

STATE OF ALASKA

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NOTICE OF SALE

NORTH SLOPE FOOTHILLS AREAWIDE 2006 COOK INLET AREAWIDE 2006 COMPETITIVE OIL AND GAS LEASE SALES

The Alaska Department of Natural Resources (ADNR), Division of Oil and Gas (DO&G), will offer lands for competitive oil and gas leasing in North Slope Foothills Areawide (FH) 2006 and Cook Inlet Areawide (CI) 2006 Oil and Gas Lease Sales on May 24, 2006. Bid opening begins at 8:30 a.m. in the Wilda Marston Theater, in the Loussac Public Library, 3600 Denali St., in Anchorage.

North Slope Foothills Areawide is divided into 1,347 tracts ranging in size from 1,280 to 5,760 acres. The sale area lies between the Arctic National Wildlife Refuge (ANWR) and the National Petroleum Reserve – Alaska (NPR). The northern boundary of the sale area is the Umiat Meridian baseline; the southern boundary is the Gates of the Arctic National Park and Preserve.

Cook Inlet Areawide is divided into 815 tracts ranging in size from 640 to 5,760 acres. The sale is located in the Matanuska and Susitna Valleys, the Anchorage Bowl, the western and southern Kenai Peninsula from Pt. Possession to Anchor Pt., on the western shore of Cook Inlet from the Beluga River to Harriet Pt., as well as within Cook Inlet.

North Slope Foothills Areawide 2006

Bidding Method: Cash bonus bidding with a minimum bid of **five dollars (\$5) per acre** on all tracts.
Royalty Rate: All leases will have a fixed royalty rate of **twelve and one-half percent (12 1/2%)**.
Length of Lease: All leases will have a term of **ten (10) years**.

Cook Inlet Areawide 2006

Bidding Method: Cash bonus bidding with a minimum bid of **ten dollars (\$10) per acre** on all tracts.
Royalty Rate: All leases will have a fixed royalty rate of **twelve and one-half percent (12 1/2%)**.
Length of Lease: Leases for tracts 11-13, 15-17, 33, 34, 36-46, 62, 63, 65-69, 72, 91-95, 97, 98, 133-137, 140, 163-171, 174, 200, 276, 279-281, 283-287, 289, 342, 345-354, 357, 360, 361, 396, 397, 399-403, 414, 415, 418, 420, 421, 425, 428, 429, 476-484, 487, 490, 735 will have a primary term of **seven (7) years**.
All other leases will have a term of **five (5) years**.

Rental

Annual rental on all state leases is \$1.00 per acre for the first year, \$1.50 per acre for the second year, \$2.00 per acre for the third year, \$2.50 per acre for the fourth year, and \$3.00 per acre for the fifth and following years.

Bidder's Information

Complete details regarding these lease sales, including the sale announcements in their entirety, instructions to bidders, and regional tract maps are available on the division's website. If unable to access this information,

“Develop, Conserve, and Enhance Natural Resources for Present and Future Alaskans.”

contact Anna Motschenbacher by phone (907) 269-8814; email at am@dnr.state.ak.us. Sale announcements and regional tract maps are also available in the following locations.

North Slope Foothills: Nuiqsut Public Library, North Slope Borough Library Media Center, North Slope Borough offices, Tuzzy Consortium Library in Barrow, City of Barrow Municipal Offices, Anaktuvuk Pass Mayor's Office, Kaveolook School Library in Kaktovik and Loussac Public Library in Anchorage.

Cook Inlet: the Public Libraries in Palmer, Wasilla, Kenai, Ninilchik, Homer, Soldotna, Anchor Point and Seldovia; the Loussac Public Library in Anchorage; the Matanuska-Susitna Planning Dept. offices in Palmer; the Kenai Peninsula Borough Planning Dept. offices in Soldotna; and the Anchorage Municipal Clerk's office.

Decisions of No Substantial New Information for FH 2006 and CI 2006.

The Commissioner of Natural Resources has issued a *Decision of No Substantial New Information* for FH 2006 and CI 2006, which are available on the division's website and at the above-mentioned locations.

DNR reserves the right to waive technical defects in this publication.

Americans with Disabilities Act Compliance

The State of Alaska, DNR, DO&G complies with Title II of the Americans with Disabilities Act of 1990. This Publication will be made available in alternative communication formats upon request. Please contact Suzanne Gaguzis at (907) 269-8803 to make any necessary arrangements.



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