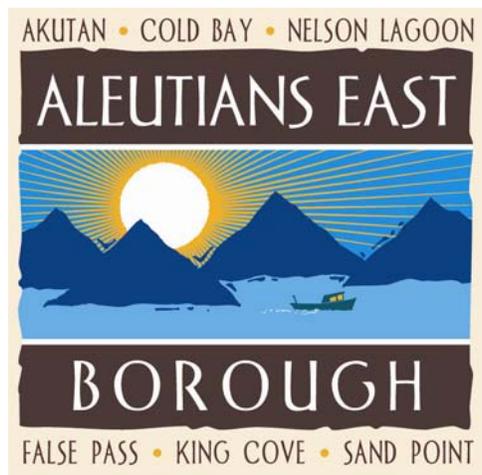


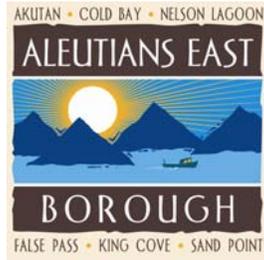
# Aleutians East Borough Assembly Meeting



**Meeting: Wednesday, April 28, 2010 – 3:00 p.m.**

# Roll Call & Establishment of a Quorum

# Adoption of Agenda



## Agenda

### Special Assembly Meeting

(packet available on website [www.aleutianseast.org](http://www.aleutianseast.org) )

**Date:** April 28, 2010  
**Time:** Meeting: 3:00 p.m.  
**Location:** Nelson Lagoon Community Building

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

1. Roll Call & Establishment of Quorum.
2. Adoption of the Agenda.
3. Community Roll Call and Public Comment on Agenda Items.
4. Minutes
  - February 24, March 17, 2010
5. Financial Reports
  - Financial Report, March, 2010
  - Investment Report, March, 2010
6. Consent Agenda
  - Introduction Ordinance 10-03, approving the FY'11 budget.
  - Introduction Ordinance 10-04, amending code section 4.36.070, tie vote determination.
7. Old Business
  - Aleutian Financial Inc. funding request.
8. New Business
  - Port Authority
9. Reports & Updates
10. Assembly Comments
11. Public Comments
12. Next Meeting Date and Location
13. Adjournment

# Community Roll Call & Public Comment on Agenda Items

# Minutes

Aleutians East Borough  
February 24, 2010

**CALL TO ORDER**

Mayor Mack called the February 24, 2010 Assembly meeting to order at 6:30 p.m. at the Sand Point Borough building.

**ROLL CALL**

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

**Advisory Members:**

Tom Hoblet, False Pass	Absent-Excused
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A quorum was present.

**Others Present:**

Sharon Boyette, Administrator  
Tina Anderson, Clerk  
Roxann Newman, Finance Director  
Clark Corbridge, Administrator Assistant  
Laura Tanis, Public Information Officer

**Agenda Additions/changes:**

New Business, Cold Bay small boat harbor

**Adoption of agenda:**

**MOTION:**

Justine moved to approve the agenda with the addition and second by Paul S.

**Community Roll Call and Public Comment on Agenda Items:**

The communities of King Cove, False Pass, Cold Bay, and the Anchorage office were participating.

**Minutes, January 14, 2010:**

**MOTION:**

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

**Financial Report, January:**

**MOTION:**

Marvin moved to approve the January Financial Report and second by Carol.

## DISCUSSION

Paul G. said at the workshop we reviewed the budget revenues with last year and the year before. Since revenues are down this year he suggested the Borough be conservative in spending even if there are no red flags at this time. Marvin added that our salmon forecast for this year is 15% lower so should take that into consideration.

## ROLL CALL

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

Investment Reports, December, January:

Available in packet.

Presentation, Lori Canady, Aleutian Financial Inc. (AFI):

Lori Canady was not available to do presentation. The Administrator said AFI is a great organization that she serves on, replacing Bob Juettner. The program finances small business and home loans. There is a big pot of money available if you are certified to receive that money. However, in order to become certified and qualify for the money, you have to have six good loans being paid back. So AFI needs money in order to loan money. APICDA, APIA, AHA and Aleut Corporation are some organizations that have donated to AFI to get them started. Bob Juettner felt the Borough might also contribute. AFI has three loans approved, but no money to loan them at this time. If the Borough wanted to develop new fisheries requiring new gear type, this program could provide those types of loans. At this time, AFI can't do any more loans until they receive more money. If the Borough is not willing to give AFI money, they are also interested in getting a \$50,000 loan from the Borough to be paid back in five years.

Marvin said these programs are great, however, revenues are down at this time. The Administrator said that AFI serves more than just our area, it includes the Pribilof Islands and out to Atka.

## CONSENT AGENDA

None.

## PUBLIC HEARING

Public Hearing Ordinance10-02, budget revision for FY10:

### MOTION

Carol moved to approve and second by Marvin.

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

## DISCUSSION

Paul G. said he is not sensing from the assembly wanting to amend the budget. He felt administration costs are high and suggested the option of a cut back on Anchorage costs by 20%. He stressed the importance of all department heads to save money due to the revenue

decline. He believes next fiscal year we will have potential liabilities that will far outrun our revenues.

Carol asked why, under administration, rent went from \$13,100 to \$36,980. The Finance Director said rent has increased for the office space for Sharon, Clark, Jeanie and the shared common spaces. Laura's office rent comes out of her budget as well as Ted's. The Administrator explained that city of Akutan, AEB and city of King Cove all have some ownership in the building in which money does come back to.

**ROLL CALL**

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

**RESOLUTIONS**

Resolution 10-09, Approving a revised Akutan Airport Co-Sponsorship Agreement:

**MOTION**

Paul G. moved to rescind Resolution 10-08, which previously approved the Agreement. Second by Justine.

**DISCUSSION**

Paul G. said it is appropriate to rescind. Paul S. said as we get further down the road on this project he wants more information being provided to the Assembly and wants to know ahead of time if the AEB is considering getting involved in fuel transporting.

**ROLL CALL**

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

**MOTION**

Marvin moved to approve Resolution 10-09 and second by Ken.

**DISCUSSION**

Paul G. said he voted against the agreement previously because he does not believe the hovercraft is going to perform the duties and meet the requirements of the agreement. He feels it has not been thought out well. Marvin said we have been dealt a bad deck of cards, however with all the work we've done is in support of this agreement.

**ROLL CALL**

Carol-yes, Marvin-yes, Ken-yes, Justine-yes, Paul S.-yes, Paul G.-no. Passed.

**OLD BUSINESS**

Choose AEB's strategic initiatives (carryover from Assembly retreat):

Mayor Mack said after discussing at the workshop the Assembly needs more time to review.

**NEW BUSINESS**

**King Cove Road/Land Exchange Environmental Impact Statement (EIS):**

Paul G. thanked Henry Mack, City of King Cove Mayor, for clarifying some of the points on the EIS at workshop as well as the funding issues that we need to address and update on the potential senate action. He asked about the public hearings. Mayor Henry Mack said the public scoping meetings are March 4 in Anchorage and March 11 in Washington D.C. Paul S. would like to see them get through the process quicker and capture more revenue to do EIS. Mayor Henry Mack said we are attempting to do that. Marvin pointed out that there will be public hearings in Sand Pt., Cold Bay, King Cove, False Pass and Nelson Lagoon also.

The Administrator noted that the city of King Cove pays Dan Rowley for his work on the EIS and the Borough pays Dan Rowley for work on NE corner road project.

**Cold Bay Terminal Repairs Discussion:**

Paul G. said we discussed the terminal repairs thoroughly at the workshop with the attorneys. He noted that at the next meeting we will have a presentation by the attorney with a possible executive session to discuss legal issues if needed.

**New hovercraft expenses and passenger history discussion:**

The Assembly thoroughly reviewed hovercraft operation data included in the packet at the workshop.

Carol proposes to have hovercraft operating for two more months, see if we can get mail contract and decrease insurance costs. Justine requested as much detail that can be provided to assist us with our decision. Mayor Mack explained that operation costs have been high due to a lot of repairs needed.

**Bond information for next bond sale:**

Postponed until next meeting.

**Sand Point School gym floor discussion:**

Paul G., on behalf of students supports the gym floor to be replaced. Mayor Mack said the floor replacement will begin in May and then the Borough will submit to the state for reimbursement.

**Cold Bay small boat harbor:**

Mayor Mack will meet with Cold Bay Mayor Lopez. At this time there are a lot of unanswered questions.

**REPORTS AND UPDATES**

Mel Gillis is now appealing to the Alaska Supreme Court on the land issue. He has paid the Borough the attorney fees of \$21,000 ordered by the judge. He is also pursuing a bill that is being introduced by Senator Lesil McGuire regarding how lease holders are treated by the state, however, won't help Mr. Gillis on this issue. She discussed with Mr. Gillis and his lobbyist that the Borough will not sell him the land nor pay him for his improvements. A long term lease will

be offered to Mr. Gillis for the land and before Mayor Mack signs the lease it will be presented to the Assembly. Paul G. asked if this is new land or the same land being discussed. The Administrator said Mr. Gillis also uses land that extends beyond his boundaries and we charge him \$800 a year for use of that land. She added that a survey should be considered. Justine noted that a surveyor is coming out to Nelson Lagoon this summer. Sharon said she has talked to the surveyor.

Priority Projects: For the Sand Pt harbor float system, funding has been requested through the harbor grant program. If we don't receive the funding, then asking for direct appropriation. Cold Bay NE corner road project, we requested stimulus money and if we don't receive it, then requesting through direct appropriation. The Cold Bay apron funding request is for direct appropriation -- made a direct request for \$1M. We also made same request for a federal appropriation through Murkowski's office.

#### ASSEMBLY COMMENTS

none

#### PUBLIC COMMENTS

Allan Hill, Sand Point Public Works Director, said there is a growing accumulation of metal in our landfills. He suggested that the Borough fund someone to come into the communities, crush the scrap metal and remove it. The Administrator said she had previously written three mini-grants for removal in Cold Bay, Sand Point and False Pass. The grant was for \$90,000 and a lot of scrap metal. She couldn't find a barge company to do the project for that price. Mr. Hill suggested that the Borough also mention the problem to Representative Bryce Edgmon. Mr. Hill also said that he has been clearing Red Cove Lake stream to allow fish passage annually. He suggested the Borough apply for a grant to identify the streams that have a return, pay someone to clear them and catalog the streams. He added John Nelson Lake opening has washed away and needs to be repaired.

#### NEXT MEETING DATE AND TIME

March 16 work session with the School Board, Assembly meeting on March 17.

#### ADJOURNMENT

Justine moved to adjourn and second by Marvin. Hearing no objections the meeting adjourned at 7:45 p.m.

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Mayor

Date

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Clerk

Date

Aleutians East Borough Assembly Meeting  
March 17, 2010

CALL TO ORDER

Mayor Mack called the March 17, 2010 Assembly meeting to order at 1:00 p.m. at the Anchorage office building and by teleconference in the Borough communities.

ROLL CALL

Mayor Stanley Mack	Present
Paul Gronholdt	Present
Carol Foster	Present
Marvin Mack	Present
Ken McHugh	Present
Paul Schaack	Present
Joe Bereskin, Sr.	Present
Justine Gundersen, Nelson Lagoon	Present

Advisory Members:

Tom Hoblet, False Pass	Absent-Excused
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A quorum was present.

Others Present:

Sharon Boyette, Administrator  
Tina Anderson, Clerk  
Roxann Newman, Finance Director  
Clark Corbridge, Administrator Assistant  
Laura Tanis, Public Information Officer

Agenda Additions/changes:

New Business, Cold Bay small boat harbor

Adoption of agenda:

MOTION:

Roll Call & Establish of Quorum:

Agenda Additions:

Executive Session, Izembek road, strategies and tactics

Adoption of Agenda:

Justine moved to approve the agenda with the addition and second by Carol.

Community Roll Call:

Participating by teleconference are the communities of Sand Point, King Cove, False Pass, Cold Bay

Minutes, February 2010:

No one had time to review the minutes. Paul G. moved to postpone until next meeting. Second by Ken. There were no objections motion approved.

Financial Report, February:

Paul G. requested the Administrator explain the Akutan harbor account withdrawal of around \$500,000 (Investment report, page 56). The Administrator explained that the two withdrawals from Akutan harbor account are for the project start up.

Administrator said hovercraft revenues for the month are around \$1,200, expenses are around \$47,000. Page 9 of 25, shows expenditure for Cold Bay dock repairs along with city of Cold Bay and insurance coverage. Paul S. noted more repairs are needed to the dock.

MOTION

Ken moved to adopt the February financial report and second by Carol. There were no objections, motion approved.

Investment Report:

Available In packet.

CONSENT AGENDA

- Resolution 10-10, FY11 Community Revenue Sharing Application.

MOTION

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

DISCUSSION

House keeping item every year. The amount of \$387,000we is the amount we're scheduled to receive to go into the general administration.

ROLL CALL

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

OLD BUSINESS

Bond Sale – Presentation by Geoff Urbina:

Joe Levesque, Borough attorney, explained that October 2007 a \$5M bond was approved by the voters. Geoff Urbina works as the underwriter. The \$3M bond amount is for Akutan airport marine link, \$2m is other Borough transportation. The underwriter sells the bonds.

In reviewing the bond process, Geoff Urbina said he does a lot of municipal bonds for capital projects. They sell the loans out on Wall Street in the form of bonds. The ARRA (American recovering Reinvestment Act) signed by Obama has changed things in that there are extraordinary low rates at this time and municipal bonds are working quite well. Rates in the past were at 5-6%. Most deals recently are at high 3% to low 4%. The process is making sure all the cash flow money is delivered and legal documents are structured appropriately. The process will take 8 to 10 weeks so looking at late July. For historical reference, in 1981, interest rates were up to 13%. Today is 7% to 3-4%.

Mr. Urbina reviewed the municipalities that received ARRA money, the allocation list in Alaska show AEB did not make the allocation list along with others municipalities, however, if municipalities do not use the money, it will go back to the state. He reviewed the issuance by state. There is current legislation that provides for extension on the five Build America Bonds. The new ARRA provisions are the recovery reinvestment and the Build America Bonds.

Ken asked about what the mixed maturity rate? Mr. Urbina said it is market driven. His goal is to issue level debt service payments.

Joe Levesque said the bond closing will be in Anchorage. He said some municipalities allow some students the educational experience to attend the bond closing. The Borough could bring some students to a bond closing or do a bond closing in AEB.

#### Aleutian Financial Inc. Presentation by Lori Canady:

Lori Canady said the Community Development Financial Institutions (CDFI) are a financial institution funded underneath the U.S. Treasury Dept. AFI is a loan fund program set up to serve the Aleutian area for home loans, car loans and small business loans. She is coming to AEB for seed money. AFI needs to have capital in order to get certified to qualify for CDFI funding. AFI has three loans on the books, two in AEB. There are three more ready and waiting for funding. AFI can back a loan with deed of trust. Dan Duame, with Aleutian Housing Authority (AHA), does our legal and has done a lot to get incorporated. AFI has received money from APICDA, TAC, and APIA. Once we're certified by U.S. Treasury Dept., AFI will have access to \$1M and all that money will be funneled into the Aleutians. AFI is able to give 2% loans because we get low interest money and can get money without a lot of cost.

Carol asked how much is AFI looking for. AHA put up the \$50,000 to begin. Lori is asking for \$50,000 as a grant or as a loan from AEB. The Administrator said AEB can give them a grant and they would loan out, or can give a loan to AFI with an agreement to pay back in five years. Carol asked how much is necessary for the certification. Ms. Canady said they don't give an amount just a requirement of six loans being paid back. She said Bristol Bay Corporation is also starting its own CDFI.

#### NEW BUSINESS

No items

#### REPORTS AND UPDATES

##### Hovercraft mail contract:

Administrator said the Administrator Assistant gave update on mail contract for hovercraft. The postal service said they worked on contract specifications, in 30-40 days a solicitation will be offered and then we will have to respond to that with our proposal. They will then respond to that so it will be awhile before we receive a mail contract.

##### Sand Point gym floor:

Paul G. asked what date the bids are due from the day we began advertising. The Administrator answered 30 days.

##### Funding Request from Sand Point Library:

The Borough received a funding request from Sand Point librarian Marta Varga. Ms. Marta is looking for matching funds for the Bill & Melinda Gates Foundation grant for the purchase of a computer and interactive whiteboard. She had raised the matching funds for the grant but the cash was stolen and is requesting \$350 from the Borough. Assembly briefly discussed donation policy to determine whether request qualified under policy.

#### MOTION

Justine moved to donate the \$350 to the Sand Point Library. Second by Ken.

#### ROLL CALL

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

#### Mel Gillis land issue:

Borough attorney, Joe Levesque, updated the Assembly on Mel Gillis land issue saying last meeting we were waiting from court on ruling on attorney fees. The court did award the AEB \$21,000 and by the time paid it totaled \$25,000. It is more like 15-20% of what was expended. Since that time Mel Gillis has paid that amount of money to the AEB. We thought he might ask AEB to waive the attorney fees and not go to Supreme Court, but he paid the fees. DNR will file a legal brief and then Mr. Gillis will file a brief. There are some negotiations going on by Mel Gillis lobbyist Pat Carter. He is in direct contact with the Administrator. When AEB selected lands the state lease agreement came with that. We had begun negotiating with him on a new AEB lease and he never got back to us, then we had litigation and AEB won. Now Mr. Carter said if we can find a way to get a new lease he will drop the court case. The Mayor and Administrator are working to get a draft lease together. The lease can not be signed until it goes before the Assembly for approval. Mayor Mack said lobbyist has the authority to act on behalf of Mel Gillis and attorney also is acting on behalf of Mr. Gillis, however there is nothing in writing stating that. Mr. Levesque agreed to get a written authorization saying attorney is representing Mr. Gillis. Mr. Levesque feels some agreement can be made.

Paul G asked if lease may or may not be transferable. Borough attorney said we're offering a 25 year lease and there is four years on present lease still. The new lease will allow Mr. Gillis to assign lease to someone else. There will be stipulations requiring it to be someone who can pay and run a safe operation. Paul G. asked if an option is not to have a lease extension. The attorney said it is the AEB Assembly decision, if no lease is offered, the state says he has so many days to get rid of improvements and anything else auctioned off. He is sure the court will render a decision before the present lease expires. He said the AEB chose that property because it was a leased property, even though a small amount of money at least something besides raw fish tax is coming in.

#### Michael Christiansen, Eastern Aleutian Tribes (EAT):

Michael Christiansen, new EAT Director, Introduced himself and gave an update on what is happening at EAT and what will happen in the region. He said a new five year plan is in the works. He will be visiting the region and holding listening sessions and visiting offices and schools. He will give updates to the communities during visit and that his office is open. He was able to go to the King Cove road /land exchange scoping meeting to make public comments on the medical side. He will have some direct communication and will get announcements out to the region when schedule is complete. If anyone has suggestions, ideas or comments contact him. He thanked the Assembly for their support and service.

#### Akutan airport project:

Akutan airport bids open on May 19. Four qualified bids have been received already.

#### Road corridor/land exchange EIS scoping meetings:

Scoping meetings in AEB begin April 26 starting in Sand Point with King Cove scoping meeting last.

#### EXECUTIVE SESSIONS

**MOTION**

Paul G. moved to recess into Executive Session to discuss strategies for Cold Bay road through Izembek and to discuss legal tactics and strategies regarding the Cold Bay Terminal. Second by Marvin. There were no objections, motion approved. The Assembly went into Executive Session at 2:43 p.m.

The Assembly came out of Executive Session at 3:30 p.m. Mayor Mack said no action was taken, instructed attorney on legal tactics and strategies.

**MOTION**

Paul G. moved to authorize the Mayor and Administrator to use legal assistance to go through claims process. Second by Marvin.

**ROLL CALL**

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

**MOTION**

Paul G. moved to allow the Mayor to do emergency repairs on terminal immediately and prepare bid package to get building up to FAA approval. Second by Ken.

**ROLL CALL**

Marvin-yes, Justine-yes, Carol-yes, Paul G.-yes, Joe-no, Ken-yes, Paul S.-yes. Passed.

**Aleutian Energy Summit:**

There is an Aleutian Energy Summit April 24-25. The Administrator said if anyone wants to attend please contact the Clerk.

**ASSEMBLY COMMENTS**

Paul S. said Cold Bay dock still needs more repair. He will request the city of Cold Bay write a letter to AEB.

Joe asked whether the \$2M for other transportation has been allocated. The Administrator said there was discussion to use for the King Cove/Cold Bay road. The Clerk will research the discussion.

Paul G. asked if there is a Knik Construction schedule for the Akutan boat harbor yet. The Administrator will check.

**PUBLIC COMMENTS**

None

**NEXT MEETING DATE AND TIME**

Date and time will be determined later. Suggested locations are Nelson Lagoon or False Pass.

**ADJOURNMENT**

Justine moved to adjourn and second by Marvin. Hearing no objections the meeting adjourned at 3:43 p.m.

