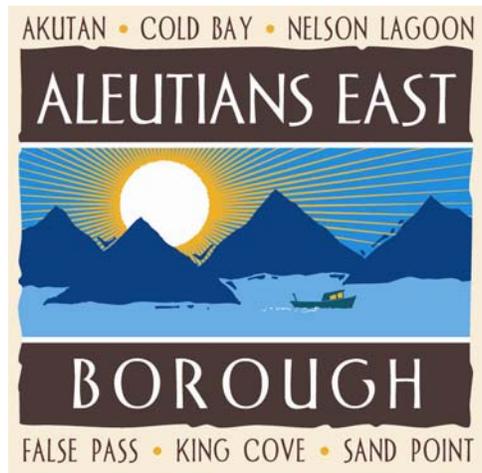


Aleutians East Borough Assembly Meeting

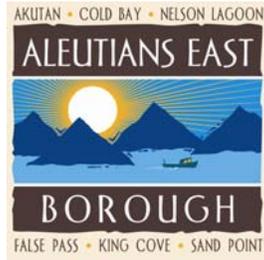


Workshop: Wednesday, February 24, 2010 – 3:00 p.m.

Meeting: Wednesday, February 24, 2010 – 6:30 p.m.

Roll Call & Establishment of a Quorum

Adoption of Agenda



Agenda

Special Assembly Meeting

(packet available on website www.aleutianseast.org)

Date: February 24, 2010
Time: Workshop 3:00 p.m. Meeting: 6:30 p.m.
Location: Sand Point Borough Building

This will be a face to face meeting of the Assembly. All communities will be provided with conference calling information. 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
 - January 14, 2010
5. Financial Reports
 - Financial Report, January, 2010
 - Investment Report, December, January, 2010
6. Aleutian Financial Inc. presentation by Lori Canady.
7. Consent Agenda *Nothing at this time*
8. Public Hearing
 - Ordinance 10-02, Budget Revision for FY' 10.
9. Resolutions
 - Resolution 10-09, Approving a revised Akutan Airport Co-Sponsorship Agreement.
9. Old Business
 - Choose AEB's strategic initiatives (carryover from Assembly retreat).
10. New Business
 - King Cove Road/Land Exchange Environmental Impact Statement (EIS).
 - Cold Bay terminal repairs discussion.
 - New hovercraft expenses and passenger history discussion.
 - Bond information for next bond sale.
 - Sand Point School gym floor discussion.

11. Reports & Updates
12. Assembly Comments
13. Public Comments
14. Next Meeting Date and Time
15. Adjournment

Community Roll Call & Public Comment on Agenda Items

Minutes

Aleutians East Borough
January 14, 2010
3:00 P.M.

CALL TO ORDER

Mayor Mack called the January 14, 2010 Assembly meeting to order at 3:00 p.m. by teleconference in each community

ROLL CALL

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

Advisory Members:

Tom Hoblet, False Pass	Absent-excused
------------------------	----------------

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:

AEBSD revenue rollover request, New Business
Fisheries meetings discussion, New Business

Agenda Removal:

Lori Canady presentation and funding request

Adoption of the Agenda:

MOTION

Paul G. moved to approve the agenda with the changes and second by Joe. Hearing no objections motion passed.

Community Roll Call and Public Comment on Agenda Items:

Gilda Shellikoff said she supports the School District request for rollover of funds to support the small schools. She understands funding is tight and not sure how to justify two teachers for three students, but contracts had been signed earlier when there were more students enrolled. She feels we need to look at the budget and what is beneficial to the community. It is difficult to get a commitment from someone with a family to fill a job opening in False

Pass when we don't know if the school is going to be open or closed. Mayor Mack said we are planning a joint work session with the school district and these issues will be discussed. False Pass School principal/teacher, Ernest McKay, said the district has the same concern of two salaries for three students and is using him as a counselor also. Paul G. said he can't imagine not funding the school for at least another year now that we have the state formula of not losing all the funding in one year. Gilda voiced her appreciation of that.

Minutes, December 4, 2009:

MOTION

Paul S. moved to approve and second by Carol. Hearing no objections the minutes are approved.

Financial Reports, November, December 2009:

MOTION

Joe moved to approve the November and December financial reports and second by Carol.

DISCUSSION

Paul G. said the Administrator mentioned during the workshop putting bonds out in June. He requested information on what interest rates will look like in June. Joe asked if consultants are in the budget. The Administrator answered that consultants are listed as contract labor in different departments. Paul G. asked what contract is GIS mapping and what projects. The Administrator said it is for GIS mapping for Nelson Lagoon erosion, False Pass and Cold Bay and comprehensive plan updates.

ROLL CALL

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

Investment Reports:

See packet.

Consent Agenda:

- Resolution 10-08, Approving the Akutan airport co-sponsorship agreement.
- Introduction Ordinance 10-02, Budget Revision for FY10:

Paul G. requested Resolution 10-08 to be removed from the Consent Agenda. Second by Justine. Hearing no objections motion passed.

MOTION

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

ROLL CALL

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

Resolution 10-08, Approving the Akutan airport co-sponsorship agreement:

MOTION

Ken moved to approve Resolution 10-08 and second by Carol.

DISCUSSION

Paul G. said the hovercraft provision in the agreement deeply concerns him. It is a mandatory agreement that he believes sets the Borough up to have a failed marine link that a lot of money will be spent on. At this time, with the hovercraft mandatory provisions, with all due respect to all the effort put into this by the city of Akutan, he can not support.

ROLL CALL

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

OLD BUSINESS

Planning Session:

Joe said he was disappointed that some people weren't able to attend. He would have appreciated it if the School District Superintendent had attended, we would have at least been able to express our concerns. He gives the retreat a low grade. Mayor Mack felt the retreat was more productive this time than the last planning session. It did give the Assembly a chance to look at what they hoped for the future and would give it a passing grade. Marvin was also disappointed. Entities were set up for different days and not planned for everyone to be available through entire retreat. He was also disappointed that those that were available from the School District did not stay.

