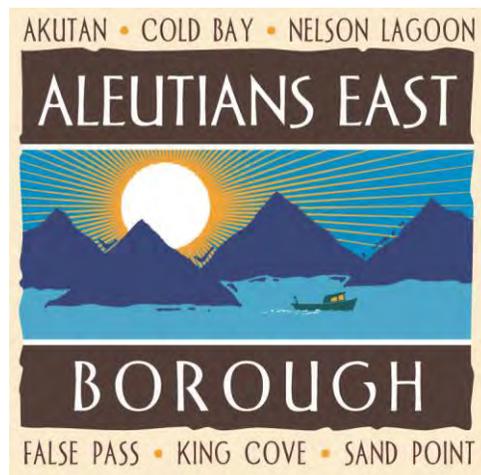


Aleutians East Borough Assembly Meeting



Workshop: Tuesday, March 3, 2015– 11:00 p.m.

Meeting: Tuesday, March 3, 2015– 3:00 p.m.

WORKSHOP

Auditor's Report
Presentation at workshop

ALEUTIANS EAST BOROUGH
King Cove, Alaska

Letter to the Governing Body

June 30, 2014



NEWHOUSE & VOGLER
Certified Public Accountants

237 E. Fireweed Lane, Suite 200
Anchorage, Alaska 99503
(907) 258-7555
(907) 258-7582 Fax

January 12, 2015

Honorable Mayor and Borough Assembly
Aleutians East Borough
King Cove, Alaska

Ladies and Gentlemen:

We have audited the financial statements of Aleutians East Borough as of June 30, 2014, and have issued our report thereon dated January 12, 2015. Under professional standards require that we provide you with the following information related to our audit.

Our Responsibility under Generally Accepted Auditing Standards and Government Auditing Standards

As communicated in our engagement letter dated August 6, 2014, our responsibility, as described by professional standards, is to plan and perform our audit to form and express an opinion(s) about whether the financial statements that have been prepared by management with your oversight are presented fairly, in all material respects, in conformity with accounting principles generally accepted in the United States of America. Our audit of the financial statements does not relieve you or management of your respective responsibilities.

Our responsibility, as prescribed by professional standards, is to plan and perform our audit to obtain reasonable, rather than absolute, assurance about whether the financial statements are free of material misstatement. An audit of financial statements includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control over financial reporting. Accordingly, as part of our audit, we considered the internal control of Aleutians East Borough solely for the purpose of determining our audit procedures and not to provide any assurance concerning such internal control.

We are also responsible for communicating significant matters related to the audit that are, in our professional judgment, relevant to your responsibilities in overseeing the financial reporting process. However, we are not required to design procedures for the purpose of identifying other matters to communicate to you.

We have provided our findings regarding significant control deficiencies over financial reporting and material noncompliance, and other matters noted during our audit in a separate letter to you dated January 12, 2015.

Planned Scope and Timing of the Audit

We conducted our audit consistent with the planned scope and timing we previously communicated to you.

Honorable Mayor and Borough Assembly
Aleutians East Borough

Accounting Policies

Significant Accounting Policies

The significant accounting policies used by the Borough are described in note 1 to the financial statements. There were no changes in accounting policies during the year. There have been no initial selection of accounting policies and no changes in significant accounting policies or their application during 2014. No matters have come to our attention that would require us, under professional standards, to inform you about (1) the methods used to account for significant unusual transactions and (2) the effect of significant accounting policies in controversial or emerging areas for which there is a lack of authoritative guidance or consensus.

Unusual Transactions

We noted no transactions entered into by the Borough during the year ended that were both significant and unusual, and of which, under professional standards, we are required to inform you, or transactions for which there is a lack of authoritative guidance or consensus.

Management Judgments and Accounting Estimates

The preparation of the financial statements requires management of the Borough to make a number of estimates and assumptions relating to the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities as the date of the financial statements and reported amounts of revenues and expenses during the period.

We reviewed management's estimate of the depreciable lives of furniture, equipment, and leasehold improvements determined that amounts recorded were reasonable in relation to the financial statements of the Borough taken as a whole.

Audit Adjustments and Uncorrected Misstatements

Audit adjustments

Proposed audit adjustments and uncorrected misstatements were immaterial to the financial statements. There were adjustments proposed by the auditor to true up accrued vacation, properly state accounts payable, and properly record investment in Southwest Governments, LLC. All other journal entries were proposed by the client during fieldwork.

Disagreements with Management

For purposes of this letter, professional standards define a disagreement with management as a matter, whether or not resolved to our satisfaction, concerning a financial accounting, reporting, or auditing matter, which could be significant to Aleutians East Borough's financial statements or the auditor's report. No such disagreements arose during the course of the audit.

Representations Requested from Management

We have requested certain written representations from management, which are included in the attached letter dated January 12, 2015.

Consultation with Other Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters. Management informed us that, and to our knowledge, there were no consultations with other accountants regarding auditing and accounting matters.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing our audit.

Honorable Mayor and Borough Assembly
Aleutians East Borough

Material Written Communication

Copies of the Management Representation Letter have been provided to management.

This information is presented solely for the use of the Assembly members and management and is not intended to be and should not be used by anyone other than these specified parties.



Anchorage, Alaska
January 12, 2015

APCM
INVESTMENTS PRESENTATION

APICDA

PRESENTATION – SANDY RIVER LAND LEASE
DEVELOPMENT PLAN

ALEUTIANS EAST BOROUGH
Property Structure List As of February, 2015

<u>Property Description</u>	<u>Address</u>	<u>City</u>	<u>YearBuilt</u>	<u>Square Ft.</u>	<u>Floor #</u>	<u>Miscellaneous Comments</u>
Akutan School	202 Hilly Drive	Akutan	1985	11425	1	
Cold Bay Dock	Cold Bay Harbor	Cold Bay	1986	47896		Management Agreement w/City of Cold Bay
Cold Bay Duplex	4 Dock Road	Cold Bay	1998	1800	1	
Cold Bay School	401 Airport Way	Cold Bay	1980	10011	1	Land is leased from Alaska DOT&PF
Cold Bay Terminal Building	Cold Bay Airport	Cold Bay	2008	11027	2	Land is leased from Alaska DOT&PF
False Pass School	30 Main Street	False Pass	1985	9584	1	
King Cove Office	Lot14A, Blk4, RamCr	King Cove	1996	961	1	
Nelson Lagoon Dock	Nelson Lagoon Harbor	Nelson Lagoon	1975	1500		Management Agreement w/NL Village Council
Nelson Lagoon School	154 Bering Way	Nelson Lagoon	1995	7200	1	Land is leased from the Alaska DCCED
New King Cove School	NSA	King Cove	2007	40000	1	
Sand Point 4-Plex	School Loop Rd.	Sand Point	2008	4864	2	
Sand Point Bus Barn	NA	Sand Point	1975	NA	1	
Sand Point Hatchery	NSA	Sand Point	1970	560	1	
Sand Point Office (w/#2343)	Lot 5, Blk1, MdwsSub	Sand Point	1996/99	4600	1	
Sand Point School	123 Red Cove	Sand Point	1975	45731	1	
Nelson Lagoon Duplex	Lot23, Plat 96-13	Nelson Lagoon	Unknown	1750	1	Land is leased from the Alaska DCCED
Akutan Hangar	Subdv. Lot 2	Akutan	2012	2000	1	
Akutan Hangar Office	Subdv. Lot 2	Akutan	2012	640	1	
False Pass Harbor		False Pass				Management Agreement w/City of False Pass
Akutan Harbor		Akutan				Negotiating Management Agreement w/City of Akutan
Sand Point Harbor		Sand Point				Management Agreement w/City of Sand Point
King Cove Harbor		King Cove				Management Agreement w/City of King Cove

October 27, 2014

Aleutians East Borough Mayor and Assembly,

I have been looking at Title 2 Section 2.40.010 and 2.40.020, these two sections establish the Maintenance Department and layout its Functions.

I would like to see changes made that will clarify this Department and include the addition of the use of an outside Engineering Firm by Contract to provide a written report to both the AEB Assembly and the AEB School Board on the status and condition of all schools and related facilities.

I would like the Assembly to discuss the frequency of this type of report, meaning should this be done annually, every three years or longer?

This report is required under Title 2 currently and I would like to see it accomplished by a qualified Inspector/Engineer, the amount and types of facilities that are owned by the Aleutians East Borough I believe should require a licensed Inspector.

This report is needed for the Aleutians East Borough Assembly to make proper decisions on funding issues for our facilities and projects during the annual budget cycle.

Without a status and condition report I do not see how it is possible to complete a 6 year capital projects plan that will include the need for major and minor repair, rehabilitation and replacement of Borough owned buildings and other public facilities including schools, docks and other marine facilities.

Respectfully,

Alvin D. Osterback, AEB Assembly Member

Sections:

2.40.010 2.40.020 The changes that I propose in this section reflect what I feel would correct the ongoing absence of an annual report. Also removal of the "Director" title reflects that this department contains only one worker (a director normally has a staff to direct) who is under the direct supervision of the Mayor. This will also require the Borough Assembly to direct the Mayor to post an RFP to locate an Engineering firm to provide a Building/Facilities Inspector to complete the Annual Inspection Report required under Title 2. The Assembly will participate in the review and selection of the Inspector.

TITLE 2

ADMINISTRATION

Chapter 2.40 -- ~~Public Works Department~~ *Maintenance Department*

Sections:

- 2.40.010 Department Established.
2.40.020 Functions.

2.40.010 Department Established.

There is established the Borough ~~Public Works~~ *Maintenance* Department. The head of the ~~public works~~ *Maintenance* department is the Maintenance ~~Director~~ *Facilities Technician* who is appointed by, and serves at the pleasure of, the Mayor. The Maintenance ~~Director~~ *Technician* shall supervise and be responsible for the work and functions of the Borough ~~Public Works~~ *Maintenance* Department. Employees of the department shall be hired by the Mayor and supervised by the ~~Director~~ *Technician*. The department shall be managed and supervised subject to the directions of the Mayor. *The Maintenance Technician shall be required to travel and work at each of the Aleutians East Borough Communities for extended periods to complete projects and repairs as required.*

(Ord. 14-04 (Amended Ord. 97-5), Sec. 2.40.010)

2.40.020 Functions.

The Department shall be responsible for:

- A. The maintenance, repair and upkeep of buildings, harbor, marine and other public facilities for which the Borough is responsible;
- B. The maintenance of equipment assigned to the department;
- C. *Assisting the Contract Building Inspector during the* inspection of all Borough owned schools, docks and other marine facilities and other public facilities owned by the Borough or for which it has contractually assumed maintenance and repair responsibilities;
- D. Regularly reporting to the Mayor the condition of all Borough owned buildings and other public facilities;
- E. *Annually (the frequency of this report to be determined by assembly) the Contract Building Inspector will* Preparing a report on the status and condition of all schools and related facilities for the Assembly and School Board;
- F. *The Technician will* Preparing a 6 year capital projects plan *using the Contract Building*

Inspectors Annual Report to accomplish the Borough needs for major and minor repair, rehabilitation and replacement of Borough owned buildings and other public facilities including school facilities;

- G. Providing such review of the design, plans, maps and specifications for public works projects as may be requested by the Mayor or Administrator;
- H. Coordinating with the Borough's engineer and contractors on public works projects as may be needed;
- I. Performing or supervising minor construction projects; and,
- J. Other functions assigned by the Mayor.

(Ord. 14-04 (Amended Ord. 97-5), Sec. 2.40.020)

TITLE 2

ADMINISTRATION

Chapter 2.40 – Maintenance Department

Sections:

- 2.40.010 Department Established.
- 2.40.020 Functions.

2.40.010 Department Established.

There is established the Borough Maintenance Department. The head of the Maintenance Department is the Maintenance Facilities Technician who is appointed by, and serves at the pleasure of, the Mayor. The Maintenance Technician shall supervise and be responsible for the work and functions of the Borough Maintenance Department. Employees of the department shall be hired by the Mayor and supervised by the Technician. The department shall be managed and supervised subject to the directions of the Mayor. The Maintenance Technician shall be required to travel and work at each of the Aleutians East Borough Communities for extended periods to complete projects and repairs as required.

(Ord. 15-01 (Amended Ord. 14-04), Sec. 2.40.010)

2.40.020 Functions.

The Department shall be responsible for:

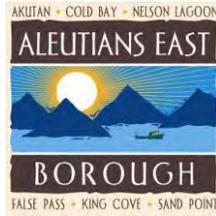
- F. The maintenance, repair and upkeep of buildings, harbor, marine and other public facilities for which the Borough is responsible;
- G. The maintenance of equipment assigned to the department;
- H. Assisting the Contract Building Inspector during the inspection of all Borough owned schools, docks and other marine facilities and other public facilities owned by the Borough or for which it has contractually assumed maintenance and repair responsibilities;
- I. Regularly reporting to the Mayor the condition of all Borough owned buildings and other public facilities;
- J. Annually the Contract Building Inspector will prepare a report on the status and condition of all schools and related facilities for the Assembly and School Board;
- K. The Technician will Prepare a 6 year capital projects plan using the Contract Building Inspectors Annual Report to accomplish the Borough needs for major and minor repair, rehabilitation and replacement of Borough owned buildings and other public facilities including school facilities;
- L. Providing such review of the design, plans, maps and specifications for public works projects as may be requested by the Mayor or Administrator;
- M. Coordinating with the Borough's engineer and contractors on public works projects as may be needed;
- N. Performing or supervising minor construction projects; and,
- O. Other functions assigned by the Mayor.

(Ord. 15-01 (Amended Ord. 14-04), Sec. 2.40.020)

ASSEMBLY MEETING

Roll Call & Establishment of a Quorum

Adoption of Agenda



Agenda

Assembly Meeting

(packet available on website www.aleutianseast.org)

Date: Tuesday, March 3, 2015

Time/Location: Workshop: 11:00 a.m. Meeting: 3:00 p.m. – At the Anchorage office.

Below is the teleconference location in each community:

King Cove AEB office	False Pass city office
Sand Point – AEB office	Akutan city office
Nelson Lagoon Corp. office	Cold Bay city office - library
AEB Anchorage office (3380 C St)	

ASSEMBLY WORKSHOP AGENDA

1. Auditor's Report.
2. APCM Investments Presentation.
3. APICDA Presentation – Sandy River land lease development plan.
4. AEB property identification and Title 2.40, Public Works Department discussion.

ASSEMBLY MEETING AGENDA

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
 - February 12, 2015 Minutes.
5. Financial Reports *None available at this time.*
6. Resolutions
 - Resolution 15-20, a resolution of the Aleutians East Borough authorizing the Mayor to negotiate a long-term lease with APICDA Joint Ventures.

7. Public Hearing
 - Public Hearing Ordinance 15-01, Amending the FY15 Budget.
8. Old Business *None*
9. New Business *None*
10. Reports and Updates
11. Assembly Comments
12. Public Comments
13. Next Meeting Date and Time
14. Adjournment

Community Roll Call & Public Comment on Agenda Items

Minutes

Aleutians East Borough
February 12, 2015

CALL TO ORDER

Mayor Mack called the Regular Assembly meeting to order on February 12, 2015 at 3:00 p.m. by teleconference in each community.

ROLL CALL

Mayor Stanley Mack	Present
Paul Gronholdt	Present
Carol Foster	Present
Warren Wilson	Present
Alvin D. Osterback	Present
Ken McHugh	Present
Joe Bereskin, Sr.	Absent-Unexcused
Brenda Wilson	Present

Advisory Members:

Nikki Hoblet, False Pass	Absent -Unexcused
Paul Schaack, Cold Bay	Present
Justine Gundersen, Nelson Lagoon	Absent-Excused

A quorum was present.

Staff Present:

Roxann Newman, Finance Director
Tina Anderson, Clerk
Laura Tanis, Communications Manager
Anne Bailey, Administrator Assistant
Ernie Weiss, Resource Director

Adoption of Agenda:

MOTION

Carol moved to adopt the agenda and second by Paul. Hearing no objections motion passed.

Community Roll Call and Public Comments on Agenda Items:

The communities of Sand Point, King Cove, False Pass, Cold Bay were present including the Anchorage office. There were no public comments.

Minutes, January 20, 2015:

MOTION

Ken moved to approve the January 20, 2015 Minutes as presented and second by Brenda. Hearing no objections the minutes are approved.

Financial Report, January, 2015:

MOTION

Brenda moved to approve the January, 2015 Financial Report and second by Paul.

DISCUSSION

Paul said during the workshop the Finance Director reviewed the amendments and Carol voiced her concerns about how revenues from fish are down so far. Brenda commended Finance Director Roxann Newman for doing such a good job, reports are very concise.

ROLL CALL

Carol-yes, Warren-yes, Alvin-yes, Paul-yes, Ken-yes, Brenda-yes. Advisory: Paul S.-yes.
MOTION PASSED.

Investment Report, January, 2015: Not available at this time.

CONSENT AGENDA

- Resolution 15-17, the Assembly supporting the full funding for the State of Alaska Harbor Facility Grant Program in the FY2016 State Capital Budget.
- Resolution 15-18, Assembly supporting the reinstatement of a full \$60 Million into the Revenue Sharing Fund on a yearly basis with a one-year appropriation of \$8 Million to the fund with an effective date prior to June 30, 2014:
- Resolution 15-19, the Assembly approving the use of force account methods for the economic development administration portion of the Akutan Harbor Floats Improvement Project.
- Introduction Ordinance 15-01, Amending the FY15 Budget (*advance to March meeting for Public Hearing*)

MOTION

Alvin moved to approve the Consent Agenda and second by Brenda.

In reviewing Ordinance 15-01, the Finance Director went over the AEB community grants to be funded from the permanent fund earnings recommended at the October 20, 2014 Assembly meeting. Newman also said the permanent fund earnings that would normally be appropriated in the FY16 budget have been placed on the amendment in the Maintenance Reserve for the King Cove School repairs necessary which would go out to bid this fiscal year:

Community Grants

Nelson Lagoon erosion:	\$108,000
Cold Bay clinic:	\$1,137,000
Nelson Lagoon dock repairs:	\$20,000,
KVC Waterfall Creek Power	\$500,000

Sand Pt. harbor floats design	\$50,000
Sand Pt. paving deficit	\$200,000

<u>Maintenance Reserve (permanent fund earnings)</u>	
King Cove Sch. Repairs	\$2,250,000

ROLL CALL

Warren-yes, Ken-yes, Paul-yes, Alvin-yes, Carol-yes, Brenda-yes. Advisory: Paul S.-yes.
MOTION PASSED.

OLD BUSINESS None

NEW BUSINESS

Discussion on AEB Code Title 2.40, Public Works Department Revision:

The recommended changes by Assembly Member Osterback were discussed at the workshop. Mayor Mack said we will bring to the next meeting a report identifying the projects that are under the jurisdiction of AEB and at that time discuss a design of a new ordinance. Alvin agreed that this is a good start for us.

REPORTS AND UPDATES

Ernie Weiss, Resource Director said at the NPFMC there was in-staff tasking on a motion that passed the Council with a vote of 9-2. He said there was misinformation circulating regarding the motion saying it is targeting just the Western Gulf of Alaska. He e-mailed the regular motion to the Assembly which says it will look at the effects of moving all Gulf of Alaska trawl vessels currently in the partial observer coverage into full coverage category. So, ADF&G Commissioner, Sam Cotton was not targeting just the Western Gulf. He noted Assembly Member Foster's concern that it could be a big hardship on fishermen and will be looking at that.

Alvin asked Weiss if we are also pushing to get coverage done electronically. Weiss said yes there will be emphasis on electronic coverage. He added that coverage would not go 100% without a program in place to help miss the by-catch.

ASSEMBLY COMMENTS None

PUBLIC COMMENTS

Resident of Cold Bay, Happy Kremer, voiced his concern about the possibility of the school closing in Cold Bay due to a declining student enrollment. He said the School Board meets in Cold Bay February 18 to make a decision. He asked if the AEB is going to participate in keeping the school open. Mayor Mack said the AEB is obligated to fund the School District a certain amount of money, however, it is up to the School District to make that decision. Kremer

added without a school there won't be a community, but just a workforce. Assembly Member Gronholdt added no matter what amount AEB contributes, it is still a School Board decision.

City of King Cove Administrator, Gary Hennigh, looks forward to discussing the Borough's Izembek road project and the letter Mayor Henry Mack sent to the Assembly at the next meeting.

NEXT MEETING DATE AND TIME

March 3, 2015 in Anchorage prior to SWAMC, March 4-6.

ADJOURNMENT

Paul moved to adjourn and second by Ken. Hearing no objections, the meeting adjourned at 3:18 p.m.

Mayor

Date

Clerk

Date

Unapproved

Financial Report

None at this time.