Mayor

Date

Clerk

Date

UNAPPROVED

# Financial Report

**ALEUTIANS EAST BOROUGH**  
**\*Revenue Guideline©**

04/05/10 10:49 AM

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Current Period: MARCH 09-10

Act Status	Account	Descr	YTD Budget	YTD Amount	MTD Amount	Balance	% of Budget
<b>FUND 01 GENERAL FUND</b>							
Active	R 01-201	INTEREST REVENUE	\$68,000.00	\$4,059.65	\$0.00	\$63,940.35	5.97%
Active	R 01-203	OTHER REVENUE	\$7,000.00	\$3,532.38	\$242.86	\$3,467.62	50.46%
Active	R 01-204	OPERATING TRANSFER FR	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 01-206	AEBSD Fund Balance Refund	\$0.00	\$405,521.97	\$0.00	-\$405,521.97	0.00%
Active	R 01-218	AEB RAW FISH TAX	\$2,635,000.00	\$2,101,052.66	\$307,628.09	\$533,947.34	79.74%
Active	R 01-265	STATE RAW FISH TAX	\$1,492,720.00	\$2,119,327.51	\$0.00	-\$626,607.51	141.98%
Active	R 01-266	STATE EXTRATERRITORIAL	\$108,350.00	\$272,955.30	\$272,955.30	-\$164,605.30	251.92%
Active	R 01-267	STATE FISH LANDING TAX	\$45,115.00	\$96,141.76	\$13,340.55	-\$51,026.76	213.10%
Active	R 01-268	State"Loss" Of Raw Fish Tax	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 01-270	STATE REVENUE OTHER	\$387,000.00	\$407,567.00	\$0.00	-\$20,567.00	105.31%
Active	R 01-276	AEB SCHOOL	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 01-277	STATE BOND REBATE	\$1,045,464.00	\$307,159.00	\$0.00	\$738,305.00	29.38%
Active	R 01-278	COASTAL MANAGEMENT G	\$18,000.00	\$7,875.00	\$3,937.50	\$10,125.00	43.75%
Active	R 01-291	PLO-95 PAYMNT IN LIEU OF	\$559,000.00	\$0.00	\$0.00	\$559,000.00	0.00%
Active	R 01-292	USFWS LANDS	\$25,000.00	\$0.00	\$0.00	\$25,000.00	0.00%
<b>FUND 01 GENERAL FUND</b>			<b>\$6,390,649.00</b>	<b>\$5,725,192.23</b>	<b>\$598,104.30</b>	<b>\$665,456.77</b>	<b>89.59%</b>

**ALEUTIANS EAST BOROUGH**

04/05/10 11:28 AM

**\*Expenditure Guideline©**

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Current Period: MARCH 09-10

Act Status	Account	Descr	YTD Budget	YTD Amount	MTD Amount	Balance	% of Budget
<b>Fund 01 GENERAL FUND</b>							
<b>DEPT 100 MAYORS OFFICE</b>							
<b>SUBDEPT 000</b>							
Active	E 01-100-000-300	SALARIES	\$67,204.00	\$50,402.88	\$5,600.32	\$16,801.12	0.75
Active	E 01-100-000-350	FRINGE BENEFITS	\$24,580.00	\$19,561.50	\$2,173.50	\$5,018.50	0.7958
Active	E 01-100-000-400	TRAVEL AND PERDIEM	\$36,000.00	\$14,860.63	\$1,500.00	\$21,139.37	0.4128
Active	E 01-100-000-425	TELEPHONE	\$2,400.00	\$1,318.62	\$203.61	\$1,081.38	0.5494
Active	E 01-100-000-475	SUPPLIES	\$1,000.00	\$379.99	\$0.00	\$620.01	0.38
Active	E 01-100-000-554	AK LOBBIST	\$36,000.00	\$30,300.00	\$0.00	\$5,700.00	0.8417
Active	E 01-100-000-555	FEDERAL LOBBIST	\$75,600.00	\$44,100.00	\$6,300.00	\$31,500.00	0.5833
		<b>SUBDEPT 000</b>	<b>\$242,784.00</b>	<b>\$160,923.62</b>	<b>\$15,777.43</b>	<b>\$81,860.38</b>	<b>66.28%</b>
		<b>DEPT 100 MAYORS OFFICE</b>	<b>\$242,784.00</b>	<b>\$160,923.62</b>	<b>\$15,777.43</b>	<b>\$81,860.38</b>	<b>66.28%</b>
<b>DEPT 105 ASSEMBLY</b>							
<b>SUBDEPT 000</b>							
Active	E 01-105-000-300	SALARIES	\$25,000.00	\$12,600.00	\$2,800.00	\$12,400.00	0.504
Active	E 01-105-000-350	FRINGE BENEFITS	\$55,000.00	\$56,730.96	\$6,551.74	-\$1,730.96	1.0315
Active	E 01-105-000-400	TRAVEL AND PERDIEM	\$40,000.00	\$32,764.28	\$7,520.04	\$7,235.72	0.8191
Active	E 01-105-000-425	TELEPHONE	\$4,500.00	\$2,362.00	\$295.25	\$2,138.00	0.5249
Active	E 01-105-000-475	SUPPLIES	\$500.00	\$1,193.42	\$12.26	-\$693.42	2.3868
Active	E 01-105-000-476	Plan Evaluation	\$10,000.00	\$12,875.07	\$227.98	-\$2,875.07	1.2875
		<b>SUBDEPT 000</b>	<b>\$135,000.00</b>	<b>\$118,525.73</b>	<b>\$17,407.27</b>	<b>\$16,474.27</b>	<b>87.80%</b>
		<b>DEPT 105 ASSEMBLY</b>	<b>\$135,000.00</b>	<b>\$118,525.73</b>	<b>\$17,407.27</b>	<b>\$16,474.27</b>	<b>87.80%</b>
<b>DEPT 150 PLANNING/CLERKS DEPARTMENT</b>							
<b>SUBDEPT 000</b>							
Active	E 01-150-000-300	SALARIES	\$79,220.00	\$48,940.01	\$3,651.15	\$30,279.99	0.6178
Active	E 01-150-000-350	FRINGE BENEFITS	\$26,156.00	\$18,643.91	\$1,496.92	\$7,512.09	0.7128
Active	E 01-150-000-380	CONTRACT LABOR	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 01-150-000-400	TRAVEL AND PERDIEM	\$12,500.00	\$2,124.00	\$1,200.00	\$10,376.00	0.1699
Active	E 01-150-000-425	TELEPHONE	\$7,500.00	\$4,638.70	\$827.70	\$2,861.30	0.6185
Active	E 01-150-000-450	POSTAGE/SPEED PAK	\$500.00	\$317.74	\$0.00	\$182.26	0.6355
Active	E 01-150-000-475	SUPPLIES	\$9,000.00	\$3,820.37	\$447.29	\$5,179.63	0.4245
Active	E 01-150-000-500	EQUIPMENT	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 01-150-000-526	UTILITIES	\$12,000.00	\$13,244.64	\$1,648.21	-\$1,244.64	1.1037
Active	E 01-150-000-530	DUES AND FEES	\$5,000.00	\$2,610.95	\$0.00	\$2,389.05	0.5222
Active	E 01-150-000-650	ELECTION	\$8,300.00	\$7,450.00	\$0.00	\$850.00	0.8976
Active	E 01-150-000-670	Planning Commision	\$7,000.00	\$8,264.00	\$1,200.00	-\$1,264.00	1.1806
Active	E 01-150-000-961	OIL & GAS STUDY-Review BIF	\$10,000.00	\$9,872.00	\$0.00	\$128.00	0.9872
		<b>SUBDEPT 000</b>	<b>\$177,176.00</b>	<b>\$119,926.32</b>	<b>\$10,471.27</b>	<b>\$57,249.68</b>	<b>67.69%</b>
<b>SUBDEPT 051 State Coastal Management</b>							

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Act Status	Account	Descr	YTD Budget	YTD Amount	MTD Amount	Balance	% of Budget
Active	E 01-150-051-300	SALARIES	\$10,601.25	\$8,859.39	\$2,953.13	\$1,741.86	0.8357
Active	E 01-150-051-350	FRINGE BENEFITS	\$3,533.75	\$2,953.11	\$984.37	\$580.64	0.8357
Active	E 01-150-051-400	TRAVEL AND PERDIEM	\$3,865.00	\$724.00	\$0.00	\$3,141.00	0.1873
		<b>SUBDEPT 051 State Coastal Management</b>	\$18,000.00	\$12,536.50	\$3,937.50	\$5,463.50	69.65%
		<b>DEPT 150 PLANNING/CLERKS DEPARMENT</b>	\$195,176.00	\$132,462.82	\$14,408.77	\$62,713.18	67.87%
<b>DEPT 200 ADMINISTRATION</b>							
<b>SUBDEPT 000</b>							
Active	E 01-200-000-300	SALARIES	\$268,681.00	\$200,039.91	\$22,152.98	\$68,641.09	0.7445
Active	E 01-200-000-350	FRINGE BENEFITS	\$92,160.00	\$70,885.01	\$7,995.48	\$21,274.99	0.7692
Active	E 01-200-000-380	CONTRACT LABOR	\$10,000.00	\$15,320.00	\$3,000.00	-\$5,320.00	1.532
Active	E 01-200-000-382	ANCHORAGE OFFICE	\$0.00	\$11,370.77	\$311.59	-\$11,370.77	0
Active	E 01-200-000-400	TRAVEL AND PERDIEM	\$15,000.00	\$11,375.83	\$116.81	\$3,624.17	0.7584
Active	E 01-200-000-425	TELEPHONE	\$6,000.00	\$3,262.60	\$509.64	\$2,737.40	0.5438
Active	E 01-200-000-450	POSTAGE/SPEED PAK	\$2,500.00	\$1,290.86	\$0.00	\$1,209.14	0.5163
Active	E 01-200-000-475	SUPPLIES	\$18,120.00	\$14,831.38	\$2,558.96	\$3,288.62	0.8185
Active	E 01-200-000-500	EQUIPMENT	\$4,500.00	\$0.00	\$0.00	\$4,500.00	0
Active	E 01-200-000-525	RENTAL/LEASE	\$36,980.00	\$24,571.67	\$3,081.87	\$12,408.33	0.6645
Active	E 01-200-000-530	DUES AND FEES	\$1,500.00	\$1,085.00	\$0.00	\$415.00	0.7233
		<b>SUBDEPT 000</b>	\$455,441.00	\$354,033.03	\$39,727.33	\$101,407.97	77.73%
		<b>DEPT 200 ADMINISTRATION</b>	\$455,441.00	\$354,033.03	\$39,727.33	\$101,407.97	77.73%
<b>DEPT 250 FINANCE DEPARTMENT</b>							
<b>SUBDEPT 000</b>							
Active	E 01-250-000-300	SALARIES	\$102,811.00	\$81,119.29	\$9,711.82	\$21,691.71	0.789
Active	E 01-250-000-350	FRINGE BENEFITS	\$43,000.00	\$33,189.41	\$3,946.21	\$9,810.59	0.7718
Active	E 01-250-000-380	CONTRACT LABOR	\$0.00	\$45.00	\$0.00	-\$45.00	0
Active	E 01-250-000-400	TRAVEL AND PERDIEM	\$4,000.00	\$4,157.41	\$1,427.00	-\$157.41	1.0394
Active	E 01-250-000-425	TELEPHONE	\$5,000.00	\$2,643.78	\$335.42	\$2,356.22	0.5288
Active	E 01-250-000-450	POSTAGE/SPEED PAK	\$1,500.00	\$1,917.13	\$15.00	-\$417.13	1.2781
Active	E 01-250-000-475	SUPPLIES	\$10,500.00	\$11,628.73	\$833.44	-\$1,128.73	1.1075
Active	E 01-250-000-500	EQUIPMENT	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 01-250-000-526	UTILITIES	\$4,000.00	\$1,947.58	\$135.79	\$2,052.42	0.4869
Active	E 01-250-000-550	AUDIT	\$45,000.00	\$29,885.00	\$0.00	\$15,115.00	0.6641
		<b>SUBDEPT 000</b>	\$215,811.00	\$166,533.33	\$16,404.68	\$49,277.67	77.17%
		<b>DEPT 250 FINANCE DEPARTMENT</b>	\$215,811.00	\$166,533.33	\$16,404.68	\$49,277.67	77.17%
<b>DEPT 650 RESOURCE DEPARTMENT</b>							
<b>SUBDEPT 000</b>							
Active	E 01-650-000-300	SALARIES	\$115,976.00	\$90,092.00	\$9,664.64	\$25,884.00	0.7768
Active	E 01-650-000-350	FRINGE BENEFITS	\$37,178.00	\$28,564.88	\$3,221.20	\$8,613.12	0.7683

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Active	E 01-650-000-380	CONTRACT LABOR	\$60,000.00	\$45,000.00	\$5,000.00	\$15,000.00	0.75
Active	E 01-650-000-400	TRAVEL AND PERDIEM	\$35,000.00	\$17,323.70	\$1,200.00	\$17,676.30	0.495
Active	E 01-650-000-402	NPFMC Meetings	\$15,000.00	\$2,600.00	\$0.00	\$12,400.00	0.1733
Active	E 01-650-000-403	BOF Meetings	\$25,000.00	\$18,624.03	\$375.60	\$6,375.97	0.745
Active	E 01-650-000-425	TELEPHONE	\$5,200.00	\$3,337.84	\$415.61	\$1,862.16	0.6419
Active	E 01-650-000-450	POSTAGE/SPEED PAK	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 01-650-000-475	SUPPLIES	\$3,000.00	\$1,205.59	\$120.00	\$1,794.41	0.4019
Active	E 01-650-000-500	EQUIPMENT	\$0.00	\$0.00	\$0.00	\$0.00	0
<b>SUBDEPT 000</b>			<b>\$296,354.00</b>	<b>\$206,748.04</b>	<b>\$19,997.05</b>	<b>\$89,605.96</b>	<b>69.76%</b>
<b>SUBDEPT 011 PUBLIC INFORMATION</b>							
Active	E 01-350-011-300	SALARIES	\$82,766.00	\$62,074.08	\$6,897.12	\$20,691.92	0.75
Active	E 01-350-011-350	FRINGE BENEFITS	\$29,058.00	\$23,125.68	\$2,571.76	\$5,932.32	0.7958
Active	E 01-350-011-380	CONTRACT LABOR	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 01-350-011-400	TRAVEL AND PERDIEM	\$15,000.00	\$9,078.22	\$35.00	\$5,921.78	0.6052
Active	E 01-350-011-425	TELEPHONE	\$2,400.00	\$741.09	\$107.44	\$1,658.91	0.3088
Active	E 01-350-011-450	POSTAGE/SPEED PAK	\$250.00	\$0.00	\$0.00	\$250.00	0
Active	E 01-350-011-475	SUPPLIES	\$4,500.00	\$2,661.17	\$9.67	\$1,838.83	0.5914
Active	E 01-350-011-500	EQUIPMENT	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 01-350-011-525	RENTAL/LEASE	\$6,800.00	\$5,048.08	\$633.15	\$1,751.92	0.7424
Active	E 01-350-011-532	ADVERTISING	\$25,000.00	\$13,139.98	\$1,120.13	\$11,860.02	0.5256
Active	E 01-350-011-960	STUDY PROJECT	\$0.00	\$0.00	\$0.00	\$0.00	0
<b>SUBDEPT 011 PUBLIC INFORMATION</b>			<b>\$165,774.00</b>	<b>\$115,868.30</b>	<b>\$11,374.27</b>	<b>\$49,905.70</b>	<b>69.90%</b>
<b>DEPT 650 RESOURCE DEPARTMENT</b>			<b>\$462,128.00</b>	<b>\$322,616.34</b>	<b>\$31,371.32</b>	<b>\$139,511.66</b>	<b>69.81%</b>
<b>DEPT 700 PUBLIC WORKS DEPARTMENT</b>							
<b>SUBDEPT 000</b>							
Active	E 01-700-000-300	SALARIES	\$71,112.00	\$53,334.00	\$5,926.00	\$17,778.00	0.75
Active	E 01-700-000-350	FRINGE BENEFITS	\$26,209.00	\$20,646.26	\$2,293.18	\$5,562.74	0.7878
Active	E 01-700-000-380	CONTRACT LABOR	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 01-700-000-400	TRAVEL AND PERDIEM	\$12,000.00	\$6,437.50	\$1,000.00	\$5,562.50	0.5365
Active	E 01-700-000-425	TELEPHONE	\$1,500.00	\$1,173.59	\$226.45	\$326.41	0.7824
Active	E 01-700-000-450	POSTAGE/SPEED PAK	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 01-700-000-475	SUPPLIES	\$6,000.00	\$3,619.91	\$2,099.06	\$2,380.09	0.6033
Active	E 01-700-000-500	EQUIPMENT	\$1,500.00	\$0.00	\$0.00	\$1,500.00	0
Active	E 01-700-000-525	RENTAL/LEASE	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 01-700-000-526	UTILITIES	\$2,500.00	\$2,590.99	\$57.51	-\$90.99	1.0364
<b>SUBDEPT 000</b>			<b>\$120,821.00</b>	<b>\$87,802.25</b>	<b>\$11,602.20</b>	<b>\$33,018.75</b>	<b>72.67%</b>
<b>DEPT 700 PUBLIC WORKS DEPARTMENT</b>			<b>\$120,821.00</b>	<b>\$87,802.25</b>	<b>\$11,602.20</b>	<b>\$33,018.75</b>	<b>72.67%</b>
<b>DEPT 844 KCAP</b>							
<b>SUBDEPT 000 NO DESCR</b>							

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Active	E 01-844-000-300	SALARIES	\$4,500.00	\$0.00	\$0.00	\$4,500.00	0
Active	E 01-844-000-350	FRINGE BENEFITS	\$2,200.00	\$0.00	\$0.00	\$2,200.00	0
Active	E 01-844-000-425	TELEPHONE	\$2,120.00	\$432.04	\$64.28	\$1,687.96	0.2038
Active	E 01-844-000-475	SUPPLIES	\$3,600.00	\$1,071.44	\$9.67	\$2,528.56	0.2976
Active	E 01-844-000-525	RENTAL/LEASE	\$7,580.00	\$5,048.08	\$633.15	\$2,531.92	0.666
		<b>SUBDEPT 000 NO DESCR</b>	<b>\$20,000.00</b>	<b>\$6,551.56</b>	<b>\$707.10</b>	<b>\$13,448.44</b>	<b>32.76%</b>
		<b>DEPT 844 KCAP</b>	<b>\$20,000.00</b>	<b>\$6,551.56</b>	<b>\$707.10</b>	<b>\$13,448.44</b>	<b>32.76%</b>
<b>DEPT 850 EDUCATION</b>							
<b>SUBDEPT 000</b>							
Active	E 01-850-000-525	RENTAL/LEASE	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 01-850-000-526	UTILITIES	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 01-850-000-700	LOCAL SCHOOL CONTRIBUTION	\$1,054,000.00	\$990,500.00	\$463,500.00	\$63,500.00	0.9398
Active	E 01-850-000-701	SCHOOL SCHOLARSHIPS	\$20,000.00	\$0.00	\$0.00	\$20,000.00	0
Active	E 01-850-000-703	School Contribution	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 01-850-000-756	STUDENT TRAVEL	\$5,000.00	\$0.00	\$0.00	\$5,000.00	0
		<b>SUBDEPT 000</b>	<b>\$1,079,000.00</b>	<b>\$990,500.00</b>	<b>\$463,500.00</b>	<b>\$88,500.00</b>	<b>91.80%</b>
		<b>DEPT 850 EDUCATION</b>	<b>\$1,079,000.00</b>	<b>\$990,500.00</b>	<b>\$463,500.00</b>	<b>\$88,500.00</b>	<b>91.80%</b>
<b>DEPT 860 SPECIAL ASSISTANT-NLG,FP,CDB</b>							
<b>SUBDEPT 000</b>							
Active	E 01-860-000-300	SALARIES	\$62,760.00	\$47,070.00	\$5,230.00	\$15,690.00	0.75
Active	E 01-860-000-350	FRINGE BENEFITS	\$24,167.00	\$19,161.05	\$2,157.70	\$5,005.95	0.7929
Active	E 01-860-000-380	CONTRACT LABOR	\$6,000.00	\$9,229.53	\$5,957.78	-\$3,229.53	1.5383
Active	E 01-860-000-400	TRAVEL AND PERDIEM	\$15,000.00	\$11,521.56	\$1,433.00	\$3,478.44	0.7681
Active	E 01-860-000-425	TELEPHONE	\$4,000.00	\$1,615.69	\$65.00	\$2,384.31	0.4039
Active	E 01-860-000-450	POSTAGE/SPEED PAK	\$250.00	\$6.10	\$0.00	\$243.90	0.0244
Active	E 01-860-000-475	SUPPLIES	\$4,500.00	\$1,514.46	\$149.11	\$2,985.54	0.3365
Active	E 01-860-000-500	EQUIPMENT	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 01-860-000-525	RENTAL/LEASE	\$7,000.00	\$5,048.08	\$633.15	\$1,951.92	0.7212
Active	E 01-860-000-969	Tourism Development	\$0.00	\$0.00	\$0.00	\$0.00	0
		<b>SUBDEPT 000</b>	<b>\$123,677.00</b>	<b>\$95,166.47</b>	<b>\$15,625.74</b>	<b>\$28,510.53</b>	<b>76.95%</b>
		<b>DEPT 860 SPECIAL ASSISTANT-NLG,FP,CDB</b>	<b>\$123,677.00</b>	<b>\$95,166.47</b>	<b>\$15,625.74</b>	<b>\$28,510.53</b>	<b>76.95%</b>
<b>DEPT 900 OTHER</b>							
<b>SUBDEPT 000</b>							
Active	E 01-900-000-475	SUPPLIES	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 01-900-000-500	EQUIPMENT	\$18,200.00	\$5,680.02	\$0.00	\$12,519.98	0.3121
Active	E 01-900-000-526	UTILITIES	\$11,410.00	\$14,925.55	\$1,585.60	-\$3,515.55	1.3081
Active	E 01-900-000-551	LEGAL	\$65,000.00	\$67,613.76	\$7,116.20	-\$2,613.76	1.0402
Active	E 01-900-000-552	INSURANCE	\$180,000.00	\$153,200.00	\$136,200.00	\$26,800.00	0.8511