MOTION

Joe moved to table the planning session until our next regular meeting face to face and second by Paul G. Hearing no objections motion passed.

NEW BUSINESS

Lori Canady, Aleutian Financial Inc.- Presentation and funding request:
Removed from agenda.

School District Request for \$400,000 Rollover:

MOTION

Carol moved to put the School District request on floor for discussion and second by Justine. There were no objections, motion passed.

Carol commented that she has no problem giving the School District money when they need it, but would like to have a specific purpose for a rollover request. The School District is required to return unused money to the Borough and if they need additional revenue for a specific purpose to then request it. She does not have a problem giving them money just would like to hear how it will be used. Justine said she supports the money rolled back over to the School District but would like to see the money set up for the small sites only.

Paul G. commented that he has no problem with the rollover, perhaps the School District can plan better if they know they will get the rollover money.

Joe asked if it is the same amount requested each year. Roxann said she believes the amount has been about the same in the past. Marvin said we always support our schools and has not had an issue giving funding back in the past. If it is used to keep the small school sites open, then supports giving it back to them.

Joe said when we initially started talking about funding small school sites going under ten students, we discussed holding them over only for one year. Joe said if that is still the issue I would definitely want to have that discussion again.

MOTION

Justine moved to return the \$400,000 back to the School District. Second by Paul G.

FURTHER DISCUSSION

Carol requested more clarification on what they will use the funding for.

Carl Warner, School District Business Manager, said the money is already budgeted for this school year. Carol asked if the School District budgeted for two schools under ten students. Carl said Sand Point came in under student projection and the School District budgeted \$300,000 for each of the small schools and we are not getting revenue for those two schools under ten students this year. He explained that if we don't use the money, it will revert back to the Borough.

ROLL CALL

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

Fisheries Discussion:

Mayor Mack said if anyone is interested in attending the Board of Fisheries Feb 2-6 or SWAMC Feb. 4-5 contact the Clerk.

REPORTS AND UPDATES

False Pass road repair and regrade design plan: The Administrator said the Borough issued a contract to URS for \$23,000 which will be used to provide funding to design a plan to repair/regrade so False Pass can do the work themselves. The plan will be for harbor road, crab pot storage surface area and the fill from harbor has to be regraded.

King Cove Access Project: Paul G. asked if there is any update on the road section to NE Corner. The Administrator said presently using funding from state to work on a design for the road between hovercraft facility now and NE corner. Dan Rowley is project leader.

Aleutia: Joe requested an update on the Aleutia Processor Quota Shares. The Administrator said the agreement between Aleutia and Peter Pan was structured poorly and that Aleutia paid too much for processor quota shares and isn't able to make the loan payment. They would like to renegotiate the term and price to make it work so that the crab quota remains in King Cove. Joe asked about the fish tax being used. The Administrator said fish tax we make from that portion of the crab that is processed by Peter Pan for Aleutia is given to Aleutia for the next five years to

pay off the loan for the crab PQS – city of King Cove does the same. However, Aleutia, is not coming close to making the loan payment to Peter Pan. Aleutia is in the process of renegotiating that agreement. Joe noted that Aleutia always comes back to the Borough for revenue requests. The Administrator will keep others updated. Paul G. said he believes Aleutia is working on it very hard as well as through the NPFMC process and should have more information next meeting.

ASSEMBLY COMMENTS

Justine commented that the answering machine in the Anchorage office does not direct you to extensions. The Administrator said the message was too long so removed extension list, but will change to make better.

Paul S. apologized for not being able to attend the assembly retreat, but had a vacation already planned a year in advance. He use to be able to use comp time to attend meetings, but isn't able to do that anymore.

Joe said the city of Akutan appreciates the Assembly approving the co-sponsorship agreement and thanked everyone for their support.

PUBLIC COMMENTS

Gary Hennigh, said in regards to Aleutia, every dollar it costs the Borough it also costs the city of King Cove. Peter Pan hopes there can be a better arrangement. Also the Environmental Impact Statement (EIS) process is finally beginning for the King Cove Access road. We believe that we are finally going to get a chance to go forward. There are scoping meetings planned in all AEB communities.

Paul G asked how the land exchange on the senate is shaping up. Mayor Mack said not sure yet, but sounds positive.

City of King Cove Mayor, Henry Mack, just signed a new contract with Gary Hennigh as manager. The Council is strongly supportive of the EIS, the King Cove Manager has secured \$2.5M. The number one priority for the King Cove Council is the road to Cold Bay so wherever we can find money for EIS we will pursue.

City of Cold Bay Mayor, George Lopez, asked if anyone had a chance to look at the pictures of the ramp erosion problem and if there is a solution yet. Mayor Mack said it was difficult to determine a plan from those pictures. Mayor Lopez said he took out culvert and put gravel in and then put culverts back in, but snow melt and rain just wash it back out. Mayor Mack requested the city assist in a design option to fix problem. Mayor Lopez will ask their maintenance worker for ideas.

NEXT MEETING DATE AND TIME

Thursday, February 25. Also, joint meeting with School District.

ADJOURNMENT

Paul G. moved to adjourn and second by Paul S. Hearing no objections the meeting adjourned at 4:16 p.m.