INVESTMENT REPORT

ALEUTIANS EAST BOROUGH

Account Statement - Period Ending January 31, 2015



ACCOUNT ACTIVITY

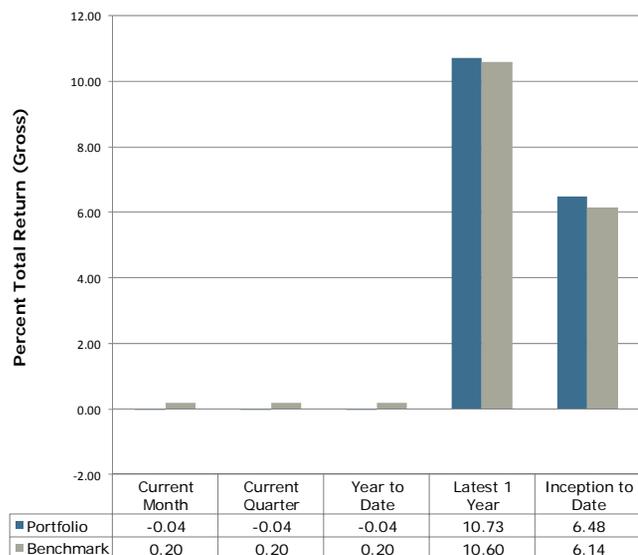
Portfolio Value on 12-31-14	39,267,848
Contributions	0
Withdrawals	-948
Change in Market Value	-42,122
Interest	28,281
Dividends	0
Portfolio Value on 01-31-15	39,253,059

MANAGEMENT TEAM

Director of Client Relations:	Laura Bruce, CFP®, ChFC Laura@apcm.net
Your Portfolio Manager:	Bert Wagnon Brandy Niclai, CFA
Contact Phone Number:	907/272 -7575

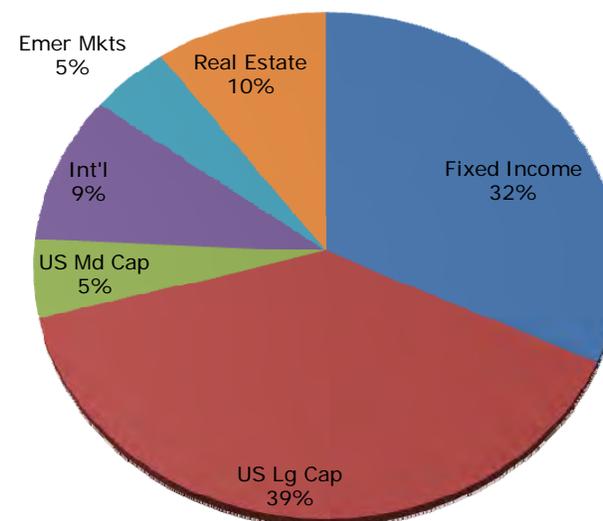
INVESTMENT PERFORMANCE

Current Account Benchmark:
Equity Blend



Performance is Annualized for Periods Greater than One Year

PORTFOLIO COMPOSITION



Alaska Permanent Capital Management Co.
PORTFOLIO SUMMARY AND TARGET
ALEUTIANS EAST BOROUGH
January 31, 2015

Asset Class & Target	Market Value	% Assets	Range
FIXED INCOME (34%)			
US Fixed Income (34.0%)	12,479,836	31.8	25% to 60%
Cash (0.0%)	132,002	0.3	na
Subtotal:	12,611,838	32.1	
EQUITY (66%)			
US Large Cap (36.0%)	15,176,216	38.7	30% to 50%
US Mid Cap (5.0%)	1,945,251	5.0	0% to 10%
Developed International Equity (10.0%)	3,706,349	9.4	5% to 15%
Emerging Markets (5.0%)	1,840,156	4.7	0% to 10%
Real Estate (10.0%)	3,973,251	10.1	5% to 15%
Subtotal:	26,641,222	67.9	
TOTAL PORTFOLIO	39,253,059	100	

AEB/AKUTAN HARBOR - 2006 A

Account Statement - Period Ending January 31, 2015



ACCOUNT ACTIVITY

Portfolio Value on 12-31-14	1,501,989
Contributions	0
Withdrawals	-63
Change in Market Value	1,584
Interest	564
Dividends	0

Portfolio Value on 01-31-15 1,504,074

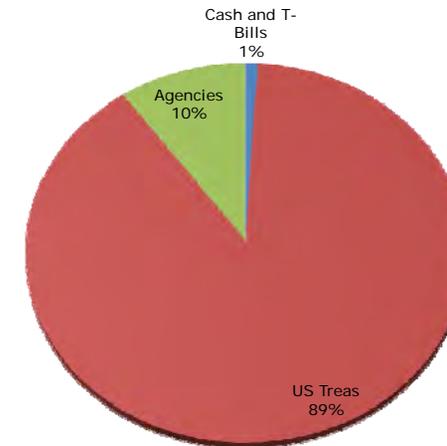
MANAGEMENT TEAM

Director of Client Relations: Laura Bruce, CFP®, ChFC
Laura@apcm.net

Your Portfolio Manager: Bill Lierman, CFA
Bert Wagnon

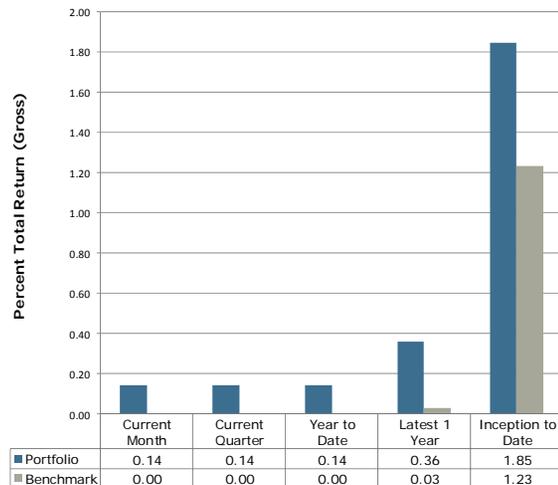
Contact Phone Number: 907/272 -7575

PORTFOLIO COMPOSITION



INVESTMENT PERFORMANCE

Current Account Benchmark:
90 Day Tbill



Performance is Annualized for Periods Greater than One Year

Fixed Income Portfolio Statistics

Average Quality: AAA Yield to Maturity: 0.19% Average Maturity: 0.87 Yrs

Alaska Permanent Capital Management Co.
PORTFOLIO APPRAISAL
AEB/AKUTAN HARBOR - 2006 A
January 31, 2015

Quantity	Security	Average Cost	Total Average Cost	Price	Market Value	Pct. Assets	Annual Income	Accrued Interest	Yield to Maturity
U.S. TREASURY									
335,000	US TREASURY NOTES 0.375% Due 06-30-15	100.25	335,824	100.12	335,405	22.30	1,256	111	0.08
250,000	US TREASURY NOTES 0.375% Due 08-31-15	100.20	250,508	100.15	250,380	16.65	937	399	0.11
250,000	US TREASURY NOTES 0.250% Due 10-15-15	99.77	249,434	100.06	250,157	16.63	625	187	0.16
75,000	US TREASURY NOTES 0.500% Due 06-15-16	100.01	75,006	100.28	75,211	5.00	375	49	0.29
200,000	US TREASURY NOTES 1.000% Due 08-31-16	100.91	201,820	101.00	202,000	13.43	2,000	851	0.36
225,000	US TREASURY NOTES 0.375% Due 10-31-16	99.70	224,332	99.94	224,876	14.95	844	217	0.41
	Accrued Interest				1,814	0.12			
			1,336,924		1,339,844	89.08		1,814	
AGENCIES									
150,000	FNMA 0.375% Due 03-16-15	100.12	150,175	100.03	150,045	9.98	562	211	0.13
	Accrued Interest				211	0.01			
			150,175		150,256	9.99		211	
CASH AND EQUIVALENTS									
	FEDERATED PRIME CASH OBLIGATIONS FUND		13,974		13,974	0.93			
TOTAL PORTFOLIO			1,501,073		1,504,074	100	6,600	2,025	

AEB OPERATING FUND

Account Statement - Period Ending January 31, 2015



ACCOUNT ACTIVITY

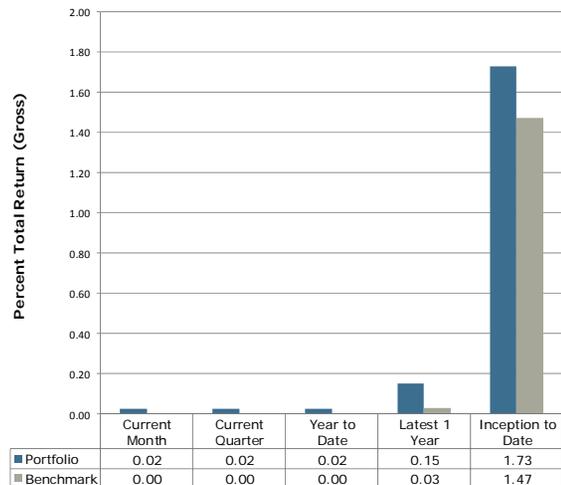
Portfolio Value on 12-31-14	2,516,803
Contributions	380,067
Withdrawals	-380,172
Change in Market Value	120
Interest	479
Dividends	0
Portfolio Value on 01-31-15	2,517,297

MANAGEMENT TEAM

Director of Client Relations:	Laura Bruce, CFP®, ChFC Laura@apcm.net
Your Portfolio Manager:	Bill Lierman, CFA Bert Wagnon
Contact Phone Number:	907/272 -7575

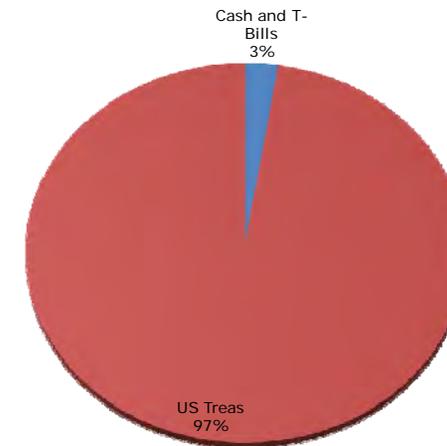
INVESTMENT PERFORMANCE

Current Account Benchmark:
90 Day Tbill



Performance is Annualized for Periods Greater than One Year

PORTFOLIO COMPOSITION



Fixed Income Portfolio Statistics

Average Quality: AAA Yield to Maturity: 0.12% Average Maturity: 0.63 Yrs

Alaska Permanent Capital Management Co.
PORTFOLIO APPRAISAL
AEB OPERATING FUND
January 31, 2015

Quantity	Security	Average Cost	Total Average Cost	Price	Market Value	Pct. Assets	Annual Income	Accrued Interest	Yield to Maturity
U.S. TREASURY									
300,000	US TREASURY NOTES 0.250% Due 03-31-15	100.09	300,281	100.03	300,093	11.92	750	255	0.06
550,000	US TREASURY NOTES 0.250% Due 05-15-15	100.12	550,645	100.05	550,302	21.86	1,375	296	0.06
300,000	US TREASURY NOTES 0.250% Due 07-31-15	100.12	300,352	100.09	300,258	11.93	750	2	0.08
300,000	US TREASURY NOTES 0.250% Due 09-30-15	100.11	300,316	100.08	300,246	11.93	750	255	0.13
300,000	US TREASURY N/B 0.250% Due 11-30-15	100.08	300,246	100.06	300,189	11.93	750	130	0.17
350,000	US TREASURY NOTE 0.375% Due 01-31-16	100.20	350,697	100.18	350,630	13.93	1,312	4	0.19
350,000	US TREASURY NOTES 0.375% Due 03-15-16	100.17	350,602	100.14	350,493	13.92	1,312	504	0.25
	Accrued Interest				1,447	0.06			
			2,453,139		2,453,659	97.47		1,447	
CASH AND EQUIVALENTS									
	CASH RECEIVABLE		1,031		1,031	0.04	NA		
	FEDERATED PRIME CASH OBLIGATIONS FUND		62,607		62,607	2.49			
			63,638		63,638	2.53			
TOTAL PORTFOLIO			2,516,777		2,517,297	100	7,000	1,447	

ALEUTIANS EAST BOROUGH SERIES E BOND

Account Statement - Period Ending January 31, 2015



ACCOUNT ACTIVITY

Portfolio Value on 12-31-14	2,458,170
Contributions	0
Withdrawals	-382
Change in Market Value	312
Interest	477
Dividends	0

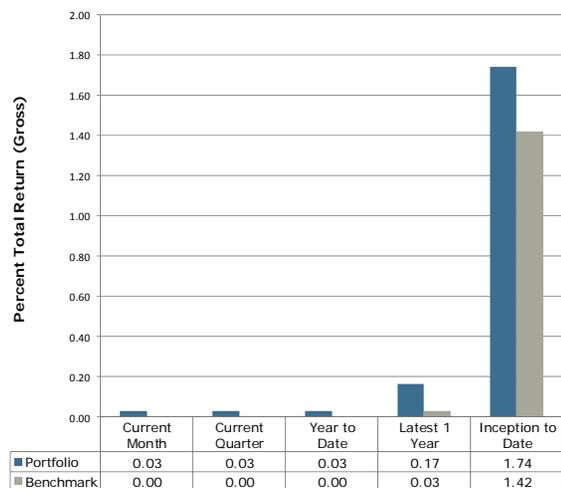
Portfolio Value on 01-31-15 2,458,577

MANAGEMENT TEAM

Director of Client Relations:	Laura Bruce, CFP®, ChFC Laura@apcm.net
Your Portfolio Manager:	Bill Lierman, CFA Bert Wagnon
Contact Phone Number:	907/272 -7575

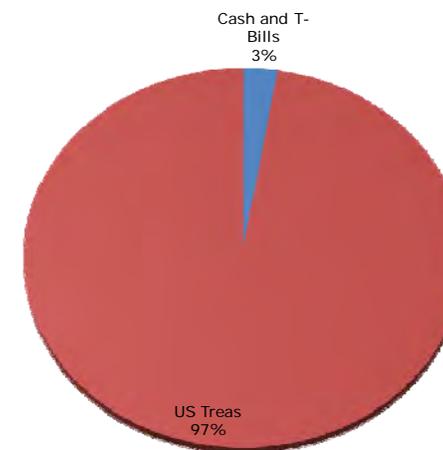
INVESTMENT PERFORMANCE

Current Account Benchmark:
90 Day Tbill



Performance is Annualized for Periods Greater than One Year

PORTFOLIO COMPOSITION



Fixed Income Portfolio Statistics

Average Quality: AAA Yield to Maturity: 0.12% Average Maturity: 0.67 Yrs

Alaska Permanent Capital Management Co.
PORTFOLIO APPRAISAL
ALEUTIANS EAST BOROUGH SERIES E BOND
January 31, 2015

Quantity	Security	Average Cost	Total Average Cost	Price	Market Value	Pct. Assets	Annual Income	Accrued Interest	Yield to Maturity
U.S. TREASURY									
250,000	US TREASURY NOTES 0.250% Due 03-31-15	100.09	250,234	100.03	250,077	10.17	625	213	0.06
290,000	US TREASURY NOTES 0.250% Due 05-15-15	100.12	290,340	100.05	290,159	11.80	725	156	0.06
400,000	US TREASURY NOTES 0.250% Due 07-31-15	100.12	400,469	100.09	400,344	16.28	1,000	3	0.08
400,000	US TREASURY NOTES 0.250% Due 09-30-15	100.11	400,422	100.08	400,328	16.28	1,000	341	0.13
400,000	US TREASURY N/B 0.250% Due 11-30-15	100.08	400,328	100.06	400,252	16.28	1,000	173	0.17
400,000	US TREASURY NOTE 0.375% Due 01-31-16	100.20	400,797	100.18	400,720	16.30	1,500	4	0.19
250,000	US TREASURY NOTES 0.375% Due 03-15-16	100.17	250,430	100.14	250,352	10.18	937	360	0.25
	Accrued Interest				1,250	0.05			
			2,393,020		2,393,483	97.35		1,250	
CASH AND EQUIVALENTS									
	CASH RECEIVABLE		1,250		1,250	0.05	NA		
	FEDERATED PRIME CASH OBLIGATIONS FUND		63,844		63,844	2.60			
			65,094		65,094	2.65			
TOTAL PORTFOLIO			2,458,113		2,458,577	100	6,787	1,250	

* Callable security

AEB 2010 SERIES A GO BOND/KCAP

Account Statement - Period Ending January 31, 2015



ACCOUNT ACTIVITY

Portfolio Value on 12-31-14	1,014,414
Contributions	0
Withdrawals	-42
Change in Market Value	-24
Interest	284
Dividends	0

Portfolio Value on 01-31-15 1,014,632

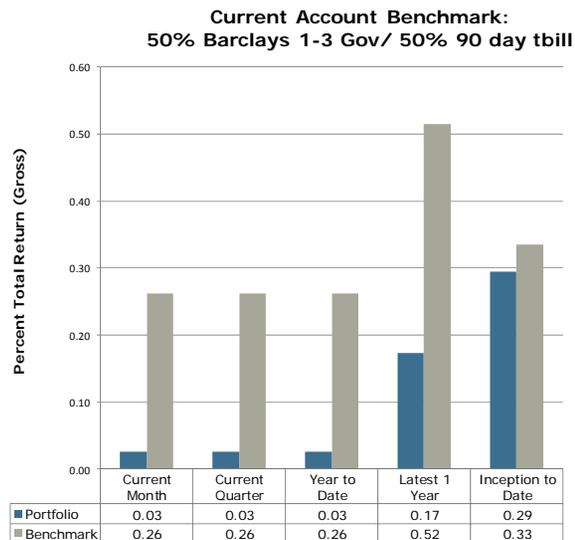
MANAGEMENT TEAM

Director of Client Relations: Laura Bruce, CFP®, ChFC
Laura@apcm.net

Your Portfolio Manager: Bill Lierman, CFA
Bert Wagnon

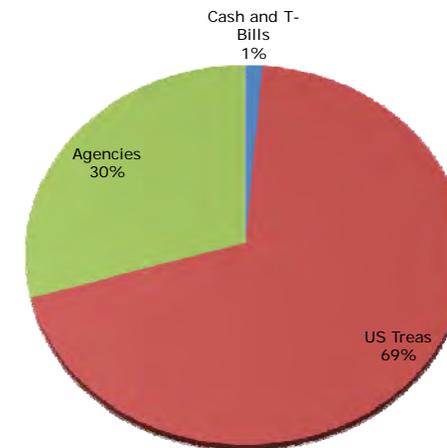
Contact Phone Number: 907/272-7575

INVESTMENT PERFORMANCE



Performance is Annualized for Periods Greater than One Year

PORTFOLIO COMPOSITION



Fixed Income Portfolio Statistics

Average Quality: AAA Yield to Maturity: 0.10% Average Maturity: 0.44 Yrs

Alaska Permanent Capital Management Co.
PORTFOLIO APPRAISAL
AEB 2010 SERIES A GO BOND/KCAP
January 31, 2015

Quantity	Security	Average Cost	Total Average Cost	Price	Market Value	Pct. Assets	Annual Income	Accrued Interest	Yield to Maturity
U.S. TREASURY									
250,000	US TREASURY NOTES 0.375% Due 04-15-15	100.26	250,645	100.06	250,147	24.65	937	281	0.08
150,000	US TREASURY NOTES 0.250% Due 07-31-15	100.12	150,176	100.09	150,129	14.80	375	1	0.08
300,000	US TREASURY NOTES 0.250% Due 10-31-15	100.08	300,234	100.07	300,210	29.59	750	193	0.16
	Accrued Interest				474	0.05			
			701,055		700,961	69.09		474	
AGENCIES									
300,000	FNMA 0.500% Due 05-27-15	100.36	301,081	100.12	300,360	29.60	1,500	267	0.13
	Accrued Interest				267	0.03			
			301,081		300,627	29.63		267	
CASH AND EQUIVALENTS									
	CASH RECEIVABLE		187		187	0.02	NA		
	FEDERATED PRIME CASH OBLIGATIONS FUND		12,856		12,856	1.27			
			13,044		13,044	1.29			
TOTAL PORTFOLIO			1,015,180		1,014,632	100	3,562	741	

AEB 2010 SERIES B BOND/AKUTAN AIR

Account Statement - Period Ending January 31, 2015

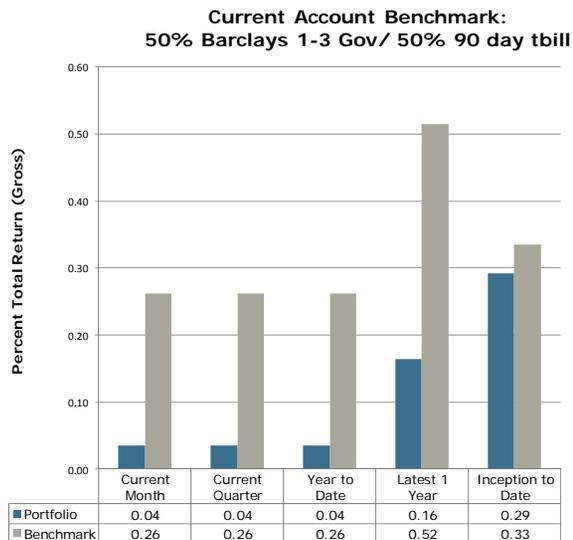


ACCOUNT ACTIVITY

Portfolio Value on 12-31-14	2,020,530
Contributions	0
Withdrawals	-84
Change in Market Value	194
Interest	516
Dividends	0

