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HISTORICAL AND PROJECTED OIL AND GAS CONSUMPTION



PREPARED BY

THE INSTITUTE OF SOCIAL AND ECONOMIC RESEARCH UNIVERSITY OF ALASKA

AND

DIVISION OF MINERALS AND ENERGY MANAGEMENT DEPARTMENT OF NATURAL RESOURCES

FOR

THE ALASKA STATE LEGISLATURE

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HISTORICAL AND PROJECTED OIL AND GAS CONSUMPTION

for

Department of Natural Resources State of Alaska

by

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January 1981

– ALASKA –

HISTORICAL AND PROJECTED OIL AND GAS CONSUMPTION

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This study is in response to Alaska Statute, Section 38.05.183. SALE OF ROYALTY.

(d) Oil or gas taken in kind by the state as its royalty share may not be sold or otherwise disposed of for export from the state until the commissioner determines that the royalty-inkind oil or gas is surplus to the present and projected intrastate domestic and industrial needs. The commissioner shall make public, in writing, the specific findings and reasons on which his determination is based and shall, within 10 days of the convening of a regular session of the legislature, submit a report showing the immediate and long-range domestic and industrial needs of the state for oil and gas and an analysis of how these needs are to be met.

It is the seventh in a series of reports on oil and gas consumption and projections of future demands. The titles of previous reports are as follows:

1.	(1975)	Present and Historical Demand for Oil and Gas in Alaska, Alaska Oil Demand 1975-2000, and Future Alaskan Natural Gas Demand by Georgia Bewley et al. Division of Geological and Geophysical Survey, Department of Natural Resources, State of Alaska, Fall 1975.
2.	(1976)	Energy Consumption in Alaska: Estimate and Forecast by Kent Miller and Oliver Scott Goldsmith. Institute of Social and Economic Research (ISER), University of Alaska, January 1977.
3.	(1976)	Historic and Projected Demand for Oil and Gas in Alaska: <u>1972-1995</u> by Kristina O'Connor. Division of Minerals and Energy Management (DMEM).
4.	(1977)	Oil and Gas Consumption in Alaska 1976-2000 by Oliver Scott Goldsmith and Tom Lane. ISER, January 1978.
5.	(1978)	Historic and Projected Oil and Gas Consumption by Kristina O'Connor and Randall Montbrian. DMEM, February 1979.
6.	(1979)	Historic and Projected Oil and Gas Consumption by Oliver Scott Goldsmith (ISER) and Kristina O'Connor (DMEM), January 1980

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The data in each report has been presented in slightly different format, and the sources available at the time each report was compiled were not always similar so that differences among the historical figures occur from time to time. In this current study, we have recalculated two important historical data tables for the entire decade of the 1970s. The information in the tables on motor vehicle fuel consumption and natural gas use has been completely revised. As a result, in subsequent years, production of this report should be greatly facilitated.

The analysis of oil and gas consumption in this study is consistent with two other efforts currently underway within the state to forecast future energy needs. These are the following:

- 1. <u>The Railbelt Electric Power Alternatives Study</u> under contract to Battelle Northwest Laboratories for the Office of the Governor.
- 2. <u>Long-Term Energy Plan for Alaska</u> under contract to Applied Economic Associates for the Division of Energy and Power Development.

The primary integrating device utilized in all of these studies is the Man in the Arctic Program (MAP) econometric model which provides estimates of the level of future economic activity for the state and its various regions.

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I. HISTORICAL OIL AND GAS

CONSUMPTION IN ALASKA

I.A. Total

Total use of petroleum in Alaska in 1980 was 190.8 million barrels of crude oil equivalent (BOE) or about 523 thousand BOE daily. The great majority of this consisted of natural gas which accounted for 86 percent of the total.

As Figure 1 indicates, reinjection of natural gas into oil fields was the dominant use (64 percent), followed by motor vehicle fuels use (9 percent). All other uses accounted for 27 percent of the total.

A large part of the natural gas used for reinjection will ultimately be recovered from the field and should, thus, not be considered as consumption. Adjusting for this total, consumption for 1980 is 67.7 million BOE or 185 thousand BOE daily, of which 60 percent is natural gas and 40 percent, liquid petroleum. This is equivalent to 630 thousand mcf of natural gas and 77 thousand barrels (3.2 million gallons) of petroleum liquids daily.

Most of the growth in use between 1979 and 1980 can be attributable to reinjection of natural gas, which increased by about 20 percent. Consumption of natural gas for other uses rose less than one-half of one percent, while consumption of liquid petroleum was up about 1 percent.

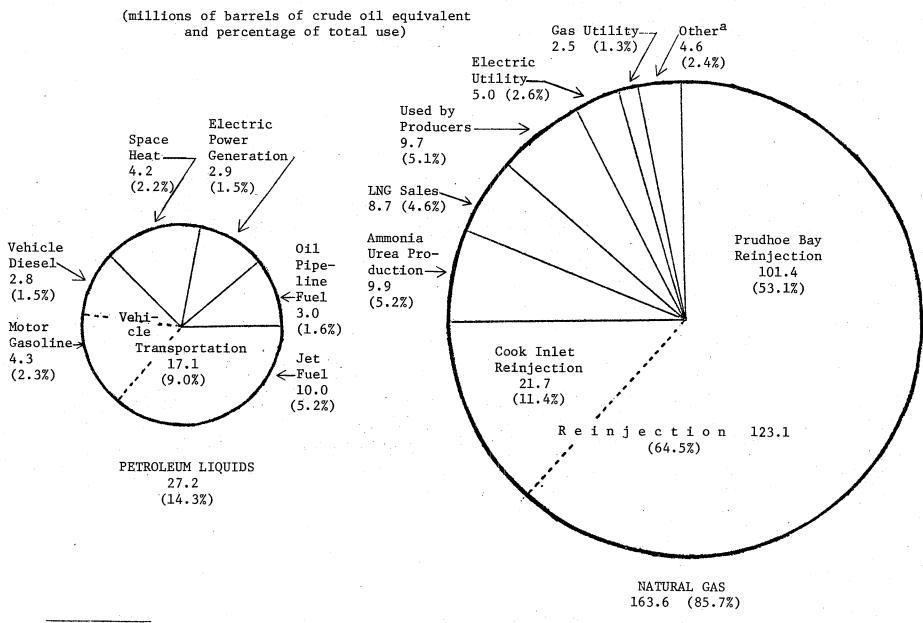


FIGURE 1. 1980 ESTIMATED OIL AND GAS USE IN ALASKA

aIncludes military use and pipeline and power generation uses in Prudhoe Bay area.

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This pattern of growth is a continuation of the trend in recent years. The use of natural gas for reinjection has been the most rapidly growing category of use. This has been followed by growth in consumption of natural gas attributable to an expansion of the ammonia-urea plant on the Kenai Peninsula and consumption of both gas and fuel oil in conjunction with production and transportation of the crude oil from the Prudhoe Bay field. These growth trends are depicted in Tables 1A and 1B.

I.B. Natural Gas

Historical and 1980 estimated natural gas use is shown in Tables 2A and 2B by market area and use. The market area distinction is important because of the high transport cost of gas which presently precludes a statewide market for gas.

<u>Prudhoe Bay</u> is the largest market, accounting for 68 percent or 627.8 million mcf of the total statewide use of 929.5 million mcf. Almost all of this gas (92 percent) is reinjected, but a substantial quantity is used on leases and provides fuel to the electricity generating plant connected with the field and to the first four pump stations on the pipeline. These categories of consumption which can be loosely termed as production and transportation related were 51.5 million mcf in 1980.

<u>Cook Inlet</u> is the market with the largest number and variety of customers and accounts for virtually all of the rest of the natural gas used in the state. Of the 300.7 million mcf expected to be used in

TABLE 1A. ALASKA OIL AND GAS USE

(commodity units)

		DLEUM LIQUIDS ls of product)	NA	ATURAL GAS (mcf)		NATURAL GAS (Net of Reinjection) (mcf)			
	Total 10 ⁶	Daily Average	Total 10 ⁶	Daily Average 10 ³	Total 10 ⁶	Daily Average			
1970 1971			217 228	594 625	144 154	395 422			
1972 1973	 	·	223 223	611 611	147 135	403 370			
1974 1975		• • • • • • • • • • • • • • • • • • •	228 256	625 701	141 163	386 447			
1976 1977	24.5 23.7	67 65	271 376	743 1,030	160 193	438 529			
1978 1979	26.2 27.6	72 76	603 738	1,652 2,Q22	217 229	595 627			
1980 (est.)	28.1	77	930	2,548	230	630			

SOURCE: See later tables.

TABLE 1B. ALASKA OIL AND GAS USE

(barrels of crude oil equivalents)

	PETROLEUM LIQUIDS			ATURAL GAS	NATURAL GAS COMBINED OIL AND GAS (Net of Reinjection) (Net of Reinjection of Gas)				
	Total Da 10 ⁶	ily Average 10 ³	Total 10 ⁶	Daily Average 10 ³	Total 10 ⁶	Daily Average 10 ³	Total 10 ⁶	Daily Average 10 ³	
1970 1971			38 40	104 110					
1972 1973			39 39	107 107			• • • • • • • • • • • • • • • • • • •		
1974 1975		•	40 45	110 123	28	77			
1976 1977	23.8 23.1	65 63	48 66	132 181	28 34	77 93	51.8 57.1	142 156	
1978 1979	25.3 26.8	69 73	106 130	290 356	38 40	104 110	63.3 66.8	173 183	
1980 (est.)	27.2	75	164	449	.41	112	68.2	187	

For conversion factors, see Tables 2B and 5A, 5B, and 5C.

SOURCE: See later tables.

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TABLE 2A. HISTORICAL ALASKA NATURAL GAS USE^a

(million mcf)

	1970	1971	1972	1973	1974	1975	1976	1977	1978	1979	1980(est) ⁰
total use ^b		•				256.399	271.162	375.832	602.687	738.485	929.5
COOK INLET ^C	216.89	227.93	222.80	223.10	228.44	252.554	265.253	279.961	293.800	305.056	300.7
Reinjection ^d	73.14	73.88	76.13	87.78	86.81	95.183	111.082	115.131	114.074	119.825	123.5
LNG Exports ^e	67.10	63.24	59.87	60.99	61.87	64.777	63.509	66.912	60.874	64.111	49.7
Ammonia Urea Production ^f	17.86	19.49	20.58	20.64	22.10	23.888	24.257	28.620	48.879	51.657	56.2
Electric Utility Sales ^g	8.25	10.31	13.16	15.48	17.11	19.619	22.188	23.590	24.591	28.155	28.2
Use on Lease, Vented, and Shrinkage	46.61	45.25	36.56	20.90	23.89	28.830	24.466	24.396	23.524	17.520	20.0
Gas Utility Sales ^j	6.718	8.243	8.952	9.653	9.816	12.044	12.552	12.683	13.454	14.045	14.1
Military Sales ^k	6.110	6.549	6.473	6.069	5.684	5.842	5.424	5.100	5.126	4.986	5.0
Miscellaneous Sales to Other Producers, Refiners, and Pipelines ¹	1.10	.97	1.08	1.59	1.16	2.371	1.775	3.529	3.277	4.757	4.0
	· · ·										•
		• •				1. ·	· · ·				
Item: Alaska Pipeline Company Sales ^m	17.238	20.729	24.093	26.402	26.847	30.423	1 - 2 - 1 - 2 - 2 	28.281	28.780	30.295	30.6
Item: Anchorage Natural Gas Sales ⁿ	11.099	14.080	17.610	20.139	20.996	24.281	23.130	22.538	23.489	25.004	25.6

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TABLE 2A. (continued)

			•	1970		1971	1972	1973	1974	1975	1976	1977	1978	1979	1980(est) ⁰
PF UDHOE	BAY			1				ę. Č		3.047	5.077	94.992	307.994	432.498	627.8
jection ^h				0	•	0	0	0	0	0	0	68.080	271.854	390.136	576.2
		d,	•	a de Normalia						2.277	3,414	24.069	20.787	25.068	30.9
lire Fuel	h							•		.770	1.663	2.843	7.261	8.930	11.8
tric Powe	r Gene	ratio	n ^h	0		0	0	0	0	0	0	0	8.092	8.364	8.8
	jection ^h on Lease, Shrinkage lire Fuel	on Lease, Vente Shrinkage ^h lire Fuel ^h	jection ^h on Lease, Vented, Shiinkage ^h lire Fuel ^h	jection ^h on Lease, Vented, Shiinkage ^h lire Fuel ^h	PFUDHOE BAY jection ^h 0 on Lease, Vented, Shiinkage ^h lire Fuel ^h	jection ^h 0 on Lease, Vented, Shi inkage ^h lire Fuel ^h	PFUDHOE BAY jection ^h 0 0 on Lease, Vented, Shiinkage ^h lire Fuel ^h	PFUDHOE BAY jection ^h 0 0 0 on Lease, Vented, Shiinkage ^h lire Fuel ^h	PFUDHOE BAY jection ^h 0 0 0 0 on Lease, Vented, Shiinkage ^h lire Fuel ^h	PFUDHOE BAY jection ^h 0 0 0 0 0 on Lease, Vented, Shi inkage ^h lire Fuel ^h	PFUDHOE BAY 3.047 jection ^h 0 0 0 0 on Lease, Vented, 2.277 Shi inkage ^h 2.277 lire Fuel ^h .770	PFUDHOE BAY 3.047 5.077 jection ^h 0 0 0 0 on Lease, Vented, 2.277 3.414 Shi inkage ^h 2.277 3.414 lire Fuel ^h .770 1.663	PFUDHOE BAY 3.047 5.077 94.992 jection ^h 0 0 0 0 68.080 on Lease, Vented, 2.277 3.414 24.069 lire Fuel ^h .770 1.663 2.843	PFUDHOE BAY 3.047 5.077 94.992 307.994 jection ^h 0 0 0 0 0 68.080 271.854 on Lease, Vented, Shi inkage ^h 2.277 3.414 24.069 20.787 lire Fuel ^h .770 1.663 2.843 7.261	PFUDHOE BAY 3.047 5.077 94.992 307.994 432.498 jection ^h 0 0 0 0 68.080 271.854 390.136 on Lease, Vented, Shi inkage ^h 2.277 3.414 24.069 20.787 25.068 lire Fuel ^h .770 1.663 2.843 7.261 8.930

BARROW	 . <u></u>	.798	.832	.879	.893	.931	1.0
Government and	 	067	200	. 504	.541	.582	6
Utilit, Sales ^h		.267	.390	. 504	• 541	. 362	•0
Use on Lease, Vented, and Sheinkage ^h		.531	.442	.375	.352	.331	•4
					a da Antonio		

See accompanying table notes on following page.

TABLE 2A. Notes

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a. Revised from reports of previous years.

- b. State of Alaska, Department of Natural Resources, Division of Oil and Gas Conservation (DOGC), Monthly Report of Gas Disposition.
- c. Before 1975 from <u>Natural Gas Demand and Supply to the Year 2000 in the Cook Inlet Basin of South</u> <u>Central Alaska</u>, Stanford Research Institute (SRI), prepared for Pacific LNG Company, November 1977, Table 3, p. 10. After 1974 from <u>Monthly Report of Gas Disposition</u>, DOGC.
- d. Before 1975 from SRI; after 1974 this is the sum of two items: (1) rental gas sales from the Kenai and Beaver Creek gas fields reported in Kenai Gas Sales, internal document of DOGC, and (2) injection from various gas fields reported in Monthly Report of Gas Disposition, DOGC.
- e. Before 1975 from SRI; after 1974 this is the sum of two items: (1) sales to Phillips LNG from the Kenai and Beaver Creek gas fields reported in <u>Kenai Gas Sales</u>, internal document of DOGC, and (2) sales from the North Cook Inlet gas field reported in <u>Monthly Report of Gas Disposition</u>, DOGC.
- f. Before 1975 from SRI; after 1974 this is the sum of two items: (1) sales to Collier Chemical from the Kenai and Beaver Creek gas fields reported in <u>Kenai Gas Sales</u>, internal document of DOGC, and (2) sales from the McArthur River field reported in Monthly Report of Gas Disposition, DOGC.
- g. Before 1975 from SRI; after 1974 from Electric utility sales reported by Anchorage Natural Gas to Alaska Public Utilities Commission (APUC) plus Beluga River gas field sales to Chugach Electric reported in Monthly Report of Gas Disposition, DOGC.
- h. Before 1975 from SRI; after 1974 from Monthly Report of Gas Disposition, DOGC.
- j. Sales to final consumers reported in Annual Financial Reports to APUC. Includes Anchorage Natural Gas and Kenai Utility Service Corporation. Anchorage Natural Gas Rate Schedule Categories revised in 1975, so earlier years obtained from internal records of Anchorage Natural Gas.
- k. Annual Financial Reports to APUC of Alaska Pipeline Company and Anchorage Natural Gas.

