

Aleutians East Borough
June 6, 2011 (*rescheduled from May 31*)
5:30 p.m.

CALL TO ORDER

Mayor Mack called the June 6, 2011 Assembly meeting to order at 5:30 p.m. by teleconference in each community.

ROLL CALL

Mayor Stanley Mack	Present
Paul Gronholdt	Present
Carol Foster	Present
Marvin Mack	Present
Bill Cumberlidge	Present
Paul Schaack	Present
Joe Bereskin, Sr.	Present
Justine Gundersen	Present

Advisory Members:

Tom Hoblet, False Pass	Present
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A quorum was present.

Others Present:

Sharon Boyette, Administrator
Roxann Newman, Finance Director
Tina Anderson, Clerk
Ernie Weiss, Community Development Manager
Laura Tanis, Communications Manager

Adoption of Agenda:

MOTION

Paul S. moved to adopt the June 6, 2011 agenda and second by Justine. No objections motion passed.

Community Roll Call and Public Comment on Agenda Items:

King Cove, Sand Point, Cold Bay, False Pass, Nelson Lagoon, and Akutan were connected to audio conference.

There were no public comments on agenda items.

Minutes, April 23, 2011:

MOTION

Joe moved to approve the April 23, 2011 Minutes and second by Marvin. Hearing no objections
MOTION APPROVED.

Financial Reports, April, 2011:

MOTION

Marvin moved to approve the April Financial Report and second by Bill.

ROLL CALL

Paul G.-yes, Marvin-yes, Justine-yes, Carol-yes, Bill-yes, Paul S.-yes, Joe-yes. Advisory: Tom-yes.

MOTION PASSED.

Investment Report, April, 2011:

Investment Report is in the packet. Administrator said the month end value of the Permanent Fund is \$28,068,639.

Consent Agenda

- Resolution 11-22, Assembly electing to participate in the AMLJIA 2012 Loss Control Incentive Program:
- Resolution 11-23, Aleutians East borough prohibiting discrimination in employment on the basis of race, color, sex, religion, family status, age or national origin:
- Resolution 11-24, Aleutians East Borough prohibiting discrimination in the sale, rental, leasing, and /or financing of housing or land to be used for construction or housing or in the provision of brokerage services.

MOTION

Justine moved to approve the Consent Agenda. Second by Bill.

ROLL CALL

Marvin-yes, Bill-yes, Joe-yes, Justine-yes, Paul S.-yes, Carol-yes, Paul G.-yes. Advisory: Tom-yes.

MOTION PASSED.

RESOLUTIONS

Resolution 11-25, Supporting the City of Akutan's petition to the State of Alaska Local Boundary Commission for the Annexation of territory to the City of Akutan:

MOTION

Bill moved to approve Resolution 11-25 and second by Marvin.

Information in packet. There was no further discussion.

ROLL CALL

Justine-yes, Paul S., Bill-yes, Paul G., Marvin-yes, Carol-yes, Joe-yes. Advisory: Tom-yes.

MOTION PASSED.

PUBLIC HEARINGS

Ordinance 11-02, Adopting the FY12 Operating Budget:

Mayor Mack opened for public hearing. Hearing none public hearing closed.

MOTION

Joe moved to approve Ordinance 11-02 and second by Marvin.

DISCUSSION

Paul G. asked the Administrator about the hovercraft current status and how it affects our budget. The Administrator said in revenues and expenditures we felt we should include a partial year in the budget in case we start up the hovercraft operation again. So, is about half of what we budgeted in previous year. Mayor Mack hopes that NE corner can be reached. However, might not be completed by winter.

ROLL CALL

Carol-yes, Joe-yes, Paul G.-yes, Bill-yes, Paul S.-yes, Marvin-yes, Justine-yes. Advisory: Tom-yes.
MOTION PASSED.

Ordinance 11-04, to place before the voters a question to Opt-out from the state of Alaska Financial Disclosure requirement and adopt an AEB Financial Disclosure Statement:

Mayor Mack opened for public hearing. Hearing none public hearing closed.

MOTION

Paul S. moved to approve Ordinance 11-04 and second by Marvin.

ROLL CALL

Paul S.-yes, Paul G.-yes, Joe-yes, Bill-yes, Marvin-yes, Carol-yes, Justine-yes. Advisory: Tom-yes.
MOTION PASSED.

Ordinance 11-05, to place before the voters a question to Adopt a Severance Tax:

Mayor Mack opened for public hearing. Hearing none public hearing closed.

Paul G. declared a conflict of interest with himself due to the mining tax portion, if the mining operation goes into production in the future. His conflict is because of surface rights to Shumagin Corporation and Aleut Corporation rights. He is also running skiff operations for mining exploratory work going on now.

Mayor Mack ruled no conflict at this time.

MOTION

Justine moved to approve and second by Carol.

ROLL CALL

Marvin-yes, Joe-yes, Bill-yes, Paul G.-yes, Carol-yes, Justine-yes, Paul S.-yes. Advisory: Tom-yes.
MOTION PASSED.