Portfolio Value on 01-31-15 2,021,156

INVESTMENT PERFORMANCE

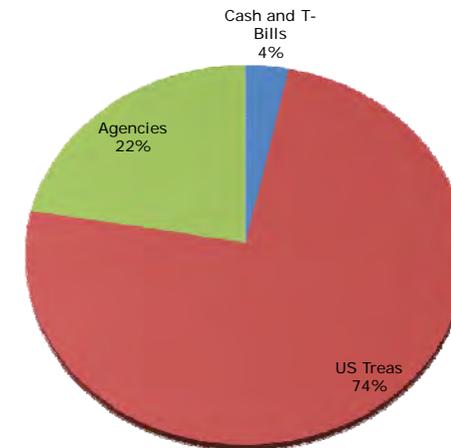


Performance is Annualized for Periods Greater than One Year

MANAGEMENT TEAM

Director of Client Relations:	Laura Bruce, CFP®, ChFC Laura@apcm.net
Your Portfolio Manager:	Bill Lierman, CFA Bert Wagnon
Contact Phone Number:	907/272-7575

PORTFOLIO COMPOSITION



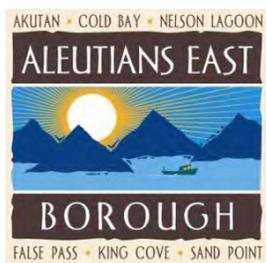
Fixed Income Portfolio Statistics

Average Quality: AAA Yield to Maturity: 0.12% Average Maturity: 0.61 Yrs

Alaska Permanent Capital Management Co.
PORTFOLIO APPRAISAL
AEB 2010 SERIES B BOND/AKUTAN AIR
January 31, 2015

Quantity	Security	Average Cost	Total Average Cost	Price	Market Value	Pct. Assets	Annual Income	Accrued Interest	Yield to Maturity
U.S. TREASURY									
200,000	US TREASURY NOTES 0.375% Due 04-15-15	100.26	200,516	100.06	200,118	9.90	750	225	0.08
400,000	US TREASURY NOTES 0.250% Due 07-31-15	100.12	400,469	100.09	400,344	19.81	1,000	3	0.08
200,000	US TREASURY NOTES 0.250% Due 09-30-15	100.11	200,211	100.08	200,164	9.90	500	170	0.13
200,000	US TREASURY N/B 0.250% Due 11-30-15	100.08	200,164	100.06	200,126	9.90	500	87	0.17
500,000	US TREASURY NOTE 0.375% Due 01-31-16	100.20	500,996	100.18	500,900	24.78	1,875	5	0.19
	Accrued Interest				489	0.02			
			1,502,355		1,502,141	74.32		489	
AGENCIES									
450,000	FNMA 0.500% Due 05-27-15	100.36	451,622	100.12	450,540	22.29	2,250	400	0.13
	Accrued Interest				400	0.02			
			451,622		450,940	22.31		400	
CASH AND EQUIVALENTS									
	CASH RECEIVABLE		1,437		1,437	0.07	NA		
	FEDERATED PRIME CASH OBLIGATIONS FUND		66,637		66,637	3.30			
			68,074		68,074	3.37			
TOTAL PORTFOLIO			2,022,052		2,021,156	100	6,875	889	

Resolutions



Agenda Statement

Date of Meeting: **March 3, 2015**

To: **Mayor and Assembly Members**

From: **Rick Gifford, Administrator**

Re: **Sandy River Leases**

The State of Alaska, Department of Natural Resources granted Lease ADL No. 218167 to Melvin B. Gillis on June 9, 1989 and Lease ADL No. 228276 to Melvin B. Gillis on August 16, 2004. These leases are located in the Sandy River area (see attached maps). The Aleutians East Borough selected the parcels that are the subjects of these leases as part of its General Land Grant Entitlement pursuant to A.S. 29.65 et seq., and was subsequently transferred title to those parcels by the State of Alaska, and thus acquired as part of that transfer Lease ADL No. 218167 and Lease ADL No. 228276. The leases permitted Mr. Gillis to assign his rights and obligations under these leases to a third party, subject to the Borough's approval. The Assembly approved the Assignment to APICDA Joint Ventures on September 10, 2014. APICDA Joint Ventures has purchased from Mr. Gillis all the improvements located on the properties that are subject to the leases, for the purpose of expanding its recreational business activities in the Borough. APICDA Joint Ventures requested that the Borough grant it a long-term lease in the properties that are the subjects of Lease ADL No. 218167 and Lease No. 228276 (see attached letter dated March 15, 2014 from APICDA).

The Assembly approved lease extensions to June 30, 2015. The Borough Administration requested that APICDA Joint Ventures provide a written request for a new lease detailing their business plan and their request for expansion of the leases. The Administration also requested that APICDA make a presentation detailing their request at a future Assembly Work Shop (see attached letter from Administrator, Rick Gifford dated October 7, 2014). APICDA made that request with the attached letter dated January 6, 2015 and will make a presentation at the Assembly's Work Shop on Tuesday, March 3, 2015.

The Administration recommends approval of Resolution 15-20 authorizing the Mayor to negotiate a long-term lease with APICDA Joint Ventures.

Attachments.

Permit
LAS 21920

100 foot public access easement
on road and airstrip

Lease ADL 228276

Increase to
10 acres

50 foot public access
easement and 100 foot
building setback
along OHW of
Sandy River

50 foot public access
easement and 50 foot
building setback
along OHW of lake
(public water)

R69W
T46S

Lease ADL 218167

Increase to
20 acres

Legend

- Municipal Selection
- Leases & Permits



MAP

**Aleutians East Borough
Municipal Selections
near SANDY RIVER
ADL 226711**

State of Alaska -- Department of Natural Resources
Data September 13, 2004
RADSS
by NWI
12/08

■ Sandy River Lodge ADL 218167

Increase to 20 acres

■ Big Strip ADL 228276

Increase to 10 acres

March 15, 2014

The Honorable Stanley Mack, Mayor
Aleutians East Borough
3380 C Street, Suite 205
Anchorage, Alaska 99503

Re: Sandy River Lease

Dear Mayor Mack:

As you may be aware, and as we have discussed previously, APICDA's wholly owned for-profit company APICDA Joint Ventures, Inc. (AJV), has purchased 100% of the Sandy River Lodge property previously owned by Mel Gillis. We are excited about this opportunity to expand our tourism business investments in the Aleutians East Borough.

We are aware that the current lease between Mr. Gillis and the AEB expires this summer. We would like to take over the lease from Mr. Gillis. He is agreeable to this, and we can provide that in a written comment from him.

As with all of our investments in the AEB, we are in for the long term. We propose the following:

- The AEB and APICDA enter into a long term lease for all of the leases currently held by Mr. Gillis in the AEB. I believe there are two of them: the five acre lease containing the main lodge and a one acre lease referred to as the Old State Lease LAS 228276, also known as Sandy River Federal #1 big strip.
- We would like the lease to be ten years, with three renewable ten year periods.
- We would like to increase the size of the current lease of five acres on the Sandy River to twenty acres. This will enable us to extend the runway, thereby improving safety and allowing larger aircraft access, and to control access from the main lodge to the river.
- We would also like to extend the amount of land leased on the second lease by nine acres for a total of ten acres, which includes the "big air strip" and cabin built by Mel Gillis at the strip.
- With regard to the lease, we are content with the current lease rate and would be comfortable with a modest increase. We also recognize the need to build in a mechanism to provide lease rate increases in subject terms.

APICDA has invested in excess of \$1 million in acquiring the Sandy River. This is in addition to the over \$13 million we have invested in False Pass the past three years, and in addition to our other sizable investments in Nelson Lagoon and our commitment to the Akutan boat harbor in 2015. We also believe the acquisition of the Sandy River will facilitate additional tourism investments of a similar kind in False Pass and Akutan in the next three years.

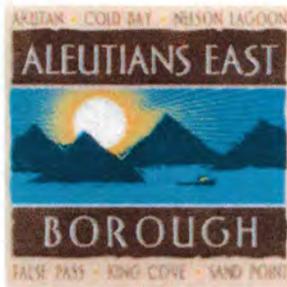
I look forward to working with you on this subject. Thank you.

Sincerely,

A handwritten signature in black ink, appearing to read "Larry Cotter". The signature is fluid and cursive, with a large initial "L" and "C".

Larry Cotter, CEO

Cc: Rick Gifford, AEB Administrator
APICDA Board of Directors



Anchorage Office
3380 C Street, Suite 205
Anchorage, AK 99503
Phone: 907-274-7555

October 7, 2014

Emailed

Larry Cotter, CEO
APICDA Joint Ventures
302 Gold Street, Suite 202
Juneau, AK 99801

Re: Sandy River Lease

Dear ^{Larry} Mr. Cotter,

Attached are copies of the approved and signed Assignment of Lease, Amendment One to Lease ADL No. 218167 and Amendment One to Lease ADL No. 228276. The documents were approved at the Aleutians East Borough Assembly meeting held on September 10, 2014. The Assignment of Lease transfers both leases from Melvin Gillis to APICDA Joint Ventures and the Amendments extend both leases to June 30, 2015.

Per your letter dated March 15, 2014 to Mayor Stanley Mack and subsequent discussions that we have had, the Borough would like APICDA Joint Ventures to submit a written request to enter into long term leases which would detail your specific desired terms, expansion of lease boundaries and a long-term business plan. Once we have received the written request, we can schedule a presentation to be made to the Borough Assembly at an Assembly meeting. Most Assembly meetings are held telephonically, but there would be opportunities where the Assembly might meet in Anchorage where most Assembly members would be present. Although those meeting dates have not been set, the Assembly usually meets in Anchorage in December and again in late February or early March around the SWAMC conference in Anchorage.

We look forward to receiving the additional information concerning APICDA's request to enter into a long term lease. If you have any questions, please contact me.

Sincerely,

Rick L. Gifford,
Administrator
Aleutians East Borough

cc: Mayor Stanley Mack



Aleutian Adventures

717 K Street | Anchorage, Alaska 99501 | (907) 929-5273 | Fax: (907) 929-5275 | www.apicda.com
www.aleutianadventures.com

January 6, 2015, 2015

Mr. Rick L. Gifford, Administer
Aleutian East Borough

Re: Sandy River Lodge Lease

Dear Mr. Gifford:

Rick

I apologize for the tardiness in my response to your letter of October 7, 2014. I inadvertently thought this was going to be discussed during an AEB meeting and failed to remember your request for APICDA Joint Ventures “to submit a written request to enter into long-term leases which would detail [our] specific desired terms, expansion of lease boundaries and a long-term business plan.” I believe we addressed several of those items in our letter to Mayor Mack, dated March 15, 2014, a copy of which is attached, but I am happy to expand as you have requested.

Long-term Lease Terms:

- The Sandy River Lodge has operated on land that is located on Aleutian East Borough property through the following two leases: Lease ADL No. 218167 and Lease ADL No. 228276. We propose the AEB and AJV enter into a long term lease for both of these properties. We propose each lease would be ten years, with three renewable ten year periods (for a total possible lease length of forty years).
- With regard to the leases, we are content with the current lease rate and would be comfortable with a modest increase. We also recognize the need to build in a mechanism to provide lease rate increases in subsequent terms.

Expansion of Lease Boundaries:

- We would like to increase the size of the current lease of five acres on the Sandy River to twenty acres. This will enable us to extend the runway, thereby improving safety and allowing larger aircraft access, and to control access from the main lodge to the river.
- We would also like to increase the lease of one acre on the second lease to ten acres in order to fully encompass the “long air strip.”
- We are willing to pay for the costs associated with surveying the new boundaries.

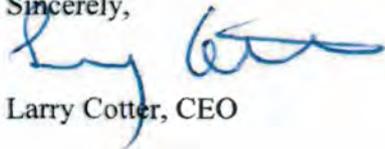
At the Sandy River we plan to develop similar activities, although ones best suited for the area: bear viewing and walrus viewing to name a few. We would do the same in False Pass and Nelson Lagoon.

- **Other Plans:** We have been in quiet discussions for a number of years with Akutan regarding the possibility of developing a lodge on Akun Island. Similarly, there are opportunities around False Pass for both a sport fishing and hunting lodge and adventurism activities.

In summation, we view the long-term lease and successful operation of the Sandy River Lodge as the main key to the successful development and expansion of tourist related activities throughout the AEB and the Aleutian/Pribilof Island region.

We have made considerable investments in the AEB over the past twenty years in the tens of millions of dollars. We believe we have been good partners with the AEB, and sincerely hope you will give favorable consideration to our requests. I look forward to discussing this further with you and the AEB Assembly in the future.

Sincerely,

A handwritten signature in blue ink, appearing to read "Larry Cotter", is written over the printed name.

Larry Cotter, CEO

RESOLUTION NO. 15-20

A RESOLUTION OF THE ALEUTIANS EAST BOROUGH, ALASKA, AUTHORIZING THE MAYOR TO NEGOTIATE A LONG-TERM LEASE WITH APICDA JOINT VENTURES.

WHEREAS, AS 29.35.010(8) grants the Aleutians East Borough the authority to “acquire, manage, control, use, and dispose of real and personal property, whether the property is situated inside or outside the municipal boundaries”; and,

WHEREAS, the State of Alaska, Department of Natural Resources granted Lease ADL No. 218167 to Melvin B. Gillis on June 9, 1989; and,

WHEREAS, the State of Alaska, Department of Natural Resources granted Lease ADL No. 228276 to Melvin B. Gillis on August 16, 2004; and,

WHEREAS, the Aleutians East Borough selected the parcels that are the subjects of these leases as part of its General Land Grant Entitlement pursuant to A.S. 29.65 et seq., was subsequently transferred title to those parcels by the State of Alaska, and thus acquired as part of that transfer Lease ADL No. 218167 and Lease ADL No. 228276; and,

WHEREAS, the leases permitted Mr. Gillis to assign his rights and obligations under these leases to a third party, subject to the Borough’s approval; and,

WHEREAS, an Agreement was approved by the Aleutians East Borough Assembly on September 10, 2014 assigning Mr. Gillis’s interests under the leases to APICDA Joint Ventures; and,

WHEREAS, APICDA Joint Ventures has purchased from Mr. Gillis all the improvements located on the properties that are subject to the leases, for the purpose of expanding its recreational business activities in the Borough; and,

WHEREAS, APICDA Joint Ventures has requested that the Borough grant it a long-term lease in the properties that are the subjects of Lease ADL No. 218167 and Lease No. 228276; and,

WHEREAS, the Aleutians East Borough Assembly approved amendments to the leases extending them to June 30, 2015 on September 10, 2014; and,

WHEREAS, the Aleutians East Borough Assembly has concluded that it would be in the Borough’s best interests to negotiate a long-term lease with APICDA Joint Ventures;

NOW, THEREFORE, BE IT RESOLVED BY THE ASSEMBLY OF THE ALEUTIANS EAST BOROUGH, ALASKA, that:

Section 1. The Aleutians East Borough Assembly hereby authorizes the Mayor to negotiate a long-term lease, subject to Assembly approval, with APICDA Joint Ventures.

Section 2. Effective Date. This Resolution shall take effect immediately.

ADOPTED BY THE ASSEMBLY OF THE ALEUTIANS EAST BOROUGH, on this _____ day of March, 2015.

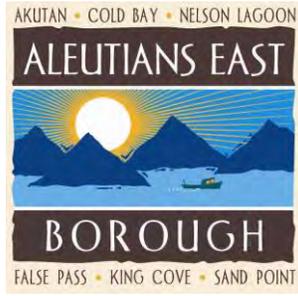
ALEUTIANS EAST BOROUGH, ALASKA

Stanley Mack, Mayor

ATTEST:

Tina Anderson, Borough Clerk

Public Hearings



MEMO

DATE: February 12, 2015
 TO: Mayor Mack and Assembly
 FROM: Roxann Newman, Finance Director
 SUBJECT: FY15 Mid-Year Budget Amendment

The FY15 Mid-Year Budget Amendment has a few changes that need to be made with the revenues and expenditures in some of the funds. Below are the changes:

<u>Fund 01</u>	<u>Revenues</u>	
01-203	\$28,000.00	*Increase-teacher rent
01-265	(99,849.25)	*Decrease-shared fishery tax
01-270	(51.00)	*Decrease-state aid to local governments

<u>Fund 01</u>	<u>Expenditures</u>	
01-105-000-425	(4,500.00)	*Decrease- phone (assembly)
01-105-000-475	\$2,500.00	*Increase-supplies (assembly)
01-151-000-425	(2,500.00)	*Decrease-phone (planning commission)
01-650-000-380	(43,750.00)	*Decrease-contract labor (SC position)
01-900-000-500	\$21,800.00	*Increase-equipment
01-900-000-515	\$2,500.00	*Increase-AEB vehicles
01-900-000-600	(7,500.00)	*Decrease-repairs
01-900-000-760	\$8,400.00	*Increase-revenue sharing (FY14, FY15)
01-900-000-943	\$15,000.00	*Increase-web service (LMJ)

01-700-000475	(3,000.00)	*Decrease-supplies
01-844-000-350	\$3,000.00	*Increase-Fringe (medical)
01-844-000-475	\$400.00	*Increase-supplies

Fund 22 Expenditures

22-802-200-380	(25,000.00)	*Decrease-contract labor (CDB Terminal)
22-802-200-475	(7,500.00)	*Decrease-supplies (CDB Terminal)
22-845-300-300	\$45,000.00	*Increase-salary (Akutan Helicopter)
22-845-300-350	\$3,000.00	*Increase-fringe
22-845-300-400	(46,000.00)	*Decrease-travel
22-845-300-475	(40,000.00)	*Decrease-supplies

Leaving AEB Mid-Year FY15 Budget:

Revenue Amount:	\$7,380,303.75
Expenditure Amount:	\$6,392,066.00
Surplus Amount:	\$988,237.75

MEMO

DATE: February 12, 2015
TO: Mayor Mack and Assembly Members
FROM: Roxann Newman, Finance Director
SUBJECT: FY15 Mid-Year Budget Amendment

The FY15 Mid-Year Budget Amendment had a couple more changes that needed to be addressed:

Fund 01

01-151-000-406	\$25,000.00	*Increase-Permitting
01-200-000-380	(10,500.00)	*Decrease-Contract Labor

Leaving AEB Mid-Year FY15 Budget:	Revenue Amount:	\$7,380,303.75
	Expenditure Amount:	\$6,417,066.00
	Surplus Amount:	\$963,237.75

ORDINANCE 15-01

AN ORDINANCE AMENDING THE OPERATING AND CAPITAL BUDGET FOR THE ALEUTIANS EAST BOROUGH FISCAL YEAR 2015.

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 2015 is amended as follows:

REVENUES	FY15 BUDGET
Local	
Interest Income	\$35,000
AEB Fish Tax	\$3,200,779
AEBSD Refund	
Other Revenue	\$35,000
State	
Shared Fishery Tax	\$1,769,277.75
Extraterritorial Fish Tax	\$243,084
Landing Tax	\$48,864
Debt Reimbursement	\$1,045,464
State Aid to Local Government	\$407,579
Federal	
Payment in Lieu of Taxes	\$559,000
USF&WS Lands	\$36,256
Total FY13 Revenues	\$7,380,303.75
AEBSD Revenue	\$8,128,388

OPERATING FUND EXPENDITURES

Mayor	\$263,259
Assembly	\$124,000
Administration	\$319,203
Assistant Administrator	\$145,603
Clerk/Planning	\$185,467
Planning Commission	\$67,500
Finance	\$250,451
Natural Resources	\$297,102
Communications Manager	\$172,823
Development Coordinator	\$131,468
Public Works	\$128,440
Educational Support	\$1,008,000
KCAP	\$122,523
Other Gen.Fund	
Equipment	\$35,000
AEB Vehicles	\$22,500
Repairs	\$2,500
Utilities	\$25,000
Aleutia Crab	\$58,522
Legal	\$175,000
Insurance	\$150,000
Bank Fees	\$2,000
EATS	\$150,000
Misc.	\$96,000
Donations	\$23,500
NLG Rev. Sharing	40,400
Web Service/Tech	\$40,000
Total Other	\$820,422
Total General Fund	\$4,036,261
Capital Projects	\$0
Bond Projects	\$0
Debt Services	\$2,159,005
Maintenance Reserve	\$196,800
Total Expenditure	\$6,392,066
AEB Surplus	\$988,237.75
AEBSD Expenses	\$8,128,388
Fund 20, Grants, Revenues	\$796,000
Fund 20, Grants, Expenditures	\$796,000
Fund 20, AEB Community Grants Revenue	2,015,000
Fund 20, AEB Community Grants Revenue	2,015,000

Fund 22, Helicopter, Revenues	\$580,000
Fund 22, Helicopter, Expenditures	\$1,835,200
Fund 22, Terminal Operations, Revenues	\$139,620
Fund 22, Terminal Operations, Expenditures	\$100,752
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	\$2,446,800
Fund 41, Maintenance Reserve, Expenditures	\$2,446,800

Passed and adopted by the Aleutians East Borough Assembly this _____ day of March, 2015.

