

STATE OF ALASKA
DEPARTMENT OF NATURAL RESOURCES
STATE PIPELINE COORDINATOR'S OFFICE
NOTICE OF APPLICATION UNDER AS 38.35.070

CARIBOU NORTH SLOPE, LLC AND KOCH ALASKA PIPELINE COMPANY, LLC
NORTH SLOPE LNG PROJECT
RIGHT-OF-WAY LEASE APPLICATION – ADL 419410
NOVEMBER 2, 2012

The Commissioner of the Department of Natural Resources, pursuant to Alaska Statute (AS) 38.35.070, hereby gives notice that Koch Alaska Pipeline Company, LLC and Caribou North Slope, LLC (both subsidiaries of Flint Hills Resources, LLC) submitted a joint application dated and received November 2, 2012, in accordance with the Alaska Right-of-Way Leasing Act, AS 38.35.050, for a proposed North Slope liquefied natural gas (LNG) project.

The applicants propose to construct a 2,640-foot long above-ground pipeline to transport natural gas. The pipeline will extend from south of Flow Station #3 to an LNG facility to be constructed north of Spine Road, both located on the North Slope of Alaska. The proposed pipeline right-of-way will contain one 10-inch diameter pipe, a pad for the LNG facilities, and two associated driveways to access Spine Road. The applicants anticipate transporting approximately 29.5 million standard cubic feet (MMscf) of LNG per day.

Construction is scheduled to begin during the first quarter of 2014 with project completion projected for the first quarter of 2016. Operations are scheduled to commence in the second quarter of 2016. The applicants have requested a 200-foot wide right-of-way for pipeline construction and a 50-foot wide permanent right-of-way. The LNG pad will be nine to 12 acres with two 50-foot wide driveways connecting it to Spine Road. The pad will be used for the liquefaction facility and infrastructure to support maintenance and operations. During construction, the right-of-way on state-owned lands will be approximately 24 acres. The acreage will be reduced, post-construction, to approximately 15 acres for the permanent right-of-way.

The proposed right-of-way will traverse:

Western ½ of Section 3, Township 10 North, Range 14 East, Umiat Meridian
Eastern ½ of Section 4, Township 10 North, Range 14 East, Umiat Meridian

This application was submitted within 30 days of the Spectrum LNG Project (ADL 419409) application. In accordance with AS 38.35.090, when the Commissioner receives two or more applications relating to the same or substantially the same subject matter within a 30-day period, the Commissioner shall consider the applications upon a comparative basis. The Commissioner may extend the time period within which a carrier may submit an application for consideration upon a comparative basis with a previously filed application.

The public may obtain copies of the application, at cost, from the State Pipeline Coordinator's Office (SPCO).

The application is also available for download in Adobe PDF at the SPCO website:
<http://dnr.alaska.gov/commis/pco>

Copies of the application will be available for viewing at the following locations:

- Tuzzy Consortium Library, Barrow
- Kaktovik Public School Library
- Nuiqsut Public School Library
- Noel Wien Library, Fairbanks

AS 38.35.200 governs judicial review of a decision of the Commissioner:

AS 38.35.200 Judicial review of decisions of commissioner on application.

(a) An applicant or competing applicant or a person who has direct financial interest affected by the lease who raises objections within 60 days of the publication of notice under AS 38.35.070 are the only persons with standing to seek judicial review of a decision of the commissioner under AS 38.35.100.

(b) The only grounds for judicial review of a decision of the commissioner are

- 1. failure to follow the procedures set out in this chapter; or*
- 2. abuse of discretion so capricious, arbitrary, or confiscatory as to constitute a denial of due process.*

Any objections pursuant to AS 38.35.200 must be submitted in writing to the address below by 5:00 p.m. on January 14, 2013.

State Pipeline Coordinator's Office
411 West 4th Avenue, Suite 2
Anchorage, AK 99501-2343
Phone: (907) 269-6403 Fax: (907) 269-6880
Email: spco.records@alaska.gov

The State of Alaska, Department of Natural Resources, State Pipeline Coordinator's Office complies with Title II of the Americans with Disabilities Act of 1990. Individuals with disabilities who may need auxiliary aids, services or special modifications to participate in this review may call 269-8411 TTY/TDD. Please provide sufficient notice in order for the Department to accommodate your needs.

The State Pipeline Coordinator's Office reserves the right to waive technical defects in this publication. Please contact the State Pipeline Coordinator's Office for more information.

/s/ Frederick M. Thompson
State Pipeline Coordinator

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