

ALASKA ENERGY AUTHORITY

RESOLUTION NO. 2020-09

**RESOLUTION OF THE ALASKA ENERGY AUTHORITY
APPROVING AGREEMENTS RELATED TO THE
TRANSMISSION LINE PROJECTS**

WHEREAS, on May 22, 2020, the Authority signed a Letter of Intent with Homer Electric Association Inc. ("HEA") concerning the purchase of certain transmission assets and other rights to be added to the Bradley Lake Hydroelectric Project; and

WHEREAS, in Resolution No. 2020-08, the Authority has concurrently with this resolution approved its Power Revenue Bond, Tenth Series (Transmission Line Projects), in an aggregate principal amount not to exceed \$17,000,000; and

WHEREAS, the Authority has been negotiating with HEA and Alaska Electric & Energy Cooperative, Inc. (AEEC) the purchase of certain assets, including certain utility assets, access to transmission capacity, and compensation for cost incurred restoring the 115 kV line between Sterling Substation and Quartz Creek Substation (the "Transaction"); and

WHEREAS, the detailed provisions of the Transaction besides the financing arrangements are contained in agreements or amendments to existing agreements to be signed with HEA, AEEC and other utilities participating in the Bradley Lake Project as listed below; and

WHEREAS, there has been presented to this meeting forms of the following documents ("Transaction Agreements"), which the Authority proposes to finalize in connection with the Transaction in substantially the form presented at this meeting:

1. Purchase and Sale Agreement, by and among HEA, AEEC and the Authority; and
2. Memorandum of Proposed Transaction, by and among AEEC, Chugach Electric Association, Inc., HEA, Golden Valley Electric Association, Inc., Matanuska Electric Association, Inc., City of Seward d/b/a/ Seward Electric System, and the Authority; and

3. Second Amendment to Agreement for Sale of Transmission Capability, by and among HEA, AEEC, Chugach Electric Association, Inc., Golden Valley Electric Association, Inc., Matanuska Electric Cooperative, Inc., City of Seward d/b/a Seward Electric System and the Authority; and

4. First Amendment to Bradley Lake Hydroelectric Project Transmission Facilities Maintenance Agreement by and among HEA and the Authority.

WHEREAS, it appears that each of the Transaction Agreements above referred to, which are now before the members of the Authority, is in appropriate form and is an appropriate instrument for the purposes intended; and

WHEREAS, the Transaction Agreements are in furtherance of the Authority's mission.

**NOW, THEREFORE, BE IT RESOLVED BY THE ALASKA ENERGY
AUTHORITY AS FOLLOWS:**

Section 1. The Authority agrees and approves each of the Transaction Agreements as provided to the Board, along with any non-material changes to the Transaction Agreements that may be necessary prior to execution.

Section 2. The Executive Director of the Authority is authorized to take such actions as may be necessary or convenient to carry out this approval, including executing each of the Transaction Agreements in the name of and on behalf of the Authority.

Section 3. This Resolution shall become effective immediately upon its passage and approval.

Dated at Anchorage, Alaska this ____ day of December, 2020.



Chair



Secretary