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Active	E 01-900-000-727	BANK FEES	\$500.00	\$374.09	\$182.57	\$125.91	0.7482
Active	E 01-900-000-728	WIRE TRANSFERS	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 01-900-000-751	OPERATING TRANSFER TO	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 01-900-000-752	CONTRIBUTION TO EAT	\$150,000.00	\$112,500.00	\$37,500.00	\$37,500.00	0.75
Active	E 01-900-000-753	MISC EXPENSE	\$0.00	\$4,065.12	\$4,065.12	-\$4,065.12	0
Active	E 01-900-000-757	YOUTH SERVICES	\$23,500.00	\$5,100.00	\$0.00	\$18,400.00	0.217
Active	E 01-900-000-760	REVENUE SHARING NELSON LAG	\$32,000.00	\$32,000.00	\$0.00	\$0.00	1
Active	E 01-900-000-943	WEB SERVICE	\$9,300.00	\$9,322.90	\$1,147.50	-\$22.90	1.0025
		<b>SUBDEPT 000</b>	<b>\$489,910.00</b>	<b>\$404,781.44</b>	<b>\$187,796.99</b>	<b>\$85,128.56</b>	<b>82.62%</b>
		<b>DEPT 900 OTHER</b>	<b>\$489,910.00</b>	<b>\$404,781.44</b>	<b>\$187,796.99</b>	<b>\$85,128.56</b>	<b>82.62%</b>
		<b>Fund 01 GENERAL FUND</b>	<b>\$3,539,748.00</b>	<b>\$2,839,896.59</b>	<b>\$814,328.83</b>	<b>\$699,851.41</b>	<b>80.23%</b>

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Act Status	Account	Descr	YTD Budget	YTD Amount	MTD Amount	Balance	% of Budget
<b>FUND 20 CAPITAL IMPROVEMENTS</b>							
Active	R 20-201	INTEREST REVENUE	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 20-203	OTHER REVENUE	\$650,000.00	\$0.00	\$0.00	\$650,000.00	0.00%
Active	R 20-204	OPERATING TRANSFER FR	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 20-239	American Recovery&Reinvest	\$1,983.43	\$1,983.43	\$0.00	\$0.00	100.00%
Active	R 20-257	US Dept.of Energy-DE-RW00	\$50,000.00	\$0.00	\$0.00	\$50,000.00	0.00%
Active	R 20-270	STATE REVENUE OTHER	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 20-287	KCAP/09-DC-359	\$2,000,000.00	\$310,104.35	\$0.00	\$1,689,895.65	15.51%
Active	R 20-293	Denali Commission-False Pas	\$115,843.74	\$115,843.74	\$0.00	\$0.00	100.00%
Active	R 20-296	POLLOCK SURVEY PROJEC	\$6,605.07	\$0.00	\$0.00	\$6,605.07	0.00%
Active	R 20-298	FY10Pollock Survey	\$94,998.00	\$0.00	\$0.00	\$94,998.00	0.00%
Active	R 20-420	Alaska Energy Authority21954	\$25,000.00	\$9,000.00	\$9,000.00	\$16,000.00	36.00%
Active	R 20-871	MMS/M09AC15825	\$65,000.00	\$50,158.75	\$0.00	\$14,841.25	77.17%
<b>FUND 20 CAPITAL IMPROVEMENTS</b>			<b>\$3,009,430.24</b>	<b>\$487,090.27</b>	<b>\$9,000.00</b>	<b>\$2,522,339.97</b>	<b>16.19%</b>

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<b>Fund 20 CAPITAL IMPROVEMENTS</b>							
<b>DEPT 239 American Recovery&amp;Reinvestment</b>							
<b>SUBDEPT 000 NO DESCR</b>							
Active	E 20-239-000-552	INSURANCE	\$1,983.43	\$1,983.43	\$0.00	\$0.00	1
		<b>SUBDEPT 000 NO DESCR</b>	\$1,983.43	\$1,983.43	\$0.00	\$0.00	100.00%
		<b>DEPT 239 American Recovery&amp;Reinvestment</b>	\$1,983.43	\$1,983.43	\$0.00	\$0.00	100.00%
<b>DEPT 257 US Dept.of Energy-DE-RW0000113</b>							
<b>SUBDEPT 000 NO DESCR</b>							
Active	E 20-257-000-850	CAPITAL CONSTRUCTION	\$50,000.00	\$0.00	\$0.00	\$50,000.00	0
		<b>SUBDEPT 000 NO DESCR</b>	\$50,000.00	\$0.00	\$0.00	\$50,000.00	0.00%
		<b>DEPT 257 US Dept.of Energy-DE-RW0000113</b>	\$50,000.00	\$0.00	\$0.00	\$50,000.00	0.00%
<b>DEPT 502 Cold Bay Dock/Grant</b>							
<b>SUBDEPT 000</b>							
Active	E 20-502-000-850	CAPITAL CONSTRUCTION	\$14,088.27	\$14,088.27	\$0.00	\$0.00	1
		<b>SUBDEPT 000</b>	\$14,088.27	\$14,088.27	\$0.00	\$0.00	100.00%
		<b>DEPT 502 Cold Bay Dock/Grant</b>	\$14,088.27	\$14,088.27	\$0.00	\$0.00	100.00%
<b>DEPT 801 CAPITAL - AKUTAN</b>							
<b>SUBDEPT 073 FY08 Community Grant</b>							
Active	E 20-801-073-850	CAPITAL CONSTRUCTION	\$40,000.00	\$40,000.00	\$0.00	\$0.00	1
		<b>SUBDEPT 073 FY08 Community Grant</b>	\$40,000.00	\$40,000.00	\$0.00	\$0.00	100.00%
		<b>DEPT 801 CAPITAL - AKUTAN</b>	\$40,000.00	\$40,000.00	\$0.00	\$0.00	100.00%
<b>DEPT 803 CAPITAL - FALSE PASS</b>							
<b>SUBDEPT 000</b>							
Active	E 20-803-000-850	CAPITAL CONSTRUCTION	\$14,070.13	\$0.00	\$0.00	\$14,070.13	0
		<b>SUBDEPT 000</b>	\$14,070.13	\$0.00	\$0.00	\$14,070.13	0.00%
		<b>DEPT 803 CAPITAL - FALSE PASS</b>	\$14,070.13	\$0.00	\$0.00	\$14,070.13	0.00%
<b>DEPT 809 Akutan Airport/Grant</b>							
<b>SUBDEPT 000</b>							
Active	E 20-809-000-850	CAPITAL CONSTRUCTION	\$150,000.00	\$58,448.77	\$26,041.05	\$91,551.23	0.3897
		<b>SUBDEPT 000</b>	\$150,000.00	\$58,448.77	\$26,041.05	\$91,551.23	38.97%
		<b>DEPT 809 Akutan Airport/Grant</b>	\$150,000.00	\$58,448.77	\$26,041.05	\$91,551.23	38.97%
<b>DEPT 838 FP Harbor-Denali Commission Gr.</b>							

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<b>SUBDEPT 038 False Pass-Denali Commission</b>							
Active	E 20-838-038-850	CAPITAL CONSTRUCTION	\$115,843.74	\$67,760.00	\$0.00	\$48,083.74	0.5849
		<b>SUBDEPT 038 False Pass-Denali Commission</b>	\$115,843.74	\$67,760.00	\$0.00	\$48,083.74	58.49%
		<b>DEPT 838 FPHarbor-Denali Commission Gr.</b>	\$115,843.74	\$67,760.00	\$0.00	\$48,083.74	58.49%
<b>DEPT 857 Aleutia Grant</b>							
<b>SUBDEPT 000 NO DESCR</b>							
Active	E 20-857-000-850	CAPITAL CONSTRUCTION	\$23,000.00	\$23,000.00	\$0.00	\$0.00	1
		<b>SUBDEPT 000 NO DESCR</b>	\$23,000.00	\$23,000.00	\$0.00	\$0.00	100.00%
		<b>DEPT 857 Aleutia Grant</b>	\$23,000.00	\$23,000.00	\$0.00	\$0.00	100.00%
<b>DEPT 867 KCC Alternative Road</b>							
<b>SUBDEPT 000</b>							
Active	E 20-867-000-300	SALARIES	\$0.00	\$12,525.00	\$2,550.00	-\$12,525.00	0
Active	E 20-867-000-350	FRINGE BENEFITS	\$0.00	\$7,251.44	\$774.05	-\$7,251.44	0
Active	E 20-867-000-380	CONTRACT LABOR	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 20-867-000-381	ENGINEERING	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 20-867-000-400	TRAVEL AND PERDIEM	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 20-867-000-475	SUPPLIES	\$0.00	\$0.00	\$0.00	\$0.00	0
		<b>SUBDEPT 000</b>	\$0.00	\$19,776.44	\$3,324.05	-\$19,776.44	0.00%
<b>SUBDEPT 168 KCAP/09-DC-359</b>							
Active	E 20-867-168-300	SALARIES	\$25,000.00	\$24,885.00	\$2,250.00	\$115.00	0.9954
Active	E 20-867-168-350	FRINGE BENEFITS	\$11,455.00	\$11,213.36	\$955.90	\$241.64	0.9789
Active	E 20-867-168-381	ENGINEERING	\$950,000.00	\$0.00	\$0.00	\$950,000.00	0
Active	E 20-867-168-400	TRAVEL AND PERDIEM	\$10,000.00	\$4,126.50	\$995.51	\$5,873.50	0.4127
Active	E 20-867-168-850	CAPITAL CONSTRUCTION	\$1,003,545.00	\$575,372.42	\$355,620.87	\$428,172.58	0.5733
		<b>SUBDEPT 168 KCAP/09-DC-359</b>	\$2,000,000.00	\$615,597.28	\$359,822.28	\$1,384,402.72	30.78%
		<b>DEPT 867 KCC Alternative Road</b>	\$2,000,000.00	\$635,373.72	\$363,146.33	\$1,364,626.28	31.77%
<b>DEPT 871 Cooperative Agreement-EIS</b>							
<b>SUBDEPT 171 Coop. Agreement M09AC15825</b>							
Active	E 20-871-171-380	CONTRACT LABOR	\$65,000.00	\$59,416.25	\$1,797.50	\$5,583.75	0.9141
		<b>SUBDEPT 171 Coop. Agreement M09AC15825</b>	\$65,000.00	\$59,416.25	\$1,797.50	\$5,583.75	91.41%
		<b>DEPT 871 Cooperative Agreement-EIS</b>	\$65,000.00	\$59,416.25	\$1,797.50	\$5,583.75	91.41%
<b>DEPT 900 OTHER</b>							
<b>SUBDEPT 000 NO DESCR</b>							
Active	E 20-900-000-420	Alaska Energy Authority2195408	\$25,000.00	\$20,693.77	\$0.00	\$4,306.23	0.8278
Active	E 20-900-000-505	AEBSD Grant	\$10,000.00	\$0.00	\$0.00	\$10,000.00	0

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Active	E 20-900-000-506	SURVEYING	\$0.00	\$10,000.00	\$0.00	-\$10,000.00	0
Active	E 20-900-000-507	POLLOCK SURVEY	\$6,605.07	\$0.00	\$0.00	\$6,605.07	0
Active	E 20-900-000-508	FY10Pollock Survey	\$94,998.00	\$75,509.12	\$0.00	\$19,488.88	0.7948
Active	E 20-900-000-753	MISC EXPENSE	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 20-900-000-850	CAPITAL CONSTRUCTION	\$500,000.00	\$26,429.92	\$0.00	\$473,570.08	0.0529
Active	E 20-900-000-961	OIL & GAS STUDY-Review BIF	\$0.00	\$6,000.00	\$0.00	-\$6,000.00	0
<b>SUBDEPT 000 NO DESCR</b>			<b>\$636,603.07</b>	<b>\$138,632.81</b>	<b>\$0.00</b>	<b>\$497,970.26</b>	<b>21.78%</b>
<b>DEPT 900 OTHER</b>			<b>\$636,603.07</b>	<b>\$138,632.81</b>	<b>\$0.00</b>	<b>\$497,970.26</b>	<b>21.78%</b>
<b>Fund 20 CAPITAL IMPROVEMENTS</b>			<b>\$3,110,588.64</b>	<b>\$1,038,703.25</b>	<b>\$390,984.88</b>	<b>\$2,071,885.39</b>	<b>33.39%</b>

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<b>FUND 22 OPERATIONS</b>							
Active	R 22-203	OTHER REVENUE	\$675,000.00	\$0.00	\$0.00	\$675,000.00	0.00%
Active	R 22-204	OPERATING TRANSFER FR	\$500,000.00	\$0.00	\$0.00	\$500,000.00	0.00%
Active	R 22-221	COLD BAY TERMINAL LEAS	\$139,620.00	\$154,715.99	\$23,270.22	-\$15,095.99	110.81%
Active	R 22-222	COLD BAY TERMINAL OTHE	\$308,000.00	\$0.00	\$0.00	\$308,000.00	0.00%
Active	R 22-245	HOVERCRAFT/MEDEVACS	\$48,000.00	\$9,000.00	\$0.00	\$39,000.00	18.75%
Active	R 22-246	HOVERCRAFT /TICKETS	\$93,000.00	\$39,174.00	\$1,468.00	\$53,826.00	42.12%
Active	R 22-247	HOVERCRAFT/ VEHICLES	\$30,000.00	\$8,766.88	\$220.48	\$21,233.12	29.22%
Active	R 22-248	HOVERCRAFT/ FREIGHT	\$30,000.00	\$1,667.39	\$160.16	\$28,332.61	5.56%
<b>FUND 22 OPERATIONS</b>			<b>\$1,823,620.00</b>	<b>\$213,324.26</b>	<b>\$25,118.86</b>	<b>\$1,610,295.74</b>	<b>11.70%</b>

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<b>Fund 22 OPERATIONS</b>							
<b>DEPT 802 CAPITAL - COLD BAY</b>							
<b>SUBDEPT 200 COLD BAY TERMINAL</b>							
Active	E 22-802-200-300	SALARIES	\$41,422.00	\$31,066.20	\$3,451.80	\$10,355.80	0.75
Active	E 22-802-200-350	FRINGE BENEFITS	\$18,950.00	\$15,417.48	\$1,714.20	\$3,532.52	0.8136
Active	E 22-802-200-380	CONTRACT LABOR	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 22-802-200-400	TRAVEL AND PERDIEM	\$3,000.00	\$2,220.00	\$700.00	\$780.00	0.74
Active	E 22-802-200-425	TELEPHONE	\$3,000.00	\$3,150.55	\$447.38	-\$150.55	1.0502
Active	E 22-802-200-475	SUPPLIES	\$5,000.00	\$32,422.27	\$17,245.96	-\$27,422.27	6.4845
Active	E 22-802-200-525	RENTAL/LEASE	\$5,335.00	\$0.00	\$0.00	\$5,335.00	0
Active	E 22-802-200-526	UTILITIES	\$24,000.00	\$13,617.80	\$1,593.45	\$10,382.20	0.5674
Active	E 22-802-200-551	LEGAL	\$0.00	\$31,732.22	\$31,732.22	-\$31,732.22	0
Active	E 22-802-200-576	GAS	\$0.00	\$1,524.22	\$480.69	-\$1,524.22	0
Active	E 22-802-200-577	FUEL	\$15,000.00	\$11,547.13	\$1,720.32	\$3,452.87	0.7698
Active	E 22-802-200-753	MISC EXPENSE	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 22-802-200-983	Debt Service	\$123,240.00	\$0.00	\$0.00	\$123,240.00	0
<b>SUBDEPT 200 COLD BAY TERMINAL</b>			<b>\$238,947.00</b>	<b>\$142,697.87</b>	<b>\$59,086.02</b>	<b>\$96,249.13</b>	<b>59.72%</b>
<b>DEPT 802 CAPITAL - COLD BAY</b>			<b>\$238,947.00</b>	<b>\$142,697.87</b>	<b>\$59,086.02</b>	<b>\$96,249.13</b>	<b>59.72%</b>
<b>DEPT 843 Hovercraft Operation</b>							
<b>SUBDEPT 100 HOVERCRAFT OPERATION</b>							
Active	E 22-843-100-300	SALARIES	\$314,682.00	\$222,172.22	\$20,566.88	\$92,509.78	0.706
Active	E 22-843-100-350	FRINGE BENEFITS	\$87,606.00	\$62,391.50	\$5,920.00	\$25,214.50	0.7122
Active	E 22-843-100-380	CONTRACT LABOR	\$150,000.00	\$111,591.52	\$28,756.00	\$38,408.48	0.7439
Active	E 22-843-100-381	ENGINEERING	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 22-843-100-400	TRAVEL AND PERDIEM	\$40,000.00	\$21,548.97	\$3,857.93	\$18,451.03	0.5387
Active	E 22-843-100-425	TELEPHONE	\$8,000.00	\$5,422.19	\$503.26	\$2,577.81	0.6778
Active	E 22-843-100-475	SUPPLIES	\$180,000.00	\$161,012.02	\$4,767.90	\$18,987.98	0.8945
Active	E 22-843-100-477	HOVERCRAFT FREIGHT	\$205,000.00	\$91,157.12	\$261.87	\$113,842.88	0.4447
Active	E 22-843-100-500	EQUIPMENT	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 22-843-100-525	RENTAL/LEASE	\$3,200.00	\$3,200.00	\$0.00	\$0.00	1
Active	E 22-843-100-526	UTILITIES	\$5,000.00	\$2,909.38	\$559.49	\$2,090.62	0.5819
Active	E 22-843-100-551	LEGAL	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 22-843-100-552	INSURANCE	\$365,000.00	\$221,770.26	(\$93,882.60)	\$143,229.74	0.6076
Active	E 22-843-100-576	GAS	\$8,000.00	\$2,992.53	\$994.04	\$5,007.47	0.3741
Active	E 22-843-100-577	FUEL	\$90,000.00	\$63,284.41	\$5,238.55	\$26,715.59	0.7032
<b>SUBDEPT 100 HOVERCRAFT OPERATION</b>			<b>\$1,456,488.00</b>	<b>\$969,452.12</b>	<b>-\$22,456.68</b>	<b>\$487,035.88</b>	<b>66.56%</b>
<b>DEPT 843 Hovercraft Operation</b>			<b>\$1,456,488.00</b>	<b>\$969,452.12</b>	<b>-\$22,456.68</b>	<b>\$487,035.88</b>	<b>66.56%</b>
<b>Fund 22 OPERATIONS</b>			<b>\$1,695,435.00</b>	<b>\$1,112,149.99</b>	<b>\$36,629.34</b>	<b>\$583,285.01</b>	<b>65.60%</b>

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<b>FUND 24 BOND CONSTRUCTION</b>							
Active	R 24-201	INTEREST REVENUE	\$0.00	\$40,177.54	\$0.00	-\$40,177.54	0.00%
Active	R 24-203	OTHER REVENUE	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 24-204	OPERATING TRANSFER FR	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 24-227	COE-HARBOR PROJECTS	\$522,502.19	\$0.00	\$0.00	\$522,502.19	0.00%
Active	R 24-259	BOND PROCEEDS	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 24-270	STATE REVENUE OTHER	\$5,000,000.00	\$0.00	\$0.00	\$5,000,000.00	0.00%
Active	R 24-277	STATE BOND REBATE	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
<b>FUND 24 BOND CONSTRUCTION</b>			<b>\$5,522,502.19</b>	<b>\$40,177.54</b>	<b>\$0.00</b>	<b>\$5,482,324.65</b>	<b>0.73%</b>

