

CLERK'S OFFICE

APPROVED

Date: 8-28-07

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

Prepared by: Municipal Light & Power

For reading: August 14, 2007

ANCHORAGE, ALASKA

AR No. 2007- 178

A RESOLUTION OF THE ANCHORAGE MUNICIPAL ASSEMBLY APPROPRIATING EIGHT MILLION FOUR HUNDRED THOUSAND DOLLARS (\$8,400,000) FROM MUNICIPAL LIGHT AND POWER'S RETAINED EARNINGS (NET ASSETS) TO MUNICIPAL LIGHT AND POWER (FUND 531) AND REVISING THE 2007 MUNICIPAL LIGHT & POWER CAPITAL IMPROVEMENT BUDGET

WHEREAS, in budget year 2007, the Utility has higher than expected expenditures due to the scope and timing of capital intensive major projects necessary for the Beluga River Unit; now, therefore,

THE ANCHORAGE ASSEMBLY RESOLVES:

Section 1: The sum of EIGHT MILLION FOUR HUNDRED THOUSAND DOLLARS (\$8,400,000) is appropriated to Municipal Light and Power (Fund 531) from Municipal Light and Power's Retained Earnings (Net Assets) and the 2007 Municipal Light & Power Capital Improvement Budget is hereby revised as follows:

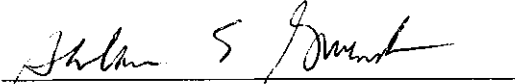
Budget Fund	Utility	2007 Revised Capital Budget
531	Municipal Light & Power	\$69,067,000

Section 2: That this resolution shall take effect immediately upon passage and approval by the Anchorage Assembly.

PASSED AND APPROVED by the Anchorage Assembly this 28th day of August, 2007.


Chairman

ATTEST:


Municipal Clerk



MUNICIPALITY OF ANCHORAGE

ASSEMBLY MEMORANDUM

No. AM 477 / -2007

Meeting Date: August 14, 2007

FROM: Mayor

SUBJECT: Revision of the 2007 Municipal Light & Power (ML&P) Capital Budget

Municipal Light and Power owns a one-third interest in the Beluga River Gas Field. The field operator for the Beluga River Unit (BRU), ConocoPhillips, has estimated 2007 capital spending to increase substantially over the approved capital budget. This is a capital intensive year at the BRU with major projects including compression facilities, sand production mitigation, water handling expansion and a 3-D seismic survey. The sand production mitigation and water handling expansion project was not identified during the budget process but is now seen as being required as the reservoir pressure has declined accelerating the need for these facilities. The expenditures associated with the 3-D seismic survey have increased substantially due to tight industry supply, service conditions and environmental compliance costs.

Therefore, the attached resolution increases ML&P's 2007 Capital budget appropriation by \$8,400,000 for expenditures necessary to fund our one-third share of the capital projects for the BRU.

THE ADMINISTRATION RECOMMENDS APPROVAL OF ASSEMBLY RESOLUTION 2007-
178 APPROPRIATING EIGHT MILLION FOUR HUNDRED THOUSAND DOLLARS
(\$8,400,000) TO MUNICIPAL LIGHT & POWER'S 2007 CAPITAL FUND (531) AND REVISING
THE 2007 MUNICIPAL LIGHT & POWER CAPITAL BUDGET.

Prepared by: James M. Posey, General Manager, Municipal Light & Power

Fund Certification: Jeffrey E. Sinz, Chief Fiscal Officer

531-M8040-1071-M1071 BP 2007 \$8,400,000 Capital Funds

Concur: Denis C. LeBlanc, Municipal Manager

Respectfully submitted: Mark Begich, Mayor

Content Information**Content ID :** 005326**Type:** AR_FundsApprop - Funds Approp ResolutionA RESOLUTION OF THE ANCHORAGE MUNICIPAL ASSEMBLY
APPROPRIATING EIGHT MILLION FOUR HUNDRED THOUSAND**Title:** DOLLARS (\$8,400,000) FROM MUNICIPAL LIGHT AND POWER'S
RETAINED EARNINGS (NET ASSETS) TO MUNICIPAL LIGHT AND
POWER (FUND 531) AND REVISING THE 2007 MUNICIPAL**Author:** gray-jackson**Initiating Dept:** MLP**Review Depts:** MLP, OMB, Finance, MuniManager**Date Prepared:** 8/3/07 12:12 PM**Director Name:** James M. Posey**Assembly****Meeting Date** 8/14/07**MM/DD/YY:****Public Hearing****Date** 8/28/07**MM/DD/YY:**M.O.A
2007 AUG - 7 AM 11:22
CLERKS OFFICE**Workflow History**

Workflow Name	Action Date	Action	User	Security Group	Content ID
FundsAppropWorkflow	8/3/07 12:20 PM	Checkin	gray-jackson	Public	005326
MLP_SubWorkflow	8/3/07 1:42 PM	Approve	poseyjm	Public	005326
OMB_SubWorkflow	8/3/07 2:27 PM	Approve	mitsonjl	Public	005326
Finance_SubWorkflow	8/3/07 4:16 PM	Approve	sinzje	Public	005326
MuniManager_SubWorkflow	8/3/07 4:37 PM	Approve	abbottmk	Public	005326
MuniMgrCoord_SubWorkflow	8/3/07 4:37 PM	Approve	abbottmk	Public	005326