TABLE 2A. Notes (continued)

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- 1. This category is primarily composed of three components: (1) total sales from gas fields in Cook Inlet net of sales from (a) Beaver Creek, (b) Beluga River, (c) Kenai, (d) McArthur River, (e) North Cook Inlet, taken from Monthly Report of Gas Disposition, DOGC; (2) the difference between sales from Kenai and Beaver Creek gas fields reported in DOGC Monthly Report of Gas Disposition and Kenai Gas Sales, working document of DOGC; and (3) the portion of Kenai and Beaver Creek gas sales not attributable to Ammonia Urea, LNG, rental for injection, Alaska Pipeline Company, or Kenai Gas Utility from DOGC Kenai Gas Sales. This category is calculated as the residual of Cook Inlet gas use and, therefore, does not exactly equal these three components.
- m. Consists of Anchorage Natural Gas Utility Sales (including some sales to electric utilities and military) and direct military sales. Annual Financial Report to APUC.

n. Sales to final consumers, utilities, and military. Annual Financial Report to APUC.

o. Estimates based upon first nine months of the year.

TABLE 2B. HISTORICAL ALASKA NATURAL GAS USE

(millions of barrels of crude oil equivalent)

	1970	1971	1972	1973	1974	1975	1976	1977	1978	1979	1980(est)
TOTAL USE						45.1	47.7	66.1	106.1	130.0	163.6
COOK INLET	38.2	40.1	39.2	39.3	40.2	44.4	46.7	49.3	51.7	53.7	52.9
Reinjection	12.9	13.0	13.4	15.4	15.3	16.8	19.6	20.3	20.1	21.1	21.7
LNG Exports	10.0	11.1	10.5	10.7	10.9	11.4	11.2	11.8	10.7	11.3	8.7
Ammonia Urea Production	3.1	3.4	3.6	3.6	3.9	4.2	4.3	5.0	8.6	9.1	9.9
Electric Utility Sales	1.5	1.8	2.3	2.7	3.0	3.5	3.9	4.2	4.3	5.0	5.0
Use on Lease, Vented, and Shrinkage	8.2	8.0	6.4	3.7	4.2	5.1	4.3	4.3	4.1	3.1	3.5
Gas Utility Sales	1.2	, 1.5	1.6	1.7	1.7	2.1	2.2	2.2	2.4	2.5	2.5
Military Sales	1.1	1.2	1.1	1.1	1.0	1.0	1.0	0.9	0.9	0.9	0.9
Miscellaneous Sales to Other Producers, Refiners, and Pipelines	0.2	0.2	0.2	0.3	0.2	0.4	0.3	0.6	0.6	0.8	0.7
										• * 1	
Item: Alaska Pipeline Company Sales	3.0	3.6	4.2	4.6	4.7	5.4	-	5.0	5.1	5.3	5.4
Item: Anchorage Natural Gas Sales	2.0	2.5	3.1	3.5	3.7	4.3	4.1	4.0	4.1	4.4	4.5

TABLE	2B.	(continued)
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	1970	1971	1972	1973	1974	1975	1976	1977	1978	1979	1980(est
										<u> </u>	
PRUDHOE BAY						0.5	0.9	16.7	54.2	76.1	110.5
Reinjection	0	0	0	0	0	0	0	12.0	47.8	68.7	101.4
Use on Lease, Vented, and Shrinkage						0.4	0.6	4.2	3.7	4.4	5.4
Pipeline Fuel		 				0.1	0.3	0.5	1.3	1.6	2.1
Electric Power Generation	0	0	0	0	0	0	0	0	1.4	1.5	1.5
	1. 				•					•	
					· · · ·	an a	•• • • •			•	
BARROW		n na series Series de la composition de la composit		•	Sec.	0.1	0.1	0.2	0.2	0.2	0.2
Government and Utility Sales	.					0	0.1	0.1	0.1	0.1	0.1
Use on Lease, Vented, and Shrinkage						0.1	0.1	0.1	0.1	0.1	0.1

See Table 2A for notes and sources.

Components may not add to totals due to rounding.

Conversion from Natural Gas to Crude Oil Equivalent is based on 1.021 btu/cubic foot of gas. (1 mcf gas x .1760 = 1 barrel of crude oil equivalent) 1980, the uses by order of volume are as follows (with percentages of the market total in parentheses):

- 1. reinjection (41 percent)
- 2. ammonia-urea production (19 percent)
- 3. LNG exports (17 percent)
- 4. electric utility sales (9 percent)
- 5. use on lease, vented, and shrinkage (7 percent)
- 6. gas utility sales (5 percent)
- 7. military sales (1 percent)
- 8. miscellaneous sales (1 percent)

The <u>Barrow</u> market accounts for less than one-half of one percent of the state total.

From this breakdown, it is clear that three large industrial uses account for 95 percent of all natural gas use in the state (881.6 million mcf). These are petroleum production, distribution, and refining-related uses; ammonia-urea production; and LNG production for export. Sales to electric utilities, gas utilities, and the military account for the remainder which is 5 percent of the total (47.9 million mcf or 8.5 million BOE).

Recent important trends in natural gas use are the following:

 Rapid increase in gas use for reinjection at Prudhoe Bay with constant reinjection use in Cook Inlet.

 Doubling of gas use as feedstock in ammonia-urea production in 1978.

- 3. Doubling of gas use in petroleum production, transportation, and refining with the completion of the Alyeska pipeline in 1977.
- Moderation in growth in sales of gas to electric and gas utilities.
- 5. Relatively constant levels of military use and LNG exports.

I.C. Petroleum Liquids¹

Petroleum liquids consumption can be divided into four categories, of which vehicle transportation is the largest. Tables 3A and 3B show that vehicle transportation accounted for 64 percent of the 1,180 million gallons of product (28.1 million barrels of product) used in the state. The remaining categories by order of consumption are space heating with 15 percent and oil pipeline related and electric power generation, each with about 10 percent of the total.

Fuels for vehicle transportation include gasoline, jet fuel, and diesel fuels used for highway, marine, and aviation uses. Tables 4 and 5 show the historical patterns of these fuels as reported to the State of Alaska Department of Revenue. (Some nontransport uses of fuel are included in this data since they are reported with transport fuel.) Jet fuel consumption dominates vehicle transport fuel use with 436 million gallons (10.38 million barrels of product) followed by gasoline with 200 million gallons (4.76 million barrels of product) and diesel with 120 million gallons (2.87 million barrels of product) (after netting out nonvehicle transport diesel uses reported to Department of Revenue).

¹Natural gas liquids use is not considered in this analysis.

TABLE 3A. SUMMARY: ALASKA PETROLEUM LIQUIDS CONSUMPTION

(million barrels of product)

Year	-	Vehicle Transportation ^a	0il <u>Pipeline</u> b	Space Heat ^b	Electric Power ^b Generation	<u>Total</u>
1970 1971		12.0	0 0			
1972 1973		13.1 14.9	0 0			
1974 1975		16.7 18.5	0 0			
1976 1977		18.5 16.7	0 •7	3.7 3.7	2.3 2.6	24.5 23.7
1978 1979		17.2 18.1	2.3 2.6	4.0 4.1	2.7 2.8	26.2 27.6
1980	(est.)	18.0	3.0	4.2	2.9	28.1

^aTotal from Table 4E minus off-highway exempt diesel use (diesel for space heating and power generation) and Alyeska pipeline fuel consumption (pumping and other uses).

^bSee Table 6.

TABLE 3B. SUMMARY: ALASKA PETROLEUM LIQUIDS CONSUMPTION

(million barrels of crude oil equialent)

	Year	Vehicle Transportation	0il <u>Pipeline</u>	Space Heat	Electric Power Generation	<u>Total</u>
				•		• • • •
	1970 1971 1972	11.53 12.49	0 0 0			
	1973	14.27	0			
•	1974 1975	16.06 17.78	0 0			
	1976 1977	17.77 15.98	0 •7	3.7 3.7	2.3 2.6	23.8 23.1
1	1978 1979	16.33 17.30	2.3 2.6	4.0 4.1	2.7 2.8	25.3 26.8
	1980 (est.)	17.11	3.0	4.2	2.9	27.2

For conversion factors, see Tables 5A, 5B, and 5C.

SOURCE: See Table 3A.

TABLE 4A. ALASKAN CONSUMPTION OF MOTOR VEHICLE FUELS: GASOLINE^a

(million gallons)

	Hig	hway	Mart	ine	Aviat	ion	To	tal	Grand Total
Year	Taxable	Exempt ^b	Taxable	<u>Exempt</u> ^C	<u>Taxable</u>	Exempt	Taxable	Exempt	
1971	100.136	12.929	5.645	.012	8.588	2.595	114.369	15.536	129.905
1972	112.129	28.435	4.688	.141	9.288	4.130	126.105	32.706	158.811
1973	119,550	14.752	6.395	.023	10.714	1.819	136.659	16.594	153.253
1974	128.850	12.634	6.352	.025	13.194	1.728	148.396	14.387	162.783
1975	167.494	7.222	5.263	.200	13.370	1.215	186.127	8.637	194.764
1976	186.620	5.274	5.613	.267	13.784	1.289	206.017	6.830	212.847
1977	181,119	4.515	6.060	.388	15.249	1.521	202.428	6,424	208.852
1978	179.069	8.290	7.160	.275	15.145	.685	201.374	9.250	210.624
1979.	173.802	7.527	8.004	.292	16.373	.552	198.179	8.371	206.550
1980 ^d	167.004	7.832	7.663	.161	16.611	.486	191.278	8.479	199.757
(est.)		• •						•	

^aFigures revised from reports from previous years

^bMilitary and government

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^CMilitary, government, and nonpropulsion uses

^dEstimate for the year based on first 9 months

SOURCE: Department of Revenue, Motor Fuel Tax Returns

TABLE 4B. ALASKAN CONSUMPTION OF MOTOR VEHICLE FUELS: DIESEL^a

(million gallons)

	Hig	hway	Off Highway		Marine	•	· To	tal	Grand Total
Year	<u>Taxable</u>	Exempt	Exempt	Taxable	Exempt-A ^d	Exempt-B ^e	Taxable	Exempt	<u></u>
1971 1972	34.995 28.723	71.769 55.054		20.843 20.823	2.737 7.007	NA NA	55.838 49.546	74.506 62.061	130.344 111.607
1973 1974	24.706 65.563	89.109 100.247		21.426 21.547	13.041 1.884	5.586	46.132 87.110	107.736 108.940	153.868 196.050
1975 1976	132.835 139.665	71.166 65.274		21.799 24.945	7.403 4.072	9.156 10.353	154.634 164.610	87.725 79.699	242.359 244.309
1977 1978	98.704 101.598	45.162 54.050	1. 1997 - 1. 1997 - 1. 19	32.217 41.869	11.719 10.116	NA NA	130.921 143.467	56.881 64.166	187.802 207.633
1979 1980 ^f (est.)	56.595 60.089	39.477 29.340	81.483 67.780	53.167 60.310	6.325 5.033	NA NA	109.762 120.399	127.285 102.153	237.047 222.552
(USL.)									

^aFigures revised from reports from previous years

^bMilitary, government, and electric utility power generation

^COff-Highway diesel is diesel sold for space heating and power generation

^dMilitary and government

e_{Nonpropulsion}

 $\mathop{}_{\operatorname{Estimate}}^{\operatorname{f}}$ for the year based on first 9 months

SOURCE: Department of Revenue, Motor Fuel Tax Returns

TABLE 4C. ALASKAN CONSUMPTION OF MOTOR VEHICLE FUELS: JET FUEL^a

(million	

Year		<u>Taxable</u> b	<u>Exempt</u> ^C	Bonded ^d	Exempt and Bonded	Grand Total
1971		48.968	194.485	NA	194.485	243.453
1972		46.594	231.581	NA	231.581	278.175
1973		35.293	150.055	131.452	281.507	316.800
1974		79.647	144.386	116.939	261.375	341.022
1975	an a	96.586	215.366	26.035	241.401	337.987
1976		95.488	189.734	32.765	222.499	317.987
1977		103.164	190.382	40,517	230.899	334.063
1978		113.006	220.789	33.117	253.906	366.912
1979		126.190	221.041	67.985	289.026	415.216
1980 ^e	(est.)	136.126	210.843	88.944	299.787	435.913
		•		•		

^aFigures revised from reports from previous years

^bCivilian domestic operations

^CMilitary and international operations utilizing domestic fuel

^dInternational operations utilizing foreign fuel

^eEstimate for the year based on first 9 months

SOURCE: Department of Revenue, Motor Fuel Tax Returns

TABLE 4D. ALASKAN CONSUMPTION OF MOTOR VEHICLE FUELS: OTHER^a

(million gallons)

Year	Taxable Highway	Taxable Marine	<u>Total</u>
1971	· _ ·	-	.848
1972		- · · ·	.469
1973			.249
1974	-	-	.904
1975	- · · · ·	_	.794
1976	-	-	1.174
1977	_	–	.593
1978	<u> </u>	-	29.228
1979	91.563	.328	91.821 ^b
1980 [°] (est.		.160	87.259

^aAlmost all are turbine fuels that are essentially a type of diesel.
^bComponents do not sum to total due to small adjustment (-.070) which is not classified either as "Highway Other" or "Marine Other."
^cEstimated based on data for first 9 months
SOURCE: Department of Revenue, Motor Fuel Tax Returns

TABLE 4E. ALASKAN CONSUMPTION OF MOTOR VEHICLE FUELS: TOTAL

(million gallons)

			· • · · ·		Diesel and Other
Gasoline	Diesel	Other	Jet Fuel	Total	(primarily diesel)
129.905	130.344	.848	243.453	504.550	131.192
158.811	111.607	.469	278.175	549.062	112.076
150 050	150 060	240	216 900	624 170	154.117
			· ·		
162.783	196.050	•904	341.022	/00./59	196.954
194.764	242.359	.794	337.987	775.904	243.153
212.847	244.309	1.174	317.987	776.317	245.483
208.852	187.802	. 593	334.063	731.310	188.395
210.624	207.633	29.228	366.912	814.397	236.861
		01 001	115 016	050 (2)	328.868
206.550	237.047				
199.757	222.522	87.259	435.913	945.481	309.811
	158.811 153.253 162.783 194.764 212.847 208.852 210.624 206.550	129.905 130.344 158.811 111.607 153.253 153.868 162.783 196.050 194.764 242.359 212.847 244.309 208.852 187.802 210.624 207.633 206.550 237.047	129.905 130.344 .848 158.811 111.607 .469 153.253 153.868 .249 162.783 196.050 .904 194.764 242.359 .794 212.847 244.309 1.174 208.852 187.802 .593 210.624 207.633 29.228 206.550 237.047 91.821	129.905 130.344 .848 243.453 158.811 111.607 .469 278.175 153.253 153.868 .249 316.800 162.783 196.050 .904 341.022 194.764 242.359 .794 337.987 212.847 244.309 1.174 317.987 208.852 187.802 .593 334.063 210.624 207.633 29.228 366.912 206.550 237.047 91.821 415.216	129.905 130.344 .848 243.453 504.550 158.811 111.607 .469 278.175 549.062 153.253 153.868 .249 316.800 624.170 162.783 196.050 .904 341.022 700.759 194.764 242.359 .794 337.987 775.904 212.847 244.309 1.174 317.987 776.317 208.852 187.802 .593 334.063 731.310 210.624 207.633 29.228 366.912 814.397 206.550 237.047 91.821 415.216 950.634

SOURCE: Department of Revenue, Motor Fuel Tax Returns

TABLE 5A. ALASKAN CONSUMPTION OF MOTOR VEHICLE FUELS: GASOLINE BARRELS OF CRUDE OIL EQUIVALENT

(annual million barrels)^a

	High	nway	Mari	ine	Avia	tion	To	tal	Grand Total
Year	Taxable	Exempt	<u>Taxable</u>	Exempt	Taxable	Exempt	Taxable	Exempt	
1971	2.15	.28	.12	.00	.18	.06	2.46	.33	2.79
1972	2.41	.61	.10	.00	.20	.09	2.71	.70	3.41
1973	2.57	.32	.14	.00	.23	.04	2.94	.36	3.29
1974	2.77	.27	.14	.00	.28	.04	3.19	.31	3.50
1975	3.60	.16	.11	.00	.29	.03	4.00	.19	4.19
1976	4.01	.11	.12	.01	.30	.03	4.43	.15	4.58
1977	3.89	.10	.13	.01	• 33	.03	4.35	.14	4.49
1978	3.85	.18	.15	.01	.33	.01	4.33	.20	4.53
1979	3.74	.16	.17	.01	.35	.01	4.26	.18	4.44
1980	3.59	.17	.16	.00	.36	.01	4.11	.18	4.29
(est.)									

^aConversion assumes 1 barrel gasoline = 5.248 million btu. (1 gallon gasoline x .0215 = 1 barrel crude oil equivalent)

See Table 4A for additional notes and source.

Components may not add to totals due to rounding.

