

Department of Natural Resources

DIVISION OF OIL & GAS

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April 4, 2022

NOTICE OF SALE ALASKA PENINSULA AREAWIDE 2022 and COOK INLET AREAWIDE 2022W COMPETITIVE OIL AND GAS LEASE SALES

The Alaska Department of Natural Resources (DNR), 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 2022 (APA 2022) and the Cook Inlet Areawide 2022W (CIA 2022W) Competitive Oil and Gas Lease Sales. This notice is available on the State of Alaska Online Public Notice System at https://aws.state.ak.us/OnlinePublicNotices/.

Bidding Method

The bid method for this sale will be cash bonus and fixed royalty, with competition by sealed bid. DO&G has contracted with EnergyNet Services, LLC (EnergyNet) to provide an online bidding system for this sale. Bidder registration and bid submission will be on the EnergyNet Government Listings site at https://www.energynet.com.

Sale Dates

All times listed are Alaska Daylight Time (UTC-8).

- First day to submit bids with EnergyNet Monday, May 2, 2022
- Deadline to submit bids with EnergyNet Thursday, May 19, 2022 at 4:00 p.m.
- Bidding results available to the public online at https://dog.dnr.alaska.gov Wednesday, May 25, 2022 at 9:00 a.m.

Areawide Lease Sale Locations

The Alaska Peninsula Areawide lease sale includes approximately 5.0 million acres of state-owned land in 1,004 tracts, ranging in size from 1,280 to 5,760 acres. The sale area encompasses onshore and offshore acreage that stretches from the Nushagak Peninsula in the north, down the north side of the Alaska Peninsula to just north of Cold Bay. Portions of these tracts are located within the Bristol Bay Borough, the Lake and Peninsula Borough, the Aleutians East Borough, and the Dillingham Census Area.

The Cook Inlet Areawide lease sale includes approximately 3.3 million acres of state-owned land in 833 tracts, ranging in size from 640 to 5,760 acres. The sale area encompasses onshore and

offshore acreage that extends from Wasilla in the north to Anchor Point in the southeast, then along Alaska's Submerged Lands Act boundary in Cook Inlet to the Iniskin Peninsula. Portions of these tracts are located within the Kenai Peninsula Borough, the Matanuska – Susitna Borough, and the Municipality of Anchorage.

Sale Documents

Complete details regarding these lease sales are on the DO&G website at https://dog.dnr.alaska.gov/Services/BIFAndLeaseSale under Current Lease Sales. Sale documents include this Notice of Sale, Sale Announcement and Instructions to Bidders, Areawide Sale Information, Attachment A with Estimated Acreages and deferred tracts, lease forms, mitigation measures, and tract map. These documents are also available in the following locations:

Alaska Peninsula: King Cove School Library, Sand Point School Library, Chignik Bay School Library, Dillingham Public/School Library, Egegik Village Library, and Pilot Point Library; Z.J. Loussac Public Library in Anchorage; Alaska Resources Library & Information Services on the University of Alaska Anchorage campus; the Alaska State Library in Juneau; Bristol Bay Borough offices in Naknek; Lake and Peninsula Borough offices in King Salmon; and Aleutians East Borough offices in Sand Point.

<u>Cook Inlet</u>: Public libraries in Wasilla, Ninilchik, Homer, Soldotna, Anchor Point, Seldovia, and Willow; Tebughna School Library; Matanuska-Susitna Borough Planning Department offices in Palmer; Kenai Peninsula Borough Planning Department offices in Soldotna; Municipality of Anchorage Clerk's office; Z.J. Loussac Public Library in Anchorage; Alaska Resources Library & Information Services on the University of Alaska Anchorage campus; and the Alaska State Library in Juneau.

Please call (907) 269-8800 or email dog.leasing@alaska.gov. if you are unable to access sale information. Subscribe to leasing email announcements at https://list.state.ak.us/mailman/listinfo/DOG.Leasing.

Sale Terms and Conditions

Alaska Peninsula Areawide 2022 Competitive Oil and Gas Lease Sale Terms and Conditions									
Lease Sale	Bid	Minimum	Royalty	Primary	Annual Rental Rate	Lease			
Tracts	Variable	Bid	Rate	Lease		Form			
				Term					
All	Cash	\$5.00 per	12.5%	10	Year 1: \$1.00 per acre	DOG			
APA 2022	Bonus	acre	Fixed	Years	Year 2: \$1.50 per acre	202104			
Tracts					Year 3: \$2.00 per acre				
					Year 4: \$2.50 per acre				
					Years 5-10: \$3.00				
					per acre				

Cook Inlet Areawide 2022W Competitive Oil and Gas Lease Sale Terms and Conditions									
Lease Sale	Bid	Minimum	Royalty	Primary	Annual Rental Rate	Lease Form			
Tracts	Variable	Bid	Rate	Lease					
				Term					
All	Cash	\$15.00 per	12.5%	10 Years	Years $1 - 5$: \$5.00	DOG			
CIA 2022W	Bonus	acre	Fixed		per acre	202104W			
Tracts					Years $6 - 7$: \$7.50				
					per acre				
					Years $8 - 10$: \$10.00				
					per acre				

Deferred lease sale tracts are listed on Attachment A of the Areawide Sale Information and will not be listed with EnergyNet. Check https://dog.dnr.alaska.gov/Services/BIFAndLeaseSale for updated Attachment A documents.

Best Interest Findings to Offer Oil and Gas Leases in Areawide Sales

These lease sales are being held according to AS 38.05.035(e) and AS 38.05.180. Under these statutes, land that is subject to a best interest finding issued within the previous 10 years may be offered for oil and gas leasing. The finding sets forth the facts, policies, and applicable laws and regulations upon which the Director based the determination that oil and gas lease sales in an Areawide sale will best serve the interests of the State. Every year, the Director makes a request for substantial new information that may justify a supplement to the finding and issues a response to information received. Best interest finding documents and supplements for these sales can be found on the DO&G website at

https://dog.dnr.alaska.gov/Services/BIFAndLeaseSale. If you are unable to access this information, call the Leasing Section at (907) 269-8800 or email dog.bif@alaska.gov.

Americans with Disabilities Act Compliance

The State of Alaska, DNR, 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 call (907) 269-8800 or email dog.leasing@alaska.gov to make any necessary arrangements.