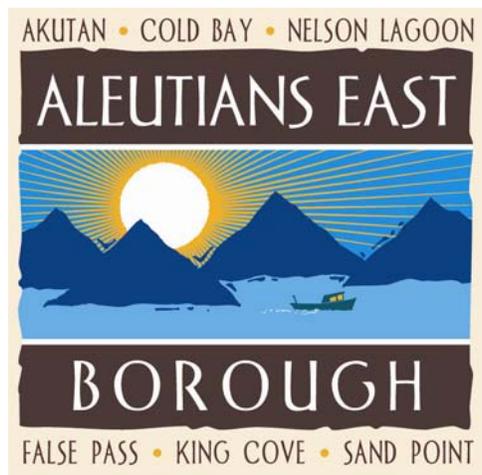


Aleutians East Borough Assembly Meeting

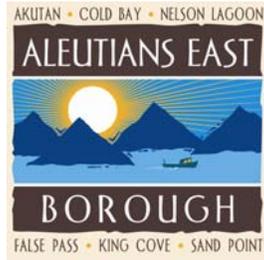


Workshop: Friday, May 28, 2010 – 2:00 p.m.

Meeting: Friday, May 28 2010 – 4:00 p.m.

Roll Call & Establishment of a Quorum

Adoption of Agenda



Agenda

Special Assembly Meeting

(packet available on website www.aleutianseast.org)

Date: May 28, 2010
Time: Workshop: 2:00 p.m. Meeting 4:00 p.m.
Location: Sand Point Borough Building

This will be a face to face meeting of the Assembly. All communities will be provided with conference calling information for the designated location in your community. Public comments on agenda items will take place immediately after the adoption of the agenda. Additional public comments can be made at the end of the meeting.

1. Roll Call & Establishment of Quorum.
2. Adoption of the Agenda.
3. Community Roll Call and Public Comment on Agenda Items.
4. Minutes
 - April 28, 2010
5. Financial Reports
 - Financial Report, April, 2010
 - Investment Report, April, 2010
6. Consent Agenda
 - Resolution 10-11, Assembly opposing an initiative creating an Alaska Anti-Corruption Act, which will be on the 2010 Alaska Primary Election ballot.
 - Resolution 10-12, Assembly electing to participate in the AMLJIA FY2010 Loss Control Incentive Program.
 - Resolution 10-13, Assembly electing to participate in the AMLJIA FY2011 Loss Control Incentive Program.
 - Resolution 10-14, to approve amendments to the cooperative participation agreement and bylaws of the AMLJIA effective July 1, 2010.
 - Resolution 10-15, to submit a municipal harbor facility grant application to the State of Alaska, DOT/PF in the amount of \$_____ for the False Pass harbor utility project.
 - Resolution 10-16, to submit a municipal harbor facility grant application to the State of Alaska, DOT/PF in the amount of \$2,166,000 for the project entitled: Sand Point harbor float project.
7. Public Hearings
 - Introduction Ordinance 10-03, approving the FY'11 budget.

- Introduction Ordinance 10-04, amending code section 4.36.070, tie vote determination.

8. Old Business

- Funding Requests:
 - Aleutian Financial Inc. funding request.
 - Qagan Tayagungin Tribe funding request.
 - Cold Bay Volunteer EMS funding request.
 - King Cove Volunteer Fire Dept. funding request.
 - Sand Point Silver Salmon Derby funding request.
 - Sand Point Culture Camp funding request.
- Hovercraft

9. New Business

- Akun planning and land use (city of Akutan) – discussion item.

10. Reports & Updates

11. Assembly Comments

12. Public Comments

13. Next Meeting Date and Location

14. Adjournment

Community Roll Call & Public Comment on Agenda Items

Minutes

Aleutians East Borough
April 29, 2010
1:00 P.M.

CALL TO ORDER

Mayor Mack called the April 29, 2010 Assembly meeting to order at 1:00 p.m. by teleconference in each community.

ROLL CALL

Mayor Stanley Mack	Present
Paul Gronholdt	Present
Carol Foster	Present
Marvin Mack	Present
Ken McHugh	Present
Paul Schaack	Absent - excused
Joe Bereskin, Sr.	Absent - excused
Justine Gundersen	Present

Advisory Members:

Tom Hoblet, False Pass	Absent
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A quorum was present.

Others Present:

Sharon Boyette, Administrator
Tina Anderson, Clerk
Roxann Newman, Finance Director
Laura Tanis, Public Information Officer
Monty Martin, Cold Bay Terminal Manager

Agenda Additions/changes:

Presentation-Energy Summit, Senator Murkowski DVD
Old Business, Hovercraft update
New Business, Nelson Lagoon dock lighting

Adoption of Agenda:

MOTION:

Ken moved to approve and second by Justine. Hearing no objections motion approved.

Community Roll call and public comments on agenda items:

None.

Minutes, February 24, 2010:

MOTION:

Justine moved to approve the February 24, 2010 Minutes and second by Ken

Paul G. corrected the minutes saying he had thanked Mayor Mack for adding the Sand Point School gym floor replacement project and requested that be included in his comments on page 4.

Hearing no objections motion approved as corrected.

Minutes, March 17, 2010:

MOTION

Justine moved to approve March 17, 2010 Minutes and second by Marvin.

Correction: Page 4 change “four qualified bids have been received” to” four pre-qualified bidders will submit bids”.

Hearing no objections motion approved as corrected.

Financial Report, March, 2010:

MOTION:

Justine moved to approve and second by Ken.

DISCUSSION

Paul G. said under page eight revenue \$3M budgeted, but only received about ½ million. The Finance Director explained that after we expend money, we submit for reimbursements.

The Administrator said the hovercraft revenue is approximately \$1,900 for month of March. Under expenses you will see less under insurance. However, the AEB insurance was included onto the hovercraft insurance so the Finance Director backed that out and placed under Other expenditures. Hovercraft expenses are about \$70,000 for the month.

Investment Report:

The Administrator said the investment went down a little this month. Under the Akutan harbor money revenues will be coming out for that project soon.

ROLL CALL

Carol-yes, Marvin-yes, Paul G.-yes, Ken-yes, Justine-yes. Passed.

CONSENT AGENDA

- Introduction Ordinance 10-03, approving the FY11 budget.
- Introduction Ordinance 10-04, amending code section 4.36.070, Tie Vote Determination.

MOTION

Paul G. moved to approve the Consent Agenda and second by Ken.

DISCUSSION

In reviewing Ordinance 10-03, the Administrator said under revenues a line item has been added for SW Cities LLC showing revenues that are expected this year to allow Assembly to

track. There were no revenues last year. She and the Finance Director looked at past revenues. State revenues are high because of a good fishing year in 2008 but backed that down since not as good this year. Estimated lower than what you see for FY10.

Paul G. recommended a workshop to go through final budget before final action. Mayor agreed.

The Clerk reviewed Ordinance 10-04 amending code section 4.36.070. The amendment addresses a way to break a tie to determine who will be in a run-off election. She explained that last year's election had a tie for the candidate receiving the second highest number of votes with no one receiving excess of 40% of the votes cast. Both candidates agreed to a coin toss, however, if they had not the Borough would have had the expense of multiple elections.

ROLL CALL

Paul G.-yes, Justine-yes, Ken-yes, Marvin-yes, Carol-yes. Passed

OLD BUSINESS

Aleutian Financial Inc.(AFI), funding request:

Lori Canady spoke at the last meeting giving an outline of what AFI, a lending institution, does for Aleutian/Pribilof region. AFI has more loan applications which they are unable to loan money right now because they don't have any money. They are asking for a donation or a no interest loan. Once they have interest coming back in for loans, they can pay back. The Administrator said there are revenues left under equipment and some left in capital projects. Came up with \$15,000 under equipment, with capital projects money there is about \$30,000 available. She did not budget into next fiscal year's budget. Mayor Mack said with projects in AEB now is reluctant to do and recommends holding off on this until next fiscal year.

Paul G. suggested holding off until next meeting when we discuss the budget further.

Hovercraft:

Justine said two months ago Carol made a motion for the Assembly to re-look at the hovercraft after two months. The Administrator said they met with Marsh McLennan to get the insurance cost lower, saving around 5% on protection and indemnity. Marsh kicked in their commission but just for this year. They will get back to us on hull coverage. In June, they said they will get back to us with possible changes in deductible and coverage -- at the most a 10% change. Mayor Mack said he appreciates concern, but didn't put on agenda since there are no concrete numbers yet. The Assistant Administrator has been working on this and hopes to hear from the postal dept. on a contract soon. Next meeting we should have a more confirmed figure to give to the Assembly. Justine said she is a strong supporter of the hovercraft but feels revenues are being drained. She is not sure what the plans for the hovercraft are and another in Akutan planned. She is concerned about how to support the Akutan one when we can't support the King Cove hovercraft. Mayor Mack said since no concrete figures to bring to the Assembly at this time, next meeting will have a firm number for the Assembly to look at.

Carol asked if the Assistant Administrator will have a mail service contract by next month. She feels nothing seems to be falling into place with the hovercraft and is seeing a big loss and has the same concerns on the financial issue.

Paul G. reiterated his understanding that the hovercraft will be a separate agenda item at the next meeting. Mayor Mack said we need to be more persistent on the mail contract. The Administrator said the Assistant Administrator has corresponded with them repeatedly, the post office said 30-45 days and we passed that already. The post office said there has been a renovation with personnel changes due to economic downfall. Carol said we gave the hovercraft two more months, still no insurance savings, no mail contract and asked when is the breaking point? Marvin noted his concern about the budget item also.

NEW BUSINESS

Port Authority:

Mayor Mack said this is just a discussion item at this time. The Administrator only brought it forward because it is something that has come up from time to time. She wants the Assembly to know that she has not forgotten about it. This is a very preliminary information item.

Paul G. asked the Administrator if she has done a revenue/expenditures report on this particular port authority. The Administrator said no, but not sure what projects would go into the port authority. Could do a revenues and expenditures of projects that might go into a port authority. Paul G felt expenses would be around \$200,000 a year, there would have to be a revenue source or would have to tax something. It would need executive board meetings, legal advice and will cost money if it did get put into place. The Administrator said you will then have a whole other layer of employees. Mayor Mack said this is preliminary stages in developing, it becomes part of the operation and then the development of this port authority takes place in planning and structuring. He recommends meetings with attorneys for legal advice if the ordinance gets introduced and adopted. He suggested discussing thoroughly at the May meeting.

Nelson Lagoon Dock:

Justine said the dock lights have been out for two years. She requested the lighting be looked at to get lighting back on the dock. The Mayor was not aware lighting was not working and will look into the problem. Theo Chesley, from the public, said three halogen lights and a few navigation lights are all out. Either bulbs out or ballast need to be changed.

REPORTS AND UPDATES

The Administrator reviewed her report in packet and reviewed capital budget projects.

Energy Summit: Many people attended from region -- around 70 people. The Summit made good progress on energy issues.

Mel Gillis land issue: Continually negotiating with Mr. Gillis. Included in packet is letter authorizing Gillis's attorney to negotiate on his behalf.

ASSEMBLY COMMENTS

Paul G. said at Energy Summit there was some discussion in AEB. He suggested AEB spend between \$10-15,000 to purchase and distribute around 10 low energy light bulbs to every household in the Borough. Not sure in this fiscal year budget or next fiscal year. It seems like it would help residents with their utility bills immediately. He suggested allowing city offices and AEB offices to hand out to residents. He estimates approximately \$2 per bulb, 600 households.

Carol expressed her concern that her comments are always taken as an attack on individuals and they are not. The Mayor said Assembly members are voted in office by the people adding that it is the Assembly's job to make comments and suggestions and he supports her. Marvin noted his appreciation for Carol's comments.

Funding Requests:

Funding requests are postponed until the next Assembly meeting when the budget can be thoroughly reviewed.

PUBLIC COMMENTS

Theo Chesley said he submitted a view point letter to the Anchorage Daily News regarding a Compass article by the Administrator. It was nothing personal and confrontational and he does appreciate the AEB staffs hard work and also understands the need for new revenue, but also does not want our current renewable resources at risk. He understands a letter might be going out in support of oil and gas and wondering if the AEB would like to review in light of the offshore spill in the Gulf of Mexico. Not sure how to support in light of what is going on right now. This is exactly the kind of thing that we are trying to avoid. He understands that we need new sources of revenue, but a lot of fishermen that he has talked to do not support.

Mayor Mack said he has not signed anything at this time. The Administrator said next step is to have another meeting with the Assembly and other community leaders like we did in Cold Bay five years ago where we talk about everything and the recent development. To discuss the next 5 years on whether to move forward to safe development or get off of that train. North Aleutian Basin has been taken out of the plan by executive order so we are off the table right now for this 5 year plan. If we want to, the Assembly will talk about the next 5 year plan. The Murkowski video brings up the importance of energy development, but it gives us 5 years to get all the baseline studies accomplished.

Theo Chesley thanked the Administrator and Mayor for their comments.

Murkowski video was played for the public.

NEXT MEETING DATE AND LOCATION

Marvin suggested Sand Point May 28 in Sand Point.

ADJOURNMENT

Justine moved to adjourn second by Ken. Hearing no objections the meeting adjourned at 2:26 p.m.

Mayor

Date

Clerk

Date

UNAPPROVED

Financial Report

ALEUTIANS EAST BOROUGH
***Revenue Guideline©**

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Current Period: APRIL 09-10

Act Status	Account	Descr	YTD Budget	YTD Amount	MTD Amount	Balance	% of Budget
FUND 01 GENERAL FUND							
Active	R 01-201	INTEREST REVENUE	\$68,000.00	\$2,147.28	-\$1,912.37	\$65,852.72	3.16%
Active	R 01-203	OTHER REVENUE	\$7,000.00	\$3,532.38	\$0.00	\$3,467.62	50.46%
Active	R 01-204	OPERATING TRANSFER FR	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 01-206	AEBSD Fund Balance Refund	\$0.00	\$405,521.97	\$0.00	-\$405,521.97	0.00%
Active	R 01-218	AEB RAW FISH TAX	\$2,635,000.00	\$2,390,137.84	\$289,085.18	\$244,862.16	90.71%
Active	R 01-229	Southwest Cities LLC	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 01-265	STATE RAW FISH TAX	\$1,492,720.00	\$2,119,327.51	\$0.00	-\$626,607.51	141.98%
Active	R 01-266	STATE EXTRATERRITORIAL	\$108,350.00	\$272,955.30	\$0.00	-\$164,605.30	251.92%
Active	R 01-267	STATE FISH LANDING TAX	\$45,115.00	\$96,141.76	\$0.00	-\$51,026.76	213.10%
Active	R 01-268	State"Loss" Of Raw Fish Tax	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 01-270	STATE REVENUE OTHER	\$387,000.00	\$407,567.00	\$0.00	-\$20,567.00	105.31%
Active	R 01-276	AEB SCHOOL	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 01-277	STATE BOND REBATE	\$1,045,464.00	\$307,159.00	\$0.00	\$738,305.00	29.38%
Active	R 01-278	COASTAL MANAGEMENT G	\$18,000.00	\$7,875.00	\$0.00	\$10,125.00	43.75%
Active	R 01-291	PLO-95 PAYMNT IN LIEU OF	\$559,000.00	\$0.00	\$0.00	\$559,000.00	0.00%
Active	R 01-292	USFWS LANDS	\$25,000.00	\$36,256.00	\$36,256.00	-\$11,256.00	145.02%
FUND 01 GENERAL FUND			\$6,390,649.00	\$6,048,621.04	\$323,428.81	\$342,027.96	94.65%

ALEUTIANS EAST BOROUGH
***Expenditure Guideline©**

05/04/10 2:58 PM

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Current Period: APRIL 09-10

Act Status	Account	Descr	YTD Budget	YTD Amount	MTD Amount	Balance	% of Budget
Fund 01 GENERAL FUND							
DEPT 100 MAYORS OFFICE							
SUBDEPT 000							
Active	E 01-100-000-300	SALARIES	\$67,204.00	\$56,003.20	\$5,600.32	\$11,200.80	0.8333
Active	E 01-100-000-350	FRINGE BENEFITS	\$24,580.00	\$21,735.00	\$2,173.50	\$2,845.00	0.8843
Active	E 01-100-000-400	TRAVEL AND PERDIEM	\$36,000.00	\$16,314.63	\$1,454.00	\$19,685.37	0.4532
Active	E 01-100-000-425	TELEPHONE	\$2,400.00	\$1,502.80	\$184.18	\$897.20	0.6262
Active	E 01-100-000-475	SUPPLIES	\$1,000.00	\$379.99	\$0.00	\$620.01	0.38
Active	E 01-100-000-554	AK LOBBIST	\$36,000.00	\$36,300.00	\$6,000.00	-\$300.00	1.0083
Active	E 01-100-000-555	FEDERAL LOBBIST	\$75,600.00	\$50,400.00	\$6,300.00	\$25,200.00	0.6667
SUBDEPT 000			\$242,784.00	\$182,635.62	\$21,712.00	\$60,148.38	75.23%
DEPT 100 MAYORS OFFICE			\$242,784.00	\$182,635.62	\$21,712.00	\$60,148.38	75.23%
DEPT 105 ASSEMBLY							
SUBDEPT 000							
Active	E 01-105-000-300	SALARIES	\$25,000.00	\$14,400.00	\$1,800.00	\$10,600.00	0.576
Active	E 01-105-000-350	FRINGE BENEFITS	\$55,000.00	\$63,143.00	\$6,412.04	-\$8,143.00	1.1481
Active	E 01-105-000-400	TRAVEL AND PERDIEM	\$40,000.00	\$35,780.28	\$3,016.00	\$4,219.72	0.8945
Active	E 01-105-000-425	TELEPHONE	\$4,500.00	\$2,657.25	\$295.25	\$1,842.75	0.5905
Active	E 01-105-000-475	SUPPLIES	\$500.00	\$1,193.42	\$0.00	-\$693.42	2.3868
Active	E 01-105-000-476	Plan Evaluation	\$10,000.00	\$14,864.69	\$1,989.62	-\$4,864.69	1.4865
SUBDEPT 000			\$135,000.00	\$132,038.64	\$13,512.91	\$2,961.36	97.81%
DEPT 105 ASSEMBLY			\$135,000.00	\$132,038.64	\$13,512.91	\$2,961.36	97.81%
DEPT 150 PLANNING/CLERKS DEPARMENT							
SUBDEPT 000							
Active	E 01-150-000-300	SALARIES	\$79,220.00	\$55,432.82	\$6,492.81	\$23,787.18	0.6997
Active	E 01-150-000-350	FRINGE BENEFITS	\$26,156.00	\$21,025.61	\$2,381.70	\$5,130.39	0.8039
Active	E 01-150-000-380	CONTRACT LABOR	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 01-150-000-400	TRAVEL AND PERDIEM	\$12,500.00	\$2,772.00	\$648.00	\$9,728.00	0.2218
Active	E 01-150-000-425	TELEPHONE	\$7,500.00	\$5,075.00	\$436.30	\$2,425.00	0.6767
Active	E 01-150-000-450	POSTAGE/SPEED PAK	\$500.00	\$317.74	\$0.00	\$182.26	0.6355
Active	E 01-150-000-475	SUPPLIES	\$9,000.00	\$3,820.37	\$0.00	\$5,179.63	0.4245
Active	E 01-150-000-500	EQUIPMENT	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 01-150-000-526	UTILITIES	\$12,000.00	\$14,221.79	\$977.15	-\$2,221.79	1.1851
Active	E 01-150-000-530	DUES AND FEES	\$5,000.00	\$2,610.95	\$0.00	\$2,389.05	0.5222
Active	E 01-150-000-650	ELECTION	\$8,300.00	\$7,450.00	\$0.00	\$850.00	0.8976
Active	E 01-150-000-670	Planning Commision	\$7,000.00	\$8,264.00	\$0.00	-\$1,264.00	1.1806
Active	E 01-150-000-961	OIL & GAS STUDY-Review BIF	\$10,000.00	\$10,509.50	\$637.50	-\$509.50	1.051
SUBDEPT 000			\$177,176.00	\$131,499.78	\$11,573.46	\$45,676.22	74.22%

SUBDEPT 051 State Coastal Management

ALEUTIANS EAST BOROUGH
***Expenditure Guideline©**

Current Period: APRIL 09-10

Act Status	Account	Descr	YTD Budget	YTD Amount	MTD Amount	Balance	% of Budget
Active	E 01-150-051-300	SALARIES	\$10,601.25	\$8,859.39	\$0.00	\$1,741.86	0.8357
Active	E 01-150-051-350	FRINGE BENEFITS	\$3,533.75	\$2,953.11	\$0.00	\$580.64	0.8357
Active	E 01-150-051-400	TRAVEL AND PERDIEM	\$3,865.00	\$724.00	\$0.00	\$3,141.00	0.1873
SUBDEPT 051 State Coastal Management			\$18,000.00	\$12,536.50	\$0.00	\$5,463.50	69.65%
DEPT 150 PLANNING/CLERKS DEPARTMENT			\$195,176.00	\$144,036.28	\$11,573.46	\$51,139.72	73.80%
DEPT 200 ADMINISTRATION							
SUBDEPT 000							
Active	E 01-200-000-300	SALARIES	\$268,681.00	\$225,432.01	\$25,392.10	\$43,248.99	0.839
Active	E 01-200-000-350	FRINGE BENEFITS	\$92,160.00	\$78,982.95	\$8,097.94	\$13,177.05	0.857
Active	E 01-200-000-380	CONTRACT LABOR	\$10,000.00	\$18,460.83	\$3,140.83	-\$8,460.83	1.8461
Active	E 01-200-000-382	ANCHORAGE OFFICE	\$0.00	\$11,392.70	\$21.93	-\$11,392.70	0
Active	E 01-200-000-400	TRAVEL AND PERDIEM	\$15,000.00	\$11,441.83	\$66.00	\$3,558.17	0.7628
Active	E 01-200-000-425	TELEPHONE	\$6,000.00	\$3,582.84	\$320.24	\$2,417.16	0.5971
Active	E 01-200-000-450	POSTAGE/SPEED PAK	\$2,500.00	\$1,290.86	\$0.00	\$1,209.14	0.5163
Active	E 01-200-000-475	SUPPLIES	\$18,120.00	\$15,929.18	\$1,097.80	\$2,190.82	0.8791
Active	E 01-200-000-500	EQUIPMENT	\$4,500.00	\$0.00	\$0.00	\$4,500.00	0
Active	E 01-200-000-525	RENTAL/LEASE	\$36,980.00	\$27,653.54	\$3,081.87	\$9,326.46	0.7478
Active	E 01-200-000-530	DUES AND FEES	\$1,500.00	\$1,160.00	\$75.00	\$340.00	0.7733
SUBDEPT 000			\$455,441.00	\$395,326.74	\$41,293.71	\$60,114.26	86.80%
DEPT 200 ADMINISTRATION			\$455,441.00	\$395,326.74	\$41,293.71	\$60,114.26	86.80%
DEPT 250 FINANCE DEPARTMENT							
SUBDEPT 000							
Active	E 01-250-000-300	SALARIES	\$102,811.00	\$90,917.55	\$9,798.26	\$11,893.45	0.8843
Active	E 01-250-000-350	FRINGE BENEFITS	\$43,000.00	\$37,158.49	\$3,969.08	\$5,841.51	0.8642
Active	E 01-250-000-380	CONTRACT LABOR	\$0.00	\$45.00	\$0.00	-\$45.00	0
Active	E 01-250-000-400	TRAVEL AND PERDIEM	\$4,000.00	\$4,157.41	\$0.00	-\$157.41	1.0394
Active	E 01-250-000-425	TELEPHONE	\$5,000.00	\$3,003.20	\$359.42	\$1,996.80	0.6006
Active	E 01-250-000-450	POSTAGE/SPEED PAK	\$1,500.00	\$1,917.13	\$0.00	-\$417.13	1.2781
Active	E 01-250-000-475	SUPPLIES	\$10,500.00	\$12,176.73	\$548.00	-\$1,676.73	1.1597
Active	E 01-250-000-500	EQUIPMENT	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 01-250-000-526	UTILITIES	\$4,000.00	\$2,957.03	\$1,009.45	\$1,042.97	0.7393
Active	E 01-250-000-550	AUDIT	\$45,000.00	\$32,385.00	\$2,500.00	\$12,615.00	0.7197
SUBDEPT 000			\$215,811.00	\$184,717.54	\$18,184.21	\$31,093.46	85.59%
DEPT 250 FINANCE DEPARTMENT			\$215,811.00	\$184,717.54	\$18,184.21	\$31,093.46	85.59%
DEPT 650 RESOURCE DEPARTMENT							
SUBDEPT 000							
Active	E 01-650-000-300	SALARIES	\$115,976.00	\$99,756.64	\$9,664.64	\$16,219.36	0.8601
Active	E 01-650-000-350	FRINGE BENEFITS	\$37,178.00	\$31,786.08	\$3,221.20	\$5,391.92	0.855