Mayor

ATTEST:

Clerk

	Capital Projects				\$0						
	Bond Projects				\$0						
	Debt Services	\$ 2,159,005.00	\$ 2,159,005.00			\$ 2,159,005.00	\$ 2,159,005.00				
	Maintenance Reserve	\$ 100,000.00	\$ 100,000.00			\$ 196,800.00	\$ 196,800.00				
	Total Expenditure	\$ 6,132,186.00	\$ 6,061,489.00			\$ 6,403,716.00	\$ 6,392,066.00				
	AEB Surplus	\$ 1,656,776.00	\$ 1,390,715.00	\$0	\$0	\$ 1,048,488.00	\$ 988,237.75				
	AEBSD Expenditures	\$ 6,977,000.00	\$ 8,128,388.00			\$ 8,128,388.00	\$ 8,128,388.00				
	Fund 20, Grants, Revenues	\$ 1,196,611.00	\$ 796,000.00			\$ 796,000.00	\$ 796,000.00	*AEB/Cold Bay Dock Repairs \$71,000/Cold Bay Terminal Apron \$225,000			
	Fund 20, Grants, Expenditures	\$ 1,196,611.00	\$ 796,000.00			\$ 796,000.00	\$ 796,000.00	*AEB/Cold Bay Clinic \$500,000			
	Fund 20, AEB Community Grants Revenues					\$ 2,015,000.00	\$ 2,015,000.00	*Permanent Fund Earnings			
	Fund 20, AEB Community Grants Expenditures					\$ 2,015,000.00	\$ 2,015,000.00	*Nelson Lagoon Erosion \$108,000			
								*Cold Bay Clinic \$1,137,000			
	Fund 22, Hovercraft Revenues	\$ 485,000.00	0			0	0	*Nelson Lagoon Dock Repairs \$20,000/King Cove Waterfall Creek Power \$500,000			
	Fund 22, Hovercraft Expenditures	\$ 3,094,500.00	0			0	0	Sand Point Harbor Floats Design \$50,000/SandPoint Paving Deficit \$200,000			
	Fund 22, Helicopter, Revenues		\$ 580,000.00			\$ 580,000.00	\$ 580,000.00				
	Fund 22, Helicopter, Expenditures		\$ 1,873,200.00			\$ 1,835,200.00	\$ 1,835,200.00				
	Fund 22, Terminal Operations, Revenues	\$ 139,620.00	\$ 139,620.00			\$ 139,620.00	\$ 139,620.00				
	Fund 22, Terminal Operations, Expenditures	\$ 132,452.00	\$ 132,452.00			\$ 100,752.00	\$ 100,752.00				
	Fund 24, Bond Project, Revenues	\$ 5,000,000.00	\$ 5,000,000.00			\$ 5,000,000.00	\$ 5,000,000.00				
	Fund 24, Bond Project, Expenditures	\$ 5,000,000.00	\$ 5,000,000.00			\$ 5,000,000.00	\$ 5,000,000.00				
	Fund 30, Bond Payments, Revenues	\$ 1,597,433.00	\$ 1,597,432.52			\$ 1,597,433.00	\$ 1,597,433.00				
	Fund 30, Bond Payments, Expenditures	\$ 1,597,433.00	\$ 1,597,432.52			\$ 1,597,433.00	\$ 1,597,433.00				
	Fund 40, Permanent Fund, Revenues	\$ 350,000.00	\$ 350,000.00			\$ 350,000.00	\$ 350,000.00				
	Fund 40, Permanent Fund, Expenditures	\$ 35,000.00	\$ 35,000.00			\$ 35,000.00	\$ 35,000.00				
	Fund 41, Maintenance Reserve, Revenues	\$ 100,000.00	\$ 100,000.00			\$ 2,446,800.00	\$ 2,446,800.00	*AEB/Sand Point School Pool Project \$196,800			
	Fund 41, Maintenance Reserve, Expenditures	\$ 100,000.00	\$ 100,000.00			\$ 2,446,800.00	\$ 2,446,800.00	*Permanent Fund Earnings*King Cove School \$250,000			
								*FY16 Permanent Fund Earnings*King Cove School \$2,000,000.00			

		FY14 Budget		FY15	3.50%		FY15 Budget		FY15 Mid-Year Budget	
Mayor's Office										
	Salary	\$ 72,897.00		\$ 72,897.00	\$ 2,552.00	\$ 75,449.00	\$ 75,449.00		\$ 75,449.00	
	Fringe	\$ 27,810.00		\$ 27,810.00			\$ 27,810.00		\$ 27,810.00	
	Travel	\$ 36,000.00		\$ 36,000.00			\$ 36,000.00		\$ 36,000.00	
	Phone	\$ 2,400.00		\$ 2,400.00			\$ 2,400.00		\$ 2,400.00	
	Supplies	\$ 1,000.00		\$ 1,000.00			\$ 1,000.00		\$ 1,000.00	
	Lobbying, federal	\$ 75,600.00		\$ 75,600.00			\$ 75,600.00		\$ 75,600.00	
	Lobbying, state	\$ 45,000.00		\$ 45,000.00			\$ 45,000.00		\$ 45,000.00	
	Total Mayor's Office	\$ 260,707.00		\$ 260,707.00	\$ 2,552.00	\$ 263,259.00	\$ 263,259.00		\$ 263,259.00	
Assembly										
	Meeting Fee	\$ 25,000.00		\$ 25,000.00			\$ 25,000.00		\$ 25,000.00	
	Fringe	\$ 56,000.00		\$ 56,000.00			\$ 56,000.00		\$ 56,000.00	
	Travel	\$ 40,000.00		\$ 40,000.00			\$ 40,000.00		\$ 40,000.00	
	Phone	\$ 4,500.00		\$ 4,500.00			\$ 4,500.00		\$ -	*-4500
	Supplies	\$ 500.00		\$ 500.00			\$ 500.00		\$ 3,000.00	*+2500
	Total Assembly	\$126,000		\$126,000		\$ 126,000.00	\$126,000		\$ 124,000.00	*-2000
Administration										
	Salary	\$ 172,168.00		\$ 172,168.00	\$ 6,181.00	\$ 178,349.00	\$ 178,349.00		\$ 178,349.00	
	Fringe	\$ 64,234.00		\$ 64,234.00			\$ 64,234.00		\$ 64,234.00	
	Contract labor	\$ 18,000.00		\$ 18,000.00			\$ 18,000.00		\$ 18,000.00	
	Travel & per diem	\$ 25,500.00		\$ 25,500.00			\$ 25,500.00		\$ 25,500.00	
	Phone	\$ 6,000.00		\$ 6,000.00			\$ 6,000.00		\$ 6,000.00	
	Postage	\$ 2,500.00		\$ 2,500.00			\$ 2,500.00		\$ 2,500.00	
	Supplies	\$ 18,120.00		\$ 18,120.00			\$ 18,120.00		\$ 18,120.00	
	Rent	\$ 14,500.00		\$ 14,500.00			\$ 14,500.00		\$ 14,500.00	
	Dues & fees	\$ 2,500.00		\$ 2,500.00			\$ 2,500.00		\$ 2,500.00	
	Total Administration	\$ 323,522.00		\$ 323,522.00	\$ 6,181.00	\$ 329,703.00	\$ 329,703.00		\$ 329,703.00	
Assistant Administrator										
	Salary			\$ 90,000.00			\$ 90,000.00		\$ 90,000.00	
	Fringe			\$ 30,000.00			\$ 30,000.00		\$ 30,000.00	
	Travel			\$ 10,000.00			\$ 10,000.00		\$ 10,000.00	
	Phone			\$ 4,000.00			\$ 4,000.00		\$ 4,000.00	
	Postage			\$ 200.00			\$ 200.00		\$ 200.00	
	Supplies			\$ 2,500.00			\$ 2,500.00		\$ 2,500.00	
	Rent			\$ 8,903.00			\$ 8,903.00		\$ 8,903.00	
	Total Assistant Administrator			\$ 145,603.00			\$ 145,603.00		\$ 145,603.00	
Clerk/Planning										
	Salary	\$ 85,543.00		\$ 85,543.00	\$ 2,900.00	\$ 88,443.00	\$ 88,443.00		\$ 88,443.00	
	Fringe	\$ 33,524.00		\$ 33,524.00			\$ 33,524.00		\$ 33,524.00	
	Travel & per diem	\$ 12,500.00		\$ 12,500.00			\$ 12,500.00		\$ 12,500.00	
	Phone	\$ 7,500.00		\$ 7,500.00			\$ 7,500.00		\$ 7,500.00	
	Postage	\$ 1,500.00		\$ 1,500.00			\$ 1,500.00		\$ 1,500.00	
	Supplies	\$ 9,000.00		\$ 9,000.00			\$ 9,000.00		\$ 9,000.00	
	Utilities	\$ 20,000.00		\$ 20,000.00			\$ 20,000.00		\$ 20,000.00	

	Dues & fees	\$ 5,000.00	\$ 5,000.00			\$ 5,000.00	\$ 5,000.00		
	Elections	\$ 8,000.00	\$ 8,000.00			\$ 8,000.00	\$ 8,000.00		
	Planning Com.	\$ 4,300.00							
	Total Clerk/Planning	\$ 186,867.00	\$ 182,567.00	\$ 2,900.00	\$ 185,467.00	\$ 185,467.00	\$ 185,467.00		
Planning Commission									
	Salary		\$ 20,000.00			\$ 20,000.00	\$ 20,000.00		
	Contract		\$ 25,000.00			\$ 25,000.00	\$ 25,000.00		
	Travel/Per diem		\$ 20,000.00			\$ 20,000.00	\$ 20,000.00		
	Phone		\$ 2,500.00			\$ 2,500.00	\$ -	*-2500	
	Postage		\$ 2,500.00			\$ 2,500.00	\$ 2,500.00		
	Permitting					\$ -	\$ 25,000.00	*+25000	
	Total Planning Commission		\$ 70,000.00			\$ 70,000.00	\$ 92,500.00	*-2500	
Finance									
	Salary	\$ 122,867.00	\$ 122,867.00	\$ 4,423.00	\$ 127,290.00	\$ 127,290.00	\$ 127,290.00		
	Fringe	\$ 51,161.00	\$ 51,161.00			\$ 51,161.00	\$ 51,161.00		
	Travel & per diem	\$ 4,000.00	\$ 7,000.00			\$ 7,000.00	\$ 7,000.00		
	Phone	\$ 5,000.00	\$ 5,000.00			\$ 5,000.00	\$ 5,000.00		
	Postage	\$ 2,500.00	\$ 2,500.00			\$ 2,500.00	\$ 2,500.00		
	Supplies	\$ 5,000.00	\$ 5,000.00			\$ 5,000.00	\$ 7,500.00	*+2500	
	Utilities	\$ 5,000.00	\$ 5,000.00			\$ 5,000.00	\$ 5,000.00		
	Audit	\$ 45,000.00	\$ 45,000.00			\$ 45,000.00	\$ 45,000.00		
	Total Finance	\$ 240,528.00	\$ 243,528.00	\$ 4,423.00	\$ 247,951.00	\$ 247,951.00	\$ 250,451.00	*+2500	
Natural Resources									
	Salary	\$ 83,970.00	\$ 83,970.00	\$ 2,939.00	\$ 86,909.00	\$ 86,909.00	\$ 86,909.00		
	Fringe	\$ 30,040.00	\$ 30,040.00			\$ 30,040.00	\$ 30,040.00		
	Contract labor	\$ 75,000.00	\$ 75,000.00			\$ 75,000.00	\$ 31,250.00	*-43750/SC d	
	Travel & per diem	\$ 35,000.00	\$ 35,000.00		50000	\$ 85,000.00	\$ 85,000.00	*50000 Unim	
	Phone	\$ 3,000.00	\$ 3,000.00			\$ 3,000.00	\$ 3,000.00		
	Supplies	\$ 7,000.00	\$ 7,000.00			\$ 7,000.00	\$ 7,000.00		
	NPFMC	\$ 15,000.00	\$ 15,000.00			\$ 15,000.00	\$ 15,000.00		
	BOF Meeting	\$ 30,000.00	\$ 30,000.00			\$ 30,000.00	\$ 30,000.00		
	Rent	\$ 8,903.00	\$ 8,903.00			\$ 8,903.00	\$ 8,903.00		
		\$ 50,000.00							
	Total	\$ 337,913.00	\$ 287,913.00	\$ 2,939.00	\$ 290,852.00	\$ 340,852.00	\$ 297,102.00	*-43750	
Communication Director									
	Salary	\$ 89,778.00	\$ 89,778.00	\$ 3,143.00	\$ 92,921.00	\$ 92,921.00	\$ 92,921.00		
	Fringe	\$ 32,736.00	\$ 32,736.00			\$ 32,736.00	\$ 32,736.00		
	Travel & per diem	\$ 15,000.00	\$ 15,000.00			\$ 15,000.00	\$ 15,000.00		
	Phone	\$ 2,400.00	\$ 2,400.00			\$ 2,400.00	\$ 2,400.00		
	Postage	\$ 250.00	\$ 250.00			\$ 250.00	\$ 250.00		
	Supplies	\$ 4,500.00	\$ 4,500.00			\$ 4,500.00	\$ 4,500.00		
	Rent	\$ 10,016.00	\$ 10,016.00			\$ 10,016.00	\$ 10,016.00		
	Advertising/promotions	\$ 15,000.00	\$ 15,000.00			\$ 15,000.00	\$ 15,000.00		
	Total	\$ 169,680.00	\$ 169,680.00	\$ 3,143.00	\$ 172,823.00	\$ 172,823.00	\$ 172,823.00		

Other	Equipment	\$ 13,200.00	\$ 13,200.00			\$ 13,200.00	\$ 35,000.00	*+21800
	AEB Vehicles	\$ 20,000.00	\$ 20,000.00			\$ 20,000.00	\$ 22,500.00	*+2500
	Repairs	\$ 10,000.00	\$ 10,000.00			\$ 10,000.00	\$ 2,500.00	*-7500
	Utilities	\$ 25,000.00	\$ 25,000.00			\$ 25,000.00	\$ 25,000.00	
	Aleutia Crab	\$ 58,522.00	\$ 58,522.00			\$ 58,522.00	\$ 58,522.00	
	Legal	\$ 175,000.00	\$ 175,000.00			\$ 175,000.00	\$ 175,000.00	
	Insurance	\$ 150,000.00	\$ 150,000.00			\$ 150,000.00	\$ 150,000.00	
	Bank Fees	\$ 2,000.00	\$ 2,000.00			\$ 2,000.00	\$ 2,000.00	
	EATS	\$ 150,000.00	\$ 150,000.00			\$ 150,000.00	\$ 150,000.00	
	Misc.	\$ 96,000.00	\$ 96,000.00			\$ 96,000.00	\$ 96,000.00	
	Donations	\$ 23,500.00	\$ 23,500.00			\$ 23,500.00	\$ 23,500.00	
	NLG Rev. Sharing	\$ 32,000.00	\$ 32,000.00			\$ 32,000.00	\$ 40,400.00	*+8400
	Web Service/Tech Support	\$ 25,000.00	\$ 25,000.00			\$ 25,000.00	\$ 40,000.00	*+15000/LM
	Total Other	\$ 780,222.00	\$ 780,222.00		\$ 760,222.00	\$ 780,222.00	\$ 820,422.00	*+40200
Development Coordinator								
	Salary	\$ 73,970.00	\$ 73,970.00	\$ 2,589.00	\$ 76,559.00	\$ 76,559.00	\$ 76,559.00	
	Fringe	\$ 27,256.00	\$ 27,256.00			\$ 27,256.00	\$ 27,256.00	
	Travel & per diem	\$ 10,000.00	\$ 10,000.00			\$ 10,000.00	\$ 10,000.00	
	Phone	\$ 4,000.00	\$ 4,000.00			\$ 4,000.00	\$ 4,000.00	
	Postage	\$ 250.00	\$ 250.00			\$ 250.00	\$ 250.00	
	Supplies	\$ 4,500.00	\$ 4,500.00			\$ 4,500.00	\$ 4,500.00	
	Rent	\$ 8,903.00	\$ 8,903.00			\$ 8,903.00	\$ 8,903.00	
	Total Development	\$ 128,879.00	\$ 128,879.00	\$ 2,589.00	\$ 131,468.00	\$ 131,468.00	\$ 131,468.00	
Maintenance Director								
	Salary	\$ 77,138.00	\$ 77,138.00	\$ 2,700.00	\$ 79,838.00	\$ 79,838.00	\$ 79,838.00	
	Fringe	\$ 29,602.00	\$ 29,602.00			\$ 29,602.00	\$ 29,602.00	
	Travel & per diem	\$ 11,000.00	\$ 11,000.00			\$ 11,000.00	\$ 11,000.00	
	Phone	\$ 1,500.00	\$ 1,500.00			\$ 1,500.00	\$ 1,500.00	
	Supplies	\$ 6,000.00	\$ 6,000.00			\$ 6,000.00	\$ 3,000.00	*-3000
	Equipment	\$ 1,500.00	\$ 1,500.00			\$ 1,500.00	\$ 1,500.00	
	Utilities	\$ 2,000.00	\$ 2,000.00			\$ 2,000.00	\$ 2,000.00	
	Total Public Works	\$ 128,740.00	\$ 128,740.00	\$ 2,700.00	\$ 131,440.00	\$ 131,440.00	\$ 128,440.00	*-3000
Education								
	Local Contribution	\$ 1,150,000.00	\$800,000		\$ 168,000.00	\$ 968,000.00	\$ 968,000.00	
	Scholarships	\$ 20,000.00	\$20,000			\$ 20,000.00	\$ 20,000.00	
	Student travel	\$ 5,000.00	\$20,000			\$ 20,000.00	\$ 20,000.00	
	Special Ed. Aid	\$ -				\$ -	\$ -	
	Total Educational Support	\$ 1,175,000.00	\$840,000			\$ 1,008,000.00	\$ 1,008,000.00	
KCAP								
	Salary	\$ 2,500.00	\$ 2,500.00			\$ 2,500.00	\$ 2,500.00	
	Fringe	\$ 2,000.00	\$ 2,000.00			\$ 2,000.00	\$ 5,000.00	*+3000
	Telephone	\$ 1,120.00	\$ 1,120.00			\$ 1,120.00	\$ 1,120.00	
	Travel & per diem						\$ 4,000.00	
	Supplies	\$ 600.00	\$ 600.00			\$ 600.00	\$ 1,000.00	*+400
	Rental/Lease	\$ 8,903.00	\$ 8,903.00			\$ 8,903.00	\$ 8,903.00	

	Maintenance			\$ 100,000.00				\$ 100,000.00		\$ 100,000.00	
		\$ 15,123.00		\$ 115,123.00				\$ 115,123.00		\$ 122,523.00	*+7400
							\$ 2,639,185.00				
TOTAL OPERATING BUDGT		\$ 3,873,181.00		\$ 3,802,484.00	\$ 27,427.00	\$ 3,829,911.00	\$0	\$ 4,047,911.00	##	\$ 4,071,761.00	*-11650

Fund 22 Terminal Operations		FY14	FY15	FY15		
Revenues						
	Remaining construction Loan/ Remaining FAA reimbursement		\$0			
	Other Income	\$ -		\$ -		
	Leases	\$ 139,620.00	\$ 139,620.00	\$ 139,620.00	\$ 139,620.00	
		\$ 139,620.00	\$ 139,620.00	\$ 139,620.00	\$ 139,620.00	
Expenses						
	Salary	\$ 25,500.00	\$ 26,300.00	\$ 26,300.00	\$ 26,300.00	
	Fringe	\$ 3,617.00	\$ 3,617.00	\$ 3,617.00	\$ 3,617.00	
	Contract Labor	\$ 35,000.00	\$ 35,000.00	\$ 35,000.00	\$ 10,000.00	*-25000
	Travel & per diem	\$ 3,000.00	\$ 3,000.00	\$ 3,000.00	\$ 3,000.00	
	Phone, Internet	\$ 4,500.00	\$ 4,500.00	\$ 4,500.00	\$ 4,500.00	
	Supplies	\$ 15,000.00	\$ 15,000.00	\$ 15,000.00	\$ 7,500.00	*-7500
	Rental/Lease	\$ 5,335.00	\$ 5,335.00	\$ 5,335.00	\$ 5,335.00	
	Utilities	\$ 24,000.00	\$ 24,000.00	\$ 24,000.00	\$ 24,000.00	
	Fuel/Gas	\$ 1,500.00	\$ 1,500.00	\$ 1,500.00	\$ 1,500.00	
	Fuel/diesel	\$ 15,000.00	\$ 15,000.00	\$ 15,000.00	\$ 15,000.00	
		\$ 132,452.00	\$ 133,252.00	\$ 133,252.00	\$ 100,752.00	*-32500
Fund 22 Helicopter Operations		FY14	FY15	FY15		
Revenues		Hovercraft				
	Grant	\$ -	\$0	\$ -		
	Medivacs	\$ 5,000.00	\$ 5,000.00	\$ 5,000.00	\$ 5,000.00	
	Freight	\$ 230,000.00	\$ 75,000.00	\$ 75,000.00	\$ 75,000.00	
	Other Income	\$ -	\$ -	\$ -		
	Tickets, fees, etc.	\$ 250,000.00	\$ 500,000.00	\$ 500,000.00	\$ 500,000.00	
		\$ 485,000.00	\$ 580,000.00	\$ 580,000.00	\$ 580,000.00	
Expenses						
	Salary	\$ -	\$ 15,000.00	\$ 15,000.00	\$ 60,000.00	*+45000
	Fringe	\$ -	\$ 2,000.00	\$ 2,000.00	\$ 5,000.00	*+3000
	Travel		\$ 10,000.00	\$ 10,000.00	\$ 10,000.00	
	Phone/Internet	\$ 2,500.00	\$ 50,000.00	\$ 50,000.00	\$ 4,000.00	*-46000
	Supplies	\$ 100,000.00	\$ 100,000.00	\$ 100,000.00	\$ 60,000.00	*-40000
	Contract	\$ 2,317,000.00	\$ 1,200,000.00	\$ 1,200,000.00	\$ 1,200,000.00	
	Fuel/gas	\$ 10,000.00	\$ 10,000.00	\$ 10,000.00	\$ 10,000.00	
	Fuel/diesel	\$ 445,000.00	\$ 445,000.00	\$ 445,000.00	\$ 445,000.00	
	Insurance	\$ 215,000.00	\$ 18,200.00 *	\$ 18,200.00	\$ 18,200.00	
	Utilities	\$ 5,000.00	\$ 5,000.00	\$ 5,000.00	\$ 5,000.00	
	Rent/Lease		\$ 18,000.00	\$ 18,000.00	\$ 18,000.00	
		\$ 3,094,500.00	\$ 1,873,200.00	\$ 1,873,200.00	\$ 1,835,200.00	*-38000

Permanent Fund			
FY12			
Year	Market Value At The End Of Each Calendar Year		
2007	\$	23,892,301.33	
2008	\$	17,833,850.45	
2009	\$	22,424,768.15	
2010	\$	26,072,801.15	
2011	\$	27,076,587.87	
	Total	Five Year Average	8% Percent
	\$	117,300,308.95	\$ 23,460,061.79 \$ 1,876,804.94
FY14			
Year	Market Value At The End Of Each Calendar Year		
2009	\$	22,424,768.15	
2010	\$	26,072,801.15	
2011	\$	27,076,587.87	
2012	\$	30,462,741.54	
2013	\$	35,575,773.41	
		Five Year Average	8%
	\$	141,612,672.12	\$ 28,322,534.42 \$ 2,265,802.75
FY15			
		19-Jan-15	
Year	Market Value At The End Of Each Calendar Year		
2010	\$	26,072,801.15	
2011	\$	27,076,587.87	
2012	\$	30,462,741.54	
2013	\$	35,575,773.41	
2014	\$	39,267,848.00	
		Five Year Average	8%
	\$	158,455,751.97	\$ 31,691,150.39 \$ 2,535,292.03

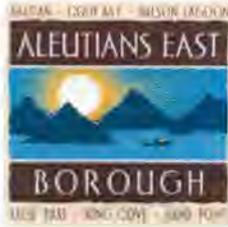
OLD BUSINESS

None

New Business

None at this time.