TABLE 5B. ALASKAN CONSUMPTION OF MOTOR VEHICLE FUELS: DIESEL BARRELS OF CRUDE OIL EQUIVALENT

(annual million barrels)^a

	Hig	hway	Off <u>Highway</u>		Marine		Tot	tal	Grand Total
Year	Taxable	Exempt	Exempt	Taxable	Exempt-A	Exempt-B	Taxable	Exempt	
1971 1972	.83 .69	1.72 1.32		• 50 • 50	.07 .17	NA NA	1.33 1.18	1.78 1.48	3.12 2.67
1973 1974	.59 1.57	2.13		.51 .52	.31 .05	.13 .16	1.10 2.08	2.57 2.60	3.68 4.69
1975 1976	3.17 3.34	1.70 1.56		.52 .60	.18 .10	.22	3.70 3.93	2.10 1.90	5.79 5.84
1977 1978	2.36 2.43	1.08 1.29	9	.77 1.00	.28 .24	NA NA	3.13 3.43	1.36 1.53	4.49 4.96
1979 1980 (est.)	1.35 1.44	.94 .70	1.95 1.62	1.27 1.44	.15 .12	NA NA	2.62	3.04 2.44	5.67 5.32

^aConversion assumes 1 barrel diesel = 5.825 million btu. (1 gallon diesel x .0239 = 1 barrel crude oil equivalent)

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See Table 4B for additional notes and source.

Components may not add to totals due to rounding.

TABLE 5C. ALASKAN CONSUMPTION OF MOTOR VEHICLE FUELS: JET FUEL BARRELS OF CRUDE OIL EQUIVALENT

(annual million barrels)^a

Year	Taxable	Exempt	Bonded	Exempt and Bonded	Grand Total
1971	1.13	4.47	NA	4.47	5.60
1972	1.07	5.33	NA	5.33	6.40
1973	.81	3.45	3.02	6.47	7.29
1974	1.83	3.32	2.69	6.01	7.85
1975	2.22	4.95	.60	5.55	7.78
1976	2.20	4.36	.75	5.12	7.32
1977	2.37	4.38	.93	5.31	7.69
1978	2.60	5.08	.76	5.84	8.44
1979	2.90	5.08	1.56	6.65	9.55
1980 (est.)	3.13	4.85	2.05	6.90	10.03

^aConversion assumes 1 barrel jet fuel = 5.604 million btu. (1 gallon jet fuel x .023 = 1 barrel crude oil equivalent)

See Table 4C for additional notes and source.

Components may not add to totals due to rounding.

TABLE 5D. ALASKAN CONSUMPTION OF MOTOR VEHICLE FUELS: OTHER BARRELS OF CRUDE OIL EQUIVALENT

(annual million barrels)^a

Year	Taxable Highway	Taxable Marine	Total
1971	_	<u> </u>	.02
1972	· _	-	.01
1973	_	_	.01
1974	-	<u> </u>	.02
1975		_	.02
1976	-	-	.03
1977		_	.01
1978	- -	-	.70
1979	2.19	.01	2.19
1980 (est		.00	2.09
			and the second

^aConversion assumes 1 barrel diesel = 5.825 million btu. (1 gallon diesel x .0239 = 1 barrel crude oil equivalent) See Table 4D for additional notes and source.

Components may not add to totals due to rounding.

TABLE 5E. ALASKAN CONSUMPTION OF MOTOR VEHICLE FUELS: TOTAL BARRELS OF CRUDE OIL EQUIVALENT

(annual million barrels)

Year	Gasoline	<u>Diesel</u>	<u>Other</u>	Jet Fuel	Total	Diesel and Other (primarily diesel)
1971	2.79	3.12	.02	5.60	11.53	3.14
1972	3.41	2.67	.01	6.40	12.49	2.68
1973	3.29	3.68	.01	7.29	14.27	3.69
1974	3.50	4.69	.02	7.85	16.06	4.71
1975	4.19	5.79	.02	7.78	17.78	5.81
1976	4.58	5.84	.03	7.32	17.77	5.87
1977	4.49	4.49	.01	7.69	16.68	4.50
1978	4.53	4.96	.70	8.44	18.63	5.66
1979	4.44	5.67	2.19	9.55	21.85	7.86
1980 (est.)	4.29	5.32	2.09	10.03	21.73	7.41

See Table 4E for additional notes and source.

Recent trends in petroleum liquids use are as follows:

- 1. Rapid increase in jet fuel consumption in recent years.
- Rapid increase in diesel consumption associated with pump station requirements on Alyeska pipeline.
- Moderation in growth of fuel oil use for space heating and electricity generation.
- Decline in consumption of gasoline and diesel fuel for vehicle transportation in post-Alyeska pipeline construction years.

TABLE 6A. ALASKA PETROLEUM LIQUIDS CONSUMPTION NOT REPORTED AS VEHICLE TRANSPORTATION FUEL

(million barrels of product)

	0i1		Electric Power	
Year	Pipeline	Space Heat	Generation	Total
1970	0			
1971	0		· ·	
1972	0	Link adda		سرم مث
1973	0			· · · · · · · · · · · · · · · · · · ·
1974	0		— —	
1975	0			
1976	0	3.674	2.340	6.014
1977	•.73	3.7	2.57	7.0
1978	2.25	4.0	2.70	8.95
1979	2.58	4.1	2.79	9.47
1980 (est.)	2.95	4.2	2.9	10.05

SOURCES: (1976) Goldsmith and Lane, <u>Oil and Gas Consumption in Alaska: 1976 to 2000</u>, prepared for the Alaska Royalty Oil and Gas Development Advisory Board and the 1978 Alaska State Legislature, 1978.

(1977 to date) Oil Pipeline - Alyeska Pipeline Service Company; Space Heat based on growth rate of Anchorage gas utility sales; Electric
 Utility - based on growth rate of electricity net generation state wide, taken from Alaska Power Administration internal worksheets.

TABLE 6B. ALASKA PETROLEUM LIQUIDS CONSUMPTION NOT REPORTED AS VEHICLE TRANSPORTATION FUEL

(million barrels of crude oil equivalent)

	0i1		Electric Power	
Year	Pipeline	Space Heat	Generation	Total
1970	0			
1971	0			
19/1	0			
1972	0			
1973	0			
1974	0			~ –
1975	0			· · · · · · · · · · · · · · · · · · ·
1976	0	3.674	2.340	6.014
1977	.73	3.7	2.57	7.0
1978	2.25	4.0	2.70	8.95
1979	2.58	4.1	2.79	9.47
1980 (est.)	2.95	4.2	2.9	10.05

^aConversion assumes 1 barrel diesel = 5.825 million btu.

SOURCE: See Table 6A.

II. OIL AND NATURAL GAS CONSUMPTION PROJECTED TO 2000

II.A. Summary

By 2000, it is possible that consumption of natural gas (not including reinjection) could increase by 100 percent from 230 to 459 million mcf annually. Consumption of petroleum liquids could also double from 28.1 to 58.3 million barrels annually (Table 7). Summing annual consumption estimates between 1981 and 2000 results in total natural gas consumption of 8,167 million mcf (8.1 trillion cubic feet) and petroleum liquids consumption of 929 million barrels (.9 billion barrels).

The most rapid growth is likely in industrial use of petroleum liquids which is dominated by the royalty oil refinery use of liquids. Electric utility generation using petroleum liquids should also continue to increase rapidly because of the unavailability of alternative generation modes in many parts of the state combined with continued population expansion. This continued population growth should also contribute to a rapid increase in the use of liquid fuels for transportation and for space heating although the growth rate for the latter will be more moderate.

Continued consumer preference for natural gas as a space heating fuel in the Anchorage area combined with continued population growth will result in greatly increased use of gas for this purpose. Industrial use of gas could double, primarily the result of construction of a large LNG

TABLE 7A. 2000 PROJECTION OF ALASKA OIL AND GAS CONSUMPTION

Liquids = million barrels Natural Gas = million mcf

			410 1		<u>1980</u>	- - - - - - - -	2000	20-Year Total (<u>1981 to 2000</u>)
Vehicle Transportat	ion			•.				
Liquids Natural Gas					18.0 0		32 0	500 0
Utility Electricity	Gen	eratic	<u>n</u>	. * .				
Liquids Natural Gas			•		2.9 28		6.9 43	100 785
Space Heat								
Liquids Natural Gas					4.2 14		7.4 25	116 390
Industrial Use ^a		•						
Liquids Natural Gas					3.0 188		12 383	213 6,992
<u>Total</u>								
Liquids Natural Gas		1946 - 19 19		• •	28.1 230		58.3 459	929 8,007

^aFor petroleum liquids in 1980, this includes oil pipeline-related fuel use. For natural gas in 1980, this includes all uses except consumption through gas utilities and reinjection (which is primarily deferred consumption). TABLE 7B. 2000 PROJECTION OF ALASKA OIL AND GAS CONSUMPTION

(million barrels of crude oil equivalent)

	<u>1980</u>	<u>2000</u>	20-Year Total (<u>1981 to 2000</u>)
Vehicle Transportation			
Liquids Natural Gas	17.4 0	31 0	483 0
Utility Electricity Generation			
Liquids Natural Gas	2.8 4.9	7 8	97 138
<u>Space Heat</u>			
Liquids Natural Gas	4.1 2.5	7 4	112 69
Industrial Use			
Liquids Natural Gas	2.9 33.1	12 67	206 1,231
<u>Total</u>			
Liquids Natural Gas	27.1 40	56 81	897 1,409

Conversion factors: .1760 for gas; .966 for liquids.

facility to ship gas to California. Use of gas for utility electricity generation will expand at a more moderate rate as utilities are forced to switch to alternative generating modes to meet continued load growth.

II.B. Projection Assumptions

This projection of oil and gas consumption to 2000 is quite simple and based upon a limited number of assumptions. They are as follows:

• Population in Alaska grows to 700 thousand by 2000 as a result of the growth of basic sector industries and state government activity which stimulates the private economy. This is consistent with the moderate economic projection scenario which appears in the study <u>Electric Power</u> Consumption for the Railbelt, ISER, 1980.

• Per capita use of vehicle transportation fuels remains constant in the aggregate over time. Thus, the combination of high prices and fuel economy standards (which apply primarily to gasoline and diesel consumption) reduces consumption to the same extent that increasing real incomes and increasing international air traffic increases consumption.

• The space heating mode split remains constant through the projection period. Gas is the preferred fuel for the majority of new consumers in the Anchorage region; and fuel oil, elsewhere. New consumers utilize fuel at the same rate as existing consumers, thus balancing the effects of rising real incomes and rising real energy prices.

• New electricity generation in the railbelt until 1990 is provided by gas in Anchorage and oil in Fairbanks. Subsequently, new load is served by some alternative; but the amount provided by oil and gas does not decline. For the rest of the state, liquid fuel use for

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electricity generation grows continuously for the next twenty years. Railbelt consumption growth is 4.5 percent annually, consistent with the above-mentioned study. The annual growth rate for the rest of the state is 5 percent. (The Fairbanks region is assumed to account for 25 percent of petroleum liquids consumption for electricity generation.)

• Industrial consumption specifically includes the large projects listed in Table 8. The new projects--LNG to California, the gas pipeline, and the Alaskan royalty oil refinery--all begin operation in the mid-1980s so that the time profile of industrial consumption rises rapidly to a level about double present use.

• All industrial projects continue at projected annual consumption levels through the year 2000 independent of currently dedicated gas supplies or presently projected supplies of oil.

• Military consumption patterns follow those of the state in general.

II.C. Potential for Error in Projection

Actual consumption of oil and gas in future years could differ considerably from these projections for many reasons.

<u>Industrial</u> consumption is the largest projected end use for gas and subject to the most uncertainty. Table 8 shows what projects have been included in the projection and their average annual consumption rates. Changing the assumptions about which large industrial projects will actually be built and their timing could easily change the projection of total natural gas consumption in 2000 by 10-to-20 percent. Industrial

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TABLE 8. POTENTIAL AVERAGE ANNUAL DEMAND FOR OIL AND GAS IN VARIOUS INDUSTRIAL PROCESSES

USE	OIL (million barrels)	GAS (million mcf)
Included in Projection		
Existing Consumption		
LNG to Japan		50-88
0il and Gas Production		64
Ammonia-Urea Oil Pipeline	· 3	55 12
Military (gas sales only)		5
New Consumption (start o	late)	
Alaskan Royalty Oil Refinery	(1984) 9	
Gas Pipeline (1985) LNG to California (1986)		7 160
Not Included in Projection		
Aluminum Smelting		20-53
Iron Ore Processing Methanol Plant		29 24
Copper Processing		22
Polyethylene Plant		0

SOURCE: Goldsmith, Scott and Tom Lane. <u>Oil and Gas Consumption in Alaska 1976-2000</u>. Report for Alaska Royalty Oil and Gas Development Advisory Board and Alaska State Legislature, 1978, and author's estimates.

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use of oil is much smaller as a percentage but is also highly dependent upon the assumptions made about particular projects.

The level of <u>transportation</u> use of liquid fuels is dependent upon a large number of factors. Jet fuel consumption depends primarily on military requirements and international movements. Domestic flights account for the smallest portion of use. Gasoline and diesel use are both heavily dependent upon population and consumption per capita. Use per capita will be influenced positively by increases in real incomes and negatively by higher prices and fuel economy standards in new motor vehicles. Diesel will also be a function of large construction project activity (pipelines, for example) and to a lesser extent of growth of the fishing industry.

Use of fuels for <u>space heating</u> is subject to considerable uncertainty over the next twenty years because of the possibility of the substitution of electricity, generated by hydropower, for oil and gas in the railbelt. Alternatively, there is the possibility of substituting natural gas, from Prudhoe Bay, for liquid fuels in the Fairbanks market. In addition to this uncertainty concerning the mode split, space heating requirements are a function of population, income, and the conservation response to higher energy prices.

Projecting the use of fuels for <u>electricity generation</u> is also subject to uncertainty related to choice of mode split. The ability of Anchorage to provide for expanding electricity load with natural gas

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and to continue to use gas for existing load is partially dependent upon the economics of alternatives, but also upon government regulations on the use of gas to generate electricity. For Fairbanks, economics is more clearly a determinant of the potential for switching toward coal, although government regulation is also a factor there. The possible construction of the hydroelectric generating capability adds another alternative generating mode to the possible substitutes for oil and gas. Electricity consumption, itself, is related to population, income, and price variables.

111. PRESENT OIL AND GAS SUPPLY

Estimated reserves¹ of oil and gas in Alaska are presented in Tables 9 and 10. Crude oil reserves total about 8,577 million barrels with about 1,064.8 million barrels comprising the state's royalty portion. Natural gas reserves amount to about 32,791 billion cubic feet (BCF) with 3,876.1 comprising the state's royalty.

No new reserves were discovered in 1979, but an increase in the gas reserves of the Prudhoe Bay field may be noted in Table 10. The January 1979 volume estimate of 21,000 BCF included only gas found in the gas cap. The three-dimensional reservoir model and two years of oil production history have increased knowledge about the Prudhoe Bay field and revealed the potential for additional reserves of gas in solution with the oil.

The Alaska Oil and Gas Conservation Commission utilizes average reservoir pressures and corresponding volumes of production to estimate natural gas reserves and production history curves to estimate oil reserves in the Cook Inlet. The data are continually changing and improving throughout the life of a field, and, consequently, the reserve estimates also change and improve.

¹Reserves are defined as oil or natural gas resources that have been discovered and developed, that are producible, but that have not yet been removed from the reservoir.

Field	Total (million BBLS)	State Royalty (percent)	State Royalty (million BBLS)
Beaver Creek*	1	0	• • • • • • • • • • • • • • • • • • •
Granite Point*	21	12.5	2.6
McArthur River*	118	12.5	14.8
Middle Ground Shoal*	36	0	
Prudhoe Bay*	8,375	12.5	1,046.9
Swanson River*	22	0	
Trading Bay*	4	12.5	
TOTAL	8,577		1,064.8

TABLE 9. ESTIMATED REMAINING RECOVERABLE OIL RESERVESIN ALASKA AS OF JANUARY 1, 1980

* Producing oil field

SOURCE: The 1979 Statistical Report published by the Oil and Gas Conservation Commission.

Field	Total (BCF)	State Royalty (percent)	State Royalty (BCF)
Albert Kaloa	0	0	······································
Beaver Creek*	240	Õ	
Beluga River*	767	7.99	61.3
Birch Hill	11	0	an a
Falls Creek	13	0	
Ivan River	101	° 0	$F_{i,j} = \{1, \dots, j\}$
Kenai*	1,313	**	43.0
Lewis River	90	0	
McArthur River*	78	12.5	9.8
Moquawkie	0	0	
Nicolai Creek*	17	12.5	2.1
North Cook Inlet*	1,074	12.5	134.3
North Fork	12	0	
North Middle Ground Shoal	0	12.5	
Prudhoe Bay	29,000	12.5	3,625
South Barrow*	25	0	
Sterling*	23	2.72237	.6
Swanson River	0	0	
West Foreland	20	0	
West Fork*	7	0	
TOTAL	32,791		3,876.1

TABLE 10. ESTIMATED REMAINING RECOVERABLE NATURAL GAS RESERVES IN ALASKA AS OF JANUARY 1, 1980

* Producing gas field

**
 Due to federal leases in the Kenai gas field, the effective state royalty
 for the Kenai Unit and the Kenai Deep producing zones are 3.61635 percent
 and 1.14069 percent, respectively. Royalty reserves are 41.9 BCF and
 1.1 BCF, respectively.

SOURCE: The 1979 Statistical Report published by the Oil and Gas Conservation Commission. Prudhoe Bay continues to dominate the oil and gas reserves picture. Total Cook Inlet oil reserves comprise only about 2 percent of the total known reserves in the state; while Cook Inlet royalty oil reserves total about 2 percent of the total state royalties known to exist at this time.

