

ALASKA ENERGY AUTHORITY

RESOLUTION NO. 2025-03

**RESOLUTION OF THE ALASKA ENERGY AUTHORITY
AUTHORIZING THE BORROWING OF WORKING CAPITAL FROM
ALASKA INDUSTRIAL DEVELOPMENT AND EXPORT
AUTHORITY**

WHEREAS, AEA needs working capital for, among other things, federal awards that operate on a cost reimbursable basis;

WHEREAS, historically Alaska Industrial Development and Export Authority (AIDEA) has provided AEA with working capital through an interest-free open line of credit;

WHEREAS, in July 2024, AEA was separated from AIDEA, including creation of a separate board for AEA, empowering AEA to hire its own employees, and establishing its own banking services contract with a new bank;

WHEREAS, in November 2024, AIDEA agreed to lend AEA \$3.5 million on the conditions that AEA remit any interest accrued to AIDEA on a quarterly basis and that AEA repays the full loaned amount to AIDEA immediately upon receipt from the Alaska legislature of working capital equal to or greater than \$3.5 million;

WHEREAS, AEA's will need to continue borrowing working capital until AEA receives a legislative appropriation for this purpose;

WHEREAS, by lending working capital, AIDEA is helping AEA meet the needs of rural Alaska residents through programs that are fundamental to their life, health, and safety;

NOW, THEREFORE, BE IT RESOLVED, by the ALASKA ENERGY AUTHORITY as follows:

Section 1. The Executive Director is authorized to borrow from AIDEA up to \$3.5 million in funds to be used for working capital.

Section 2. The Executive Director is authorized compensate AIDEA for the loan by remitting to AIDEA all interest earned on the loaned funds.

Section 3. The Executive Director is authorized to continue this borrower-lender arrangement with AIDEA until AEA receives a legislative appropriation equal to or greater than \$3.5 million or as otherwise modified by a resolution of the AEA Board of Directors.

Section 4. The Executive Director is authorized to take all actions and execute all documents necessary to implement this resolution as well as to delegate responsibilities, as appropriate, to employees or agents of AEA to ensure the effective execution of duties and responsibilities under this resolution.

DATED at Anchorage, Alaska, this 30th day of January 2025.

ALASKA ENERGY AUTHORITY


Chair


Curtis W. Thayer, Secretary

Corporate seal

