RESOLUTION OF THE ALASKA INDUSTRIAL DEVELOPMENT AND EXPORT AUTHORITY APPROVING AMENDMENT TO LOAN AGREEMENT WITH THE INTERIOR GAS UTILITY

WHEREAS, the Alaska Industrial Development and Export Authority (the “Authority”) previously made a loan to the Interior Alaska Natural Gas Utility, which is also known to the Interior Gas Utility (“IGU”);

WHEREAS, the loan to IGU was made under the Authority’s sustainable energy transmission and supply development (“SETS”) program, and the SETS loan was a part of the Interior Energy Project that the Authority has been pursuing;

WHEREAS, the SETS loan to IGU is documented in the Amended and Restated Loan Agreement dated as of April 2, 2015;

WHEREAS, IGU has requested that the scope of the existing SETS loan be modified so as to permit loan proceeds to be used to pay for costs IGU incurred in working on the physical and business integration of the two Fairbanks area natural gas utilities, IGU and Fairbanks Natural Gas, LLC (“FNG”);

WHEREAS, the approval of a project plan for the Interior Energy Project as required by Section 9 of HB 105 (ch. 39, SLA 2015 (SCS CSHB 105(FIN) am S)) allows the Authority to legally consider modifying the existing SETS loan as IGU has requested;

WHEREAS, modifying the SETS loan as requested is in conformance with the governing statutes of the Authority’s SETS program; and

WHEREAS, the integration of two Fairbanks area natural gas utilities is in furtherance of the goals of the Interior Energy Project and is in the best interests of the Authority;
NOW, THEREFORE, BE IT RESOLVED BY THE ALASKA INDUSTRIAL DEVELOPMENT AND EXPORT AUTHORITY AS FOLLOWS:

Section 1. The Authority is authorized and directed to modify the existing SETS loan to IGU so as to permit loan proceeds to be used for costs IGU incurred in working on the physical and business integration of IGU and FNG.

Section 2. The Executive Director is authorized to negotiate and execute a loan modification agreement and all other documents and instruments that the Executive Director determines are necessary or convenient to carrying the purposes of this resolution.

Dated at Anchorage, Alaska, this 21st day of September 2017.

Chair

Secretary