ALEUTIANS EAST BOROUGH
***Expenditure Guideline©**

Current Period: APRIL 09-10

Act Status	Account	Descr	YTD Budget	YTD Amount	MTD Amount	Balance	% of Budget
Active	E 01-650-000-380	CONTRACT LABOR	\$60,000.00	\$50,000.00	\$5,000.00	\$10,000.00	0.8333
Active	E 01-650-000-400	TRAVEL AND PERDIEM	\$35,000.00	\$17,323.70	\$0.00	\$17,676.30	0.495
Active	E 01-650-000-402	NPFMC Meetings	\$15,000.00	\$2,600.00	\$0.00	\$12,400.00	0.1733
Active	E 01-650-000-403	BOF Meetings	\$25,000.00	\$18,624.03	\$0.00	\$6,375.97	0.745
Active	E 01-650-000-425	TELEPHONE	\$5,200.00	\$3,809.70	\$471.86	\$1,390.30	0.7326
Active	E 01-650-000-450	POSTAGE/SPEED PAK	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 01-650-000-475	SUPPLIES	\$3,000.00	\$1,205.59	\$0.00	\$1,794.41	0.4019
Active	E 01-650-000-500	EQUIPMENT	\$0.00	\$0.00	\$0.00	\$0.00	0
SUBDEPT 000			\$296,354.00	\$225,105.74	\$18,357.70	\$71,248.26	75.96%
SUBDEPT 011 PUBLIC INFORMATION							
Active	E 01-650-011-300	SALARIES	\$82,766.00	\$68,971.20	\$6,897.12	\$13,794.80	0.8333
Active	E 01-650-011-350	FRINGE BENEFITS	\$29,058.00	\$25,697.44	\$2,571.76	\$3,360.56	0.8844
Active	E 01-650-011-380	CONTRACT LABOR	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 01-650-011-400	TRAVEL AND PERDIEM	\$15,000.00	\$10,078.22	\$1,000.00	\$4,921.78	0.6719
Active	E 01-650-011-425	TELEPHONE	\$2,400.00	\$838.60	\$97.51	\$1,561.40	0.3494
Active	E 01-650-011-450	POSTAGE/SPEED PAK	\$250.00	\$0.00	\$0.00	\$250.00	0
Active	E 01-650-011-475	SUPPLIES	\$4,500.00	\$2,669.59	\$8.42	\$1,830.41	0.5932
Active	E 01-650-011-500	EQUIPMENT	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 01-650-011-525	RENTAL/LEASE	\$6,800.00	\$5,681.23	\$633.15	\$1,118.77	0.8355
Active	E 01-650-011-532	ADVERTISING	\$25,000.00	\$13,163.98	\$24.00	\$11,836.02	0.5266
Active	E 01-650-011-960	STUDY PROJECT	\$0.00	\$0.00	\$0.00	\$0.00	0
SUBDEPT 011 PUBLIC INFORMATION			\$165,774.00	\$127,100.26	\$11,231.96	\$38,673.74	76.67%
DEPT 650 RESOURCE DEPARTMENT			\$462,128.00	\$352,206.00	\$29,589.66	\$109,922.00	76.21%
DEPT 700 PUBLIC WORKS DEPARTMENT							
SUBDEPT 000							
Active	E 01-700-000-300	SALARIES	\$71,112.00	\$59,260.00	\$5,926.00	\$11,852.00	0.8333
Active	E 01-700-000-350	FRINGE BENEFITS	\$26,209.00	\$22,939.44	\$2,293.18	\$3,269.56	0.8753
Active	E 01-700-000-380	CONTRACT LABOR	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 01-700-000-400	TRAVEL AND PERDIEM	\$12,000.00	\$8,285.50	\$1,848.00	\$3,714.50	0.6905
Active	E 01-700-000-425	TELEPHONE	\$1,500.00	\$1,267.27	\$93.68	\$232.73	0.8448
Active	E 01-700-000-450	POSTAGE/SPEED PAK	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 01-700-000-475	SUPPLIES	\$6,000.00	\$3,817.75	\$197.84	\$2,182.25	0.6363
Active	E 01-700-000-500	EQUIPMENT	\$1,500.00	\$0.00	\$0.00	\$1,500.00	0
Active	E 01-700-000-525	RENTAL/LEASE	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 01-700-000-526	UTILITIES	\$2,500.00	\$2,644.43	\$53.44	-\$144.43	1.0578
SUBDEPT 000			\$120,821.00	\$98,214.39	\$10,412.14	\$22,606.61	81.29%
DEPT 700 PUBLIC WORKS DEPARTMENT			\$120,821.00	\$98,214.39	\$10,412.14	\$22,606.61	81.29%
DEPT 844 KCAP							
SUBDEPT 000 NO DESCR							

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Act Status	Account	Descr	YTD Budget	YTD Amount	MTD Amount	Balance	% of Budget
Active	E 01-844-000-300	SALARIES	\$4,500.00	\$0.00	\$0.00	\$4,500.00	0
Active	E 01-844-000-350	FRINGE BENEFITS	\$2,200.00	\$0.00	\$0.00	\$2,200.00	0
Active	E 01-844-000-425	TELEPHONE	\$2,120.00	\$486.53	\$54.49	\$1,633.47	0.2295
Active	E 01-844-000-475	SUPPLIES	\$3,600.00	\$1,079.86	\$8.42	\$2,520.14	0.3
Active	E 01-844-000-525	RENTAL/LEASE	\$7,580.00	\$5,681.23	\$633.15	\$1,898.77	0.7495
		SUBDEPT 000 NO DESCR	\$20,000.00	\$7,247.62	\$696.06	\$12,752.38	36.24%
		DEPT 844 KCAP	\$20,000.00	\$7,247.62	\$696.06	\$12,752.38	36.24%
DEPT 850 EDUCATION							
SUBDEPT 000							
Active	E 01-850-000-525	RENTAL/LEASE	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 01-850-000-526	UTILITIES	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 01-850-000-700	LOCAL SCHOOL CONTRIBUTION	\$1,054,000.00	\$990,500.00	\$0.00	\$63,500.00	0.9398
Active	E 01-850-000-701	SCHOOL SCHOLARSHIPS	\$20,000.00	\$11,711.25	\$11,711.25	\$8,288.75	0.5856
Active	E 01-850-000-703	School Contribution	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 01-850-000-756	STUDENT TRAVEL	\$5,000.00	\$5,000.00	\$5,000.00	\$0.00	1
		SUBDEPT 000	\$1,079,000.00	\$1,007,211.25	\$16,711.25	\$71,788.75	93.35%
		DEPT 850 EDUCATION	\$1,079,000.00	\$1,007,211.25	\$16,711.25	\$71,788.75	93.35%
DEPT 860 SPECIAL ASSISTANT-NLG,FP,CDB							
SUBDEPT 000							
Active	E 01-860-000-300	SALARIES	\$62,760.00	\$52,300.00	\$5,230.00	\$10,460.00	0.8333
Active	E 01-860-000-350	FRINGE BENEFITS	\$24,167.00	\$21,318.75	\$2,157.70	\$2,848.25	0.8821
Active	E 01-860-000-380	CONTRACT LABOR	\$6,000.00	\$10,466.38	\$1,236.85	-\$4,466.38	1.7444
Active	E 01-860-000-400	TRAVEL AND PERDIEM	\$15,000.00	\$12,121.56	\$600.00	\$2,878.44	0.8081
Active	E 01-860-000-425	TELEPHONE	\$4,000.00	\$1,669.92	\$54.23	\$2,330.08	0.4175
Active	E 01-860-000-450	POSTAGE/SPEED PAK	\$250.00	\$6.10	\$0.00	\$243.90	0.0244
Active	E 01-860-000-475	SUPPLIES	\$4,500.00	\$1,383.44	(\$131.02)	\$3,116.56	0.3074
Active	E 01-860-000-500	EQUIPMENT	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 01-860-000-525	RENTAL/LEASE	\$7,000.00	\$5,681.23	\$633.15	\$1,318.77	0.8116
Active	E 01-860-000-969	Tourism Development	\$0.00	\$0.00	\$0.00	\$0.00	0
		SUBDEPT 000	\$123,677.00	\$104,947.38	\$9,780.91	\$18,729.62	84.86%
		DEPT 860 SPECIAL ASSISTANT-NLG,FP,CDB	\$123,677.00	\$104,947.38	\$9,780.91	\$18,729.62	84.86%
DEPT 900 OTHER							
SUBDEPT 000							
Active	E 01-900-000-475	SUPPLIES	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 01-900-000-500	EQUIPMENT	\$18,200.00	\$5,680.02	\$0.00	\$12,519.98	0.3121
Active	E 01-900-000-526	UTILITIES	\$11,410.00	\$15,236.70	\$311.15	-\$3,826.70	1.3354
Active	E 01-900-000-551	LEGAL	\$65,000.00	\$71,446.78	\$3,833.02	-\$6,446.78	1.0992
Active	E 01-900-000-552	INSURANCE	\$180,000.00	\$153,200.00	\$0.00	\$26,800.00	0.8511

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Active	E 01-900-000-727	BANK FEES	\$500.00	\$666.10	\$292.01	-\$166.10	1.3322
Active	E 01-900-000-728	WIRE TRANSFERS	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 01-900-000-751	OPERATING TRANSFER TO	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 01-900-000-752	CONTRIBUTION TO EAT	\$150,000.00	\$112,500.00	\$0.00	\$37,500.00	0.75
Active	E 01-900-000-753	MISC EXPENSE	\$0.00	\$4,065.12	\$0.00	-\$4,065.12	0
Active	E 01-900-000-757	YOUTH SERVICES	\$23,500.00	\$5,100.00	\$0.00	\$18,400.00	0.217
Active	E 01-900-000-760	REVENUE SHARING NELSON LAG	\$32,000.00	\$32,000.00	\$0.00	\$0.00	1
Active	E 01-900-000-943	WEB SERVICE	\$9,300.00	\$10,067.38	\$744.48	-\$767.38	1.0825
		SUBDEPT 000	\$489,910.00	\$409,962.10	\$5,180.66	\$79,947.90	83.68%
		DEPT 900 OTHER	\$489,910.00	\$409,962.10	\$5,180.66	\$79,947.90	83.68%
		Fund 01 GENERAL FUND	\$3,539,748.00	\$3,018,543.56	\$178,646.97	\$521,204.44	85.28%

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Act Status	Account	Descr	YTD Budget	YTD Amount	MTD Amount	Balance	% of Budget
FUND 20 CAPITAL IMPROVEMENTS							
Active	R 20-201	INTEREST REVENUE	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 20-203	OTHER REVENUE	\$650,000.00	\$0.00	\$0.00	\$650,000.00	0.00%
Active	R 20-204	OPERATING TRANSFER FR	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 20-239	American Recovery&Reinvest	\$1,983.43	\$1,983.43	\$0.00	\$0.00	100.00%
Active	R 20-257	US Dept.of Energy-DE-RW00	\$50,000.00	\$0.00	\$0.00	\$50,000.00	0.00%
Active	R 20-270	STATE REVENUE OTHER	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 20-287	KCAP/09-DC-359	\$2,000,000.00	\$629,143.15	\$319,038.80	\$1,370,856.85	31.46%
Active	R 20-293	Denali Commission-False Pas	\$115,843.74	\$115,843.74	\$0.00	\$0.00	100.00%
Active	R 20-296	POLLOCK SURVEY PROJEC	\$6,605.07	\$0.00	\$0.00	\$6,605.07	0.00%
Active	R 20-298	FY10Pollock Survey	\$94,998.00	\$0.00	\$0.00	\$94,998.00	0.00%
Active	R 20-420	Alaska Energy Authority21954	\$25,000.00	\$9,000.00	\$0.00	\$16,000.00	36.00%
Active	R 20-871	MMS/M09AC15825	\$65,000.00	\$63,200.25	\$13,041.50	\$1,799.75	97.23%
FUND 20 CAPITAL IMPROVEMENTS			\$3,009,430.24	\$819,170.57	\$332,080.30	\$2,190,259.67	27.22%

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Act Status	Account	Descr	YTD Budget	YTD Amount	MTD Amount	Balance	% of Budget
Fund 20 CAPITAL IMPROVEMENTS							
DEPT 239 American Recovery&Reinvestment							
SUBDEPT 000 NO DESCR							
Active	E 20-239-000-552	INSURANCE	\$1,983.43	\$1,983.43	\$0.00	\$0.00	1
		SUBDEPT 000 NO DESCR	\$1,983.43	\$1,983.43	\$0.00	\$0.00	100.00%
		DEPT 239 American Recovery&Reinvestment	\$1,983.43	\$1,983.43	\$0.00	\$0.00	100.00%
DEPT 257 US Dept.of Energy-DE-RW0000113							
SUBDEPT 000 NO DESCR							
Active	E 20-257-000-850	CAPITAL CONSTRUCTION	\$50,000.00	\$0.00	\$0.00	\$50,000.00	0
		SUBDEPT 000 NO DESCR	\$50,000.00	\$0.00	\$0.00	\$50,000.00	0.00%
		DEPT 257 US Dept.of Energy-DE-RW0000113	\$50,000.00	\$0.00	\$0.00	\$50,000.00	0.00%
DEPT 502 Cold Bay Dock/Grant							
SUBDEPT 000							
Active	E 20-502-000-850	CAPITAL CONSTRUCTION	\$14,088.27	\$14,088.27	\$0.00	\$0.00	1
		SUBDEPT 000	\$14,088.27	\$14,088.27	\$0.00	\$0.00	100.00%
		DEPT 502 Cold Bay Dock/Grant	\$14,088.27	\$14,088.27	\$0.00	\$0.00	100.00%
DEPT 801 CAPITAL - AKUTAN							
SUBDEPT 073 FY08 Community Grant							
Active	E 20-801-073-850	CAPITAL CONSTRUCTION	\$40,000.00	\$40,000.00	\$0.00	\$0.00	1
		SUBDEPT 073 FY08 Community Grant	\$40,000.00	\$40,000.00	\$0.00	\$0.00	100.00%
		DEPT 801 CAPITAL - AKUTAN	\$40,000.00	\$40,000.00	\$0.00	\$0.00	100.00%
DEPT 803 CAPITAL - FALSE PASS							
SUBDEPT 000							
Active	E 20-803-000-850	CAPITAL CONSTRUCTION	\$14,070.13	\$0.00	\$0.00	\$14,070.13	0
		SUBDEPT 000	\$14,070.13	\$0.00	\$0.00	\$14,070.13	0.00%
		DEPT 803 CAPITAL - FALSE PASS	\$14,070.13	\$0.00	\$0.00	\$14,070.13	0.00%
DEPT 809 Akutan Airport/Grant							
SUBDEPT 000							
Active	E 20-809-000-850	CAPITAL CONSTRUCTION	\$150,000.00	\$54,103.48	(\$4,345.29)	\$95,896.52	0.3607
		SUBDEPT 000	\$150,000.00	\$54,103.48	-\$4,345.29	\$95,896.52	36.07%
		DEPT 809 Akutan Airport/Grant	\$150,000.00	\$54,103.48	-\$4,345.29	\$95,896.52	36.07%
DEPT 838 FPHarbor-Denali Commission Gr.							

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Act Status	Account	Descr	YTD Budget	YTD Amount	MTD Amount	Balance	% of Budget
SUBDEPT 038 False Pass-Denali Commission							
Active	E 20-838-038-850	CAPITAL CONSTRUCTION	\$115,843.74	\$67,760.00	\$0.00	\$48,083.74	0.5849
		SUBDEPT 038 False Pass-Denali Commission	\$115,843.74	\$67,760.00	\$0.00	\$48,083.74	58.49%
		DEPT 838 FPHarbor-Denali Commission Gr.	\$115,843.74	\$67,760.00	\$0.00	\$48,083.74	58.49%
DEPT 857 Aleutia Grant							
SUBDEPT 000 NO DESCR							
Active	E 20-857-000-850	CAPITAL CONSTRUCTION	\$23,000.00	\$23,000.00	\$0.00	\$0.00	1
		SUBDEPT 000 NO DESCR	\$23,000.00	\$23,000.00	\$0.00	\$0.00	100.00%
		DEPT 857 Aleutia Grant	\$23,000.00	\$23,000.00	\$0.00	\$0.00	100.00%
DEPT 867 KCC Alternative Road							
SUBDEPT 000							
Active	E 20-867-000-300	SALARIES	\$0.00	\$10,725.00	(\$1,800.00)	-\$10,725.00	0
Active	E 20-867-000-350	FRINGE BENEFITS	\$0.00	\$6,420.60	(\$830.84)	-\$6,420.60	0
Active	E 20-867-000-380	CONTRACT LABOR	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 20-867-000-381	ENGINEERING	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 20-867-000-400	TRAVEL AND PERDIEM	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 20-867-000-475	SUPPLIES	\$0.00	\$0.00	\$0.00	\$0.00	0
		SUBDEPT 000	\$0.00	\$17,145.60	-\$2,630.84	-\$17,145.60	0.00%
SUBDEPT 168 KCAP/09-DC-359							
Active	E 20-867-168-300	SALARIES	\$25,000.00	\$27,360.00	\$2,475.00	-\$2,360.00	1.0944
Active	E 20-867-168-350	FRINGE BENEFITS	\$11,455.00	\$12,478.79	\$1,265.43	-\$1,023.79	1.0894
Active	E 20-867-168-381	ENGINEERING	\$950,000.00	\$0.00	\$0.00	\$950,000.00	0
Active	E 20-867-168-400	TRAVEL AND PERDIEM	\$10,000.00	\$5,296.50	\$1,170.00	\$4,703.50	0.5297
Active	E 20-867-168-850	CAPITAL CONSTRUCTION	\$1,003,545.00	\$575,372.42	\$0.00	\$428,172.58	0.5733
		SUBDEPT 168 KCAP/09-DC-359	\$2,000,000.00	\$620,507.71	\$4,910.43	\$1,379,492.29	31.03%
		DEPT 867 KCC Alternative Road	\$2,000,000.00	\$637,653.31	\$2,279.59	\$1,362,346.69	31.88%
DEPT 871 Cooperative Agreement-EIS							
SUBDEPT 171 Coop.Agreement M09AC15825							
Active	E 20-871-171-380	CONTRACT LABOR	\$65,000.00	\$60,668.25	\$1,252.00	\$4,331.75	0.9334
		SUBDEPT 171 Coop.Agreement M09AC15825	\$65,000.00	\$60,668.25	\$1,252.00	\$4,331.75	93.34%
		DEPT 871 Cooperative Agreement-EIS	\$65,000.00	\$60,668.25	\$1,252.00	\$4,331.75	93.34%
DEPT 900 OTHER							
SUBDEPT 000 NO DESCR							
Active	E 20-900-000-420	Alaska Energy Authority2195408	\$25,000.00	\$20,693.77	\$0.00	\$4,306.23	0.8278
Active	E 20-900-000-505	AEBSD Grant	\$10,000.00	\$0.00	\$0.00	\$10,000.00	0

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Active	E 20-900-000-506	SURVEYING	\$0.00	\$10,000.00	\$0.00	-\$10,000.00	0
Active	E 20-900-000-507	POLLOCK SURVEY	\$6,605.07	\$0.00	\$0.00	\$6,605.07	0
Active	E 20-900-000-508	FY10Pollock Survey	\$94,998.00	\$75,509.12	\$0.00	\$19,488.88	0.7948
Active	E 20-900-000-753	MISC EXPENSE	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 20-900-000-850	CAPITAL CONSTRUCTION	\$500,000.00	\$26,429.92	\$0.00	\$473,570.08	0.0529
Active	E 20-900-000-961	OIL & GAS STUDY-Review BIF	\$0.00	\$6,000.00	\$0.00	-\$6,000.00	0
		SUBDEPT 000 NO DESCR	\$636,603.07	\$138,632.81	\$0.00	\$497,970.26	21.78%
		DEPT 900 OTHER	\$636,603.07	\$138,632.81	\$0.00	\$497,970.26	21.78%
		Fund 20 CAPITAL IMPROVEMENTS	\$3,110,588.64	\$1,037,889.55	-\$813.70	\$2,072,699.09	33.37%

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Act Status	Account	Descr	YTD Budget	YTD Amount	MTD Amount	Balance	% of Budget
FUND 22 OPERATIONS							
Active	R 22-203	OTHER REVENUE	\$675,000.00	\$0.00	\$0.00	\$675,000.00	0.00%
Active	R 22-204	OPERATING TRANSFER FR	\$500,000.00	\$0.00	\$0.00	\$500,000.00	0.00%
Active	R 22-221	COLD BAY TERMINAL LEAS	\$139,620.00	\$166,351.10	\$11,635.11	-\$26,731.10	119.15%
Active	R 22-222	COLD BAY TERMINAL OTHE	\$308,000.00	\$0.00	\$0.00	\$308,000.00	0.00%
Active	R 22-245	HOVERCRAFT/MEDEVACS	\$48,000.00	\$9,000.00	\$0.00	\$39,000.00	18.75%
Active	R 22-246	HOVERCRAFT /TICKETS	\$93,000.00	\$41,550.00	\$2,376.00	\$51,450.00	44.68%
Active	R 22-247	HOVERCRAFT/ VEHICLES	\$30,000.00	\$9,574.88	\$808.00	\$20,425.12	31.92%
Active	R 22-248	HOVERCRAFT/ FREIGHT	\$30,000.00	\$2,008.35	\$340.96	\$27,991.65	6.69%
FUND 22 OPERATIONS			\$1,823,620.00	\$228,484.33	\$15,160.07	\$1,595,135.67	12.53%

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Act Status	Account	Descr	YTD Budget	YTD Amount	MTD Amount	Balance	% of Budget
Fund 22 OPERATIONS							
DEPT 802 CAPITAL - COLD BAY							
SUBDEPT 200 COLD BAY TERMINAL							
Active	E 22-802-200-300	SALARIES	\$41,422.00	\$34,518.00	\$3,451.80	\$6,904.00	0.8333
Active	E 22-802-200-350	FRINGE BENEFITS	\$18,950.00	\$17,131.68	\$1,714.20	\$1,818.32	0.904
Active	E 22-802-200-380	CONTRACT LABOR	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 22-802-200-400	TRAVEL AND PERDIEM	\$3,000.00	\$2,220.00	\$0.00	\$780.00	0.74
Active	E 22-802-200-425	TELEPHONE	\$3,000.00	\$3,478.15	\$327.60	-\$478.15	1.1594
Active	E 22-802-200-475	SUPPLIES	\$5,000.00	\$32,925.87	\$503.60	-\$27,925.87	6.5852
Active	E 22-802-200-525	RENTAL/LEASE	\$5,335.00	\$5,335.04	\$5,335.04	-\$0.04	1
Active	E 22-802-200-526	UTILITIES	\$24,000.00	\$15,277.21	\$1,659.41	\$8,722.79	0.6366
Active	E 22-802-200-551	LEGAL	\$0.00	\$64,587.64	\$32,855.42	-\$64,587.64	0
Active	E 22-802-200-576	GAS	\$0.00	\$1,588.94	\$64.72	-\$1,588.94	0
Active	E 22-802-200-577	FUEL	\$15,000.00	\$13,954.81	\$2,407.68	\$1,045.19	0.9303
Active	E 22-802-200-753	MISC EXPENSE	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 22-802-200-983	Debt Service	\$123,240.00	\$0.00	\$0.00	\$123,240.00	0
SUBDEPT 200 COLD BAY TERMINAL			\$238,947.00	\$191,017.34	\$48,319.47	\$47,929.66	79.94%
DEPT 802 CAPITAL - COLD BAY			\$238,947.00	\$191,017.34	\$48,319.47	\$47,929.66	79.94%
DEPT 843 Hovercraft Operation							
SUBDEPT 100 HOVERCRAFT OPERATION							
Active	E 22-843-100-300	SALARIES	\$314,682.00	\$244,112.42	\$21,940.20	\$70,569.58	0.7757
Active	E 22-843-100-350	FRINGE BENEFITS	\$87,606.00	\$68,431.00	\$6,039.50	\$19,175.00	0.7811
Active	E 22-843-100-380	CONTRACT LABOR	\$150,000.00	\$111,591.52	\$0.00	\$38,408.48	0.7439
Active	E 22-843-100-381	ENGINEERING	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 22-843-100-400	TRAVEL AND PERDIEM	\$40,000.00	\$22,482.97	\$934.00	\$17,517.03	0.5621
Active	E 22-843-100-425	TELEPHONE	\$8,000.00	\$5,982.47	\$560.28	\$2,017.53	0.7478
Active	E 22-843-100-475	SUPPLIES	\$180,000.00	\$169,382.83	\$8,370.81	\$10,617.17	0.941
Active	E 22-843-100-477	HOVERCRAFT FREIGHT	\$205,000.00	\$91,157.12	\$0.00	\$113,842.88	0.4447
Active	E 22-843-100-500	EQUIPMENT	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 22-843-100-525	RENTAL/LEASE	\$3,200.00	\$3,200.00	\$0.00	\$0.00	1
Active	E 22-843-100-526	UTILITIES	\$5,000.00	\$3,328.02	\$418.64	\$1,671.98	0.6656
Active	E 22-843-100-551	LEGAL	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 22-843-100-552	INSURANCE	\$365,000.00	\$317,097.00	\$95,326.74	\$47,903.00	0.8688
Active	E 22-843-100-576	GAS	\$8,000.00	\$3,539.19	\$546.66	\$4,460.81	0.4424
Active	E 22-843-100-577	FUEL	\$90,000.00	\$73,188.54	\$9,904.13	\$16,811.46	0.8132
SUBDEPT 100 HOVERCRAFT OPERATION			\$1,456,488.00	\$1,113,493.08	\$144,040.96	\$342,994.92	76.45%
DEPT 843 Hovercraft Operation			\$1,456,488.00	\$1,113,493.08	\$144,040.96	\$342,994.92	76.45%
Fund 22 OPERATIONS			\$1,695,435.00	\$1,304,510.42	\$192,360.43	\$390,924.58	76.94%