The same situation occurs with the gas reserves. Cook Inlet gas reserves comprise about 12 percent of the total reserves, and royalty gas in Cook Inlet totals about 7 percent of the total state royalty gas.

IV. SURPLUS OIL AND GAS

A comparison of projected consumption levels with current estimated remaining recoverable reserves indicates that presently identifiable Alaskan needs for both petroleum liquids and natural gas could be met by Alaskan resources through the year 2000 (Table 11).

<u>State royalty oil</u> could meet Alaskan liquid fuel requirements through 2000. Because of population growth royalty oil supply will exceed demand in early years; later in the 1990s, the reverse will be the case.

State royalty gas, from both Cook Inlet and Prudhoe Bay, is insufficient to meet total projected instate gas requirements through 2000. In addition, total present Cook Inlet reserves are not sufficient to meet total Cook Inlet gas market demand through 2000 as projected. TABLE 11. SURPLUS OIL AND GAS CALCULATION

Liquid Petroleum (million barrels)

Natural Gas (million mcf)

	II	··	r		r				1		r	ti
	Sta	tewide	Nort	h Slope	Cook	Inlet	Sta	tewide	Nort	h Slope	Cook	Inlet
		State		State		State		State		State		State
Recoverable Reserves as of	<u>Total</u>	<u>Royalty</u>	<u>Total</u>	<u>Royalty</u>	<u>Total</u>	<u>Royalty</u>	<u>Total</u>	<u>Royalty</u>	<u>Total</u>	<u>Royalty</u>	<u>Total</u>	<u>Royalty</u>
January 1, 1980	8,577	1,065	8,375	1,047	202	18	32,791	3,876	29,025	3,625	3,766	251
Estimated												
Production during 1980 ^a	585	72	548	69	37	3	230	27	53	7	177	12
Item: Estimated												
Alaskan Consump- tion during 1980	28	•					230	27	53	7	177	12
								e Alter and and a				
Estimated Remain- ing Recoverable Reserves as of										· · · · · · · · · · · · · · · · · · ·		
January 1, 1981 ^b	7,992	993	7,827	978	165	15	32,561	3,849	28,972	3,618	3,589	239
Estimated Cumu- lative Alaskan Consumption from										· · · ·		
1981 to 2000	929	·					8,007		/			*

^aAuthors' estimates

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^bAssumes no reserve additions during 1980

APPENDIX A. DATA SOURCES

Data on current consumption is derived from the following documents:

Petroleum Liquids

State of Alaska, Department of Revenue. <u>Motor Fuel Tax Returns</u> (monthly).

- U.S. Department of Energy. <u>Prime Suppliers Monthly Report</u> (EIA-25), compiled by State of Alaska, Department of Commerce and Economic Development, Division of Energy and Power Development.
- U.S. Department of Interior, Alaska Power Administration. <u>Alaska</u> Electric Power Statistics (worksheets).

Natural Gas

State of Alaska, Department of Natural Resources, Division of Oil and Gas Conservation. Monthly Report of Gas Disposition.

. Kenai_Gas Sales (monthly).

Alaska Public Utilities Commission. Annual Financial Reports of Alaska Gas and Service Company, Kenai Utility Service Corporation, Alaska Pipeline Company.

The U.S. Department of Energy compiles information on energy consumption in Alaska. This source of information does not at this time appear to be of such a consistent or reliable quality as to warrant its use for policy decisions. The most recent compilation for Alaska is reproduced on the following pages. The source of this information is U.S. Department of Energy, Energy Information Administration, Energy Statistics Branch, State Energy Data Report, April 1980, pp. 31-37.

Consumption of Energy by Type, State of Alaska

TRILLION BTU

Year	Total Coal	Natural Gas (Dry)	•					Petro	leum	÷ .		1.1		e L	Nuclear Power	Hydro- electric Power'	Geo- thermul Power?	Wood and Waste!	Total Energy Consumed
			Asphalt	Aviation Gasoline	Distil- late Fuel	Jet Fuel	Kero- sene	LPG?	Lubri- cants	Motor Gasoline	Residual Fuel	Road Oil	All:Other Petro- leum	Total Petro- leum					
																•			
1960 1961 1962 1963 1964	8.485 14.005 16.745 15.779 15.465	2:034 2:300 4:048 5:677. 6:954.	0.312 0.555 0.489 0.589 0.791	5.581 5.992 5:335 4:068 3.584	15.628 16.679 16.952 17,897 20.361	12.127 14.322 17.128 17.476 18.120	0.511 0.237 0.136 0.164 0.047	0.303 0.524 0.382 0.461 0.606	0,511 0,495 0,520 0,520 0,546	14.666 16.680 14.576 13.909 13.868	4.440 4.072 4.474 4.668 5.011	0,000 0.000 0.000 0.000 0.000	4.021 4.898 4:330 5.130 4.891	58:101 64.456, 64:322 64:882 67:825	0.000 0.000 0.000 0.000 0.000	0.000 0.000 0.000 3.410 3.374	0.000 0.000 0.000 0.000 0.000	0.000 0.000 0.000 0.000 0.000	73:863 86.042 90.333 88.806 91.094
1965 1966 1967 1968 1968	12.393 21.225 24.418 21.147 17.443	7:837 12:687 12:269 18:092 44:050	0.878 1.644 0.832 0.740 0.963	3.034 2.505 3.474 3.356 3.071	21:439 22.980 25.018 27.755 28.361	18.217 22.200 27.305 30,705 38.051	0.057 0.046 0.040 0.051 0.040	0.649 0.703 0.747 0.794 0.886	0.562 0.584 0.526 0.578 0.582	16.003: 10.059 14.089 11.583 12.617	5.548 6.256 5.383 5.729 6.634	0.000 0.003 0.000 0.015 0.006	4.953 4.307 5.360 5.190 5.276	71.339 71.286 82.773 86.495 96.486	0.000 0.000 0.000 0.000 0.000 0.000	3.655 3.293 3.786 3.781 3.562	0.000 0.000 0.000 0.000 0.000 0.000	0.000 0.000 0.000 0.000 0.000	92.573 105.460 119.076 124.984 156.103
1970 1971 1972 1973 1974	17,020 18.637 16.552 17.641 16.284	65.701 69.805 76.674 64.398 64.349	1.808 1.949 2.116 1.580 1.397	2.297 1.995 2.031 2.077 2.386	29.601 37.000 36.158 37.187 38.393	38.908 43.598 46.037 42.567 42.861	0.187 0.187 0.119 0.102 0.595	1.111 1.302 1.473 1.732 1.873	0.593 0.588 0.630 0.706 0.676	13.766 14:942 19.357, 16.794 18.619	6.501 6.557 7.331 6.608 6.903	0.009 0.020 0.052 0.042 0.241	5.227 5.566 6.257 6.332 6.706	100.008- 113.705 121.560; 115.725 120.150;	0.000 0.000 0.000 0.000 0.000 0.000	3.807 3.507 3.594 2.973 3.407	0.000 0.000 0.000 0.000 0.000	0.000 0.000 0.000 0.000 0.000	180.631 199.371 209.951 191.571 195.325
1975 1976 1977 1978	18.577 16.862 12:858 4:698	86.564 91.922 118.723 147.785	1.976 1.915 2.191 2.065	2.337 1.683 1.854 2.223	40.460 55.437 59.315 61,576	42.347 41.874 44.798 46.296	0.699 0.365 0.490 0.465	1.567 2.524 3,001 3,699	0.598 0.665 0.695 0.747	21.954 24.675 25.449 23.811	6.941 8.487 10.927 16.315	0,139 0.192 0.205 0.016	7.027 8.647 10.666 11.080	126.045 146.414 159.592 168.293	0.000 2,000 0,000 0,000	3.713 3.978 5.343 4.924	0.000 0.000 0.000 0.000	0.000 0.000 0.000 0.000	226.546 248.970 286.836 316.042
PHYSIC	AL UNITS		. '					• •								•			
	Total Coal	Natural Gas	· · ·				an The second	Petro	leum	· ·	• •				Nuclear Power	Hydro- electric	Geo-	Wood: and:	
Year		(Dry)	Asphalt	Aviation Gasoline	Distil- late Fuel	Jet: Fuel	Kero- sene	LPG*	Lubri- cants	Motor Gasoline	Residual Fuel	Road Oil	All Other Petro- leum	Total Pètro- leum		Power'	Powers	Waste	
•	Thousand Short Tons-	Billion Cubic Feet						Thousand	l Barrels		ja Ja		14. 4.		1	Aillion Kilu	watt Hours	·····	
1960 1961 1962 1963 1963 1964	318 525 628 619 624	1965 2222 3911 5506 6738	47 84 74 89 119	1106 1187 1057 806 710	2683 2863 2910 3072 3495	2251 2640 3144 3208 3325	90 42 24 29 8	76 131 95 115 151	84 82 86 86 90	2792 8175 2775 2648 2640	706; 648 712, 743 797	0) 0) 0, 0 0	622 756 722 929 933	10457 11607 11598; 11724 12269	0 0 0 0 0	0 0 325 322	O O O O	0 0 0 0	
1965 1966 1967 1968 1969	513 845 959 842 710	7594 12282 11889 17548 42726	132 248 125 111 145	601 496 688 665 608	3680 3945 4295 4765 4869	3327 4031 4955 5573 6848	10 8 7 9 7	162 175 186 198 221	93 96 87 95 96	3047 1915 2682 2205 2402	882. 995 856 911 1055;	0 - 0 2 1	962 976 1127 1181 1316	12896 12886 15009 15715 17569	0 0 0 0	350 316 363 364 341	0 0 0 0	0 0 0 0	
1970) 1971 1972 1973 1974	725 787 702 741 712	63726 67706 74658 63073 62874	272 294 319 238 210	455 395 402 411 473	5082 6352 6207 6384 6591	6979 7806 8227 7604 7661	33 33 21 18 105	277 325 367 432 342	98 97 104 116 111	2621 2844 3685 3197 8545	1034 1043 1166 1051 1098	1 3 8 6 36	1321 1467 1595 1526 1657	18173 20659 22102 20984 21830	0 0 0 0	363 363 346 286 326	0 0 0 0	0 0 0 0	
	804	84751	298	463	6946	7567	123	891	99.	4179	1104	21	1752	22942	0.	357	0	`_	· ·

Includes industrial and utility production, and net imports of electricity.
 Consumed at utilities to produce electricity.
 Liquefied petroleum gases, including ethane.
 Note: Totals may not equal sum of components due to independent rounding.
 Note: Totals not not components due to independent rounding.
 Note: Totals do not include wood derived fuel consumed by the pulp and paper industry which amounted to an estimated 1.0 quadrillion Btu in the United States in 1978. Also excludes small quantities of other energy sources for which consistent historical data are not available, such as solar energy obtained by the use of thermal and photovoltaic collectors; wind energy; and geothermal, biomass, and waste energy other than that consumed at the electric utilities.

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Consumption of Energy by End-Use Sector, State of Alaska Trillion Btu

Year	Resid	lential	Commercial		Indu	strial	Transp	ortation	Electric Utilitics	Total Energy Consumed
	Without Electricity Distributed	With Electricity Distributed	Without Electricity Distributed	With Electricity Distributed ¹	Without Electricity Distributed	With Electricity Distributed ¹	Without Electricity Distributed	With Electricity Distributed		
1960	3.017	5.724	17.225	19.377	18.403	19.285	29,448	29.477	0.527	73.863
1961	3.388	6.057	19.156	21.276	24.551	25.421	33,258	33.288	0.407	86.042
1962	3.829	6.470	16.676	18.774	28.110	28.970	36,089	36.119	0.410	90.333
1963	3.924	6.554	17.172	19.264	27.100	27.957	35,005	35.032	6.548	88.806
1964	4.573	7.497	18.022	20.376	26.928	27.794	35,400	35.427	8.695	91.094
1965	4.933	8.318	$19.100 \\ 16.979 \\ 19.474 \\ 19.159 \\ 24.663$	22.174	23.619	24.298	37,756	37.782	9.817	92.573
1966	5.575	9.395		20.467	35.350	36.080	39,488	39.517	11.100	105.460
1967	5.879	9.907		23.287	39.057	39.784	46,070	46.098	12.767	119.076
1968	6.448	10.996		23.515	40.093	40.870	49,572	49.602	14.243	124.984
1969	8.378	13.546		29.475	54.344	55.221	57,831	57.861	16.325	156.103
1970	10.088	16.253	27.095	32,659	52.369	53.552	78.134	78.166	18.852	180.631
1971	11.952	19.354	32.317	38,868	52.998	54.239	86.878	86.910	21.808	199.371
1972	12.830	20.147	33.394	40,303	63.247	64.690	84.767	84.811	24.142	209.951
1973	10.193	18.212	30.847	38,892	60.508	61.948	72.473	72.519	26.717	191.571
1974	9.197	18.114	31.376	40,040	59.944	61.405	75.714	75.767	27.959	195.325
1975	15.278	25.873	32.393	40.106	74.926	80.650	79.874	79.917	32.426	226.546
1976	16.462	28.006	34.528	43.314	82.887	88.807	88.757	88.844	36.500	248.970
1977	16.927	29.605	37.283	46.897	109.558	116.547	93.743	93.788	39.004	286.836
1978	18.955	32.043	40.053	50.071	128.103	135.347	98.556	98.581	40.033	316.042

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¹ Including electrical energy losses incurred in the generation and transmission of electricity. Note: Totals may not equal sum of components due to independent rounding. Note: Totals do not include wood derived fuel consumed by the pulp and paper industry which amounted to an estimated 1.0 quadrillion Btu in the United States in 1978. Also excludes small quantities of other energy sources for which consistent historical data are not available, such as solar energy obtained by the use of thermal and photovoltaic collectors; wind energy; and geothermal, biomass, and waste energy other than that consumed at the electric utilities.

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Consumption of Energy by the Residential Sector, State of Alaska TRILLION BTU

Year		Coal		Natural Gas (Dry)		Petro	leum		Electri- city Sales	Electri- cal Energy Losses'	Total Energy Consume
	Bitu- minous Coal and Lignite	Anthra- cite	Total Coal		Distil- late Fuel	Kero- sene	LPG*	Total Petro- leum	- 		
1960 1961 1962 1963 1964	0.598 0.597 0.715 0.463 0.362	0.000 0.000 0.000 0.000 0.000	0.598 0.597 0.715 0.463 0.362	0.176 0.195 0.556 0.706 1.078	1.992 2.086 2.208 2.306 2.544	0.000 0.052 0.017 0.035 0.047	0.251 0.458 0.334 0.414 0.541	2.243 2.596 2.559 2.754 3.133	0.774 0.774 0.774 0.774 0.864	1.934 1.896 1.867 1.856 2.060	5.724 6.057 6.470 6.554 7.497
1965 1966 1967 1968 1969	0.324 0.411 0.376 0.309 0.301	0.000 0.000 0.000 0.000 0.000	0.324 0.411 0.376 0.309 0.301	1.483 1.853 2.021 2.364 4.715	2.488 2.686 2.776 3.015 2.799	0.057 0.046 0.040 0.045 0.034	0.581 0.579 0.667 0.715 0.529	3.125 3.310 3.482 3.775 3.362	0.996 1.120 1.187 1.341 1.519	2.390 2.700 2.841 3.207 3.648	8.318 9.395 9.907 10.996 13.546
1970 1971 1972 1973 1974	0.215 0.190 0.243 0.130 0.148	0.000 0.000 0.000 0.000 0.000	0.215 0.190 0.243 0.130 0.148	6.404 7.107 8.621 5.124 4.263	2.762 3.852 3.133 3.769 3.649	0.108 0.108 0.074 0.057 0.437	0.600 0.696 0.759 1.113 0.701	3.469 4.656 3.966 4.939 4.786	1.798 2.155 2.143 2.342 2.574	4.368 5.247 5.174 5.677 6.343	16.253 19.354 20.147 18.212 18.114
1975 1976 1977 1978	0.150 0.124 0.126 0.000	0.000 0.000 0.000 0.000	0.150 0.124 0.126 0.000	10.601 11.124 11.496 12.361	3.470 4.285 4.587 5.465	0.517 0.168 0.248 0.227	0.540 0.760 0.470 0.902	4.528 5.214 5.304 6.594	3.063 3.355 3.655 3.793	7.533 8.188 9.024 9.296	25.873 28.006 29.605 32.043
PHYSIC	AL UNITS			•		•					
		Coal		Natural Gas (Dry)		Petrol	eum		Electri- city Sales		
Year	Bitu- minous Coal and Lignite	Anthra- cite	Total Coal		Distil- late Fuel	Kero- sene	LPG	Total Petro- leum		•	
	Thous	and Short T	'ons	Billion Cubic Feet		Thousand	Barrels		Million Kilowatt Hours		
1960 1961 1962 1963 1964	22 22 27 17 14	0 0 0 0	22 22 27 17 14	170 188 537 685 1045	342 358 379 396 437	093668	63 114 83 103 135	405 481 465 505	227 227		
1965 1966 1967 1968 1969	12 15 14 12	0 0 0	12 15 14 12 11		427 461 477 518 480	10 8 7 8 6	145 144 166 178 132	582 613 650 704 618	292 328 348 393 445		

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¹ Incurred in the generation and transmission of electricity. ² Liquefied petroleum gases, including ethane. Note: Totals may not equal sum of components due to independent rounding. Note: Excludes small quantities of other energy sources for which consistent historical data are not available, such as solar energy obtained by the use of thermal and photovoltaic collectors; wind energy; and geothermal, biomass, and waste energy.