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<b>Fund 24 BOND CONSTRUCTION</b>							
<b>DEPT 809 Akutan Airport/Grant</b>							
<b>SUBDEPT 000</b>							
Active	E 24-809-000-850	CAPITAL CONSTRUCTION	\$3,000,000.00	\$0.00	\$0.00	\$3,000,000.00	0
		<b>SUBDEPT 000</b>	\$3,000,000.00	\$0.00	\$0.00	\$3,000,000.00	0.00%
		<b>DEPT 809 Akutan Airport/Grant</b>	\$3,000,000.00	\$0.00	\$0.00	\$3,000,000.00	0.00%
<b>DEPT 831 SAND POINT HARBOR</b>							
<b>SUBDEPT 132 Sand Point Harbor</b>							
Active	E 24-831-132-850	CAPITAL CONSTRUCTION	\$522,502.19	\$134,045.30	\$10,808.95	\$388,456.89	0.2565
		<b>SUBDEPT 132 Sand Point Harbor</b>	\$522,502.19	\$134,045.30	\$10,808.95	\$388,456.89	25.65%
		<b>DEPT 831 SAND POINT HARBOR</b>	\$522,502.19	\$134,045.30	\$10,808.95	\$388,456.89	25.65%
<b>DEPT 833 FALSE PASS HARBOR</b>							
<b>SUBDEPT 000</b>							
Active	E 24-833-000-850	CAPITAL CONSTRUCTION	\$560,657.32	\$12,949.60	\$0.00	\$547,707.72	0.0231
Active	E 24-833-000-880	LAND	\$0.00	\$0.00	\$0.00	\$0.00	0
		<b>SUBDEPT 000</b>	\$560,657.32	\$12,949.60	\$0.00	\$547,707.72	2.31%
		<b>DEPT 833 FALSE PASS HARBOR</b>	\$560,657.32	\$12,949.60	\$0.00	\$547,707.72	2.31%
<b>DEPT 839 AKUTAN HARBOR</b>							
<b>SUBDEPT 000</b>							
Active	E 24-839-000-850	CAPITAL CONSTRUCTION	\$4,868,784.19	\$3,218,945.56	\$0.00	\$1,649,838.63	0.6611
		<b>SUBDEPT 000</b>	\$4,868,784.19	\$3,218,945.56	\$0.00	\$1,649,838.63	66.11%
		<b>DEPT 839 AKUTAN HARBOR</b>	\$4,868,784.19	\$3,218,945.56	\$0.00	\$1,649,838.63	66.11%
<b>DEPT 862 NELSON LAGOON DOCK</b>							
<b>SUBDEPT 000</b>							
Active	E 24-862-000-850	CAPITAL CONSTRUCTION	\$24,265.88	\$0.00	\$0.00	\$24,265.88	0
		<b>SUBDEPT 000</b>	\$24,265.88	\$0.00	\$0.00	\$24,265.88	0.00%
		<b>DEPT 862 NELSON LAGOON DOCK</b>	\$24,265.88	\$0.00	\$0.00	\$24,265.88	0.00%
<b>DEPT 900 OTHER</b>							
<b>SUBDEPT 000</b>							
Active	E 24-900-000-380	CONTRACT LABOR	\$1,981,891.64	\$19,271.85	\$2,433.83	\$1,962,619.79	0.0097
Active	E 24-900-000-725	BOND INTEREST PAYMENT	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 24-900-000-745	Bond Sale Expense	\$0.00	\$0.00	\$0.00	\$0.00	0
		<b>SUBDEPT 000</b>	\$1,981,891.64	\$19,271.85	\$2,433.83	\$1,962,619.79	0.97%

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		<i>DEPT 900 OTHER</i>	\$1,981,891.64	\$19,271.85	\$2,433.83	\$1,962,619.79	0.97%
	<i>Fund 24 BOND CONSTRUCTION</i>		\$10,958,101.22	\$3,385,212.31	\$13,242.78	\$7,572,888.91	30.89%

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

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<b>Fund 30 BOND FUND</b>							
<b>DEPT 900 OTHER</b>							
<b>SUBDEPT 000</b>							
Active	E 30-900-000-725	BOND INTEREST PAYMENT	\$1,329,005.00	\$765,257.50	\$4,868.75	\$563,747.50	0.5758
Active	E 30-900-000-726	BOND PRINCIPAL PAYMENT	\$830,000.00	\$830,000.00	\$0.00	\$0.00	1
Active	E 30-900-000-745	Bond Sale Expense	\$0.00	\$0.00	\$0.00	\$0.00	0
		<b>SUBDEPT 000</b>	<b>\$2,159,005.00</b>	<b>\$1,595,257.50</b>	<b>\$4,868.75</b>	<b>\$563,747.50</b>	<b>73.89%</b>
		<b>DEPT 900 OTHER</b>	<b>\$2,159,005.00</b>	<b>\$1,595,257.50</b>	<b>\$4,868.75</b>	<b>\$563,747.50</b>	<b>73.89%</b>
		<b>Fund 30 BOND FUND</b>	<b>\$2,159,005.00</b>	<b>\$1,595,257.50</b>	<b>\$4,868.75</b>	<b>\$563,747.50</b>	<b>73.89%</b>

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Act Status	Account	Descr	YTD Budget	YTD Amount	MTD Amount	Balance	% of Budget
<b>FUND 40 PERMANENT FUND</b>							
Active	R 40-201	INTEREST REVENUE	\$0.00	\$3,128,882.68	\$0.00	-\$3,128,882.68	0.00%
Active	R 40-203	OTHER REVENUE	\$350,000.00	\$0.00	\$0.00	\$350,000.00	0.00%
Active	R 40-204	OPERATING TRANSFER FR	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 40-230	LAND SALES	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
<b>FUND 40 PERMANENT FUND</b>			<b>\$350,000.00</b>	<b>\$3,128,882.68</b>	<b>\$0.00</b>	<b>-\$2,778,882.68</b>	<b>893.97%</b>

**ALEUTIANS EAST BOROUGH**  
**\*Expenditure Guideline©**

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Current Period: MARCH 09-10

Act Status	Account	Descr	YTD Budget	YTD Amount	MTD Amount	Balance	% of Budget
<b>Fund 40 PERMANENT FUND</b>							
<b>DEPT 900 OTHER</b>							
<b>SUBDEPT 000</b>							
Active	E 40-900-000-380	CONTRACT LABOR	\$35,000.00	\$19,271.87	\$2,433.83	\$15,728.13	0.5506
Active	E 40-900-000-751	OPERATING TRANSFER TO	\$0.00	\$0.00	\$0.00	\$0.00	0
		<b>SUBDEPT 000</b>	<b>\$35,000.00</b>	<b>\$19,271.87</b>	<b>\$2,433.83</b>	<b>\$15,728.13</b>	<b>55.06%</b>
		<b>DEPT 900 OTHER</b>	<b>\$35,000.00</b>	<b>\$19,271.87</b>	<b>\$2,433.83</b>	<b>\$15,728.13</b>	<b>55.06%</b>
<b>Fund 40 PERMANENT FUND</b>			<b>\$35,000.00</b>	<b>\$19,271.87</b>	<b>\$2,433.83</b>	<b>\$15,728.13</b>	<b>55.06%</b>

**ALEUTIANS EAST BOROUGH**  
**\*Revenue Guideline©**

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Current Period: MARCH 09-10

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

**ALEUTIANS EAST BOROUGH**  
**\*Expenditure Guideline©**

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Current Period: MARCH 09-10

Act Status	Account	Descr	YTD Budget	YTD Amount	MTD Amount	Balance	% of Budget
<b>Fund 41 MAINTENANCE RESERVE FUND</b>							
<b>DEPT 800 CAPITAL - SCHOOL</b>							
<b>SUBDEPT 857 FALSE PASS SCHOOL</b>							
Active	E 41-800-857-300	SALARIES	\$0.00	\$2,520.00	\$0.00	-\$2,520.00	0
Active	E 41-800-857-350	FRINGE BENEFITS	\$0.00	\$217.98	\$0.00	-\$217.98	0
Active	E 41-800-857-380	CONTRACT LABOR	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 41-800-857-400	TRAVEL AND PERDIEM	\$0.00	\$130.00	\$0.00	-\$130.00	0
Active	E 41-800-857-475	SUPPLIES	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 41-800-857-850	CAPITAL CONSTRUCTION	\$0.00	\$359.55	\$0.00	-\$359.55	0
		<b>SUBDEPT 857 FALSE PASS SCHOOL</b>	\$0.00	\$3,227.53	\$0.00	-\$3,227.53	0.00%
<b>SUBDEPT 865 Akutan School</b>							
Active	E 41-800-865-300	SALARIES	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 41-800-865-350	FRINGE BENEFITS	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 41-800-865-400	TRAVEL AND PERDIEM	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 41-800-865-475	SUPPLIES	\$0.00	\$833.61	\$0.00	-\$833.61	0
		<b>SUBDEPT 865 Akutan School</b>	\$0.00	\$833.61	\$0.00	-\$833.61	0.00%
<b>SUBDEPT 866 NELSON LAGOON SCHOOL</b>							
Active	E 41-800-866-300	SALARIES	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 41-800-866-350	FRINGE BENEFITS	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 41-800-866-380	CONTRACT LABOR	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 41-800-866-400	TRAVEL AND PERDIEM	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 41-800-866-425	TELEPHONE	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 41-800-866-475	SUPPLIES	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 41-800-866-850	CAPITAL CONSTRUCTION	\$0.00	\$0.00	\$0.00	\$0.00	0
		<b>SUBDEPT 866 NELSON LAGOON SCHOOL</b>	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
<b>SUBDEPT 867 Sand Point School</b>							
Active	E 41-800-867-300	SALARIES	\$0.00	\$11,693.75	\$990.00	-\$11,693.75	0
Active	E 41-800-867-350	FRINGE BENEFITS	\$0.00	\$1,012.32	\$86.14	-\$1,012.32	0
Active	E 41-800-867-400	TRAVEL AND PERDIEM	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 41-800-867-475	SUPPLIES	\$0.00	\$4,432.90	\$350.00	-\$4,432.90	0
Active	E 41-800-867-850	CAPITAL CONSTRUCTION	\$0.00	\$0.00	\$0.00	\$0.00	0
		<b>SUBDEPT 867 Sand Point School</b>	\$0.00	\$17,138.97	\$1,426.14	-\$17,138.97	0.00%
<b>SUBDEPT 868 King Cove School</b>							
Active	E 41-800-868-300	SALARIES	\$0.00	\$700.00	\$0.00	-\$700.00	0
Active	E 41-800-868-350	FRINGE BENEFITS	\$0.00	\$60.55	\$0.00	-\$60.55	0
Active	E 41-800-868-400	TRAVEL AND PERDIEM	\$0.00	\$260.00	\$0.00	-\$260.00	0
Active	E 41-800-868-475	SUPPLIES	\$0.00	\$54.18	\$0.00	-\$54.18	0
Active	E 41-800-868-577	FUEL	\$0.00	\$0.00	\$0.00	\$0.00	0
		<b>SUBDEPT 868 King Cove School</b>	\$0.00	\$1,074.73	\$0.00	-\$1,074.73	0.00%

**ALEUTIANS EAST BOROUGH**  
**\*Expenditure Guideline©**

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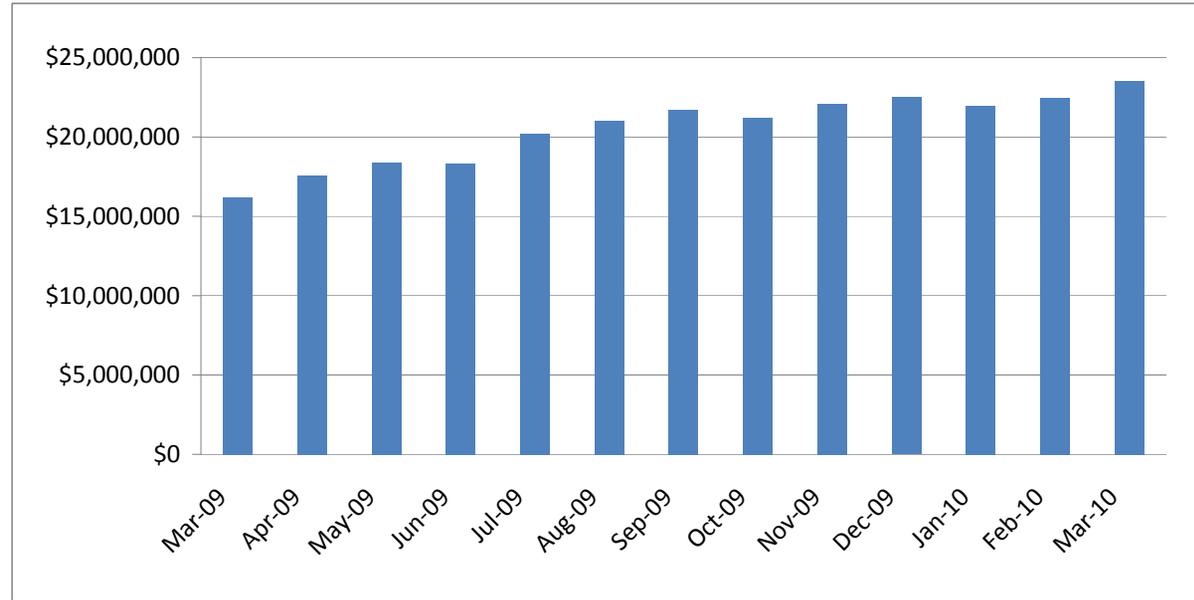
Current Period: MARCH 09-10

Act Status	Account	Descr	YTD Budget	YTD Amount	MTD Amount	Balance	% of Budget
<b>SUBDEPT 869 COLD BAY SCHOOL</b>							
Active	E 41-800-869-300	SALARIES	\$0.00	\$5,212.50	\$0.00	-\$5,212.50	0
Active	E 41-800-869-350	FRINGE BENEFITS	\$0.00	\$450.88	\$0.00	-\$450.88	0
Active	E 41-800-869-380	CONTRACT LABOR	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 41-800-869-400	TRAVEL AND PERDIEM	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 41-800-869-475	SUPPLIES	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 41-800-869-942	PROPERTY LEASE	\$0.00	\$0.00	\$0.00	\$0.00	0
<b>SUBDEPT 869 COLD BAY SCHOOL</b>			\$0.00	\$5,663.38	\$0.00	-\$5,663.38	0.00%
<b>DEPT 800 CAPITAL - SCHOOL</b>			\$0.00	\$27,938.22	\$1,426.14	-\$27,938.22	0.00%
<b>DEPT 900 OTHER</b>							
<b>SUBDEPT 000</b>							
Active	E 41-900-000-751	OPERATING TRANSFER TO	\$100,000.00	\$0.00	\$0.00	\$100,000.00	0
Active	E 41-900-000-880	LAND	\$0.00	\$0.00	\$0.00	\$0.00	0
<b>SUBDEPT 000</b>			\$100,000.00	\$0.00	\$0.00	\$100,000.00	0.00%
<b>DEPT 900 OTHER</b>			\$100,000.00	\$0.00	\$0.00	\$100,000.00	0.00%
<b>Fund 41 MAINTENANCE RESERVE FUND</b>			\$100,000.00	\$27,938.22	\$1,426.14	\$72,061.78	27.94%
<b>Report Total</b>			\$21,597,877.86	\$10,018,429.73	\$1,263,914.55	\$11,579,448.13	46.39%

## INVESTMENT REPORT

### Permanent Fund

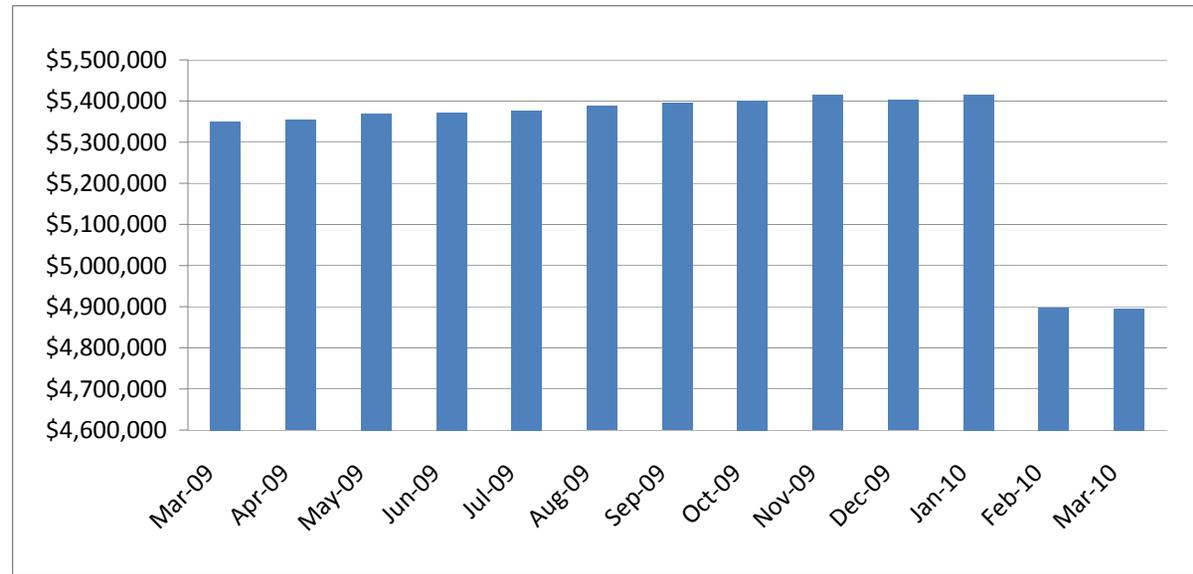
Jun-08	\$22,215,356
Sep-08	\$20,658,024
Nov-08	\$17,984,356
Jan-09	\$16,673,473
Feb-09	\$15,407,955
Mar-09	\$16,204,592
Apr-09	\$17,581,259
May-09	\$18,376,522
Jun-09	\$18,331,751
Jul-09	\$20,200,805
Aug-09	\$21,020,218
Sep-09	\$21,706,648
Oct-09	\$21,212,085
Nov-09	\$22,108,312
Dec-09	\$22,496,898
Jan-10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



### Akutan Harbor 2006 A

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

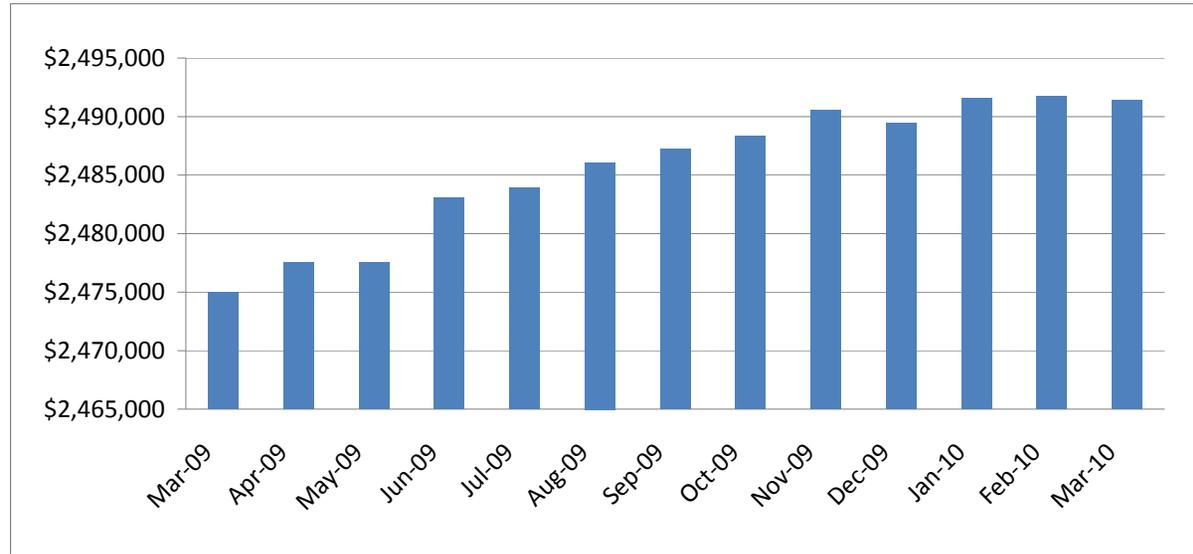
withdrew \$520,899 and \$224.83



### INVESTMENT REPORT

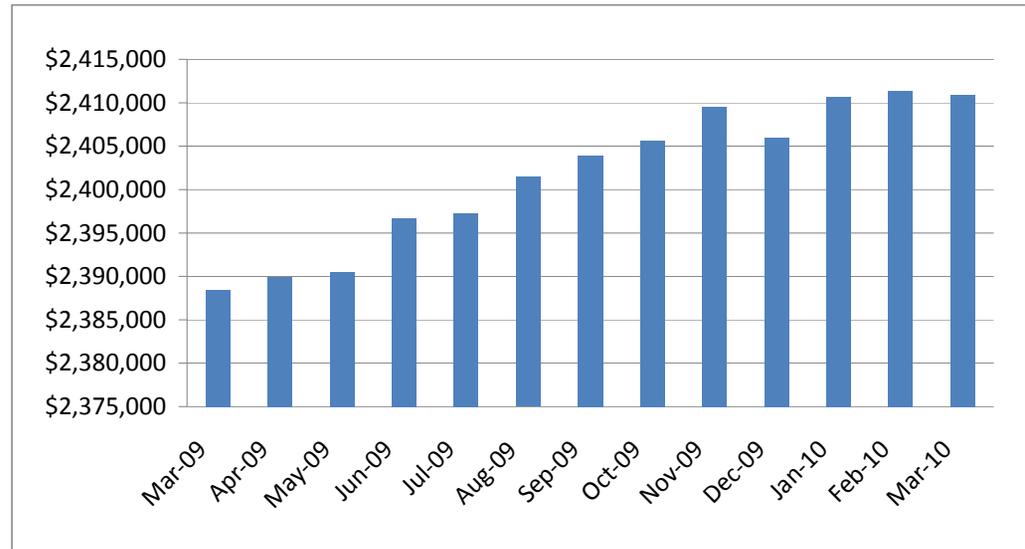
#### Operating Fund

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



#### Series E

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





April 9, 2010

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

*sent via email*

Dear Ms. Boyette,

Enclosed is the March 2010 report for the Aleutians East Borough, which includes a listing of portfolio assets, purchases and sales. As this report coincides with the end of a calendar quarter, performance data is included.