REPORTS AND UPDATES



Memorandum

Date: February 26, 2015

To: The Honorable Mayor Mack and Borough Assembly

From: Rick Gifford, Administrator 

Re: **Administrator's Report**

King Cove Access Road

The people of King Cove and the Borough have campaigned for more than three decades to get a life-saving road corridor linking the isolated community to the all-weather Cold Bay Airport, located just 25 miles away. The small stretch of road needed (11 miles) would connect to existing roads in the Izembek National Wildlife Refuge. The road would provide reliable and safe transportation to medevac seriously ill or injured patients during frequent periods of harsh weather when travel by plane or boat is too dangerous.

In 2009, Congress and the President approved the road and a massive land swap (56,000 acres from the State and the King Cove Corporation) in exchange for a small single-lane gravel road corridor to the nearby all-weather Cold Bay Airport. Following an environmental impact statement, which King Cove and Borough residents believe is biased; Secretary Jewell rejected the road and land exchange just two days before Christmas on December 23, 2013. On June 4, 2014, King Cove tribes, the corporation, the city and the Aleutians East Borough (known as the King Cove Group) sued Jewell and other federal officials over the EIS and the road issue. The litigation process continues to proceed. The federal government responded to the lawsuit with requests to dismiss some actions by the plaintiffs'. A hearing before Judge Holland was held on October 20, 2014. Judge Holland dismissed 3 of the 5 complaints and a portion of one of the complaints on December 19, 2014. Overall, the Judge left the key elements of the case intact, which are the NEPA and Land Exchange evaluation and the Failure to Meet the Purpose and Need as established by Congress. Our attorney filed a Summary Judgment Motion on Feb. 2, 2015. We only need to win on one of the counts to be successful in our case. The current briefing schedule should have the case ready to decide by the Judge by the end of April and possibly before. However, the Judge could take two or three months to issue his decision which means we may not have a decision until June or July, 2015. Our attorney has emphasized to the Judge that timing is critical to moving forward on the project.

After the November 2014 elections, the Republicans have taken control of the US Senate, thereby giving Senator Murkowski the Chairmanship to the Senate Energy and Natural Resources Committee. We hope this increases the possibility of a legislative solution to the completion of the road. We will provide an update after the DC trip in March and recommend the discussion happen at an Assembly meeting in King Cove.

MEMORANDUM

Borough Administrator's Report

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King Cove School Repairs

As you know the Borough has filed a lawsuit against the architect and contractor who built the King Cove School for damages resulting from water leaks. A mediation for this lawsuit occurred on January 29, 2015. However, it resulted in no settlements, therefore, the Borough will continue to pursue its claims in court.

AEB contracted with Lauri Strauss with Design2Last to help determine the cause of the leaks and design a fix. Lauri also did the work for the Borough on the Cold Bay Terminal. Lauri has developed a design for the fix and the repairs of the King Cove School. This project was put out to bid in February with a mandatory pre-bid meeting held in Anchorage on February 19, 2015. There were several firms at the meeting who have indicated an interest in bidding this project. Bids are due on March 12th so that repairs can be done this summer when school is out of session. We will be discussing funding options at our March meeting and hope to award a contract in late March or early April, so that materials can be ordered with a construction start as soon as school is out for the summer.

Sale of Hovercraft

Cruz Marine LLC has requested a thirty (30) day extension to the closing date which was set by the original Letter of Intent (LOI) as February 27, 2015 in order to complete their financing arrangements with its business partner. The Borough has agreed to the thirty (30) day extension to the end of the business day on March 27, 2015.

To: Honorable Mayor Mack and Aleutians East Borough Assembly
From: Laura Tanis, AEB Communications Manager
Through: Rick Gifford, AEB Administrator
Subject: Communications Manager's Report to the Assembly
Date: March 26, 2015

Since the last regular Assembly meeting (about two weeks ago, as of the writing of this report), I distributed two *Fish News* newsletters. Currently, I'm working on *In the Loop*. That newsletter will go out at the end of the week.

The following lists the various projects I've been working on in more detail:

Fish News – headlines (Feb. 23rd & Feb. 13th) :

- Fisheries Bills in the 2015 Alaska Legislative Session
- AEB Fishermen's Meeting Teleconference
- State-Waters Pacific Cod Pot Fishery Pre-Season Teleconference Meeting on Feb. 27th
- North Pacific Fishery Management Council Actions – Feb. 2015

In the Loop

- Interviewed Sand Point teacher Christine Krause and student Jillian Bjornstad about a Poetry Out Loud regional competition in Juneau. 2-12-15. Wrote story.
- Interviewed Hap Kremer about the Courtney Ford for a newsletter story. Wrote story.
- Interviewed King Cove teacher Joy Smith about a virtual field trip her students took to Africa. 2-17-15. Wrote story.
- Interviewed Coast Guard Rear Admiral Daniel Abel about his visit to Cold Bay. 2-19-15. Wrote story.
- Interviewed Candace Schaack and Shane Watson about possible Cold Bay School closure. 2-19-15
- Interviewed James Young about possible Cold Bay School closure. 2-20-15.
- Interviewed Cold Bay Teacher Kerry Burkhardt about possible school closure. 2-23-15.
- Interviewed AEBS board member Tiffany Jackson about possible Cold Bay school closure. 2-24-15.

- Interviewed Happy Kremer about the possible Cold Bay school closure. 2-24-15. Wrote story.
- Wrote three stories for In the Loop. Emailed contacts to get photos to go along with the stories. Researched facts to ensure accuracy. 2/15/15.
- Listened to recording of “Day of Remembrance” to write another story for In the Loop. Wrote story. 2-26-15.
- During the next couple of days, I’ll be wrapping up the writing portion and moving into proofreading, layout and design of the newsletter.

Headlines for current issue (to be distributed Feb. 27th) include:

- AEBSB Board Discusses Possible School Closure with Cold Bay Community
- Sen. Murkowski: Interior Secretary Continues to Fail King Cove
- SWAMC’s 2015 Economic Summit & Membership Meeting – Seas the Day – Preview
- Day of Remembrance Honors Aleut & Japanese Americans Evacuated to WWII Internment Camps
- U.S. Coast Guard Leaders Visit Cold Bay to See Helicopter Hangar, Clinic
- Photos Reveal Nearly Complete Form of 18th Century Courtney Ford Schooner on Izembek Lagoon Island
- Aleutians East Borough School District Board Member Urges Congress to Make ESEA Reauthorization a Top Priority
- Sand Point Student to Represent Southwest Alaska Region at Poetry Out Loud Competition in Juneau
- King Cove 2nd Graders Take Virtual Field Trip to Africa

AEB Facebook Posts: 28

Posts include:

- Info on registering for SWAMC – 2-25-15
- “Sen. Murkowski: Interior Secretary Continues to Fail King Cove” – press release – 2-24-15
- “Issues Unresolved After Jewel’s Visit” – Alaska Journal of Commerce – 2-24-15
- Info on the next AEBSB Board meeting – April 7th at 6:30 p.m. via teleconference & VTC – posted on 2-24-15
- “About Time Murkowski Takes Gloves Off in Dealing with Interior” – Paul Jenkins editorial – Alaska Dispatch – 2-21-15
- Info on “Day of Remembrance” event in Anchorage – 2-19-15
- “Murkowski, Jewel Tangle over Threat of Interior Department Budget Cuts” – Alaska Dispatch – 2-18-15

- Info on APICDA & APIA invitation to current scholarship recipients' celebration in Anchorage – 2-17-15

Miscellaneous projects:

- Contacted three organizers about a Feb. 19th event: Day of Remembrance in Anchorage (evacuation/internment of Aleuts and Japanese during World War 11). Trying to get permission to record the event and to have KSDP broadcast it to region.
- Contacted King Cove health clinic several times to get latest info on medical evacuations. Was told that EAT board decided info must go through Jennifer Harrison. Contacted her and then followed up in person. Forwarded the information to Senator Murkowski's office.
- Contacted EAT after two more King Cove medevacs occurred. Gathered the info and sent it to Senator Murkowski's office, as requested. 2-12-15
- Contacted EAT after a couple of other medevacs occurred in King Cove. After gathering the details, I forwarded the information to Sen. Murkowski's staff. 2-23-15. Sen. Murkowski then utilized the information the following morning during an Interior Department budget hearing with the U.S. Senate Committee on Energy and Natural Resources. 2-24-15

Meetings Attended:

- Gary Hennigh, Robert Dillon (with Sen. Murkowski's office) and I discussed possible trip to Washington, D.C. in March as well as strategy. 2/12/15
- Teleconference with Robert Dillon from Sen. Murkowski's office to discuss media strategy involving the King Cove road issue. 2/19/15
- Day of Remembrance in Anchorage (honoring Aleut and Japanese Americans evacuated to internment camps during WWII). Recorded for residents to use in a newsletter story. Also gave copy of recording to KSDP, as requested by residents in the region.
- Gary Hennigh, Rick Gifford, Steve Silver, Mark Hickey, Della Trumble and Dan Rowley met in person and via teleconference to discuss strategy regarding the King Cove road. 2-23-15.

As always, I'm happy to help get the word out about an event or issue in your community. Please call any time. My direct phone number is (907) 274-7579, and my email is ltanis@aeboro.org.

To: The Honorable Mayor Mack, Aleutians East Borough Assembly
From: Ernie Weiss, Natural Resources Director
Subj: Report to the Assembly
Date: March 2, 2015

AEB/ADFG trawl survey report

The 2014 ADFG trawl survey included an exploratory Unimak Bight survey requested and funded by the AEB through Cooperative Agreement 14-108. A report summarizing the survey was recently submitted to the AEB and is attached to this report. Due to time and weather constraints as well as a low abundance of crab found in the area, ADFG did not use the full amount of funding. If the Assembly is interested in additional survey work in 2015 using the remaining funds, ADFG will begin plans for the 2015 survey.

Pollock Workgroup

On February 18th I participated in the final GOA Pollock workgroup meeting. I was added to the committee after the initial meeting, as a representative for WGOA communities. The major item on the agenda was the draft template for a possible state-waters pollock management plan. I was asked to give an update on AEB activities. Here are some of my remarks to the pollock workgroup:

- Regarding state management of fisheries in state waters: The AEB was a proponent of the newly created Dutch Harbor Sub-district pacific cod fishery, on the north side of Unalaska, Akutan & Unimak Islands from 164°W to 167° W, which has been highly successful in our view.
- In regards to the draft state pollock management plan - WGOA Fishermen believe that trawl is the most practical way to harvest pollock. Having options to harvest pollock with jig or seine gear are OK but probably not be feasible.
- The AEB contracted with Kate Reedy to conduct a socio-economic study, in advance of the NPFMC GOA trawl bycatch management program, with a draft scheduled in December, but we are now expecting that draft sometime this summer, as there are still some interviews to conduct.
- AEB communities are one-processor towns and at-the-dock fish prices paid to AEB fishermen are consistently less than Kodiak or Dutch Harbor, where there are multiple processors. That is one reason the AEB has been historically opposed to processor quota shares in new federal programs. We would welcome additional processors and more competitive prices for fishers.
- Pollock delivered to AEB shore-based plants, whether harvested in the BSAI or the GOA accounts for an average of 30% of the annual AEB raw fish tax revenue in any given year. 70% of the volume delivered by species is pollock. Pollock is an important species of fish to the AEB.
- Moving forward, WGOA fishermen are concerned about impacts on small vessels of 100% observer coverage, making those fisheries not economically viable. The AEB supports moving forward with implementing Electronic Monitoring ASAP.

The Board of Fisheries members co-chairing the committee, John Jensen and Sue Jeffery, will prepare a report of the workgroups findings for the full board, to be presented at the March Board meeting in Anchorage (March 17-20 at the Sheraton). The draft state-waters pollock management plan will be discussed at that meeting.

AEB Fishermen's Meeting Teleconference

The AEB sponsored the 2015 South Alaska Peninsula State-waters Pacific Cod Pre-season Meeting teleconference last Friday, moderated by ADF&G Groundfish Manager Mark Stichert. The State-waters Pacific Cod season for pot gear will open March 7th. The guideline harvest level (GHL) for this season is

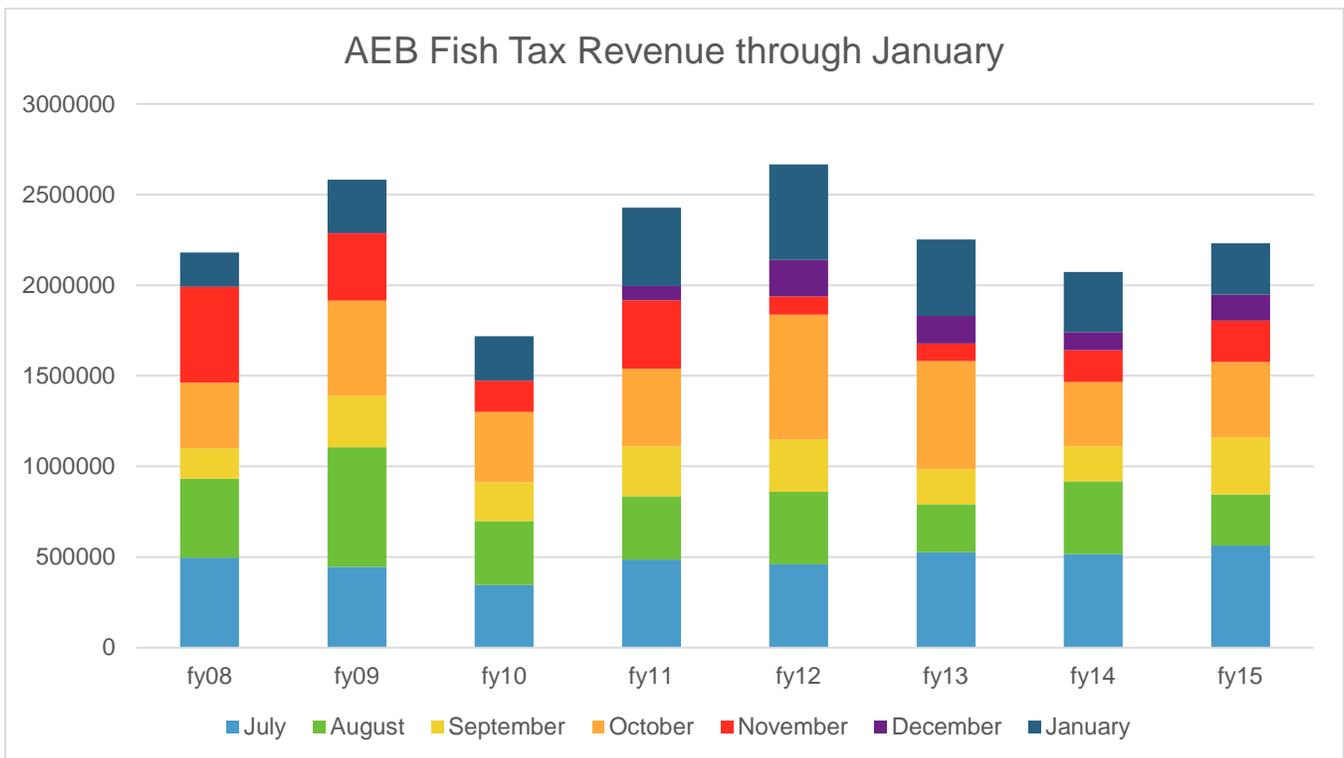
25.6 million lbs., the largest in the history of the fishery and 85% of the GHL, or 21.7 million lbs. are available for harvest by pot gear. The remainder, or 3.8 million lbs. is dedicated for jig gear.

This pre-season meeting has become an annual tradition for the ADF&G South Alaska Peninsula groundfish team and the AEB fishermen. Teleconference sites were at the King Cove Harbor House, the Sand Point Borough office and the False Pass City Office. Mark Stichert called in from the Kodiak ADF&G office. The meeting was also broadcast on KSDP radio, at www.apradio.org and is archived online. Mark Stichert answered questions about the State-waters pot cod season and also gave an update on the status of Tanner crab. The full 2015 Fishery Management Plan for the South Alaska Peninsula State-waters Pacific Cod Season can be found at: <http://www.adfg.alaska.gov/FedAidpdfs/FMR15-03.pdf>

I was in King Cove for the Pre-season meeting teleconference, and then traveled to Sand Point to consult with fishermen in both communities interested in submitting Board of Fisheries proposals by the April 10 deadline for the upcoming meeting cycle, including the Feb 23 – March 3, 2016 AK Pen/AI/Chignik Finfish meeting. I encourage fishermen to contact me or Mark Stichert in Kodiak (907-486-1845) for assistance preparing proposals for the Board of Fisheries next meeting cycle.

NFWF Grant

The AEB Natural Resources department submitted a pre-proposal in December, then a full proposal on February 26th for a National Fish and Wildlife Foundation (NFWF) grant that would initiate community protections in the proposed catch share plan for the GOA trawl fleet. The grant request is for \$95k and fits the parameters of the NFWF Fisheries Innovation Fund conditions, based on Alternative 3 Option 1 of the 10/12/14 NPFMC GOA trawl bycatch management (GOA TBM) Council motion. It is unclear if the State’s request to delay further analysis of GOA TBM from April until October will result in a move away from a proposed catch share plan, making the grant less relevant. Grant awards will be announced April 30th.



Please don't hesitate to contact me if you have any questions or concerns. Thanks!

Project update to the Aleutians East Borough summarizing results of the 2014 Unimak Bight exploratory Tanner crab trawl survey

by

Kally Spalinger

February 2015

Alaska Department of Fish and Game

Divisions of Sport Fish and Commercial Fisheries



Symbols and Abbreviations

The following symbols and abbreviations, and others approved for the *Système International d'Unités* (SI), are used without definition in the following reports by the Divisions of Sport Fish and of Commercial Fisheries: Fishery Manuscripts, Fishery Data Series Reports, Fishery Management Reports, and Special Publications. All others, including deviations from definitions listed below, are noted in the text at first mention, as well as in the titles or footnotes of tables, and in figure or figure captions.