Mayor

Date

Clerk

Date

UNAPPROVED

Financial Report

ALEUTIANS EAST BOROUGH
***Revenue Guideline©**

Current Period: JANUARY 09-10

Act Status	Account	Descr	YTD Budget	YTD Amount	MTD Amount	Balance	% of Budget
FUND 01 GENERAL FUND							
Active	R 01-201	INTEREST REVENUE	\$68,000.00	\$4,439.99	\$2,519.28	\$63,560.01	6.53%
Active	R 01-203	OTHER REVENUE	\$7,000.00	\$2,225.72	-\$405,521.97	\$4,774.28	31.80%
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	\$405,521.97	-\$405,521.97	0.00%
Active	R 01-218	AEB RAW FISH TAX	\$2,635,000.00	\$1,548,772.56	\$8,228.52	\$1,086,227.44	58.78%
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	\$0.00	\$0.00	\$108,350.00	0.00%
Active	R 01-267	STATE FISH LANDING TAX	\$45,115.00	\$82,801.21	\$0.00	-\$37,686.21	183.53%
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	\$3,937.50	\$0.00	\$14,062.50	21.88%
Active	R 01-291	PL0-95 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%
FUND 01 GENERAL FUND			\$6,390,649.00	\$4,881,752.46	\$10,747.80	\$1,508,896.54	76.39%

1

ALEUTIANS EAST BOROUGH

*Expenditure Guideline©

Current Period: JANUARY 09-10

Act Status	Account	Descr	YTD Budget	YTD Amount	MTD Amount	Balance	%
							of Budget
Fund 01 GENERAL FUND							
DEPT 100 MAYORS OFFICE							
SUBDEPT 000							
Active	E 01-100-000-300	SALARIES	\$67,204.00	\$39,202.24	\$5,600.32	\$28,001.76	0.5833
Active	E 01-100-000-350	FRINGE BENEFITS	\$24,580.00	\$15,214.50	\$2,173.50	\$9,365.50	0.619
Active	E 01-100-000-400	TRAVEL AND PERDIEM	\$36,000.00	\$10,395.22	\$3,057.90	\$25,604.78	0.2888
Active	E 01-100-000-425	TELEPHONE	\$2,400.00	\$964.76	\$129.86	\$1,435.24	0.402
Active	E 01-100-000-475	SUPPLIES	\$1,000.00	\$44.99	\$0.00	\$955.01	0.045
Active	E 01-100-000-554	AK LOBBIST	\$36,000.00	\$27,300.00	\$9,300.00	\$8,700.00	0.7583
Active	E 01-100-000-555	FEDERAL LOBBIST	\$75,600.00	\$31,500.00	\$0.00	\$44,100.00	0.4167
SUBDEPT 000			\$242,784.00	\$124,621.71	\$20,261.58	\$118,162.29	51.33%
DEPT 100 MAYORS OFFICE			\$242,784.00	\$124,621.71	\$20,261.58	\$118,162.29	51.33%
DEPT 105 ASSEMBLY							
SUBDEPT 000							
Active	E 01-105-000-300	SALARIES	\$25,000.00	\$8,400.00	\$1,400.00	\$16,600.00	0.336
Active	E 01-105-000-350	FRINGE BENEFITS	\$55,000.00	\$43,860.98	\$6,330.64	\$11,139.02	0.7975
Active	E 01-105-000-400	TRAVEL AND PERDIEM	\$50,000.00	\$22,414.24	\$654.10	\$27,585.76	0.4483
Active	E 01-105-000-425	TELEPHONE	\$4,500.00	\$1,771.50	\$295.25	\$2,728.50	0.3937
Active	E 01-105-000-475	SUPPLIES	\$500.00	\$326.16	\$0.00	\$173.84	0.6523
Active	E 01-105-000-476	Plan Evaluation	\$0.00	\$12,584.09	\$12,584.09	-\$12,584.09	0
SUBDEPT 000			\$135,000.00	\$89,356.97	\$21,264.08	\$45,643.03	66.19%
DEPT 105 ASSEMBLY			\$135,000.00	\$89,356.97	\$21,264.08	\$45,643.03	66.19%
DEPT 150 PLANNING/CLERKS DEPARTMENT							
SUBDEPT 000							
Active	E 01-150-000-300	SALARIES	\$79,220.00	\$38,860.07	\$6,621.69	\$40,359.93	0.4905
Active	E 01-150-000-350	FRINGE BENEFITS	\$26,156.00	\$14,770.88	\$2,392.91	\$11,385.12	0.5647
Active	E 01-150-000-380	CONTRACT LABOR	\$10,000.00	\$0.00	\$0.00	\$10,000.00	0
Active	E 01-150-000-400	TRAVEL AND PERDIEM	\$12,500.00	\$924.00	\$0.00	\$11,576.00	0.0739
Active	E 01-150-000-425	TELEPHONE	\$7,500.00	\$2,989.93	\$298.67	\$4,510.07	0.3987
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	\$3,355.23	\$104.32	\$5,644.77	0.3728
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	\$11,446.32	\$3,251.92	\$553.68	0.9539
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	\$7,064.00	\$0.00	-\$64.00	1.0091
Active	E 01-150-000-961	OIL & GAS STUDY-Review BIF	\$0.00	\$0.00	\$0.00	\$0.00	0
SUBDEPT 000			\$177,176.00	\$89,789.12	\$12,669.51	\$87,386.88	50.68%
SUBDEPT 051 State Coastal Management							