ALEUTIANS EAST BOROUGH
***Revenue Guideline©**

Current Period: APRIL 09-10

Act Status	Account	Descr	YTD Budget	YTD Amount	MTD Amount	Balance	% of Budget
FUND 24 BOND CONSTRUCTION							
Active	R 24-201	INTEREST REVENUE	\$0.00	\$34,672.48	-\$5,505.06	-\$34,672.48	0.00%
Active	R 24-203	OTHER REVENUE	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 24-204	OPERATING TRANSFER FR	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 24-227	COE-HARBOR PROJECTS	\$522,502.19	\$0.00	\$0.00	\$522,502.19	0.00%
Active	R 24-259	BOND PROCEEDS	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 24-270	STATE REVENUE OTHER	\$5,000,000.00	\$2,052,245.00	\$2,052,245.00	\$2,947,755.00	41.04%
Active	R 24-277	STATE BOND REBATE	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
FUND 24 BOND CONSTRUCTION			\$5,522,502.19	\$2,086,917.48	\$2,046,739.94	\$3,435,584.71	37.79%

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***Expenditure Guideline©**

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Current Period: APRIL 09-10

Act Status	Account	Descr	YTD Budget	YTD Amount	MTD Amount	Balance	% of Budget
Fund 24 BOND CONSTRUCTION							
DEPT 809 Akutan Airport/Grant							
SUBDEPT 000							
Active	E 24-809-000-850	CAPITAL CONSTRUCTION	\$3,000,000.00	\$0.00	\$0.00	\$3,000,000.00	0
		SUBDEPT 000	\$3,000,000.00	\$0.00	\$0.00	\$3,000,000.00	0.00%
		DEPT 809 Akutan Airport/Grant	\$3,000,000.00	\$0.00	\$0.00	\$3,000,000.00	0.00%
DEPT 831 SAND POINT HARBOR							
SUBDEPT 132 Sand Point Harbor							
Active	E 24-831-132-850	CAPITAL CONSTRUCTION	\$522,502.19	\$134,045.30	\$0.00	\$388,456.89	0.2565
		SUBDEPT 132 Sand Point Harbor	\$522,502.19	\$134,045.30	\$0.00	\$388,456.89	25.65%
		DEPT 831 SAND POINT HARBOR	\$522,502.19	\$134,045.30	\$0.00	\$388,456.89	25.65%
DEPT 833 FALSE PASS HARBOR							
SUBDEPT 000							
Active	E 24-833-000-850	CAPITAL CONSTRUCTION	\$560,657.32	\$37,186.89	\$24,237.29	\$523,470.43	0.0663
Active	E 24-833-000-880	LAND	\$0.00	\$0.00	\$0.00	\$0.00	0
		SUBDEPT 000	\$560,657.32	\$37,186.89	\$24,237.29	\$523,470.43	6.63%
		DEPT 833 FALSE PASS HARBOR	\$560,657.32	\$37,186.89	\$24,237.29	\$523,470.43	6.63%
DEPT 839 AKUTAN HARBOR							
SUBDEPT 000							
Active	E 24-839-000-850	CAPITAL CONSTRUCTION	\$4,868,784.19	\$3,219,227.20	\$281.64	\$1,649,556.99	0.6612
		SUBDEPT 000	\$4,868,784.19	\$3,219,227.20	\$281.64	\$1,649,556.99	66.12%
		DEPT 839 AKUTAN HARBOR	\$4,868,784.19	\$3,219,227.20	\$281.64	\$1,649,556.99	66.12%
DEPT 862 NELSON LAGOON DOCK							
SUBDEPT 000							
Active	E 24-862-000-850	CAPITAL CONSTRUCTION	\$24,265.88	\$0.00	\$0.00	\$24,265.88	0
		SUBDEPT 000	\$24,265.88	\$0.00	\$0.00	\$24,265.88	0.00%
		DEPT 862 NELSON LAGOON DOCK	\$24,265.88	\$0.00	\$0.00	\$24,265.88	0.00%
DEPT 900 OTHER							
SUBDEPT 000							
Active	E 24-900-000-380	CONTRACT LABOR	\$1,981,891.64	\$21,771.33	\$2,499.48	\$1,960,120.31	0.011
Active	E 24-900-000-725	BOND INTEREST PAYMENT	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 24-900-000-745	Bond Sale Expense	\$0.00	\$0.00	\$0.00	\$0.00	0
		SUBDEPT 000	\$1,981,891.64	\$21,771.33	\$2,499.48	\$1,960,120.31	1.10%

ALEUTIANS EAST BOROUGH
***Expenditure Guideline©**

Current Period: APRIL 09-10

Act Status	Account	Descr	YTD Budget	YTD Amount	MTD Amount	Balance	% of Budget
		<i>DEPT 900 OTHER</i>	\$1,981,891.64	\$21,771.33	\$2,499.48	\$1,960,120.31	1.10%
	<i>Fund 24 BOND CONSTRUCTION</i>		\$10,958,101.22	\$3,412,230.72	\$27,018.41	\$7,545,870.50	31.14%

ALEUTIANS EAST BOROUGH
***Revenue Guideline©**

Current Period: APRIL 09-10

Act Status	Account	Descr	YTD Budget	YTD Amount	MTD Amount	Balance	% of Budget
FUND 30 BOND FUND							
Active	R 30-201	INTEREST REVENUE	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 30-203	OTHER REVENUE	\$2,159,005.00	\$0.00	\$0.00	\$2,159,005.00	0.00%
Active	R 30-204	OPERATING TRANSFER FR	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
FUND 30 BOND FUND			\$2,159,005.00	\$0.00	\$0.00	\$2,159,005.00	0.00%

ALEUTIANS EAST BOROUGH
***Expenditure Guideline©**

Current Period: APRIL 09-10

Act Status	Account	Descr	YTD Budget	YTD Amount	MTD Amount	Balance	% of Budget
Fund 30 BOND FUND							
DEPT 900 OTHER							
SUBDEPT 000							
Active	E 30-900-000-725	BOND INTEREST PAYMENT	\$1,329,005.00	\$819,467.50	\$54,210.00	\$509,537.50	0.6166
Active	E 30-900-000-726	BOND PRINCIPAL PAYMENT	\$830,000.00	\$830,000.00	\$0.00	\$0.00	1
Active	E 30-900-000-745	Bond Sale Expense	\$0.00	\$0.00	\$0.00	\$0.00	0
SUBDEPT 000			\$2,159,005.00	\$1,649,467.50	\$54,210.00	\$509,537.50	76.40%
DEPT 900 OTHER			\$2,159,005.00	\$1,649,467.50	\$54,210.00	\$509,537.50	76.40%
Fund 30 BOND FUND			\$2,159,005.00	\$1,649,467.50	\$54,210.00	\$509,537.50	76.40%

ALEUTIANS EAST BOROUGH
***Revenue Guideline©**

Current Period: APRIL 09-10

Act Status	Account	Descr	YTD Budget	YTD Amount	MTD Amount	Balance	% of Budget
FUND 40 PERMANENT FUND							
Active	R 40-201	INTEREST REVENUE	\$0.00	\$4,720,611.79	\$1,591,729.11	-\$4,720,611.79	0.00%
Active	R 40-203	OTHER REVENUE	\$350,000.00	\$0.00	\$0.00	\$350,000.00	0.00%
Active	R 40-204	OPERATING TRANSFER FR	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 40-230	LAND SALES	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
FUND 40 PERMANENT FUND			\$350,000.00	\$4,720,611.79	\$1,591,729.11	-\$4,370,611.79	348.75%

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Current Period: APRIL 09-10

Act Status	Account	Descr	YTD Budget	YTD Amount	MTD Amount	Balance	% of Budget
Fund 40 PERMANENT FUND							
DEPT 900 OTHER							
SUBDEPT 000							
Active	E 40-900-000-380	CONTRACT LABOR	\$35,000.00	\$21,771.34	\$2,499.47	\$13,228.66	0.622
Active	E 40-900-000-751	OPERATING TRANSFER TO	\$0.00	\$0.00	\$0.00	\$0.00	0
SUBDEPT 000			\$35,000.00	\$21,771.34	\$2,499.47	\$13,228.66	62.20%
DEPT 900 OTHER			\$35,000.00	\$21,771.34	\$2,499.47	\$13,228.66	62.20%
Fund 40 PERMANENT FUND			\$35,000.00	\$21,771.34	\$2,499.47	\$13,228.66	62.20%

ALEUTIANS EAST BOROUGH
***Revenue Guideline©**

Current Period: APRIL 09-10

Act Status	Account	Descr	YTD Budget	YTD Amount	MTD Amount	Balance	% of Budget
FUND 41 MAINTENANCE RESERVE FUND							
Active	R 41-201	INTEREST REVENUE	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 41-203	OTHER REVENUE	\$100,000.00	\$239,711.64	\$0.00	-\$139,711.64	239.71%
Active	R 41-204	OPERATING TRANSFER FR	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 41-276	AEB SCHOOL	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
FUND 41 MAINTENANCE RESERVE FUND			\$100,000.00	\$239,711.64	\$0.00	-\$139,711.64	239.71%

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Current Period: APRIL 09-10

Act Status	Account	Descr	YTD Budget	YTD Amount	MTD Amount	Balance	% of Budget
Fund 41 MAINTENANCE RESERVE FUND							
DEPT 800 CAPITAL - SCHOOL							
SUBDEPT 857 FALSE PASS SCHOOL							
Active	E 41-800-857-300	SALARIES	\$0.00	\$2,520.00	\$0.00	-\$2,520.00	0
Active	E 41-800-857-350	FRINGE BENEFITS	\$0.00	\$217.98	\$0.00	-\$217.98	0
Active	E 41-800-857-380	CONTRACT LABOR	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 41-800-857-400	TRAVEL AND PERDIEM	\$0.00	\$130.00	\$0.00	-\$130.00	0
Active	E 41-800-857-475	SUPPLIES	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 41-800-857-850	CAPITAL CONSTRUCTION	\$0.00	\$359.55	\$0.00	-\$359.55	0
SUBDEPT 857 FALSE PASS SCHOOL			\$0.00	\$3,227.53	\$0.00	-\$3,227.53	0.00%
SUBDEPT 865 Akutan School							
Active	E 41-800-865-300	SALARIES	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 41-800-865-350	FRINGE BENEFITS	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 41-800-865-400	TRAVEL AND PERDIEM	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 41-800-865-475	SUPPLIES	\$0.00	\$833.61	\$0.00	-\$833.61	0
SUBDEPT 865 Akutan School			\$0.00	\$833.61	\$0.00	-\$833.61	0.00%
SUBDEPT 866 NELSON LAGOON SCHOOL							
Active	E 41-800-866-300	SALARIES	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 41-800-866-350	FRINGE BENEFITS	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 41-800-866-380	CONTRACT LABOR	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 41-800-866-400	TRAVEL AND PERDIEM	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 41-800-866-425	TELEPHONE	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 41-800-866-475	SUPPLIES	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 41-800-866-850	CAPITAL CONSTRUCTION	\$0.00	\$0.00	\$0.00	\$0.00	0
SUBDEPT 866 NELSON LAGOON SCHOOL			\$0.00	\$0.00	\$0.00	\$0.00	0.00%
SUBDEPT 867 Sand Point School							
Active	E 41-800-867-300	SALARIES	\$0.00	\$11,993.75	\$300.00	-\$11,993.75	0
Active	E 41-800-867-350	FRINGE BENEFITS	\$0.00	\$1,038.42	\$26.10	-\$1,038.42	0
Active	E 41-800-867-400	TRAVEL AND PERDIEM	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 41-800-867-475	SUPPLIES	\$0.00	\$4,572.34	\$139.44	-\$4,572.34	0
Active	E 41-800-867-850	CAPITAL CONSTRUCTION	\$0.00	\$0.00	\$0.00	\$0.00	0
SUBDEPT 867 Sand Point School			\$0.00	\$17,604.51	\$465.54	-\$17,604.51	0.00%
SUBDEPT 868 King Cove School							
Active	E 41-800-868-300	SALARIES	\$0.00	\$700.00	\$0.00	-\$700.00	0
Active	E 41-800-868-350	FRINGE BENEFITS	\$0.00	\$60.55	\$0.00	-\$60.55	0
Active	E 41-800-868-400	TRAVEL AND PERDIEM	\$0.00	\$260.00	\$0.00	-\$260.00	0
Active	E 41-800-868-475	SUPPLIES	\$0.00	\$54.18	\$0.00	-\$54.18	0
Active	E 41-800-868-577	FUEL	\$0.00	\$0.00	\$0.00	\$0.00	0
SUBDEPT 868 King Cove School			\$0.00	\$1,074.73	\$0.00	-\$1,074.73	0.00%

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Current Period: APRIL 09-10

Act Status	Account	Descr	YTD Budget	YTD Amount	MTD Amount	Balance	% of Budget
SUBDEPT 869 COLD BAY SCHOOL							
Active	E 41-800-869-300	SALARIES	\$0.00	\$5,212.50	\$0.00	-\$5,212.50	0
Active	E 41-800-869-350	FRINGE BENEFITS	\$0.00	\$450.88	\$0.00	-\$450.88	0
Active	E 41-800-869-380	CONTRACT LABOR	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 41-800-869-400	TRAVEL AND PERDIEM	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 41-800-869-475	SUPPLIES	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 41-800-869-942	PROPERTY LEASE	\$0.00	\$0.00	\$0.00	\$0.00	0
SUBDEPT 869 COLD BAY SCHOOL			\$0.00	\$5,663.38	\$0.00	-\$5,663.38	0.00%
DEPT 800 CAPITAL - SCHOOL			\$0.00	\$28,403.76	\$465.54	-\$28,403.76	0.00%
DEPT 900 OTHER							
SUBDEPT 000							
Active	E 41-900-000-751	OPERATING TRANSFER TO	\$100,000.00	\$0.00	\$0.00	\$100,000.00	0
Active	E 41-900-000-880	LAND	\$0.00	\$0.00	\$0.00	\$0.00	0
SUBDEPT 000			\$100,000.00	\$0.00	\$0.00	\$100,000.00	0.00%
DEPT 900 OTHER			\$100,000.00	\$0.00	\$0.00	\$100,000.00	0.00%
Fund 41 MAINTENANCE RESERVE FUND			\$100,000.00	\$28,403.76	\$465.54	\$71,596.24	28.40%
Report Total			\$21,597,877.86	\$10,472,816.85	\$454,387.12	\$11,125,061.01	48.49%

QUARTERLY PERSPECTIVES

ECONOMY & MARKETS

Storms from Europe washed into the US markets this month dampening the stock market rally and giving a safe haven bid to US Treasuries. Greece is on the ropes and several other Club Med countries aren't far behind despite help from the IMF and the European Union. My colleagues provide the details on these and other events.

Goldman Sachs

I have never been a fan of Goldman Sachs or Wall Street for that matter. Everyone here knows my "This ain't church" speech. Basically, Wall Street is not a charitable organization. They don't want to save your soul or make you a better person; they just want to make money. And, you'll be their friend as long as you make that happen. Trust but verify when dealing with these guys at a minimum.

Goldman was recently charged by the SEC with fraud. The SEC alleges that Goldman Sachs sold a certain mortgage security to investors in 2007 without disclosing that a hedge fund had a hand in structuring the deal. In fact the security was designed to fail and the hedge fund bet against it, going "short", and made \$1 billion as the housing market fell off a cliff. Buyers of the security took a bath.

In this case my sympathy lies with Goldman. They facilitated a market between several sophisticated investors. The "long" thought that housing was a good bet and wanted the income. The "short" thought that the market was too hot, was prepared to pay a premium (the income), and wanted to bet against the housing market. In fact, we needed more shorts in the markets earlier. That might have stopped the housing bubble from inflating so much and ultimately causing so much damage.

Still, it was delicious to watch Goldman Sachs executives squirm before a congressional panel last week. The Senators railed against greed and betting against clients,

describing Goldman deals as "crappy" and unethical. Most of the time they showed profound ignorance of how the markets worked but it was great TV.

Goldman has been at the heart of the crisis, surviving based on skill and a heavy dose of political connections as many alumni are big hitters in the federal government. Hank Paulson, previously Goldman's CEO was the Treasury Secretary when the proverbial you know what hit the fan in September of 2008.

Goldman was among a handful of brokers who got bailed out when AIG went down. AIG owed the firm a bunch of money (billions). They couldn't pay so the government stepped in and wrote Goldman a check to save the "financial system" from melting down.

In fact it was Goldman who effectively stuffed AIG with bad mortgages one after another until the world's largest insurance company croaked. At what point does Goldman say enough, we are going to bankrupt this company? Under normal circumstances, if AIG went into bankruptcy Goldman would have lost money. But Hank Paulson bailed out Goldman and other banks from their foolishness here and elsewhere.

Goldman's stock is down 22% since being charged. Warren Buffett is leading the cheerleading squad defending the firm. (He owns warrants that if exercised would give him 8% ownership FYI).

They'll no doubt survive, but this is likely to be the first of many charges against Wall Street firms following the crisis. The search for villains (which always follows a crisis) is underway.

Jeff Pantages, CFA
Chief Investment Officer

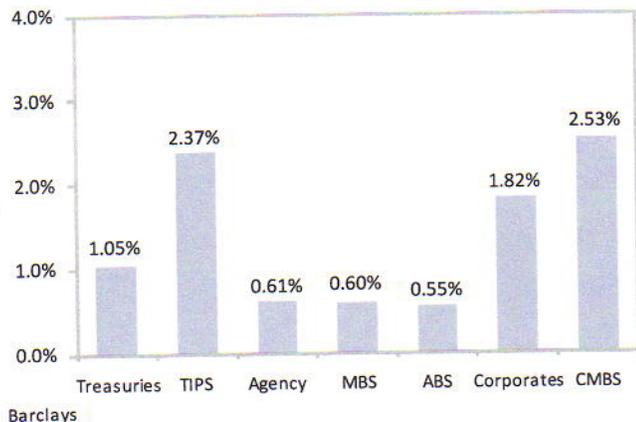


Chris Brechbuhler, CFA
Portfolio Manager

■ Treasuries were up +1.05%. The yield curve flattened with the two year Treasury yield lower by 6 bps at 0.96% and the thirty year Treasury yield 20 bps lower at 4.52%. The FOMC voted to maintain low rates (target 0-0.25%) for “an extended period”, but did offer a more positive outlook on the U.S. economy.

■ Mortgage backed and agency securities held their own (up +0.60% and +0.61%, respectively) as investors adjusted to a mortgage market without the Fed’s backstop bid. Resolution of the GSE’s standing probably won’t occur this year. The CBO estimates that U.S. taxpayers will pour \$389 billion into the struggling firms through 2019.

April 2010 Bond Total Return



■ The corporate sector posted solid performance, up +1.82%. Industrials primarily drove the performance as financials took a hit with the Goldman Sachs SEC fraud charges and pending financial regulation.

■ Commercial mortgage backed securities again set the pace (+2.53%). The sector continued to make progress, attractively pricing the first new issue of 2010, though the underlying fundamentals look poor.

■ Sovereign risk spiked as Fitch downgraded Greece to BBB- at the beginning of the month followed by a S&P downgrade to junk (BB+) a few weeks later. The Greek situation prompted the EU and IMF to provide the country with a \$140 billion lifeline. Additionally, S&P downgraded Portugal to A- and Spain to AA. All have benefited from low borrowing costs due to inclusion in the European Union – the markets are now testing EU resolve.

■ An exceptional first quarter earnings season pushed domestic equities in positive territory despite the looming concerns of rising European sovereign debt and financial sector regulation. The S&P Small Cap led the way gaining +5.9%, followed by the S&P Mid Cap at +4.3% and the S&P 500 at +1.6%.

■ 318 of the S&P 500 companies have now reported Q1 earnings well ahead of expectations. Financials are the main driver, beating expectations by 47%. 79% of companies have beat or met expectations, the highest level since 1Q04. 81% of the companies have beat or met revenue expectations.

■ Outside of the U.S., emerging markets managed to outperform developed markets despite continued policy tightening in China and India. EAFE finished the month down -1.8%. Not surprisingly, European equities were the worst performing developed region falling -2.6%.

■ REITs continued their strong performance (+7%) in April supported by better than expected Q1 earnings and investors belief that the commercial property market is bottoming out.

■ The US trade weighted dollar rose marginally higher through the month, rising 2% from its April trough. The euro dropped for a fifth month vs. the dollar in the longest stretch of losses since November 2008 as fears of Greek contagion continue to rattle the markets.

Total Return % as of April 2010

	One Month	Three Month	Six Month	Twelve Month
S&P 500	1.6	11.0	15.7	38.8
S&P MidCap 400	4.3	17.5	25.8	48.9
S&P SmallCap 600	5.9	19.0	28.1	47.8
MSCI EAFE	-1.8	3.6	2.5	34.4
MSCI Emerging	1.2	9.8	12.4	57.1
S&P U.S. REIT	7.0	24.4	34.8	71.4
DJ-UBS Commodity	1.9	4.4	2.2	22.0
Barclays Aggregate	1.0	1.3	2.5	8.3
Barclays 1-3 Gov't	0.3	0.3	0.9	2.1
Barclays Global Treasury ex-US	-1.1	-1.6	-4.1	8.4



Brandy Niclai, CFA
Sr. Investment Analyst





May 6th, 2010

Sharon Boyette
Administrator
Aleutians East Borough
3380 C Street, Suite 205
Anchorage, Alaska 99503

sent via email

Dear Ms. Boyette,

Enclosed is the April 2010 report for the Aleutians East Borough, which includes a listing of portfolio assets, purchases and sales.

Permanent Fund:

The month-end market value of the portfolio was \$23,903,341, which includes \$64,202 in accrued interest receivable. Estimated annual cash income from the portfolio is \$278,096.

Series E account:

The month-end market value of the portfolio was \$2,411,293.

Akutan Harbor-2006A:

The month-end market value of the account was \$4,898,641

Operating Fund:

The month-end market value of the portfolio was \$2,491,960.

If we can provide anything further please let us know.

Sincerely,

A handwritten signature in blue ink, appearing to read "B. Wagnon".

