1 CITY OF HOMER 2 **HOMER, ALASKA** 3 Stroozas 4 **RESOLUTION 18-092** 5 6 A RESOLUTION OF THE CITY COUNCIL OF HOMER, ALASKA, SUPPORTING THE CITY MANAGER OF THE CITY OF KENAI, OR 7 8 THEIR DESIGNEE, BE APPOINTED TO THE MUNICIPAL ADVISORY 9 GAS PROJECT REVIEW BOARD, AS THE MEMBER OF AN 10 ORGANIZATION REPRESENTING THE INTEREST OF KENAI PENINSULA BOROUGH MUNICIPALITIES. 11 12 13 WHEREAS, the Municipal Advisory Gas Project Review Board (MAG) was created on 14 March 25, 2014 by the Governor's Administrative Order No. 269 to evaluate the effects and issues that will arise in the future concerning development of the State's abundant North Slope 15 natural gas resources and the newly created infrastructure to make those resources available 16 to customers throughout the state and markets worldwide; and 17 18 19 WHEREAS, the MAG Board consists of twelve members who are appointed by the Governor and serve at the pleasure of the Governor. Each member of the Board serves a term 20 21 of one year and may be reappointed to the Board; and 22 23 WHEREAS, Article 8, sections 1 and 2 of the Alaska State Constitution declare that it is the policy of the State to encourage the development of its resources by making them available 24 25 for maximum use consistent with the public interest and for the maximum benefit of its people; and 26 27 28 WHEREAS, in 2009, declining Cook Inlet gas supplies were facing a reduction in capacity 29 and rising interior energy costs caused concern in communities throughout Alaska; and 30 31 WHEREAS, the Alaska Gasline Development Corporation (AGDC) was created by the Alaska Legislature in 2010 and was established as an independent, public corporation of the 32 33 State in 2013. In 2014, the Legislature expanded the AGDC's authority to include responsibility 34 for developing an Alaska liquefied Natural Gas (LNG) project; and 35 36 WHEREAS, Alaska LNG is an Alaska effort that requires several federal authorizations 37 and a National Environmental Policy Act (NEPA) review. The Federal Energy Regulatory Commission (FERC) is the lead federal agency responsible for conducting the environmental 38 review of the project; and

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Fiscal Note: N/A

41 WHEREAS, AGDC submitted a formal application to construct and operate the Alaska LNG project, and the FERC identified Nikiski, Alaska, as the preferred location for the LNG plant 42 43 and marine terminal; and 44 45 WHEREAS, the City of Kenai is the closest incorporated City and will be the most directly impacted by the proposed LNG Project; and 46 47 48 WHEREAS, City Managers from all cities within the Kenai Peninsula Borough met to discuss the LNG Project and support the City of Kenai representing the multiple and unique 49 interests of municipalities on the MAG Board with recognition that this representation would 50 not overlap with representation by the Kenai Peninsula Borough. 51 52 NOW, THEREFORE, BE IT RESOLVED that the City Council of Homer, Alaska, supports 53 the City of Kenai's request for appointment to the Municipal Advisory Gas Project Review 54 Board. 55 56 57 BE IT FURTHER RESOLVED that the City of Kenai will represent the City of Homer's best 58 interest on the Municipal Advisory Gas Project Review Board. 59 60 PASSED AND ADOPTED by the Homer City Council on this 26th day of November, 2018. 61 CITY OF HOMER 62 63 64 65 66 KEN CASTNER, MAYOR 67 68 ATTEST: 69 70 71 MELISSA JACOBSEN, MMC, CITY CLERK 72