



January 19, 2010

Mr. Jimmy Paul, Council Manager
Kipnuk Traditional Council
P.O. Box 57
Kipnuk, AK 99614

Post-it® Fax Note	7671	Date	1/20/10	# of pages	1
To	Jimmy Paul	From	Alan		
Co./Dept.	Kipnuk	Co.	AEA		
Phone #		Phone #	771-3000		
Fax #	907-896-5240	Fax #			

Re: Kipnuk Powerhouse Project

Dear Mr. Paul:

This is a follow up to our telephone conversation last week and our meeting here at AEA last October 22, 2009. We have secured construction funding from the Denali Commission for an interim project to refurbish your existing powerhouse. The project scope is to repair the existing powerhouse foundation and replace one generator set with a new fuel efficient Caterpillar 3456 generator.

While a new powerhouse is the preferred option, current circumstances dictate we provide an interim solution in the best interest of the Utility and community. The existing generators are past their serviceable life. There is currently no available funding for construction of a new replacement powerhouse. The Utility has due diligence issues they are working to correct. As you recall last February under emergency conditions we replaced one of the old generators that had catastrophically failed. That failure put the health and safety of the community at risk. We do not wish the community to be in that situation again.

You can expect a grant agreement for your approval and signature within a month.

As discussed I will be unable to attend the meeting in Kipnuk on January 20, 2010. Please call me at 907-771-3000 or 888-300-8534 (toll-free) if you have any questions.

Sincerely,

Alan Feters
RPSU Project Manager
Alaska Energy Authority

cc: Denali Daniels, Energy Program Manager, Denali Commission
Davis Lockard, AEA, BFU Project Manager

1) AIDEA/AEA
2)

Date/Time: Jan.20. 2010 9:51AM

File No. Mode	Destination	Pg(s)	Result	Page Not Sent
3254 Memory TX	919078965240	P. 1	OK	

Reason for error

E.1) Hang up or line fail
E.3) No answer

E.2) Busy
E.4) No facsimile connection



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