2

ALEUTIANS EAST BOROUGH
***Expenditure Guideline©**

Current Period: JANUARY 09-10

Act Status	Account	Descr	YTD Budget	YTD Amount	MTD Amount	Balance	% of Budget
Active	E 01-150-051-300	SALARIES	\$10,601.25	\$5,906.26	\$0.00	\$4,694.99	0.5571
Active	E 01-150-051-350	FRINGE BENEFITS	\$3,533.75	\$1,968.74	\$0.00	\$1,565.01	0.5571
Active	E 01-150-051-400	TRAVEL AND PERDIEM	\$3,865.00	\$724.00	\$0.00	\$3,141.00	0.1873
<i>SUBDEPT 051 State Coastal Management</i>			\$18,000.00	\$8,599.00	\$0.00	\$9,401.00	47.77%
<i>DEPT 150 PLANNING/CLERKS DEPARMENT</i>			\$195,176.00	\$98,388.12	\$12,669.51	\$96,787.88	50.41%
DEPT 200 ADMINISTRATION							
SUBDEPT 000							
Active	E 01-200-000-300	SALARIES	\$268,681.00	\$155,775.79	\$21,274.34	\$112,905.21	0.5798
Active	E 01-200-000-350	FRINGE BENEFITS	\$92,160.00	\$54,828.62	\$7,776.36	\$37,331.38	0.5949
Active	E 01-200-000-380	CONTRACT LABOR	\$10,000.00	\$9,320.00	\$7,500.00	\$680.00	0.932
Active	E 01-200-000-382	ANCHORAGE OFFICE	\$0.00	\$700.09	(\$10,357.00)	-\$700.09	0
Active	E 01-200-000-400	TRAVEL AND PERDIEM	\$30,000.00	\$5,897.91	\$0.00	\$24,102.09	0.1966
Active	E 01-200-000-425	TELEPHONE	\$10,000.00	\$2,752.96	\$795.23	\$7,247.04	0.2753
Active	E 01-200-000-450	POSTAGE/SPEED PAK	\$2,500.00	\$1,290.86	\$680.43	\$1,209.14	0.5163
Active	E 01-200-000-475	SUPPLIES	\$23,000.00	\$11,288.80	\$1,671.37	\$11,711.20	0.4908
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	\$13,100.00	\$21,489.80	\$6,163.74	-\$8,389.80	1.6404
Active	E 01-200-000-530	DUES AND FEES	\$1,500.00	\$910.00	\$390.00	\$590.00	0.6067
<i>SUBDEPT 000</i>			\$455,441.00	\$264,254.83	\$35,894.47	\$191,186.17	58.02%
<i>DEPT 200 ADMINISTRATION</i>			\$455,441.00	\$264,254.83	\$35,894.47	\$191,186.17	58.02%
DEPT 250 FINANCE DEPARTMENT							
SUBDEPT 000							
Active	E 01-250-000-300	SALARIES	\$78,811.00	\$62,140.82	\$8,694.02	\$16,670.18	0.7885
Active	E 01-250-000-350	FRINGE BENEFITS	\$25,555.00	\$25,415.88	\$3,921.77	\$139.12	0.9946
Active	E 01-250-000-380	CONTRACT LABOR	\$2,500.00	\$45.00	\$0.00	\$2,455.00	0.018
Active	E 01-250-000-400	TRAVEL AND PERDIEM	\$4,000.00	\$2,730.41	\$0.00	\$1,269.59	0.6826
Active	E 01-250-000-425	TELEPHONE	\$5,000.00	\$1,966.39	\$311.41	\$3,033.61	0.3933
Active	E 01-250-000-450	POSTAGE/SPEED PAK	\$1,500.00	\$1,902.13	\$500.00	-\$402.13	1.2681
Active	E 01-250-000-475	SUPPLIES	\$8,000.00	\$10,264.32	\$475.46	-\$2,264.32	1.283
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	\$1,657.28	\$162.83	\$2,342.72	0.4143
Active	E 01-250-000-550	AUDIT	\$45,000.00	\$24,885.00	\$0.00	\$20,115.00	0.553
<i>SUBDEPT 000</i>			\$174,366.00	\$131,007.23	\$14,065.49	\$43,358.77	75.13%
<i>DEPT 250 FINANCE DEPARTMENT</i>			\$174,366.00	\$131,007.23	\$14,065.49	\$43,358.77	75.13%
DEPT 650 RESOURCE DEPARTMENT							
SUBDEPT 000							
Active	E 01-650-000-300	SALARIES	\$115,976.00	\$70,762.72	\$9,664.64	\$45,213.28	0.6101
Active	E 01-650-000-350	FRINGE BENEFITS	\$37,178.00	\$22,122.48	\$3,221.20	\$15,055.52	0.595

