



DENALI COMMISSION

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RESOLUTION NO. 03 – 10 A RESOLUTION REGARDING ENERGY INFRASTRUCTURE FUNDING (BULK FUEL MANAGEMENT ORGANIZATION) FOR FEDERAL FY2003

WHEREAS, the Denali Commission has identified energy infrastructure as a priority theme for funding and a major component of that theme is bulk fuel storage facilities, and

WHEREAS, the Commission requires that completed bulk fuel storage facilities be operated on a sustainable basis, and

WHEREAS, management capacity and economies of scale necessary to operate on a sustainable basis are frequently lacking in rural communities, and

WHEREAS, a regional approach to bulk fuel facility management has the potential to provide necessary management capacity and the economies of scale and bulk fuel purchasing capability necessary to reduce costs and achieve required sustainability, and

WHEREAS, Alaska Village Electric Cooperative (AVEC) has taken the initiative to develop a concept for a regional management and fuel purchasing entity, and

WHEREAS, further evaluation and potential development of this concept will require financial resources to augment the initial investment made by AVEC, and

WHEREAS, Denali Commission staff recommends proceeding with development of a business plan and market survey before proceeding with further development of the concept, and

WHEREAS, the Denali Commission Infrastructure Subcommittee has reviewed this concept and recommends further evaluation to determine whether it should proceed to development;

- NOW THEREFORE BE IT RESOLVED that the Commission re-allocates up to \$100,000 from funds previously allocated by Resolution 02-10 (Funding For The Energy Secondary Operator Program) for development of a business plan and completion of a preliminary market survey for a regional bulk fuel storage facility management and fuel purchase organization.

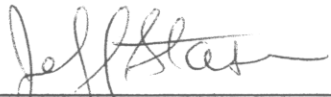
A RESOLUTION REGARDING ENERGY INFRASTRUCTURE FUNDING (BULK FUEL MANAGEMENT ORGANIZATION) FOR FEDERAL FY2003

- BE IT FURTHER RESOLVED that the Commission allocates up to \$200,000 for start up funds for this organization, subject to Congressional appropriations and to the completion of an acceptable business plan and demonstration of an adequate market to justify the creation of the proposed organization. These funds in whole or in part can be made available with approval of Co-chairs.

We, the undersigned, hereby certify that the Denali Commission is comprised of seven members (or their duly appointed alternate), of whom seven, constituting a quorum, were present at a meeting duly and regularly called, noticed, convened and held this 24th day of January, 2003, and that the foregoing Resolution was duly adopted at said meeting by the affirmative vote of 7 members, and opposed by 0 members, and that said Resolution has not been rescinded or amended in any way.

DATED this 24th day of January, 2003

SIGNED:



Jeff Staser,
Federal Co-Chair



Loren Leman,
State Co-Chair