF SALE ALASKA PENINSULA AREAWIDE 2013 AND COOK INLET AREAWIDE 2013W COMPETITIVE OIL AND GAS LEASE SALES

The Alaska Department of Natural Resources (ADNR), Division of Oil and Gas (DO&G), is giving notice pursuant to AS 38.05.945(a)(4) that it is offering state lands for competitive oil and gas leasing in the Alaska Peninsula Areawide 2013 (AP 2013) Competitive Oil and Gas Lease Sale and the Cook Inlet Areawide 2013W (CI 2013W) Competitive Oil and Gas Lease Sale. This notice is available on the State of Alaska Online Public Notice System at <a href="http://notes.state.ak.us/pn">http://notes.state.ak.us/pn</a>.

Bid opening will begin at 9:00 a.m. on May 8, 2013 at the Dena'ina Civic and Convention Center, located at 600 W. 7th Avenue, Anchorage.

The Alaska Peninsula Areawide lease sale area is divided into 1,047 tracts ranging in size from 1,280 to 5,760 acres. The sale area consists of state-owned uplands and tide and submerged lands located on the north side of the Alaska Peninsula, stretching from the Nushagak Peninsula to just north of Cold Bay.

The Cook Inlet Areawide lease sale area is divided into 815 tracts ranging in size from 35 to 5,760 acres. The sale area consists of state-owned uplands and tide and submerged lands located in the Matanuska and Susitna valleys, the Municipality of Anchorage, the western and southern Kenai Peninsula from Point Possession to Anchor Point, the western shore of Cook Inlet from the Beluga River to Harriet Point, and within Cook Inlet.

#### Alaska Peninsula Areawide 2013

February 1, 2013

Bidding Method: All tracts - cash bonus bidding with a minimum bid of \$5.00 per acre. Royalty Rate: All tracts - a fixed royalty rate of twelve and one-half percent (12.5%)

Length of Lease: All tracts - 10 years

Deferred Tracts: No tracts deferred at this time. The state reserves the right to withdraw any acreage or tract from the sale at any

time before the issuance of a lease. Please see the Attachment A for changes to the deferred tract list.

Rental Rates: 1st year - \$1.00/acre; 2nd year - \$1.50/acre, 3rd year - \$2.00/acre; 4th year - \$2.50/acre; 5th and following

years - \$3.00/acre

### **Cook Inlet Areawide 2013W**

Bidding Method: All tracts - cash bonus bidding with a minimum bid of \$25.00 per acre Royalty Rate: All tracts - a fixed royalty rate of twelve and one-half percent (12.5%)

Length of Lease: All tracts - 10 years

Deferred Tracts: For tracts deferred, please see the Attachment A posted on the DO&G website. The state reserves the

right to withdraw any acreage or tract from the sale at any time before the issuance of a lease. Please

see the Attachment A for changes to the deferred tract list.

Rental Rates: 1st year through 7th year: \$10.00/acre; 8th year through 10th year: \$250.00/acre; except that annual

rentals may revert to \$10.00/acre after sustained production, or at the state's discretion after the lessee

meets certain conditions. (See Sale Announcement for full details.)

#### **Bidder Information**

Complete details regarding these lease sales, including the sale announcements in their entirety, instructions to bidders, bid forms, and tract maps are available on the DO&G website at <a href="http://dog.dnr.alaska.gov/Leasing/PreviousSales.htm">http://dog.dnr.alaska.gov/Leasing/PreviousSales.htm</a>. These documents are also available in the following locations:

<u>Alaska Peninsula</u>: Bristol Bay Middle/High School, King Cove School, Cold Bay School, Sand Point School, False Pass School, Nelson Lagoon School, Akutan School, Z.J. Loussac Public Library in Anchorage; Bristol Bay Borough offices, Lake and Peninsula Borough offices, and Aleutians East Borough offices.

<u>Cook Inlet</u>: Public libraries in Palmer, Wasilla, Kenai, Ninilchik, Homer, Soldotna, Anchor Point and Seldovia; the Matanuska-Susitna Planning Department offices in Palmer; the Kenai Peninsula Borough Planning Department offices in Soldotna; the Anchorage Municipal Clerk's office; and the Z.J. Loussac Public Library in Anchorage.

If unable to access this information, contact Allen R. Eddy Jr. at (907) 375-8259 or allen.eddy@alaska.gov.

#### Decision of No Substantial New Information for Alaska Peninsula and Cook Inlet Areawide 2013 Oil and Gas Lease Sales

On October 12, 2012, the DO&G issued a Call for New Information for the AP 2013 and CI 2013W lease sales. Based upon the information received in response to the Call for New Information, the DO&G issued a Decision of No Substantial New Information on January 22, 2013.

## **Americans with Disabilities Act Compliance**

The State of Alaska, ADNR, DO&G complies with Title II of the Americans with Disabilities Act 1990. This publication will be made available in alternative communication formats upon request. Please contact Allen R. Eddy Jr. at (907) 375-8259 to make any necessary arrangements.

W.C. Barron

Director, Div. of O&G