

Kenai Peninsula Borough
Office of the Borough Mayor

MEMORANDUM

TO: Wayne Ogle, Assembly President
Members of the Kenai Peninsula Borough Assembly

FROM: Charlie Pierce, Mayor *J.Q. For Mayor Pierce*

DATE: August 6, 2018

RE: Resolution 2018-032, Authorizing the Borough to Intervene in the Matter Before the Federal Energy Regulatory Commission Regarding the Alaska Liquefied Natural Gas Project (Mayor)

On April 17, 2017, the Alaska Gasline Development Corporation (AGDC) submitted its project application to the Federal Energy Regulatory Commission (FERC or the Commission) for authorization to construct and operate liquefied natural gas (LNG) facilities for a project known as the Alaska LNG Project. On May 1, 2017 the Commission issued public notice of AGDC's application and set a deadline of May 22, 2017 to intervene. To date, two other municipalities have intervened in the review before the Commission to advocate moving the project's LNG terminal location to a site other than the planned Nikiski location.

On September 1, 2018, it is anticipated that the Matanuska-Susitna Borough will file substantive comments in disagreement with the project's LNG terminal being at the Nikiski location and advocating that the terminal should instead be located at or near Port Mackenzie. The City of Valdez and Fairbanks-North Star Borough support the position that the project's LNG terminal should be located in Valdez.

A motion by the Kenai Peninsula Borough (the borough) to intervene would be late-filed and thus further delay may be cause for the Commission to exclude the borough from participating in this process. The administration believes non-intervention would weaken the borough's position and ability to advocate for the borough's best interests on this project. Keeping the project's LNG terminal at the Nikiski location will result in numerous areawide benefits to the borough, including but not limited to, an estimated 4,370 jobs added during the project's construction phase and an estimated 240 permanent jobs added to the borough upon the project's completion

Your favorable consideration of this resolution is appreciated.