Requested by: Council Member Straub

Adopted: April 11, 2005 Vote: Unanimous

CITY OF WASILLA RESOLUTION SERIAL NO. 05-14

A RESOLUTION OF THE WASILLA CITY COUNCIL SUPPORTING THE ALASKA GASLINE PROJECT.

WHEREAS, the Alaska State Constitution, Article 8 sections 1 and 2 state that "It is the policy of the State to encourage the settlement of its land and the development of its resources by making them available for maximum use consistent with the public interest" and "The legislature shall provide for the development, and conservation of all natural resources belonging to the State, including land and waters, for the maximum benefit of its people"; and

WHEREAS, the Alaska Gasline Port Authority was formed by the voters in the North Slope Borough, Fairbanks North Star Borough, and the City of Valdez in 1999 for the purpose of building the All-Alaska Gasline; and

WHEREAS, in 2002, 62 percent of voters statewide passed a ballot initiative affirming their support for an All-Alaska Gasline Project by creating the Alaska Natural Gas Development Authority; and

WHEREAS, in 2004 the Alaska Municipal League voted unanimously in support of an All-Alaska Gasline Project; and

WHEREAS, public ownership of a natural gas pipeline offers certain advantages over private ownership including an exemption from Federal income taxes that improves project economics; and

WHEREAS, the All-Alaska Gasline Project will bring the greatest benefit to the people of Alaska in revenues to the State and all municipalities, guaranteed supplies of gas and liquids for in state use, maximum jobs in Alaska throughout construction and operation, and maximum competition for future natural gas development; and

WHEREAS, the Alaska Gasline Port Authority has signed a 10-point Pledge for Development that the Port Authority will:

- 1. Cause to be constructed, own and contract for operation of components of an All-Alaska Gasline Project.
- 2. Negotiate for the purchase of Alaska North Slope (ANS) gas.
- 3. Provide guaranteed gas supplies to Southcentral and other parts of Alaska.
- 4. Provide for petrochemical industries in Alaska.
- Market gas to West Coast consumers.
- 6. Provide for maximum market opportunities for ANS natural gas.
- 7. Provide a direct revenue sharing benefit to the State and each municipality.
- 8. Provide for payment of "impact funds" to communities affected by construction of project.
- 9. Provide for Alaskan hire to the greatest extent allowable by law.
- 10. Provide for maximum access to pipeline capacity for North Slope natural gas commercialization.

NOW THEREFORE BE IT RESOLVED that the Wasilla City Council supports the All-Alaska Gasline Project.

BE IT FURTHER RESOLVED that copies of this resolution be sent to the Honorable Governor Murkowski, the Alaska State Legislature, Senator Ted Stevens, Senator Lisa Murkowski, and Congressman Don Young.

ADOPTED by the Wasilla City Council on April 11, 2005.

DANNE M. KELLER, Mayor

ATTEST:

KRISTIE SMITHERS, MMC

City Clerk

[SEAL]