



FAIRBANKS NORTH STAR BOROUGH ASSEMBLY
INTERIOR ENERGY PROJECT
QUARTERLY UPDATE – Q1 2020

FEBRUARY 20, 2020

Interior Energy Project

PURPOSE AND GOALS

“...to bring low-cost energy to as many residents and businesses of Interior Alaska as possible, as quickly as possible...”

Stabilize the Economy
Help Improve Air Quality

Nitrogen purged,
and cool down
completed
11/27/2019

Tank in Commercial
Operation
12/18/2019

RCA notified of
Commercial Operation
as required by CPCN

5.25 MM Gallon Storage Project



North Pole Storage



Contract awarded to
Cornerstone General
Contractors.



TITAN EXPANSION 100,000 GALLON PER DAY CAPACITY



65% Design work Complete

Budget Analysis & Final Investment Decision
Forthcoming

Marketing & Service Activities

Current & Upcoming Marketing Activities:

- Keller Supply Breakfast & Learn
- Burnham Dinner & Learn
- Video Tour with Mayor Ward
- UAF Principles of Marketing
- C-PACE
- Conversion Group

2019 Service Line Installs:

- | | |
|---------------|----|
| ◦ Commercial | 20 |
| ◦ Residential | 30 |
| ◦ Total | 50 |

2020 Service Line Applications:

- | | |
|---------------|----|
| ◦ Commercial | 25 |
| ◦ Residential | 43 |
| ◦ Total | 68 |



**Service line
installations
begin
this June.
Sign up now!**



interiorgas.com

Financing Activities

2/11/2020 –

IGU Board approved the consolidation of entities

2/18/2020 –

Documents related to the increase of the SETS loan from \$135MM to \$139MM executed and recorded

2/19/2020 –

IGU Board Bond Authorization

Total Bond Issuance of up to \$78MM

Next Steps...

- Natural Gas Conversion Program Advanced. Continued cooperation and coordination with the FNSB on programs such as the Wood Stove Exchange, Ordinance 2019-45 and SB175 and HB 232, “An act relating to a municipal air quality improvement tax credit; and relating to a municipal energy efficient new construction tax credit.”
- Implementation of Combined Utility Integration & Transition Plan
- Additional IGU Policy Development and Implementation
- Evaluate Titan FEED Work and Consider Final Investment Decision
- Finalize Natural Gas Feed Stock Availability and Negotiations for Future Supply
- Public Relations and Marketing including new Website



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