



Denali Commission
510 L Street, Suite 410
Anchorage, AK 99501

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888.480.4321 toll free
www.denali.gov

RESOLUTION NO. 06-21 (Amended)

A RESOLUTION ON FISCAL YEAR 2006 ENERGY PROJECT FUNDING Amended June 30, 2006 to include April 12, 2006 Infrastructure Subcommittee recommendations

WHEREAS, \$50 million (before rescission and administrative fees) was appropriated to the Denali Commission in the Federal Fiscal Year 2006 Energy and Water Appropriations bill; and

WHEREAS, the Energy and Water Appropriation Conference Committee indicated that priority consideration should be given to four energy related projects as well as continuing to fund projects for community washeterias, multi-use facilities, teacher housing, elder supportive housing and rural public broadcasting; and

WHEREAS, the Denali Commission has \$6,748,627 of FY06 Energy and Water funding unallocated and available for energy projects; and

WHEREAS, the Denali Commission has available carry-forward operating funds which are available for programmatic investments; and

NOW THEREFORE BE IT RESOLVED that the Commission allocates up to \$6,748,627 in FY 2006 Energy and Water funding to the following energy projects:

1. Increase total funding for bulk fuel upgrade (BFU) and rural power system upgrade (RPSU) projects on the statewide deficiency lists to \$29,031,000, to include Pilot Point RPSU construction and new conceptual designs (CDRs) for Akiak, Akutan, Igiugig, Kwethluk and others:	\$2,250,000
2. Fire Island transmission line study:	\$ 630,000
3. Nushagak Coop Dillingham power plant upgrade:	\$1,368,627
4. Hoonah power plant concept design	\$ 200,000
5. Craig wood-fired boiler demonstration project	\$ 300,000
6. Agrium-Kenai Blue Sky Coal Gasification Study:	<u>\$2,000,000</u>
Total from Energy & Water funding:	\$6,748,627

BE IT FURTHER RESOLVED that the Commission allocates up to \$1,905,174 in available carry-forward operating funds to the following projects:

1. Allakaket foundation and power plant overruns:	\$ 605,174
2. Kivalina Shoreline protection at bulk fuel tank farms:	<u>\$1,300,000</u>
Total from carry-forward operating funding:	\$1,905,174

BE IT FURTHER RESOLVED that these are maximum funding amounts which will be made to each of these projects (except the Hoonah power plant design), and that the funding for Agrium and Kivalina will be available only as contingent awards. If Agrium does not acquire \$26 million for the remnant of phase 2, they will not receive a Denali Commission award. Likewise, if NW Arctic Borough does not achieve \$1,650,000 for the rest of the Kivalina shoreline protection project by the May quarterly Denali Commission meeting, they will not receive a Denali Commission award.

BE IT FURTHER RESOLVED that any of the Energy & Water funding which has not been obligated to these projects by August 30, 2006 shall revert to energy projects identified on the statewide deficiency lists as identified in Staff Briefing Paper for Bulk Fuel and Power Projects at the January 27, 2006 Denali Commission meeting.

BE IT FURTHER RESOLVED that any of the carry-forward operating funds which have not been obligated to these projects by August 30, 2006 shall revert to the carry-forward operating fund and be available for the Commission to allocate to other appropriate use.

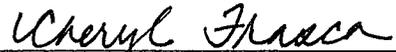
CERTIFICATION

We, the undersigned, hereby certify that the Denali Commission is comprised of seven members (or their duly appointed alternate), of whom four, consisting a quorum, were present at a meeting duly and regularly called, noticed, convened and held this 14th day of July, 2006, and that the foregoing, amended Resolution was duly adopted at said meeting by the affirmative vote of four members, and opposed by zero members, and that said Resolution has not been rescinded or amended in any way.

Signed and dated this 14th day of July, 2006



George J. Cannelos
Federal Co-Chair



for Governor Frank H. Murkowski
State Co-Chair



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RESOLUTION NO. 06-21

A RESOLUTION ON FISCAL YEAR 2006 ENERGY PROJECT FUNDING

WHEREAS, \$50 million (before rescission and administrative fees) was appropriated to the Denali Commission in the Federal Fiscal Year 2006 Energy and Water Appropriations bill; and

WHEREAS, the Energy and Water Appropriation Conference Committee indicated that priority consideration should be given to four energy related projects as well as continuing to fund projects for community washeterias, multi-use facilities, teacher housing, elder supportive housing and rural public broadcasting; and

WHEREAS, the Denali Commission has \$4,498,627 of FY06 Energy and Water funding unallocated and available for energy projects; and

WHEREAS, the Denali Commission has available carry-forward operating funds which are available for programmatic investments; and

NOW THEREFORE BE IT RESOLVED that the Commission allocates up to \$4,498,627 in FY 2006 Energy and Water funding to the following energy projects:

- | | |
|---|--------------------|
| 1. Fire Island transmission line study: | \$ 630,000 |
| 2. Nushagak Coop Dillingham power plant upgrade: | \$1,368,627 |
| 3. Hoonah power plant concept design | \$ 200,000 |
| 4. Craig wood-fired boiler demonstration project | \$ 300,000 |
| 5. Agrium-Kenai Blue Sky Coal Gasification Study: | <u>\$2,000,000</u> |

Total from Energy & Water funding: \$4,498,627

BE IT FURTHER RESOLVED that the Commission allocates up to \$1,905,174 in available carry-forward operating funds to the following projects:

- | | |
|---|--------------------|
| 1. Allakaket foundation and power plant overruns: | \$ 605,174 |
| 2. Kivalina Shoreline protection at bulk fuel tank farms: | <u>\$1,300,000</u> |

Total from carry-forward operating funding: \$1,905,174

BE IT FURTHER RESOLVED that these are maximum funding amounts which will be made to each of these projects (except the Hoonah power plant design), and that the funding for Agrium and Kivalina will be available only as contingent awards. If Agrium does not acquire \$26 million for the remnant of phase 2, they will not receive a Denali Commission award. Likewise, if NW Arctic Borough does not achieve \$1,650,000 for the rest of the Kivalina shoreline protection project by the May quarterly Denali Commission meeting, they will not receive a Denali Commission award.

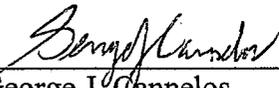
BE IT FURTHER RESOLVED that any of the Energy & Water funding which has not been obligated to these projects by August 30, 2006 shall revert to energy projects identified on the statewide deficiency lists as identified in Staff Briefing Paper for Bulk Fuel and Power Projects at the January 27, 2006 Denali Commission meeting.

BE IT FURTHER RESOLVED that any of the carry-forward operating funds which have not been obligated to these projects by August 30, 2006 shall revert to the carry-forward operating fund and be available for the Commission to allocate to other appropriate use.

CERTIFICATION

We, the undersigned, hereby certify that the Denali Commission is comprised of seven members (or their duly appointed alternate), of whom seven, consisting a quorum, were present at a meeting duly and regularly called, noticed, convened and held this 23rd day of May, 2006, and that the foregoing Resolution was duly adopted at said meeting by the affirmative vote of seven members, and opposed by zero members, and that said Resolution has not been rescinded or amended in any way.

Signed and dated this 23rd of May, 2006



George J. Cannelos
Federal Co-Chair



for Governor Frank H. Murkowski
State Co-Chair