**ALASKA INDUSTRIAL DEVELOPMENT AND EXPORT AUTHORITY**

**RESOLUTION NO. G26-12**

**A RESOLUTION OF THE BOARD OF DIRECTORS OF THE ALASKA INDUSTRIAL DEVELOPMENT AND EXPORT AUTHORITY AUTHORIZING FEDERAL FUNDING APPLICATIONS AND APPROVING NON-FEDERAL SHARES FOR KETCHIKAN SHIPYARD PROJECTS**

**WHEREAS**, the Alaska Industrial Development and Export Authority ("AIDEA" or the "Authority") is a public corporation of the State of Alaska established under AS 44.88 and authorized to finance, acquire, own, develop, and operate development projects within the State; and

**WHEREAS**, the Authority owns the Ketchikan Shipyard located in Ketchikan, Alaska; and

**WHEREAS**, the Authority is pursuing infrastructure, drydock, workforce development, project readiness, planning, and maritime industry development initiatives to support the continued operation and expansion of the Ketchikan Shipyard; and

**WHEREAS**, the Authority intends to apply to the U.S. Economic Development Administration ("EDA") for Public Works funding for the Drydock #3 Phase 1: Southeast Berth Reconstruction project, which will reconstruct the southeast berth and create a usable repair berth with the ability for Drydock #3 to tie up to the berth in the future, at a planned total project cost of $20,000,000; and

**WHEREAS**, the Authority intends to apply to EDA for FY2025 Disaster Supplemental Implementation funding for construction of the Drydock #3 First Unit, consisting of three modular drydock sections that will be fabricated, launched, and joined in Ketchikan into an independently operable floating drydock, at a planned total project cost of $46,400,000; and

**WHEREAS**, the Authority intends to apply to EDA for FY2025 Disaster Supplemental Implementation funding for the Ketchikan Shipyard Trades Pipeline, a non-construction maritime workforce development project supporting workforce training and career pathways related to shipyard and maritime trades, at a planned total project cost of $1,999,089.79; and

**WHEREAS**, the Authority intends to apply to EDA for FY2025 Disaster Supplemental Readiness funding for Drydock #3 Remaining Sections Financing and Permitting Readiness, a non-construction predevelopment project intended to prepare the remaining sections of Drydock #3 beyond the First Unit for future financing and permitting activities, at a planned total project cost of $600,000; and

**WHEREAS**, the Authority intends to pursue the Ketchikan Ferry Berth Replacement and Shipyard Access Planning project through a future U.S. Department of Transportation ("USDOT") BUILD planning funding opportunity, if an applicable funding opportunity is published, at a planned total project cost of $3,885,077; and

**WHEREAS**, the Authority intends to pursue the Southern Southeast Alaska Maritime Supplier and Entrepreneur Accelerator through a future U.S. Department of Agriculture Rural Development Rural Innovation Stronger Economy ("RISE") funding opportunity, if an applicable funding opportunity is published, at a planned total project cost of $937,500; and

**WHEREAS**, federal funding agencies require applicants to identify and commit non-federal matching funds in connection with federal awards; and

**WHEREAS**, the Authority has identified the non-federal shares described in this Resolution and desires to authorize those shares in support of the applications identified herein; and

**NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE ALASKA INDUSTRIAL DEVELOPMENT AND EXPORT AUTHORITY:**

**Section 1. Applications and Authority Shares**

The Board authorizes the Authority to apply for the following federal assistance and approves the Authority's non-federal share of each application in the planned amounts shown below, or in a lower amount if a federal request or total project cost is reduced.

| No. | Application | Total Cost | Federal Request | Authority Share |
|---|---|---|---|---|
| 1 | EDA Public Works - Drydock #3 Phase 1: Southeast Berth Reconstruction | $20,000,000 | $16,000,000 | $4,000,000 cash and up to $8,000,000 under Section 2 |
| 2 | EDA FY2025 Disaster Supplemental Implementation (Construction) - Drydock #3 First Unit | $46,400,000 | $20,000,000 | $26,400,000 cash |
| 3 | EDA FY2025 Disaster Supplemental Implementation (Non-Construction) - Ketchikan Shipyard Trades Pipeline | $1,999,089.79 | $1,599,271.83 | $399,817.96 cash |

| No. | Application | Total Cost | Federal Request | Authority Share |
|---|---|---|---|---|
| 4 | EDA FY2025 Disaster Supplemental Readiness - Drydock #3 Remaining Sections Financing and Permitting Readiness | $600,000 | $440,000 | $160,000 ($110,000 cash and $50,000 in-kind staff time) |
| 5 | USDOT BUILD Planning: Ketchikan Ferry Berth Replacement and Shipyard Access Planning, if USDOT publishes an applicable FY2027 funding opportunity | $3,885,077 | $3,108,062 | $777,015 cash |
| 6 | USDA Rural Development RISE: Southern Southeast Alaska Maritime Supplier and Entrepreneur Accelerator, if USDA publishes an applicable funding opportunity | $937,500 | $750,000 | $187,500 cash |
| | **Total** | **$73,821,666.79** | **$41,897,333.83** | **$35,924,332.96** |

At the planned amounts, the Authority's total approved share for Applications 1 through 6 is $31,924,332.96, consisting of $31,874,332.96 in cash and $50,000 in in-kind staff time.

