MUNICIPALITY OF SKAGWAY, ALASKA RESOLUTION NO. 13-22R

A RESOLUTION OF THE MUNICIPALITY OF SKAGWAY, ALASKA, SUPPORTING THE ALASKA INDUSTRIAL DEVELOPMENT & EXPORT AUTHORITY'S PROPOSED EXPANSION OF THE SKAGWAY ORE TERMINAL STORAGE BUILDING; AND SUPPORTING THE INSTALLATION OF A NEW USER AT THE SKAGWAY ORE TERMINAL.

WHEREAS, the Alaska Industrial Development & Export Authority (AIDEA) has a leasehold interest in the Skagway Ore Terminal, located on land owned by the Municipality of Skagway; and

WHEREAS, AIDEA currently has a contract with Minto Explorations Ltd. and its parent company, Capstone Mining Corporation, to use the facility to transship free-flowing bulk mine products; and

WHEREAS, AIDEA is negotiating an agreement with a new user of the Ore Terminal, Eagle Whitehorse LLC, which would transport magnetite from the Yukon Territory to the Skagway Ore Terminal by truck to be subsequently shipped from the Ore Dock; and

WHEREAS, per AS 44.88.177, AIDEA must solicit the review and advice of the Municipality of Skagway regarding the new user of the ore terminal and the proposed expansion of the storage building; and

WHEREAS, on October 7, 2010, the Municipality of Skagway adopted Resolution No. 10-28R, which resolves that the Skagway Assembly supports the expansion and use of the Skagway Ore Terminal for the shipment of various bulk material and will work cooperatively with users and potential shippers of the Skagway Port; and

WHEREAS, the expansion of the ore terminal and subsequent utilization by additional users has the potential to create jobs within Skagway, improve the quality of life of Skagway's residents, and is in line with the intent of the Skagway Assembly to support use of the Skagway Ore Terminal and Port of Skagway;

NOW, THEREFORE, BE IT RESOLVED by the Borough Assembly of the Municipality of Skagway that the Municipality of Skagway continues to support the expansion of the Skagway Ore Terminal;

BE IT FURTHER RESOLVED that the Municipality of Skagway supports AIDEA's negotiation with and installation of additional users at the Skagway Ore Terminal.

RESOLUTION NO. 13-22R PAGE 2 OF 2

PASSED AND APPROVED this 18th day of July, 2013, by the Assembly of the Municipality of Skagway, Alaska.

Selmer

Stan Selmer, Mayor

ATTEST:

Emily Deach Municipal Clerk

(SEAL)



MUNCIPALITY OF SKAGWAY, ALASKA RESOLUTION NO. 10-28R

A RESOLUTION OF THE MUNICIPALITY OF SKAGWAY, ALASKA OUTLINING GUIDELINES FOR THE SHIPMENT OF METAL ORE THROUGH THE PORT OF SKAGWAY.

WHEREAS, the Municipality of Skagway is planning an expansion of the Port of Skagway; and

WHEREAS, the Municipality of Skagway desires that the Skagway Ore Terminal be utilized as a public facility; and

WHEREAS, the Municipality of Skagway supports the Skagway Ore Terminal to be available to all shippers, upon application, of bulk mine products, including any ore, metal or concentrate produced from a mineral which is classified as a locatable mineral under the U.S. General Mining Law of 1872; and

WHEREAS, the Municipality of Skagway requires all shippers to follow all safety guidelines and applicable shipping laws of the State of Alaska and United States of America;

NOW THEREFORE BE IT RESOLVED, that the Skagway Municipal Assembly supports the expansion and use of the Skagway Ore Terminal for the shipment of various bulk material and will work cooperatively with users and potential shippers of the Skagway Port:

PASSED AND APPROVED by a duly constituted quorum of the Borough Assembly of the Municipality of Skagway this 7th day of October, 2010.

Thomas D. Cochran, Mayor

ATTEST:

Emily Deach, Municipal Clerk

(SEAL)

