

Submitted by: Chair of the Assembly at the Request
of the Mayor

Prepared by: Municipal Light and Power

For reading: January 24, 2006

ANCHORAGE, ALASKA

AR NO. 2006- 22

1 A RESOLUTION OF THE ANCHORAGE MUNICIPAL ASSEMBLY AUTHORIZING
2 MUNICIPAL LIGHT AND POWER TO TRANSFER, NOT TO EXCEED, THREE HUNDRED
3 THOUSAND DOLLARS (\$300,000) TO THE ALASKA RAILBELT ENERGY AUTHORITY, A
4 JOINT ACTION AGENCY, TO PAY ITS SHARE OF THE ADMINISTRATIVE AND
5 OVERHEAD COSTS FOR FISCAL YEAR 2006
6
7

8 WHEREAS, on July 26, 2005, the Anchorage Assembly approved a resolution which
9 authorized Municipal Light and Power to enter into an agreement with Chugach Electric
10 Association and Golden Valley Electric Association to create the Alaska Railbelt Energy
11 Authority (AREA), a joint action agency; and
12

13 WHEREAS, as stated in the Agreement, "the initial purpose of the Authority is to
14 investigate, evaluate, and improve cooperation of the Member Utilities and coordination of
15 electric generation and/or transmission services involving Projects of the Authority and to do
16 such other things as may be permitted by law that further the interest of the Member Utilities";
17 and
18

19 WHEREAS, Section 3. (b) in the Agreement states that each member "is obligated to
20 pay its share of the administrative and overhead costs of the Authority;" and
21

22 WHEREAS, the proposed budget for the AREA for fiscal year 2006 is \$900,000 and
23 Municipal Light and Power's contribution is one-third of this amount, not to exceed, Three-
24 hundred Thousand Dollars (\$300,000).
25

26 NOW, THEREFORE, the Anchorage Assembly resolves:
27

28 **Section 1:** That in accordance with the Joint Action Agency Agreement relating to the
29 Alaska Railbelt Energy Authority, Municipal Light and Power is authorized to transfer the
30 amount of Three-hundred Thousand Dollars (\$300,000) to the Authority to pay its share of
31 administrative and overhead costs for fiscal year 2006.
32

33 **Section 2:** That this resolution shall take effect immediately upon passage and
34 approval.
35

36 PASSED AND APPROVED by the Anchorage Assembly this 24th day of
37 January, 2006.
38

39 Annast. Jarchough
40 Chair
41

42 ATTEST:
43

44 [Signature]
45 Municipal Clerk

Departmental Authorization: \$300,000
Municipal Light and Power



MUNICIPALITY OF ANCHORAGE
ASSEMBLY MEMORANDUM
NO. AM 51 -2006

Meeting Date: January 24, 2006

From: Mayor Begich

Subject: A RESOLUTION AUTHORIZING MUNICIPAL LIGHT AND POWER TO TRANSFER, NOT TO EXCEED, THREE HUNDRED THOUSAND DOLLARS (\$300,000) TO THE ALASKA RAILBELT ENERGY AUTHORITY TO PAY ITS SHARE OF THE ADMINISTRATIVE AND OVERHEAD COSTS FOR FISCAL YEAR 2006

On July 26, 2005, the Anchorage Assembly approved a resolution which authorized Municipal Light and Power (ML&P) to enter into an agreement with Chugach Electric Association and Golden Valley Electric Association to create the Alaska Railbelt Energy Authority (AREA), a joint action agency.

After the Assembly approved ML&P's participation, the three utilities signed a joint action agency agreement relating to the AREA. Section 3. (b) of the agreement states that each member "is obligated to pay its share of the administrative and overhead costs of the Authority." During worksessions held in both May and July 2005, the Assembly was advised that there would be some administrative and overhead costs which would be borne equally. The proposed budget for the AREA for 2006 is \$900,000, and the attached resolution is submitted to request approval to transfer funds from Municipal Light and Power to the AREA to cover its share, not to exceed, \$300,000.

THE ADMINISTRATION RECOMMENDS APPROVAL OF AR 2006- 22 AUTHORIZING ML&P TO TRANSFER ITS SHARE OF ADMINISTRATIVE AND OVERHEAD COSTS TO THE ALASKA RAILBELT ENERGY AUHORITY FOR FISCAL YEAR 2006.

Fund Certification: Jeffrey E. Sinz, Chief Fiscal Officer
530-M1000-9302-M9302 – BY 2006 - \$300,000
(2006 Operating)

Recommended by: James M. Posey, General Manager-ML&P

Concurred by: Denis C. LeBlanc, Municipal Manager

Respectfully submitted: Mark Begich, Mayor

Content Information**Type:** AM_CitingFunds - Citing Funds MemorandumA RESOLUTION AUTHORIZING MUNICIPAL LIGHT AND POWER TO
TRANSFER, NOT TO EXCEED, THREE HUNDRED THOUSAND**Title:** DOLLARS (\$300,000) TO THE ALASKA RAILBELT ENERGY
AUTHORITY TO PAY ITS SHARE OF THE ADMINISTRATIVE AND
OVERHEAD COSTS FOR FISCAL YEAR 2006**Author:** curtiscr2**Initiating Dept:** MLP**Review Depts:** OMB, Finance, MuniManager**Date Prepared:** 12/29/05 3:16 PM**Director Name:** James M. Posey**Assembly****Meeting Date** 1/24/06**MM/DD/YY:****Public Hearing****Date** 2/14/06**MM/DD/YY:**2005 JAN 13 PM 2:22
CLEANS OFFICE
M.O.A.**Workflow History**

<u>Workflow Name</u>	<u>Action Date</u>	<u>Action</u>	<u>User</u>	<u>Security Group</u>	<u>Content ID</u>
CitingFundsWorkflow	12/29/05 3:19 PM	Checkin	gray-jackson	Public	003602
MLP_SubWorkflow	1/5/06 10:30 AM	Approve	poseyjm	Public	003602
OMB_SubWorkflow	1/5/06 3:25 PM	Approve	mitsonjl	Public	003602
Finance_SubWorkflow	1/6/06 12:37 PM	Approve	sinzje	Public	003602
MuniManager_SubWorkflow	1/12/06 7:05 PM	Checkin	curtiscr2	Public	003602
MuniManager_SubWorkflow	1/13/06 9:15 AM	Approve	leblancdc	Public	003602
MuniMgrCoord_SubWorkflow	1/13/06 10:53 AM	Approve	abbottmk	Public	003602