

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

Prepared by: Municipal Light and Power

For reading: January 23, 2007

CLERK'S OFFICE

APPROVED

Date: 1-23-07

ANCHORAGE, ALASKA

AR NO. 2007- 18

A RESOLUTION OF THE ANCHORAGE MUNICIPAL ASSEMBLY AUTHORIZING
MUNICIPAL LIGHT AND POWER TO TRANSFER, NOT TO EXCEED, TWO HUNDRED
THOUSAND DOLLARS (\$200,000) TO THE ALASKA RAILBELT ENERGY AUTHORITY, A
JOINT ACTION AGENCY, TO PAY ITS SHARE OF ADMINISTRATIVE, OVERHEAD, AND
PROJECT SPECIFIC COSTS FOR FISCAL YEAR 2007

WHEREAS, on October 30, 2006, the Alaska Railbelt Energy Authority (AREA) Board of
Directors approved its 2007 budget; and

WHEREAS, in the Joint Action Agency Agreement relating to the AREA, Section 3. (b)
States that each member "is obligated to pay its share of the administrative and overhead costs
of the Authority;" and

WHEREAS, Section 3. (b) Also states that "all Project specific costs, including Project
feasibility analysis, shall be allocated by separate agreement to Member Utilities participating in
such Project." and

WHEREAS, the approved budget includes an amount for a project feasibility analysis
relating to the Fire Island Wind Farm, and Municipal Light and Power – a Member Utility – has
agreed to participate in such project.

NOW, THEREFORE, the Anchorage Assembly resolves:

Section 1: That in accordance with the Joint Action Agency Agreement relating to the
Alaska Railbelt Energy Authority, Municipal Light and Power is authorized to transfer the
amount of Two Hundred Thousand Dollars (\$200,000) to the AREA to pay its share of
administrative, overhead, and project specific costs for fiscal year 2007.

Section 2: That this resolution shall take effect immediately upon passage and
approval.

PASSED AND APPROVED by the Anchorage Assembly this 23rd day of
January, 2007.

Dan Sullivan
Chair

ATTEST:

Shirley S. Jones
Municipal Clerk

Departmental Authorization: \$200,000
Municipal Light and Power

EGJ/2006RESOLUTIONS/AR11

AM 55-2007



MUNICIPALITY OF ANCHORAGE
ASSEMBLY MEMORANDUM
NO. AM 55-2007

Meeting Date: January 23, 2007

From: Mayor Begich

Subject: A RESOLUTION AUTHORIZING MUNICIPAL LIGHT AND POWER TO TRANSFER, NOT TO EXCEED, TWO HUNDRED THOUSAND DOLLARS (\$200,000) TO THE ALASKA RAILBELT ENERGY AUTHORITY TO PAY ITS SHARE OF ADMINISTRATIVE, OVERHEAD, AND PROJECT SPECIFIC COSTS FOR FISCAL YEAR 2007

During its October 30, 2006 Alaska Railbelt Energy Authority (AREA) Board meeting, the 2007 annual budget was approved. The approved budget is based on the anticipation that both the City of Seward and Chugach Electric Association, Inc. will join the AREA in 2007. At this time, the budget does not include funding for future project acquisitions, but AREA has commenced operations and is ready to accept the transfer of publicly-owned railbelt energy assets if the legislature requests. If this occurs during the 2007 budget year, the Board will review and approve a revised budget and a request for transfer of additional funds from all member utilities will be necessary.

AREA's Joint Action Agency Agreement requires that each member utility pay its annual share of the administrative and overhead costs of AREA. The Agreement also allows for a member utility to separately participate in project-feasibility analysis and individually contribute funding for such project. In addition to ML&P's share of administrative and overhead costs, the Utility also desires to participate in the on-going feasibility analysis relating to the Fire Island Wind Project. The request for funding includes allowance for the Fire Island feasibility analysis, as well as administrative and overhead costs.

The attached resolution is being submitted to request approval to transfer funds from Municipal Light and Power to AREA in an amount not to exceed, \$200,000.

THE ADMINISTRATION RECOMMENDS APPROVAL OF AR 2007-18 AUTHORIZING ML&P TO TRANSFER \$200,000 AS ITS CONTRIBUTION TO THE ALASKA RAILBELT ENERGY AUTHORITY FOR FISCAL YEAR 2007.

Fund Certification: Jeffrey E. Sinz, Chief Fiscal Officer
530-M1000-9302-M9302 – BY 2007 - \$200,000
(2007 Operating)

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

Concurred by: Denis C. LeBlanc, Municipal Manager

Respectfully submitted: Mark Begich, Mayor

Content Information**Content ID :** 004599**Type:** AR_AllOther - All Other ResolutionsA RESOLUTION OF THE ANCHORAGE MUNICIPAL ASSEMBLY
AUTHORIZING MUNICIPAL LIGHT AND POWER TO TRANSFER,**Title:** NOT TO EXCEED, TWO HUNDRED THOUSAND DOLLARS
(\$200,000) TO THE ALASKA RAILBELT ENERGY AUTHORITY, A
JOINT ACTION AGENCY, TO PAY ITS SHARE OF ADMINISTRATIVE,**Author:** gray-jackson**Initiating Dept:** MLP**Review Depts:** MLP, Finance, MuniManager**Date Prepared:** 12/1/06 1:02 PM**Director Name:** James M. Posey**Assembly****Meeting Date** 1/23/07**MM/DD/YY:**M.O.A.
2007 JAN 12 PM 1:01
CLERK'S OFFICE**Workflow History**

<u>Workflow Name</u>	<u>Action Date</u>	<u>Action</u>	<u>User</u>	<u>Security Group</u>	<u>Content ID</u>
AllOtherARWorkflow	12/1/06 1:05 PM	Checkin	gray-jackson	Public	004599
MLP_SubWorkflow	12/1/06 2:37 PM	Approve	davidovicslr	Public	004599
Finance_SubWorkflow	12/6/06 2:47 PM	Approve	sinzje	Public	004599
MuniManager_SubWorkflow	12/8/06 9:59 AM	Approve	leblancdc	Public	004599
MuniMgrCoord_SubWorkflow	1/12/07 11:24 AM	Approve	abbottmk	Public	004599