ALEUTIANS EAST BOROUGH
***Expenditure Guideline©**

Current Period: JANUARY 09-10

Act Status	Account	Descr	YTD Budget	YTD Amount	MTD Amount	Balance	% of Budget
Active	E 01-650-000-380	CONTRACT LABOR	\$60,000.00	\$35,000.00	\$5,000.00	\$25,000.00	0.5833
Active	E 01-650-000-400	TRAVEL AND PERDIEM	\$35,000.00	\$13,610.31	\$2,800.00	\$21,389.69	0.3889
Active	E 01-650-000-402	NPFMC Meetings	\$15,000.00	\$2,600.00	\$2,600.00	\$12,400.00	0.1733
Active	E 01-650-000-403	BOF Meetings	\$25,000.00	\$12,812.83	\$12,812.83	\$12,187.17	0.5125
Active	E 01-650-000-425	TELEPHONE	\$5,200.00	\$2,560.55	\$289.93	\$2,639.45	0.4924
Active	E 01-650-000-450	POSTAGE/SPEED PAK	\$1,000.00	\$0.00	\$0.00	\$1,000.00	0
Active	E 01-650-000-475	SUPPLIES	\$3,000.00	\$1,085.59	\$0.00	\$1,914.41	0.3619
Active	E 01-650-000-500	EQUIPMENT	\$0.00	\$0.00	\$0.00	\$0.00	0
SUBDEPT 000			\$297,354.00	\$160,554.48	\$36,388.60	\$136,799.52	53.99%
SUBDEPT 011 PUBLIC INFORMATION							
Active	E 01-650-011-300	SALARIES	\$82,766.00	\$48,279.84	\$6,897.12	\$34,486.16	0.5833
Active	E 01-650-011-350	FRINGE BENEFITS	\$29,058.00	\$17,982.16	\$3,048.22	\$11,075.84	0.6188
Active	E 01-650-011-380	CONTRACT LABOR	\$6,750.00	\$0.00	\$0.00	\$6,750.00	0
Active	E 01-650-011-400	TRAVEL AND PERDIEM	\$15,000.00	\$8,808.22	\$916.00	\$6,191.78	0.5872
Active	E 01-650-011-425	TELEPHONE	\$2,400.00	\$579.90	\$114.07	\$1,820.10	0.2416
Active	E 01-650-011-450	POSTAGE/SPEED PAK	\$1,000.00	\$0.00	\$0.00	\$1,000.00	0
Active	E 01-650-011-475	SUPPLIES	\$4,500.00	\$2,054.15	(\$176.30)	\$2,445.85	0.4565
Active	E 01-650-011-500	EQUIPMENT	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 01-650-011-525	RENTAL/LEASE	\$6,800.00	\$4,414.93	\$1,266.30	\$2,385.07	0.6493
Active	E 01-650-011-532	ADVERTISING	\$25,000.00	\$11,995.85	\$2,037.47	\$13,004.15	0.4798
Active	E 01-650-011-960	STUDY PROJECT	\$0.00	\$0.00	\$0.00	\$0.00	0
SUBDEPT 011 PUBLIC INFORMATION			\$173,274.00	\$94,115.05	\$14,102.88	\$79,158.95	54.32%
DEPT 650 RESOURCE DEPARTMENT			\$470,628.00	\$254,669.53	\$50,491.48	\$215,958.47	54.11%
DEPT 700 PUBLIC WORKS DEPARTMENT							
SUBDEPT 000							
Active	E 01-700-000-300	SALARIES	\$71,112.00	\$41,482.00	\$5,926.00	\$29,630.00	0.5833
Active	E 01-700-000-350	FRINGE BENEFITS	\$26,209.00	\$16,059.90	\$2,293.18	\$10,149.10	0.6128
Active	E 01-700-000-380	CONTRACT LABOR	\$9,000.00	\$0.00	\$0.00	\$9,000.00	0
Active	E 01-700-000-400	TRAVEL AND PERDIEM	\$12,000.00	\$5,437.50	\$0.00	\$6,562.50	0.4531
Active	E 01-700-000-425	TELEPHONE	\$1,500.00	\$789.11	\$93.57	\$710.89	0.5261
Active	E 01-700-000-450	POSTAGE/SPEED PAK	\$500.00	\$0.00	\$0.00	\$500.00	0
Active	E 01-700-000-500	EQUIPMENT	\$14,000.00	\$1,371.59	\$109.76	\$12,628.41	0.098
Active	E 01-700-000-525	RENTAL/LEASE	\$1,500.00	\$0.00	\$0.00	\$1,500.00	0
Active	E 01-700-000-526	UTILITIES	\$0.00	\$0.00	\$0.00	\$0.00	0
SUBDEPT 000			\$2,500.00	\$2,511.93	\$489.01	-\$11.93	1.0048
DEPT 700 PUBLIC WORKS DEPARTMENT			\$138,321.00	\$67,652.03	\$8,911.52	\$70,668.97	48.91%
DEPT 850 EDUCATION			\$138,321.00	\$67,652.03	\$8,911.52	\$70,668.97	48.91%
SUBDEPT 000							

4

ALEUTIANS EAST BOROUGH

*Expenditure Guideline©

Current Period: JANUARY 09-10

Act Status	Account	Descr	YTD Budget	YTD Amount	MTD Amount	Balance	%
							of Budget
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	\$527,000.00	\$0.00	\$527,000.00	0.5
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
SUBDEPT 000			\$1,079,000.00	\$527,000.00	\$0.00	\$552,000.00	48.84%
DEPT 850 EDUCATION			\$1,079,000.00	\$527,000.00	\$0.00	\$552,000.00	48.84%
DEPT 860 SPECIAL ASSISTANT-NLG,FP,CDB							
SUBDEPT 000							
Active	E 01-860-000-300	SALARIES	\$62,760.00	\$36,610.00	\$5,230.00	\$26,150.00	0.5833
Active	E 01-860-000-350	FRINGE BENEFITS	\$24,167.00	\$14,845.65	\$2,501.88	\$9,321.35	0.6143
Active	E 01-860-000-380	CONTRACT LABOR	\$6,000.00	\$2,683.90	\$0.00	\$3,316.10	0.4473
Active	E 01-860-000-400	TRAVEL AND PERDIEM	\$15,000.00	\$10,088.56	\$225.00	\$4,911.44	0.6726
Active	E 01-860-000-425	TELEPHONE	\$4,000.00	\$1,550.69	\$299.33	\$2,449.31	0.3877
Active	E 01-860-000-450	POSTAGE/SPEED PAK	\$1,000.00	\$6.10	\$6.10	\$993.90	0.0061
Active	E 01-860-000-475	SUPPLIES	\$4,500.00	\$1,365.35	\$16.70	\$3,134.65	0.3034
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	\$4,414.93	\$1,266.30	\$2,585.07	0.6307
Active	E 01-860-000-969	Tourism Development	\$12,000.00	\$0.00	\$0.00	\$12,000.00	0
SUBDEPT 000			\$136,427.00	\$71,565.18	\$9,545.31	\$64,861.82	52.46%
DEPT 860 SPECIAL ASSISTANT-NLG,FP,CDB			\$136,427.00	\$71,565.18	\$9,545.31	\$64,861.82	52.46%
DEPT 900 OTHER							
SUBDEPT 000							
Active	E 01-900-000-475	SUPPLIES	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 01-900-000-500	EQUIPMENT	\$8,200.00	\$5,680.02	\$0.00	\$2,519.98	0.6927
Active	E 01-900-000-526	UTILITIES	\$0.00	\$12,202.80	\$3,166.07	-\$12,202.80	0
Active	E 01-900-000-551	LEGAL	\$65,000.00	\$57,108.49	\$9,984.31	\$7,891.51	0.8786
Active	E 01-900-000-552	INSURANCE	\$180,000.00	\$17,000.00	\$0.00	\$163,000.00	0.0944
Active	E 01-900-000-727	BANK FEES	\$500.00	\$178.99	\$0.00	\$321.01	0.358
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	\$75,000.00	\$0.00	\$75,000.00	0.5
Active	E 01-900-000-753	MISC EXPENSE	\$0.00	\$0.00	\$0.00	\$0.00	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	\$6,687.90	\$722.50	\$2,612.10	0.7191
SUBDEPT 000			\$468,500.00	\$210,958.20	\$13,872.88	\$257,541.80	45.03%

