

Fairbanks Pipeline Training Center Construction and Equipment Purchase

FY2013 Request: \$6,000,000
Reference No: 51795

AP/AL: Appropriation
Category: Development

Project Type: Workforce Dev
Recipient: Fairbanks Pipeline Training Center Trust
House District: Fairbanks Areawide (HD 7-11)

Location: Fairbanks Areawide

Impact House District: Fairbanks Areawide (HD 7-11)

Contact: Corine Geldhof

Estimated Project Dates: 07/01/2012 - 06/30/2017 **Contact Phone:** (907)465-5937

Brief Summary and Statement of Need:

The Fairbanks Pipeline Training Center (FPTC) is a public/private partnership that prepares Alaskans for work in the high-demand oil/gas and construction industries. This request will increase the training capacity of the state by expanding and improving infrastructure at FPTC. The funding will provide a grant to the FPTC to be used in combination with other funds toward constructing and equipping FPTC's central training facility. Equipment will include classroom and instruction equipment. FPTC supports the department's mission by preparing Alaskans for jobs.

Funding:	<u>FY2013</u>	<u>FY2014</u>	<u>FY2015</u>	<u>FY2016</u>	<u>FY2017</u>	<u>FY2018</u>	<u>Total</u>
Gen Fund	\$6,000,000						\$6,000,000
Total:	\$6,000,000	\$0	\$0	\$0	\$0	\$0	\$6,000,000

<input type="checkbox"/> State Match Required	<input type="checkbox"/> One-Time Project	<input type="checkbox"/> Phased - new	<input checked="" type="checkbox"/> Phased - underway	<input type="checkbox"/> On-Going
0% = Minimum State Match % Required		<input type="checkbox"/> Amendment	<input type="checkbox"/> Mental Health Bill	

Operating & Maintenance Costs:

	<u>Amount</u>	<u>Staff</u>
Project Development:	0	0
Ongoing Operating:	0	0
One-Time Startup:	0	
Totals:	0	0

Additional Information / Prior Funding History:

FY2006 \$1,500,000 UGF (Sec 1, Ch 3, FSSLA 05, Pg 5, Ln 8);
 FY2007 \$3,000,000 UGF (Sec 1, Ch 82, SLA 06, Pg 7, Ln 22);
 FY2008 \$2,700,000 UGF (Sec 4, Ch 30, SLA 07, Pg 85, Ln 28);
 FY2008 Supplemental \$3,000,000 Federal & \$3,000,000 UGF (Sec 10, Ch 29, SLA 08, Pg 68, Ln 20);
 FY2011 \$4,000,000 UGF (Sec 7, Ch 43, SLA 10, Pg 28, Ln 31);
 FY2012 \$2,000,000 UGF (Sec 1, Ch 5, FSSLA 11, Pg 87, Ln 15).

Project Description/Justification:

((Alaska Gasline Training Plan, Strategy 3.1a)

This request will fund a grant to the Fairbanks Pipeline Training Center (FPTC) to be used in combination with other funds to construct and equip FPTC's central training facility. The central training facility will provide office, classroom and shop space for training and certifying workers involved in the construction, operations and maintenance of a large diameter gas pipeline project or in

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other oil and gas infrastructure projects in Alaska; including the training and certifying of workers in oil spill and disaster response. This facility will also provide space for large group events such as career fairs for students, new product demonstrations, industry required safety and health certifications and the ongoing classroom pipeline orientation and skills demonstration training for trade apprentices learning the beginning aspects of arctic pipeline construction.

The facility is necessary to train the next generation of pipeline workers for building large diameter cross-country oil and gas pipelines, and train Alaskans for jobs that exist now to meet the North Slope current and future demand for skilled Alaskan workers.

The need to replace aging pipelines in Prudhoe Bay and adjoining fields following corrosion-related leaks, fuels projected need for more skilled pipeline workers. North Slope producers are putting additional efforts toward producing and maintaining old fields, including the giant fields of Prudhoe and Kuparuk. Work is also planned on new North Slope fields, such as BP's Liberty project, Eni's offshore Nikaitchuq field, and the offshore Ooguruk field that Pioneer Natural Resources started up last year.

This employment picture demands the department continue the innovative training strategies identified in Alaska's Oil and Gas Training Plan, developed with business and industry focusing on high wage, high demand occupations. This request will increase the training capacity of the state by expanding and improving infrastructure at the Fairbanks Pipeline Training Center.

Results Anticipated:

This project will move the Fairbanks Pipeline Training Center closer to being fully operational, expanding training capacity for additional participants.

The central training facility will be constructed in phases. The department intends to request \$2,000,000 per year until the remaining phases of this project are completed.