WHEREAS, the Alaska Industrial Development and Export Authority (the “Authority”) is pursuing the Interior Energy Project to bring additional supplies of natural gas to Interior Alaska;

WHEREAS, the Alaska State Legislature, in the FY2014 capital budget, appropriated $57,500,000 to the Authority for use in advancing an Alaska liquefied natural gas production plant and distribution systems to serve Interior Alaska as a primary market;

WHEREAS, the Authority has been working on proposed transactions with the Interior Gas Utility (“IGU”) through which the Authority would sell Pentex Alaska Natural Gas Company, LLC to IGU and the Authority would provide financing to IGU for development of additional LNG production capacity and the expanded distribution of natural gas to Fairbanks and North Pole;

WHEREAS, the Authority’s work on the proposed transactions with IGU is in furtherance of the HB 105 plan the Authority adopted for the Interior Energy Project and this work has advanced an Alaska liquefied natural gas production plant and distribution systems to serve Interior Alaska as a primary market;

WHEREAS, the Authority has incurred in excess of $350,000 in costs to date in working on the proposed transactions with IGU, which costs were for the Authority’s financial advisor, legal counsel and the Authority’s own staff; and
WHEREAS, using a portion of the FY2014 capital budget appropriation to pay for the Authority's costs in working on the proposed transactions with IGU is in accordance with the purpose for which the appropriation was made 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 to pay the costs it has incurred in working on the proposed transactions with IGU, up to a maximum amount of $350,000, from the FY 2014 capital budget appropriation.

Section 2. The Executive Director is authorized and directed to sign all documents and to take all other actions necessary or convenient to accomplishing the purpose of this Resolution.

DATED at Anchorage, Alaska this 7th day of December, 2017.

Chair

Secretary