5

ALEUTIANS EAST BOROUGH
 *Expenditure Guideline©

Current Period: JANUARY 09-10

Act Status	Account	Descr	YTD Budget	YTD Amount	MTD Amount	Balance	% of Budget
		<i>DEPT 900 OTHER</i>	\$468,500.00	\$210,958.20	\$13,872.88	\$257,541.80	45.03%
	<i>Fund 01 GENERAL FUND</i>		\$3,495,643.00	\$1,839,473.80	\$186,976.32	\$1,656,169.20	52.62%

6

ALEUTIANS EAST BOROUGH
***Revenue Guideline©**

Current Period: JANUARY 09-10

Act Status	Account	Descr	YTD Budget	YTD Amount	MTD Amount	Balance	% of Budget
FUND 20 CAPITAL IMPROVEMENTS							
Active	R 20-201	INTEREST REVENUE	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 20-203	OTHER REVENUE	\$650,000.00	\$0.00	\$0.00	\$650,000.00	0.00%
Active	R 20-204	OPERATING TRANSFER FR	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 20-239	American Recovery&Reinvest	\$1,983.43	\$0.00	\$0.00	\$1,983.43	0.00%
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	\$242,577.85	\$219,541.52	\$1,757,422.15	12.13%
Active	R 20-293	Denali Commission-False Pas	\$115,843.74	\$67,760.00	\$42,000.00	\$48,083.74	58.49%
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	\$0.00	\$0.00	\$25,000.00	0.00%
Active	R 20-871	MMS/M09AC15825	\$65,000.00	\$50,158.75	\$50,158.75	\$14,841.25	77.17%
FUND 20 CAPITAL IMPROVEMENTS			\$3,009,430.24	\$360,496.60	\$311,700.27	\$2,648,933.64	11.98%

7

ALEUTIANS EAST BOROUGH
***Expenditure Guideline©**

Current Period: JANUARY 09-10

Act Status	Account	Descr	YTD Budget	YTD Amount	MTD Amount	Balance	% of Budget
Fund 20 CAPITAL IMPROVEMENTS							
DEPT 239 American Recovery&Reinvestment							
SUBDEPT 000 NO DESCR							
Active	E 20-239-000-552	INSURANCE	\$1,983.43	\$1,983.43	\$0.00	\$0.00	1
		SUBDEPT 000 NO DESCR	\$1,983.43	\$1,983.43	\$0.00	\$0.00	100.00%
		DEPT 239 American Recovery&Reinvestment	\$1,983.43	\$1,983.43	\$0.00	\$0.00	100.00%
DEPT 257 US Dept.of Energy-DE-RW0000113							
SUBDEPT 000 NO DESCR							
Active	E 20-257-000-850	CAPITAL CONSTRUCTION	\$50,000.00	\$0.00	\$0.00	\$50,000.00	0
		SUBDEPT 000 NO DESCR	\$50,000.00	\$0.00	\$0.00	\$50,000.00	0.00%
		DEPT 257 US Dept.of Energy-DE-RW0000113	\$50,000.00	\$0.00	\$0.00	\$50,000.00	0.00%
DEPT 502 Cold Bay Dock/Grant							
SUBDEPT 000							
Active	E 20-502-000-850	CAPITAL CONSTRUCTION	\$14,088.27	\$0.00	\$0.00	\$14,088.27	0
		SUBDEPT 000	\$14,088.27	\$0.00	\$0.00	\$14,088.27	0.00%
		DEPT 502 Cold Bay Dock/Grant	\$14,088.27	\$0.00	\$0.00	\$14,088.27	0.00%
DEPT 801 CAPITAL - AKUTAN							
SUBDEPT 073 FY08 Community Grant							
Active	E 20-801-073-850	CAPITAL CONSTRUCTION	\$40,000.00	\$40,000.00	\$40,000.00	\$0.00	1
		SUBDEPT 073 FY08 Community Grant	\$40,000.00	\$40,000.00	\$40,000.00	\$0.00	100.00%
		DEPT 801 CAPITAL - AKUTAN	\$40,000.00	\$40,000.00	\$40,000.00	\$0.00	100.00%
DEPT 803 CAPITAL - FALSE PASS							
SUBDEPT 000							
Active	E 20-803-000-850	CAPITAL CONSTRUCTION	\$14,070.13	\$0.00	\$0.00	\$14,070.13	0
		SUBDEPT 000	\$14,070.13	\$0.00	\$0.00	\$14,070.13	0.00%
		DEPT 803 CAPITAL - FALSE PASS	\$14,070.13	\$0.00	\$0.00	\$14,070.13	0.00%
DEPT 809 Akutan Airport/Grant							
SUBDEPT 000							
Active	E 20-809-000-850	CAPITAL CONSTRUCTION	\$150,000.00	\$21,657.44	(\$4,082.50)	\$128,342.56	0.1444
		SUBDEPT 000	\$150,000.00	\$21,657.44	-\$4,082.50	\$128,342.56	14.44%
		DEPT 809 Akutan Airport/Grant	\$150,000.00	\$21,657.44	-\$4,082.50	\$128,342.56	14.44%
DEPT 838 FPHarbor-Denali Commission Gr.							