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Consumption of Energy by the Commercial Sector, State of Alaska TRILLION BTU

Year		Coal		Natural Gas (Dry)	d			Petroleum				Electri- city Sales	Electri- cal Energy Losses'	Total Energy Consumed
	Bitu- minous Coal and Lignite	Anthra- cite	Total Coal		Asphalt	Distil- late Fuel	LPG•	Motor Gasoline	Residual Fuel	Road Oil	Total Petro- leum			· · · ·
1960 1961 1962 1963 1964	1.110 1.109 1.327 0.861 0.672	0.000 0.000 0.000 0.000 0.000	1.110 1.109 1.327 0.861 0.672	0.000 0.122 0.019 1.664 1.987	0.312 0.555 0.489 0.589 0.791	7.495 7.849 8.307 8.673 9.571	0.028 0.051 0.037 0.046 0.060	6.703 8.022 5.434 4.496 4.183	1.578 1.448 1.064 0.843 0.758	0.000 0.000 0.000 0.000 0.000 0.000	16.115 17.925 15.330 14.647 15.364	0.615 0.614 0.614 0.615 0.696	1.537 1.506 1.483 1.477 1.658	19.377 21.276 18.774 19.264 20.376
1965	0.602	0.000	0.602	2.343	0.878	9.360	0.065	4.574	1.279	0.000	16.155	0.904	2.170	22.174
1966	0.763	0.000	0.763	2.647	1.644	10.104	0.064	0.401	1.353	0.003	13.569	1.023	2.466	20.467
1967	0.699	0.000	0.699	2.809	0.832	10.443	0.074	3.264	1.352	0.000	15.966	1.123	2.690	23.287
1968	0.574	0.000	0.574	4.859	0.740	11.344	0.079	1.467	0.082	0.015	13.726	1.284	3.072	23.515
1969	0.559	0.000	0.559	11.360	0.963	10.528	0.059	1.050	0.138	0.006	12.744	1.415	3.397	29.475
1970	0.399	0.000	0.399	12.907	1.808	10.390	0.067	1.294	0.220	0.009	13.789	1.622	3.942	32,659
1971	0.353	0.000	0.353	14.698	1.949	14.491	0.077	0.591	0.138	0.020	17.266	1.907	4.644	38,868
1972	0.452	0.000	0.452	16.443	2.116	11.786	0.084	2.335	0.126	0.052	16.499	2.023	4.885	40,303
1973	0.241	0.000	0.241	12.523	1.580	14.178	0.124	2.078	0.082	0.042	18.083	2.350	5.695	38,892
1974	0.275	0.000	0.275	13.421	1.397	13.727	0.078	2.169	0.069	0.241	17.680	2.501	6.163	40,040
1975	0.278	0.000	0.278	14.703	1.976	13.055	0.060	2.182	0.000	0.139	17.412	2.229	5.483	40.106
1976	0.231	0.000	0.231	14.461	1.915	16.120	0.084	1.526	0.000	0.192	19.836	2.554	6.232	43.314
1977	0.235	0.000	0.235	14.841	2.191	17.254	0.052	2.505	0.000	0.205	22.207	2.771	6.842	46.897
1978	0.000	0.000	0.000	15.451	2.065	20.561	0.100	1.860	0.000	0.016	24.601	2.903	7.115	50.071

PHYSICAL UNITS

•		Coal		Natural Gas (Dry)				Petroleum			•	Electri- city Sales	
Year	Bitu- minous Coal and Lignite	Anthra- cite	Total Coal	• .	Asphalt	Distil- late Fuel	LPG•	Motor Gasoline	Residual Fuel	Road Oil	Total Petro- leum		
: 	Thou	isand Short	Tons	Billion Cubic Feet	4.14		T	nousand Bar	rels			Million Kilowatt Hours	48
1960 1961 1962 1963 1964	42 42 50 32 25	0 0 0 0	42 42 50 32 25	0 118 18 1614 1925	47 84 74 89 119	1287 1347 1426 1489 1643	7 13 9 11 15	1034 856	251 230 169 134 121	, 0 0 - 0 0	2868 3201 2713 2579 2694	180 180 180 180 204	
1965 1966 1967 1968 1969	22 29 26 21 21	0 0 0 0	22 29 26 21 21	2270 2562 2722 4713 11018	132 248 125 111 145	1607 1735 1793 1947 1807	16 16 18 20 15	871 76 621 279 200	203 215 215 13 22	0 0 2 1	2829 2290 2773 2373 2190	265 300 329 376 415	
1970 1971 1972 1973 1974	15 13 17 9 11	0 0 0 0	15 13 17 9 11	12519 14256 16011 12277 13106	272 294 319 238 210	1784 2488 2023 2434 2357	17 19 21 31 19	246 112 444 396 413	35 22 20 13 11	1 8 6 36	2356 2938 2836 3118 3047	475 559 593 689 733	.3
1975 1976 1977 1978	11 9 9 0	0 0 0	11 9 9 0	14415 14191 14564 15208	298 289 330 311	2241 2767 2962 3530	15 21 13 25	415 290 477 354	0 0 0 0	21 29 31 2	2990 8396 3813 4222	653 748 812 851	

Incurred in the generation and transmission of electricity.
 Liquefied petroleum gases, including ethane.
 Note: Tutals may not equal sum of components due to independent rounding.
 Note: Excludes small quantities of other energy sources for which consistent historical data are not available, such as solar energy obtained by the use of thermal and photovoltaic collectors; wind energy; and geothermal, biomass, and waste energy.

Consumption of Energy by the Industrial Sector, State of Alaska TRILLION BTU

Year		Coal	· ·	Natural Gas (Dry)					Petroleum					Hydro- electric Power	Electri- city Sales	Electri- cal Energy Losses	Total Energy Consumed
	Bitu- minous Coal and Lignite	Anthra- cite	Total Coal		Distil- late Fuel	Jet Fuel	Kero- sene	LPG*	Lubri- cants	Motor Gasoline	Residual Fuel	Other Petro- leum Products	Total Petro- leum				•
1960 1961 1962 1963 1964	6.660 12.242 14.643 12.921 12.107	0.000 0.000 0.000 0.000 0.000	6.660 12.242 14.643 12.921 12.107	1.856 1.934 3.399 2.268 2.239	2.485 2.716 2.229 2.921 3.479	0.000 0.000 0.000 0.000 0.000	0.511 0.185 0.119 0.129 0.000	0.024 0.015 0.011 0.001 0.004	0.092 0.089 0.093 0.093 0.098	0.000 0.000 0.000 0.000 0.000	2.754 2.471 3.285 3.637 4.109	4.021 4.898 4.330 5.130 4.891	9.887 10.375 10.068 11.911 12.581	0.000 0.000 0.000 0.000 0.000	0.252 0.252 0.252 0.252 0.252	0.630 0.618 0.608 0.605 0.610	19.285 25.421 28.970 27.957 27.794
1965 1966 1967 1968 1969	8.741 17.297 20.953 17.657 13.783	0.000 0.000 0.000 0.000 0.000	8.741 17.297 20.953 17.657 13.783	1.794 4.204 2.815 5.025 21.073	3.854 4.489 5.816 6.914 7.794	0.000 0.000 0.000 0.000 0.000	0.000 0.000 0.000 0.006 0.006	0.003 0.058 0.005 0.000 0.297	0.101 0.105 0.095 0.104 0.105	0.432 0.553 1.315 0.843 0.860	3.741 4.336 2.698 4.355 5.151	4.953 4.307 5.360 5.190 5.276	 13.084 13.848 15.288 17.411 19.488 	0.000 0.000 0.000 0.000 0.000	0.200 0.214 0.214 0.229 0.258	0.480 0.516 0.513 0.548 0.619	24.298 36.080 39.784 40.870 55.221
1970 1971 1972 1973 1974	12.134 13.353 11.547 13.119 11.227	0.000 0.000 0.000 0.000 0.000	12.134 13.853 11.547 13.119 11.227	20.096 19.637 29.141 30.386 29.059	8.423 7.776 5.499 4.992 6.885	0.000 0.000 0.000 0.000 0.000	0.079 0.079 0.045 0.045 0.159	0.443 0.526 0.629 0.495 0.595	0.106 0.106 0.113 0.127 0.121	0.561 1.012 4.356 0.598 0.502	5.300 4.942 5.658 4.413 4.690	5.227 5.566 6.257 6.332 6.706	20.138 20.007 22.558 17.002 19.658	0.000 0.000 0.000 0.000 0.000	0.345 0.361 0.423 0.421 0.422	0.838 0.580 1.021 1.020 1.039	53.552 54.239 64.690 61.948 61.405
1975 1976 1977 1978	13.675 12.121 8.129 0.000	0.000 0.000 0.000 0.000	13.675 12.121 8.129 0.000	41.035 43.470 67.904 94.522	7.567 12.931 15.663 14.848	0.000 0.000 0.000 0.000	0.182 0.196 0.242 0.238	0.967 1.680 2.480 2.697	0.108 0.119 0.125 0.134	0.557 0.630 0.653 0.611	3.810 3.093 3.697 3.973	7.027 8.647 10.666 11.080	20.217 27.297 33.525 33.581	0.000 0.000 0.000 0.000	1.655 1.721 2.015 2.099	4.069 4.199 4.974 5.145	80.650 88.807 116.547 135.347
PHYSI	CAL UNITS	· · ·							•		· · · · · · · · · · · · · · · · · · ·						
		Coal		Natural Gas (Dry)										Hydro	Electri		
Year						ч. 			Petroleum	· .	et i			electric Power	city Sales		
· ·	Bitu- minous Coal and Lignite	Anthra- cite	Total Coal		Distil- late Fuel	Jet Fuel	Kero- sene	LPG	Lubri- cants	Motor Gasoline	Residual Fuel	Other Petro- leum Products	Total Petro- leum		city Sales		
	minous Coal and Lignite		Coal	Billion Cubic Feet	late	Jet Fuel		LPG ²	Lubri-	Gasoline		Petro- leum	Petro-	Power 	city Sales lion tt Hours		
1960 1961 1962 1963 1964	minous Coal and Lignite	cite	Coal	Billion Cubic	late	Jet Fuel 0 0 0 0 0		LPG ²	Lnbri- cants	Gasoline		Petro- leum	Petro-	Power 	Sales 		
1962 1963	minous Coat and Lignite Thou 249 459 549 484	cite sand Short	Coal Tons 249 459 549 484	Billion Cubic Fcet 1793 1869 3284 2200	late Fuel 427 466 383 501	00000	sene 90 33 21 23	LPG ^a Tho 6 4 8 0	Lubri- cants usand Barr 15 15 15	Gasoline rels 0 0 0 0	Fuel 438 393 522 578	Petro- leum Products 622 756 722 929	Petro- leum 1598 1667 1667 2047	Power Mil Kilowat 0 0 0 0 0	Sales Jion tt Hours 74 74 74 74 74		
1962 1963 1964 1965 1966 1967 1968	minous Coat and Lignite Thou 249 459 549 484 453 327 645 783 659	cite sand Short (0 0 0 0 0 0 0 0 0 0 0 0	Coal Tons • 249 459 549 484 453 327 646 783 659	Billion Cubic Feet 1793 1869 2240 2170 2170 2173 4070 2728 4874	Late Fuel 427 466 383 501 597 662 771 999 1187	0 0 0 0 0 0 0 0 0	sene 90 33 21 23 0 0 0 0 0	LPG ² Tho 6 4 8 0 1 1 15 10	Lubri- cants usand Barr 15 15 15 15 16 17 17 16 17	Gasoline rels 0 0 0 0 0 0 0 82 105 250 160	Fuel 438 393 522 578 654 595 690 429 693	Petro- leum Products 622 756 722 929 933 962 976 1127 1181	Petro- leum 1598 1667 2047 2201 2318 2574 2821 3239	Power Mil Kilowat 0 0 0 0 0 0 0 0 0 0 0 0 0	Sales lion It Hours 74 74 74 74 75 59 63 63 67		

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⁴ Incurred in generation and transmission of electricity. ⁴ Liquefied petroleum gases, including ethane. Note: Totals do not include wood derived fuel consumed by the pulp and paper industry, if any, which amounted to an estimated 1.0 quadrillion Btu in the United States in 1978. Also excludes small quantities of other energy sources for which consistent historical data are not available, such as solar energy obtained by the use of thermal and photovoltaic collectors; wind energy; and geothermal, biomass, and waste energy.

5

Consumption of Energy by the Transportation Sector, State of Alaska TRILLION BTU

Year	Bitu- minous Coal and Lignite ¹	Natural Gas (Dry)				Petro	leum				Electri- city Sales	Electri- cal Energy Losses ³	Total Energy Consumed
· · ·			Aviation Gasoline	Distil- late Fuel	Jet Fuel	LPC	Lubri- cants	Motor Gasoline	Residual Fuel	Total Petro- leum			
1960	0.117	0.002	5.581	3.142	12.127	0.000	0.419	7.963	0.096	29.829	0.008	0.021	29.477
1961	0.057	0.049	5.992	3.665	14.322	0.000	0.406	8.659	0.108	33.152	0.009	0.021	33.288
1962	0.060	0.075	5.335	3.798	17.128	0.000	0.427	9.142	0.125	35.955	0.009	0.021	36.119
1963	0.049	0.043	4.068	3.340	17.476	0.000	0.427	9.413	0.189	34.913	0.008	0.018	35.032
1964	0.046	0.000	3.584	3.397	18.120	0.000	0.428	9.685	0.119	35.354	0.008	0.019	35.427
1965	0.029	0.000	3.034	4.606	18.217	0.001	0.461	10.997	0.411	37.727	0.008	0.018	87.782
1966	0.052	0.000	2.505	4.862	22.200	0.001	0.479	9.105	0.283	39.436	0.008	0.020	39.517
1967	0.051	0.000	3.474	5.029	27.305	0.001	0.432	9.509	0.269	46.019	0.008	0.020	46.098
1968	0.039	0.000	3.356	5.450	30.705	0.000	0.474	9.273	0.276	49.533	0.009	0.022	49.602
1969	0.023	0.000	3.071	4.753	38.051	0.001	0.477	10.706	0.748	57.808	0.009	0.021	57.861
1970	0.020	17.842	2.297	5.819	38.908	0.002	0.486	11.911	0.849	60.272	0.009	0.023	78.166
1971	0.018	17.743	1.995	8.248	43.598	0.002	0.483	13.339	1.452	69.117	0.009	0.023	86.910
1972	0.012	9.021	2.031	12.950	46.037	0.000	0.517	12.666	1.534	75.734	0.013	0.031	84.811
1973	0.009	0.173	2.077	10.875	42.567	0.000	0.579	14.118	2.075	72.290	0.014	0.033	72.519
1974	0.006	0.113	2.386	11.720	42.861	0.000	0.554	15.948	2.125	75.595	0.015	0.038	75.767
1975	0.002	0.096	2.337	12.256	42.347	0.000	0.491	19.215	8.131	79.776	0.012	- 0.030	79.917
1976	0.001	0.153	1.683	16.677	41.874	0.000	0.545	22.520	5.844	88.643	0.014	0.033	88.844
1977	0.001	0.265	1.854	16.734	44.798	0.000	0.570	22.291	7.230	93.478	0.013	0.032	93.788
1978	0.000	0.190	2.223	15.553	46.296	0.000	0.613	21.341	12.341	98.366	0.007	0.018	98.581

PHYSICAL UNITS

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	Bitu- minoua Coal and Lignite	Natural Gas (Dry)				Petrol	erm				Electri- city Seles	e de la constante de la consta
Year		•	Aviation Gasoline	Distil- late Fuel	Jet Fuel	LPG-	Lubri- cants	Motor Gasoline	Residual Fuel	Total Petro- leum		
	Thousand Short Tons	Billion Cubic Feet				Thousand	Barrels				Million Kilowatt Hours	
1960 1961 1962 1963 1964	42222	2 47 72 42 0	1106 1187 1057 806 710	539 629 652 573 583	2251 2640 3144 3208 3325	0 0 0 0	69 67 70 70 74	1516 1648 1740 1792 1844	15 17 20 30 19	5497 6189 6683 6480 6555	2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2	
1965 1966 1967 1968 1969	1 2 2 1 1	0 0 0 0	601 496 688 665 608	791 835 863 936 816	8327 4031 4955 5573 6848	0 0 0 0	76 79 71 78 79	2094 1733 1810 1765 2038	65 45 43 44 119	6954 7219 8431 9060 10508	2 2 3 3	
1970 1971 1972 1973 1974	1 1 0 0 0	17306 17210 8784 170 110	455 895 402 411 473	999 1416 2223 1867 2012	6979 7806 8227 7604 7661	0 0 0 0	80 80 85 95 91	2268 2539 2411 2688 3036	135 231 244 330 338	10916 12467 13593 12996 13611	8 3 4 4	a 1997 - Jacob 1997 - Jacob 1997 - Jacob 1997 - Jacob
1975 1976 1977 1978	0 0 0 0	94 150 260 187	463 333 367 440	2104 2863 2873 2670	7567 7476 7991 8258	0 0 0 0	81 90 94 101	3658 4287 4244 4063	498 850 1150 1963	14370 15900 16719 17495	442	

No anthracite is consumed by the transportation sector.
 Incurred in the generation and transmission of electricity.
 Liquefied petroleum gases, including ethane.
 Note: Totals may not equal sum of components due to independent rounding.
 Note: Excludes small quantities of other energy sources for which consistent historical data are not available, such as solar energy obtained by the use of thermal and photovoltaic collectors; wind energy; and geothermal, biomass, and waste energy.