If EDA establishes a 60 percent investment rate for Application 1 and the Authority provides the maximum contribution authorized under Section 2, the Authority's total approved share for Applications 1 through 6 will be $35,924,332.96, consisting of $35,874,332.96 in cash and $50,000 in in-kind staff time.

**Section 2. Phase 1 Project Matching Funds**

The Board commits $4,000,000 in cash from the Authority's corporate funds as the non-federal matching share of the Drydock #3 Phase 1: Southeast Berth Reconstruction project, to be available at the time of award.

If EDA establishes an investment rate below 80 percent, the Board authorizes the Authority to provide the additional non-federal share required to complete the Phase 1 project without changing its approved scope or planned total project cost, up to a total Authority share of $8,000,000.

**Section 3. Character of Matching Funds**

Each Authority share approved in Section 1 shall be provided from the Authority's corporate funds or, for the in-kind portion of Application 4, as Authority staff time.

1. Is not federal funding;
2. Is unencumbered and unrestricted;
3. Is separate from State of Alaska general funds;
4. Shall be available at the time required by the applicable award;
5. Shall not be reallocated during the applicable period of performance except as permitted by the awarding agency; and
6. Shall not be pledged as the non-federal share of another federal award or funding request.

No dollar of the Authority's non-federal share shall be pledged or counted more than once.

**Section 4. Engineering Commitments**

The Board approves a separate Authority commitment of $250,000 for preparation of the Preliminary Engineering Report associated with the Drydock #3 First Unit project.

This commitment is outside the First Unit project budget and is not included in the matching funds authorized under Section 1.

The Board also approves the Authority's commitment of non-federal funds to complete the engineering for Application 1, including the Preliminary Engineering Report, itemized cost estimate, and drawings, as described in the Executive Director's engineering commitment letter, in the amount of the engineering contract the Authority awards under its procurement rules and approval authorities.

This commitment is outside the Application 1 project budget and is not included in the matching funds authorized under Section 1.

**Section 5. Authority of the Executive Director**

The Executive Director is designated as the Authority's Authorized Representative for each application identified in Section 1.

The Board authorizes the Executive Director to:

1. Finalize, sign, and submit each application;
2. Execute letters documenting the Authority's approved non-federal share;
3. Execute required certifications, assurances, and supporting documents;
4. Respond to requests for clarification or supplemental information;
5. Accept awards consistent with this Resolution;
6. Execute award agreements and amendments; and
7. Administer resulting awards, including procurement, payment requests, financial administration, performance reporting, and closeout.
8. The Executive Director may elect to make AIDEA's provision of matching funds or the actual expenditure of any grant funds from any source dependent on acquisition or commitment of funds needed to complete the project from the Alaska State Legislature, the United States Congress, the United States Coast Guard, or another federal source or other entity or person such that there is a strong degree of certainty the project can be built and completed.

The Executive Director is also authorized to execute covenants, certifications, site-control instruments, security instruments, and other documents required by a federal awarding agency in connection with a project approved by this Resolution.

The authority granted under this Section shall be exercised in accordance with applicable federal requirements and Authority policies.

**Section 6. Cost Overruns**

For each EDA construction project identified in Section 1, if the engineer's estimate or construction bids exceed the planned total project cost, the Executive Director shall either return to the Board for approval of additional non-federal funds or, in consultation with EDA, propose a scope change that results in a complete and usable project.

Any increase in the Authority's financial commitment beyond the amounts approved by this Resolution shall require further Board approval.

Any material change to the scope, budget, match, or schedule of an awarded project shall be subject to the approval requirements of the applicable federal awarding agency.

**Section 7. Application 5, BUILD Planning**

The Board commits $777,015 in cash from the Authority's corporate funds as the non-federal share of the Ketchikan Ferry Berth Replacement and Shipyard Access Planning project, 20 percent of its $3,885,077 total cost, available for the full period of performance.

The Authority will maintain at least the non-federal amount stated in the application.

If that project's costs exceed the amounts in the application, the Executive Director will return to the Board before committing additional non-federal funds or, in consultation with USDOT, propose a scope change.

The Authority will administer that grant with its own staff at its own expense and will not charge those costs to the grant.

**Section 8. Ownership and Use**

The Authority shall own the facilities constructed under Applications 1 and 2 unless otherwise approved by the Board and permitted by the applicable award requirements.

The facilities shall remain in use at the Ketchikan Shipyard for their applicable useful lives and in accordance with the terms and conditions of the applicable federal awards.

**Section 9. Effective Date**

This Resolution takes effect immediately upon adoption.

Dated at Anchorage, Alaska, this 21st day of October 2026.

ALASKA INDUSTRIAL DEVELOPMENT AND EXPORT AUTHORITY CORPORATE SEAL 1967

Bill Bendy

Chair

Secretary