Bert Wagnon
Senior Vice President

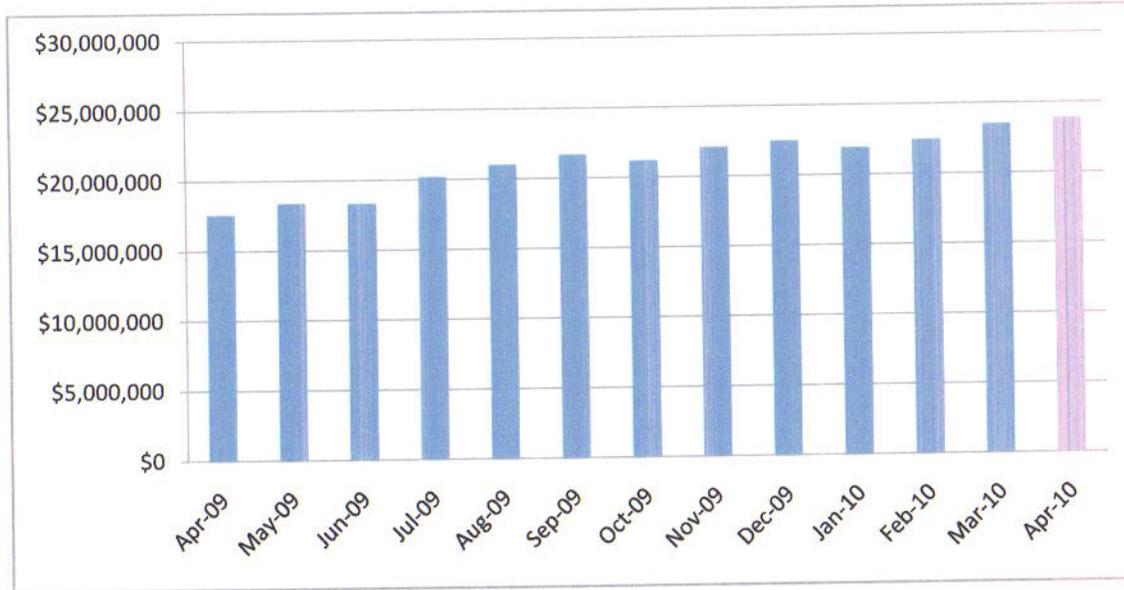
A handwritten signature in blue ink, appearing to read "E. Rose".

Evan Rose
President and CEO

cc via email: Jeanie Burtch, Office Manager

Permanent Fund

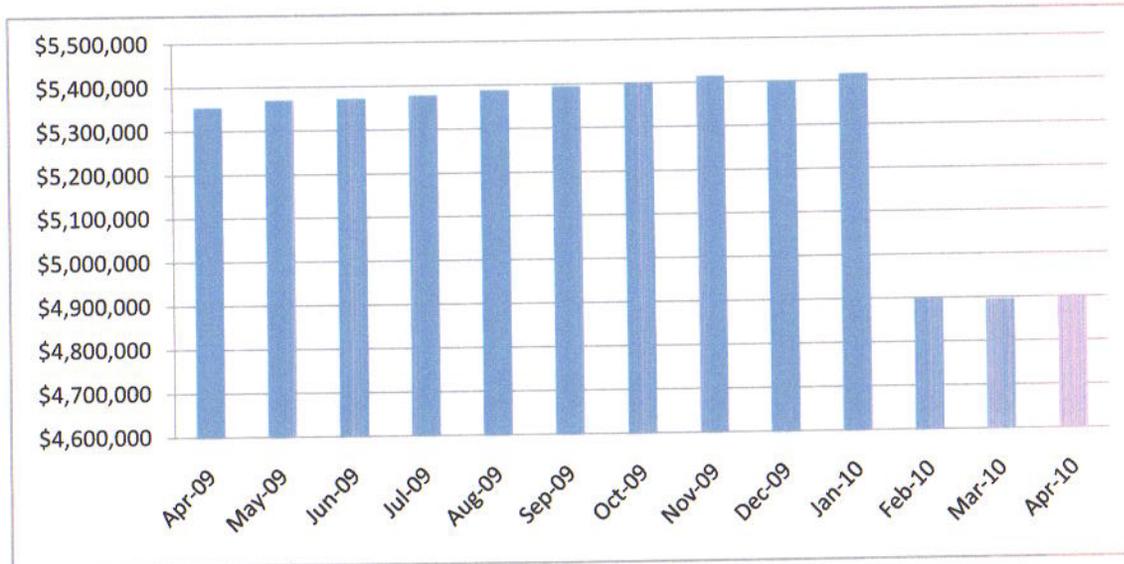
Jun-08	\$22,215,356
Sep-08	\$20,658,024
Nov-08	\$17,984,356
Jan-09	\$16,673,473
Feb-09	\$15,407,955
Mar-09	\$16,204,592
Apr-09	\$17,581,259
May-09	\$18,376,522
Jun-09	\$18,331,751
Jul-09	\$20,200,805
Aug-09	\$21,020,218
Sep-09	\$21,706,648
Oct-09	\$21,212,085
Nov-09	\$22,108,312
Dec-09	\$22,496,898
Jan-10	\$21,954,713
Feb-10	\$22,473,491
Mar-10	\$23,527,796
Apr-10	\$23,903,341



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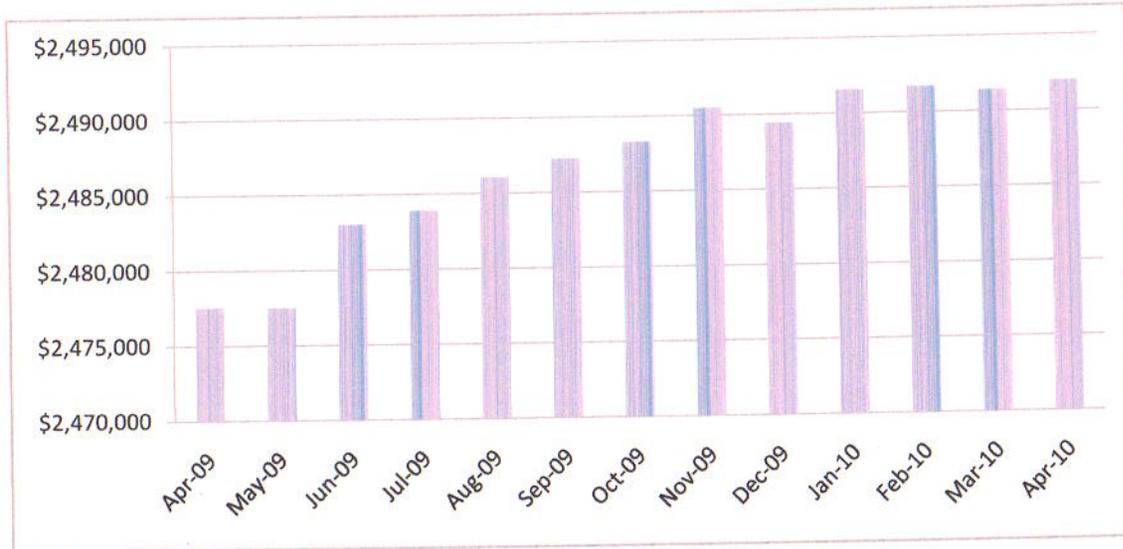
**Akutan Harbor
2006 A**

Oct-08	\$5,316,595
Jan-09	\$5,342,549
Feb-09	\$5,346,669
Mar-09	\$5,350,028
Apr-09	\$5,353,487
May-09	\$5,369,813
Jun-09	\$5,372,068
Jul-09	\$5,377,316
Aug-09	\$5,387,631
Sep-09	\$5,394,316
Oct-09	\$5,400,464
Nov-09	\$5,413,687
Dec-09	\$5,401,569
Jan-10	\$5,415,826
Feb-10	\$4,897,978 withdrew \$520,899 and \$224.83
Mar-10	\$4,894,844
Apr-10	\$4,898,641



Operating Fund

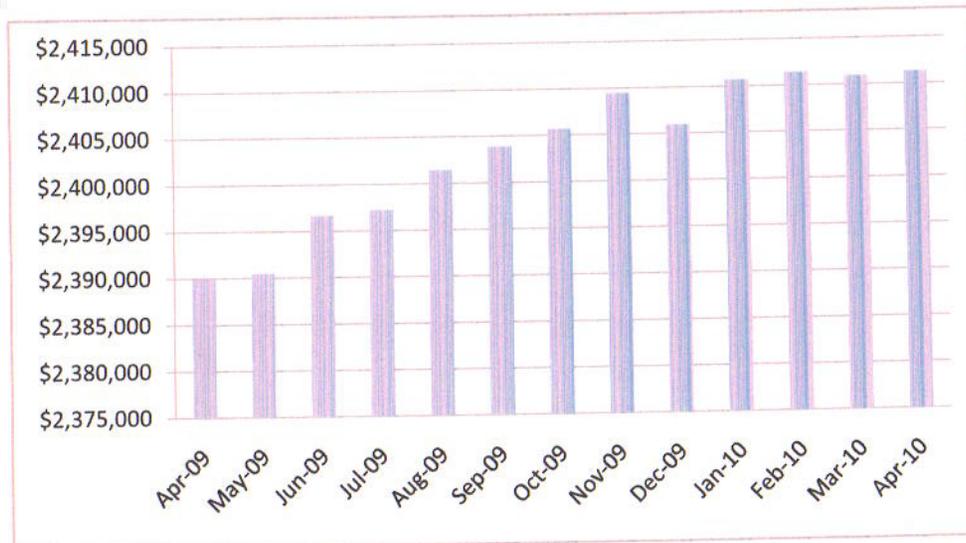
Oct-08	\$2,457,711
Jan-09	\$2,471,584
Feb-09	\$2,473,169
Mar-09	\$2,474,950
Apr-09	\$2,477,541
May-09	\$2,477,528
Jun-09	\$2,483,044
Jul-09	\$2,483,913
Aug-09	\$2,486,076
Sep-09	\$2,487,260
Oct-09	\$2,488,302
Nov-09	\$2,490,504
Dec-09	\$2,489,413
Jan-10	\$2,491,559
Feb-10	\$2,491,712
Mar-10	\$2,491,404
Apr-10	\$2,491,960



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Series E

Oct-08	\$5,054,993	\$2,680,688 w/drawn
Jan-09	\$2,387,311	\$928,377 w/drawn
Feb-09	\$2,385,636	
Mar-09	\$2,388,481	
Apr-09	\$2,389,931	
May-09	\$2,390,503	
Jun-09	\$2,396,696	
Jul-09	\$2,397,253	
Aug-09	\$2,401,447	
Sep-09	\$2,403,902	
Oct-09	\$2,405,655	
Nov-09	\$2,409,490	
Dec-09	\$2,405,955	
Jan-10	\$2,410,692	
Feb-10	\$2,411,396	
Mar-10	\$2,410,925	
Apr-10	\$2,411,293	



Consent Agenda

RESOLUTION 10-11

A RESOLUTION OF THE ALEUTIANS EAST BOROUGH ASSEMBLY OPPOSING "AN INITIATIVE CREATING AN ALASKA ANTI-CORRUPTION ACT" WHICH WILL BE ON THE 2010 ALASKA PRIMARY ELECTION BALLOT

WHEREAS, on August 24, 2010, an initiative will be on the Alaska primary ballot which will ask the voters to decide if public funds can be used for election campaigns; and

WHEREAS, the Aleutians East Borough believes that this law goes much deeper than is stated; and

WHEREAS, municipalities would be affected in the following way:

- Municipalities will NOT be able to hire lobbyists for capital projects or for help with Legislation;
- Elected municipal elected officials and/or employees will not be able to travel to Juneau to talk with the Legislature unless they pay for their travel and lodging with their own money.
- Municipalities will NOT be able to have ANY person lobby unless they are specifically invited by a Legislator.

WHEREAS, the Aleutians East Borough depends on a close working relationship with the state legislature; and

WHEREAS, this initiative would seriously disrupt that relationship, to the detriment of all Alaskans; and

WHEREAS, this initiative would seriously infringe upon the citizens' right to communicate with their elected officials; and

WHEREAS, holders of state or local government contracts of over \$500 p/year would be prohibited from making political contributions, as well as would their family members; and

WHEREAS, if your sister's husband sells office supplies to any local government, (a P.O. can be construed as a contract), you and the rest of your family will be prohibited from taking part in individual campaigns initiatives and ballot propositions; and

WHEREAS, non-profits that receive local or state funds or grants would find that board members and their immediate family could no longer take part in government issues; and

WHEREAS, this bill will bring government in the State of Alaska to a virtual stop; and

WHEREAS, Alaska's recent corruption issues did not involve the campaign finance structure and this initiative would NOT have prohibited legislators from taking cash bribes; and

WHEREAS, the term “anti-corruption” is a very misleading term used by the proponents of the initiative, as in reality it is a basic attack on our Constitutional rights of free speech and our right to petition our government for redress; and

WHEREAS, this initiative has been submitted and funded by a man from New York City; and

WHEREAS, he has also filed this initiative in at least three other states; and

WHEREAS, this initiative has passed in only one of those states (Colorado) three years ago and was just recently struck down as unconstitutional.

NOW, THEREFORE BE IT RESOLVED that the Aleutians East Borough Assembly stands opposed to the “Initiative Creating an Alaska Anti-Corruption Act”.

PASSED AND APPROVED this _____ day of _____, 2010.

Stanley Mack, Mayor

ATTEST:

Tina Anderson, Clerk

AN INITIATIVE CREATING AN ALASKA ANTI-CORRUPTION ACT

BE IT ENACTED BY THE PEOPLE OF THE STATE OF ALASKA:

Section (1) The laws of Alaska are amended to create a section to read as follows:

Public resources from any source not to be used or received to further any political agenda

(A) No public body, public officer, person in the employ of the state, any of its political subdivisions, any school district, or candidate for public office may, directly or indirectly, direct, permit, receive, require, or facilitate the use of tax revenues or any other public resources for campaign, lobbying, or partisan purposes, including payment of dues or membership fees of any kind to any person, league, or association which, directly or indirectly, engages in lobbying, campaigns, or partisan activity. No candidate, political committee, or political party may accept any contribution from any state, state agency, political subdivision of the state, foreign government, federal agency, or the federal government. A violation of this section is a Class A misdemeanor.

(B) Any person who knowingly spends or receives funds in violation of this section shall pay full restitution for the greater of the public cost or for the market value of any misappropriated resources. The second or subsequent violation by a public officer or employee shall render that person ineligible to hold public office or employment with the state or any of its political subdivisions for ten years.

(C) The provisions of this section do not limit public officials in the performance of their constitutional duties, and do not apply to:

(1) Communications among and between a member and a staff member of a legislative body;

(2) Comments by an elected official or communications from an elected official that are designated for constituents;

(3) Appearances by a public officer or employee pursuant to a specific request to appear before a public body to provide information;

(4) Communications between an elected or appointed public officer and a legislator or a legislative staff member;

(5) A public employee acting in an uncompensated personal capacity, undirected in any manner by, and who does not purport to represent the interests of, a public employer; and

(6) An authorized employee of the office of the Governor, the Supreme Court, or the Alaska Department of Revenue, whose responsibilities are to assess the impact of proposals which affect the administration of government.

(D) *Definitions.* Terms as used in this section mean:

(1) "Direct, permit, receive, require, or facilitate the use of tax revenues or any other public resources for campaign, lobbying, or partisan purposes," includes (i) the use of public funds or credit, facilities, rights of access, equipment, supplies, or trademarks to influence any state, municipal, or school board election; (ii) undertaking, promoting, or distributing studies, surveys, analyses, descriptions, or other communications using public resources in a manner specifically calculated to induce support of, or opposition to, proposed legislation or ballot questions; and (iii) incurring any public administrative expenses or activities to allocate or designate portions of public employee income to entities that engage in lobbying activities, other than charitable organizations qualified as exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code, or the corresponding section of any other future tax code.

(2) "Campaign," includes (i) communications or expenditures related to the pursuit of a public office, either electoral or appointive; (ii) all lobbying activity; or (iii) efforts paid in whole or in part by public revenues or resources to coordinate or induce members of the general public or any segment thereof to directly influence legislative activity by communicating with members of a legislative body, supporting or opposing legislation, or supporting or opposing a petition drive or ballot question.

(3) "Lobbying," means attempts to directly influence legislative activity by communication with any member or employee of a legislative body, or with any government official or employee who may participate in the formulation of legislation.

(4) "Person," includes any individual, business entity, governmental entity, organization, committee, political party, campaign fund, and association.

(5) "Public officer or person in the employ of," includes any person who is elected, appointed, or employed by this state, or any political subdivision or school district in this state, including persons who are independent contractors or consultants hired by the state, a political subdivision, or school district in this state.

(E) This section applies to the State of Alaska, home rule and general law municipalities, and state, independent and municipal school districts, and State, municipal and school district officers, agents, and employees.

Section (2) The laws of Alaska are amended to create a section to read as follows:

Restrictions to reduce corruption relating to certain public contracts.

(A) No person may enter into a government contract if such person also employs, hires, or retains the services of a current or former legislator or legislative staff member who is less than two years removed from such public position. A person who knowingly violates

this prohibition is guilty of a class A misdemeanor and shall, in addition to other penalties, forfeit any contractual rights to any payment or reimbursement, and shall make restitution to the state in the amount of funds accrued during the period of violation. This subsection shall not apply to a bona fide position, trade, occupation, or profession in which a person engaged or obtained certification within one year prior to becoming a legislator or legislative staff member.

(B) Beginning on the date a government contract is awarded and extending until two years following the conclusion of that contract, no holder of the public office with ultimate responsibility for the award of the contract, no candidate for that office, and no person acting on behalf of either may knowingly solicit, accept, or direct a contribution from the holder of the government contract or an immediate family member of the holder. No candidate or other person may knowingly accept or make a contribution that is solicited or directed in violation of this subsection. A person who knowingly violates this prohibition is guilty of a class A misdemeanor and shall, in addition to other penalties, make full restitution to the donor and shall pay restitution in a like amount to the state. If the person has previously been convicted of violating this prohibition, the person shall be ineligible to hold public office or employment with the state or any of its political subdivisions for two years,

(C) Any person entering into a no-bid government contract awarded by the State or any of its subdivisions shall be considered a holder of a government contract and shall contractually agree to cease making, inducing, or soliciting contributions or independent expenditures, directly or indirectly, through any officer, employee, immediate family member of any officer or employee, vendor, or agent, to or for the benefit of any candidates for any elected office of the state or any of its political subdivisions, or to persons who intend to make such contributions within the state or any of its political subdivisions, for the duration of the contract and two years thereafter. The contractual agreement shall provide that any violation of this provision by the holder of the government contract shall, in addition to other legal consequences, result in forfeiture of any contractual rights to payment under the contract, and in payment of restitution to the state in an amount of not less than twice the amount of the contribution. Any person who knowingly violates this provision, or accepts contributions on behalf of a candidate or other entity in violation of this provision, shall pay restitution to the state in an amount not less than twice amount of the contribution. If the treasurer of any entity subject to such agreement obtains knowledge of a contribution made or accepted in violation thereof by that entity, then liability for the violation shall be also attributable to the treasurer unless the treasurer notifies the State of Alaska about the violation in writing within three business days of learning of such contribution. If a person has previously been determined responsible for violating this section, the person shall be ineligible to hold public office, any contract, or employment with the state or any of its political subdivisions for three years. The governor may temporarily suspend any debarment under this Subsection (C) during a declared state of emergency.

(D) A violation of Subsection (C) may be established and enforced by the filing of an action in the Alaska Superior Court. This action may be initiated by the State, any municipality or school district, any private group or entity, or any member of the public. If an action to establish and enforce the provisions of Subsection (C) is filed by a person

acting in a private capacity, or any other non-governmental group or entity, the claim may be prosecuted by the State or the person or entity initiating the action. Any person, government, group or entity that initiates an action pursuant to the subsection shall be immune from any claim or legal action for doing so.

(E) *Definitions.* Terms as used in this section mean:

(1) "Contribution," means a purchase, payment, promise or obligation to pay, loan or loan guarantee, deposit or gift of money, goods, or services for which a charge is ordinarily made and that is made for the purpose of influencing the nomination, election, or selection of a candidate for public office, either elective or appointive, or for the purpose of influencing an initiative, ballot proposition, or question, including payment to another person for the purpose of that person's influencing the nomination, election, or selection of a candidate for public office, either elective or appointive, or for the purpose of influencing an initiative, ballot proposition, or question. "Contribution" does not include personal services rendered without compensation by individuals volunteering all or part of their time for these purposes.

(2) "Government contract," includes any contract awarded by an agency or department of this state or any public body receiving state subsidy or authorized to levy taxes, for the purchase of goods or services for amounts greater than five hundred dollars, indexed for inflation per the Consumer Price Index after the year 2010. A contract for services includes collective bargaining agreements with a labor organization representing employees but not employment contracts with individual employees;

(3) "Holder of the government contract," includes any party to the contract, including partners, owners of five percent or more interest, officers, administrators or trustees of any person who is a party to the contract, or, in the case of collective bargaining agreements, the labor organization and any political committees created or controlled by the labor organization;

(4) "Holder of the public office with ultimate responsibility for the award of the contract," means any elected official who may award the contract or appoint an official responsible for awarding the contract, or any elected official of a public body where the contract is awarded by that public body;

(5) "Immediate family member," includes any spouse, child, spouse's child, son-daughter-in-law, parent, sibling, grandparent, grandchild, step brother-sister, step-parent, parent-in-law, brother-in-law, sister-in-law, aunt, uncle, niece, nephew, guardian, and domestic partner;

(6) "No-bid government contracts," includes all government contracts that do not use open, blind competitive bidding processes for procurement. Collective bargaining agreements qualify as no-bid government contracts if the contract confers an exclusive representative status to bind all employees to accept the terms and conditions of the contract;

(7) "Person," includes any individual, business entity, governmental entity, organization, committee, political party, campaign fund, and association.

(F) This section applies to the State of Alaska, home rule and general law municipalities, and state, independent and municipal school districts, and State, municipal and school district officers, agents, and employees.

(G) Nothing in this section shall affect the right of the State to suspend, debar, or otherwise sanction government contractors as authorized by Title 36 of the Alaska Statutes and implementing regulations.

(H) The State of Alaska shall promptly publish a summary of each government contract in a searchable website accessible from a conspicuous place on its official website. Any holder of a government contract shall promptly prepare and deliver to the State of Alaska a true and correct "Government Contract Summary", in digital format as prescribed by the State, which shall:

- (1) identify the names and addresses of the holders and all other parties to the government contract,
- (2) briefly describe the nature of the contract, including whether the contract was awarded based on a competitive bidding procedure or was a contract awarded with no bid, and goods involved or services performed,
- (3) disclose the estimated duration and end date of the contract,
- (4) disclose the contract's estimated amount, and apportioned sources of payment, and
- (5) disclose other relevant contract information as specifically required by the State of Alaska, including verbatim copies of all contract documents, to the extent disclosure would not violate federal or other state laws.

Section (3) Non-Applicability of Less Protective Laws

If any provisions of the Alaska Statutes or the Alaska Administrative Code conflict with this Act and are less restrictive or less protective of the public interest than this Act, then this Act shall apply.

Section (4) Severability

The provisions of this Act are independent and severable, and if any provision of this Act, or the applicability of any provision to any person or circumstance, shall be found to be invalid, the remainder of this Act shall not be affected and shall be given effect to the fullest extent practicable.

MEMORANDUM

Date: May 13, 2010

From: Anne Bailey

To: The Honorable Stanley Mack, Mayor, and AEB Assembly

Re: Resolution 10-12 and 10-13 adopting to participate in the AMLJIA FY2010 and FY2011 Loss Control Incentive Program

The Aleutians East Borough is a member of the Alaska Municipal League Joint Insurance Association (AMLJIA). AMLJIA has developed the Loss Control Incentive Program to help reduce member losses individually and pool-wide. Participation in the program earns rewards in the form of a discount on the next fiscal year's contribution. The amount the Borough can earn is based on its level of participation in the program, and we can earn up to five percent of our current year contribution for Workers' Compensation, General Liability, Property and Police Liability.

AMLJIA cannot reward the Borough's participation in this program if the Assembly has not adopted a resolution to participate in the program. This is a requirement that must be met each fiscal year. The Borough has not yet passed a resolution to participate in the FY2010 Loss Control Incentive Program and it is time to consider participating in the FY2011 Loss Control Incentive Program.

Resolution 10-12

A RESOLUTION OF THE ALEUTIANS EAST BOROUGH ASSEMBLY ELECTING TO PARTICIPATE IN THE AMLJIA FY2010 LOSS CONTROL INCENTIVE PROGRAM

WHEREAS, the Aleutians East Borough is a member of the Alaska Municipal League Joint Insurance Association (“AMLJIA”); and

WHEREAS, the AMLJIA provides comprehensive risk management assistance and provides workers’ compensation, liability and property coverage for the Aleutians East Borough; and

WHEREAS, the AMLJIA developed the Loss Control Incentive Program to help reduce member losses individually and pool wide; and

WHEREAS, the AMLJIA will provide all written program materials necessary, and offer assistance to participants; and

WHEREAS, pool members that participate in the Loss Control Incentive Program and complete the required activities, will have the opportunity to earn a discount on their contribution; and

WHEREAS, it is the Aleutians East Borough’s policy to provide a safe environment for its employees, citizens, and the visiting public; and

WHEREAS, the Loss Control Incentive Program will enhance such an environment.

NOW THEREFORE BE IT RESOLVED by the Aleutians East Borough Assembly that the Borough will participate in the AMLJIA Loss Control Incentive Program for the 2009-2010 policy year.

DATED THIS ___ DAY OF MAY 2010.

