

November 5, 2014

NOTICE OF SALE CANYON CREEK COMPETITIVE COAL LEASE SALE

The Alaska Department of Natural Resources (DNR), Division of Mining, Land and Water (DMLW) is giving notice pursuant to AS 38.05.945(a)(4) that it is offering state lands for competitive coal lease in the Canyon Creek area of the Susitna Basin. The sale will be by competitive sealed bid auction with cash bonus bidding variable. This notice and other information are available on the State of Alaska Online Public Notice System at <http://aws.state.ak.us/OnlinePublicNotices/>, <http://dnr.alaska.gov/mlw/hottopics/index.cfm> or <http://dnr.alaska.gov/mlw/mining/index.cfm>.

Lease Area - The Canyon Creek coal lease sale contains a single 13,160 acre tract. The tract consists of state-owned uplands located in the Susitna Valley. The lease sale area is located along the southeast flank of the Alaska Range, in a north-south belt approximately 10 miles long and 2 miles wide within Townships 19 -21 North, Ranges 13 and 14 West, Seward Meridian.

Bidder Qualification Information – Must be received no later than Friday, January 2, 2015 by 4:00 p.m. Qualification documents may be hand delivered or mailed to DMLW Mining Section, Attn: Bill Cole, Suite 900B of the Atwood Building, 550 West 7th Avenue, Anchorage, Alaska 99501-3577.

Bid Submission – Bids must be received no later than 4:00 p. m. Monday, January 12, 2015. Hand-carried bids may be delivered between 9:00 a. m. and 4:00 p. m. **January 12, 2015 to** the DMLW Mining Section offices in Suite 900B of the Atwood Building, located at 550 West 7th Avenue, Anchorage, Alaska. Mailed bids and bids sent by delivery service must be sent to the DNR Division of Mining, Land and Water, Attn: Bill Cole, 550 West 7th Avenue Suite 900B, Anchorage, Alaska 99501-3577. No bids or supporting material received or submitted to DMLW after this deadline will be accepted.

Bid Opening – Wednesday, January 14, 2015 from 10:00 a.m. until all bids are read **in** Room 1270 of the Atwood Building, 550 West 7th Avenue, Anchorage, Alaska.

Sale Documents - Complete details regarding the Canyon Creek coal lease sale, including Notice of Sale, Sale Announcement and Instructions to Bidders, lease form, Qualification Statement Form, Bid Form for the Canyon Creek Coal Lease Sale, and lease tract map are on the DMLW website at <http://aws.state.ak.us/OnlinePublicNotices/>, <http://dnr.alaska.gov/mlw/hottopics/index.cfm> or <http://dnr.alaska.gov/mlw/mining/index.cfm> .

These documents are also available in the following locations:

Public libraries in Palmer, and Wasilla; the Matanuska-Susitna Planning Department offices in Palmer; the Anchorage Municipal Clerk's office; and the Z.J. Loussac Public Library in Anchorage.

If unable to access this information, call the Mining Section at (907) 269-8648 or email at william.cole@alaska.gov.

Sale Terms and Conditions

Bidding Method	Bid Variable	Minimum Bid	Royalty Rate	Lease Term	Annual Rental Rate
Sealed Bid Auction	Cash Bonus	\$65,800.00	5% Fixed	Indeterminate Period upon condition of diligent development and continued operation	\$3.00 per acre

Best Interest Findings to Offer Coal Leases - The Coal Lease sale is being held under AS 38.05.035(e)(6) and AS 38.05.150. On July 5, 2013, DMLW issued its Final Finding and Decision regarding the Competitive Coal Lease Sale in the Canyon Creek Area, Alaska, ADL 553937.

The Competitive Coal Lease Sale in the Canyon Creek Area final best interest finding and appendices are available on the DMLW website at <http://dnr.alaska.gov/mlw/hottopics/index.cfm>, <http://dnr.alaska.gov/mlw/mining/index.cfm>, and at the DMLW, Mining Section Office in Anchorage.

Americans with Disabilities Act Compliance - The State of Alaska, DNR, DMLW complies with Title II of the Americans with Disabilities Act 1990. This publication will be made available in alternative communication formats upon request. Please call the Mining Section at (907) 269-6848 or email william.cole@alaska.gov to make any necessary arrangements.