Consumption of Energy by the Electric Utilities, State of Alaska TRILLION BTU

		Coal			Petroleum				Hydro- electric Power'	Nuclear Electric Power	Geo- thermal Power	Wood and Waste	Total Energy Consumed	
Year	Bitu- minous Coal and Lignite	Anthra- cite	Total Coal		Distil- late Fuel	Jet Fuel	Petro- leum Coke	Residual Fuel	Total Petro- leum					
1960 1961 1962 1963 1964	0.000 0.000 0.000 1.485 2.278	0.000 0.000 0.000 0.000 0.000	0.000 0.000 1.485 2.278	0.000 0.000 0.000 0.995 1.649	0.514 0.363 0.410 0.657 1.368	0.000 0.000 0.000 0.000 0.000	0.000 0.000 0.000 0.000 0.000	0.013 0.044 0.000 0.000 0.025	0.527 0.407 0.410 0.657 1.393	0.000 0.000 3.410 3.374	0.000 0.000 0.000 0.000 0.000	0.000 0.000 0.000 0.000 0.000	0.000 0.000 0.000 0.000 0.000	0.527 0.407 0.410 6.548 8.695
1965	2.697	0.000	2.697	2.218	1.131	0.000	0.000	0.116	1.247	3.655	0.000	0.000	0.000	9.817
1966	2.702	0.000	2.702	3.983	0.838	0.000	0.000	0.283	1.122	3.293	0.000	0.000	0.000	11.100
1967	2.338	0.000	2.338	4.624	0.954	0.000	0.000	1.064	2.018	3.786	0.000	0.000	0.000	12.767
1968	2.569	0.000	2.569	5.844	1.033	0.000	0.000	1.017	2.049	3.781	0.000	0.000	0.000	14.243
1969	2.776	0.000	2.776	6.904	2.487	0.000	0.000	0.597	3.084	3.562	0.000	0.000	0.000	16.325
1970	4.253	0.000	4.253	8.452	2.208	0.000	0.000	0.132	2.340	3.807	0.000	0.000	0.000	18.852
1971	4.724	0.000	4.724	10.619	2.633	0.000	0.000	0.025	2.658	3.807	0.000	0.000	0.000	21.808
1972	4.298	0.000	4.298	13.448	2.790	0.000	0.000	0.013	2.803	3.594	0.000	0.000	0.000	24.142
1973	4.141	0.000	4.141	16.191	3.373	0.000	0.000	0.038	3.410	2.973	0.000	0.000	0.000	26.717
1974	4.628	0.000	4.628	17.494	2.412	0.000	0.000	0.019	2.430	3.407	0.000	0.000	0.000	27.959
1975	4.472	0.000	4.472	20.129	4.112	0.000	0.000	0.000	4.112	8.713	0.000	0.000	0.000	32.426
1976	4.385	0.000	4.385	22.715	5.423	0.000	0.000	0.000	5.423	3.978	0.000	0.000	0.000	36.500
1977	4.367	0.000	4.367	24.216	5.077	0.000	0.000	0.000	5.077	5.343	0.000	0.000	0.000	39.004
1978	4.698	0.000	4.698	25.262	5.149	0.000	0.000	0.000	5.149	4.924	0.000	0.000	0.000	40.033

PHYSICAL UNITS

										· ·		- <u>-</u>	е. "У	· · ·
		Coal		Natural Gas (Dry)			Petroleu	m		Hydro- electric Power'	Nuclear Electric Power	Geo- thermal Power	Wood and Waste	
Year	Bitu- minous Coal and Lignite	Anthra- cite	Total Coal		Distil- late Fuel	Jet Fuel	Petro- leum Coke	Residua Fuel	Total Petro- leum	t av j		· ·		
	Thou	sand Short	Tons	Billion Cubic Feet		T	housand B	arrels			Million Kil	owatt Hours		
1960 1961 1962 1963 1964	0 0 0 84 131	0 0 0 8 0	0 0 84 131	0 0 965 1598	88 62 70 113 235	0 0 0 0 0		0 1 0 7 0 0 0 0	2 90 69 70 113 239	0 0 325 322	0 0 0 0 0	0 0 0 0 0 0	0 0 0 0 0	
1965 1966 1967 1968 1969	151 153 134 149 163	0 0 0 0 0	151 153 134 149 163	2149 3856 4481 5668 6696	194 144 164 177 427	0 0 0 0		0 18 0 45 0 169 0 169 0 95	189 333 339	350 316 363 364 341	. 0 0 0 0 0	0 0 0 0	0 0 0 0 0	•
1970 1971 1972 1973 1974	249 274 247 238 266	0 0 0 0	249 274 247 238 266	8198 10300 13094 15812 17117	379 452 479 579 414			0 21 0 4 0 2 0 6 0 6	456 481 585	363 363 346 286 326	0 0 0 0 0	0 0 0 0 0	0 0 0 0	
1975 1976 1977 1978	257 252 251 270	0 0 0	257 252 251 270	19619 22204 23534 24431	706 931 872 884	0000			706 931 872 884	857 883 512 472	. 0 0 0	0 0 0	0 0 0	

Includes not imports of electricity. Note: Totals may not equal sum of components due to independent rounding.

APPENDIX B. DISPOSITION OF ROYALTY OIL AND GAS

TRADING BAY

Statistics relating to this field are shown on the attached table.

Current Status

All Royalty oil produced from this field is taken in kind and sold to Tesoro-Alaska Petroleum Company.

Gas produced for this field is casinghead gas and was formerly flared. DOGC Flaring Order Number 104 dated June 30, 1971, has prohibited flaring since July 1, 1972, and this gas is now recovered and used locally. This gas is considered to have no value because the costs of extraction, compression, and amortization purportedly exceed its value; therefore, no royalty is paid, but because of the recent price increases this gas should be looked at again for proper value. Royalty Oil and Gas Status

Unit:	Trading Bay		
Location:	West Side Cook Inlet (Offshore)		
Operator:	Union		
Owners:	Union, Amoco, Phillips, Arco, Getty		
Leases:	ADL 17579, 17594, 17602, 18716, 18729, 18730), 18758, 18772, 18777,	21068
Royalty:	12.5%	Daire	
Purchaser:		Price \$/Mcf \$/Bbl	
	Tesoro	9.87 (as of Nov. 1980)
Date Initia	l Production:	12-67 (oil) 12-68 (gas)	State Royalty Status
Avg. Monthl	y Production Rate (10/31/80) gas:	122,285 Mcf	RIV
Avg. Monthl	y Production Rate (11/30/80) oil:	133,304 Bbls	RIK
Total Produ	ction to 10/31/80 (casinghead) gas:	51,781,247 Mcf	
Total Produ	ction to 9/30/79 oil:	80,502,934 Bbls	
Estimated p	ercent produced to 10/31/80	87.7% Oil	
RIV: Royal	ty in Value		
RIK: Royal	ty in Kind		

KENAI UNIT AND KENAI DEEP

Statistics relating to this field are shown on the attached table.

Current Status

The Kenai Unit and Kenai Deep provide most of the gas sales in the Cook Inlet area. The estimated quantity of Alaska State royalty gas sales amounts to approximately 127,000 MCF per month. The State does not receive the full 12 1/2% royalty share because of the predominance of Federal leases in the unit and the recent conveyance of land to CIRI. The price the State receives for its royalty share results from prices paid under existing contracts between the lessees and their purchasers. Anchorage Municipal Light and Power has entered into a purchase contract with the State to purchase its royalty share.

Royalty Oil and Gas Status

<u>Kenai and k</u>	Kenai Deep	
Location:	Kenai, Alaska	
Operator:	Union	
Owners:	Union, Marathon, Arco, Chevron, Charles Schraie	r, Samuel Gray
Leases:	Fed. A028047, A028055, A028056, A028103, A0281 State ADL 22330, 00460, 02397, 00588, 00593, 00	
Royalty:	State's effective rate is 2.06879% from the Ken	ai Unit. 0% from Kenai Deep.
Purchaser:•		Royalty Price \$/Mcf
• • •	City of Kenai Collier Chemical Corp. Phillips-Marathon LNG Alaska Pipeline Rental Gas (Swanson River Oil Field) Chevron Refining	0.29 0.18 & 0.61 0.52 0.52 0.16 0.52
Date Initia	al Production:	1-62
Avg. Month]	ly Production Rate (1980) 6,6	40,000 Mcf <u>State Royalty Status</u> RIV
Cumulative	Production to 11/30/80 1,074,0	81,577 Mcf
Estimated p	percent produced to 10/31/80	9.9%
RIV: Royal	lty in Value	

MCARTHUR RIVER FIELD

Statistics relating to this field are shown on the attached table.

Current Status

All Royalty oil produced from this field is taken in kind and sold to Tesoro-Alaska Petroleum Company.

Gas Produced from this field is casinghead gas and was formerly flared. DOGC Flaring Order Number 104 dated June 30, 1971 has prohibited flaring since July 1, 1972, and this gas is now recovered and used locally. This gas is considered to have no value because the costs of extraction, compression, and amortization purportedly exceed its value; therefore, no royalty is paid, but due to the increasing value of this gas the net value should be reevaluated.

Royalty Oil and Gas Status

McArthur River Field

Location: West Side - Cook Inlet (Offshore)

Operator: Union

Leases: ADL 18777, 17579

Royalty: 12.5%

Purchaser:

Tesoro

Date Initial Production:
Avg. Monthly Production Rate (to 10/31/80) gas:
Avg. Monthly Production Rate (1980) oil:
Total Production to 10/31/80 (casinghead & dry) gas:
Total Production to 10/31/80 oil:
Estimated percent produced 10/31/80 (gas):
Estimated percent produced 10/31/80 (oil):
RIV: Royalty in Value
RIK: Royalty in Kind

<u>\$/Mcf</u> - <u>\$/Bb1</u> 8.97 (as of Nov. 1980)
12-67 571,763 Mcf	<u>State Royalty Status</u> RIV
1,740,029 Bbls	RIK
135,835,372 Mcf	
436,560,176 Bbls	
38% 81%	

GRANITE POINT FIELD

Statistics relating to this field are shown on the attached table.

Current Status

All Royalty oil produced from this field is taken in kind and sold to Tesoro-Alaska Petroleum Company.

Gas produced from this field is casinghead gas and was formerly flared. DOGC Flaring Order Number 194 dated June 30, 1971, has prohibited flaring since July 1, 1972, and this gas is now recovered and used locally. This gas is considered to have no value because the costs of extraction, compression, and amortization purportedly exceed its value; therefore, no royalty is paid, but due to recent increases in the value of this gas there should be a reevaluation of this gas.

Royalty Oil and Gas Status

<u>Granite Point Field</u>		
Location: West Side - Cook Inlet (Offshore)		
Operator: Amoco		
Leases: ADL 17586, 17587, 18742, 18761		
Royalty: 12.5%		
Purchaser: Tesoro Amoco Platform (1) Arco (1) Union (1)	<u>\$/Mcf</u> <u>\$/Bb1</u> 12.00 0.118 0.10 0.118	
Date Initial Production:	12-67	
Avg. Monthly Production Rate (1980) gas:	275,736 Mcf	te Royalty Status RIV
Avg. Monthly Production Rate (1980) oil:	360,483 Bbls	RIK
Total Production to 10/31/80 (casinghead) gas:	73,546,506 Mcf	an Angelar an Angelar Angelar an Angelar an Angelar
Total Production to 10/31/80 oil:	82,836,316 Bbls	
Estimated percent oil produced to 10/31/80:	82%	
Footnotes: (1) Small amount of casinghead gas so the remainder has a negative valu		Jrm,
RIV: Royalty in Value		

RIK: Royalty in Kind

PRUDHOE BAY

Statistics relating to this unit are shown on the attached table.

Current Status

Small quantities of casinghead gas are presently being sold to the owners of the Trans-Alaska Pipeline. The State is receiving royalty in value with the price being set by the owners of the gas cap. They are using the price established by the Natural Gas Policy Act of 1978 as their guideline. There presently isn't any other market. The State's share of sales is 12 1/2%.

The State's royalty share of the oil produced is 12 1/2% with 56.5% of this share presently being taken in kind and sold to North Pole Refinery, Alaska Oil Company, Tesoro, and Chevron. The State has requested that an additional 43.4% of the State's share be taken in kind beginning July 1, 1981, which will go to, in addition to the current purchasers, Golden Valley Electric Association, Shell, Union, Alaska Petroleum, Oasis Petroleum, and Energy Cooperative Incorporated. The remainder will continue to be taken in value which will be fully decontrolled by October 1981.

Royalty Oil and Gas Status

Unit:	Prudhoe Bay
Location:	Northslope (Onshore)
Operator:	Arco-Sohio
Owners:	See Attachment
Leases:	See Attachment
Royalty:	12.5%
Purchaser:	

Purchaser: TAPS Owners		<u>\$/Mcf</u> 1.37	ice \$/Bbl		
Topping Plant, Power Avg. Well Head Price		ations	16.94	(as of Oct 1980)	• •
Date Initial Production:		10-69		State Royalty Stat	
Avg. Monthly Production Rate (1980)	gas:	50,363,142	Mcf	RIV	us
Avg. Monthly Production Rate (1980)	oil:	46,448,708	Bbls	RIV RIK	
Total Production to 10/31/80 gas:		1,344,185,727	Mcf		· ,
Total Production to 10/31/80 oil:		1,460;173,383	Bbls		
Estimated percent produced to 10/31/	80 :	18% oil			
Estimated percent produced to 10/31/	80:	9% gas			
RIV: Royalty in Value					
RIK: Royalty in Kind			n an		

OWNERS

Amerada Hess-Amerada Hess Corporation A.R.Co .-- Atlantic Richfield Company BP Alaska-BP Alaska Exploration Inc. Chevron-Chevron U.S.A., Inc. Exxon-Exxon Corporation Cetty-Getty Oil Company . Hunt Ind .- Hunt Industries Caroline Hunt Tr .-- Caroline Hunt Trust Estate Lamar Hunt Tr. Est .- Lamar Hunt Trust Estate N. B. Hunt-N. B. Hunt Win. Herbert Hunt Tr .-- William Herbert Hunt Trust Estate LL&E-The Louisiana Land and Exploration Company Marathon-Marathon Oil Company Mobil-Mobil Oil Corporation Phillips-Phillips Petroleum Company Placid—Placid Oil Company Sohio-Sohio Petroleum Company

LEASES

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		Description	No. of Acres	ADL Serial <u>No.</u>	Basic Royalty		Working O.R.R. Interest Interest Ownership
		(Umiat Meridian, Alaska) T12N-R11E, Sees. 9, 10	1,280	47445	1/8	Mobil and Chevron	Mobil—50%
		T12N-R11E, Secs. 11, 12	1,250	2823 5	1/8	A.R.Co. and Exxon	Chevron-50% A.R.Co50%
		T12N-R12E, Sec. 7	580	28254	1/8	A.R.Co. and Exxon	Exvon-50%
		T12N-R15E, Sec. 23, 24	1,280	34625	1/8	Sohio Petroleum Co.	Exxon—50% Sohio—100%
		T12N-R15E, Secs. 21, 22	1,280	3462 6	1/8	A.R.Co. and Exxon	A.R.Co50% Exxon-50%
	•••	T12N-R15E, Secs. 19, 20	1,225	34627	1/8	A.R.Co. and Exxon	A.R.Co50% Exxon-50%
		T12N-R14E, Secs. 23, 24	1,280	34624	1/8	A.R.Co. and Exxon	A.R.Co50%
		T12N-R14E, Sec. 22	610	28297	1/8	A.R.Co. and Exxon	Exxon-50% A.R.Co50%
•	-	T12N-R13E, Sec. 19	585	47469	1/8	Mobil and Phillips	Exxon-50% Mobil-50%
	1	T12N-R12E, Secs. 23, 24	1,280	47448	1/8	Mobil and Phillips	Phillips—50% Mabil—6634% Phillips—33 1/5%
		T12N-R12E, Sees. 21, 22	1,280	28256	1/8	A.R.Co. and Exxon	A.R.Co50% Exxon-50%
	2	T12N-R12E, Secs. 17, 18, 19, 20	2,148	28255	1/8	A.R.Co. and Exxon	A.R.Co50% Exxon-50%
	3	T12N-R11E, Secs. 13, 14, 23, 24	2,560	28237	1/8	A.R.Co. and Exxon	A.R. Co50% Exxon50%
	4	T12N-R11E, Secs. 15, 16, 21, 22	2,560	4 744 7	1/8	Mobil and Chevron	Mobil 50% Chevron 50%
	5	T12N-R11E, Secs. 17, 18, 19, 20	2,448	17446	1/8	Mobil and Chevron	Mobil—50% Chevron—50%
	.6	T12N-R10E, Secs. 13, 24	1,280	2563 7	1/8	A.R.Co., BP Alaska, Sohio Petroleum Co.	A.R.Co50% BP Alaska 37½%
	17	T12N-R11E, Sees. 29, 30, 32	1,568	47449	1/8	Mobil and Chevron	Sohio—12½% Mobil—50% Chevron—50%
	18	T12N-R11E, Secs. 27, 28, 33, 34	2,560	28239	1/8	A.R.Co. and Exxon	A.R.Co50% Exxon-50%
	19	T12N-R11E, Secs. 25, 26, 35, 36	2,560	28238	1/8	A.R.Co. and Exxon	A.R.Co50% Faxon-50%
	20	T12N-R12E, Secs. 29, 30, 31, 32	2,459	2825 9	1/8	A.R.Co. and Exxon	A.R.Co50% Exxon-50%
	21	T12N-R12E, Secs. 27, 28, 33, 34	2,560	28258	1/8	A.R.Co. and Exxon	A.R.Co50% Exxon-50%
	22	T12N-R12E, Sees. 25, 35, 36, N/2 and SE/4 Sec. 26	2,100	28257	1/8	Mobil and Phillips	Muhil—50% Phillips—50%

*See comment on page A-5.