Weights and measures (metric)		General		Mathematics, statistics	
centimeter	cm	Alaska Administrative Code	AAC	<i>all standard mathematical signs, symbols and abbreviations</i>	
deciliter	dL	all commonly accepted abbreviations	e.g., Mr., Mrs., AM, PM, etc.	alternate hypothesis	H_A
gram	g	all commonly accepted professional titles	e.g., Dr., Ph.D., R.N., etc.	base of natural logarithm	e
hectare	ha	at	@	catch per unit effort	CPUE
kilogram	kg	compass directions:		coefficient of variation	CV
kilometer	km	east	E	common test statistics	(F, t, χ^2 , etc.)
liter	L	north	N	confidence interval	CI
meter	m	south	S	correlation coefficient	
milliliter	mL	west	W	(multiple)	R
millimeter	mm	copyright	©	correlation coefficient (simple)	r
		corporate suffixes:		covariance	cov
Weights and measures (English)		Company	Co.	degree (angular)	$^\circ$
cubic feet per second	ft ³ /s	Corporation	Corp.	degrees of freedom	df
foot	ft	Incorporated	Inc.	expected value	E
gallon	gal	Limited	Ltd.	greater than	>
inch	in	District of Columbia	D.C.	greater than or equal to	\geq
mile	mi	et alii (and others)	et al.	harvest per unit effort	HPUE
nautical mile	nmi	et cetera (and so forth)	etc.	less than	<
ounce	oz	exempli gratia	e.g.	less than or equal to	\leq
pound	lb	(for example)		logarithm (natural)	ln
quart	qt	Federal Information Code	FIC	logarithm (base 10)	log
yard	yd	id est (that is)	i.e.	logarithm (specify base)	log ₂ , etc.
		latitude or longitude	lat. or long.	minute (angular)	'
Time and temperature		monetary symbols (U.S.)	\$, ¢	not significant	NS
day	d	months (tables and figures): first three letters	Jan, ..., Dec	null hypothesis	H_0
degrees Celsius	°C	registered trademark	®	percent	%
degrees Fahrenheit	°F	trademark	™	probability	P
degrees kelvin	K	United States (adjective)	U.S.	probability of a type I error (rejection of the null hypothesis when true)	α
hour	h	United States of America (noun)	USA	probability of a type II error (acceptance of the null hypothesis when false)	β
minute	min	U.S.C.	United States Code	second (angular)	"
second	s	U.S. state	use two-letter abbreviations (e.g., AK, WA)	standard deviation	SD
Physics and chemistry				standard error	SE
all atomic symbols				variance	
alternating current	AC			population sample	Var
ampere	A			sample	var
calorie	cal				
direct current	DC				
hertz	Hz				
horsepower	hp				
hydrogen ion activity (negative log of)	pH				
parts per million	ppm				
parts per thousand	ppt, ‰				
volts	V				
watts	W				

**PROJECT UPDATE TO THE ALEUTIANS EAST BOROUGH
SUMMARIZING RESULTS OF THE 2014 UNIMAK BIGHT
EXPLORATORY TANNER CRAB TRAWL SURVEY**

by
Kally Spalinger
Alaska Department of Fish and Game, Division of Commercial Fisheries, Kodiak

February 2015

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ABSTRACT

This project update summarizes results of an exploratory bottom trawl Tanner crab survey conducted in the Unimak Bight area of the South Peninsula Tanner crab management district. Trawl hauls were assessed for species catch composition, abundance estimates of commercially important crabs, and catch per unit effort (CPUE) of commercially important groundfish. The estimated Tanner crab *Chionoecetes bairdi* abundance was low. Arrowtooth flounder *Atheresthes stomias*, flathead sole *Hippoglossoides elassodon*, and walleye pollock *Gadus chalcogrammus*, dominated the groundfish catch. The sizes of captured Tanner crab from Unimak Bight were similar to sizes of crab captured north of Sanak Island, but the number of crab captured was lower. Based on 2014 survey data it is unlikely that inclusion of the survey area near Unimak Bight would substantially increase the abundance estimate of Tanner crab in the district or support a commercial Tanner crab fishery.

Key words: Tanner crab, groundfish, *Chionoecetes bairdi*, trawl survey, South Peninsula, Unimak Bight, Sanak Island

INTRODUCTION

Beginning in 2013, the Aleutians East Borough (AEB) expressed interest in expanding coverage of the Alaska Department of Fish and Game (ADF&G) bottom trawl survey to Unimak Bight (Figure 1) with the intent of potentially expanding opportunity for commercial Tanner crab harvest. In response ADF&G identified potential trawl locations in 2013 and through a cooperative agreement (14-108) conducted the survey in 2014. The trawl hauls were within the South Peninsula District for Tanner crab *Chionoecetes bairdi*, defined by 5 AAC 35.505 (b) and the South Alaska Peninsula groundfish registration area, defined by 5 AAC 28.550.

The first ADF&G survey to assess Tanner crab in the South Peninsula District was in Pavlof Bay in 1984 (Colgate 1984). In 1988 trawl surveys became the standard Tanner crab stock assessment tool in the district (Urban and Vining 1999). Since then, between 132 and 89 successful trawl hauls have been completed in the South Peninsula District annually during the bottom trawl survey (Spalinger 2014).

In 1999, in response to Alaska Board of Fisheries regulation (5 AAC 35.080), ADF&G developed a Tanner crab harvest strategy and set minimum abundance thresholds for opening commercial Tanner crab fishing in the South Peninsula District (Urban et al. 1999). The abundance threshold that must be met was defined as half the long-term average abundance of mature males (carapace width ≥ 115 mm; Urban and Vining 1999). Tanner crab guideline harvest levels (GHLs) are primarily determined by estimating the number of molting mature male crab in a section and applying a harvest rate based on composition of the male population. Additional precautionary measures within the harvest strategy ensure conservative management when stocks are rebuilding (Urban and Vining 1999). Tanner crab fisheries were closed due to low abundance in the South Peninsula District from 1990 to 2000, from 2002 to 2004, and from 2014 to 2015.

The 2014 South Peninsula District trawl survey occurred during July and August in areas of known Tanner crab habitat consistent with past trawl surveys. However, Tanner crab may occur in areas not currently assessed by the survey. This project expanded trawl sampling in 2014 to waters south of Unimak Island which are not included in the standard trawl survey of the South Peninsula District and historically have not been included when setting abundance thresholds or determining GHLs in the district.

The primary objective of the 2014 trawl hauls in Unimak Bight was to estimate the abundance and condition of Tanner crab outside of the existing survey area. Secondary objectives included

determining species composition, length frequency distributions, and CPUE (kg/km towed) of commercially important groundfish in the area.

METHODS

TRAWL DESCRIPTION AND PROCEDURES

Since 1988 ADF&G has surveyed areas of historic Tanner crab abundance utilizing the research vessel *Resolution* (27.4 m). In 2014 eleven successful bottom trawl hauls were made in the area of Unimak Bight (Figure 1).

Trawlable area of Unimak Bight was estimated in 2013 using a combination of multi-beam sonar and navigational software available on the R/V *Resolution*. Based on bottom contours and measurements of bottom hardness, the most promising area for making successful bottom trawls was identified, and the standard grid of survey stations was expanded to the area to help distribute trawl effort (Figure 2).

The trawl survey net is a 400-mesh eastern otter trawl designed to sweep a 12.2 m path. The net is constructed with 10.2 cm stretch mesh at the mouth; 8.9 cm stretch mesh in the body, and a 3.2 cm stretch mesh liner in the codend. The net has a 21.3 m headrope with 18 floats 20.3 cm in diameter. The footrope is 29.0 m long with a 1.0 cm diameter chain attached every 25.4 cm to ensure the footrope tends bottom. The dandylines are 45.7 m long, each consisting of an 18.3 m section of 1.5 cm cable and a pair of 27.4 m sections of 1.3 cm cable, one attached to the top and the other to the bottom of each net wing (Spalinger and Cavin 2004). Astoria “V” type doors weighing 340 kg and measuring 1.5 m x 2.1 m are used.

Within a station the net was towed on bottom at an average speed of 4.8 km per hour for 1.85 km (1 nmi). The length of the haul provided a representative sample of fishery resources from a station without exceeding the weight limitations of the vessel equipment. Irregular bottom type, net hang ups, or exceptionally large catches occasionally caused haul length to differ from 1.85 km. Haul length was determined by Global Positioning System and is assumed to be the distance traveled over the ground by the vessel from the time the footrope contacts bottom until the time the footrope leaves bottom. The vessel captain estimated corrections in distance for hauls that were not straight. All hauls were made during daylight hours. Quality of net performance was rated and a haul was discarded and repeated when the skipper and crew leader determined the net did not adequately sample the bottom (Spalinger and Cavin 2004).

CATCH SAMPLING PROCEDURES

Total catch weight from each haul was determined by weighing the full trawl codend with an electronic crane scale accurate to ± 1.0 kg, emptying the codend into on-deck sorting bins, and subtracting the empty codend weight from the full codend weight. Prior to emptying the codend a 1.5 m² subsampling net was tied into the on-deck sorting bin. After emptying the catch into the on-deck sorting bin, the subsample net was lifted through the catch and the subsample was craned to the sorting table for catch composition sampling.

Length or width measurements were taken from selected commercial finfish and shellfish species. Measurements were recorded on deck directly into onboard databases. Finfish were measured from snout to mid-point of the caudal fin. Skates were measured along the dorsal surface from the snout to the anterior notch of the pectoral fin. Tanner crab carapace width (CW) was measured between the lateral margin spines, perpendicular to the midline; however legal

status (meets minimum size requirement to retain in a fishery) was determined including the spines. Dungeness crab were measured for CW and checked for legal status across the carapace immediately anterior to the tenth anterolateral spine.

During measurement crabs were categorized by shell condition. Clutch fullness of mature female Tanner and Dungeness crabs was measured by examining each egg clutch and estimating the fractional clutch size for the size of the abdomen (Spalinger 2006) and embryo development was noted by the presence or absence of eyed eggs. Clutch condition was recorded as the proportional amount of dead eggs present or the condition of the pleopods if eggs were absent.

When available, a minimum of 20 weathervane scallops from each haul were measured for shell height following the methods detailed in Spalinger and Cavin (2004).

TANNER AND KING CRAB ABUNDANCE ESTIMATION

Survey catch data was converted to density estimates for each haul by dividing the number or weight of animals caught in the haul by the area swept by the trawl during the haul. The area swept is the product of the assumed net width of 12.2 m and the distance towed.

Abundance indices for Tanner and king crabs were derived from trawl survey data using the area swept technique (Alverson and Pereyra 1969). Density estimates were multiplied by the station area to estimate station abundance. The sum of abundances from stations in a geographic area provided a total abundance index for the area.

Catches for all other species were standardized to kg per km towed.

RESULTS

In the Unimak Bight region of the South Peninsula Tanner crab District 11 hauls were completed on August 9-10 (haul numbers 249-259). The total area used to determine Tanner crab abundance estimates for Unimak Bight in 2014 was 900.2 km². Haul locations are shown in Figure 3 and averaged 1.7 kilometers long with an average depth of 52 fathoms.

Tanner Crab

A total of 63 Tanner crab were captured in Unimak Bight in 2014 (Table 1). Most of the crab captured were juveniles. There were 7 mature females and 4 mature males caught. Average size was 66.3 mm for males (range 18-156 mm) and 49.5 mm for females (range 21-95 mm; Figure 4). Tanner crabs were captured in 91% of Unimak Bight hauls with catches ranging from 0 to 20 crab per haul. All male Tanner crab greater than 90 mm carapace width had old or very old shells, and all mature males (>114 mm) had very old shells. Most juvenile males had new shells (Figure 5).

Tanner crab abundance estimates were derived for each station in Unimak Bight and then summed. The total abundance of Tanner crab from the surveyed area of Unimak Bight was estimated at 267,620 crabs (Table 2). Juvenile and female Tanner crab were found across Unimak Bight, however mature and legal males were only captured in three locations (Figure 6).

Egg clutches of 7 mature female Tanner crab from Unimak Bight were examined: 85.7% of mature females were in new shell condition (Figure 7) and had egg clutches that were half full or less.

Catch Composition

The CPUE of all species from hauls in Unimak Bight during 2014 was 428 kg/km towed. Arrowtooth flounder was the dominant species caught by weight (25.7%), followed by flathead sole (14.8%), and walleye pollock (14.4%; Figure 8). The average total animal catch per haul was 733 kg and the average Tanner crab catch per haul was 0.72 kg (Table 3), making it 29th out of 45 species caught by weight and less than 1% of the overall catch.

Comparison to Nearby Survey Areas

As part of the standard 2014 trawl survey, 7 tows were conducted north of Sanak Island (Figure 1). This is the closest survey area to Unimak Bight and summarized results from Sanak Island hauls are compared to Unimak Bight results. The average animal catch weight from Sanak Island hauls was 417 kg per haul compared to 733 kg per haul from Unimak Bight, however Sanak Island had more Tanner crab with an average catch per haul of 10.7 kg, making up almost 3% of the overall catch (Table 3).

Sanak Island hauls had an average catch of 59 Tanner crab per haul (Table 1), almost ten times the average of 6 crab per haul caught in Unimak Bight. The crab from Sanak averaged 70.5 mm for males (range 6-169 mm) and 48.6 mm for females (range 10-90 mm; Figure 4), similar to the crab measured from Unimak Bight. Similarly, the majority of crab captured in Sanak were juveniles, although 28 mature females and 46 mature males were caught (compared to 7 and 4 from Unimak Bight).

Estimates of Tanner crab abundance were derived for Sanak Island stations (Table 2). Only 7 stations are sampled around Sanak Island and the area considered when determining abundance for Sanak (445.6 km²) is approximately ½ of the area considered for the 11 stations sampled in Unimak Bight (900.2 km²). However, the population estimate of 1.2 million is almost 1 million crab more at Sanak than Unimak.

The species composition of hauls from Unimak Bight was compared to hauls from Sanak Island (Figure 8). Both areas had arrowtooth flounder, flathead sole, and walleye pollock as the top 3 species however Sanak Island had a substantially higher proportion of arrowtooth flounder and flathead sole. A total of 55 species were identified from Unimak Bight hauls and 39 species were identified from Sanak Island hauls.

Within the South Peninsula District, the estimated Tanner crab abundance in Unimak Bight most closely resembles the estimated abundance in Stepovak Bay (247,351 crabs), however Stepovak Bay is a much smaller area (123.7 km²).

DISCUSSION

Given the low density of crab in Unimak Bight compared to other survey locations in the South Peninsula District it is not, at this time, a large contributor to the overall abundance of crab in the district. The size range of crab captured indicates that the area can support Tanner crab, but the small number of legal males caught in 2014 does not indicate a harvestable surplus. Because this is a one-time survey addition we are unable to capture natural population variability and establish an average abundance level that could be used to inform us if the population in the area is above or below average.

If the South Peninsula District had opened for commercial Tanner crab fishing in 2015 with the same criteria for establishing harvest levels as the remainder of the district (20% molting mature

cap and halving requirement in effect), the maximum amount of Tanner crab that ADF&G would consider for harvest would have been 4,250 pounds. Because of concerns for the existing crab population in the area it is unlikely the area would have been opened.

Based on comparisons of data collected in 2014, Unimak Bight does not warrant extensive study for Tanner crab. There are other unsurveyed locations in the South Peninsula District with reports of Tanner crab presence that may be worth exploring. Surplus funds from 2014 could be used to explore some of those areas. A combination of time constraints and small crab catches during the 2014 survey left approximately 35% of the budget unspent. If carried over to 2015 this could allow ADF&G to spend approximately 3 days exploring additional unsurveyed locations with reports of large amounts of Tanner crab.

Unimak Bight has a greater number of species present (55 species) than either of the 2 closest areas, Sanak (39 species) or Morzhovoi (45 species). The size range and maturity of Tanner crab present indicates that it supports a small crab population. Currently, ADF&G manages a scallop fishery in the area that requires 100% observer coverage. That observer data is used to monitor Tanner crab bycatch in the fishery and annual analysis of that data may allow large changes in abundance to be detected.

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TABLES

Table 1.– Number of Tanner crab caught from Unimak Bight and Sanak Island trawl hauls, 2014 trawl survey.

Haul	Males	Females	Total
Unimak Bight			
249	2	1	3
250	0	2	2
251	1	1	2
252	0	0	0
253	1	0	1
254	4	3	7
255	7	4	11
256	3	4	7
257	2	4	6
258	8	12	20
259	1	3	4
Total	29	34	63
Sanak Island			
219	36	27	63
220	0	0	0
221	7	2	9
222	6	19	25
223	24	28	52
224	59	8	67
225	110	85	195
Total	242	169	411
Unimak Haul Average	3	3	6
Sanak Haul Average	35	24	59

Table 2.— Tanner crab abundance estimates from Unimak Bight and Sanak Island, 2014 trawl survey.

Station	Haul no.	Females			No. sublegal males by size (CW)				Recruit males	Postrecruit males (CW)		Legal males	Total males	Total crab
		Juvenile	Adult	Total	<70 mm	70-91 mm	92-114 mm	>114 mm		<165 mm	>165 mm			
<i>Unimak Bight</i>														
OTC	249	0	726	726	0	726	726	0	0	0	0	0	1,452	2,178
71	250	9,691	0	9,691	0	0	0	0	0	0	0	0	0	9,691
56	251	0	4,891	4,891	0	4,891	0	0	0	0	0	0	4,891	9,782
48	252	0	0	0	0	0	0	0	0	0	0	0	0	0
32	253	0	0	0	3,913	0	0	0	0	0	0	0	3,913	3,913
33	254	14,702	0	14,702	9,801	0	0	0	0	9,801	0	9,801	19,603	34,305
58	254	11,784	3,928	15,713	7,856	0	0	0	0	0	0	0	7,856	23,569
64	255	11,739	3,913	15,652	19,565	0	3,913	0	0	3,913	0	3,913	27,391	43,042
57	256	7,841	7,841	15,682	0	3,921	3,921	3,921	0	0	0	0	11,762	27,444
49	258	53,907	4,901	58,808	34,305	4,901	0	0	0	0	0	0	39,205	98,013
41	259	11,762	0	11,762	3,921	0	0	0	0	0	0	0	3,921	15,682
Total		121,427	26,200	147,627	79,361	14,438	8,560	3,921	0	13,714	0	13,714	119,993	267,620
<i>Sanak Island</i>														
113	219	111,077	4,272	115,349	140,982	4,272	0	4,272	0	4,272	0	4,272	153,799	269,148
125	220	0	0	0	0	0	0	0	0	0	0	0	0	0
126	221	0	9,285	9,285	13,927	4,642	0	4,642	0	9,285	0	9,285	32,497	41,782
137	225	64,558	7,595	72,153	22,785	0	0	0	0	0	0	0	22,785	94,938
138A	224	51,266	20,507	71,773	41,013	7,690	7,690	2,563	0	2,563	0	2,563	61,520	133,292
138B	222	6,118	2,039	8,157	30,589	7,137	6,118	7,137	0	9,177	0	9,177	60,158	68,315
138C	223	226,939	40,975	267,914	245,850	15,760	12,608	28,367	0	37,823	6,304	44,127	346,712	614,625
Total		459,958	84,673	544,631	495,146	39,501	26,416	46,981	0	63,120	6,304	69,424	677,471	1,222,100

Table 3.— Weight of catch in kilograms from Unimak Bight and Sanak Island hauls, 2014 trawl survey.

Haul	Total Animal Weight	Total Tanner Weight	% Tanner
Unimak Bight			
249	1,450	0.71	0.05%
250	1,198	0.01	0.00%
251	379	0.29	0.08%
252	1,294	0.00	0.00%
253	639	0.01	0.00%
254	407	2.65	0.65%
255	678	1.77	0.26%
256	296	1.71	0.58%
257	753	0.27	0.04%
258	609	0.47	0.08%
259	356	0.04	0.01%
Sanak Island			
219	594	4.87	0.82%
220	272	0.31	0.11%
221	432	4.17	0.97%
222	425	22.02	5.18%
223	327	35.56	10.87%
224	348	6.86	1.97%
225	519	1.15	0.22%
Unimak Haul Average	733	0.72	0.16%
Sanak Haul Average	417	10.71	2.88%

Note: Total animal weight includes weight of all animals caught in a haul, and does not include weight of rocks, debris, kelp, or the net.

FIGURES

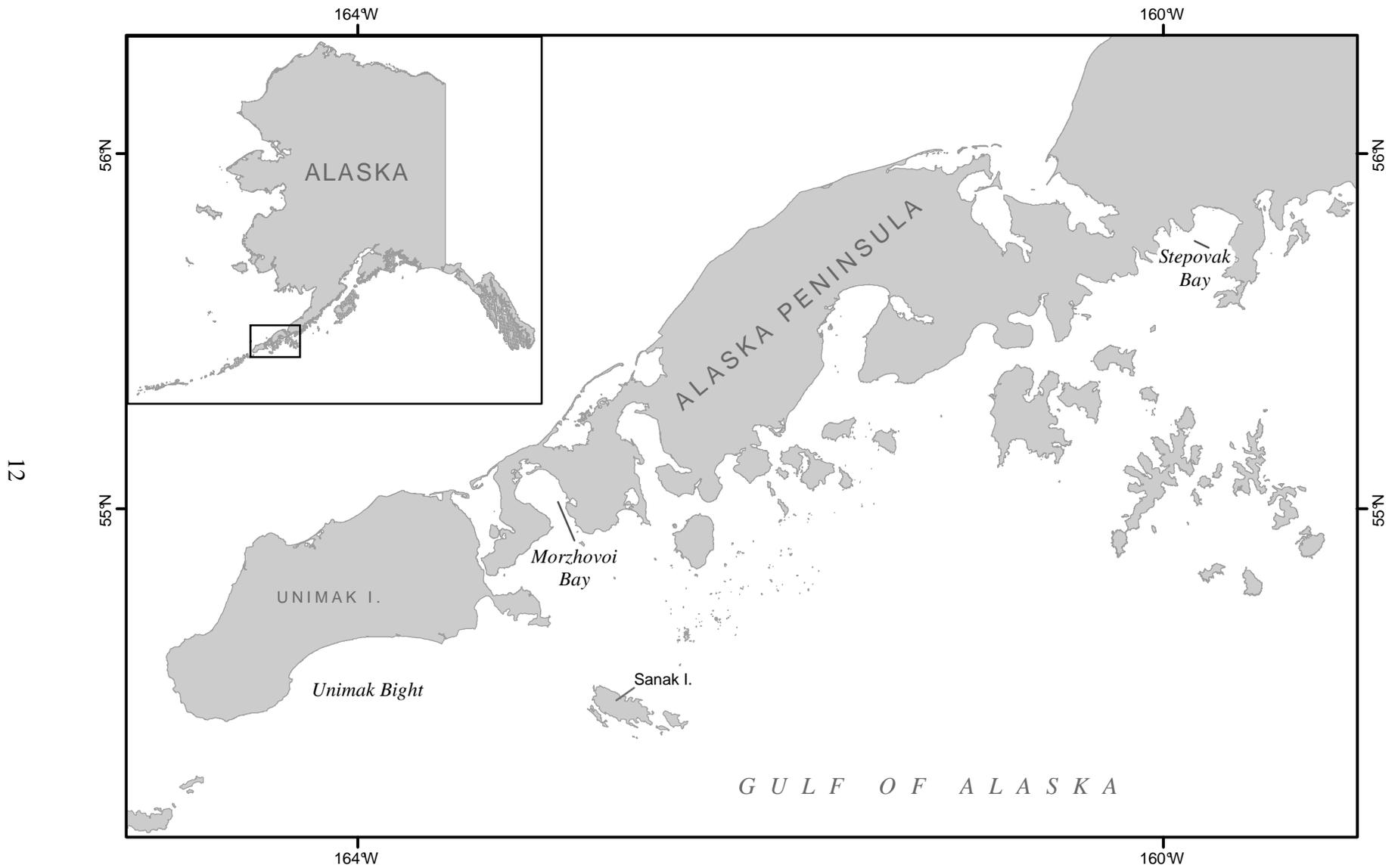


Figure 1.– Overview map showing the South Peninsula and Unimak Bight.