Stanley Mack, Mayor

ATTEST:

Tina Anderson, Clerk

Resolution 10-XX

A RESOLUTION OF THE ALEUTIANS EAST BOROUGH ASSEMBLY ELECTING TO PARTICIPATE IN THE AMLJIA FY2011 LOSS CONTROL INCENTIVE PROGRAM

WHEREAS, the Aleutians East Borough is a member of the Alaska Municipal League Joint Insurance Association (“AMLJIA”); and

WHEREAS, the AMLJIA provides comprehensive risk management assistance and provides workers’ compensation, liability and property coverage for the Aleutians East Borough; and

WHEREAS, the AMLJIA developed the Loss Control Incentive Program to help reduce member losses individually and pool wide; and

WHEREAS, the AMLJIA will provide all written program materials necessary, and offer assistance to participants; and

WHEREAS, pool members that participate in the Loss Control Incentive Program and complete the required activities, will have the opportunity to earn a discount on their contribution; and

WHEREAS, it is the Aleutians East Borough’s policy to provide a safe environment for its employees, citizens, and the visiting public; and

WHEREAS, the Loss Control Incentive Program will enhance such an environment.

NOW THEREFORE BE IT RESOLVED by the Aleutians East Borough Assembly that the Borough will participate in the AMLJIA Loss Control Incentive Program for the 2010-2011 policy year.

DATED THIS ___ DAY OF MAY 2010.

Stanley Mack, Mayor

ATTEST:

Tina Anderson, Clerk

Resolution 10-14

A RESOLUTION OF THE ALEUTIANS EAST BOROUGH ASSEMBLY TO APPROVE AMENDMENTS TO THE COOPERATIVE PARTICIPATION AGREEMENT AND BYLAWS OF THE ALASKA MUNICIPAL LEAGUE JOINT INSURANCE ASSOCIATION, INC., EFFECTIVE JULY 1, 2010

WHEREAS, AS 21.76, enacted by the 1986 Alaska Legislature provides a means for local governments and school districts to join together in a joint insurance arrangement intended to mitigate the cyclical and erratic nature of the conventional insurance market; and

WHEREAS, the Alaska Municipal League Joint Insurance Association, Inc. (AMLJIA), a not-for-profit corporation, was established pursuant to AS 21.76 by the Alaska Municipal League to provide risk management services for Alaska municipalities, city and borough school districts and regional education attendance areas; and

WHEREAS, this Association provides risk management services, including pooling of risks, self-insurance management, joint purchase of insurance, claims administration; and loss prevention and control, claims defense and other related risk management services on behalf of its participants; and

WHEREAS, AS 21.76.010 provides that two or more local governmental entities may enter into cooperative agreements for these purposes; and

WHEREAS, since the time of formation and in subsequent revisions, the AMLJIA's current Cooperative Participation Agreement and Bylaws are out-dated and need revision.

NOW THEREFORE BE IT FURTHER by the Aleutians East Borough that:

Section 1. The Aleutians East Borough indicates its approval of the proposed amendments to the Cooperative Participation Agreement and Bylaws of the AMLJIA, a copy of which is attached hereto and incorporated by reference.

Section 2. The Aleutians East Borough hereby approves the revised Cooperative Participation Agreement (hereinafter the "Agreement") among municipalities, school districts and regional education attendance areas creating the AMLJIA, a copy of which is attached hereto and incorporated by reference. The Borough Administrator is hereby authorized and directed to execute said Agreement and such other documents as may be necessary to effectuate participation of the entity as a member of the AMLJIA.

Section 3. The Aleutians East Borough indicates its continued commitment to participate in the AMLJIA, organized pursuant to AS 21.76. By making this commitment, the entity hereby accepts and approves the revised Bylaws of the Association, a copy of which is attached hereto and incorporated by reference.

Section 4. The Agreement will go into effect upon receipt by the Association of a signed copy of this resolution and a signed Agreement. The Aleutians East Borough's participation in the Association continues for a term of one year commencing on July 1 of the calendar year in which coverage begins.

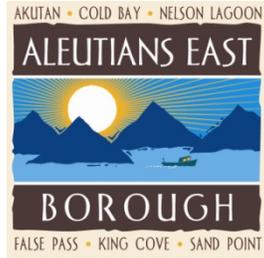
Section 5. This resolution shall be effective upon enactment.

DATED THIS ___ DAY OF MAY 2010.

Stanley Mack, Mayor

ATTEST:

Tina Anderson, Clerk



RESOLUTION 10-15

A RESOLUTION OF THE ALEUTIANS EAST BOROUGH ASSEMBLY OF THE ALEUTIANS EAST BOROUGH, FORMALLY SUBMITS A MUNICIPAL HARBOR FACILITY GRANT APPLICATION TO THE STATE OF ALASKA, DEPARTMENT OF TRANSPORTATION AND PUBLIC FACILITIES (DOT&PF) IN THE AMOUNT OF \$ _____ FOR THE PROJECT ENTITLED: FALSE PASS HARBOR UTILITY PROJECT.

WHEREAS, the State of Alaska, Department of Transportation and Public Facilities administers the Municipal Harbor Facility Grant Program; and

WHEREAS, the Aleutians East Borough owns the False Pass Boat Harbor and the False Pass Boat Harbor is eligible for a Municipal Harbor Facility Grant; and

WHEREAS, the Aleutians East Borough has the required 50% in local matching funds for utility improvements in the False Pass Harbor Utility Project per the Municipal Harbor Facility Grant Program; and

WHEREAS, the Aleutians East Borough is capable of completing the False Pass Harbor Utility Project within eighteen (18) months after award of a Municipal Harbor Facility Grant; and

WHEREAS, The False Pass Harbor Utility Project is critical to the community of False Pass and the Aleutians East Borough in order to provide services essential to harbor operations; and

NOW THEREFORE BE IT RESOLVED by the Aleutians East Borough Assembly that the Aleutians East Borough supports the project entitled “False Pass Harbor Utility Project” and agrees, subject to available Legislative funding and selection by DOT&PF, to enter into a grant agreement with the State of Alaska, Department of Transportation and Public Facilities for a Municipal Harbor Facility Grant.

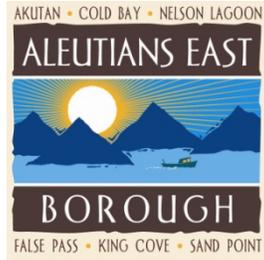
BE IT FURTHER RESOLVED by the Aleutians East Borough Assembly that the Aleutians East Borough will provide a local 50% funding match of \$ _____ for the False Pass Harbor Float Project.

PASSED AND APPROVED by the Aleutians East Borough on this day May 28, 2010.

Stanley Mack, Mayor

ATTEST:

Tina Anderson, Clerk



RESOLUTION 10-16

A RESOLUTION OF THE ALEUTIANS EAST BOROUGH ASSEMBLY OF THE ALEUTIANS EAST BOROUGH (AEB), FORMALLY SUBMITS A MUNICIPAL HARBOR FACILITY GRANT APPLICATION TO THE STATE OF ALASKA, DEPARTMENT OF TRANSPORTATION AND PUBLIC FACILITIES (DOT&PF) IN THE AMOUNT OF \$2,166,000.00 FOR THE PROJECT ENTITLED: SAND POINT HARBOR FLOAT PROJECT.

WHEREAS, the State of Alaska, Department of Transportation and Public Facilities administers the Municipal Harbor Facility Grant Program; and

WHEREAS, the Aleutians East Borough owns the Sand Point New Boat Harbor and the Sand Point New Boat Harbor is eligible for a Municipal Harbor Facility Grant; and

WHEREAS, the Aleutians East Borough has the required 50% in local matching funds for construction of floats in the Sand Point Harbor Float Project per the Municipal Harbor Facility Grant Program; and

WHEREAS, the Aleutians East Borough is capable of completing the Sand Point Harbor Float Project within eighteen (18) months after award of a Municipal Harbor Facility Grant; and

WHEREAS, The Sand Point Harbor Float Project is critical to the community of Sand Point and the Aleutians East Borough as the recently constructed Sand Point New Boat Harbor and the currently required float project will alleviate the overcrowded conditions of the old boat harbor; and

NOW THEREFORE BE IT RESOLVED by the Aleutians East Borough Assembly that the Aleutians East Borough supports the project entitled Sand Point Harbor Float Project and agrees, subject to available Legislative funding and selection by DOT&PF, to enter into a grant agreement with the State of Alaska, Department of Transportation and Public Facilities for a Municipal Harbor Facility Grant.

BE IT FURTHER RESOLVED by the Aleutians East Borough Assembly that the AEB will provide a local 50% funding match of \$2,166,000.00 for the Sand Point Harbor Float Project.

PASSED AND APPROVED by the Aleutians East Borough on this day May 28, 2010.

Stanley Mack, Mayor

ATTEST:

Tina Anderson, Clerk

Public Hearings

ORDINANCE 10-03
(substitute)

AN ORDINANCE ADOPTING THE OPERATING AND CAPITAL BUDGET FOR
THE ALEUTIANS EAST BOROUGH FISCAL YEAR 2011.

Section 1. Classification	This is a non-code ordinance
Section 2. Effective Date	This ordinance becomes effective upon Adoption.
Section 3. Severability	The terms, provisions, and sections of this Ordinance are severable.
Section 4. Content	The operating and capital budget for the Aleutians East Borough and the Aleutians East Borough School District for Fiscal Year 2011 is adopted as follows:

REVENUES	FY11 BUDGET
Local	
Interest Income	\$35,000
AEB Fish Tax	\$2,635,000
AEBSD Refund	
Other Revenue	\$7,000
Southwest Cities LLC	\$20,000
State	
Shared Fishery Tax	\$1,492,720
Extraterritorial Fish Tax	\$108,350
Landing Tax	\$45,115
Debt Reimbursement	\$1,045,464
Coastal Management	\$18,000
State Aid to Local Government	\$387,000
Federal	
Payment in Lieu of Taxes	\$559,000
USF&WS Lands	\$36,256
Revenues Encumbered for FY'11	\$6,388,905
AEBSD	\$6,775,000
OPERATING FUND EXPENDITURES	
Mayor	\$243,486

Assembly	\$135,702
Administration	\$456,143
Clerk/Planning	\$195,878
Finance	\$216,513
Natural Resources	\$297,056
Communications Director	\$166,476
Development Director	\$124,379
Public Works	\$121,523
Educational Support	\$1,213,000
KCAP	\$23,800
Other Gen.Fund	
Legal	\$70,000
EAT	\$150,000
Insurance	\$180,000
Bank Fees	\$500
NLG Rev.	
Sharing	\$32,000
Youth Activities	\$23,500
Web Service	\$11,000
Misc.	0.00
Equipment	\$8,200
Utilities	\$14,910
Total Other	\$490,110
Total General Fund	\$3,684,066
Capital Projects	\$150,000
Bond Projects	\$0
	\$2,159,005
Debt Services	
Maintenance Reserve	\$100,000
Total Expenditure	\$6,093,071
AEB Surplus	\$295,834
AEBSD Expenditures	\$6,775,000
Fund 20, Grants, Revenues	\$500,000
Fund 20, Grants, Expenditures	\$500,000
Fund 22, Hovercraft, Revenues	\$201,000
Fund 22, Hovercraft, Expenditures	\$1,069,308
Fund 22, Terminal Operations, Revenues	\$139,620
Fund 22, Terminal Operations, Expenditures	\$185,409
Fund 24, Bond Project, Revenues	\$5,000,000
Fund 24, Bond Project, Expenditures	\$5,000,000
Fund 30, Bond Payments, Revenues	\$1,597,433
Fund 30, Bond Payments, Expenditures	\$1,597,433

Fund 40, Permanent Fund, Revenues	\$350,000
Fund 40, Permanent Fund, Expenditures	\$35,000
Fund 41, Maintenance Reserve, Revenues	\$100,000
Fund 41, Maintenance Reserve, Expenditures	\$100,000

Passed and adopted by the Aleutians East Borough Assembly this _____ day of May 2010.

Mayor

ATTEST:

Clerk

	Maintenance Reserve				\$100,000	\$100,000
	Total Expenditure				\$5,694,953	\$6,093,071
	AEB Surplus				\$693,952	\$295,834
	AEBSD Expenditures				\$6,775,000	\$6,775,000
	Fund 20, Grants, Revenues				\$500,000	\$500,000
	Fund 20, Grants, Expenditures				\$500,000	\$500,000
	Fund 22, Hovercraft, Revenues				\$201,000	\$201,000
	Fund 22, Hovercraft, Expenditures				\$1,068,606	\$1,069,308
	Fund 22, Terminal Operations, Revenues				\$139,620	\$139,620
	Fund 22, Terminal Operations, Expenditures				\$184,707	\$185,409
	Fund 24, Bond Project, Revenues				\$5,000,000	\$5,000,000
	Fund 24, Bond Project, Expenditures				\$5,000,000	\$5,000,000
	Fund 30, Bond Payments, Revenues				\$1,597,433	\$1,597,433
	Fund 30, Bond Payments, Expenditures				\$1,597,433	\$1,597,433
	Fund 40, Permanent Fund, Revenues				\$350,000	\$350,000
	Fund 40, Permanent Fund, Expenditures				\$35,000	\$35,000
	Fund 41, Maintenance Reserve, Revenues				\$100,000	\$100,000
	Fund 41, Maintenance Reserve, Expenditures				\$100,000	\$100,000

Mayor's Office		FY11	Substitute FY11
Salary		\$67,204	\$67,204
Fringe		\$24,580	\$25,282
Travel		\$36,000	\$36,000
Phone		\$2,400	\$2,400
Supplies		\$1,000	\$1,000
Lobbying, federal		\$75,600	\$75,600
Lobbying, state		\$36,000	\$36,000
Total Mayor's Office		\$242,784	\$243,486
Assembly			
Meeting Fee		\$ 25,000.00	\$ 25,000.00
Fringe		\$ 55,000.00	\$ 55,702.00
Travel		\$ 40,000.00	\$ 40,000.00
Phone		\$ 4,500.00	\$ 4,500.00
Supplies		\$ 500.00	\$ 500.00
Retreat		\$ 10,000.00	\$ 10,000.00
Total Assembly		\$135,000	\$135,702
Administration			
Salary		\$268,681	\$268,681
Fringe		\$92,160	\$92,862
Contract labor		\$10,000	\$10,000
Travel & per diem		\$15,000	\$15,000
Phone		\$6,000	\$6,000
Postage		\$2,500	\$2,500
Supplies		\$18,120	\$18,120
Rent		\$36,980	\$36,980
Dues & fees		\$1,500	\$1,500
Equipment		\$4,500	\$4,500
Total Administration		\$455,441	\$456,143
Clerk/Planning			
Salary		\$79,220	\$79,220
Fringe		\$26,156	\$26,858
Contract labor		\$0	\$0
Travel & per diem		\$12,500	\$12,500
Phone		\$7,500	\$7,500
Postage		\$500	\$500
Supplies		\$9,000	\$9,000
Utilities		\$12,000	\$12,000
Dues & fees		\$5,000	\$5,000
Elections		\$8,300	\$8,300
Planning Com.		\$7,000	\$7,000
Oil & Gas Study		\$10,000	\$10,000
Coastal Mgt.		\$18,000	\$18,000
Total Clerk/Planning		\$195,176	\$195,878
Finance			
Salary		\$102,811	\$102,811
Fringe		\$43,000	\$43,702
Contract labor		\$0	\$0

	Travel & per diem			\$4,000	\$4,000
	Phone			\$5,000	\$5,000
	Postage			\$1,500	\$1,500
	Supplies			\$10,500	\$10,500
	Utilities			\$4,000	\$4,000
	Audit			\$45,000	\$45,000
	Equipment			\$0	\$0
	Total Finance			\$215,811	\$216,513
Natural Resources					
	Salary			\$115,976	\$115,976
	Fringe			\$37,178	\$37,880
	Contract labor			\$60,000	\$60,000
	Travel & per diem			\$35,000	\$35,000
	Phone			\$5,200	\$5,200
	Postage			\$0	\$0
	Supplies			\$3,000	\$3,000
	Equipment			\$0	\$0
	NPFMC			\$15,000	\$15,000
	BOF Meeting			\$25,000	\$25,000
	Total			\$296,354	\$297,056
Public Information					
	Salary			\$82,766	\$82,766
	Fringe			\$29,058	\$29,760
	Contract labor			\$0	\$0
	Travel & per diem			\$15,000	\$15,000
	Phone			\$2,400	\$2,400
	Postage			\$250	\$250
	Supplies			\$4,500	\$4,500
	Rent			\$6,800	\$6,800
	Advertising/promotions			\$25,000	\$25,000
	Total			\$165,774	\$166,476
Other					
	Legal			\$75,000	\$75,000
	EAT			\$150,000	\$150,000
	Insurance			\$180,000	\$180,000
	Bank fees			\$500	\$500
	NLG Revenue Sharing			\$32,000	\$32,000
	BB/Native dance			\$23,500	\$23,500
	Web service			\$9,500	\$9,500
	Equipment			\$8,200	\$8,200
	Utilities			\$11,410	\$11,410
	Misc.			\$0	\$0
	Total Other			\$490,110	\$490,110
Development Coordinator					
	Salary			\$62,760	\$62,760
	Fringe			\$24,167	\$24,869
	Contract labor			\$6,000	\$6,000
	Travel & per diem			\$15,000	\$15,000

	Phone			\$4,000	\$4,000
	Postage			\$250	\$250
	Supplies			\$4,500	\$4,500
	Rent			\$7,000	\$7,000
	Development			\$0	\$0
	Misc.			\$0	\$0
	Total Development			\$123,677	\$124,379
Public Works					
	Salary			\$71,112	\$71,112
	Fringe			\$26,209	\$26,911
	Contract labor			\$0	\$0
	Travel & per diem			\$12,000	\$12,000
	Phone			\$1,500	\$1,500
	Postage			\$0	\$0
	Supplies			\$6,000	\$6,000
	Equipment			\$1,500	\$1,500
	Utilities			\$2,500	\$2,500
	Total Public Works			\$120,821	\$121,523
Education					
	Local Contribution			\$800,000	1,188,000
	Scholarships			\$20,000	\$20,000
	Student travel			\$5,000	\$5,000
	Total Educational Support			\$825,000	\$1,213,000
KCAP					
	Salary			\$ 4,500.00	\$ 4,500.00
	Fringe			\$ 2,200.00	\$ 6,000.00
	Telephone			\$ 2,120.00	\$ 2,120.00
	Supplies			\$ 3,600.00	\$ 3,600.00
	Rental/Lease			\$ 7,580.00	\$ 7,580.00
	*reclass from fund 21 to fund 01			\$ 20,000.00	\$ 23,800.00
TOTAL OPERATING BUDGT				\$3,285,948	\$3,684,066

Fund 22 Terminal Operations				FY11	Substitute FY11	
Revenues						
	Remaining construction Loan/ Remaining FAA reimbursement			\$0		
	Leases			\$139,620	\$139,620	
				\$139,620	\$139,620	
Expenses						
	Salary			\$41,422	\$41,422	
	Fringe			\$18,950	\$19,652	*increase in
	Travel & per diem			\$3,000	\$3,000	
	Phone, Internet			\$4,500	\$4,500	
	Legal			\$40,000	\$40,000	
	Supplies			\$30,000	\$30,000	
	Rental/Lease			\$5,335	\$5,335	
	Utilities			\$24,000	\$24,000	
	Fuel/Gas			\$2,500	\$2,500	
	Fuel/diesel			\$15,000	\$15,000	
				\$184,707	\$185,409	
Fund 22 Hovercraft Operations				FY11	FY11	
Revenues						
	Grant			\$0	\$0	
	Medivacs			\$48,000	\$48,000	
	Freight			\$60,000	\$60,000	
	Other Income			\$0	\$0	
	Tickets, fees, etc.			\$93,000	\$93,000	
	Other			\$0	\$0	
				\$201,000	\$201,000	
Expenses						
	Salary			\$250,000	\$250,000	
	Fringe			\$87,606	\$88,308	*increase in
	Contract labor			\$150,000	\$150,000	
	Travel & per diem			\$30,000	\$30,000	
	Phone/Internet			\$8,000	\$8,000	
	Equipment			\$20,000	\$20,000	
	Supplies			\$100,000	\$100,000	
	Freight			\$5,000	\$5,000	
	Fuel/gas			\$8,000	\$8,000	
	Fuel/diesel			\$90,000	\$90,000	
	Insurance			\$215,000	\$215,000	
	Utilities			\$5,000	\$5,000	
	Maint/Repairs			\$100,000	\$100,000	
				\$1,068,606	\$1,069,308	

FY2010-11 Budget Proposal

Second draft

The second FY11 budget proposal is presented on the following pages with a comparison to the first draft.

Enrollment: The first draft showed two enrollment scenarios with two and three schools below ten students. Akutan is now expected to drop below ten in addition to False Pass and Nelson Lagoon, so this budget draft is for the three schools below the threshold for Foundation funding.

REVENUE

Borough contribution: Included is the same basic \$800,000 contribution as in prior years, plus \$388,000 requested from the Assembly to help keep Akutan, False Pass, and Nelson Lagoon schools open. This amount is approximately 50% of the budgeted costs, based on the Hold Harmless provision in the Foundation formula. The percentage will phase out in the following two years at 25% and 0%.

Foundation: Foundation revenue is still estimated at \$4,562,000 with an enrollment projection of 227 students, including \$448,000 from the Hold Harmless provision

Impact Aid: An Impact Aid funding commitment was received last month for \$1,136,400, which is \$72,400 higher than the amount estimated in the first draft.

EXPENDITURES

Salaries pgs. 20-21

The budget for teacher salaries has been updated for several new hires at King Cove and Sand Point, and a 4% increase has been applied to the teacher salary schedule according to the tentative negotiated revision. The teacher bargaining team and administration were unable to reach an agreement and mediation will be necessary, but both sides agreed to the 4% increase.

Negotiations with the classified employees has not been scheduled yet, but the same 4% increase was used for budget purposes. Staffing levels are tentatively budgeted the same for both teachers and classified employees except for a reduction at False Pass with one teacher.

The district has not yet received the new health insurance rates at this time, so the same 20% increase is included. Premera Blue Cross reported an anticipated increase within a 3% to 25% range.

Utilities, pgs 22-23

The teachers negotiating team felt that the utility budget was high, which included an estimated 10% rate increase, so it was reduced to 5% in this draft, which may be a more reasonable estimate. This lowers the total by \$33,500 to \$716,000.

The City of King Cove submitted a proposal recently for charges for the recoverable or waste heat being pumped into the school, which is expected to be finalized after their next city council meeting.

Other

\$20,000 was added to *Instructional Support—Other Services* for a tuition reimbursement benefit for teachers agreed to in negotiations.

Other negotiated benefit increases were added for airfare, head teacher stipends, life insurance, and principal substitute pay rates. The teachers union is holding out for several additional benefits, that are not included in this draft.