8

ALEUTIANS EAST BOROUGH
***Expenditure Guideline©**

02/02/10 7:55 AM
 Page 7

Current Period: JANUARY 09-10

Act Status	Account	Descr	YTD Budget	YTD Amount	MTD Amount	Balance	% of Budget
SUBDEPT 038 False Pass-Denali Commission							
Active	E 20-838-038-850	CAPITAL CONSTRUCTION	\$115,843.74	\$67,760.00	\$0.00	\$48,083.74	0.5849
		<i>SUBDEPT 038 False Pass-Denali Commission</i>	\$115,843.74	\$67,760.00	\$0.00	\$48,083.74	58.49%
		<i>DEPT 838 FP Harbor-Denali Commission Gr.</i>	\$115,843.74	\$67,760.00	\$0.00	\$48,083.74	58.49%
DEPT 857 Aleutia Grant							
SUBDEPT 000 NO DESCR							
Active	E 20-857-000-850	CAPITAL CONSTRUCTION	\$23,000.00	\$23,000.00	\$0.00	\$0.00	1
		<i>SUBDEPT 000 NO DESCR</i>	\$23,000.00	\$23,000.00	\$0.00	\$0.00	100.00%
		<i>DEPT 857 Aleutia Grant</i>	\$23,000.00	\$23,000.00	\$0.00	\$0.00	100.00%
DEPT 867 KCC Alternative Road							
SUBDEPT 000							
Active	E 20-867-000-300	SALARIES	\$0.00	\$9,225.00	\$4,275.00	-\$9,225.00	0
Active	E 20-867-000-350	FRINGE BENEFITS	\$0.00	\$5,883.40	\$2,061.32	-\$5,883.40	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
		<i>SUBDEPT 000</i>	\$0.00	\$15,108.40	\$6,336.32	-\$15,108.40	0.00%
SUBDEPT 168 KCAP/09-DC-359							
Active	E 20-867-168-300	SALARIES	\$25,000.00	\$21,285.00	\$600.00	\$3,715.00	0.8514
Active	E 20-867-168-350	FRINGE BENEFITS	\$11,455.00	\$8,765.29	\$266.25	\$2,689.71	0.7652
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	\$3,130.99	\$776.10	\$6,869.01	0.3131
Active	E 20-867-168-850	CAPITAL CONSTRUCTION	\$1,003,545.00	\$219,751.55	\$198,986.63	\$783,793.45	0.219
		<i>SUBDEPT 168 KCAP/09-DC-359</i>	\$2,000,000.00	\$252,932.83	\$200,628.98	\$1,747,067.17	12.65%
		<i>DEPT 867 KCC Alternative Road</i>	\$2,000,000.00	\$268,041.23	\$206,965.30	\$1,731,958.77	13.40%
DEPT 871 Cooperative Agreement-EIS							
SUBDEPT 171 Coop. Agreement M09AC15825							
Active	E 20-871-171-380	CONTRACT LABOR	\$65,000.00	\$50,158.75	\$0.00	\$14,841.25	0.7717
		<i>SUBDEPT 171 Coop. Agreement M09AC15825</i>	\$65,000.00	\$50,158.75	\$0.00	\$14,841.25	77.17%
		<i>DEPT 871 Cooperative Agreement-EIS</i>	\$65,000.00	\$50,158.75	\$0.00	\$14,841.25	77.17%
DEPT 900 OTHER							
SUBDEPT 000 NO DESCR							
Active	E 20-900-000-420	Alaska Energy Authority2195408	\$25,000.00	\$10,516.00	\$1,516.00	\$14,484.00	0.4206
Active	E 20-900-000-505	AEBSD Grant	\$10,000.00	\$0.00	\$0.00	\$10,000.00	0

9

ALEUTIANS EAST BOROUGH
 *Expenditure Guideline©

Current Period: JANUARY 09-10

Act Status	Account	Descr	YTD Budget	YTD Amount	MTD Amount	Balance	% of Budget
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	\$62,159.40	\$44,315.58	\$32,838.60	0.6543
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	\$13,648.50	\$923.00	-\$13,648.50	0
		<i>SUBDEPT 000 NO DESCR</i>	\$636,603.07	\$122,753.82	\$46,754.58	\$513,849.25	19.28%
		<i>DEPT 900 OTHER</i>	\$636,603.07	\$122,753.82	\$46,754.58	\$513,849.25	19.28%
		<i>Fund 20 CAPITAL IMPROVEMENTS</i>	\$3,110,588.64	\$595,354.67	\$289,637.38	\$2,515,233.97	19.14%

10

ALEUTIANS EAST BOROUGH
 *Revenue Guideline©

02/02/10 8:04 AM
 Page 3

Current Period: JANUARY 09-10

Act Status	Account	Descr	YTD Budget	YTD Amount	MTD Amount	Balance	% of Budget
FUND 21 KING COVE/COLD BAY ROAD							
Active	R 21-201	INTEREST REVENUE	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 21-203	OTHER REVENUE	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 21-235	SEC 353-KING COVE/COLD	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 21-290	DOTPF/KCAP	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
FUND 21 KING COVE/COLD BAY ROAD			\$0.00	\$0.00	\$0.00	\$0.00	0.00%