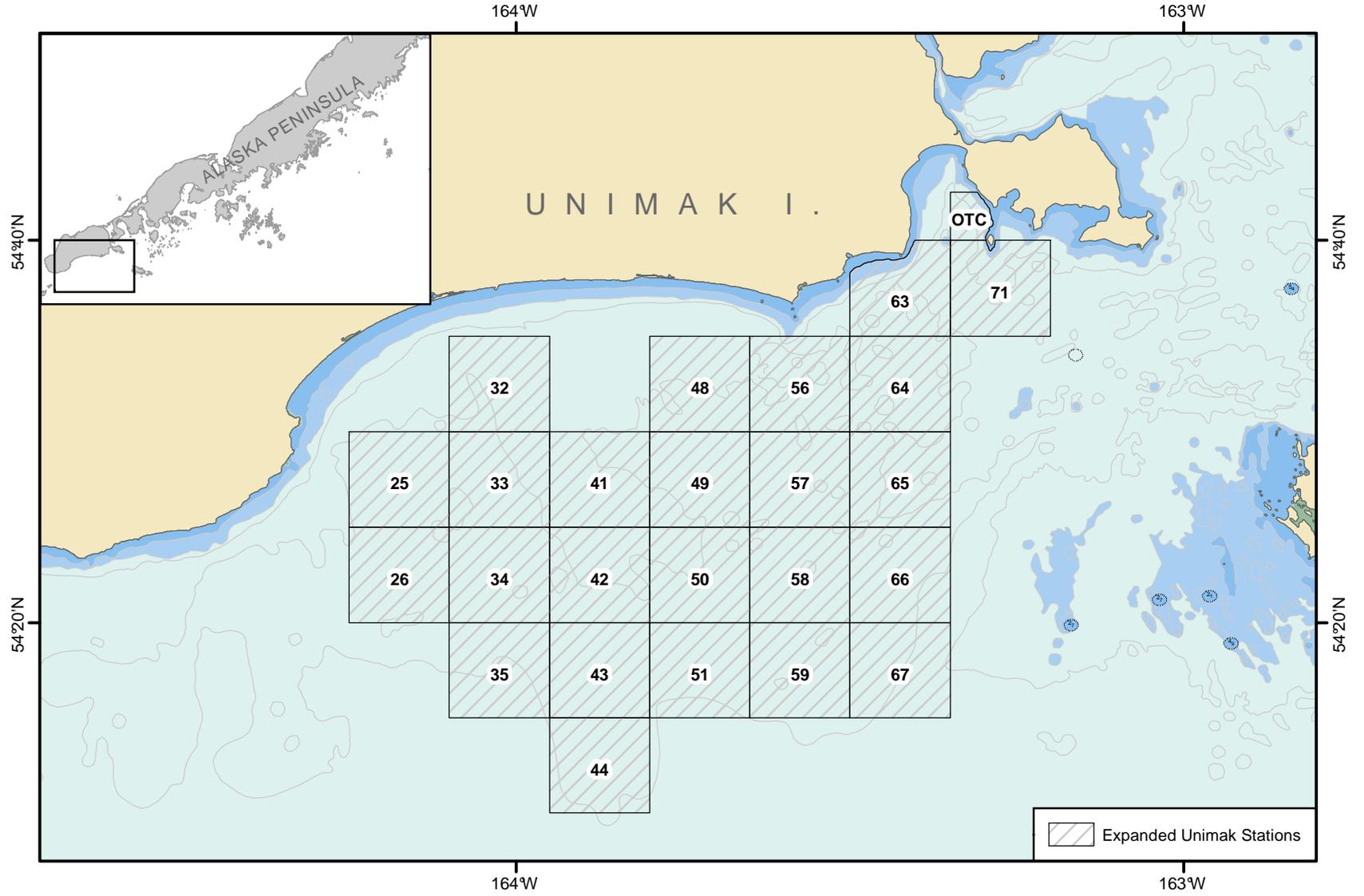


Figure 2.—Expanded South Peninsula District trawl survey grid showing stations in Unimak Bight.

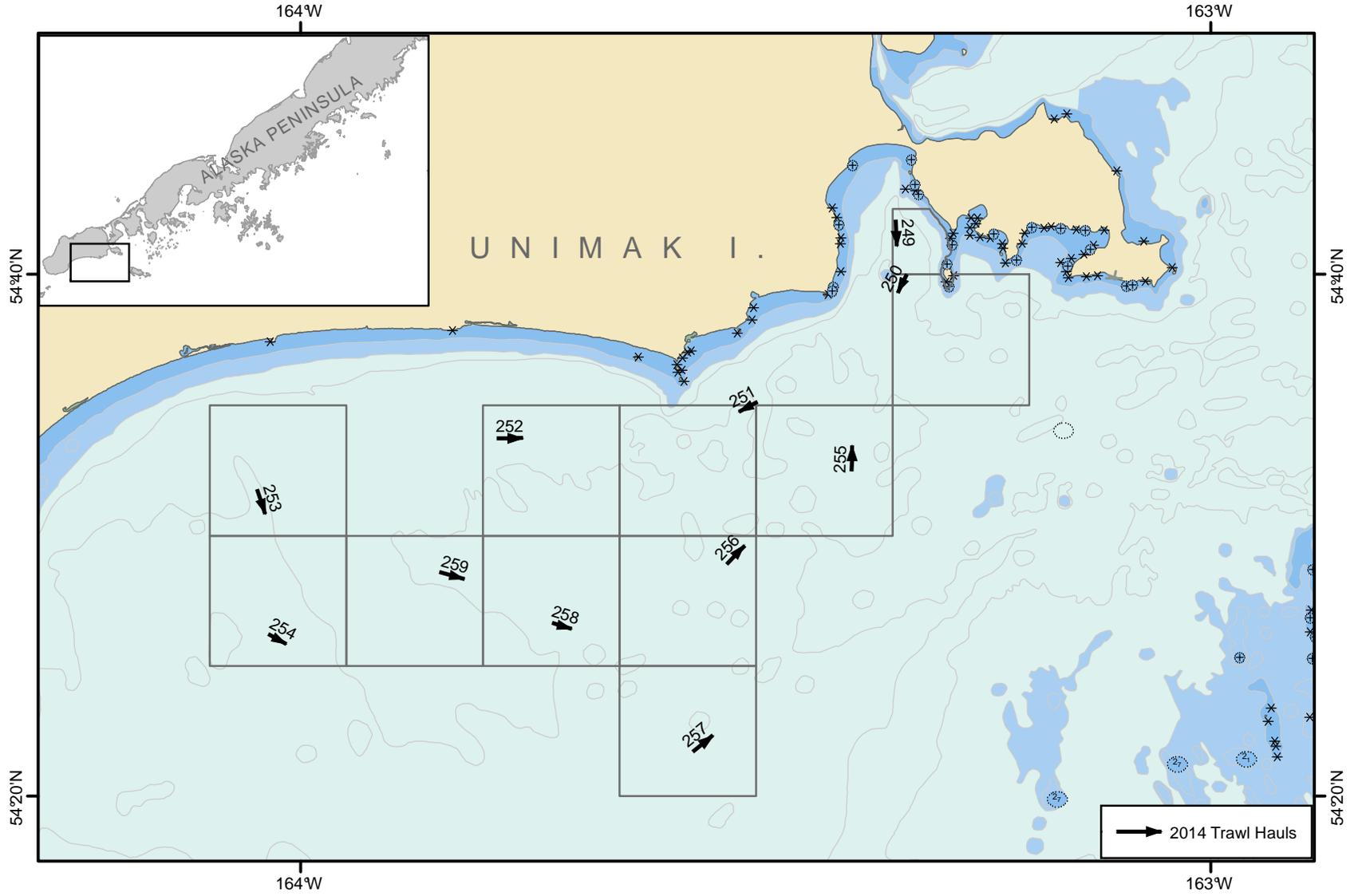


Figure 3.— Haul locations in Unimak Bight in 2014, including haul numbers.

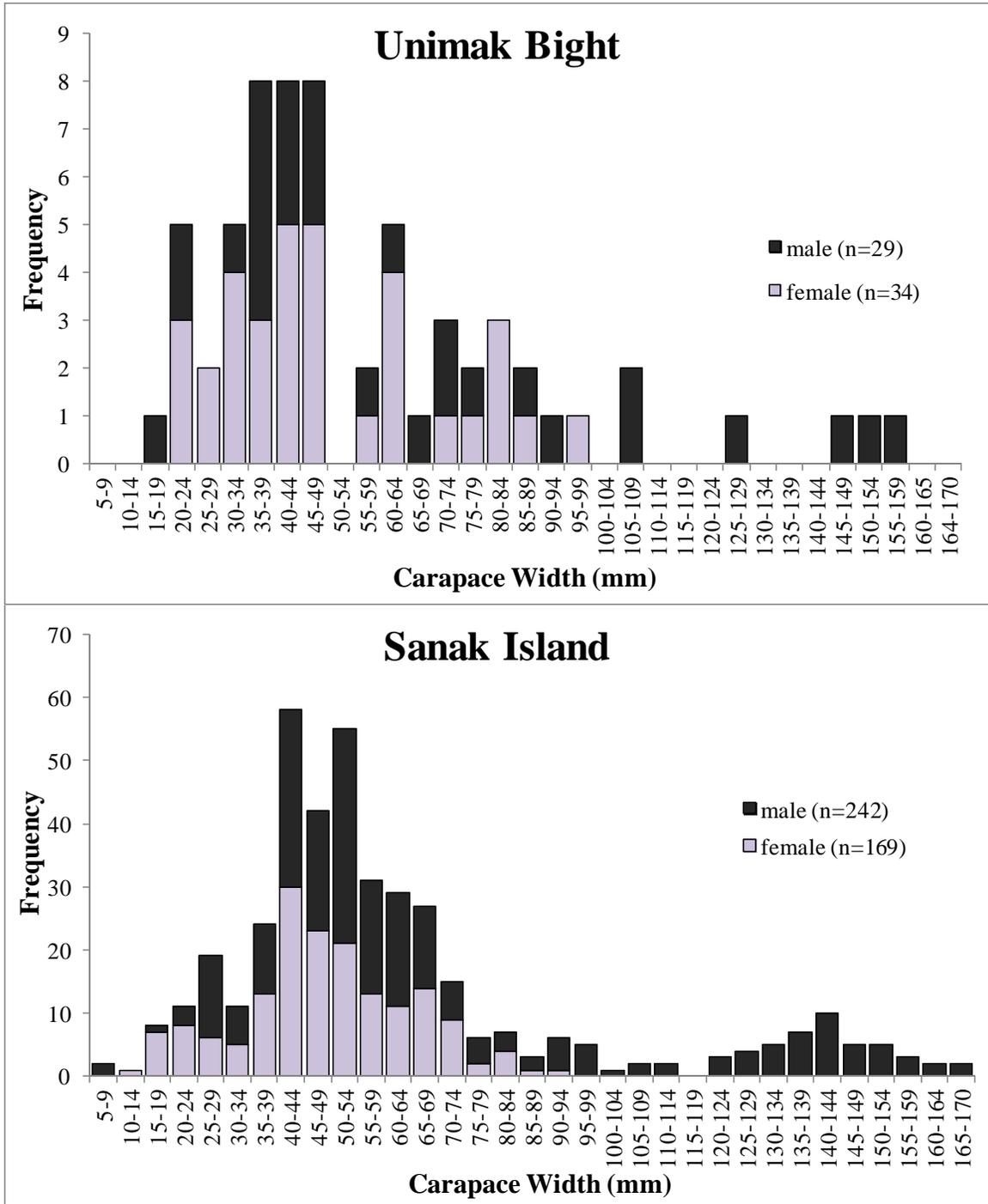


Figure 4.— Tanner crab carapace width frequencies from Unimak Bight and Sanak Island, 2014 trawl surveys.

Note: Charts are not to the same scale.

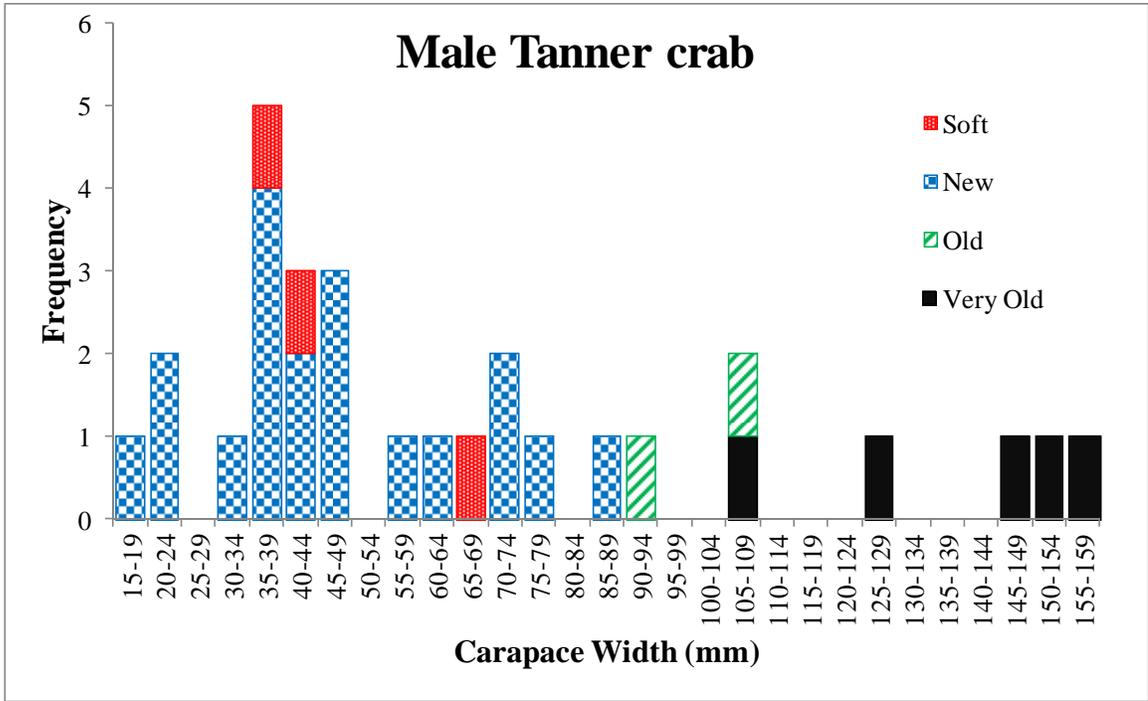


Figure 5.– Size frequency of male Tanner crab in Unimak Bight by shell condition, 2014.

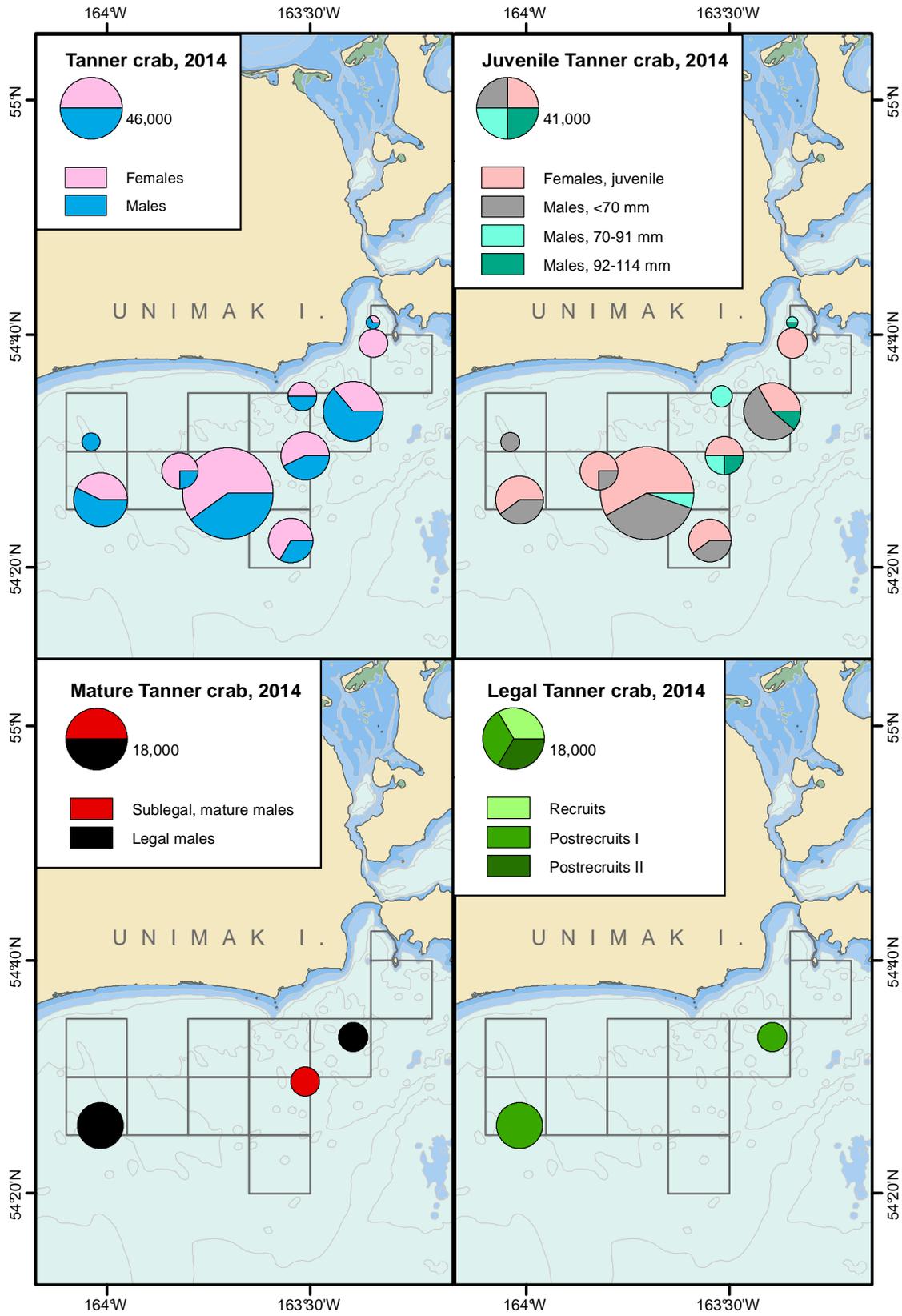


Figure 6.— Total abundance estimates of Tanner crab in Unimak Bight, 2014.

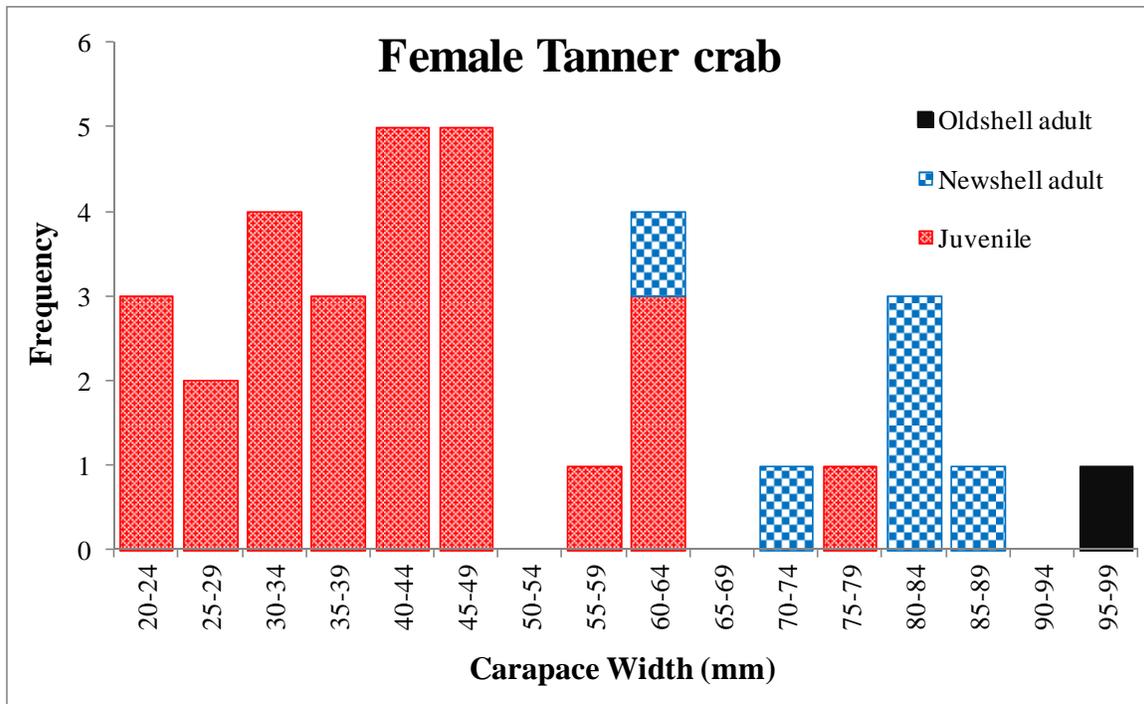


Figure 7.– Size frequency of female Tanner crab in Unimak Bight by maturity, 2014.

