



IEP RFP Update Finalist Summary

AIDEA Board of Directors
9-24-15

IEP RFP: THE COMPETITIVE PROCESS FOR PRIVATE PARTNERS



● **HB 105 requires that AIDEA:**

“use an open and competitive solicitation process to select private entities to participate in developing the liquefied natural gas production plant capacity and affiliated infrastructure”

● **AIDEA issued an RFP for project partners**

- **Solicited for a wide range of IEP options (Cook Inlet, North Slope, pipeline, propane)**
- **Clear evaluation criteria**
- **Responses received August 3**
- **Finalists selected August 27**

IEP RFP: CURRENT STATUS



- **RFP evaluation committee met and scored proposals**
- **5 finalists chosen for Phase 2**
- **December 2015 timeline for partner selection**
 - **Best and Final Offers (BAFOS) due in October**
 - **Utility participation in talks**

5 FINALISTS

1. **Harvest Alaska, LLC (Hilcorp Alaska, LLC)**
Cook Inlet LNG
2. **Phoenix Clean Fuels, LLC**
North Slope LNG
3. **Salix, Inc. (Avista Corporation)**
Cook Inlet LNG
4. **Spectrum LNG, LLC**
North Slope LNG, Cook Inlet LNG
5. **WesPac Midstream, LLC**
Cook Inlet LNG, Imported LNG

5-page summaries of each proposal available at
interiorenergyproject.com

Three Cook Inlet alternatives proposed

- LNG tolling plant
- LNG delivered at plant (gas supply + plant)
- LNG delivered to Interior (gas supply + plant + transport)
- 3 and 6 Bcf plant options offered

Hilcorp is a Cook Inlet natural gas producer and owner of storage and pipeline infrastructure



PHOENIX CLEAN FUELS

- ⑥ **6 Bcf North Slope LNG plant**
 - Includes purchase of LNG trailers and truck transportation to the Interior
 - Expandable to 9 Bcf
- ⑥ **Phoenix project team includes members who were proposed plant operators under previous MWH plan**



SALIX, INC.

- ④ **6 Bcf Cook Inlet LNG plant**
 - Expandable to 12 Bcf
- ④ **Salix's parent company, Avista, is an electric and natural gas utility company based in Spokane**
 - Recently purchased AEL&P, Juneau electric utility



SPECTRUM LNG, LLC

- **Proposed Cook Inlet and North Slope options**
- **Focused on North Slope project**
 - ~7 Bcf LNG plant
- **Spectrum has developed 2 other LNG projects**
 - Original FNG LNG plant
 - Owns and operates an LNG plant in Arizona



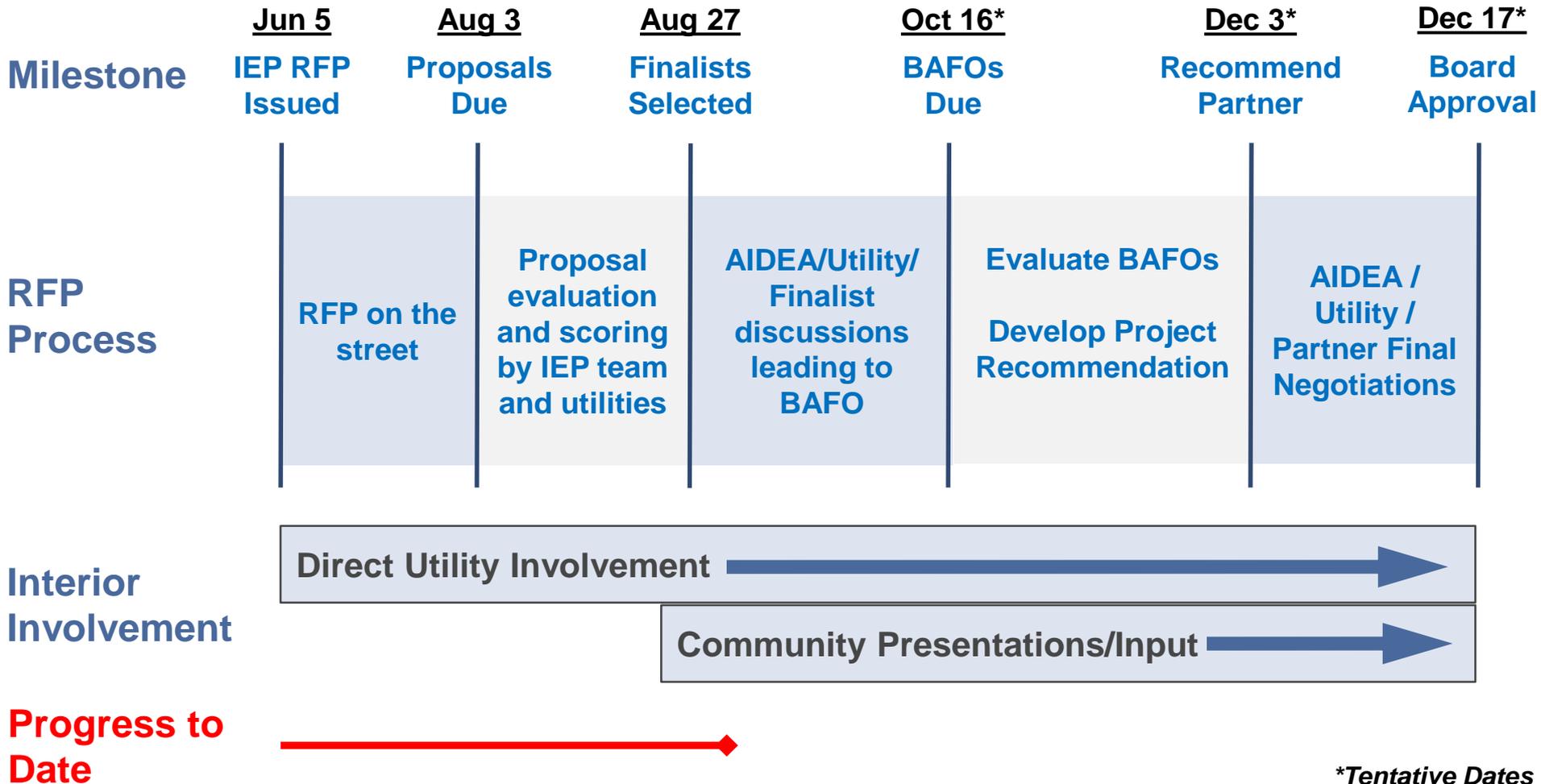
Three options proposed

- Standalone LNG plant in Cook Inlet
- LNG delivered to Interior from Cook Inlet (natural gas supply + plant + transport)
- Imported LNG from Canada delivered to Interior

WesPac has been involved in LNG development and marine use



IEP PROJECT MILESTONES



**Tentative Dates*

NON-RFP IEP ITEMS

- ④ **Energy Supply**
- ④ **Transportation**
- ④ **Distribution**
- ④ **Storage and Regas**
- ④ **Conversions**
- ④ **HB105 Quarterly Reporting**



Interior Energy Project



Questions?

