ADDITIONAL REGULATION NOTICE INFORMATION (AS 44.62.190(d))

- 1. Adopting agency: <u>Department of Natural Resources</u>
- 2. General subject of regulation: <u>Payment methods</u>, <u>bidding methods</u>, <u>requirements for bid</u> <u>submission</u>, <u>requirements for applications</u>, <u>rental provisions</u>, <u>and definitions regarding</u> <u>mineral leasing</u>.
- Citation of regulation (may be grouped): <u>11 AAC 04.010; 11 AAC 04.020;</u>
 <u>11 AAC 04.030; 11 AAC 04.040; 11 ACC 04.050; 11 AAC 04.060; 11 AAC 05.110;</u>
 <u>11 AAC 82.205; 11 AAC 82.400; 11 AAC 82.405; 11 AAC 82.420; 11 AAC 82.423;</u>
 <u>11 AAC 82.425; 11 AAC 82.430; 11 AAC 82.435; 11 AAC 82.440; 11 AAC 82.450;</u>
 <u>11 AAC 82.465; 11 AAC 82.466; 11 AAC 82.615; 11 AAC 82.650; 11 AAC 83.110;</u>
 <u>11 AAC 83.111; 11 AAC 83.400; 11 AAC 83.520; 11 AAC 88.105; 11 AAC 88.115;</u>
 <u>11 AAC 88.130; 11 AAC 88.135; 11 AAC 88.140; 11 AAC 88.145; 11 AAC 88.185</u>
- 4. Department of Law file number, if any: <u>2018200747</u>
- 5. Reason for the proposed action:
 - () Compliance with federal law or action (identify): _____
 - () Compliance with new or changed state statute
 - () Compliance with federal or state court decision (identify):
 - () Development of program standards
 - (X) Other (identify): <u>Proposed changes facilitate electronic bidding and electronic filing</u> of applications. Proposed changes facilitate updated leasing payment methods. <u>Proposed changes update leasing definitions.</u>
- 6. Appropriation/Allocation: Office of the Governor/Department of Natural Resources
- 7. Estimated annual cost to comply with the proposed action to:

A private person: <u>\$150 per application for a transfer of interest in an oil and gas or gas</u> only lease or exploration license, or a gas storage lease. A bid service charge to compensate a third-party vendor hosting an online disposal. Another state agency: <u>\$0</u> A municipality: <u>\$0</u> 8. Cost of implementation to the state agency and available funding (in thousands of dollars):

Operating Cost Capital Cost	Initial Year FY <u>2020</u> <u>\$0</u> <u>\$0</u>	Subsequent Years <u>\$0</u> <u>\$0</u>
1002 Federal receipts	<u>\$0</u>	<u>\$0</u>
1003 General fund match	<u>\$0</u>	<u>\$0</u>
1004 General fund	<u>\$0</u>	<u>\$0</u>
1005 General fund/program	<u>\$0</u>	<u>\$0</u>
Other (identify)	<u>\$0</u>	<u>\$0</u>

9. The name of the contact person for the regulation:

Name: <u>Kyle Smith</u> Title: <u>Petroleum Land Manager</u> Address: <u>550 W 7th Avenue, Suite 1100, Anchorage, AK 99501</u> Telephone: <u>(907)269-8800</u> E-mail address: <u>dog.leasing@alaska.gov</u>

- 10. The origin of the proposed action:
 - \underline{X} Staff of state agency
 - _____ Federal government
 - _____ General public
 - _____ Petition for regulation change⁷
 - Other (identify):_____

11. Date: July 12, 2019

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Prepared by:_______ Name (printed): <u>Marta Mueller</u> Title (printed): <u>Natural Resource Specialist IV</u> Telephone: (907)269-8800