•				·**					
	Tra	ct :		No. of	ADL Serial	Basic	Lessee -	O.R.R.	Working Interest
	No		Description	Acres	No.	Royalty		Interest	
:		(Un	iat Meridian, Alaska)				· · ·		
• •		•				•	.• 	•	VI 11 55V 6
	. 22,	A 11 <u>2</u> .5.1	R12E, SW/1 Sec. 26	160	28257	1/8	Mobil, Phillips, Chevron		Mobil—3313% Phillips—3314%
	••••					•	Circulon	· ·	Chevron -33!5%
÷.	23	T12N-1	R13E, Secs. 29, 30, 31, 32	2,459	28279	1/8	Sohio Petroleum Co.	•	Sohio-100%
	24	T12N-1	R13E, Secs. 27, 28, 33, 34	2,560	2S278	1/8	Sobio Petroleum Co.	•	Sohio-100%
	25		RI3E, Secs. 26, 35, 36	1,920	28277	1/8	Sohio Petroleum Co.	•	Solio-100%
	26	T12N-1	114E, Sees. 29, 31, 32	1,871	2 829 9	1/8	A.R.Co. and Exxon	•	A.R.Co50%
· •	07	TIONLY			•	1 /0			Exxon-50%
	27	112//-1	114E, Secs. 27, 28, 33, 34	2,560	28300	1/8	A.R.Co. and Exxon		A.R.Co.—50% Exvon—50%
	28	TI2N-I	14E, Sees. 25, 26, 35, 36	2,560	28301	1/8	A.R.Co. and Exvon	•	A.R.Co50%
	•	•							Exxon-50%
	29	T12N-F	115E, Srcs. 29, 30, 31, 32	2,459	34628	1/8	A.R.Co. and Exson		A.R.Co50%
	30	TIONT	115E, Secs. 27, 28, 33, 34	2,560	· 34629	1/8	A.R.Co. and Esson	• •	Fxxon-50% A.R.Co50%
	50	1121(-1	(100, 0003, 21, 20, 00, 04	2,000	. 34023	170	A.H.CO, MALEXION		Exvon-50%
	31	TI2N-F	15E, Secs. 25, 26, 35, 36	2,560	34630	1/8	Sohio Petroleun Co.	•	Solio-100%
	32	T12N-P	16E, Sees. 29, 30, 31, 32	2,459	34635	1/8	Sohio Petroleum Co.	•	Sahio—100%
•	33	TI2N-P	16E, Secs. 27, 28, 33, 34	2,560	34634	1/8	Sohio Petroleum Co.	,	Sohio-100%
	34	T12N-R	16E, Sees. 25, 26, 35, 36	2,560	3463 3	1/8	Sohio Petroleum Co.	•	Sohio-100%
	35	THN-B	16E, Secs. 1, 2, 11, 12	2,560	3463 6	1/8	Sohio Petroleum Co.	•	Soliio-100%
	36	THN-P	16E, Secs. 3, 4, 9, 10	2,560	28337	1/8	Sohio Petroleum Co.	• •	Schio—100%
	37		16E, Secs. 5, 6, 7, 8	2,469	28338	1/8	Sohio Petroleum Co.	. •	Sohio100%
	38		15E, Secs. 1, 2, 11, 12	2,560	2 832 0	1/8	Sohio Petroleum Co.		Solio—100%
	39	TIIN-R	15E, Secs. 3, 4, 9, 10	2,560	34631	1/8	A.R.Co. and Exxon		A.R.Co50% Exxon-50%
	40	THN-R	15E, Scc. 5, 6, 7, 8	2,469	34632	1/8	A.R.Co. and Exxon		A.R.Co50%
	:	• .			a produce				Exvon—50%
•	41	TIIN-R	14E, Secs. 1, 2, 11, 12	2,560	28302	1/8	A.R.Co. and Exxon		A.R.Co50%
-	42	דווא פ	14E, Sccs. 3, 4, 9, 10	2,56 0	2830 3	1/8	A.R.Co. and Exxon		Exxon—50% A.R.Co.—50%
	44	1111-1	190, 500, 0, 9, 5, 10	2,500	20303	170:	A.R.Co. and Exton		Exvon-50%
	43	TIIN-R	14E, Sees. 5, 6, 7, 8	2,469	28304	1/8	A.R.Co. and Exvon		A.R.Co.— 50% Exxon—50%
	44	THN.R	13E, Secs. 1, 2, 11, 12	2,560	28280	1/8	Soliio Petroleum Co.		Sohio-100%
			13E, Sees. 3, 4, 9, 10	2,560	28281		Sobio Petroleum Co.		Sohio-100%
	46		13E, Sees. 5, 6, 7, 8	2,469	28282		Sobio Petroleum Co.		Sohio-100%
	47		12E, Secs. 1, 2, 11, 12	2,560	28260	•	Sobio Petroleum Co.		Sohio-100%
	48		12E, Secs. 3, 4, 9, 10	2,560	28261		Mobil and Phillips		Vobil-50%
					•				Phillips - 50%
	49	TIIN-R	12E, Sees. 5, 6, 7, 8	2,469	47450	1/8	Mobil, Phillips,		Mobil-3315%
			· · · · · · · · · · · · · · · · · · ·			21 a	Chevron		hillips3315 %
	50	דווא אי			28240	1/8	A.R.Co. and Exxon		Chevron333576 A.R.Co5076
	5.0	1110-0	11E, Secs. 1, 2, 11, 12	2,560	28240	110	ALTER OF AND LEAVON		50%
	51		IJE, Sees. 4, 9, 10, N/2	2,400	28241	1/8	Mobil and Phillips		Inhil-50%
			nd SW/4 Sec. 3		000 (3	· · · · ·	1 (1) 1 11		Phillips50%
•	217	IIIN-R	IIE, SE/4 Sec. 3	160	28241	1/8	Mohil, Phillips, Chevron		1011-3315%
			• •		:				Chevron-331/3 %

Tia No		<u>1</u>	No. of Acres	ADL Scrial No.	Basic Royalt		Lessee of Record	O.R.R. Interest	Working Interest Ownership
	(Umiat Meridia	n, Alaska) 👘		••••				•	•
52	THN-RILE, Sec.	15	6 10	28244	1/8	A.R.0	Co. and Exxon	•	A.R.Co50% Exxon-50%
53	TIIN RIIE, Sees.	13, 14, 24	1,920	28245	1/8	A.R.C	Co. and Exxon	•	A.R.Co50% Exxon-50%
54			1,840	2S262	1/8	Chev			Chevion-100%
- 54	A T11N-R12E, Sec. 2	20	610	28262	1/8 .:	Chev Ph	ron, Mobil, illips	•	Chevron-3315% Mobil-3315% Phillips-3315%
55	TIIN-RI2E, Sees.	15, 16	1,250	2826 3	- 1/8	Mobi	and Phillips	•	Mobil—50% Phillips—50%
55	A TIIN-RI2E, Sees.	21, 22	1 280	2826 3	- 1/8		l, Phillips, evron	•	Mobil—331,5 % Phillips—331,5 %
	TIN DOC C	12 14 02 04			1 /0	N-1 -	ם יווי _ב		Chevron-3315%
56	TILN-RI2E, Secs.	13, 14, 23, 29	2,36 0	47451	1/8		l, Phillips, evron		Mobil—33!5% Phillips—33!4% Chevron—33!4%
57	THN-RISE, Secs.	17, 18, 19, 20	2,150	28283	1/8	Sohio	Petroleum Co.		Sohio-100%
. 58	TIIN-RIJE, Sccs.		2,560	28284	• 1/8	Sobio	Petroleum Co.		Sohio-100%
59	TJ1N-R13E, Sees.	13, 14, 23, 24	2,560	28285	1/8	Sohio	Petroleum Co.	•	Soliio—100% ·
60	TIIN-RIHE, Sees.	17, 18, 19, 20	2,180	28305	1/8	Sohio	Petroleum Co.	•	Sohio-100%
61	T11N-R14E, Sees.	15, 16, 21, 22	2,360	2830 6	1/8	A.R.C	to, and Exvon		A.R.Co.—50% F.v.on—50%
62	T11N-R14E, Sccs.		2,560	28307	1/8		to. and Exxon		A.R.Co.—50% Exxon—50%
63	T11N-R15E, Sees.		2,480	28321	1/8		o. and Exxon		A.R.Co.—50% Exxon—50%
64	T11N-R15E, Sccs. 1		2,560	28322	1/8	•	o. and Exxon		A.R.Co50% Exxon50%
65	T11N-R15E, Sees. 1	•	2,560	2832 3	. 1/8		o. and Exxon	I	A.R.Co.—50% Exxon—50%
66	TIIN-RIGE, Sees. 1		1,840	28339	1/8		Petroleum Co.		Soliio—100%
67	TIIN-RIGE, Sees. 1		1,280	28340	1/8	•	Petroleum Co.		Solvio—100%
68	TIIN-RIGE, Sees. 1		1,280	28341	1/8		Petroleum Co.		Sohio—100%
69	T11N-R16E, Sees. 3		1,851	28343	1/8		Petroleum Co.		Solio-100%
70	T11N-R15E, Sees. 2		2,560	28324	1/8	1 A 1	o. and Exxon	·]	N.R.Co.—50% Exxon—50%
71	T11N-R15E, Sees. 2		2,560	28325	1/8	1. T. C.	o. and Exxon	·]	N.R.Co.—50%
72	T11N-R15E, Sees. 2		2,491	28326	.1/8	•	o. and Exxon	i de la S	N.R.Co50%
73	T11N-R14E, Secs. 2		2,560	28308	1/8		o. and Exxon	F	N.R.Co.—50%
74	T11N-R14E, Sees. 2		2,560	28309	1/8		Petrolenin Co.		ohio-190%
75	TIIN-RI4E, Sees. 2		2,491	25310	1/8		Petroleum Co.		ohio100%
76	TIIN-RIJE, Sees. 2		2,560	28286	1/8		Petroleum Co.		nhio-100%
77	T11N-R13E, Sees. 2		2,560	28287	1/8		Petroleum Co.	•	ohio-100%
78	TIIN-RIJE, Sccs. 2		2,491	28288	1/8		and Phillips	1	Iohil—30% hillips—30%
79	T11N-R12E, Secs. 2	5, 26, 35, 36	2,560	28264	1/8	A.R.Co	o. and Exxon		R.Co.—50% Ixxon—50%
				•		-			

*See comment on page A-5.

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	Tract V. Description	No. of Acres	ADL Scrial No.	Basi Roya		Working O.B.R. Interest - Interest Ownership
•	(Umiat Meridian, Alaska)			- 1-		
:			47450	1/8	8 Mobil, Phillips,	Mobil-3314%
۰.	60 T11N-R12E, Sees. 27, 28, 33, 34	2,560	47452		Chevron	Phillips-331/2%
. •						Chevron-3315%
	81 T11N-R12E, Secs. 29, 30, 31, 32	2,491	47453	. 1/8	Mobil, Phillips, Chevron	Mobil -3315 % Phillips - 3315 %
·•••		••			• •	Chevron -3315%
	82 T11N-R11E, Sec. 25	640	2824 6	1/8	A.R.Co. and Exxon	A.R.Co50% Exxon50%
	83 T10N-R12E, Secs. 3, 4, 10	1,920	47454	1/8	Mobil, Phillips,	Mobil -3315%
: •					Chevron .	Phillips-3315% Chevron-3315%
••	84 TION-RI2E, Secs. 1, 2, 11, 12	2,560	28265	1/8	A.B.Co. and Exxon	A.R.Co50%
		•		•••		Exxon-50%
	85 T10N-R13E, Secs. 6, 7, 8, S/2 and NE/4 Sec. 5	2,341	28289	1/8	Mobil and Phillips	Niohil—50% Phillips—50%
	854 TION-RISE, NW/4 Sec. 5	160	28289	1/8	Mobil, Phillips,	Mohil-3315%
		•	-		Chevron	Phillips-3315% Chevron-3315%
•	86 TION-RIJE, Secs. 3, 4, 9, 10	2,560	47471	1/8	Amerada Hess, et. al.	
	00 110.1-1002, 01(3, 3, 4, 3, 10	2,500	4/4/1	170	America ness, et. al.	Hess-27%
			•		•	Geny30.5% LL&E13.25%
			-	•	•	Placid-9.125%
		· •				N. B. Hunt- 6,3625%
		• •				Hunt Ind.—
			•			3 S625% Caroline Hunt
			•		· · · · ·	Tr3.3%
					•	Win, Herbert Hunt Tr
			•			3.3%
			• ••	•	en e	Lamar Hunt Tr. Est.—3.3%
	87 TION-RI3E, Secs. 1, 2, 11, 12	2,560	47472	1/8	Amerada Hess and Getty	Amerada Hess-50%
		n. Na			ocuy	Cetty-50%
	88 T10N-R14E, Secs. 5, 6, 7, 8	2,501	28313	1/8	A.R.Co. and Exxon	A.R.Co50% Exxon50%
	89 T10N-R14E, Sees. 3, 4, 9, 10	2,560	28312	1/8	Sobio Petroleum Co.	• Sohio-100%
	90 TION-RIAE, Secs. 1, 2, 11, 12	2,560	28311	1/8	Sohio Petroleum Co.	• Solio-100%
	91 T10N-R15E, Secs. 5, 6, 7, 8	2,501	28329	1/8	A.R.Co. and Exxon	A.R.Co50% Exxon50%
	92 T10N-R15E, Secs. 3, 4, 9, 10	2,560	28328	1/8	A.R.Co. and Exxon	A.R.Co50% Exxon-50%
	93 TION-RISE, Sees. 1, 2, 11, 12	2,560	28327	1/8	A.R.Co. and Exxon	A.R.Co50% Exxon-50%
	94 TION-RIGE, Secs. 5, 6, 7, 8	2,501	28345	1/8	A.R.Co. and Exxon	A.R.Co50% Exxon-50%
	95 TION-RIGE, Secs. 4, 9	1,280	28344	1/8	A.R.Co. and Exxon	A.R.Co50% Exxon-50%
	96 T10N-R16E, Sec. 16	6-10	28347	1/8	A.R.Co. and Exxon	A.R.Co50% Exvon-50%

*See comment on page A-5.

