

ALASKA INDUSTRIAL DEVELOPMENT AND EXPORT AUTHORITY

RESOLUTION NO. G20-05

**RESOLUTION OF THE ALASKA INDUSTRIAL DEVELOPMENT
AND EXPORT AUTHORITY APPROVING LOAN UNDER THE AK
SHIP PROGRAM TO DRAKE INVESTMENTS LLC TO FINANCE
SHIPYARD WORK ON THE BARGE *KOTZEBUE SOUND***

WHEREAS, the Board of the Alaska Industrial Development and Export Authority (the “Authority”) created the Alaska Ship Home-porting for Improvements Program (“AK SHIP”) to provide up to \$10 million in loans to vessel owners that have repair, overhaul and maintenance work done at Alaska shipyards;

WHEREAS, the Authority has received an application from Drake Investments LLC for an AK SHIP loan to finance repair and refurbishment work now underway on the barge *Kotzebue Sound* at the Seward, Alaska shipyard operated by JAG Alaska, Inc.;

WHEREAS, the proposed loan would be in the principal amount of \$1,500,000 and on the terms and conditions outlined in the memorandum the staff has provided to the Board;

WHEREAS, the barge *Kotzebue Sound* qualifies as a “plant or facility” under the Authority’s statutes and is eligible for development project financing through AK SHIP and the Economic Development Account; and

WHEREAS, making the loan for the work on the barge *Kotzebue Sound* will support continued employment at the Seward shipyard and thereby will be in furtherance of the Authority’s statutory mission.

NOW, THEREFORE, BE IT RESOLVED BY THE ALASKA INDUSTRIAL DEVELOPMENT AND EXPORT AUTHORITY AS FOLLOWS:

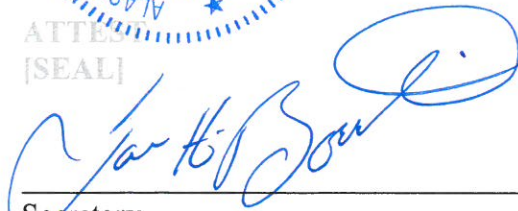
Section 1. The loan to Drake Investments LLC under AK SHIP to finance shipyard work on the barge *Kotzebue Sound* is approved. The Authority shall make a loan to Drake Investments LLC as outlined in the “Summary of Terms” portion of the memorandum provided to the Board for this Resolution, with any additional terms and any non-material variations from the “Summary of Terms” that the Executive Director, in his discretion, determines to be appropriate.

Section 2. The Executive Director is authorized to execute and deliver all loan documents necessary to make the loan to Drake Investments LLC under AK SHIP. The Executive Director is authorized to disburse money from the Economic Development Account of the Revolving Fund pursuant to the final, executed loan documents to fund the loan. The Executive Director is further authorized to take all other actions necessary or convenient to perform the Authority's obligations under the loan documents or to implementing the intent of this Resolution.

Dated at Anchorage, Alaska, this 4th day of March 2020.



ATTEST
[SEAL]



Secretary



Chair