

An offshore oil and gas rig is shown at sunset or sunrise. The rig is illuminated by its own lights, and the sun is low on the horizon, creating a warm glow. The sky is a mix of blue and orange. The rig has a tall derrick and various structures. The water is dark, and there are some silhouettes of people or structures in the foreground.

Alaska's Oil and Gas Competitiveness Review Board

October 10, 2019

Oil and Gas Competitiveness Review Board

- ▶ Formed as part of SB 21
- ▶ Created to
 - ▶ Establish and maintain salient data regarding oil and gas exploration, development, and production
 - ▶ Advise the Alaska Legislature on the state's fiscal system, labor pool, and regulatory competitiveness
- ▶ Comprised of:
 - ▶ 2 public members
 - ▶ 3 administration department heads
 - ▶ 1 commissioner from the Alaska Oil and Gas Conservation Commission
 - ▶ 3 oil and gas subject matter experts
 - ▶ 2 industry trade group representatives
- ▶ Initial report was delivered to the legislature in March 2015 comparing Alaska's competitiveness to oil and gas producing peers around the world

Oil & Gas Competitiveness Review Board

CURRENT BOARD MEMBERSHIP

NAME	APPOINTED	REAPPOINTED	EXPIRES
Ford, G. Wyche Non-Profit Trade Association, Chair	03/14/2016	07/01/2018	07/01/2022
Tangeman, Bruce Commissioner/Revenue/Designee	08/28/2019		
Kent, Lynn Commissioner/DEC/Designee	12/14/2018		
Price, Jeremy Chair of AOGCC/Designee	10/01/2019		
Longan, Sara Commissioner/Natural Resources/Designee	01/10/2019		
Maloney, Tom Public Financial Analyst	07/01/2014	07/01/2016	07/01/2020
Moriarty, Kara Non-Profit Trade Association	07/01/2014	07/01/2017	07/01/2021
Pawlowski, Bob Public	3/14/2016	07/01/2016	07/01/2020
Reaves, David Public	09/25/2019		07/01/2021
Walsh, Tom Public/Geologist	3/14/2016	09/19/2019	07/01/2023
Van Dyke, William Public/Petroleum Engineer	6/21/2016		07/01/2019

What is Competitiveness

- Competitiveness is the cost of supply
 - Investment in Alaska's Oil and Gas Industry is affected by more than just our fiscal policy (royalties, property taxes, severance taxes, State corporate income taxes) *****
 - Regulatory environment Federal, State and Local**
 - Labor, equipment and service resources*
 - Infrastructure**
 - Logistics*
 - Time to market*
 - Proven and undiscovered potential reserves*
 - Existing well maintained oil and gas facilities serve as a platform to enable nearby prospects and the likelihood of additional discoveries
- All of these factors affect the cost of supply

*No Control to *****Controllable

How does Alaska compare?

- In almost all of the factors which affect cost of supply, Alaska has higher costs and increased risks
- *The primary controllable factor is Alaska's fiscal policy*

Oil & Gas Competitiveness Review Board

- *Board stands ready as a resource to the Legislature to evaluate the broad range of issues that affect competitiveness*
- *Role is to provide factual information not policy*

THANK YOU

For additional information please contact:



Genevieve Wojtusik

Oil & Gas Competitiveness Review Board Liaison

genevieve.wojtusik@alaska.gov

O&GCR Board Website Location:

dor.alaska.gov