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ra No		No. of Acres	ADL Scrial No.	Basic Royalt	Lessee y of Record	O.R.R. Interest	Working Interess Ownership
•	(Umiat Meridian, Alaska)					•	
9 7	T10N-R16E, Secs. 17, 18, 19, 20	2,512	28346	1/8	A.R.Co. and Exxon	•	A.R.Co50% F.von-50%
9 8	T10N-R15E, Secs. 13, 14, 23, 24	2,560	2833 2	1/8	A.R.Co. and Exxon		A.R.Co50% Exxon-50%
99 00 01		2,560 2,512 2,560	28331 28330 28315	1/8 1/8 1/8	Sohio Petroleum Co. Sohio Petroleum Co. Sohio Petroleum Co.	•	Sohio—100% Sohio—100% Sohio—100%
3 2		2,560	28313	1/8	Mobil and Phillips	· · ·	Mobil—50% Phillips—50%
3 3	T10N-R14E, Secs. 17, 18, 19, 20	2,512	47475	1/8	Amerada Hess, et. al		Amerada Ness—25%
	· · · · · · · · · · · · · · · · · · ·					·	Cetty-25% Marathon-25% Placid-7.5%
					· · · ·		N. B. Hunt—5% Hunt Ind.— 3.125%
•			•		•		Caroline Hunt Tr.—3.125% Wm. Herbert
			.		•		Hunt Tr.— 3.125% Lamar Hunt Tr.
)4	TION-R13E, Secs. 13, 14, 24	1,920	47476	1/8	A.R.Co. and Exxon		Est3.125% A.R.Co50% Essun50%
)5.	T10N-R13E, Sees. 15, 16	1,28 0	28290	1/8	Mobil and Phillips		Mobil—50% Phillips—50%
)6	T10N-R14E, Secs. 27, 28	1,280	47482**	1/8	A.R.Co. and Exxon		A.R.Co.—50% F.x.von—50%
)7)7 A	T10N-R14E, Secs. 26, 36 T10N-R14E, Sec. 25	1,280 640	28316 28316	1/8 1/8	Chevron Chevron, Mobil,		Chevron100% Chevron33½%
	110N-M14L, Sec. 20	. 040	1	170	Phillips	-	Mobil - 33 1/3 % Phillips - 33 1/3 %
)8)9	T10N-R15E, Sees. 29, 30, 31, 32 T10N-R15E, Sees. 33, 34	2,523 1,280	283 35 283 34	1/8 1/8	Sobio Petroleum Co. Mobil and Phillips	• :	Sohio100% Nohil—50%
-	TION-R15E, Secs. 27, 28	1,280	28334	1/8	Mobil, Phillips,		Phillips—50% Mohil—33 <u>15</u> %
•			00000	1 /0	Chevron	••••••	Phillips331/5% Chevron331/5%
0 1	T10N-R15E, Sees. 25, 26, 35, 36 T10N-R16E, Sees. 29, 30, 31	2,560 1,883	2833 3 283 49	1/8 1/8	Sohio Petroleum Co. Sohio Petroleum Co.		Sahio—100% Sahio—100%
	2	45,767			· · · · · · · · · · · · · · · · · · ·		

BP Alaska, Inc. owns an overriding royalty interest equal to 75% of all net profits from production between certain levels of oil production.

This Tract Number 106 was assigned to A.R.Co. and Exxon. Upon approval of the assignment by the Director a new ADL Serial No. will be given to this Tract.

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NICOLAI CREEK

Statistics relating to this unit are shown on the attached table.

Current Status

Gas from this small field, when produced, is used only to provide fuel for platform and shore facilities supporting petroleum production in this area. However, at the present time there is no production. There is no prospective purchaser for the State's royalty share.

Royalty Price \$/Mcf

State Royalty Status

RIV

Unit: Nicolai Creek Location: West Side - Cook Inlet (Onshore-Offshore) Operator: Texaco Owners: Texaco, Superior Fed. A034161, ADL 17585, 17598 Leases: Royalty: 12.5% Purchaser: Amoco (1) Date Initial Production: 10-68 Avg. Monthly Production Rate (1980) gas: -0-McfTotal Production to 10/31/80 (dry gas): 1,062,055 Mcf

RIV: Royalty in Value

(1) Shut-in

Footnotes:

NORTH COOK INLET

Statistics relating to this field are shown on the attached table.

Current Status

Gas from this offshore field is primarily delivered to the Phillips LNG plant and the products are subsequently sold in Japan. However, in 1977, the State entered into agreements with Phillips and Alaska Pipeline Company to sell the royalty share to Alaska Pipeline Company for delivery to the Alaska market. Royalty gas in excess of purchases by Alaska Pipeline Company is purchased by Phillips.

	Unit:	North Cook Inlet							
	Location:	North Cook Inlet				•		•	. * ·
	Operator:	Phillips							-
	Owners:	Phillips, Chevron				· · ·			
	Leases:	ADL 17590, 18741, 3783	1, 18740,	17589					
	Royalty:	12.5%							
	Purchaser:				/ Price		<u>State</u>	Royalty S	Status
		Alaska Pipeline Phillips	1.90 2.0469		<u>461</u> 5 of Nov 198 5 of Jan 198			RIK RIV	
	Date Initia	l Production:	<i>,</i>	3-69				•	, · · ·
	Avg. Monthl	y Production Rate (1980	I) gas:	2,955,8	396 Mcf				• •
	Total Produ	ction to 10/31/80 (dry/	gas):	490,487,0)24 Mcf			4 e	
	Estimated p	ercent produced to 10/3	1/80:	18.6%		•		• •	
• •	Comments:	Contracts completed 1	.977 to ta	ke in kir	nd for sale	to Alaska	Pipeline Com	pany.	
	RIK: Royal	ty in Kind							•
	RIV: Royal	ty in Value		· · ·					an a

STERLING

Statistics relating to this field are shown on the attached table.

Current Status

This is a small field in Kenai Peninsula. Since Federal leases are involved, the State's royalty share is approximately 1.6% due to the recent land conveyance to CIRI. The only gas sold from this field is consumed locally. There is no gas pipeline currently available to deliver this gas from this field to any other market. Because of limited reserves, there is no prospect of additional markets.

Location: Kenai Peninsula (Onshore) Operator: Union Owners: Union, Marathon Leases: Fed. A028135, A028063, ADL 01836, 02497, 00479-A Royalty: 12.5% (1) Purchaser: Royalty Price Sport Lake Greenhouse 0.40 Date Initial Production: 5-62 Avg. Monthly Production Rate (11/30/80) gas: 2,000 Mcf Total Production to 10/31/80 (dry gas): 1,979,777 Mcf Estimated percent produced to 10/31/80: 8.1% Footnotes: (1) A portion of Unit is owned by Federal government and CIRI. The State's effective rate is 1.55461%.	Unit:	Sterling	
Owners: Union, Marathon Leases: Fed. A028135, A028063, ADL 01836, 02497, 00479-A Royalty: 12.5% (1) Purchaser: Royalty Price \$/Mcf 0.40 Sport Lake Greenhouse 0.40 Date Initial Production: 5-62 Avg. Monthly Production Rate (11/30/80) gas: 2,000 Mcf Total Production to 10/31/80 (dry gas): 1,979,777 Mcf Estimated percent produced to 10/31/80: 8.1% Footnotes: (1) A portion of Unit is owned by Federal government and CIRI. The State's	Location:	Kenai Peninsula (Onshore)	
Leases: Fed. A028135, A028063, ADL 01836, 02497, 00479-A Royalty: 12.5% (1) Purchaser: Royalty Price Sport Lake Greenhouse 0.40 Date Initial Production: 5-62 Avg. Monthly Production Rate (11/30/80) gas: 2,000 Mcf RIV Total Production to 10/31/80 (dry gas): 1,979,777 Mcf Estimated percent produced to 10/31/80: 8.1% Footnotes: (1) A portion of Unit is owned by Federal government and CIRI. The State's	Operator:	Union	
Royalty: 12.5% (1) Purchaser: Royalty Price \$/Mcf 0.40 Sport Lake Greenhouse \$/Mcf 0.40 Date Initial Production: 5-62 Avg. Monthly Production Rate (11/30/80) gas: 2,000 Mcf Total Production to 10/31/80 (dry gas): 1,979,777 Mcf Estimated percent produced to 10/31/80: 8.1% Footnotes: (1) A portion of Unit is owned by Federal government and CIRI. The State's	Owners:	Union, Marathon	
Purchaser: Royalty Price Sport Lake Greenhouse \$/Mcf Date Initial Production: 5-62 Avg. Monthly Production Rate (11/30/80) gas: 2,000 Mcf Total Production to 10/31/80 (dry gas): 1,979,777 Mcf Estimated percent produced to 10/31/80: 8.1% Footnotes: (1) A portion of Unit is owned by Federal government and CIRI. The State's	Leases:	Fed. A028135, A028063, ADL 01836, 02497, 00479-A	
Sport Lake Greenhouse\$/Mcf 0.40Date Initial Production:5-62Avg. Monthly Production Rate (11/30/80) gas:2,000 McfTotal Production to 10/31/80 (dry gas):1,979,777 McfEstimated percent produced to 10/31/80:8.1%Footnotes:(1) A portion of Unit is owned by Federal government and CIRI. The State's	Royalty:	12.5% (1)	
Avg. Monthly Production Rate (11/30/80) gas:2,000 McfState Royalty Status RIVTotal Production to 10/31/80 (dry gas):1,979,777 McfEstimated percent produced to 10/31/80:8.1%Footnotes:(1) A portion of Unit is owned by Federal government and CIRI. The State's	Purchaser:	\$/Mcf	
Avg. Monthly Production Rate (11/30/80) gas: 2,000 Mcf Total Production to 10/31/80 (dry gas): 1,979,777 Mcf Estimated percent produced to 10/31/80: 8.1% Footnotes: (1) A portion of Unit is owned by Federal government and CIRI. The State's	Date Initia	l Production: 5-62	Chatta Davidita Chatva
Estimated percent produced to 10/31/80: 8.1% Footnotes: (1) A portion of Unit is owned by Federal government and CIRI. The State's	Avg. Monthl	y Production Rate (11/30/80) gas: 2,000 Mcf	
Footnotes: (1) A portion of Unit is owned by Federal government and CIRI. The State's	Total Produ	ction to 10/31/80 (dry gas): 1,979,777 Mcf	
	Estimated p	ercent produced to 10/31/80: 8.1%	
	 Footnotes:		CIRI. The State's

RIV: Royalty in Value

BELUGA RIVER

Statistics relating to this field are shown on the attached table.

Current Status

. .

This operating unit is located on the North-West side of the Cook Inlet. Chugach Electric is the only current purchaser of this gas. Their contract price is as stated and results in the royalty "in value" price. It is understood that Pacific Alaska LNG has contracted to purchase gas from this field in the future.

Chugach Electric uses this gas for power generation which is delivered to the Anchorage market.

There is no gas pipeline currently available to deliver gas from this field to any other market.

There is no current purchaser for the State's royalty, and due to the majority of Federal leases the State's share is 7.55% which was reduced due to a reallocation of the royalty ownership. The reallocation was due to changing the ownership from surface acre to reservoir percentage.

Unit: Beluga River Location: West Side - Cook Inlet (Onshore) Chevron Operator: Owners: Chevron, Arco, Shell Leases: Fed. A029656, A029657, ADL 17658, 17592, 17599, 21128, 21127, 21129, 21126 Royalty: 12.5% (1) Royalty Price Purchaser: \$/Mcf Chugach Electric .1974 Date Initial Production: 1-68 State Royalty Status RIV Avg. Monthly Production Rate (11/30/80) gas: 1,350,000 Mcf Total Production to 10/31/80 (dry gas): 104,006,863 Mcf Estimated percent produced to 9/30/79: 10.9% (1) Federal leases involved. State's effective royalty rate is 7.55% Footnotes: RIV: Royalty in Value

MIDDLE GROUND SHOALS FIELD

Statistics relating to this field are shown on the attached table.

Current Status

All Royalty oil produced from this field is taken in kind and sold to Tesoro-Alaska Petroleum Company.

Gas produced for this field is casinghead gas and was formerly flared. DOGC Flaring Order Number 104 dated June 30, 1971, has prohibited flaring since July 1, 1972, and this gas is now recovered and used locally. This gas is considered to have no value because the costs of extraction, compression, and amortization purportedly exceed its value; therefore, no royalty is paid.

Recent increases in gas prices are now becoming high enough to cause the State to take another look.

<u>Middle Grour</u>	nd Shoals Oil Field	
Location:	East Side – Cook Inlet (Offshore)	
Operator:	Shell & Amoco	•
Leases:	ADL 17595, 18754, 18756, 18744, 18746	
Royalty:	12.5%	
Purchaser:		
an an an an Arrange ann an Arrange An Arrange ann an Arrange ann an Arrange Arrange ann an Arrange ann an Arrange	Tesoro	
Date Initial	l Production:	
Avg. Monthly	/ Production Rate (10/31/80) gas:	220
Avg. Monthly	/ Production Rate (10/31/80) oil:	400
Total Produc	ction 10/31/80 (casinghead gas):	62,430
Total Produc	ction 10/31/80 oil:	128,696
Estimated pe	ercent produced to 9/30/79 oil:	6
RIV: Royalt	ty in Value	. ^ •

<u>\$/M</u>	<u>Pric</u> cf	<u>ce</u> <u>\$/Bb1</u> 10.77 (as of Nov. 1980)					
9-0	67						
220,349	Mcf	<u>State Royalty Status</u> RIV					
400,788	Bbls						
62,430,236	Mcf						
128,696,691	Bbls						
68%							

APPENDIX C. REFINERY AND PIPELINE DATA

STATE OF ALASKA. PETROLEUM PROCESSING PLANTS

REFINERY	PLANT <u>CAPACITY</u>	PLANT IN OPERATION	DATE EXPANSIONS	PLANT <u>PRODUCT</u>	DESTINATION
NIKISKI					
Chevron Refinery	26,000 BPD	1962		JP4, JA50, Furnace Oil, Diesels, Fuel Oil, Asphalt, Unfinished	JP4, JA50, Furnace Oil, Diesels, and Asphalt for Alaska;
				Gasoline.	Unfinished Gasoline, Low Sulfur Fuels to Lower-48 states.
Tesoro Refinery	48, 500 BPD	1969 (17,500 BPD)	1974,1975,1977 1980(7500 BPD Hydrocracker Unit.)	Propane, Unleaded, Regular, and Premium Gasoline, Jet A, Diesel Fuel No. 2 Diesel, JP 4 and No. 6 Fuel Oil.	Alaska except No.6 Fuel Oil to Lower-48 states.
	000 000	1000			
Phillips-Marathon LNG	230, 000 MCF/Day	1969		Liquified Natural Gas.	Japan, by tanker, 2 tankers capacity 71,500 cubic meters each avg. one ship every 10 days.
					t i
Union Chemical Division	Ammonia 900,00 tons/yr Urea 735,000 tons/yr	1969	1977	Anhydrous Ammonia, Urea Prills and Granules.	West Coast and export by tanker and bulk freighter.
Pacific Alaska LNG	200,000 MCF/Day initial	Planned 1985	(?)	Liquified Natural Gas.	Southern California one ship every 13 days.
	Interat				
INTERIOR ALASKA	見えた 装飾 ため	*			
North Pole Refinery	32,000 BPD	1977		Military Jet Fuel, 1600-2400 BPD Commercial Jet Fuel, 3300-4300	Fairbanks area, Nenana and river village.
				Diesel/Heating Fuel No. 1, 1000-1500	
				Diesel/Heating Fuel No. 2, 1600-2200	
				Diesel Fuel Type No. 4 1000-4200 BPD.	
	•	•			
VALDEZ Alpetco Company	150,000 BPD	Planned 1985	(2)	(Proposed)	Alaska, Lower-48,
urheren nomband	190,000 DED			Unleaded Gasoline 25,690 BPD	world markets.
		• • • • • • • • •		Jet Fuel 50,000 BPD	
· · · · · · · · · · · · · · · · · · ·			•	Diesel 32,290 BPD	· · · · · · · · · · · · · · · · · · ·
CE: State of A	laska, Depar	tmont of N	atural	Naphtha 11,500 BPD	
				Benzene 2,530 BPD	
	s, Oil and G		the second se	Tolulene5,640 BPDXylene6,172 BPD	
Commissi	on, Annual	Statistica.	1	Sulfur 190 tons/day	

ALYESKA PIPELINE SERVICE CO. TRANS-ALASKA PIPELINE STATISTICS

		·	1 N B 1 N		
<u>1979</u>	THROUGHPUT PUMP STATION #1 BBLS OIL	CLOSING STORAGE VALDEZ BBLS OIL	NUMBER SHIPS LOADED	SHIP AVERAGE VOLUME BBLS OIL	SHIP LIFTINGS BBLS OIL
January	37, 839, 145	6, 848, 950	56	658,037	36, 850, 088
February	31, 822, 825	3, 148, 683	48	728, 790	34, 981, 898
March.	37, 949, 073	1,956,878	56	692, 143	38, 759, 997
April	36, 688, 035	5,480,777	46	717, 706	33, 014, 492
Мау	38, 103, 915	3, 030, 003	55	679,217	37, 356, 945
June	33, 899, 851	2, 197, 235	52	716,490	37, 257, 480
July	39, 887, 425	5,059,782	48	731, 039	35, 089, 868
August	49, 574, 976	2, 928, 683	54	785, 916	42, 439, 444
September	39, 718, 667	3,008,558	49	781,464	38, 291, 725
October	42, 412, 615	3, 699, 503	54	739,729	39, 945, 357
November	45, 153, 408	8, 312, 029	57	749, 321	42, 711, 323
December	43, 726, 835	4, 566, 462	_58	821, 202	47,629,706
Total Year	467, 776, 770		633		464, 328, 323
Average Month	38, 981, 398		52.75	733, 421	38, 694, 027

ESTIMATED DISTRIBUTION OF PRUDHOE BAY CRUDE OIL*

DESTINATION		BBLS OIL PER DAY
West Coast of USA		950,000
Gulf Coast and East Coast of USA via Panama	Cana1	425,000
East Coast and Virgin Island via Cape Horn		85,000
Alaska Refineries		28,000

* Wilson, H.M., "North Slope Oil: A Bargin for Lower 48 Refineries", Oil and Gas Journal, April 21, 1980.

SOURCE: State of Alaska, Department of Natural Resources, Oil and Gas Conservation Commission. <u>Annual Statistical Report</u>.