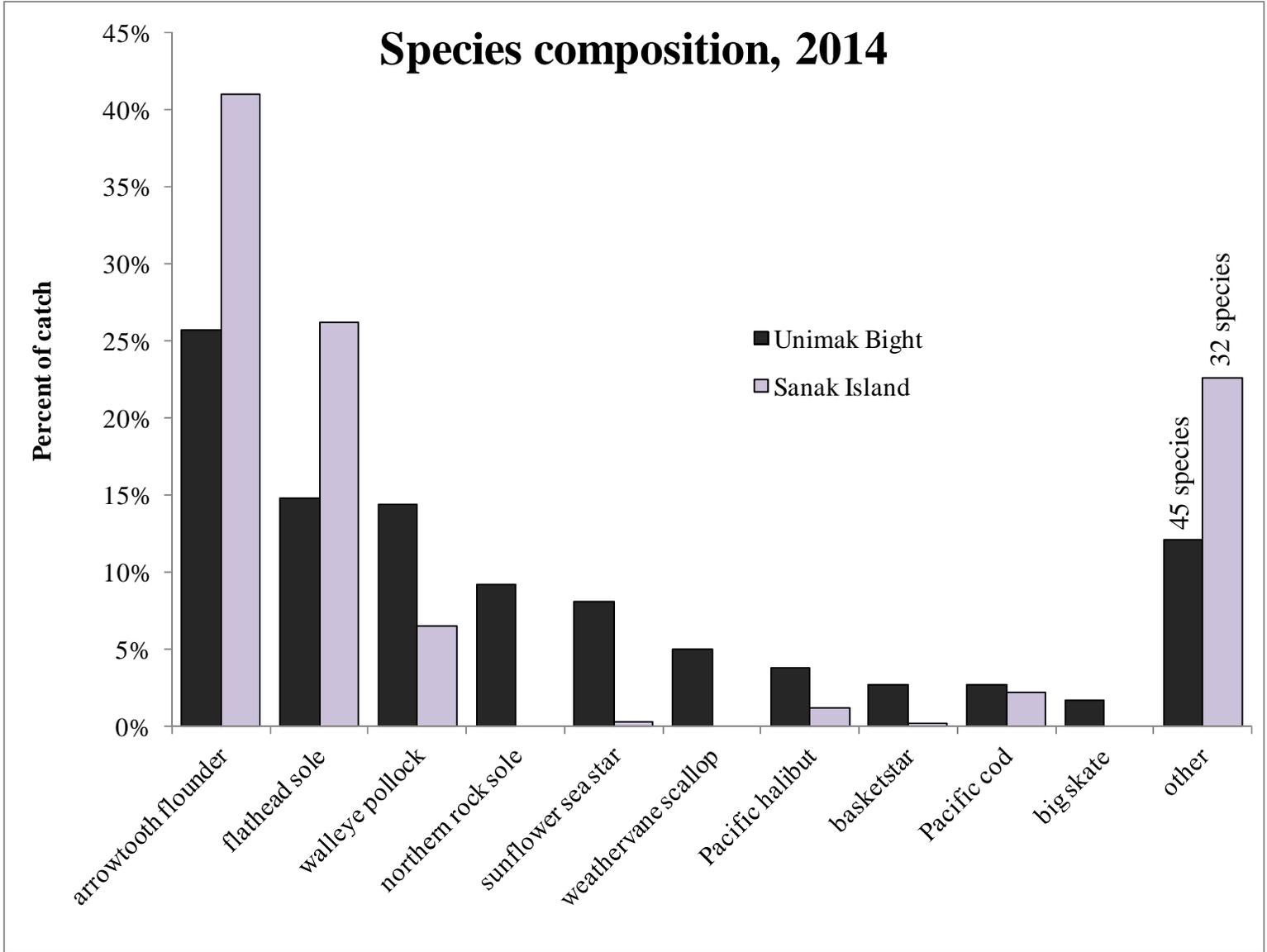
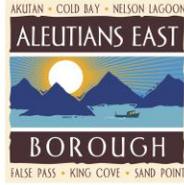


Figure 8.— Top ten species by weight from trawl survey hauls in Unimak Bight and Sanak Island, 2014.



To: Honorable Mayor Mack and AEB Assembly
From: Anne Bailey, Assistant Borough Administrator
Subject: Assembly Report
Date: February 25, 2015

Land Use Permitting System Project

Permit Applications: To date, the Borough has received 8 commercial recreation permits and one Onshore Seafood Processing Permit. Five of the 9 permits have been approved. Requests for additional information has been sent to the other entities.

Capital Requests

Our fingers are still crossed that we receive funding for some of the AEB's capital project requests. At the last meeting the Borough passed a resolution supporting the State Harbor Facility Grant Program and I have requested that a similar resolution go before the SWAMC membership at the March meeting. Also, APICDA has met with the legislature in Juneau and are helping to lobby for Nelson Lagoon Erosion project funds.

Nelson Lagoon Erosion Project

I am in the process of establishing site control along the Nelson Lagoon Shoreline for this project. This is a CDBG grant requirement.

Contract Information

A list of active contracts that I am involved in are listed below:

- URS
Akutan Harbor Floats
- Harvey Consulting
Land Use Permitting Project \$102,180
Planning Commission Contract Labor \$20,000
- HDR, Alaska
Nelson Lagoon Coastal Erosion Project \$238,492
- Alaska Chadux
Harbor Mitigation Measures-Oil Spill Response Part 3 –
False Pass Training and Equipment Familiarization \$4,900

I was out of the office on annual leave for a week and am in the process of catching up. If you have any questions, comments or concerns please contact me at (907) 274-7580 or abailey@aeboro.org.

LEGISLATIVE REPORT

By Mark Hickey, Hickey & Associates

The Budget Picture

What's new and important in Juneau!



On February 18, Governor Walker released amendments to his FY 2016 operating and capital budgets. Details can be found at [FY 2016 Amendments](#).

A major change is a one-time shift of \$6.3 million from the DOT/PF highways and aviation maintenance side to the Alaska Marine Highway System to restore service this summer consistent with the published schedule.

Other changes include restoring \$7 million for community jails and a \$20 million reduction for Medicaid funding in anticipation of savings from Medicaid reform. The UA Regents recently approved a 5% tuition increase to offset their expected funding cuts.

The House finance subcommittees will be closing out in the upcoming week. Several departments are likely to see larger reductions.

SPECIAL ORDERS

Revenue Sharing

No changes to revenue sharing with the governor's FY 16 budget amendments. Looks like FY 16 funding at a total of \$57.6 million, but a drop to \$38 million in FY 17. Governor and Senate showing little interest in a deposit of new money; some majority House members willing to consider it.

K-12 Education Funding

No changes to K-12 education funding with the governor's FY 16 budget amendments. House Finance subcommittee discussing more reductions to the department's budget.

Medicaid Expansion

Both majorities appear to want a stand-alone bill on whether to do Medicaid expansion, versus handling it in the budget. Governor may propose such a bill.

Gasline Developments

A divide may be occurring between the Governor and some majority members. In a new opinion piece ([Pipeline Op-Ec](#)), Walker calls for the state to pursue its own large diameter pipeline project by increasing the size of the Alaska Stand Alone Pipeline.

No change proposed by governor to state reimbursement for existing school debt under FY 2016 budget amendments.

Other Happenings!

Senate Judiciary reported out its comprehensive package (SB 30) to implement the marijuana initiative on February 20. It includes authority for "established villages" to access the local opt out option. "Established villages" are defined as unincorporated communities within the unorganized borough with a population of 25 or more.

Rep. Louise Stutes (R-Kodiak) introduced HB 112 to eliminate the Alaska Commercial Fisheries Entry Commission and transfer its duties to a new division within the Department of Fish and Game.

Fish Board nominee Roland Maws withdrew his name from consideration on Feb. 20. He was facing growing opposition by members of both parties.

Summary of State Legislation of Interest

Each report will provide a list of legislative measures of interest, divided into four main topics: general municipal issues, education measures, fishery & resource issues, and energy matters.

House measures are described first, followed by Senate measures. Companion bills (measures in both bodies) are usually listed together, with priority to bills sponsored by majority members.

More information about these measures and other information about the legislature can be found at [Alaska State Legislature](#), which is the new website created by the legislature.



*Check out what your legislators are up to in Juneau! New bills appear in **BLUE**, while any change in status will be in **RED**.*

General Municipal Issues

HCR 1 by Edgmon	Urges the Governor to acknowledge officially the sovereignty of Alaska tribal governments.	Heard & held House C&RA on 2/19
HJR2 by Hawker	Proposes a constitutional amendment to manage the Permanent Fund with a "Percent of Market Value" or POMV methodology.	Pending House State Affairs
HJR 3 by Edgmon	Urges the Congressional delegation to introduce legislation similar to the Alaska Safe Families and Villages Act of 2013, and support tribal courts.	Heard & held House C&RA on 2/19
HB 1 by Herron SB 16 by McGuire	Declares a comprehensive state Arctic policy. "Arctic" is defined to include the Aleutian chain.	HB 1 passed House; hearing Senate Committee on Arctic on 2/19 scheduled and recessed
HB 21 by Josephson	Authorizes the creation of regional transit authorities.	Pending House Transportation
HB 47 by Foster	Provides relief for local PERS contribution by municipalities in which the population decreased by 25% between 2000 and 2010. Governor Walker discussed this problem in his budget speech.	Heard & held House C&RA on 2/10

Continued on page 3

HB 59 by Seaton	Defines marijuana concentrates and requires the state to adopt implementation regulations.	Scheduled House H&SS on 2/26
HB 64 by Hawker SB 6 by MacKinnon SB 11 by Wielechowski	Proposes an exemption for Alaska from the requirement to observe daylight savings time.	SB 6 moved from State Affairs; Scheduled Senate FIN on 2/24 Other bills pending in respective State Affairs Cmtes.
HB 68 by Kreiss-Tompkins	Requires state agencies to post reports on the Alaska Online Public Notice System.	Moved from State Affairs; Pending House Finance
HB 71/SB 26 by governor	Capital Budget: Includes \$15 million for Renewable Energy Grants; the rest mostly matches federal money.	Overview hearings continue; Both pending in respective Finance Committees
HB 72/SB 27 by governor	Operating Budget: Sec. 24 deposits \$126.5 million into PERS and \$130.1 million into TRS for the state share of the unfunded liability.	House FIN will close out over next 2 weeks; Bills pending in respective Finance Committees
HB 75 by House C&RA	Proposes municipal regulation of marijuana by increasing local control. Does not include unincorporated communities.	Scheduled House C&RA on 2/24
HB 77 by Thompson	Proposes disability training for village public safety officers and other public safety officers.	Pending House State Affairs
HB 79 by Judiciary SB 30 by Judiciary	Revises Alaska's criminal statutes and implements the initiative to legalize and regulate marijuana. SB 30 includes authority for certain unincorporated communities to opt out.	HB 79 scheduled Judiciary 2/25 SB 30 moved from Judiciary; Scheduled Senate FIN on 2/24
HB 84 by Reinbold	Requires state agencies, municipalities, and REAAs to report on federal receipts.	Referred to House Finance
HB 95 by Tuck	Proposes several measures relating to election registration and voting, including online and same day voter registration.	Referred to House State Affairs and Judiciary
HB 96 by Thompson	Establishes rules for collecting biometric information. Applies to municipalities.	Referred to House State Affairs and Judiciary
HB 105/SB 50 by governor	Increases AIDEA's dollar amount thresholds on bonds and loans, and amends provisions of AIDEA's authority to advance a LNG production plant and natural gas energy projects and distribution systems.	HB 105 referred to Energy, Resources, L&C, and Finance Senate bill referred to Energy, Resources, and Finance

Continued on page 4

SJR 1 by Wielechowski	Proposes a constitutional amendment to restructure the permanent fund earnings reserve, including adding the POMV methodology.	Pending Senate State Affairs
SJR 9 by Gardner HJR 12 by Josephson	Urges federal government to seek enforcement of additional Exxon Valdez oil spill damages under "reopener for unknown injury" provision.	Pending respective Resources Committees
SJR 15 by Stoltze HJR 14 by Hughes SCR 4 by Stoltze HCR 4 by Hughes	Calls for a convention of the states to propose a "countermand" amendment to the Constitution of the U.S., which allows the states to nullify and repeal federal statutes, executive orders, and judicial and regulatory decisions.	All resolutions referred to respective State Affairs and Judiciary Committees; Concurrent Resolutions also have Finance referrals
SB 1 by Micciche	Proposes a comprehensive, statewide ban on smoking in work places and public places.	Heard & held Senate H&SS on 2/11
SB 13 by Wielechowski	Prohibits the state and municipalities from using assets to assist in warrantless searches of electronic data.	Pending Senate C&RA
SB 19 by Coghill	Allows a local road service area (LRSA) to include or exclude lots partially within the LRSA.	Pending Senate C&RA
SB 22 by Giessel	Reduces the state share from 8% to 5.5% to collect municipal motor vehicle registration taxes.	Heard & held Senate C&RA on 2/10
SB 36 by Giessel	Authorizes electronic publication of certain municipal notices.	Referred to Senate State Affairs and Finance
SB 43 by Coghill HB 104 by Tilton	Provides immunity for actions or omissions by a fire department or employee that is operated by or under contract to a municipality or village.	SB 43 heard & held C&RA 2/17 HB 104 referred to House C&RA and Judiciary
SB 45 by Giessel	Allows parks and recreation service areas to include lots partially within these areas.	Referred to Senate C&RA and Resources
SB 46 by Hoffman HB 101 by Herron	Authorizes the Municipal Bond Bank to issue bonds or notes for a regional health organization.	Referred to the respective Finance Committees

Education Measures

HJR 11 by Gara SJR 6 - Wielechowski	Urges Congress to enact measures to prohibit outside, unlimited independent campaign expenditures.	Referred to respective State Affairs Committees
HB 2 by Lynn	Exempts students from overtime who are working an unpaid practicum as a postsecondary student.	Pending House L&C
HB 23 by Tarr HB 44 by Millett SB 31 by Gardner SB 37 by McGuire	Erin's Law: Requires sexual abuse and sexual awareness and prevention training for all school districts. Gov. Walker says he supports it.	All bills pending in respective Education Committees SB 31 heard & held on 2/12
HB 30 by Keller	Requires completion of American constitutionalism curriculum by all districts.	Heard & held in House EDU
HB 36 by Kawasaki, Gara and 4 others	Requires prekindergarten programs in school districts and establishment of a statewide early childhood education plan.	Pending House Education
HB 63 by Gara and Ortiz	Provides a reduction in interest on postsecondary education loans for residents.	Pending House Education
HB 66 By Millett	Provides medical insurance coverage under TRS & PERS for the surviving spouse and dependent children of a deceased teacher if eligible to receive a survivor's pension under AS 14.25.157.	Pending House L&C
HB 80 by Gattis	Repeals requirement for secondary students to take college and career readiness assessments.	Referred to House EDU
HB 82 by Foster	Permits retroactive, supplemental funding for Internet services at certain rural school districts.	Pending in House EDU

Continued on page 6



**Welcoming committee at
Ittoqqortoormitt, East Greenland**

HB 85 by Reinbold	Makes secondary requirement to take college & career readiness assessments voluntary; restricts collection, storage and handling of student data.	Pending House EDU
HB 89 by Keller	Adds requirement for secondary students to pass a civics exam to gain a diploma.	Pending House EDU
HB 90 by Millett	Allows firefighters, peace officers, DPS personnel and support staff to participate in hybrid defined benefit/defined contribution retirement plan.	Pending House L&C
HB 94/SB 40 by governor	Supplemental Budget: Sec. 16 repeals the one-time funding of \$32.2 million for K-12 funding in FY 2016, and the one-time funding of \$19.9 million for K-12 funding in FY 2017. No changes due to just released Walker budget amendments.	HB 94 scheduled House Finance on 2/24 SB 40 pending in Senate FIN
HB 97 by Colver	Removes requirement to file a FAFSA under the Alaska performance scholarship program.	Pending House EDU
HB 98 by Colver	Amends existing law to allow any teacher to opt out of jury duty during the school term.	Pending House EDU
HB 102 by House EDU	Requires school districts to provide funding to residential psychiatric treatment centers for educational services.	Pending House EDU
HB 107 by Gattis	Amends membership of UA Board of Regents of to broaden geographic representation.	Referred to House EDU
HB 113 by Josephson	Provides PERS credit & state defined contribution deposits for peace officer or firefighter on workers' comp caused by an on-the-job injury.	Referred to House L&C and Finance
SCR 1 by Stevens	Creates an 11-member legislative task force on civics education.	Hearing in Senate EDU on 2/26
SJR 2 by MacKinnon	Proposes a constitutional amendment to permit bonding for postsecondary student loans.	Hearing in Senate EDU on 2/24
SB 3 by Stevens	Addresses collection, storage and handling of student data by school districts.	Pending Senate Education
SB 44 by Giessel	Amends Public Employment Relations Act to permit employees using the religious exemption to direct the required charitable contribution.	Referred to Senate L&C and Judiciary

Fishery & Resource Issues

HJR 7 by Edgmon	Opposes the proposed designation of an Aleutian Islands National Marine Sanctuary	Hearing House Resources on 2/27
HB 41 by Tilton and Munoz	Creates a new sport fishing services licensing and regulatory program.	Reported out of Fisheries; Pending House FIN
HB 53 by Kreiss-Tompkins	Restricts the use of pesticides and broadcast chemicals near certain fish habitat, water and state lands.	Pending House Transportation
HB 103 by Wilson	Eliminates authority for the Boards of Fisheries and of Game to adopt, amend or repeal a regulation unless recommended by other entities or individuals first.	Referred to House Fisheries and Resources
HB 108 by Wilson	Prohibits a state agency from adopting, administering, or enforcing a regulation, or construing state statutes, to exceed the corresponding law or standards as set by the Environmental Protection Agency (EPA).	Referred to House State Affairs and Resources
HB 112 by Stutes	Eliminates the Alaska Commercial Fisheries Entry Commission (CFEC), and transfers its duties to a new division within the Department of Fish and Game.	Referred to House Fisheries and Resources
HB 119 by Josephson	Amends language of recently passed initiative regarding approval of a large-scale mine in the Bristol Bay Fisheries Reserve by clarifying the meaning of "fisheries" and the terms "permits and authorizations". Adds new duties for DNR, DF&G and DEC related to a project in this area.	Referred to House Fisheries, Resources, and Finance Committees
SB 42 by Stoltze HB 110 by Neuman	Establishes a priority for personal use fishing for a fishery that is restricted to achieve a management goal. Provides subsistence exception.	SB 42 pending Senate STA HB 110 referred to House Fisheries and Resources
SB 48 by Stedman	Reduces the fee for a nonresident hunting or fishing license, and a big game tag for a qualifying former state resident.	Referred to Senate Resources and Finance

Energy Matters

HB 58 by Kreiss-Tompkins	Makes federally recognized tribes eligible for a loan from the Alaska energy efficiency revolving loan program.	Heard & held Energy on 2/10; Scheduled Energy on 2/26
HB 78 by Wilson	Proposes the “Alaska Competitive Energy Act of 2015” to increase competitive and nondiscriminatory procurement of electrical energy. Gives investigative authority to the Regulatory Commission of Alaska (RCA) on these matters.	Scheduled House Energy 2/24
HB 86/SB 34 by governor	Removes the nominal return target of at least 7% and directs the commissioner to invest the PCE fund in a manner to meet the fund’s objectives.	HB 86 moved from L&C on 2/20; pending House FIN SB 34 heard & held L&C 2/17
HB 118/SB 56 by governor	Authorizes municipalities to establish programs to impose assessments for energy improvements.	HB 118 referred to House Energy, C&RA, and Finance SB 56 referred to Senate C&RA and Finance
SJR 4 by Giessel HJR 8 by Talerico	Urges the federal government to allow states to regulate access to affordable and reliable electrical generation.	Senate version pending Senate Energy HJR 8 moved from House Energy; pending Resources
SB 7 by Micciche	Directs the RCA to provide a report to the legislature relating to electrical transmission in the Railbelt.	Withdrawn by sponsor

Assembly Comments

Public Comments

Date & Location of Next Meeting

Adjournment