Aleutians East Borough School District

FY2011 BUDGET PROPOSAL

Second draft - May 2010

Three schools below ten enrollment

	FY11		Increase (Decrease)
	1st Draft	2nd Draft	
REVENUE			
Borough Contribution	800,000	800,000	-
AEB Addl.- 3 schools<10	-	388,000	388,000
State Foundation	4,562,000	4,562,000	-
Federal Impact Aid	1,064,000	1,136,400	72,400
Indirect revenue	10,000	10,000	-
Other revenue	20,000	20,000	-
Carry-over			
	<u>6,456,000</u>	<u>6,916,400</u>	<u>460,400</u>
EXPENDITURE SUMMARY			
Akutan	9 265,344	270,677	5,333
Cold Bay	12 337,468	342,699	5,231
False Pass	4 247,380	169,510	(77,870)
King Cove	92 1,838,086	1,873,647	35,562
Nelson Lagoon	6 337,287	344,205	6,918
Sand Point	104 2,130,128	2,162,378	32,250
Regular instruction	114,500	111,500	(3,000)
Instructional Support	259,801	261,087	1,285
Student Activities	257,980	257,980	-
Special Ed. Support	69,893	69,893	-
Operations & Maint.	72,000	72,000	-
District Admin.	774,079	775,824	1,745
Fund Transfers	199,000	205,000	6,000
	<u>227 6,902,944</u>	<u>6,916,400</u>	<u>13,456</u>
REVENUE - EXPENDITURES	<u>(446,944)</u>	<u>0</u>	

AKUTAN

		<u>1st Draft</u>	<u>2nd Draft</u>	Increase (Decrease)
<u>REGULAR INSTRUCTION</u>				
Teachers	315	118,000	122,500	4,500
Extra duty	316	-	-	-
Aides	323	22,000	23,000	1,000
Substitutes	329	2,000	2,000	-
Health insurance	351	16,000	16,000	-
Unemployment	352	1,704	1,770	66
Workers compensation	353	1,400	1,400	-
FICA	354	2,183	2,263	80
TRS retirement	355	14,821	15,386	565
PERS retirement	356	4,840	5,060	220
Leave buy-out	360	1,500	1,500	-
Air fare	361	1,500	2,000	500
Supplies	450	3,500	3,500	-
Textbooks	471	1,000	1,000	-
Equipment	510	3,000	3,000	-
		<u>193,448</u>	<u>200,379</u>	<u>6,931</u>
<u>SCHOOL ADMINISTRATION</u>				
Principal/Teacher	313	4,000	5,000	1,000
Unemployment	352	48	60	12
Workers compensation	353	40	40	-
FICA	354	58	73	15
TRS retirement	355	502	628	126
Postage	434	500	500	-
Telephone	433	1,200	1,200	-
Supplies	450	600	600	-
Dues & fees	491	300	300	-
Equipment	510	500	500	-
		<u>7,748</u>	<u>8,901</u>	<u>1,152</u>
<u>OPERATIONS & MAINT.</u>				
Maint./Custodial	325	8,300	8,500	200
Substitutes	329	1,000	1,000	-
Unemployment	352	125	128	3
Workers compensation	353	700	700	-
FICA	354	197	200	3
PERS retirement	356	1,826	1,870	44
Other services	440	2,000	2,000	-
Supplies	450	5,000	5,000	-
Electricity	436	18,000	17,000	(1,000)
Heating fuel	435	25,000	23,000	(2,000)
Equipment	510	2,000	2,000	-
		<u>64,147</u>	<u>61,397</u>	<u>(2,750)</u>
Total Akutan		<u><u>265,344</u></u>	<u><u>270,677</u></u>	<u><u>5,333</u></u>

COLD BAY

		<u>1st Draft</u>	<u>2nd Draft</u>	Increase (Decrease)
<u>REGULAR INSTRUCTION</u>				
Teachers	315	137,000	143,000	6,000
Extra duty	316	6,000	6,000	-
Aides	323	16,300	17,000	700
Substitutes	329	2,000	2,000	-
Health insurance	351	24,000	24,000	-
Unemployment	352	1,936	2,016	80
Workers compensation	353	1,700	1,700	-
FICA	354	2,463	2,560	97
TRS retirement	355	17,961	18,714	754
PERS	356	3,586	3,740	154
Leave buy-out	360	1,500	1,500	-
Air fare	361	1,500	1,500	-
Supplies	450	3,500	3,500	-
Textbooks	471	1,000	1,000	-
Equipment	510	3,000	3,000	-
		<u>223,445</u>	<u>231,230</u>	<u>7,785</u>
<u>SCHOOL ADMINISTRATION</u>				
Principal/Teacher	313	4,000	5,000	1,000
Unemployment	352	48	60	12
Workers compensation	353	40	40	-
FICA	354	306	383	77
TRS retirement	355	502	628	126
Postage	434	500	500	-
Telephone	433	1,200	1,200	-
Supplies	450	600	600	-
Dues & fees	491	300	300	-
Equipment	510	500	500	-
		<u>7,996</u>	<u>9,211</u>	<u>1,214</u>
<u>OPERATIONS & MAINT.</u>				
Maint./Custodial	325	11,000	12,000	1,000
Substitutes	329	1,000	1,000	-
Unemployment	352	144	156	12
Workers compensation	353	900	900	-
FICA	354	62	62	-
PERS retirement	356	2,420	2,640	220
Water & sewer	431	500	500	-
Other services	440	2,000	2,000	-
Supplies	450	5,000	5,000	-
Electricity	436	55,000	53,000	(2,000)
Heating fuel	435	26,000	23,000	(3,000)
Gas & oil	458			-
Equipment	510	2,000	2,000	-
		<u>106,026</u>	<u>102,258</u>	<u>(3,768)</u>
Total Cold Bay		<u><u>337,468</u></u>	<u><u>342,699</u></u>	<u><u>5,231</u></u>

FALSE PASS

		<u>1st Draft</u>	<u>2nd Draft</u>	Increase (Decrease)
<u>REGULAR INSTRUCTION</u>				
Teachers	315	120,000	62,000	(58,000)
Extra duty	316	1,700	1,700	-
Substitutes	329	1,000	1,000	-
Health insurance	351	24,000	12,000	(12,000)
Unemployment	352	1,460	764	(696)
Workers compensation	353	1,500	1,500	-
FICA	354	1,839	998	(841)
TRS retirement	355	15,286	8,001	(7,285)
Leave buy-out	360	1,500	1,500	-
Air fare	361	1,500	1,800	300
Supplies	450	3,500	3,500	-
Textbooks	471	1,000	1,000	-
Equipment	510	3,000	3,000	-
		<u>177,285</u>	<u>98,763</u>	<u>(78,522)</u>
<u>SCHOOL ADMINISTRATION</u>				
Principal/Teacher	313	4,000	5,000	1,000
Unemployment	352	48	60	12
Workers compensation	353	40	40	-
FICA	354	58	73	15
TRS retirement	355	502	628	126
Postage	434	500	500	-
Telephone	433	800	800	-
Supplies	450	600	600	-
Dues & fees	491	300	300	-
Equipment	510	500	500	-
		<u>7,348</u>	<u>8,501</u>	<u>1,152</u>
<u>OPERATIONS & MAINT.</u>				
Maint./Custodial	325	12,000	12,000	-
Substitutes	329	1,000	1,000	-
Unemployment	352	156	156	-
Workers compensation	353	1,000	1,000	-
FICA	354	251	251	-
PERS retirement	356	2,640	2,640	-
Water & sewer	431	1,200	1,200	-
Other services	440	2,000	2,000	-
Supplies	450	5,000	5,000	-
Electricity	436	15,500	15,000	(500)
Heating fuel	435	20,000	20,000	-
Gas & oil	458			-
Equipment	510	2,000	2,000	-
		<u>62,747</u>	<u>62,247</u>	<u>(500)</u>
Total False Pass		<u><u>247,380</u></u>	<u><u>169,510</u></u>	<u><u>(77,870)</u></u>

KING COVE

		<u>1st Draft</u>	<u>2nd Draft</u>	Increase (Decrease)
<u>REGULAR INSTRUCTION</u>				
Teachers	315	640,000	660,000	20,000
Extra duty	316	27,000	27,000	-
Aides	323	15,400	16,000	600
Substitutes	329	25,000	25,000	-
Health insurance	351	142,000	142,000	-
Unemployment	352	8,304	8,544	240
Workers compensation	353	8,000	8,000	-
FICA	354	11,584	11,874	290
TRS retirement	355	83,775	86,287	2,512
PERS retirement	356	3,388	3,520	132
Leave buy-out	360	4,000	4,000	-
Air fare	361	5,000	8,000	3,000
Retirement Incentive	364	5,000	5,000	-
Supplies	450	11,000	11,000	-
Textbooks	471	3,000	3,000	-
Equipment	510	5,000	5,000	-
		<u>997,451</u>	<u>1,024,225</u>	<u>26,774</u>
<u>VOCATIONAL EDUCATION</u>				
Teachers	315	29,500	30,600	1,100
Substitutes	329	500	500	-
Health insurance	351	4,000	4,000	-
Unemployment	352	360	373	13
Workers compensation	353	300	300	-
FICA	354	466	482	16
TRS retirement	355	3,705	3,843	138
Leave buy-out	360	400	400	-
Air fare	361	500	700	200
Supplies	450	5,000	5,000	-
Equipment	510	3,000	3,000	-
		<u>47,731</u>	<u>49,199</u>	<u>1,467</u>
<u>SPECIAL EDUCATION</u>				
Teachers	315	92,000	97,400	5,400
Aides	323	22,000	23,000	1,000
Substitutes	329	500	500	-
Health insurance	351	12,000	12,000	-
Unemployment	352	1,110	1,175	65
Workers compensation	353	1,000	1,000	-
FICA	354	1,372	1,451	78
TRS retirement	355	11,555	12,233	678
PERS retirement	356	4,840	5,060	-
Leave buy-out	360	1,000	1,000	-
Air fare	361	1,000	1,400	400
Supplies	450	3,000	3,000	-
Equipment	510	1,500	1,500	-
		<u>152,877</u>	<u>160,719</u>	<u>7,621</u>

LIBRARY SERVICES

Aides	323	24,700	25,700	1,000
Substitutes	329	500	500	-
Unemployment	352	302	314	12
Workers compensation	353	300	300	-
FICA	354	396	411	15
PERS retirement	356	5,434	5,654	220
Supplies	450	2,000	2,000	-
Equipment	510	-	-	-
		<u>33,633</u>	<u>34,879</u>	<u>1,247</u>

SCHOOL ADMINISTRATION

Principal	313	84,400	84,400	-
Substitutes	329	500	500	-
Health insurance	351	18,500	18,500	-
Unemployment	352	1,019	1,019	-
Workers compensation	353	900	900	-
FICA	354	1,262	1,262	-
TRS retirement	355	10,601	10,601	-
Leave buy-out	360	1,500	1,500	-
Air fare	361	500	500	-
Travel	420	1,500	1,500	-
Postage	434	4,000	4,000	-
Telephone	433	8,500	8,500	-
Supplies	450	1,200	1,200	-
Dues & fees	491	500	500	-
Equipment	510	1,500	1,500	-
		<u>136,381</u>	<u>136,381</u>	<u>-</u>

SCHOOL ADMIN SUPPORT

Support staff	324	45,182	45,182	-
Substitutes	329	500	500	-
Health insurance	351	26,000	26,000	-
Unemployment	352	548	548	-
Workers compensation	353	500	500	-
FICA	354	693	693	-
PERS retirement	356	9,940	9,940	-
		<u>83,364</u>	<u>83,364</u>	<u>-</u>

OPERATIONS & MAINT.

Maint./Custodial	325	105,000	110,000	5,000
Substitutes	329	3,000	3,000	-
Health insurance	351	26,500	26,500	-
Unemployment	352	1,296	1,356	60
Workers compensation	353	8,000	8,000	-
FICA	354	1,752	1,825	73
PERS retirement	356	23,100	24,200	1,100
Professional services	410	2,000	2,000	-
Water & sewer	431	4,000	4,000	-
Other services	440	5,000	5,000	-
Supplies	450	23,000	23,000	-
Electricity	436	100,000	95,000	(5,000)

Heating fuel	435	80,000	77,000	(3,000)
Gas & oil	458			-
Equipment	510	4,000	4,000	-
		<u>386,648</u>	<u>384,881</u>	<u>(1,768)</u>
Total King Cove		<u><u>1,838,086</u></u>	<u><u>1,873,647</u></u>	<u><u>35,342</u></u>

NELSON LAGOON

		1st Draft	2nd Draft	Increase (Decrease)
<u>REGULAR INSTRUCTION</u>				
Teachers	315	135,500	141,000	5,500
Extra duty	316	4,200	4,200	-
Aides	323	15,800	16,400	600
Substitutes	329	2,000	2,000	-
Health insurance	351	16,000	16,000	-
Unemployment	352	1,840	1,913	73
Workers compensation	353	1,700	1,700	-
FICA	354	2,179	2,258	80
TRS retirement	355	17,019	17,710	691
PERS retirement	356	3,476	3,608	132
Leave buy-out	360	1,500	1,500	-
Air fare	361	1,500	1,800	300
Supplies	450	3,500	3,500	-
Textbooks	471	1,000	1,000	-
Equipment	510	3,000	3,000	-
		210,213	217,589	7,376
<u>SCHOOL ADMINISTRATION</u>				
Principal/Teacher	313	4,000	5,000	1,000
Unemployment	352	48	60	12
Workers compensation	353	40	40	-
FICA	354	58	73	15
TRS retirement	355	502	628	126
Travel	420	-	-	-
Postage	434	500	500	-
Telephone	433	1,000	1,000	-
Supplies	450	600	600	-
Dues & fees	491	300	300	-
Equipment	510	500	500	-
		7,548	8,701	1,152
<u>OPERATIONS & MAINT.</u>				
Maint./Custodial	325	16,700	17,000	300
Substitutes	329	1,000	1,000	-
Unemployment	352	212	216	4
Workers compensation	353	1,200	1,200	-
FICA	354	1,239	1,260	21
PERS retirement	356	3,674	3,740	66
Water & sewer	431	1,500	1,500	-
Other services	440	2,000	2,000	-
Supplies	450	5,000	5,000	-
Electricity	436	50,000	50,000	-
Heating fuel	435	35,000	33,000	(2,000)
Gas & oil	458	-	-	-
Equipment	510	2,000	2,000	-
		119,525	117,916	(1,609)
Total Nelson Lagoon		337,287	344,205	6,918

SAND POINT

		<u>1st Draft</u>	<u>2nd Draft</u>	Increase (Decrease)
<u>REGULAR INSTRUCTION</u>				
Teachers	315	685,000	715,000	30,000
Extra duty	316	32,000	32,000	-
Aides	323	27,000	33,000	6,000
Substitutes	329	25,000	25,000	-
Health insurance	351	180,000	180,000	-
Unemployment	352	9,228	9,660	432
Workers compensation	353	8,000	8,000	-
FICA	354	12,701	13,223	522
TRS retirement	355	90,055	94,379	4,324
PERS retirement	356	5,940	7,260	1,320
Leave buy-out	360	4,000	4,000	-
Air fare	361	5,000	7,000	2,000
Supplies	450	15,000	15,000	-
Textbooks	471	3,000	3,000	-
Equipment	510	5,000	5,000	-
		<u>1,106,924</u>	<u>1,151,522</u>	<u>44,598</u>
<u>VOCATIONAL EDUCATION</u>				
Teachers	315	34,000	35,200	1,200
Substitutes	329	500	500	-
Health insurance	351	8,000	8,000	-
Unemployment	352	414	428	14
Workers compensation	353	400	400	-
FICA	354	531	549	17
TRS retirement	355	4,270	4,421	151
Leave buy-out	360	400	400	-
Air fare	361	500	600	100
Supplies	450	5,000	5,000	-
Equipment	510	3,000	3,000	-
		<u>57,016</u>	<u>58,498</u>	<u>1,483</u>
<u>SPECIAL EDUCATION</u>				
Teachers	315	135,500	140,800	5,300
Aides	323	27,000	28,000	1,000
Substitutes	329	500	500	-
Health insurance	351	16,000	16,000	-
Unemployment	352	1,956	2,032	76
Workers compensation	353	1,500	1,500	-
FICA	354	2,395	2,486	91
TRS retirement	355	17,019	17,684	666
PERS retirement	356	5,940	6,160	220
Leave buy-out	360	1,000	1,000	-
Airfare	361	1,000	1,200	200
Supplies	450	3,000	3,000	-
Equipment	510	1,500	1,500	-
		<u>214,309</u>	<u>221,862</u>	<u>7,553</u>

LIBRARY SERVICES

Aides	323	31,600	33,000	1,400
Substitutes	329	500	500	-
Health insurance	351	18,500	18,500	-
Unemployment	352	482	503	21
Workers compensation	353	350	350	-
FICA	354	496	517	20
PERS retirement	356	6,952	7,260	308
Supplies	450	3,000	3,000	-
Equipment	510	-	-	-
		<u>61,880</u>	<u>63,629</u>	<u>1,749</u>

SCHOOL ADMINISTRATION

Principal	313	84,400	75,000	(9,400)
Substitutes	329	500	500	-
Health insurance	351	8,000	8,000	-
Unemployment	352	1,019	906	(113)
Workers compensation	353	900	900	-
FICA	354	1,262	1,126	(136)
TRS retirement	355	10,601	9,420	(1,181)
Leave buy-out	360	1,500	1,500	-
Airfare	361	300	300	-
Travel	420	1,500	1,500	-
Postage	434	4,000	4,000	-
Telephone	433	7,000	7,000	-
Supplies	450	2,000	2,000	-
Dues & fees	491	500	500	-
Equipment	510	1,500	1,500	-
		<u>124,981</u>	<u>114,152</u>	<u>(1,430)</u>

SCHOOL ADMIN SUPPORT

Support staff	324	30,400	31,500	1,100
Substitutes	329	500	500	-
Health insurance	351	16,000	16,000	-
Unemployment	352	371	384	13
Workers compensation	353	300	300	-
FICA	354	479	495	16
PERS retirement	356	6,688	6,930	242
		<u>54,738</u>	<u>56,109</u>	<u>1,371</u>

OPERATIONS & MAINT.

Maint./Custodial	325	85,000	86,000	1,000
Substitutes	329	15,000	15,000	-
Health insurance	351	16,000	16,000	-
Unemployment	352	1,200	1,212	12
Workers compensation	353	8,000	8,080	80
FICA	354	2,380	2,395	15
PERS retirement	356	18,700	18,920	220
Professional services	410	2,000	2,000	-
Water & sewer	431	5,000	5,000	-

Other services	440	5,000	5,000	-
Supplies	450	23,000	23,000	-
Electricity	436	165,000	155,000	(10,000)
Heating fuel	435	160,000	155,000	(5,000)
Equipment	510	4,000	4,000	-
		<u>510,280</u>	<u>496,607</u>	<u>(13,674)</u>
Total Sand Point		<u><u>2,130,128</u></u>	<u><u>2,162,378</u></u>	<u><u>40,279</u></u>

DISTRICT-WIDE

		<u>1st Draft</u>	<u>2nd Draft</u>	Increase (Decrease)
<u>REGULAR INSTRUCTION</u>				
Professional services	410	5,000	-	(5,000)
Travel - students	425	45,000	45,000	-
Other services	440	5,000	5,000	-
Supplies	450	18,000	20,000	2,000
Textbooks	471	30,000	30,000	-
Dues & fees	491	1,500	1,500	-
Equipment	510	10,000	10,000	-
		<u>114,500</u>	<u>111,500</u>	<u>(3,000)</u>
 <u>STUDENT ACTIVITES</u>				
Extra duty	316	3,000	3,000	-
Unemployment	352	36	36	-
FICA	354	44	44	-
PERS retirement	356	400	400	-
Staff travel	420	10,000	10,000	-
Student travel	425	230,000	230,000	-
Other services	440	1,500	1,500	-
Supplies	450	10,000	10,000	-
Dues & fees	491	3,000	3,000	-
		<u>257,980</u>	<u>257,980</u>	<u>-</u>
 <u>INSTRUCTIONAL SUPPORT</u>				
Technology Director	314	74,300	65,000	(9,300)
Extra duty	316	2,000	2,000	-
Health insurance	351	16,000	8,000	(8,000)
Unemployment	352	892	780	(112)
Workers compensation	353	800	800	-
FICA	354	1,077	943	(135)
TRS retirement	355	9,332	8,164	(1,168)
Airfare	361	400	400	-
Professional services	410	5,000	5,000	-
Travel	420	50,000	50,000	-
Internet/video service	436	62,000	62,000	-
Other services	440	20,000	40,000	20,000
Supplies	450	12,000	12,000	-
Dues & fees	491	1,000	1,000	-
Equipment	510	5,000	5,000	-
		<u>259,801</u>	<u>261,087</u>	<u>1,285</u>
 <u>SPECIAL ED. SUPPORT</u>				
Director	314	8,500	8,500	-
Unemployment	352	102	102	-
Workers compensation	353	100	100	-
FICA	354	123	123	-
TRS retirement	355	1,068	1,068	-
Professional services	410	30,000	30,000	-
Travel	420	25,000	25,000	-

Other services	440	2,000	2,000	-
Supplies	450	2,000	2,000	-
Equipment	510	1,000	1,000	-
		<u>69,893</u>	<u>69,893</u>	<u>-</u>

OPERATIONS & MAINT.

Professional services	410	30,000	30,000	-
Travel	420	3,000	3,000	-
Other services	440	20,000	20,000	-
Insurance	446	8,000	8,000	-
Supplies	450	10,000	10,000	-
Gas & oil	458	500	500	-
Equipment	510	500	500	-
		<u>72,000</u>	<u>72,000</u>	<u>-</u>

SCHOOL BOARD

Meeting fees	322	15,000	15,000	-
Health insurance	351	26,000	26,000	-
Unemployment	352	180	180	-
FICA	354	218	218	-
PERS retirement	356	3,558	3,558	-
Travel	420	50,000	50,000	-
Other services	440	10,000	10,000	-
Supplies	450	1,000	1,000	-
Dues & fees	491	8,000	8,000	-
		<u>113,956</u>	<u>113,956</u>	<u>-</u>

SUPERINTENDENT OFFICE

Superintendent	311	114,100	114,100	-
Support staff	324	49,100	49,100	-
Health insurance	351	26,000	26,000	-
Unemployment	352	1,958	1,958	-
Workers compensation	353	1,800	1,800	-
FICA	354	2,015	2,015	-
TRS retirement	355	14,331	14,331	-
PERS retirement	356	10,802	10,802	-
Supt travel benefit	361	8,000	8,000	-
Legal services	414	15,000	15,000	-
Other prof. services	418	12,000	12,000	-
Travel -admin.	420	30,000	30,000	-
Telephone	434	8,000	8,000	-
Other services	440	5,000	5,000	-
Supplies	450	12,000	12,000	-
Dues & fees	491	2,000	2,000	-
Equipment	510	35,000	35,000	-
		<u>347,106</u>	<u>347,106</u>	<u>-</u>

DISTRICT ADMIN. SUPPORT

Business Manager	321	87,700	87,700	-
Support staff	324	37,600	39,000	1,400
Health insurance	351	34,000	34,000	-
Unemployment	352	1,504	1,520	17

Workers compensation	353	1,400	1,400	-
FICA	354	1,748	1,768	20
PERS retirement	356	27,566	27,874	308
Leave buy-out	360	3,000	3,000	-
Air fare	361	500	500	-
Auditing	412	29,000	29,000	-
Other prof. services	418	25,000	25,000	-
Travel -admin.	420	8,000	8,000	-
Postage	434	6,000	6,000	-
Other services	440	3,500	3,500	-
Insurance	447	30,000	30,000	-
Supplies	450	10,000	10,000	-
Dues & fees	491	2,500	2,500	-
Equipment	510	4,000	4,000	-
		<u>313,017</u>	<u>314,763</u>	<u>1,745</u>
<u>FUND TRANSFERS</u>				
Teacher Housing	552	25,000	25,000	-
Food Service	553	105,000	105,000	-
Pupil Transportation	554	15,000	15,000	-
Sand Point Pool	555	54,000	60,000	6,000
		<u>199,000</u>	<u>205,000</u>	<u>6,000</u>

ORDINANCE 10-04

AN ORDINANCE AMENDING TITLE 4, CHAPTER 4.36

WHEREAS, the Aleutians East Borough Assembly is authorized under the Alaska State Statute Section 29.26.010 to prescribe the rules for conducting municipal elections within the jurisdiction of the Aleutians East Borough; and

WHEREAS, Title 4, Chapter 36 of the Aleutians East Borough Municipal Code provides a section determining tie votes for a seat or office, it does not determine which two candidates are to be the run-off candidates if they are tied.

NOW, THEREFORE, BE IT ENACTED BY THE ASSEMBLY OF THE ALEUTIANS EAST BOROUGH:

Section 1. Classification. This ordinance is of a general and permanent nature and shall become part of the borough code.

Section 2. Severability. If any provision of this ordinance or any application thereof to any person or circumstance is held invalid, the remainder of this ordinance and the application to other persons or circumstances shall not be affected thereby.

Section 3. Effectiveness. This ordinance shall become effective upon adoption.

Section 4: Adoption by Section. Code section 4.36.070 is hereby repealed and Code Section 4.36.070 as annexed hereto as part of this ordinance is hereby adopted as Code Section 4.36.070 of the Code of Ordinances of the Aleutians East Borough.

INTRODUCED: _____

ADOPTED: _____

Stanley Mack, Mayor

Date: _____

ATTEST:

Clerk

Date: _____

4.36.070 Determination of Tie Votes.

If after a recount and/or appeal of the election results the following occurs:

- (1) Two or more candidates are tied for the seat or office;
- (2) more than two candidates tie for the highest number of votes with no candidate receiving excess of 40% of the votes cast for the same seat or office;
- (3) two or more candidates tie for the second highest number of votes with no candidate receiving excess of 40% of the votes cast for the same seat or office.

The borough clerk shall notify the candidates who tied. The borough clerk shall notify the candidates of a reasonably suitable time and place to determine the successful candidate by lot. All tied candidates shall be present at such time and place, either in person or by proxy, to participate in the determination. If any tied candidate fails for any reason to attend in person or by proxy, the mayor shall designate a disinterested person to participate as the proxy for the absent candidate. After the determination has been made by lot, the mayor shall so certify to the clerk and the assembly.