**Permanent Fund:**

The month-end market value of the portfolio was \$23,527,796, which includes \$49,312 in accrued interest receivable. Estimated annual cash income from the portfolio is \$287,403.

**Series E account:**

The month-end market value of the portfolio was \$2,410,925.

**Akutan Harbor-2006A:**

The month-end market value of the account was \$4,894,844.

**Operating Fund:**

The month-end market value of the portfolio was \$2,491,404.

If we can provide anything further please let us know.

Sincerely,

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

Bert Wagnon  
Senior Vice President

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

Evan Rose  
President and CEO

cc via email: Jeanie Burtch, Office Manager

# Consent Agenda

ORDINANCE 10-03

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

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

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

OPERATING FUND EXPENDITURES

Mayor	\$242,784
Assembly	\$135,000

Administration	\$455,441
Clerk/Planning	\$195,176
Finance	\$215,811
Natural Resources	\$296,354
Communications Director	\$165,774
Development Director	\$123,677
Public Works	\$120,821
Educational Support	\$825,000
KCAP	\$20,000
Other Gen.Fund	
Legal	\$70,000
EAT	\$150,000
Insurance	\$180,000
Bank Fees	\$500
NLG Rev.	
Sharing	\$32,000
Youth Activities	\$23,500
Web Service	\$11,000
Misc.	0.00
Equipment	\$8,200
Utilities	\$14,910
Total Other	\$490,110
Total General Fund	\$3,285,948
Capital Projects	\$150,000
Bond Projects	\$0
	\$2,159,005
Debt Services	
Maintenance Reserve	\$100,000
Total Expenditure	\$5,694,953
AEB Surplus	\$693,952
AEBSD Expenditures	\$6,775,000
Fund 20, Grants, Revenues	\$500,000
Fund 20, Grants, Expenditures	\$500,000
Fund 22, Hovercraft, Revenues	\$201,000
Fund 22, Hovercraft, Expenditures	\$1,068,606
Fund 22, Terminal Operations, Revenues	\$139,620
Fund 22, Terminal Operations, Expenditures	\$184,707
Fund 24, Bond Project, Revenues	\$5,000,000
Fund 24, Bond Project, Expenditures	\$5,000,000
Fund 30, Bond Payments, Revenues	\$1,597,433
Fund 30, Bond Payments, Expenditures	\$1,597,433

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

Passed and adopted by the Aleutians East Borough Assembly this \_\_\_\_\_ day of April, 2010.

\_\_\_\_\_  
Mayor

ATTEST:

\_\_\_\_\_  
Clerk

REVENUE						FY11
	AEBSD Revenues					\$6,775,000
	Interest Income					\$35,000
Local	AEB Fish Tax					\$2,635,000
	AEBSD Refund					
	Other Revenue					\$7,000
	Southwest Cities LLC					\$20,000
State	Shared Fishery Tax					\$1,492,720
	Extraterritorial Fish Tax					\$108,350
	Landing Tax					\$45,115
	Debt Reimbursement					\$1,045,464
	Coastal Management					\$18,000
	State Aid to Local Governments					\$387,000
Federal	Payment in Lieu of Taxes					\$559,000
	USF&WS Lands					\$36,256
	Total FY10 Revenues					\$6,388,905
Operating Fund Expenditures						
	Mayor					\$242,784
	Assembly					\$135,000
	Administration					\$455,441
	Clerk/Planning					\$195,176
	Finance					\$215,811
	Natural Resources					\$296,354
	Public Information Officer					\$165,774
	Development Coordinator					\$123,677
	Public Works					\$120,821
	Educational Support					\$825,000
	KCAP					\$20,000
	Other GF					
	Legal					\$70,000
	EAT					\$150,000
	Insurance					\$180,000
	Bank Fees					\$500
	NLG Rev. Sharing					\$32,000
	Youth Activities					\$23,500
	Web Service/Tech Support					\$11,000
	Misc.					\$0
	Equipment					\$8,200
	Utilities					\$14,910
	Total Other					\$490,110
	Total General Fund					\$3,285,948
	Capital Projects					\$150,000
	Bond Projects					\$0
	Debt Services					\$2,159,005

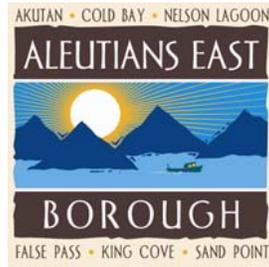
	Maintenance Reserve					\$100,000
	Total Expenditure					\$5,694,953
	AEB Surplus					\$693,952
	AEBSD Expenditures					\$6,775,000
	Fund 20, Grants, Revenues					\$500,000
	Fund 20, Grants, Expenditures					\$500,000
	Fund 22, Hovercraft, Revenues					\$201,000
	Fund 22, Hovercraft, Expenditures			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

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

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

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

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



To: Assembly and Mayor  
From: Tina Anderson, Clerk  
Date: April 28, 2010  
Re: Ordinance 10-04, Amending Borough Code Section 4.36.070 – Determination of Tie Votes.

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The Borough Code does not address a way to break a tie to determine who will be in the run-off election. Ordinance 10-04 addresses that issue.

As you recall, last year's regular election had a tie for the candidate receiving the second highest number of votes with no candidate for that Assembly seat receiving excess of 40% of the votes cast. Both candidates agreed to meet to determine the successful runoff candidate by lot. If they hadn't agreed, that seat would not have been filled in a timely manner and the Borough would have had the expense of multiple special elections.

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CLERK/PLANNER  
P.O. BOX 349  
SAND POINT, ALASKA 99661  
(907) 383-2699  
(907) 383-3496 FAX  
e-mail: [AEBCLERK@aol.com](mailto:AEBCLERK@aol.com)

BOROUGH ADMINISTRATOR  
3380 "C" STREET, SUITE 205  
ANCHORAGE, ALASKA 99503  
(907) 274-7555  
(907) 276-7569 FAX  
e-mail: [RJuett0869@aol.com](mailto:RJuett0869@aol.com)

FINANCE DIRECTOR  
P.O. BOX 49  
KING COVE, ALASKA 99612  
(907) 497-2588  
(907) 497-2386 FAX  
e-mail: [AEBFINANCE@aol.com](mailto:AEBFINANCE@aol.com)

ORDINANCE 10-04

AN ORDINANCE AMENDING TITLE 4, CHAPTER 4.36

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

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

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

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

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

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

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

INTRODUCED: \_\_\_\_\_

ADOPTED: \_\_\_\_\_

\_\_\_\_\_  
Stanley Mack, Mayor

Date: \_\_\_\_\_

ATTEST:

\_\_\_\_\_  
Clerk

Date: \_\_\_\_\_

**4.36.070 Determination of Tie Votes.**

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

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

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

#### 4.36.070 Determination of Tie Votes.

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

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

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

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

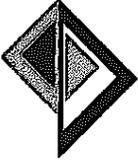
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the borough clerk shall notify the candidates who tied. The borough clerk shall notify the candidates of a reasonably suitable time and place to determine the successful candidate by lot. All tied candidates shall be present at such time and place,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

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# OLD BUSINESS



**Aleutian Financial**

520 East 32nd Avenue  
Anchorage, AK 99503

907.644.6618 Office

907.350.3381 Cell  
afi.lcanady@gmail.com

March 22, 2010

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

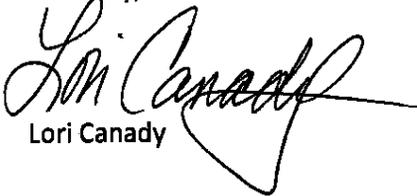
Dear Ms. Boyette:

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

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

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

Sincerely,

  
Lori Canady

# New Business

To: Hon. Mayor Mack and AEB Assembly

Through: Sharon Boyette

From: Clark Corbridge

Subject: Draft ordinance for AEB Port Authority, to be called the  
**Aleutian Transportation Authority**

Date: April 18, 2010

This is a very early draft of an ordinance which could be used to establish a port authority with boundaries co-extensive with the Borough's geographic borders. [NOTE: **this is not a first reading** of the port authority ordinance.]

1. **Name.** The name of the port authority should be chosen by the Assembly. For the purposes of this draft ordinance, I have used the **Aleutian Transportation Authority** as the name.

2. **Membership.** Membership within the port authority would be determined by an election, in which each community would vote to decide whether to be one of the constituents of the Aleutian Transportation Authority. If a majority of those voting within the community vote to be a part of the port authority, that community will be one of the members of the Aleutian Transportation Authority. If all eligible communities vote to be included, the authority would consist of seven entities: the Aleutians East Borough, the City of King Cove, the City of Sand Point, the City of Akutan, the City of Cold Bay, the City of False Pass and Nelson Lagoon.

3. **Why have a port authority?** If the Borough were to establish a port authority, the authority might control and operate<sup>1</sup>:

- The existing hovercraft.
- The Akutan hovercraft.
- The King Cove – Cold Bay road.
- Designated services at the Cold Bay airport.
- Other functions as specified.

4. **Selection of CEO is key to success.** If the Assembly and the majority of the political subdivisions within the Borough support the port authority, the key to success will be choosing the Chief Executive Officer (CEO) for the Aleutians Transportation Authority. With a good CEO, the port authority can live up to its potential to serve as an effective force-multiplier and relieve the Borough of a number of costly, time-consuming tasks and administrative details.

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<sup>1</sup> Depending on how the Assembly elects to structure the Aleutian Transportation Authority, "control and operate" might involve: establishing policies and procedures; hiring, evaluating and firing employees; establishing and managing budgets; drafting and executing contracts; paying bills; working to expand Borough exports (e.g., fresh seafood product from Cold Bay Airport); etc.

## **ALEUTIANS EAST BOROUGH, ALASKA**

### **ORDINANCE No. 2010 - \_\_\_\_**

AN ORDINANCE OF THE ALEUTIANS EAST BOROUGH, ALASKA, AUTHORIZING THE CREATION OF A PORT AUTHORITY UNDER A.S. 29.35.600-29.35.730, WHICH AUTHORITY SHALL BE KNOWN AS THE ALEUTIAN TRANSPORTATION AUTHORITY AND SHALL HAVE THE PURPOSE, POWERS AND OTHER ATTRIBUTES SET FORTH IN THIS ORDINANCE, CALLING A REFERENDUM ON THE PROPOSITION OF CREATING SAID PORT AUTHORITY, AND ESTABLISHING AN EFFECTIVE DATE.

WHEREAS, the development of an efficient and effective transportation network serving the communities of the Aleutians East Borough is vital to the present and future economic well-being of all the residents of those communities; and

WHEREAS, the development and operation of a locally-owned and locally-managed transportation system and related transportation facilities and services to facilitate the movement of persons, goods and services to and from those communities has been identified as a high priority; and

WHEREAS, the overall need for and feasibility of such a transportation system is well-documented in numerous studies, including but not necessarily limited to the following:

- Cold Bay Airport Terminal—Airport Redevelopment Plan (January, 2008);
- Cold Bay Hub (2006);
- Aleutians Aviation System Plan (June 2003);
- Aleutians Aviation System Plan Technical Memorandum 1, Part II (November, 2003);
- Aleutians Aviation System Plan Technical Memorandum 2 (July 2004);

Aleutian Transportation Authority  
Ordinance No. 2010 - \_\_\_\_, Creating a Port Authority

# **DRAFT of 4-18-10**

- Aleutians Aviation System Plan Technical Memorandum 3 (July 2005);
- Fact-Finding Report and Air Service Evaluation (2005);
- Aleutians Aviation System Plan (July 2006);
- Study Design—Aleutians Aviation System Plan (January, 2003); and

WHEREAS, a transportation system operating authority represents an efficient and effective means to develop such a transportation system, and thereby to facilitate local and regional economic growth and development; and

WHEREAS, Article X, Section 13, of the Constitution of the State of Alaska authorizes municipalities to enter into agreements for cooperative or joint administration of functions or powers; and, under that authority, two or more municipalities may by agreement establish such a transportation system operating authority; and

WHEREAS, the Alaska Municipal Port Authority Act (A.S. 29.35.600 – 29.35.730) more specifically allows one or more municipalities to establish such a transportation system operating authority with express powers, including the power to issue revenue bonds, and to acquire, construct and operate transportation facilities and services such as docks and wharves, a hovercraft system, roads, pipelines, airstrips and airport terminals; and

WHEREAS, the Aleutians East Borough, in concert with any of the other municipalities which approve a parallel ordinance as provided for in Section B of this ordinance, desires to establish and develop a more efficient transportation system and to thereby generally promote the health, security, economy and general welfare of all of the people of the Borough and the other municipalities identified in this ordinance; and

WHEREAS, in furtherance of that purpose, the Aleutians East Borough, in concert with any of the other municipalities which approve a parallel ordinance as provided for in Section B of this ordinance, desires to establish a port authority, to be known as the “Aleutian Transportation

Authority,” with express powers, including the power to issue revenue bonds, to acquire, construct and operate transportation systems and transportation-system-related facilities and services as a means to facilitate local and regional transportation-related commerce.

NOW, THEREFORE, BE IT ORDAINED BY THE BOROUGH ASSEMBLY OF THE ALEUTIANS EAST BOROUGH, ALASKA, AS FOLLOWS:

**Section A. Creation.** The Borough Assembly of the Aleutians East Borough hereby authorizes the creation of a port authority to be known as the Aleutian Transportation Authority, pursuant to the Alaska Municipal Port Authority Act (A.S. 29.35.600-29.35.730), said authority to be a public corporation of the Aleutians East Borough and the other Participating Municipalities identified in this ordinance.

**Section B. Participating Municipalities and Villages.**

- (1) Subject to the approval of the Development Plan approved by the Aleutian Transportation Authority in accordance with Section 10(b) below, and subject to approval of parallel ordinances by the local governing authority and approval by a majority of the qualified voters of each municipality, one or more of the following municipalities may join with the Aleutians East Borough as “Other Municipalities<sup>1</sup>” participating in the authorization and creation of the Aleutian Transportation Authority.
  - (a) City of King Cove.
  - (b) City of Sand Point.
  - (c) City of Akutan.
  - (d) City of Cold Bay.
  - (e) City of False Pass.
  - (f) Village of Nelson Lagoon.

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<sup>1</sup> The Village of Nelson Lagoon shall be deemed an “Other Municipality” if, except for its status as a village, it otherwise qualifies for that category.

- (2) The Aleutians East Borough and the Other Municipalities shall, for the purposes of this Ordinance, be known individually as a “Participating Municipality<sup>2</sup>” and shall be known collectively as the “Participating Municipalities.”

**Section C. Purpose.** The Aleutian Transportation Authority is authorized and created to develop an efficient and effective network of transportation modes and transportation-related facilities and services and otherwise to provide the transportation system infrastructure essential or otherwise appropriate to:

- (1) Serve the various transportation needs of residents of the Aleutians East Borough;
- (2) Develop commerce and industry throughout the Aleutians East Borough area by meeting the area’s various transportation services needs<sup>3</sup>; and
- (3) Promote the general health, security and welfare of the residents of the Aleutians East Borough by meeting their various transportation services needs.

Such infrastructure shall include, but is not limited to, those facilities and equipment necessary to provide necessary transportation services to, from and between municipalities and villages in the Aleutians East Borough for transportation of persons, baggage, vehicles and the contents of such vehicles, equipment and freight.

**Section D. Boundaries of the Aleutian Transportation Authority.** The boundaries of the Aleutian Transportation Authority shall be the boundaries of the Aleutians East Borough, including but not limited to the real property, including terminals and all related transportation-system support facilities owned, leased or otherwise operated and controlled by the Aleutian

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<sup>2</sup> If it qualifies as a “Participating Municipality” in all respects except for being a village rather than a municipality, Nelson Lagoon shall be deemed a “Participating Municipality.”

<sup>3</sup> These may be transportation needs generally, or specific needs like the hovercraft between Akun Island and the City of Akutan.

Transportation Authority in the conduct of its business, consistent with its purpose as set forth in Section C hereof.

**Section E. Powers and Limitations.** The Aleutian Transportation Authority may:

- (1) Sue and be sued;
- (2) Have a seal and alter it at pleasure;
- (3) Acquire an interest in transportation facilities, equipment or services as necessary or appropriate to provide financing for the one or more transportation facilities, equipment or services, whether by purchase, gift or lease;
- (4) Lease to others one or more transportation facilities, equipment or services acquired by it and upon the terms and conditions the Aleutian Transportation Authority may consider advisable, including, without limitation, provisions for purchase or renewal;
- (5) Sell, by installment sale or otherwise, exchange, donate, convey or encumber in any manner by mortgage or by creation of another security interest, real or personal property owned by it, or in which it has an interest, including one or more transportation facilities, equipment or services, when, in the judgment of the Aleutian Transportation Authority, the action is in furtherance of the Aleutian Transportation Authority's purposes;
- (6) Accept gifts, grants or loans, under the terms and conditions imposed under the gift, grant or loan, and enter into contracts, conveyances or other transactions with a federal agency or an agency or instrumentality of the state, a municipality, tribal organization, private organization or other person;
- (7) Deposit or invest its funds, subject to agreements with bondholders;
- (8) Purchase or insure loans to finance the costs of transportation facilities, equipment or services;
- (9) Provide security within the boundaries of the Aleutian Transportation Authority;

- (10) Enter into loan agreements with respect to one or more transportation facilities, equipment or services upon the terms and conditions the Aleutian Transportation Authority considers desirable;
- (11) Acquire, manage and operate one or more transportation facilities, equipment or services as the Aleutian Transportation Authority considers necessary or appropriate to serve the Aleutian Transportation Authority's purposes;
- (12) Assist private lenders to make loans to finance the costs of one or more transportation facilities, equipment or services through loan commitments, short-term financing or otherwise;
- (13) Charge fees or other forms of remuneration for the use or possession of one or more transportation facilities, equipment or services in accordance with the agreements described in this section, other agreements relating to the transportation facilities, equipment or services, covenants or representations made in bond documents relating to the transportation facilities, equipment or services or regulations of the Aleutian Transportation Authority relating to the transportation facilities, equipment or services;
- (14) Defend and indemnify a current or former director, employee or agent of the Aleutian Transportation Authority against all costs, expenses, judgments and liabilities, including attorney fees, incurred by or imposed upon that person in connection with civil or criminal action in which the person is involved as a result of the person's affiliation with the Aleutian Transportation Authority, if the person acted in good faith on behalf of the Aleutian Transportation Authority and within the scope of the person's official duties and powers;
- (15) Purchase insurance to protect and hold harmless its employees, agents and directors from an action, claim or proceeding arising out of the performance, purported performance or failure to perform in good faith, of duties for or employment with the Aleutian Transportation Authority and to hold them harmless from expenses connected with the defense, settlement or monetary judgments from that action,

claim or proceeding. The purchase of insurance is subject to the discretion of the Board. Insurance purchased under this paragraph may not be considered compensation to the insured person; and

- (16) Protect its assets, services and employees by purchasing insurance or providing for certain self-insurance retention. The Aleutian Transportation Authority may also maintain casualty, property, business interruption, marine, boiler and machinery, pollution liability and other insurance in amounts reasonably calculated to cover potential claims against the Aleutian Transportation Authority or the Participating Municipalities for bodily injury, death or disability, and property damage that may arise from or be related to Aleutian Transportation Authority operations and activities.

**Section F. Debt.** Subject to the provisions of A.S. 29.35.625 – 29.35.655, as amended, the Aleutian Transportation Authority may borrow money and may issue bonds on which the principal and interest are payable:

- (1) Exclusively from the income and receipts of, or other money derived from, one or more transportation facilities, equipment or services financed with the proceeds of the bonds;
- (2) Exclusively from the income and receipts of, or other money derived from, designated transportation facilities, equipment or services or other sources whether or not they are financed, insured, or guaranteed in whole or in part with the proceeds of the bonds; or
- (3) From its income and receipts generally or a designated part or parts of them.

**Section G. Administration of the Aleutian Transportation Authority.**

- (1) The Aleutian Transportation Authority shall be governed by a Board of Directors (“Board”), which shall exercise the powers of the Aleutian Transportation Authority.

- (2) The Board shall appoint a chief executive officer of the Aleutian Transportation Authority who serves at the pleasure of the Board.

