

# Access to Capacity for In-State Manufacturing

Presentation to

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# **Alaska Natural Gas Facts**

- **Represents 15 % of Alaska exports**
- **LNG (80 BCF/year)**
  - Produce LNG for export
- **Value added manufacturing (53 BCF/year)**
  - Manufacture ammonia and urea
- **Creates significant employment**

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# Encouraging Value-Added Manufacturing

- **Why ?**
  - High economic multiplier
  - Economic diversity
- **How ?**
  - Competitive pricing
  - Efficient use of existing infrastructure

# **Infrastructure Utilization**

## **Efficient infrastructure essential**

- Spur pipeline to Cook Inlet - and**
- Access to existing infrastructure - and**
- Future infrastructure must also be open**

# **The Cook Inlet Experience**

**Sufficient infrastructure exists to  
support all existing demand – but  
not currently available for public use**

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# **The Cook Inlet Experience**

- **Private ownership**
- **Constraints on infrastructure**
- **Affiliated ownership**
- **Restricted access**
- **High transportation rates**
- **Public interest not always served**

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# **Conclusion**

- **Learn from experience in the Cook Inlet**
  - **Open access – fair rates**
  - **Public interest must be served**
- **Encourage development**
- **Promote diversity of economy**

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