4.36.070 Determination of Tie Votes.

If after a recount and/or appeal of the election results by the assembly, the following occurs:

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(1) Two or more candidates are tied for the seat or office;

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(2) more than two candidates tie for the highest number of votes with no candidate receiving excess of 40% of the votes cast for the same seat or office;

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(3) two or more candidates tie for the second highest number of votes with no candidate receiving excess of 40% of the votes cast for the same seat or office.

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the borough clerk shall notify the candidates who tied. The borough clerk shall notify the candidates of a reasonably suitable time and place to determine the successful candidate by lot. All tied candidates shall be present at such time and place, either in person or by proxy, to participate in the determination. If any tied candidate fails for any reason to attend in person or by proxy, the mayor shall designate a disinterested person to participate as the proxy for the absent candidate. After the determination has been made by lot, the mayor shall so certify to the clerk and the assembly.

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OLD BUSINESS



Aleutian Financial

520 East 32nd Avenue
Anchorage, AK 99503

907.644.6618 Office

907.350.3381 Cell
afi.lcanady@gmail.com

March 22, 2010

Sharon Boyette
Administrator
3380 C St., Suite 205
Anchorage, AK 99503
(907) 274-7566
Fax: (907) 276-7569
email: sboyette@aeboro.org

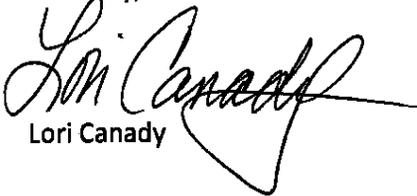
Dear Ms. Boyette:

Aleutian Financial, Inc. is pleased to submit this grant request for your review. We hope our nonprofit can partner with Aleutians East Borough in the mutual effort to increase access to capital and strengthen the local fishing economy.

Aleutian Financial, Inc. a Revolving Loan Fund Project will provide financial loans and education to promote self-sufficiency in our native communities. This will generate social and economic development through small business creation, retention, or expansion; and home ownership; facilitating family asset building and self-sufficiency through education and ownership. Thus, we are requesting \$ 50,000 in grant funding to lend out on current loan requests. This money will help us gain certification through the U.S. Dept. of Treasury which will in turn give us more access to funds for our revolving loan fund project.

We appreciate everything Aleutians East Borough does to encourage economic stability in the Borough and look forward to your consideration of Aleutian Financial, Inc's request. Please contact me, at (907) 644-6618 if you have any questions.

Sincerely,


Lori Canady



QAGAN TAYAGUNGIN TRIBE
P.O. BOX 447
SAND POINT, ALASKA 99661
(907) 383-5616
Fax (907) 383-5814

March 31, 2010

The Honorable Mayor Stanley Mack
Aleutians East Borough
PO Box 349
Sand Point, AK 99661

Re: Community Center

Dear Mayor Mack:

The Qagan Tayagungin Tribe (QTT) has provided services to the community at the Community Center since it was built. These services now include Head Start, Boys & Girls Club, Teen Night, community potlucks and other community oriented functions. QTT also makes the Community Center available to residents for birthday parties, etc. for a nominal fee.

Until now, QTT has borne the expenses for janitorial, utilities and general maintenance of the Community Building. A breakdown of these expenses is included with this letter. QTT is now asking for a contribution towards these expenses from those in the community that participate in and/or benefit from the provided services. We are requesting a contribution of \$500 monthly. Without your contribution, QTT may not be able to continue to provide these services to the community at the present level.

The Qagan Tayagungin Tribe of Sand Point appreciates your consideration of our request and looks forward to receiving a positive response. Please contact Marva Hatch or me if you require more information or would like to meet with us regarding this request.

Sincerely,

David O. Osterback
Tribal President

Community Center

Average Monthly Costs 6 month average

	10/1/09 thru 3/30/10	
Supplies	\$	85.45
Payroll and Fringe	\$	450.79
Postage/Shipping	\$	164.69
Repairs and Maintenance	\$	433.69
Maintenance Labor	\$	842.50
Telephone	\$	43.71
Fuel	\$	1,524.91
Water	\$	59.00
Refuse	\$	60.00
Sewer	\$	37.00
Electricity	\$	1,039.63
Interest	\$	936.06
Total	\$	5,677.42

Average revenue only covers 47% of these cost, leaving the community center running at a 53% operating loss (average \$3,024.84)



April 13, 2010

To Whom It May Concern:

Each year the City of Cold Bay EMS squad holds a Silver Salmon Derby to help raise funds to support its services. The remote town of Cold Bay, Alaska has approximately 80 people and relies on volunteer EMS for all emergency medical needs. The EMS provides medical evacuation for the surrounding communities of Nelson Lagoon, King Cove, and False Pass. Support is also provided to the United States Coast Guard during rescue efforts throughout all commercial fishing seasons, which would include crab fishing.

The Silver Salmon Derby is held over Labor Day weekend and consists of a kick-off party, three days of fishing, a raft race, a tug-of-war, an award banquet, a raffle and multiple other activities. People come from all over the country to participate in the event.

Proceeds from the event are used to maintain and purchase medical equipment. We are asking for donations to help fund the event or to use as prizes and awards. All donations are appreciated and donors will be acknowledged.

Thank you for your consideration and continued support. We look forward to hearing from you.

Sincerely,

The Silver Salmon Derby Committee
& the Cold Bay Volunteer EMS



King Cove Volunteer Fire Department
P.O. Box 289
King Cove, AK 99612
Phone: 907-497-2210 Fax: 907-497-2556
E-Mail: kingcovedps@gmail.com

Wednesday, April 14, 2010

To whom it may concern

Each year for the past 13 years, the King Cove Volunteer Fire Department has held an annual fundraiser community picnic to support the KCFD scholarship. This year it is scheduled for Saturday, June 5, 2010. We have appreciated great support from our community and others who have supported this event. We have extremely good turnouts. In the past 13 years we have given away nearly \$13,000.00 in scholarships to King Cove High-school graduates. We are seeking money donations or donations for door prizes for this event. Any help that you can give to us we would be greatly appreciated.

Sincerely,



Chris Babcock Fire Chief



Sand Point Silver Salmon Derby

PO Box 206
Sand Point, AK 99661
907-383-2664

May 12, 2010

To Mayor Mack and Assembly:

This is a request for a donation to the Sand Point Silver Salmon Derby. The Derby is a fun community event that everyone looks forward to and is open to all AEB residents that wish to participate. The event raises funds for the Volunteer Sand Point Emergency Medical Services, Boys and Girls Club of Alaska/ Sand Point, Sand Point Teen Center and Sand Point Culture Camp. All these programs need donations in order to operate successfully. Donations you provide will be used to purchase raffle items to raise funds and for supplies needed for the derby.

There are many benefits to AEB residents through the organizations we provide funds to. EMS is on call servicing the entire community, which benefits all of Sand Point and its visitors. The youth programs provide a safe place to learn and grow all while having fun and that is a positive benefit to the AEB and its future.

Sand Point Silver Salmon Derby is one of the biggest fundraising events of the year for the community of Sand Point and will take place Labor Day weekend September 3rd through September 6th. However, fund raising begins now through Labor Day weekend for the committee members. The Derby committee members are all donating their time to do fund raisers and many businesses and individuals donate to make each year a success. I have attached a list of donors from previous years showing we are not just requesting donations from AEB, but hopes that AEB becomes another donor.

Please know contributions you make will positively impact our community. Please feel free to contact me for further information, if needed at 383-2664.

Thank you for your thoughtful consideration of our request.

Sincerely,



Rayette McGlashan
Sand Point Silver Salmon Derby
Chairperson

Sand Point Silver Salmon Derby

PO Box 206

Sand Point, AK 99661

907-383-2664

Committee Members:

Bob Barnett, Rayette McGlashan, Dennis McGlashan,

Robbie Gilmour, Allen Hill, Carla Chebetnoy,

Cherilyn Lundgren, Susan Shoemaker,

Tina Anderson, Tiffany Jackson, Bill Cumberlidge,

Jason Bjornstad, Debra Gundersen

Donators:

Pen Air, Peter Pan Seafoods,

Coastal Transportation, Alaska Central Express (ACE),

WASTAC Electronics, City of Sand Point, Allen Hill, Drunken Saylor, Trident

Seafoods, Alaska Commercial, Sand Pt. EMS, Teresa Anderson, APIA, Aleut

Corp., Paul Karlsen, Eastern Aleutian Tribes, Dale Pedersen, Luke Ludvick, David

Modde, Alaska Railroad, Snopac, Cut'R'Loose, Healing Hands Massage, Laurel

Street Spa & Chiropractic, Bozo Burgers, Carl's Store, Alaska Wireless (GCI),

Telalaska, Toys Plus



QAGAN TAYAGUNGIN TRIBE
P.O. BOX 447
SAND POINT, ALASKA 99661
(907) 383-5616
Fax (907) 383-5814

May 12, 2010

Aleutians East Borough
Mr. Stanley Mack Mayor
P.O. Box 349
Sand Point, Alaska 99661

Dear Mayor and Board Members,

It is that time of year again to begin preparations for our annual Culture Camp. This year will be our eleventh year of having Culture Camp in Sand Point. The dates for camp this year are July 19, 2010 through July 31, 2010. Camp will start at 9:00 a.m. and end at 9:00 p.m. Monday through Friday for two weeks.

For the past ten years Qagan Tayagungin Tribe has worked cooperatively with the US Fish & Wildlife Service, A/PIA, EATS, the Unga and Pauloff Harpor tribes, the Aleut and Shumagin Corporations, Aleutians East Borough and the City of sand Point, as well as various other businesses and organizations in the Aleutians to provide funding each year for the very successful Culture Camp for the Unangan youth and community members.

Last years camp was very successful with a total of 79 children from grades kindergarten through twelfth grade, and about 40 adult community members who participated in Culture Camp events. It takes a considerable amount of money to fund a camp in our community each year. This year's budget total's \$60,600.00. A budget is enclosed. We hope that you will continue to generously support the Sand Point Culture Camp with a donation of \$7,000 that we can apply to expenses for camp.

Please assist us to continue teaching our Unangan youth about their culture and traditions which helps them grow into strong Unangan adults knowledgeable in their traditional values and skills helping to continue keeping our culture alive in our community.

Thank you for your time and support for the Sand Point Culture Camp.

Sincerely,

A handwritten signature in cursive script that reads "Marva Hatch".

Marva Hatch
Executive Director

SAND POINT CULTURE CAMP 2010 BUDGET

STIPENDS

CAMP DIRECTOR	4000
CLASSROOM TEACHER	3000
TEACHER ASSISTANT	2000
REGALIA INSTRUCTOR	3000
DANCE INSTRUCTOR	3000
DANCE INSTRUCTOR 2	3000
HATMAKING INSTRUCTOR	3000
HATMAKING INSTRUCTOR 2	3000
HEADDRESS INSTRUCTOR	3000
WEAVING INSTRUCTOR	3000
BIDARKA INSTRUCTOR	3000
CAMP COOK	2000
COOK ASSISTANT	1000
BEADING INSTRUCTOR	1000
JANITOR/LABORER	1000
	<hr/>
	38,000

TRAVEL

AIRFARE	6000
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SUPPLIES

FOOD	4500
BLACK ELK SUPPLIES	4000
FURS	3000
WOOD	1000
GAS/PROPANE	600
CLASSROOM SUPPLIES	2000
	<hr/>
	15,100

PER DIEM

300 X 5	1500
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TOTAL 60,600

Aleutians East Borough Donation Policy

Requests for charitable donations from the Aleutians East Borough will be considered and evaluated only in the manner set out below:

1. Protection of the Borough financial resources must be a high priority. This requires that we set and adhere to an annual budget for charitable donations for each fiscal year.
 - a. The donation amount budgeted will be determined each fiscal year.
 - b. When the donations budget for a fiscal year has been expended, no further requests will be entertained by the Assembly.
2. In order to provide the greatest benefit possible for the maximum number of people within the limits of our available resources for charitable donations, the following policies will be adopted:
 - a. We will not make donations to benefit individuals or small groups.
 - b. We will consider requests for donations that benefit non-profit organizations and civic organizations so long as the project otherwise meet our criteria for charitable donations.
 - c. We will consider requests to join together with other donor organizations within the communities to combine our resources to fund needs greater than those that can be met by a single organization so long as the project otherwise meets our criteria for charitable donations.
3. In considering requests for charitable donations, we will evaluate requests based on the following criteria:
 - a. How will Borough residents benefit from this donation?
 - b. How many Borough residents will benefit from this donation?
 - c. Will the primary beneficiaries of our donations be Borough residents?
 - d. How will this donation serve to promote the best interests of the Borough?
 - e. What other resources, including other donors, are available?
 - f. What efforts have been made by the donee to find other funding for this project?
 - g. Will the donation fund a project or activity that is open to all of the Borough residents that may wish to participate?

4. Assembly members need to have an adequate opportunity to review requests for charitable donations well in advance of meetings. To accomplish this, the following procedures are established:
 - a. Requests must be submitted in writing to the Mayor.
 - The Mayor will pass requests, which comply with our funding criteria to the Assembly as part of the meeting packet for the next Assembly meeting.
 - A report showing the amount budgeted for donations for the year, and the amount spent year-to-date on donations will be included in the packet.
 - b. Requests must be received in time to be included in the meeting packet for Assembly members. This will normally be at least 7 days in advance of the meeting. Requests not received in time to be included in the meeting packet will not be considered at that meeting.
 - c. Requests must, at a minimum, include the following information:
 - Name of person/organization making the request.
 - Type of organization.
 - Reason for request, including why the request is being made from the Borough.
 - Information showing how the request meets some or all of the criteria set out in paragraph 3 above.
5. Requests for non-monetary donations of goods or services from the Borough with a value of less than \$100, and which meets the other criteria established by the Assembly for funding charitable donations, will be handled by the Mayor in his sole discretion.
 - a. The Mayor will report to the Assembly at the next regular Assembly meeting on any requests, which has been handled in this manner. Our intention is to be a responsible and supportive member of the communities in which we work and live.

TO: Mayor Mack and Assembly Members

FROM: Sharon Boyette

DATE: May 20, 2010

RE: Hovercraft

In FY08, the AEB spent \$1,703,860 in hovercraft expenses. I am unable to determine what the revenue was that year but let's just estimate \$70,000.

In FY 09, the AEB spent \$1,302,940 and received revenue of \$82,540.

In FY10 as of April 30th, the AEB has spent \$1,113,492 and received \$62,132.

So bottom line, the AEB has spent approximately \$3,905,620 to operate and maintain the hovercraft connection between King Cove and Cold Bay.

Please review the attached detailed information about the hovercraft operations. It is my recommendation to cease hovercraft operations as soon as possible but with consideration to our employees and time to properly warehouse the hovercraft.

The administrative staff will continue to work on the goal of returning the hovercraft to service as soon as possible but with a more reasonable bottom line. We will work on:

1. Further decreasing all expenses including insurance.
2. Reducing staff size.
3. Increasing revenue including post office contract.

TO: Mayor Mack and Assembly Members

FROM: Sharon Boyette *Sharon*

DATE: May 20, 2010

RE: Audit Comparisons on Hovercraft Budgets

I have had a chance to look at our audits for the past few years. I did a quick comparison of the net assets. You can see here that our net assets have been steadily decreasing since 2007. Net asset means all assets: securities owned, cash, receivables, and other fixed assets (hovercraft and other equipment) after the liabilities of the borough. The permanent fund is a big part of the numbers.

	2006	2007	2008	2009
Net Assets over liabilities	\$77,850,947	\$83,093,208	\$81,057,140	\$80,803,024

You should also note another trend that shows up in a comparison of the audits.

	2007	2008	2009
Assets (includes bonds but not bond payments ; not fixed assets)	\$51,853,903	\$49,064,476	\$40,645,562

As our 2009 audit says in the "Management's Discussion and Analysis", the 2009 ending fund balance was \$5,029,897 lower than last year. This is a result, primarily, of the poor investment performance in 2009 and also the hovercraft total operating and maintenance expenses of \$1,813,507. In FY 2009, according to our audit, the Borough paid \$1,756,783 for hovercraft expenses from our general fund.

I wanted to bring these numbers to your attention because they highlight the critical trends that I am seeing and are related to our conversations about the hovercraft and its ability to "bleed us dry".

Hovercraft Data
July 2009-Jan 2010

	Revenue	Expenses	Trips	Riders	Medevacs	AEB Cost per Rider (in excess of revenue)
April-10	\$3,524	\$144,040				
March-10	\$1,849	-\$22,457	11	42	0	-\$579
February-10	\$1,209	\$47,608	10	53	0	\$875
January-10	\$1,972	\$54,330	6	56	0	\$935
December-09	\$8,227	\$46,459	4	19	1	\$2,012
November-09	\$4,590	\$103,907	3	19	0	\$5,227
October-09	\$4,331	\$87,107	3	13	0	\$6,367
September-09	\$3,280	\$132,570	10	131	0	\$987
August-09	\$16,307	\$344,977	4	38	0	\$8,649
July-09	\$16,843	\$174,950	12	118	1	\$1,340
Fiscal Year to Date	\$62,132	\$1,113,492	63	489	2	\$2,150
Average Monthly	\$6,213	\$111,349				
April						
Expenses	Year-to-date					
Salaries	\$244,113					
Benefits	\$68,431					
Contract Labor	\$111,592					

Hovercraft Data
July 2009-Jan 2010

Travel/Per diem	\$22,483				
Telephone	\$5,982				
Supplies	\$169,383				
Freight	\$91,157				
Rent/Lease	\$3,200				
Utilities	\$3,328				
Insurance	\$317,097				
Gas	\$3,539				
Fuel	\$73,188				
FY 10 Total to Date	\$1,113,493				

Hovercraft Operations Data for period July 1, 2008, through June 30, 2009

<u>Item</u>	<u>Basic Data</u> ¹	<u>Comments</u>	<u>Financial Estimates</u>
number of scheduled runs	156	3 runs per week x 52 weeks	<u>Revenue this period:</u>
number of scheduled runs completed ²	100	plus 36 "unscheduled"	tickets: \$72,798.
Not-in-Service days (total)	56 (36%) ³	100% of NIS ⁴ days	vehicles: \$ 4,435.
weather-related ⁵	42 (27%)	75% of NIS days	freight: <u>\$ 5,307.</u>
scheduled maintenance	3 (2%)	5% of NIS days	Total: \$82,540.
non-sched maintenance	1 (1%)	2% of NIS days	<u>Expenses this period:</u>
waiting for parts ⁶	0 (0%)	0% of NIS days	\$1,302,940.
facilities repairs ⁷	4 (3%)	7% of NIS days	Cost per trip: \$9,580.
holidays	3 (2%)	5% of NIS days	
minimum crew not available ⁸	3 (2%)	5% of NIS days	Cost per rider: \$1300.

¹ Per data received from Hovercraft Chief Pilot Amberly Weiss on October 14, 2009. As this is written, none of the entries in this column has been verified or checked by an independent third party.

² In order to obtain a complete picture, one must also consider that during this time period the hovercraft made 36 extra runs. These consisted of six (6) medevacs, non-scheduled runs made in compensation for runs missed due to weather, and VIP trips.

³ The percentages in this column were computed by dividing the number of Not-in-Service (NIS) days in each category by the 156 runs which were scheduled during this FY. So in this category, 56 divided by 156 = 36% of the runs which had been scheduled were not completed, resulting in a Not-in-Service day.

⁴ "NIS" days are "Not in Service" days.

⁵ Note: each time the hovercraft was out-of-service due to weather, the time was used for maintenance of the hovercraft or the shelter tent.

⁶ This category is listed because in prior reports, waiting for parts was a more significant factor, accounting for between 1.4% and 6.6% of all not-in-service days.

⁷ For these purposes, repairs to the hovercraft shelter tent and repairs to the hovercraft landing pad have been lumped together.

⁸ The Borough has so little "depth on the bench" that the illness or other unavailability of a crew member has, upon occasion, meant that the hovercraft did not have the minimum crew required by its Coast Guard certification to operate legally.

New Business

Akun planning & land use
by
City of Akutan

REPORTS AND UPDATES



REPLY TO
ATTENTION OF:

DEPARTMENT OF THE ARMY
U.S. ARMY ENGINEER DISTRICT, ALASKA
P.O. BOX 898
ANCHORAGE, ALASKA 99506-0898

Civil Works Project
Management Branch

7 May 2010

Ms. Sharon Boyette, Administrator
Aleutians East Borough
3380 C Street, Suite 205
Anchorage, AK 99503-3952

Dear Ms. Boyette:

The purpose of this letter is to update you on the status of the claim on the False Pass Harbor project contract, and to provide an estimate of project costs associated with the claim. As you know, the Corps received a Request for Equitable Adjustment (REA) for approximately \$36 million from the contractor on November 24, 2009. The Corps responded on January 22, 2010 that a Contracting Officer's Decision (COD) was expected to be prepared no later than November 24, 2010.

The Corps subsequently received a notice from the Armed Services Board of Contract Appeals (Board) on April 1, 2010 that the contractor had appealed to their claim to the Board. In its appeal the contractor asserted that the Corps failure to issue a COD by January 22, 2010 allowed the contractor to proceed on the basis of a deemed denial. The Corps responded to the notice with a request to the Board to dismiss the appeal for lack of jurisdiction since a COD had not been issued. The Board has given the contractor until May 31, 2010 to file its response. At this point it is uncertain when the Board will make its decision. If the Corps' request is denied, we will move into the discovery process.

The enclosed cost apportionment table shows actual construction costs through December 31, 2009, and projected costs to analyze the REA and prepare the COD through September 30, 2010. We estimate that \$270,000 will be spent by the Corps January through September this year. This estimate includes roughly \$75,000 for a Defense Contract Audit Agency audit, \$100,000 for a schedule expert contract, and \$95,000 for in-house Corps labor costs for employees in the engineering, contracting, and project management departments. Our Office of Counsel hours are not charged to the project directly.

The costs described above are considered project costs for cost sharing purposes. As you can see on the enclosed table I have apportioned all of the claim costs to the general navigation features. The reason for this is that the basis of the contractor's claim is that they were impacted by the deletion of the continuing contract clause from their contract, and the continuing contract clause

only applies to the general navigation features. Of course, the cost apportionment may be adjusted in the final audit.

There may be more project funds spent on the COD or future litigation, but it is impossible to estimate those costs at this time because they are dependant on actions taken by the contractor. There is no need to send funds at this time because the AEB has already sent the Corps their estimated first cost through FY2010 of \$5,682,771, plus \$1,616,686 of the additional funding requirement. The estimate of the remaining additional funding requirement is \$292,000 at this time. This will not need to be paid until after the final accounting.

As always, please do not hesitate to contact me if you have any questions regarding the status of the claim on the harbor construction contract or the cost share requirements. My telephone number is (907) 753-5680.

Most Sincerely,

A handwritten signature in cursive script that reads "Andrea Elconin". The signature is written in black ink and is positioned to the right of the typed name.

Andrea Elconin
Project Manager

Enclosure

cc: Michael Lukshin, ADOT&PF

FALSE PASS HARBOR Federal/non-Federal Cost Apportionment May-10						
	Contract Cost ^{1/}	S&I ^{2/}	Subtotal Construction Costs	FY10 Claim Cost ^{6/}	Total Costs Thru FY10	Implementation Costs ^{7/} Federal Non-Federal
First Costs						
General Navigation Features (GNF)	16,655,415	1,994,682	18,650,097	270,000	18,920,097	17,028,087 1,892,010
mob/demob	2,540,050					
dredging	1,547,700					
breakwaters	11,985,000					
miscellaneous ^{3/}	330,100					
dredge disposal area grading ^{4/}	252,565					
Local Service Facility (LSF) ^{5/}	523,900	62,743	586,643	0	586,643	0 586,643
Betterment - causeway and dock	2,802,550	335,638	3,138,188	0	3,138,188	0 3,138,188
	19,981,865	2,393,063	22,374,928	270,000	22,644,928	17,028,087 5,616,841
Planning, Engineering and Design			659,299		659,299	593,369 65,930
			23,034,227		23,304,227	17,621,456 5,682,771
Additional Funding Requirement ^{8/}						
10% of GNF and PED						1,957,940
GNF LERR credit (real estate costs)						-49,025
						<u>1,908,915</u>
Final Cost Requirements						17,621,456 7,591,685
Contributions to date						17,831,987 7,299,457
Remaining contributions						-210,531 292,228

1/ Actual contract costs. All construction by Kelly-Ryan, Inc at cost of \$19,729,300, except dredge disposal area grading

2/ Supervision and inspection, actual costs through Dec. 31, 2010

3/ Includes clear and grub disposal areas, surveys, navigation aid marker base, and installation of reef balls

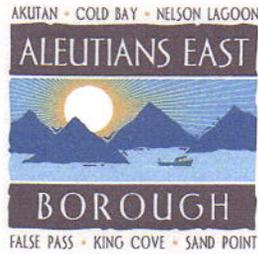
4/ Required at completion of Kelly-Ryan contract to control run-off from site. Constructed by West Construction.