**Section H. Board of Directors.**

- (1) Directors shall be apportioned and appointed as set forth in this Section.
- (2) The Board shall be apportioned as follows<sup>4</sup>:
  - (a) In the event that the Aleutian Transportation Authority is comprised of a single Participating Municipality, the Board shall be comprised of one (1) Director appointed to represent that Participating Municipality, and two (2) at-large Directors. One of the two (2) at-large Directors shall be designated to serve the duration of his or her term, or until such time as one or more additional municipalities join(s) the Aleutian Transportation Authority as Participating Municipalities and the total number of at-large Directors is reduced from two (2) to one (1), whichever term is shorter.
  - (b) In the event that the Aleutian Transportation Authority is comprised of two (2) or more Participating Municipalities, the Board shall be comprised of one (1) Director appointed to represent each Participating Municipality, and one (1) at-large Director.
  - (c) The Board shall be apportioned in accordance with the following table:

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<sup>4</sup> Once the port authority is up and running, all Directors' terms should be staggered and be of the same length. During the time when the port authority is beginning its operations, some terms will need to be of different lengths, to avoid a situation where every Director's term would expire at the same time.

<u>number of Participating Municipalities</u>	<u>appointed Board members per municipality</u>	<u>at-large Board members</u>	<u>total Board members<sup>5</sup></u>
1	1	2	3
2	1	1	3
3	1	1	4
4	1	1	5
5	1	1	6
6	1	1	7
7	1	1	8

(3) An individual appointed as a Director shall:

- (a) In the case of a Participating Municipality, be a qualified voter residing within the Participating Municipality represented; and

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<sup>5</sup> The Borough Assembly may direct a different pattern of community representation if it feels that would be more appropriate. The table in this draft was constructed to cover many possible scenarios, starting with the situation where there is only one of the local municipalities electing to participate in the port authority and continuing through the possible outcomes until reaching the eventuality that all seven eligible municipalities approve the port authority. It is constructed so unless there is only one approving municipality, there will only be one at-large member. In any scenario, all municipalities which approve the port authority will have one seat on the Board of Directors (with either one or two at-large seats, in addition).

- (b) In the case of the at-large member, be a qualified voter residing at any location within the Aleutians East Borough.
- (4) The mayor of each Participating Municipality shall, with the concurrence of its Borough Assembly or City Council, appoint the Director(s) representing the Participating Municipality<sup>6</sup>.
- (5) The Board shall appoint the at-large Director(s) from names submitted by the mayors of all Participating Municipalities. In the event that the Board can not reach a decision with regard to the proposed appointment(s) to the at-large Director position(s), the Board shall submit the list of names received from the mayors to the Borough Mayor, who shall then, with the concurrence of the Borough Assembly, appoint the at-large Director(s).
- (6) Directors shall serve four-year terms; provided, however, that the Directors first appointed after the creation of the Aleutian Transportation Authority shall be randomly assigned to one of three groups, each group to be as nearly equal in number as possible. The Directors assigned to the first such group shall serve two-year terms; the Directors assigned to the second such group shall serve three-year terms; and the Directors assigned to the third such group shall serve four-year terms<sup>7</sup>.
- (7) Each Director shall hold office for the term of appointment and until a successor has been appointed and qualified.
- (8) If otherwise qualified, a Director is eligible to be appointed to the Board for more than one term.
- (9) A vacancy on the Board shall be promptly filled by appointment as provided in this Section.

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<sup>6</sup> In the case of a Village deemed to be a Participating Municipality, the Village Council shall select two names and forward them to the Borough Mayor. The Borough Mayor shall then select one of the named individuals to serve as the Director representing the Village.

<sup>7</sup> Once the port authority is up and running, all Directors' terms should be staggered (so that not all terms expire simultaneously) and be of the same length. During the time when the port authority is beginning its operations, some terms will need to be of different lengths, to avoid a situation where every Director's term would expire at the same time.

**Section I. Bylaws and regulations.**

(1) The Board shall adopt bylaws to carry out the purposes and functions of the Aleutian Transportation Authority as soon after the establishment of the Aleutian Transportation Authority as possible and may, from time to time, amend those bylaws. The bylaws may contain any provision not in conflict with law for the management of the business of the Aleutian Transportation Authority and for the conduct of the affairs of the Aleutian Transportation Authority, including:

- (a) The time, place and manner of calling, conducting and giving notice of meetings of the Board and committees of the Board, if any;
- (b) The allowance for per diem and for travel and other necessary and reasonable expenses incurred by Directors in the conduct of the business of the Aleutian Transportation Authority, if any;
- (c) The appointment and authority of committees of the Board, if any;
- (d) The appointment, duties, compensation and tenure of officers, Directors, chief executive officer, and other employees, if any;
- (e) Procedures for adopting regulations;
- (f) Procedures for adopting bylaws;
- (g) Procedures for making annual reports and financial statements; and
- (h) Other matters for the conduct of business by the Board.

(2) The Board shall adopt regulations necessary or appropriate to carry out the purposes of the Aleutian Transportation Authority and to facilitate the day-to-day

administration, operation and other functions of the Aleutian Transportation Authority. The Board may amend those regulations from time to time.

**Section J. Development plan.**

- (1) The Aleutian Transportation Authority shall prepare and shall maintain and keep current by amendment from time to time<sup>8</sup> as necessary or appropriate, an Aleutian Transportation Authority Development Plan (“Development Plan”). The Development Plan shall contain, for each proposed project:
  - (a) A general project description which shall identify the need for the project, development phases, if any, a description of any existing improvements in the project area to be affected by the project, a description of real and personal property, including municipal real and personal property, proposed to be conveyed or leased to or from the Aleutian Transportation Authority, and any other information necessary to describe adequately the project’s purpose and scope;
  - (b) A development schedule including phases, if any;
  - (c) The estimated development cost, including the estimated development cost of project phases, if any;
  - (d) The estimated cost of operation;
  - (e) The proposed method of financing the improvements;
  - (f) Identification of anticipated revenues from use fees, leases or other contractual arrangements with respect to each project; and
  - (g) Any other information which the Board deems necessary or appropriate to describe the intent, purpose, schedule and cost adequately.

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<sup>8</sup> It is the intent that “from time to time” shall mean at least every five years, or sooner as changing circumstances require.

- (2) The Aleutian Transportation Authority shall submit the development plan and all amendments to that development plan to the governing body of each of the Participating Municipalities for review and approval by resolution.
- (3) The Aleutian Transportation Authority shall not undertake any project which is not consistent with the development plan, as amended, which has been approved by all the municipalities participating in the Aleutian Transportation Authority.

**Section K. Annual report.** Within ninety (90) days following the end of the fiscal year of the Aleutian Transportation Authority, the Board shall distribute to the governing body of each Participating Municipality a report describing the operations and financial condition of the Aleutian Transportation Authority during the preceding fiscal year. The financial report shall itemize the cost of providing each category of service offered by the Aleutian Transportation Authority and the income generated by each category. The financial report may include suggestions for legislation relating to the structure, powers or duties of the Aleutian Transportation Authority or operation of facilities of the Aleutian Transportation Authority.

**Section L. Audits.**

- (1) The Board shall have the financial records of the Aleutian Transportation Authority audited at least once annually by an independent certified public accountant.
- (2) To make the audits, the Board shall designate a public accountant who has no personal interest, direct or indirect, in the fiscal affairs of the Aleutian Transportation Authority.
- (3) Copies of the annual audit and of any additional audits shall be available to the public upon request.
- (4) The Aleutian Transportation Authority shall make all of its financial records available to auditors appointed by Participating Municipalities for examination.

**Section M. Fidelity bond.** The Aleutian Transportation Authority shall obtain a fidelity bond in an amount determined by the Board for the members of the Board, and each executive officer responsible for accounts and finances of the Aleutian Transportation Authority. Each such fidelity bond shall be in effect during the entire tenure of the bonded person.

**Section N. Taxation.**

- (1) Because the Aleutian Transportation Authority, exercising the powers granted by this enabling ordinance under AS 29-35-600 – 29.35-730, as amended, is in all respects for the benefit of the people of the Participating Municipalities and the people of the state in general, for their well-being and prosperity, and for the improvement of their social and economic condition, the real and personal property of the Aleutian Transportation Authority and its assets, income and receipts are exempt from all taxes and special assessments of the state, or a political subdivision of the state, including but not limited to the Participating Municipalities.
- (2) Notwithstanding the provisions of (1) of this Section, the Aleutian Transportation Authority may in its sole discretion enter into agreements under which the Aleutian Transportation Authority shall agree to pay to one or more Participating Municipalities payments in lieu of taxes and special assessments on real and personal property of the Aleutian Transportation Authority, when such property is otherwise within the taxing jurisdiction of that municipality.
- (3) Nothing in this Section creates a tax exemption with respect to the interests of a business enterprise or other person, other than the Aleutian Transportation Authority, in property, assets, income or receipts of that business enterprise or other person, whether or not financed under the provisions of A.S. 29.35.600 – 29.35.730, as amended.

**Section O. Withdrawal of Participating Municipality.**

- (1) A Participating Municipality may withdraw from and no longer participate in the Aleutian Transportation Authority by an affirmative vote of at least two-thirds of the members of its governing body on a withdrawal ordinance and approval of that ordinance by a majority of the qualified voters within that municipality voting on the question.
- (2) A municipality's withdrawal from the Aleutian Transportation Authority shall not cause the dissolution of the Aleutian Transportation Authority unless the remaining Participating Municipalities act to dissolve the Aleutian Transportation Authority.

**Section P. Dissolution of Aleutian Transportation Authority.**

- (1) Participating Municipalities may dissolve the Aleutian Transportation Authority. Dissolution of the Aleutian Transportation Authority requires an affirmative vote of at least two-thirds of the members of the governing body of each of the Participating Municipalities on a dissolution ordinance, and approval by a majority of the qualified voters of each of the Participating Municipalities of that dissolution ordinance; provided, however, that:
  - (a) All holders of any revenue bonds issued by the Aleutian Transportation Authority and then outstanding are fully repaid, including interest, if any, or payment has been fully provided for; and
  - (b) All creditors of the Aleutian Transportation Authority, including but not limited to lenders and trade creditors, are fully paid including interest, if any, or other provision has been made for that payment; and
  - (c) All other obligations, agreements and commitments of the Aleutian Transportation Authority, including but not limited to agreements with customers of the Aleutian

Transportation Authority, have been satisfied, or other provisions have been made for that satisfaction.

- (2) The dissolution ordinance shall include, but is not limited to:
- (a) Schedules and procedures for terminating Aleutian Transportation Authority functions and services; and
  - (b) Schedules and procedures for disposing of all Aleutian Transportation Authority assets, including distributing those assets of the Aleutian Transportation Authority which must be re-conveyed in accordance with the provisions of A.S. 29.35.610(b) to the Participating Municipalities; and
  - (c) Schedules and procedures for meeting or otherwise satisfying all other obligations, agreements and commitments of the Aleutian Transportation Authority as set forth in (1) of this Section; and
  - (d) Provisions for those other matters deemed necessary and prudent by the Board for the proper and business-like dissolution of the Aleutian Transportation Authority.

**Section Q. Referendum and effective date.** This ordinance shall not go into effect until and unless the creation of the Aleutian Transportation Authority is first approved by a majority of the qualified voters voting on the question at a special election **[this can be a regular election, if that is our preference]** to be held on \_\_\_\_\_. The ballot proposition shall be substantially in the following form:

PROPOSITION NO. \_\_\_\_\_

### **Creation of the Aleutian Transportation Authority**

“Shall the Aleutians East Borough participate with any or all of the “Other Municipalities” identified in Section \_\_\_ of Ordinance No. \_\_\_\_\_ of the Aleutians East Borough, pursuant to A.S. 29.35.600 – 29.35.730, to create a port authority to be known as the Aleutian Transportation Authority having

Aleutian Transportation Authority  
Ordinance No. 2010 - \_\_\_\_, Creating a Port Authority

**DRAFT of 4-18-10**

the purposes, powers, and other attributes as set forth in Ordinance No. \_\_\_\_\_ of the Aleutians East Borough?

YES .....

NO .....

PASSED ON FIRST READING \_\_\_\_\_

FINAL PASSAGE \_\_\_\_\_

\_\_\_\_\_  
Stanley Mack, Borough Mayor

ATTEST:

\_\_\_\_\_  
Tina Anderson, Borough Clerk

Aleutian Transportation Authority  
Ordinance No. 2010 - \_\_\_\_, Creating a Port Authority

**DRAFT of 4-18-10**

# REPORTS AND UPDATES

TO: Assembly Members

DATE: April 15, 2010

FROM: Sharon Boyette 

RE: MOU for the EIS for the KC land exchange and road corridor

The Aleutians East Borough has already begun the work of a cooperating agency with the lead agency the US Fish and Wildlife. This Memorandum of Understanding for the mayor's signature provides information about our responsibilities as a cooperating agency and the Fish and Wildlife Services' responsibilities. The other cooperating agencies are the State of Alaska, the City of King Cove and the Agdaagux Tribe of King Cove.

Mayor Mack asked me to include this MOU as an informational item in the Assembly packet this month.

Memorandum Of Understanding  
Between the  
U.S. Fish and Wildlife Service and the Aleutians East Borough

## INTRODUCTION

In the Omnibus Public Land Management Act of 2009 (H.R. 146, Title VI, Subtitle E, Sections 6402-6403), Congress directed the Secretary of the Interior to prepare an Environmental Impact Statement (EIS) under the National Environmental Policy Act (NEPA) of 1969, as amended (42 U.S.C. 4321 et seq.) to conduct an analysis of a proposed land exchange among the State of Alaska and the King Cove Corporation and the potential construction and operation of a road between the communities of King Cove and Cold Bay, Alaska. The Act also requires the EIS contain an evaluation of a specific road corridor through the Refuge that is identified in consultation with the State, the City of King Cove, Alaska, and the Agdaagux Tribe of King Cove, Alaska. The Secretary of the Interior delegated the coordination of the EIS to the U.S. Fish and Wildlife Service (Service).

In the Act (Sec.6402 (3) (B) (i)), Congress is specific regarding authorized entities that may participate as cooperating agencies. These agencies include any Federal agency that has permitting jurisdiction over the road, State of Alaska, Aleutians East Borough, City of King Cove, Alaska, King Cove Corporation, Agdaagux Tribe of King Cove, and the Alaska Migratory Bird Co-Management Council. Therefore, the Service is requesting that the Aleutians East Borough (AEB) become a cooperating agency in the development of this EIS.

## PURPOSE

The Service requests the cooperation and collaboration of the AEB in developing the EIS. This Memorandum of Understanding (MOU) establishes terms of cooperation between the Service and AEB in developing the EIS and any related documents, reports, and evaluations. The EIS will be prepared in compliance with the Act, NEPA and applicable Service and other federal regulations. The intent of this MOU is to clearly define the roles of the participants and to ensure the timely preparation of an EIS that satisfies the environmental review requirements of the Service, and other applicable Federal environmental regulations and legislative requirements. While the EIS was started within 60 days of the notification, completion of the EIS will be subject to the continued availability of funding.

## GENERAL PROVISIONS

- 1) The Service is the lead agency for the EIS as defined at 40 CFR 1508.16 and is ultimately responsible for the EIS and Record of Decision. The Service has primary responsibility for evaluating impacts in accordance with applicable Federal law, including the Fish & Wildlife Coordination Act (16 U.S.C. 661-667e), Endangered Species Act (16 U.S.C. 153 1-1 544), Alaska Native Claims

Settlement Act (ANCSA; 43 U.S.C. 1601 *et seq.*), the Alaska National Interest Lands Conservation Act (ANILCA; 16 U.S.C. 41 Ohh-410hh-5,460 mm - 460m-4,539-539e, and 3 101 - 3233; also 43 U.S.C. 163 1 - 1642), Migratory Bird Treaty Act (16 U.S.C. 703-7121, the Wilderness Act of 1964 (16 U.S.C. 1131-1136, 78 Stat. 890) and the National Wildlife Refuge System Administration Act of 1966, as amended by the National Wildlife Refuge System Improvement Act of 1997 (16 U.S.C. 668dd-668ee).

The Service shall carry out all its activities relating to the project in an expeditious manner and in conformity with applicable laws and regulations.

- 2) The AEB is interested in the road development to Cold Bay for primarily health and safety reasons for its citizens. They, among others, initiated the proposal of the road development and land exchange. The AEB shall carry out all its activities relating to the project in an expeditious manner and in conformity with applicable laws and regulations.

#### JOINT RESPONSIBILITIES

The Service has the ultimate responsibility for the content and preparation of the EIS. However, subject to that ultimate responsibility, the Service and the AEB shall:

1. Designate a representative(s) to serve as the day-to-day liaison and/or contact person for the project. Representatives must be available for frequent contacts, including phone calls, e-mails, and meetings, and shall review all EIS work as it is developed and completed.
2. Jointly review all substantive phases of the EIS preparation, including:
  - (a) baseline data review
  - (b) scoping
  - (c) development of alternatives
  - (d) review of technical reports
  - (e) impact analysis
  - (f) preliminary draft EIS review
  - (g) draft EIS review
  - (h) final EIS review
3. Develop alternatives in sufficient detail to analyze potential impacts.
4. Participate in public scoping.
5. Identify and address significant issues in the Draft and Final EIS.
6. Review draft documents and provide comments to the Service within the time period specified in the Project Work Plan, unless there is a justifiable reason for a delay. The

Service is responsible for consolidating comments and resolving any conflicts. The Service will carefully consider all comments, but reserves the right to make the final decisions regarding the content of the EIS documents.

7. Facilitate coordination of effort and exchange of information between the parties with regularly scheduled progress meetings.

8. Develop appropriate mitigation measures.

9. Nothing in this agreement shall be construed as modifying, amending, or otherwise changing the requirements and/or lands involved in the exchange as set forth in the Act.

#### SERVICE RESPONSIBILITIES

The Service will retain a Contractor to provide the expertise, personnel, and technical capabilities required for the preparation of the EIS and related documents. All subcontractors retained by the Contractor shall have the same responsibilities and are subject to the same restrictions as the Contractor.

As the lead agency, the Service shall:

1. Serve as the primary contact for the EIS Contractor and manage the contract.
2. Comply with NEPA requirements, including ensuring that all Federal and State agencies and others having jurisdiction by law or special expertise are given the opportunity to be cooperating agencies.
3. Consult and coordinate with affected tribes, State and Federal agencies, and private organizations under applicable laws, rules, regulations, and orders. The Service will consult with cooperating agencies to determine if any special technical studies are necessary.
4. The Service will organize and conduct the public scoping meetings. The Contractor will organize, analyze and distribute a scoping report of the comments to the Service. Hence, the Service will distribute the scoping report to the AEB and all cooperators.
5. Determine the relevancy of materials gathered or developed by the Contractor (including data, analyses, and conclusions). The Service will have the discretion to include or omit them from the EIS documents. The Service will consider all comments and concerns of the AEB, but the Service is ultimately responsible for the content of the EIS.
6. Promptly distribute to AEB the items identified under "Joint Responsibilities" [No 2, items (a) through (h)]. In addition, the Service will distribute to AEB, as appropriate, other draft documents or written work the Contractor prepares or receives from third parties on the project. The Service shall consult with, and solicit comments from, the

AEB on all such draft documents or written work. The Service shall jointly meet with AEB, other cooperators, and the Contractor to coordinate the EIS preparation as reasonably requested by any party to this agreement, and at the beginning of each substantive phase of the EIS (as enumerated above). The Service will consolidate comments and attempt to resolve conflicts. The Service reserves the right to make the final decision on the content of the EIS.

7. Share project information, including the results of technical and environmental studies and data analyses, with the AEB.

8. Require the Contractor to submit monthly progress reports that the Service will distribute to AEB.

9. Review and approve the content of the Draft and Final EIS prior to public release.

10. Identify the preferred alternative (in the Draft EIS – if there is to be a preferred alternative) and the environmentally preferred alternative (in the Record of Decision).

11. File and publish the required notices in the Federal Register and with the Environmental Protection Agency.

12. Issue the Record of Decision.

#### ALEUTIANS EAST BOROUGH RESPONSIBILITIES

The AEB shall:

1. Provide the Contractor with road corridor scenarios and technical information necessary to prepare the Draft and Final EIS.

2. Attend scoping and coordination meetings, as appropriate. Participate in discussions of the proposed action at public meetings and offer input to the Service.

3. Review preliminary draft and final environmental documents and other documents (such as the statement of work for the contractor) within agreed upon time frames.

4. Promptly respond to requests from the Contractor via the Service. The AEB shall not initiate direct contact with the Contractor. All AEB-Contractor contact shall be through the Service's contract representative or at meetings attended by the Service. The Service shall be present, or otherwise be comfortable that no undue influence is being applied.

5. Recognize the Service has the ultimate responsibility for the content and preparation of the EIS and ROD.

6. AEB shall not direct the modification, inclusion, or exclusion of any materials pertinent to the EIS preparation.

## MISCELLANEOUS

1. The Service shall maintain the confidentiality of all proprietary information, documents, or materials supplied by AEB, to the extent authorized by law.
2. Nothing in this agreement shall be construed as altering, or in any way limiting, the AEB's abilities or responsibilities to act in accordance with all applicable laws and regulations.
3. The AEB shall use their best efforts to provide input to the EIS in compliance with a mutually-agreed upon schedule. The schedule may be modified from time to time pursuant to the provisions of this agreement applying to modifications hereof.