OLD BUSINESS

Permanent Fund – community grants discussion:

Mayor Mack said at the workshop the Assembly discussed the AEB Code for the Permanent Fund, current balance of the Permanent Fund, and the available fund earnings that could be allocated to Borough communities.

Mayor Mack suggested allocating \$150,000 to Akutan, King Cove, and Sand Point; \$75,000 to Cold Bay, False Pass and Nelson Lagoon.

MOTION

Justine moved to approve Mayor Mack's suggested allocations to the AEB communities and second by Bill.

ROLL CALL

Bill-yes, Carol-yes, Joe-yes, Paul G.-yes, Justine-yes, Marvin-yes, Paul S.-yes. Advisory: Tom-yes.
MOTION PASSED.

Funding Requests:

- King Cove Fire Dept. Scholarship Fundraiser funding request.
- Cold Bay EMS Fund Raiser funding request.
- Sand Point Teen Center funding request.
- \$200 Funding Request for Cigarette Butt Clean up day.
- \$500 Sand Pt. Silver Salmon Derby funding request.
- Qagan Tayagungin Tribe (QTT) \$7,000 Funding Request for Culture Camp.

Bill suggested \$500 each to King Cove Fire Dept., Cold Bay EMS, Sand Point Teen Center, Sand Point Silver Salmon Derby; \$200 to Cigarette Butt Clean Up; \$7000 for Culture Camp.

MOTION

Carol moved to approve the donations allocation suggestions by Bill and second by Marvin.

ROLL CALL

Paul S.-yes, Justine-yes, Bill-yes, Joe-yes, Paul G.-yes, Marvin-yes, Carol-yes. Advisory: Tom-yes.
MOTION PASSED.

(Culture Camp request coming from FY12 budget, all others FY11 budget).

REPORTS AND UPDATES

Road to NE Corner project: Work started in quarry but can't do any blasting until June 15. The Administrator said Dan Rowley did tour with Dept of Transportation while in King Cove. Mayor Mack said crew arriving soon to dismantle the hovercraft tent.

Cold Bay Clinic: Paul S. asked if any developments with Eastern Aleutian Tribes Director Michael Christiansen, regarding the Cold Bay clinic. The Administrator met with him and discussed options for funding. Main issue is where the clinic will be built. She talked to Denali Commission and is developing list of possible funding options. Mayor Mack asked if there are restrictions on renovations in the restricted zone. Cold Bay Mayor Lopez said you can't go over a certain height without out FAA approval – the new entry way on clinic needed FAA approval. Mayor Mack said since status of clinic is not good, suggested determining what all the restrictions are to renovate or rebuild it same location.

Rehabilitation of Cold Bay boat ramp: Ernie said he is hopeful that the funding will come through for the ramp repairs this fall.

ASSEMBLY COMMENTS

Permanent Fund Ordinance: Joe suggested a change in the Permanent Fund Ordinance. Mayor Mack said if the Assembly desires to do that, could address at the next Assembly meeting, Marvin suggested for Administrator to move forward on amending the Permanent Fund ordinance. He feels there is a need for a change.

MOTION

Bill moved to re- draft ordinance pertaining to the Permanent Fund usage and second by Paul G.

The Administrator reiterated her understanding that the Assembly wants more of the Permanent Fund available. If Assembly has options more specific than that to let her know. Mayor Mack suggested coming back with options. Marvin said \$20M is a good cap. Paul G. suggested the Administrator come up with a first reading and Assembly can amend accordingly. Mayor Mack will work with Administrator.

Hearing no objections MOTION APPROVED.

Redistricting: Paul G. requested Ernie Weiss go through options on senate redistricting.

Ernie said on Friday Kodiak came up with a letter opposing how the redistricting board paired them. They prefer District 37. The latest version is different than the one the Assembly reviewed in Akutan. Nunavak Island and St. Mathew Island are now encompassed in District 37. The Redistricting Board adoptive plan has a very different chain than the Senate and House side. They adopted their plan which is different than the map put out.

Mayor Mack asked whether the Kodiak letter will be considered. Ernie said public comment time has expired, but the Board did publish city of Kodiak's letter. As soon as Ernie knows more information he will inform the Assembly. Mayor Mack asked if the AEB can still weigh in. Ernie said can weigh in but might not have an affect at this time. Paul G. said there will be lawsuits filed and we can then go with a group. Ernie will continue to follow. If Paul G. gets further information also he will share with Ernie.

PUBLIC COMMENTS

Shane Watson, from the public, said he spoke to Ernie Weiss about AEB possibly selling some land in Cold Bay. Mayor Mack suggested doing research on property that is there and available for sale. The Administrator said there are two lots that were not sold and will get back to Shane.

NEXT MEETING DATE AND TIME:

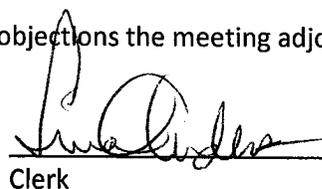
Date and location undetermined at this time.

ADJOURNMENT

Joe moved to adjourn and second by Carol. Hearing no objections the meeting adjourned at 6:39 p.m.



Mayor Date



Clerk Date 8/31/11