CITY OF GUSTAVUS RESOLUTION CY22-13

A RESOLUTION ENCOURAGING PROMPT STARTUP OF THE POWER INTERTIE BETWEEN GUSTAVUS AND BARTLETT COVE

WHEREAS, The City of Gustavus has supported and encouraged the development and utilization of the power Intertie between the Gustavus Falls Creek hydroelectric facility; and,

WHEREAS, All parties involved—the Gustavus public, the National Park Service (NPS), and Alaska Power and Telephone (AP&T)—will benefit from utilization of the Intertie through

- a. Reduction of diesel-generation carbon emissions Citywide.
- b. Better use of the non-fossil-fueled hydroelectric capacity of the Falls Creek facility.
- c. Substantially reduced electric power unit costs due to higher electric power sales from the largely fixed-cost system.
- d. Encouragement for non-fossil-fueled electrification broadly in the community.
- e. Return on the substantial public investment made by the federal and state governments in providing clean power to Gustavus.
- f. Reputational benefits as advocates of alternative electric-power sources.

WHEREAS, In the early planning stages for the Intertie, the Gustavus City Council expressed concerns in Resolution CY17-09 regarding where supplementary power would be generated when Falls Creek stream flow was insufficient to meet systemwide demand; and

WHEREAS, The community of Gustavus expressed concerns about diesel particulate emissions and noise from additional diesel generation at AP&T's Gustavus facility and asked that supplementary generation be provided preferentially by the NPS generators at Bartlett Cove; and,

WHEREAS, The Intertie has now been functional for more than six months but is not yet in service due to the lack of an agreement between the NPS and AP&T regarding the need for NPS generators to be capable of feeding power to Gustavus through the Intertie, maintenance and operating responsibilities for those generators, and the lack of a commercial agreement regarding the NPS purchase prices for power provided through the Intertie; and

WHEREAS, During construction of the Intertie, engineers identified potential issues—yet to be confirmed and resolved—regarding the ability of the NPS generators to supply power to Gustavus; and,

WHEREAS, AP&T now has supplementary diesel generation capacity in Gustavus sufficient to meet maximum anticipated loads for the near term; and

WHEREAS, Improved engineering controls have the potential to reduce noise and particulate emissions from supplementary generation in Gustavus.

NOW THEREFORE BE IT RESOLVED:

- **a.** The City of Gustavus urgently encourages the NPS and AP&T to reach commercial agreements for operation, maintenance, and pricing such that the Intertie can be put into full operation as soon as possible.
- **b.** The requirements and expectations of City Resolution CY17-09 are repealed.
- **c.** Specifically, the City of Gustavus no longer insists that the National Park Service's power infrastructure be retained and used as a component of a resilient microgrid or

- that additional diesel-power demand caused by the addition of the National Park as a customer is generated in the National Park facilities and not in Gustavus.
- **d.** The City of Gustavus supports a negotiated startup without concerns about where supplementary power is generated. Operation of specific backup generators in Gustavus and/or Bartlett Cove should be based on compatibility and system-load requirements.
- **e.** The City of Gustavus encourages prompt approval of the agreement by the Regulatory Commission of Alaska to enable full use of the Intertie.

BE IT FURTHER RESOLVED:

- **a.** The City of Gustavus will work with AP&T to identify and implement engineering controls to reduce particulate and noise emissions from the Gustavus diesel backup power plant.
- **b.** The City of Gustavus will work with AP&T to identify additional non-fossil fueled electric generation capacity options for community load increases in the future,
- **c.** The City of Gustavus will encourage, where practical, community electrification through the use electric vehicles, heat pumps, and appliances in line with the values we express.
- **d.** The City of Gustavus encourages the NPS to electrify energy use wherever practical, through electric vehicles and vessels, heat pumps, and appliances.
- **e.** Off-peak rates, which will encourage broader community electrification and fuller use of the Falls Creek hydroelectric facility, should be enabled at the earliest possible opportunity.

PASSED and APPROVED by the Gustav effective upon adoption.	rus City Council thisth day of June, 2022, and
Mike Taylor, Mayor	
Attest: Karen Platt CMC, City Clerk	