## MODIFICATIONS AND TERMINATION

1. This MOU becomes effective when signed by all parties and remains in force until the Record of Decision is signed, unless terminated in writing. Each party to this MOU may terminate this agreement after 30 days prior notice, in writing, to the other parties. During the intervening 30 days, the parties agree to attempt to resolve any outstanding disputes.
2. Modifications to this MOU may be proposed by any party and will become effective if agreed to in writing by all parties. Changes to the MOU must be initialed and dated on each replacement page by an authorized agent of each party.
3. Nothing herein shall be construed as requiring the government to expend or obligate funds in excess of appropriations authorized by law and administratively allocated for this work.
4. The Parties commit to working in good faith to seek consensus agreements. In the event that bona fide disputes arise from this MOU, the disputing Parties will first strive to resolve matters informally themselves. If the AEB cannot resolve a dispute with the project manager, the AEB may raise the matter to a higher official in the Service or other cooperating agency.

***Signatures:***

\_\_\_\_\_  
Aleutians East Borough

\_\_\_\_\_  
Date

\_\_\_\_\_  
U.S. Fish and Wildlife Service

\_\_\_\_\_  
Date

TO: Mayor Mack and Assembly Members

DATE: April 16, 2010

FROM: Sharon Boyette

RE: Admin Report for March 10-April 16, 2010

Cold Bay Terminal. We have a design for new windows and a new "siding system". See Clark's report for more info on this.

Coastal Impacts Assistance Program (named recipient) Grant. We are allocated about \$600,000 within this program but must complete grant application(s) to receive the funding in 2011. Following the guidelines, we are developing some projects for submission. Ted is working with Nelson Lagoon on a project proposal to begin addressing their erosion problems. Another idea is an education program that encourages marine science training, college and careers. We are also working on a proposal to repair the Cold Bay boat launch ramp and one to do some red salmon stream clearing. We are reviewing all our projects' mitigation measures to see if there may be unfunded mitigation measures that fit within the CIAP guidelines. There are a couple more ideas generated by the staff that have not been developed yet. You will see the pre-proposals in May.

I have met with Marsh Insurance (hovercraft insurance), DOT/PF (Cold Bay Apron and Taxiway & airport master plan), the COE and Knik Construction (Akutan Harbor), and a consultant who worked on the Newtok erosion project, to mention some highlighted meetings.

I attended a two-day work session on Aleutian Pacific Seafoods, the new kid on the block, we hope, in Sand Point.

I hope you have seen the new policy ending free rides and free freight on the hovercraft. It has been distributed to all staff. You should have also seen the good news on the King Cove Land Exchange.

I listened in to two AK legislative activities: Shell Oil's presentation to the House Resources Committee, Hearing on the Senate Bill dealing with ARRA bonding program.

Please see the attached article on the demise of oil and gas development in the North Aleutian Basin. As national environmental groups make their move to restate the moratorium on drilling in the NAB or otherwise try to lock up "Bristol Bay", we will counter with the separation and distinction between Bristol Bay and the North Aleutian Basin.

Coming Attractions:

I have been working with a group of folks representing the Aleut Region from different entities to plan an Energy Summit to be held April 24 & 25, Saturday and Sunday, at the



FISH TAX 2009-2010

Compare this and last years	Total FY10 TAXES
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	3/31/2010	3/31/2009	3/31/2008		
total	\$289,235.26	\$372,861.19	\$379,363.02	(\$83,625.93)	\$2,301,084.72

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

	11/31/09	11/31/08	11/31/07		
Total	\$ 171,944.15	\$ 369,366.41	\$ 528,916.15	\$ (197,422.26)	\$1,460,998.51

	10/31/2009	10/31/2008	10/31/2007		
Total	\$ 387,579.19	\$ 526,890.47	\$ 362,346.56	\$ (139,311.28)	\$1,289,054.36

	9/30/2009	9/30/2008	9/30/2007		
Total	\$ 213,463.12	\$ 283,746.17	\$ 169,556.12	\$ (70,283.05)	\$901,475.17

	8/31/2009	8/31/2008	8/31/2007

FISH TAX 2009-2010

Total	\$346,227.76	\$660,776.54	\$434,593.78	\$	(314,548.78)	\$688,012.05
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	7/31/2009	7/31/2008	7/31/2007			
Total	\$341,784.29	\$433,913.89	\$496,410.99	\$	(92,129.60)	\$ 341,784.29

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

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

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

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

	2/29/2009	2/29/2008	2/29/07		
TOTAL	\$ 285,176.51	\$ 605,568.58	\$ 429,501.47	\$	(320,392.07)

	1/31/2009	1/31/2008	1/31/2007		
TOTAL	\$ 291,096.54	\$ 188,499.56	\$ 168,905.00	\$	102,596.98

To: Hon. Mayor Mack and AEB Assembly

From: Laura Tanis, AEB Communications Manager

Subject: Communications Manager's Report to the Assembly

Date: April 13, 2010

Since the last Assembly meeting in March, I have worked on and distributed one press release and three newsletters (One regular edition of *In the Loop*, two special editions and The Pipeline). The contents included:

- Five Scoping Meetings in the Region Scheduled for April 26 - 30<sup>th</sup>.
- SSL BiOp Delayed Again.
- NPFMC Scheduled to Meet April 8 - 13, 2010.
- AEBSD Hosts First District-wide Science Fair.

I have also drafted two letters for Mayor Mack. One letter is to Commerce Secretary Gary Locke. It's a recommendation for Sam Cotten to be reappointed to the North Pacific Fishery Management Council. The other letter is addressed to the Governor, requesting that funding be restored to the budget to allow for twice-monthly ferry service to the Aleutians during the summer season.

On another topic, we were pleased to see that Sharon's Compass article made it into the *Anchorage Daily News* on Saturday, April 10, 2010. The article focused on the Borough's disappointment that the North Aleutian Basin was removed from the current 5-year oil-and gas-leasing plan. Another publication, *Pacific Fishing*, linked to the same article.

I've also been involved with helping to promote the harbors in Sand Point, King Cove and False Pass. The editor of *Pacific Fishing* contacted me about doing a "Port of the Month" story, and wanted info on these three communities. I'll keep you posted when the stories are published.

This week and next, I'm working on several tasks. They include the next *In the Loop*, scheduled for distribution on April 23, 2010. I'm also planning to finish up another edition of *Fish News*, which will focus on what happened during the most recent North Pacific Fishery Management Council.

The last week of this month is expected to be very busy. Sharon and I will be visiting the region April 26 - 30, 2010 for the scoping meetings on the proposed land exchange/road corridor from King Cove to the Cold Bay Airport. We hope local residents will turn out for the meetings and let their voices be heard.

To: Hon. Mayor Mack and AEB Assembly

Through: Sharon Boyette From: Clark Corbridge

Subject: Assistant Administrator's Report to the Assembly

Date: April 20, 2010

During the last month, I have worked on:

- 1. The Cold Bay Terminal Building:** **a. Contract and specifications.** With Lauri Strauss's assistance, we are developing a package including specifications and contract language for the rehabilitation of the Cold Bay Terminal Building. We hope to have prices and time lines from contractors early in May. **b. Correspondence with FAA.** Ongoing correspondence with the FAA has fleshed out details of their needs and working to assure they will begin tenancy in the Terminal Building as soon as is feasible.
- 2. Port Authority:** **a. Updating draft ordinance.** A draft ordinance to establish a port authority, submitted for the Assembly's review and consideration, is elsewhere in this packet. **b. Cover memo.** The cover memo accompanying the draft ordinance describes some possibilities for Assembly action and requests direction regarding the draft ordinance.
- 3. Hovercraft-related items:** **a. Chemical testing issues.** We have dealt with the annual onslaught of paperwork regarding the Borough's Coast-Guard-required chemical testing program. **b. Insurance.** Inquiries about hovercraft insurance are ongoing. We should have many more answers from Marsh by mid-May. **c. Scheduling Coast Guard inspection.** We have tentatively scheduled the Coast Guard's annual inspection of the hovercraft for the first week in May. We anticipate at-sea trials will be a part of this year's inspection.
- 4. Multi-Jurisdictional Multi-Hazard Mitigation Plan (MJMHM Plan):** **a. Preliminary FEMA approval.** We have received preliminary FEMA approval for the Borough's MJMHM Plan. [Please see summary elsewhere in this packet.] **b. Next step: Adoption by the AEB.** In order to make the Borough and its constituent communities eligible for funding as quickly as possible, we anticipate Mayor Mack will provide a letter to the Alaska Division of Homeland Security and Emergency Management, confirming the AEB's adoption of the MJMHM Plan. We hope to have formal adoption by all communities by the end of May.

**To: Honorable Mayor Mack and AEB Assembly**

**From: Ted Meyer, AEB Community Development Coordinator**

**Subject: Report to the Assembly**

**Date: April 19, 2010**

Submitted comments from AEB residents and AEB staff to the consultant regarding the Renewable Energy Resource Assessment draft report for the communities of Cold Bay, False Pass, and Nelson Lagoon. The consultants should submit the final draft for review by the first week in May.

Worked with AEB staff and the Alster Communications in preparing a contract for the purchase, installation, and training for the Akutan and Cold Bay Siren Project. The \$90,000 procurement contract was signed on April 1.

Assisted False Pass and Cold Bay with submitting Energy Efficiency and Conservation Block Grant applications to the Alaska Energy Authority.

The Alaska Dept of Community and Economic Development recently informed us that the Alaska Climate Change Impact Mitigation Program grant for Nelson Lagoon erosion studies (submitted last year and was awarded, but taken out of last year's state budget) was funded in this year's legislature session. We plan to use this \$50,000 as in-kind for the Army Corps of Engineer's future feasibility project for shoreline protection.

### **In Progress**

Working with AEB staff, City Administrator Paul Day, and URS Consultants on last minute details in preparation for advertising the bid package for the Sand Point Harbor Float Project (recently funded by the Denali Commission). The schedule for the contractor to be hired is near the end of May.

### **CIAP Grants**

I'm currently working on the development and submittal of several Coastal Impact Assessment Program (CIAP) grants due by April 30. These include:

#### **1. Nelson Lagoon Historic Shoreline Erosion Mapping Project (\$80,000 estimate at this time)**

Working with information from Nelson Lagoon Tribal Staff, I'm developing this project proposal that will involve aircraft photography of the 2011 coastlines of the Nelson Lagoon Spit and spatially corrected aerial coastline photos from 2001, 1997, 1983, and 1972. These digital photos will be overlain on the 1963 USGS topographic coastline. Measurements will be taken of the distance between coastlines in order to calculate the amount of erosion since 1963, the average annual erosion rate, identify erosion hot spots, and identify suitable areas for future development and hazardous areas of non-development. The analysis will also aid in the Beach

Profile Project listed below and the Army Corps of Engineers planned reconnaissance project for shoreline protection.

**2. Nelson Lagoon Beach Profile Study (\$100,000 estimate at this time)**

ERM Consultants provided the bulk of this draft proposal to establish offshore beach profiles of the Nelson Lagoon Spit in order to document current erosion rates and the likely causes of the more intensely erosion locations. This study will provide a more thorough understanding of the processes involved in erosion of this spit and a keener insight on future mitigation measures.

**3. Cold Bay Boat Ramp Rehabilitation Project (\$90,000)**

Cold Bay City Staff and URS Consultants provided the bulk of the information required for this grant to rehabilitate the Cold Bay boat ramp.

**4. Getting Safe and Responsible OCS Leasing Back on Track (\$110,000)**

This project proposal was written by AEB Consultant Susan Harvey. The proposal regards the development of a strategy to adequately protect the North Aleutians Basin coastal area to allow for proposed oil and gas activity. Following the collection of critical baseline data and conducting a Strategy Workshop, the AEB will develop mitigation measures and permitting ordinances to ensure the protection of the NAB coastal environment and responsible oil and gas development.

**5. Area Stream Clearance Projects**

Several proposals for AEB area stream clearance projects will be submitted. Project costs to be determined.

**6. Other**

Other grants may be identified before the submittal deadline.

April 22, 2010

Cooperative Research Project Update

Submitted by: Beth Stewart

We had some money left over in our Cooperative Research budget with NMFS. With that and some additional in the next budget, we are purchasing and installing a second transducer on the F/V Temptation. This additional transducer will allow the vessel to begin gathering data on the abundance of krill along the survey transects.

The hydro acoustic pollock survey work has been extremely successful. The vessel and crew have worked closely with the Gulf of Alaska pollock stock assessment author, Dr. Martin Dorn, and AEB's contract research scientist Vidar Wespestad. The data being gathered now will be folded into the Western Gulf pollock stock assessment.

This is a real victory for AEB fishermen. Before this project, there had been no federal cooperative groundfish research projects in our region. Adding the second transducer is a signal that the agency sees local participation in research activities as a viable option.

I will continue working with the agency and with Vidar Wespestad to develop local projects. If the AEB school district adopts a 'place based curriculum,' we will be able to develop projects in conjunction with the school district that will train and employ local students in additional research projects.

We are in the very early stages of developing a fishery monitor program. We hope that we will be able to get NMFS to begin using local students in monitoring catches and identifying species within these catches. Right now, NMFS relies on the Observer Program for this data. A bachelor's degree is required to become an observer. Vidar and I believe that we can create a program that trains local students to fulfill some of the roles of an observer. Local students are far more likely to understand life onboard a small vessel. Again, a 'place based curriculum' would provide a good beginning for this kind of project.

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

From: Brad Gilman & Sebastian O’Kelly

Re: Washington Update

Date: March 18, 2010

**1. FY 2011 Appropriations Requests** – We have now completed and supplied all the necessary forms, support letters and certifications to the Alaska Delegation in meeting their deadlines for project requests for the next fiscal year. Brad has met with each office to discuss the requests. The House and Senate Appropriations Committees will mark up the respective appropriations bills in the April-July timeframe.

The House Democratic leadership has adopted a new rule prohibiting for one year the submission of any project request that is targeted to a for-profit entity. State and local government requests are not affected and will be considered for funding. The House Republican leadership has developed its own rules prohibiting for one year the submission of any project request from any entity. Rep. Young has indicated, however, that he will submit project requests as usual. The Senate Republicans met on March 17 to consider whether to adopt any restrictions on project submissions this year. No agreement was reached in that meeting. The Senate Democrats at this point have indicated no interest in adopting any of the House restrictions and Senator Inouye (D-HI), Chairman of the Senate Appropriations Committee, has expressed strong opposition to these measures.

We have made the following requests on the community’s behalf.

- **Cold Bay Airport Apron Expansion** – We have asked for \$5,000,000 in FAA funds to construct an apron and taxiway at Cold Bay Airport.
- **Nelson Lagoon Erosion Control** – We have requested \$100,000 in Army Corps funds to conduct further evaluations on possible erosion and flood control measures to protect the Village of Nelson Lagoon from flooding.

**2. Federal Highways Legislation** – The Tax Extenders/Jobs Bill currently being debated includes an extension of the Federal Highway Trust Fund until the end of the year while the larger, long-term reauthorization of Federal highway programs awaits further consideration.

We have requested \$20 million in Federal highway funding for the King Cove terminal road. Congressman Young has submitted the request to the House Transportation & Infrastructure Committee. He has also filed requests for Akutan (Akun

Marine Link -- \$9.6 million) and Sand Point (area roads -- \$3.2 million). We have also made the request with Sen. Begich. Sen. Murkowski has not yet asked for requests. The Senate Environment & Public Works Committee has not yet asked Senators for their project request lists.

**3. King Cove/Izembek NWR Road** – The USFWS has announced its public scoping process as part of the required Environmental Impact Statement that must be completed before a decision can be made by the Dept of Interior on whether to move forward with the proposed road and land swap. Rep. Young testified at the first USFWS comment session in strong support of the road and land swap.

**4. Miscellaneous.**

- **Nelson Lagoon Water System Improvements.** The Delegation announced a \$185,000 USDA grant to Nelson Lagoon for a new water intake facility
- **Eastern Aleutian Tribes Grant.** The Delegation announced a \$50,000 grant to the Tribe to develop a 5 year strategic plan for the health care of its members.
- **Local Public Records Preservation Legislation.** Legislation (HR 2256) has been introduced in the House with 38 bi-partisan cosponsors to set up formula funds to provide monies to State and local governments for records preservation. Support for the legislation has grown and the number of bill cosponsors is now 56. Hearings still have yet to be scheduled.
- **Invasive Species Legislation.** Rep Young has introduced legislation to establish a loan program to the Western States to combat the spread of invasive species that can wreck economic and ecological havoc on native species such as salmon and crab. Senators Begich and Murkowski are cosponsors of the Senate version of the bill.
- **Arctic Deepwater Port Bill.** Rep. Young has introduced legislation to study the feasibility of establishing an Arctic deep water port to protect U.S. economic and other interests as the arctic climate changes.

**From:** Beth Stewart [mailto:bethontheroad@gmail.com]  
**Sent:** Wednesday, April 14, 2010 1:03 PM  
**To:** Tina Anderson; Sam Cotten (AEB); Laura Tanis; Stanley Mack; Sharon Boyette  
**Subject:** Fwd: fr: Gilman and Marks

Brad sent the latest summary of where we are with the NPDES permit issue. After reading it, you will understand my reply to Brad. I spoke to Brad earlier and will be talking to Rick (who has been tracking this issue) soon.

I asked Brad what will happen if the Senate does not act. The July 13th deadline is right around the corner. Brad indicated that EPA doesn't have regulations in place to implement a program for individual NPDES permits, so no enforcement actions will occur. He also indicated that EPA would have to set up an application process and that fishermen would get plenty of notice.

WHEW. However, this still remains a serious issue. I testified last summer at a meeting in Washington, DC. EPA seems to understand that this will create a huge burden for boat owners, and is actually trying to get Congress to take action. Brad didn't seem very optimistic about this session.

So, it would be a good idea to include the memo in the Assembly packet along with a summary of this memo.

Thanks,  
Beth



## MEMORANDUM



**TO: Interested Commercial Fishing Vessel Owners**  
**FR: Justin LeBlanc, Petrizzo Strategic Group**  
**Rick E. Marks, Hoffman Silver Gilman & Blasco, PC**  
**RE: District Court Decision Vacating the Federal Regulation Excluding Discharges Incidental to Normal Vessel Operations from Clean Water Act Permitting**  
**DT: April 12, 2010**

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### **Background**

In January 1999, a number of interested parties submitted a rulemaking petition to EPA asking the Agency to repeal its long-standing regulation at 40 C.F.R. 122.3(a) that excludes certain discharges incidental to the normal operation of vessels, including ballast water, from the requirement to obtain a National Pollutant Discharge Elimination System (NPDES) permit under the Clean Water Act (CWA). The petition seeking repeal expressed concern over discharges of ships' ballast water containing invasive species and other matter. In September 2003, EPA denied the petition. Among its bases for denial, the Agency determined that actions by the federal government under other statutes specific to ballast water were likely to be more effective and efficient in addressing the concerns raised in the petition than reliance on NPDES permits. The denial also noted that the regulation had existed unchallenged since its initial issuance in May 1973, and that Congressional enactment of subsequent statutory schemes and amendments indicated Congress was aware of, and accepted, the regulatory exclusion. Following EPA's denial decision, several groups filed a lawsuit in December 2003 in the U.S. District Court for the Northern District of California (*Northwest Environmental Advocates et al. v. EPA*, No. CV 03-05760 SI).

On March 30, 2005, the District Court ruled that the EPA regulation excluding discharges incidental to the normal operation of a vessel from NPDES permitting exceeded the Agency's authority under the CWA. In subsequent proceedings before the Court, EPA argued that any relief granted by the Court should be limited to ballast water matters alone. However, on September 18, 2006, the Court issued an order vacating (revoking) the regulatory exclusions at 40 C.F.R. 122.3(a) as of September 30, 2008. The Court reasoned that delaying the vacatur by two years would give the Agency time to address the ramifications of the vacatur. Because the Agency respectfully disagrees with the District Court's decision, on November 16, 2006, the United States filed a notice of appeal with the U.S. Court of Appeals for the Ninth Circuit and that appeal is currently pending.

Because the Court's decision is not limited to vessels with ballast water tanks, it appears to implicate an extremely large number of vessels and a range of discharges. Information available from the U.S. Coast Guard indicates that in 2005, vessels equipped with ballast water tanks alone accounted for 8,400 ships reporting over 86,000 port calls. However, there are also 13 million State-registered recreational boats, 70,000 commercial fishing vessels, and 53,000 freight and tank barges operating in U.S. waters. A final rulemaking undertaken specific to the authority of CWA § 312(n) with respect to vessels of the Armed Forces is illustrative as to the potential variety of operational discharges. For purposes of CWA § 312(n), that rulemaking identified 39

\*\*\* **FOR INFORMATIONAL PURPOSES ONLY** \*\*\*

such discharges in the context of military vessels, and it would appear that besides ballast water, non-military vessels could generate approximately two dozen, or perhaps more, of these kinds of operational discharges (e.g., bilgewater, deck runoff, graywater). See, 40 CFR 1700.4; 1700.5.

