2011 Legislature TPS Report 56646v1

Agency: Commerce, Community and Economic Development

Grant Recipient: The Alaska Energy Authority

Project Title: Project Type: Remodel, Reconstruction and Upgrades

AEA - Cook Inlet Gas Gathering System Remodel

State Funding Requested: \$2,000,000 House District: Statewide (1-40)

One-Time Need

Brief Project Description:

Modify the Cook Inlet Gas Gathering System so that gas can flow from east to west, in addition to the current ability to flow from west to east.

Funding Plan:

Total Project Cost: \$2,000,000
Funding Already Secured: (\$0)
FY2012 State Funding Request: (\$2,000,000)
Project Deficit: \$0

Funding Details: None yet provided.

Detailed Project Description and Justification:

Natural gas is the primary fuel for electrical generation in the Railbelt. The reliability of gas supply and deliverability are of utmost concern to Railbelt utilities. The reliability of gas supply and deliverability can be increased if gas from the Kenai can be transported to the west side of Cook Inlet via the CIGGS pipeline that is currently one-way from west to east. Marathon Pipeline Company, the owner of CIGGS, is willing to make the valving changes necessary to allow gas to physically flow from east to west. This project will design and construct those valving changes. Marathon Pipeline and Chevron own the CIGGS line.

Project Timeline:

This is an estimated 1-year project, with concurrent expenditures.

Entity Responsible for the Ongoing Operation and Maintenance of this Project:

Marathon Pipeline Company

Grant Recipient Contact Information:

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Has this project been through a public review process at the local level and is it a community priority? X Yes No

For use by Co-chair Staff Only:

\$2,000,000 \$0proved

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