5/ Dredge mooring basin

6/ Estimated cost to analyze claim and prepare Contracting Officer's Decision. Includes Defense Contract Audit Agency audit, Schedule expert analysis, and Corps employee labor. Actual costs from Jan. 1, 2010 through April 28, 2010 were \$78,932.

7/ GNF first costs shared at rate of 90% Federal and 10% non-Federal. LSF and Betterment 100% non-Federal cost.

8/ Additional funding requirement may be paid over 30 years after final accounting, with interest.



TO: Mayor Mack and Assembly Members

DATE: May 20, 2010

FROM: Sharon Boyette

RE: Admin Report for April 16 – May 20, 2010

It has been a fun month with travel to the region for the King Cove land exchange scoping meetings in April and to Seattle. I even took a week off to be with my granddaughter in New York for some minor surgery. The Aleutian Energy Summit was very successful and I am looking forward to continuing work on energy issues as part of one of the committees that were formed.

We received seven bids to do the repair work on the Cold Bay Terminal. Next week we hope to award a contract and get the contractor on the job.

Stanley, Gary and I met with Barry Collier, Dale Schwatzmiller and Yoshi Yoshikawa of Peter Pan Seafoods in Seattle. Our meeting was productive in setting up better communications with PPSF. We also discussed Aleutia's crab quota and are hoping for a resolution of that matter in the near future.

I met very briefly with John Goll, MMS Director, mostly just to close out our Cooperative Agreement for oil and gas development in the North Aleutian Basin and the associated EIS. I asked if MMS could continue working on baseline studies in the NAB. Mr. Goll said they would continue a few studies that are near completion but not much else. I will be closing out our MMS grant for working on NAB draft EIS leaving some money unspent.

Work continues on the road design to the King Cove Northeast Corner and the King Cove land exchange EIS planning. Akutan Harbor Construction will begin this month. We should see design/build proposals for the Akutan Airport by the end of this month. Sand Point floats project is moving forward smoothly.

As you know, Jeanie Burtch has resigned from her position in the Anchorage office. We have hired Anne Bailey and she is presently doing receptionist duties as well as grant writing. We are very happy to have Annie and are very pleased with her work on the Coastal Impact Assistance Grants and all the other work she has done.

As always, please contact me with questions or concerns.

Attachments: Fish Tax Revenue

FISH TAX REVENUE

Compare this and last years FY 2010 totals

	4/30/2010	4/30/2009	4/30/2008			
Total	\$158,932.89	\$99,761.39	\$120,275.75	\$	59,171.50	\$2,460,017.61

	3/31/2010	3/31/2009	3/31/2008			
total	\$289,235.26	\$372,861.19	\$379,363.02	\$	(83,625.93)	\$2,301,084.72

	2/28/2010	2/28/2009	2/28/2008			
Total	\$ 303,317.47	\$ 285,176.51	611085.11	\$	18,140.96	\$2,011,849.46

	1/31/2010	1/31/2009	1/31/2008			
Total	\$ 244,952.01	\$ 291,096.54	\$ 188,499.56	\$	(46,144.53)	\$1,708,531.99

	12/31/2009	12/31/2008	12/31/2007			
				\$	(4,806.75)	\$1,463,579.98

FISH TAX REVENUE

	11/31/09	11/31/08	11/31/07		
Total	\$ 171,944.15	\$ 369,366.41	\$ 528,916.15	\$	(197,422.26) \$1,462,048.48

	10/31/2009	10/31/2008	10/31/2007		
Total	\$ 387,579.19	\$ 526,890.47	\$ 362,346.56	\$	(139,311.28) \$1,290,104.33

	9/30/2009	9/30/2008	9/30/2007		
Total	\$ 213,463.12	\$ 283,746.17	\$ 169,556.12	\$	(70,283.05) \$902,525.14

	8/31/2009	8/31/2008	8/31/2007		
Total	\$346,300.78	\$660,776.54	\$434,593.78	\$	(314,475.76) \$689,062.02

FISH TAX REVENUE

	7/31/2009	7/31/2008	7/31/2007		
Total	\$342,761.24	\$433,913.89	\$496,410.99	\$	(91,152.65) \$341,784.29

	6/30/2009	6/30/2008	6/30/2007		
Total	\$383,621.29	\$501,604.57	\$372,459.86	\$	(117,983.28)

	5/31/2009	5/31/2008	5/31/2007		
Total	\$ 139,009.64	\$ 401,646.03	\$ 348,116.22	\$	(262,636.39)

	4/30/2009	4/30/2008	4/30/2007		
Total	\$99,761.39	\$120,275.75	\$112,804.88	\$	(20,514.36)

	3/31/2009	3/31/2008	3/31/2007		
TOTAL	\$ 372,861.19	\$ 379,965.44	\$ 341,805.19	\$	(7,104.25)

To: Hon. Mayor Mack and AEB Assembly

Through: Sharon Boyette

From: Clark Corbridge



Subject: Assistant Administrator's Report to the Assembly

Date: May 20, 2010

Since my April report to the Assembly, I have spent time on:

1. The Cold Bay Terminal Building: **a. RFP for rehabilitation of CDB Terminal Building.** With considerable assistance from Lauri Strauss, we developed a Request for Proposals (RFP) for the Cold Bay Terminal Building's rehabilitation. That RFP was put on the street for ten days and we received seven (7) proposals. We anticipate performing our due diligence and otherwise reviewing the proposals during the week of May 17 and announcing the contract award the week of May 24. **b. Phone calls and e-mails with FAA.** The FAA continues to express interest in occupying the Terminal Building and corresponds regularly to stay updated on progress of the rehabilitation process.

2. Hovercraft-related items: **a. Marine survey.** Our insurance carrier has required that we have a marine survey of the hovercraft completed this year. That survey was completed on May 17, 2010. I plan to inform the Assembly of the results after I have received the written survey (written results anticipated the week of May 24, 2010). **b. Coast Guard inspection.** The Coast Guard's inspection of the hovercraft is scheduled for May 20 and 21, 2010. This year, we expect a three-part audit: a review of hovercraft documentation, a hull inspection (required every two years) and at-sea observations of the hovercraft and crew performance. Thanks to outstanding efforts by the hovercraft crew, we are well prepared for the audit and anticipate passing all three components. I plan to inform the Assembly of the results shortly after I have received them. **c. Mail contract.** Steve Deaton says he has made a "decision to move forward with soliciting for hovercraft service in the Cold Bay to King Cove market." He reports the Postal Service is "undergoing severe changes to cope with [their] financial picture" and "as soon as [the Postal Service has] completed their re-org I will let you know the timeline for it to hit the street."

To: The Honorable Stanley Mack
The Aleutians East Borough Assembly
Sharon Boyette, Borough Administrator

From: Brad Gilman & Sebastian O'Kelly

Re: Washington Update

Date: May 10, 2010

1. FY 2011 Appropriations Requests –We have met the Alaska Delegation deadlines for project submissions and the Delegation has made its requests formally to the House and Senate Appropriations Committees. The Committees will begin marking their bills in late May through the end of July and are fully expected to include projects in their bills. The House Republican Caucus has adopted a one-year moratorium on project requests, but Rep. Young has decided to submit requests anyway given their importance to Alaska communities and constituents. Neither party in the Senate has sought similar restrictions. Both Senators Murkowski and Begich have made project requests.

Given the short Congressional session in an election year, combined with the press of other legislative business, it is unlikely that many of the appropriations bills will be enacted before the start of the October 1 new fiscal year. We will have a good sense of what projects might be funded after Committee action.

The following requests have been made to the Appropriations Committee on the Borough's or its member communities' behalf by one or more Members of the Alaska Delegation.

- **Cold Bay Airport Apron Expansion** – Rep. Young has asked for \$1,000,000 in FAA funds to construct an apron and taxiway at Cold Bay Airport.
- **Nelson Lagoon Erosion Control** – No specific funds were requested, but Sen. Murkowski is seeking \$2,000,000 for village coastal erosion projects statewide.
- **Izembek Land Exchange/King Cove Road EIS** – All three Members have requested funding for the U.S. Fish & Wildlife Service for an EIS of the proposed Izembek land exchange and King Cover Road. Senator Begich and Rep Young are seeking \$1 million. Senator Murkowski has requested \$500,000.
- **Geothermal Energy** – Sen. Begich is pursuing \$5,000,000 to explore the potential for geothermal energy in Akutan.
- **Nelson Lagoon Water Tank/Water Line** – Sen. Begich has filed separate requests totaling \$1,400,000 for construction and replacement of the water tank and line in Nelson Lagoon.

- **Akutan Sewer and Water System Improvements** – Senators Murkowski and Begich and Rep. Young are seeking \$2,250,000 in EPA funds for this project.

2. **Federal Highways Legislation** – While there continues to be discussions among the key Members of Congress about bringing comprehensive highway reauthorization legislation to the House and Senate floors this year, no timetable has been set.

As reported earlier, we have requested \$20 million in Federal highway funding for the King Cove terminal road. Congressman Young has submitted the request to the House Transportation & Infrastructure Committee. He has also filed a request for \$3.2 million for Sand Point roads. Similar requests have been made with Senator Begich. Senator Murkowski has not yet asked for requests. The Senate Environment & Public Works Committee has not yet asked Senators for their project request lists.

3. **King Cove Road/Izembek NWR Land Transfer EIS** – The USFWS has completed its public scoping meetings on the EIS, holding meetings in Washington, DC, Anchorage and five Borough communities. It is hoping to hire a contractor to conduct the study by the end of this month, with the formal study to begin soon after contractor selection. The next public meetings are likely to be held later in the year, with locations still to be determined.

4. **Miscellaneous.**

- **Delegation Meets With New NMFS Chief.** The Delegation met jointly with the new NMFS Administrator Eric Schwaab and NOAA Undersecretary Jane Lubchenco. Issues included marine spatial planning; the upcoming biological opinion on endangered Steller sea lions; and proposed critical habitat designation for Cook Inlet Beluga whales.
- **Local Public Records Preservation Legislation.** Legislation (HR 2256) has been introduced in the House to set up formula funds to provide monies to State and local governments for records preservation. Support for the legislation continues to grow -- the number of bill cosponsors is now 60 – and a Senate version (S. 3227) has been recently introduced. Hearings have yet to be scheduled.
- **Tribal Healthcare Grants.** Last month, the Delegation announced three healthcare grants -- \$106,000 and \$124,000 respectively for diabetes health services for the Eastern Aleutian Tribes (EAT) and the Aleutian Pribilof Islands Association and \$110,000 to the EAT for Children Health Insurance Program enrollment.

- **Pacific Salmon Stronghold Conservation Act.** Senate hearings were held on a bill (S. 817) that would establish the Salmon Stronghold Partnership as a public-private partnership working across political boundaries and land ownerships to identify and conserve salmon strongholds. The bill also authorizes \$30 million in watershed grants. United Fishermen of Alaska testified in favor of the bill. Senators Begich and Murkowski are cosponsors of the bill while Rep. Young is cosponsor of its House counterpart. Further Committee action has not yet been scheduled.
- **Capital Construction Funds Withdrawal Legislation** – Senators Wyden (D-OR) and Murkowski have introduced a bill (S. 3276) that would allow commercial fishermen to withdraw their CCF funds on a one-time basis to be used at their discretion. Taxes due would have to be paid but otherwise there would be no interest or penalty for withdrawal or limits on the use of the funds. The bill has been referred to the Senate Finance Committee and awaits further consideration.

To: Honorable Mayor Mack and AEB Assembly
From: Ted Meyer, AEB Community Development Coordinator
Subject: Report to the Assembly
Date: May 17, 2010

AEA Renewable Energy Grant

Received the 95% draft report on the AEB Renewable Energy Assessment for Cold Bay, False Pass, and Nelson Lagoon. AEB staff reviewed the report, met with the contractor, and made final recommendations. The final report is due back to the AEB in late May.

AEA Energy Conference

Attended the Alaska Energy Authority Conference in Fairbanks. There are plans for another project funding cycle by the AEA for renewable energy development. With the AEB Renewable Energy Assessment (listed above), we plan to be ready to implement projects for this next funding round.

Nelson Lagoon Reconnaissance Study

I have been in contact for over a year with the Corps of Engineers regarding a \$100,000 Reconnaissance Study for a Shoreline Protection Project in Nelson Lagoon. This study will determine whether there's a national interest in proceeding to a full project consisting of three phases- Feasibility, Design, and Construction. The Corps just notified us that the funds have now been released by Congress for the study. The Corps plans to begin immediately by sending field staff to Nelson Lagoon in June or July.

CIAP Grants

AEB staff submitted the following Coastal Impact Assessment Program (CIAP) grants to the Dept of community, Commerce, and Economic Development on April 30 for the Municipal Entitlement Program:

Tier 1 Projects

1. Nelson Lagoon Historic Shoreline Erosion Mapping Project	\$76,000
2. Nelson Lagoon Beach Profile Study	\$100,000
3. Cold Bay Boat Ramp Rehabilitation Project	\$90,000
4. Getting Safe and Responsible OCS Leasing Back on Track	\$110,000
5. AEB Area Stream Clearance Projects (16)	<u>\$227,000</u>
Total	\$603,000

Tier 2 Projects (Resubmitted to the AEB by Susan Harvey)

1) <u>Outer Continental Shelf, North Aleutian Basin - Literature Review of Seismic Impacts on Fish and Shellfish and Recommendations for Additional Study or Mitigation Measures to Protect Fish and Shellfish in the NAB</u>	\$32,000
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2) Outer Continental Shelf, North Aleutian Basin - <u>Baseline Water Quality Data Collection and Assessment</u>	\$150,000
3) Outer Continental Shelf, North Aleutian Basin - <u>Human Health and Socioeconomic Baseline Study</u>	<u>\$282,000</u>
Total	\$464,600

In Progress

False Pass Harbor Utility Project

Working with URS to develop a contract for the design of the False Pass Harbor Utility Project. The contract should be ready during the week of May 17. An application and the 65% design will be submitted by the AEB to the DOT&PF Ports and Harbors Program by July 15, 2010. The rough estimate of the total project cost is \$800,000, with a 50-50 split by the AEB of \$400,000. We'll get the final project cost from URS during the design phase.

Sand Point Harbor Float A Project

Staff is currently working on submitting another application to the DOT&PF Ports and Harbors Program by July 15, 2010, for Float A in the Sand Point Harbor Float Program. The total project cost is \$4,332,000 with an AEB 50-50 split of \$2,166,000. Another application will be submitted to the Denali Commission in the Fall as well.

Sand Point Harbor Float B Project

The project was recently funded by the Denali Commission. AEB Staff held a pre-bid conference on May 10. Sealed bids will be opened on Friday, May 21. Construction is scheduled for this summer.

To: Hon. Mayor Mack and AEB Assembly
From: Laura Tanis, AEB Communications Manager
Through: Sharon Boyette and Clark Corbridge
Subject: Communications Manager's Report to the Assembly
Date: May 18, 2010

Since the last Assembly meeting, I've been working on a variety of projects. They include newsletters, writing press releases, drafting support letters for Sam Cotten's reappointment to the North Pacific Fishery Management Council and Web site updates.

During the week of April 26 - 30, 2010, Sharon and I attended the community scoping meetings at 4 locations in the Borough, regarding the Izembek land exchange and road corridor. Many residents expressed their support for this proposal. It was a packed house at the meeting in King Cove. Several people brought up the plane crash-landing that occurred earlier in the week. I wrote a press release about the crash and the scoping meetings.

I also worked on three newsletters (1 *Fish News* and 2 *In the Loop* newsletters). The stories included:

- AEB Residents Express Overwhelming Support for Izembek Land Exchange and Road Link to Cold Bay
- Ferry Tustumena Undergoes Repairs
- Highlights from the April NPFMC Meeting
- NPDES Exemption for Commercial Fishing Vessels Expires July 31st
- Census Initiates Non-Response Follow-up Campaign
- EAT Prepares for Traveling Health Fair
- Sam Cotten's Term on the NPFMC Expires in August

Speaking of Sam, I've been following up to get copies of the letters of support sent by cities and tribal councils, for our files. I'm also going to send copies of those letters to the Commerce Secretary's Chief of Staff.

May 2010

Assembly Update

Beth Stewart

I spoke to ADF&G this earlier this week. They are planning to go forward with a plan to obtain sockeye samples from the Southeast District Mainland in June. They were unable to obtain funding on such short notice for July, but would be willing to do the work if the Borough could contribute approximately \$8,000.

A notice to bid should be circulating now. The Department plans to run this like a test fishery. They will be accepting proposals from set netters with sites in the SEDM.

Fish and Game will also be conducting a preseason meeting. I believe that the date will be May 27. Several folks have called our office with concerns about the June fishery. We cannot afford to take a lot of chums this June. It is essential that folks cooperate and come up with some concrete plans.

One suggestion has been to delay the season by a week, thereby "banking" chums early in the season. I'm sure that there are other suggestions out there. It seems at the very least that the chum pools will be essential.

The North Pacific Fishery Management Council will be meeting in Sitka June 7-15, 2010. The Council may conduct some discussions about the status of the next Stellar sea lion Biological Opinion (BiOp). NMFS announced last week that they expect to have the BiOp out in mid July and have the Council review it at a special meeting in August.

The BiOp was originally scheduled to be released in March 2010. Under that schedule, the Council of Independent Experts (CIE) would have commented on the draft before the Council review. Under this compressed schedule, there will not be time for a CIE review.

The rumor mill is buzzing, and the most frequently held opinion is that we will get no relief from the current set of sea lion regulations, but that only the Atka mackerel fishery will get more regulations.

On the Cooperative Research front, a second transducer was placed on the F/V Temptation. This transducer will be able to assess krill abundance. If this part of the project is successful, it may be possible to expand this project to gather data that will feed into whale research.

AEB project scientist, Vidar Wespestad, has identified two additional coop research projects that fit within AEB's general mission. The first is to create a Pacific cod tagging project. Very little is known about the movements and composition of Western Gulf of Alaska cod. A tagging project will provide a much improved picture of WGOA cod resources.

The second proposal involves training local students to identify and sample fish from groundfish catches. As the need to collect more information from commercial catches grows and federal budgets shrink, it seems like there is a great opportunity to train and employ local students.

Both of these projects are in their early development stages. Dr. Wespestad and I will be going back to Washington, DC to meet with NMFS and the delegation. We hope to build enthusiasm and sell these projects so that the funding can be secured.

TO: Mayor Mack and Assembly

FROM: Sharon Boyette

Sharon

DATE: May 20, 2010

I asked Susan Harvey to write a summary of the events around the oil spill in the Gulf of Mexico for us so that we might think about what has happened there in light of any future oil and gas development in the North Aleutian Basin. Her summary is attached.

2010 Gulf of Mexico OCS BP Macondo Well Blowout

May 20, 2010 Update – Oil Spill Day 31

A massive oil spill and oil spill response effort has been mounted in the Gulf of Mexico to respond to BP's Macondo Exploration well blowout from a well drilled 18,000' below the seabed, in 5000' of water.

Oil Spill Flow Rate: Considerable debate ensues about the actual oil spill flow rate. NOAA estimates a 5,000 barrel of oil per day (bopd) leak rate; independent and university estimates hover between 20,000-30,000 bopd; and BP's worst case estimates cap at 60,000 bopd.

Mechanical Response Efforts: Today 1,040 vessels and 1.43 million feet of containment boom, 0.56 million feet of sorbent boom and numerous oil skimming devices have been deployed. Yet, mechanical recovery techniques have been thwarted by adverse offshore weather conditions, the inherent inefficiencies of mechanical response techniques and the challenges of cleaning up heavily emulsified oil-water mixtures. To date, oily water recovery is estimated at 8.37 million gallons, but this oily mixture is only 10% oil. Massive volumes of oil emulsion have to be collected to separate the 10% oil and 90% water mixture. Mechanical recovery is currently estimated to be 1-14% of the total spill volume.¹

Dispersant Application: More than 600,000 gallons of dispersants have been applied to the slick; 340,000 gallons are available for use. Dispersants do not remove oil from the water, but rather break the oil down into droplets to be dispersed through the water column. Fisheries and environmental experts have raised a host of concerns regarding short term and long-term toxicity impacts.

In-situ Burning: Oil removal by burning has been largely unsuccessful to date, due to foul weather conditions preventing burns. It is estimated that only 2-7% of the oil may have been burned. Weather conditions improved yesterday and burning operations have resumed.

Well Control: Efforts to control the source of the leak have largely been unsuccessful 30 days into the spill. Efforts to close the blowout preventer (BOP) by electronic and mechanical means and installation of cofferdam domes have both failed.

BP has had some recent success with its riser insertion tube. A tube inserted inside the leaking marine riser (pipe that previously connected the floating rig to the well at the seabed) is now capturing an estimated 3,000 barrels of oil per day and an estimated 14 million cubic feet of gas per day.

BP continues to progress several options for plugging the well.

1. Place a second BOP over the 1st failed BOP;
2. Drill a relief well to intersect the blowout (drilling of two separate relief wells is in progress). The first relief well, drilled by the Development Driller III, is at 8,762'; drilling continues (target intersection depth 13,000'). The second relief well, drilled by Development Driller II, is at 5,471'. The 36" conductor is set and crews are currently testing the BOPs; and
3. Conduct a Top-Kill; Junk Shot (inject material into the failed BOP to plug off the BOP from the top).

¹ depending on which maximum blowout flow rate is used NOAA or BP's worst case discharge

Key Information

Today, NOAA extended the boundaries of the closed fishing area in the Gulf of Mexico into the northern portion of the Loop Current as a precautionary measure. The closed area now represents 45,728 square miles, about 19 % of Gulf of Mexico federal waters.

The Small Business Administration is making low-interest loans available to Louisiana Gulf Coast small businesses suffering financial losses following the oil spill, which shut down commercial and recreational fishing along the state's southeast coast—acting under the SBA's authority to offer economic injury assistance in response to a May 4 request from Gov. Bobby Jindal.

The law requires BP and the other leaseholders to pay an unlimited amount in direct cleanup costs. BP's liability for other damage, such as ruined fisheries and lost tourist revenue, is legally capped at \$75 million, although the company says it is willing to pay claims beyond that. Above the cap, the Oil Spill Liability Trust Fund, financed by a tax on oil companies, is supposed to pick up the tab, up to a total of \$1 billion.

Craig Bennett, the director of the Coast Guard's National Pollution Funds Center, said that as of Wednesday morning (May 12), BP had received 6,414 claims, mostly from fishermen for lost wages and damage to their boats. He said the company had paid out \$2.5 million so far, and "they have not denied any claims yet."

BP implemented a "Vessel of Opportunity" program. Through the program operators of many types of vessels throughout the Gulf Coast are using their boats in a variety of cleanup activities, including transporting supplies, performing wildlife rescue, and towing and deploying "booms". Vessels are being organized in 25-boat "task forces" that can be dispatched from numerous spots along the coast. More than 500 vessels of opportunity are now operating as part of the program. To qualify for the program, operators need to meet several key requirements, including attending a four-hour training session, passing a dockside examination by the U.S. Coast Guard, and meeting crewing requirements based on the size of the vessel provided. Boat owners will be paid between \$1,200 a day for boats under 30 feet to as much as \$2,000 a day for boats over 45 feet. BP will pay for fuel, while captains will pay crews from their own pay. Yet, in the Gulf region, fisherman can gross \$10,000 a day on their catch, so cleaning up oil instead of fishing is a net lost in revenue, and long-term spill impacts are yet to be understood.

Interior Secretary Salazar announced that he was dividing the Minerals Management Service into three offices reporting to two different senior managers at Interior. A new bureau of ocean energy management would oversee development of offshore resources, including oil, gas and wind, and would be responsible for planning and leasing decisions. A bureau of safety and environmental enforcement would enforce regulations and perform other police functions. Both offices would report to the assistant secretary of interior for land and minerals management. A third office would be responsible for revenue collection; it would report to the assistant secretary for policy, management and budget.

The White House said President Obama would soon name an independent commission to investigate the cause of the spill and the response to it, largely supplanting the inquiry now being conducted by the United States Coast Guard and the Minerals Management Service, the Interior Department agency responsible for overseeing offshore oil operations.

A new round of Congressional hearings into the spill opened on Monday afternoon (May 17th), with the Senate Committee on Homeland Security and Governmental Affairs taking testimony on the government and private sector response to the spill.

Public Comments

Assembly Comments

Date & Location of Next Meeting

Adjournment