The Court's ruling would not affect vessel discharge exemptions from permitting that are specifically provided for in the CWA itself. For example, § 502(6)(A) excludes from the Act's definition of "pollutant" sewage from vessels (including graywater in the case of commercial vessels operating on the Great Lakes) and discharges incidental to the normal operation of a vessel of the Armed Forces within the meaning of the CWA § 312. As another example, the CWA provides in § 502(12)(B) that discharges from vessels (i.e., discharges other than those when the vessel is operating in a capacity other than as a means of transportation) do not constitute the "discharge of a pollutant" when such discharges occur beyond the limit of the three mile territorial sea. Because both "a pollutant" and a "discharge of a pollutant" are prerequisites to the requirement to obtain an NPDES permit, these two statutory provisions have the effect of exempting the vessel discharges they address from the requirement to obtain an NPDES permit.

### **Current Status**

Section 301(a) of the CWA generally prohibits the "discharge of a pollutant" without an NPDES permit. The CWA authorizes civil and criminal penalties for violations of the prohibition against the discharge of a pollutant without a permit, and also allows for citizen suits against violators. As a result of the Court ruling, the regulatory exclusion allowing for the discharge of pollutants incidental to the normal operation of a vessel without an NPDES permit was vacated on September 30, 2008. However, in July 2008, Congress intervened and enacted legislation that:

- Exempted all recreational vessels from the NPDES permit requirement.
- Imposed a 2-year moratorium on issuing a discharge permit for any commercial fishing vessel (regardless of size); and for commercial vessels <79 feet.
- Directed the EPA/USCG to conduct a discharge study & report to Congress in 15 months.

The EPA/USCG conducted a study of discharges incidental to normal vessel operations and concluded that runoff from a variety of on-board sources contributes to water pollution. The EPA sampled a total of nine discharge types from the tested vessels, including bilgewater, stern tube packing gland effluent, deck runoff/washdown, fish hold effluent (both refrigerated seawater effluent and ice slurry), effluent from the cleaning of fish holds, graywater, propulsion and generator engine effluent, engine dewatering effluent, and firemain. The study also reviews findings on antifouling hull coatings to conclude that contaminants, such as copper, are discharged from the coatings' leachate and contribute to contamination in some major harbors.

The EPA estimates that the potential fleet to be covered by any new regulations for commercial vessels could total over 140,000, including 70,000 commercial fishing vessels. If new performance-based regulations that require periodic testing and reporting of discharges are imposed on these vessels.

### **Next Steps**

**\*\*\* FOR INFORMATIONAL PURPOSES ONLY \*\*\***

The current Congressional moratorium on the issuance of NPDES discharge permits to commercial fishing vessels expires on July 31, 2010. In the absence of any additional congressional action, as of August 1, 2010 all commercial fishing vessels will be faced with one of two options:

1. Apply for an individual NPDES permit from the EPA; or
2. Not apply for a permit and be technically out of compliance with the recognition that the EPA and the USCG may not have the additional resources necessary to enforce the requirement.

Both scenarios leave individual fishing vessels potentially subject to citizens lawsuits for failure to comply with the Clean Water Act.

We, along with other fishing industry advocates, has been pursuing an extension of the current moratorium on the issuance of permits for fishing vessels. The House-passed version of the 2010 Coast Authorization Act contains a 3 year extension of the moratorium to July 31, 2013. The Senate, however, has not passed a Coast Guard bill this year and it is looking increasingly unlikely that one will be enacted into law in 2010. Therefore, we are pursuing a 3 year extension of the moratorium via the annual appropriations process. Senator Murkowski (R-AK) is leading this effort and we are asking other Members from the Pacific Northwest to support it.

### **Other Vessel Category Activities**

At the same time, large commercial vessels that did not benefit from the current 2 year moratorium are operating under an EPA Vessel General Permit (VGP) covering their discharges incidental to normal vessel operations. They are not satisfied with this arrangement.

It should be noted that NPDES permit requirements only apply to discharges within 3 miles (state waters). In addition, the Clean Water Act allows each individual state to “certify” NPDES permits within their waters and impose additional standards or requirements as part of the certification.

Commercial vessels that transit multiple states waters could therefore find themselves being subject to multiple and inconsistent requirements. As a result, large commercial vessels are seeking new federal legislation to establish an alternative to regulation of both their incidental discharges and ballast water. With regard to discharges incidental to normal vessel operations, this legislative alternative would, among other things:

- Establish National Standards for incidental discharges to be enforced by EPA and USCG;
- Prohibit states from imposing alternative or additional discharge standards;
- Explicitly maintain the citizen lawsuit provisions.

### **The Question**

While we will continue to actively pursue a 3 year extension of the moratorium on regulating commercial fishing vessels for discharges incidental to normal vessel operations, the question remains what do after such an extension. There are 4 options:

1. Participate in and support the alternative legislative scheme being sought by large commercial vessels;
2. Seek a mechanism to apply the currently regulatory Vessel General Permit (VGP) for commercial vessels to all commercial fishing vessels, recognizing that such could leave fishing vessels subject to multiple state certifications;
3. Become subject to individual NPDES permit requirements;
4. Use the time of the 3 year moratorium extension to consider and develop another approach.



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

March 31, 2010

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

Re: Community Center

Dear Mayor Mack:

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

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

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

Sincerely,

David O. Osterback  
Tribal President

# Community Center

## Average Monthly Costs 6 month average

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

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



April 13, 2010

To Whom It May Concern:

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

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

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

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

Sincerely,

The Silver Salmon Derby Committee  
& the Cold Bay Volunteer EMS



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

Wednesday, April 14, 2010

To whom it may concern

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

Sincerely,



Chris Babcock Fire Chief

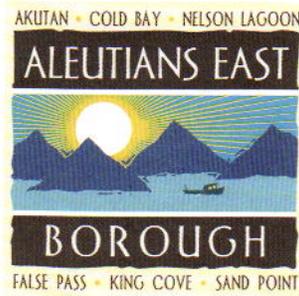


## **Aleutians East Borough Donation Policy**

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

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

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



Hon. Sean Parnell, Governor of Alaska  
State Capitol Building, 3<sup>rd</sup> Floor  
P.O. Box 110001  
Juneau, AK 99811-0001

April 12, 2010

Re: Ferry service to the Aleutians

Dear Governor Parnell,

I am requesting your support for the supplemental spending bill to restore twice-monthly ferry runs along the Aleutian Chain. The Alaska Marine Highway System provides a critical transportation link to our coastal communities (Sand Point, Akutan, King Cove, False Pass and Cold Bay). Many of our residents rely on the ferry service to conduct business with our other communities and to visit family members and friends. Residents also transport vehicles on the ferry and ship goods for business and personal needs. And far from least important -- our school children depend upon the service for sporting events in nearby communities.

Unfortunately, once-a-month ferry service does not meet the economic and social needs of our communities. Inter-community commerce, school activities and visitation all are adversely affected by the current schedule of less than two trips per month.

Providing twice-monthly ferry service will have a positive effect on our quality of life and on our economy. Construction projects in our communities will increase during the next several years, which will add to the demand for ferry ridership.

The economic vitality of our communities and the development of future economic opportunities depend on a reliable transportation system which better meets the needs of the communities it serves. I hope you will support this critical service with the supplemental spending bill. Please restore twice-monthly ferry service to our southwest coastal communities.

Sincerely,

Stanley Mack  
Mayor, Aleutians East Borough

**From:** Mel Gillis [mailto:sandyriverlodge@yahoo.com]

**Sent:** Monday, March 22, 2010 10:33 AM

**To:** Sharon Boyette

**Cc:** Pat Carter

**Subject:** Authorization...

Sharon:

Pat Carter has my authorization to negotiate on my behalf with the Aleutians East Borough in order to secure a new long term land lease regarding the old lease #ADL218167. All final decisions are to be approved by myself, Mel Gillis. If there is a successful negotiation that results, in the execution of a new lease, I would be agreeable to dropping my appeal currently before the Alaska Supreme Court.

Thank you,

Mel Gillis

# ***INSIDE:*** 2010 SESSION WRAP-UP FROM REPRESENTATIVE BRYCE EDGMON



Dear Friends and Neighbors,

Once again, it has been a real honor to serve as your representative in Juneau. As co-chair of the Energy Committee and chairman of Fisheries, I have made every effort to have a positive influence on many issues of importance to Southwest Alaska. I'm proud that the energy and fisheries related legislation we passed is the kind that will have a direct, helpful impact on your lives.

Inside this newsletter you will find a lot of examples of good things coming to our communities as a result of our work over the past two sessions. The wide variety of capital projects represent investments in our communities, improvements in our most fundamental infrastructure needs, and job creation. Other legislation passed this session sets in motion an improved energy outlook—in both policy and practice—that will produce savings for our families, schools, and local governments long into the future.

As I prepare to return to my family in Dillingham, staffer Adam Berg heads back to Anchorage to set up our office there. My other aide, Tim Clark, will continue to work out of the office here in Juneau. Never hesitate to contact us about anything we can lend a hand with.

Wishing everyone a safe and rewarding summer season,

*Bryce Edgmon*

**CONTACT YOUR  
STATE  
REPRESENTATIVE!**

***BRYCE EDGMON***

INTERIM ADDRESS:

**716 W. 4TH ST., #390**

**ANCHORAGE, AK**

**99501**

Phone: 907-269-0275

Fax: 907-269-0274

Toll Free: 800-898-4451

Email:

Rep.Bryce.Edgmon@legis.state.ak.us

Adam.Berg@legis.state.ak.us

Timothy.Clark@legis.state.ak.us

*WE WANT TO HEAR FROM YOU*



A sampling of Rep. Edgmon's Floor Packets from recent weeks.

# **REPRESENTATIVE BRYCE EDGMON'S**

## **SESSION-END REPORT**

FROM THE CAPITOL

APRIL 2010

### **Landmark Energy Bills Pass Legislature**

Bills creating a State Energy Policy (HB306) and an Omnibus Energy Bill (SB220) passed on the last day of session. Both of these bills recognize that the cost of energy is an urgent matter across the state. Developed very carefully over more than a year, the Energy Policy sets goals to increase our energy efficiency, generate more electricity from renewable resources, and support energy research and workforce development.

The omnibus bill combines the efforts of both the House and Senate Energy Committees. Among its many components, it creates an Alaska energy efficiency revolving loan fund and an emerging energy technology fund, and it expands eligibility for the Alaska Affordable Heating Program (formerly AKHAP). The bill also requires the governor's office to produce a plan for streamlining energy services and programs statewide.



### **MAP Agents Will Continue Good Works**

The Legislature added \$300,000 to the University's budget to ensure the funding of two out of the six Marine Advisory Agent positions that need backing to keep them active in coastal communities around the state. We have a good faith agreement with UAF officials that they will continue to employ the other agents using funds in their budget related to unfilled positions at the university.

I want to thank the many people all over the district who really made it clear to legislators and to the university that our MAP agents Reid Brewer in Unalaska and Izetta Chambers in Dillingham play invaluable roles in our communities. Keeping their positions active in the years ahead will continue to be a high priority for me.

### **Southwest Ferry Runs Doubled through June 2011**

Following years of effort, twice-a-month ferry service down the Aleutian Chain was funded in the Supplemental Budget this session. A lot of people in the District really came together on this one, with Unalaska Mayor (and Marine Transportation Advisory Board member) Shirley Marquardt and many others giving lawmakers clear and persuasive testimony on the subject.

### **Big Step Forward for King Cove-Cold Bay Road**

One of my proudest accomplishments this session was passage of HB210, our bill that authorizes a land exchange with the federal government in the Izembek National Wildlife Refuge. In HB 210, the state agrees to transfer 43,000 acres in Western Alaska to the federal government in exchange for a 206-acre road corridor through the refuge. The residents of King Cove can now move forward on their decades-long goal of building a road to the Cold Bay airport to assure that people have access in times of emergency.

The unanimous votes in both the House and the Senate send a clear message to Interior Secretary Salazar that the State solidly supports ensuring the safety and wellbeing of King Cove residents.

I want to remind everyone of the sacrifices that King Cove itself has made to reach this juncture. The Native Corporation has given up more than 18,000 acres of its ANCSA lands as part of this exchange. I just can't imagine stronger evidence of how important the road is to this community.

## HB20 Passes—Will Provide Low-Cost Loans for Repowering Fishing Boats with Fuel Efficient Engines

Passed unanimously by the House and Senate, HB20 will do a lot to help battle the rising fuel costs that have had such an impact on our commercial fishing fleets. The bill amends the Commercial Fishing Loan Act in order to make low-interest loans for fuel-efficient main engine and genset upgrades available to a larger number of Alaska's resident commercial fishers.

High diesel and gas prices have cut into profits and threatened productivity of fishermen all over the state. At the same time, great advances have been made in diesel and outboard engine technologies. Fuel efficiency and performance for both main engines and gensets have vastly improved.

Providing for loans at two percent below the prime rate, HB20 will help many Alaska fishers switch out old inefficient engines for new fuel efficient ones. I urge fishers all over District 37 to contact my office to learn more about these loans, which can potentially save you thousands of dollars a season.

## Funding Secured for Independent Study of Pebble/Bristol Bay

Seven hundred and fifty thousand dollars already in the Legislative Council's budget were reappropriated this session to fund an authoritative third-party study of the potential environmental and socioeconomic consequences of large-scale mining development in the Bristol Bay watershed. The Board of Fisheries has called upon the Legislature to oversee a comprehensive evaluation of the standards for protection of the region in the face of sulfide mining. I expect this rigorous National Research Council analysis to be an invaluable tool for the Legislature in any examination of the soundness of our statutes and regulations.



REP. EDGMON AND STAFFERS (L TO R) TIM CLARK, KERI SMITH, AND ADAM BERG.

## Ice Making Machines Added to Salmon Product Development Tax Credit

In the Fisheries Committee this session we amended a bill extending the Salmon Product Development Tax Credit to include ice making machines. HB344—introduced by Rep. Bill Thomas (R-Haines)—went on to pass the Legislature, and the tax credit will now continue to be available to the fishing industry through 2015.

This credit has been very effective in spurring processors to invest in value-added processing. Capacity for improved marketability and overall quality has grown significantly in many salmon fisheries around the state.

Adding ice machines to the list of equipment eligible for the credit should be very beneficial for Bristol Bay fishers. We've made great progress in recent years to boost the quality of our fish. Having more ice available to fishers will take us even farther. More number-one quality fish delivered means more fish steered into value-added processing. And more value-added processing means higher salmon prices from top to bottom.

## Decision to Expand Legislature Will Go to Voters

I was happy to help carry SJR21 in the House, which, if it is signed by the governor, will put a question on the next statewide election ballot to increase the number of House members from 40 to 44 and the number of Senators from 20 to 22. This will be a very important ballot question for all of rural Alaska. Population shifts from rural to urban Alaska could drastically change the amount of rural representation in our legislature.

If the public decides to increase the number of legislators, we in the Bush will be better able to maintain the proportion of rural legislators we currently have, and it will be less likely to have parts of our districts lumped in with areas of urban Alaska. This will be an important issue when redistricting occurs in 2012 using the 2010 census results.

## Northern Waters Task Force to Be Established

Spearheaded by Rep. Reggie Joule (D-Kotzebue) and the Bush Caucus, HCR 22 passed the legislature during the last week of the session, making way for the creation of a Northern Waters Task Force. This body will have the urgent task of forming strategies for Alaska to prepare for a rapidly changing Arctic. It's long overdue for the state to begin planning for dramatically increased shipping through northern passages as well as for the possible development of commercial fisheries well north of where most fishing takes place today. We will face many challenges and many opportunities in coming years.

In addition to including members from the Legislature, the executive branch, and the federal government, the task force will also include members of the public. I will make every effort to see that the interests of Southwestern Alaska are represented on the panel. In particular, I think a member from Unalaska would contribute extremely valuable experience to the group.

## Battle for Coastal Zone Management Reform Not Over

Companion bills in the House and the Senate to restore meaningful local input to the Coastal Zone Management Program were a major Bush Caucus focus over the past two sessions. While HB74 and SB4 did not pass the 26th Legislature, they nonetheless brought a great deal of valuable attention to the issue.

In creating an Alaska Coastal Policy Board and re-instating the right of communities to compile enforceable policies for their regions, the legislation would have gone a long way toward restoring key components of the program that were eliminated in 2003 under the Murkowski administration.

This battle is not over. I can promise you that the legislation will be introduced again next year, and the united efforts of nearly every coastal community in the state will continue.

### —AN ESPECIALLY IMPORTANT MESSAGE—

*On the following page you will find a list of our district capital projects included in the budgets passed by the Legislature this session. My office, Sen. Hoffman's office, and scores of folks from the district worked very hard to make sure they were funded. But there is still work to be done.*

*The governor is certain to look for opportunities to reduce some of the Legislature's spending through vetoes. We must make every effort to assure him that the projects slated for Southwest Alaska are of the utmost importance to our communities. I urge everyone in the district to write to the governor and tell him simply, clearly, and respectfully how essential these infrastructure investments are.*

*Please email your comments to Governor Parnell and to Karen Rehfeld, Director of OMB, at: Sean.Parnell@alaska.gov and Karen.rehfeld@alaska.gov. Or write to the Governor at: P.O. Box 110001, Juneau, AK 99811-0001.*

### District Capital Projects

Adak – Water and Sewer Improvements*	\$264,182
Aleutians East Borough – Cold Bay Airport Apron and Taxiway Construction	\$700,000
AEB – King Cove to Cold Bay Corridor Road Extension	\$15,000,000
APB Inc.– King Cove FM Radio Translator, Ground System, Studio Renovation	\$50,000
Atka – Public Safety and Fire Station Completion	\$250,000
Atka – Phase 4 Improvements – Village Safe Water *	\$197,773
Bristol Bay Borough – Port of Bristol Bay – Improvements Phase II	\$5,000,000
BBB – Bear Proof Fencing for Landfill	\$60,000
Chignik Bay – Wastewater System Improvements Phase 4*	\$406,172
Chignik Lagoon – Airport Safety Improvements	\$1,800,000
Cold Bay – Airport Rescue and Firefighting Building	\$600,000
Cold Bay – Airport Improvements	\$6,000,000
Dillingham – Continued Water System Improvements Phase 2	\$3,090,000
Dillingham – Downtown Streets Reconstruction and Rehabilitation	\$400,000
Egegik – Design and Control for a New Class A Well	\$100,000
Ekwok – Sewer System Improvements*	\$207,552
False Pass – Sewage Collection System*	\$406,618
King Cove – Izembek Land Exchange EIS/Public Interest Finding/Road Permitting Project	\$300,000
King Cove – Airport Fencing	\$1,400,000
Koliganek – Airport Reconstruction	\$8,700,000
Lake and Peninsula Borough – Chignik Small Boat Harbor	\$1,400,000
Manokotak – Water and Sewer Disposal and Distribution Improvements*	\$771,694
Naknek Electric Association – SW AK Regional Geothermal Energy Project – Phase III	\$2,000,000
Nelson Lagoon – Hazard Impact Assessment Mini-Grant	\$50,000
Pilot Point – Assess Safety & Structure Issues of Old Cannery Buildings	\$55,000
Pilot Point – Water and Sewer Pipe Extension and Upgrades*	\$56,742
Port Heiden – Heavy Equipment Purchase	\$250,000
Saint George – Vacuum Sewage Pumper Truck Purchase	\$150,000
Saint Paul – Corps of Engineers – Harbor Program	\$700,000
Sand Point – Wastewater Improvements	\$386,055
Sand Point – School Loop Road Rehabilitation	\$4,000,000
Togiak – Snow Removal Equipment Building	\$850,000
Togiak - Repair Storm Damage to Seawall	\$85,000
Togiak – Water Treatment Plant Upgrades and Repairs*	\$665,689
Unalaska – Chemical Storage Building	\$1,230,000
Unalaska – WWTP Upgrade and Leachate Treatment Phase 3	\$2,369,000
Unalaska – Unalaska Powerhouse Expansion Project	\$5,000,000
Genetic Marker Screening for Stock Composition of Western Alaska Salmon Fisheries	\$750,000

\*Village Safe Water project.

### District 37 Renewable Energy Fund List

TDX Adak – Adak Renewable / Diesel Project	\$229,500
Akutan – Akutan Geothermal Development Project	\$2,870,000
Akutan – Akutan Hydroelectric System Repair and Upgrades	\$1,391,000
Atka – Atka Hydro Dispatched Excess Electrical Power	\$80,000
AVEC – New Stuyahok Wind-Feasibility Analysis	\$142,500
Nushagak Electric & Telephone – Nushagak Area Hydro Project (reallocation)	\$700,000
Pilot Point – Pilot Point Wind Power & heat	\$1,421,240
Saint Paul Electric Utility – Saint Paul Fuel Economy Upgrade	\$98,149
TDX Corp – Saint Paul Wind Diesel Project	\$1,900,000

# Public Comments

# Assembly Comments

# Date & Location of Next Meeting

# Adjournment