

# **Department of Natural Resources**

DIVISION OF OIL & GAS

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September 1, 2023

## NOTICE OF SALE MOUNT SPURR COMPETITIVE GEOTHERMAL LEASE SALE

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 geothermal leasing in the Mount Spurr Competitive Geothermal Sale Area (CGA). This notice is available on the State of Alaska Online Public Notice System at <a href="https://aws.state.ak.us/OnlinePublicNotices/">https://aws.state.ak.us/OnlinePublicNotices/</a>.

## **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 <a href="https://www.energynet.com">https://www.energynet.com</a>.

## **Sale Dates**

All times listed are Anchorage, Alaska local time.

- First day to submit bids with EnergyNet Thursday, October 5, 2023
- Deadline to submit bids with EnergyNet Thursday, October 19, 2023, at 4:00 p.m.
- Bidding results available to the public online at <a href="https://dog.dnr.alaska.gov">https://dog.dnr.alaska.gov</a> Wednesday, October 25, 2023, at 9:00 a.m.

## **Lease Sale Location**

The Mount Spurr Geothermal Competitive lease sale includes approximately 36,057 acres of state-owned land. The sale area is located northwest of Trading Bay, along the southern flank of Mount Spurr. It is located just to the east of Chakachamna Lake which is adjacent to Lake Clark National Park and Preserve and includes a short section of the Chakachatna River at the outflow of Chakachamna Lake. The Sale Area, which is approximately 80 miles west of Anchorage and 40 miles west of the village of Tyonek, lies within the Kenai Peninsula Borough.

#### **Sale Documents**

Complete details regarding this lease sale are on the DO&G website at

https://dog.dnr.alaska.gov/Services/Geothermal. Sale documents include: this Notice of Sale, Sale Announcement and Instructions to Bidders, Area Sale Information, Attachment A with Estimated Acreages and deferred tracts, lease forms, mitigation measures, and tract map.

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

## **Sale Terms and Conditions**

Mount Spurr Competitive Geothermal Lease Sale Terms and Conditions						
Lease Sale Tracts	Bid Variable	Minimum Bid	Royalty Rate	Primary Lease Term	Annual Rental Rate	Lease Form
All Mount Spurr CGA Tracts	Cash Bonus	\$1.00 per acre	1.75% For the first 10 years and then increased to 3.5%	10 Years	\$3.00 per acre	DOG 202308 GL

Deferred lease sale tracts are listed on Attachment A of the Geothermal Lease Sale Information and will not be listed with EnergyNet. Check <a href="https://dog.dnr.alaska.gov/Services/Geothermal">https://dog.dnr.alaska.gov/Services/Geothermal</a> for updated Attachment A documents.

#### **Best Interest Findings to Offer Geothermal Leases**

This lease sale is being held according to AS 38.05.035(e) and AS 38.05.181. Under these statutes, land that is subject to a best interest finding may be offered for geothermal leasing. The finding sets forth the facts, policies, and applicable laws and regulations upon which the Director based the determination that this geothermal lease sale will best serve the interests of the State. Best interest finding documents for this sale can be found on the DO&G website at <a href="https://dog.dnr.alaska.gov/Services/Geothermal">https://dog.dnr.alaska.gov/Services/Geothermal</a>. If you are unable to access this information, call the Leasing Section at (907) 269-8800 or email <a href="mailto:dog.bif@alaska.gov">dog.bif@alaska.gov</a>.

#### **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 an alternative communication format upon request. Please call (907) 269-8800 or email <a href="mailto:dog.leasing@alaska.gov">dog.leasing@alaska.gov</a> to make any necessary arrangements.