11

ALEUTIANS EAST BOROUGH
***Expenditure Guideline©**

Current Period: JANUARY 09-10

Act Status	Account	Descr	YTD Budget	YTD Amount	MTD Amount	Balance	% of Budget
Fund 21 KING COVE/COLD BAY ROAD							
DEPT 840 PHASE 1-PRE-CONSTRUCTION							
SUBDEPT 400 PRE-APPLICATION							
Active	E 21-840-400-300	SALARIES	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 21-840-400-350	FRINGE BENEFITS	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 21-840-400-380	CONTRACT LABOR	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 21-840-400-381	ENGINEERING	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 21-840-400-400	TRAVEL AND PERDIEM	\$0.00	\$520.00	\$0.00	-\$520.00	0
Active	E 21-840-400-401	CHARTER SERVICES	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 21-840-400-425	TELEPHONE	\$0.00	\$367.76	\$67.21	-\$367.76	0
Active	E 21-840-400-475	SUPPLIES	\$0.00	\$541.77	\$16.70	-\$541.77	0
Active	E 21-840-400-500	EQUIPMENT	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 21-840-400-525	RENTAL/LEASE	\$0.00	\$4,414.93	\$1,266.30	-\$4,414.93	0
Active	E 21-840-400-532	ADVERTISING	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 21-840-400-551	LEGAL	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 21-840-400-942	PROPERTY LEASE	\$0.00	\$0.00	\$0.00	\$0.00	0
SUBDEPT 400 PRE-APPLICATION			\$0.00	\$5,844.46	\$1,350.21	-\$5,844.46	0.00%
DEPT 840 PHASE 1-PRE-CONSTRUCTION			\$0.00	\$5,844.46	\$1,350.21	-\$5,844.46	0.00%
DEPT 900 OTHER							
SUBDEPT 000							
Active	E 21-900-000-380	CONTRACT LABOR	\$0.00	\$9,602.86	\$1,644.18	-\$9,602.86	0
SUBDEPT 000			\$0.00	\$9,602.86	\$1,644.18	-\$9,602.86	0.00%
DEPT 900 OTHER			\$0.00	\$9,602.86	\$1,644.18	-\$9,602.86	0.00%
Fund 21 KING COVE/COLD BAY ROAD							
			\$0.00	\$15,447.32	\$2,994.39	-\$15,447.32	0.00%

12

ALEUTIANS EAST BOROUGH
 *Revenue Guideline©

Current Period: JANUARY 09-10

Act Status	Account	Descr	YTD Budget	YTD Amount	MTD Amount	Balance	% of Budget
FUND 22 OPERATIONS							
Active	R 22-203	OTHER REVENUE	\$675,000.00	\$0.00	\$0.00	\$675,000.00	0.00%
Active	R 22-204	OPERATING TRANSFER FR	\$500,000.00	\$0.00	\$0.00	\$500,000.00	0.00%
Active	R 22-221	COLD BAY TERMINAL LEAS	\$139,620.00	\$126,445.77	\$6,635.11	\$13,174.23	90.56%
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	\$36,567.00	\$1,492.00	\$56,433.00	39.32%
Active	R 22-247	HOVERCRAFT/ VEHICLES	\$30,000.00	\$8,546.40	\$400.00	\$21,453.60	28.49%
Active	R 22-248	HOVERCRAFT/ FREIGHT	\$30,000.00	\$1,437.15	\$80.16	\$28,562.85	4.79%
FUND 22 OPERATIONS			\$1,823,620.00	\$181,996.32	\$8,607.27	\$1,641,623.68	9.98%

13

ALEUTIANS EAST BOROUGH
***Expenditure Guideline©**

Current Period: JANUARY 09-10

Act Status	Account	Descr	YTD Budget	YTD Amount	MTD Amount	Balance	% of Budget
Fund 22 OPERATIONS							
DEPT 802 CAPITAL - COLD BAY							
SUBDEPT 200 COLD BAY TERMINAL							
Active	E 22-802-200-300	SALARIES	\$41,422.00	\$24,162.60	\$3,451.80	\$17,259.40	0.5833
Active	E 22-802-200-350	FRINGE BENEFITS	\$18,950.00	\$11,989.08	\$1,917.28	\$6,960.92	0.6327
Active	E 22-802-200-400	TRAVEL AND PERDIEM	\$3,000.00	\$1,520.00	\$0.00	\$1,480.00	0.5067
Active	E 22-802-200-425	TELEPHONE	\$3,000.00	\$2,262.38	\$327.11	\$737.62	0.7541
Active	E 22-802-200-475	SUPPLIES	\$5,000.00	\$8,887.78	\$6,119.21	-\$3,887.78	1.7776
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	\$8,750.32	\$2,402.45	\$15,249.68	0.3646
Active	E 22-802-200-576	GAS	\$0.00	\$963.80	\$148.67	-\$963.80	0
Active	E 22-802-200-577	FUEL	\$15,000.00	\$8,275.45	\$2,369.28	\$6,724.55	0.5517
Active	E 22-802-200-753	MISC EXPENSE	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 22-802-200-983	Debt Service	\$123,240.00	\$0.00	\$0.00	\$123,240.00	0
SUBDEPT 200 COLD BAY TERMINAL			\$238,947.00	\$66,811.41	\$16,735.80	\$172,135.59	27.96%
DEPT 802 CAPITAL - COLD BAY			\$238,947.00	\$66,811.41	\$16,735.80	\$172,135.59	27.96%
DEPT 843 Hovercraft Operation							
SUBDEPT 100 HOVERCRAFT OPERATION							
Active	E 22-843-100-300	SALARIES	\$314,682.00	\$176,230.40	\$21,706.04	\$138,451.60	0.56
Active	E 22-843-100-350	FRINGE BENEFITS	\$87,606.00	\$50,133.19	\$6,019.13	\$37,472.81	0.5723
Active	E 22-843-100-380	CONTRACT LABOR	\$150,000.00	\$77,435.52	\$7,000.00	\$72,564.48	0.5162
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	\$100,000.00	\$17,084.04	\$2,309.24	\$82,915.96	0.1708
Active	E 22-843-100-425	TELEPHONE	\$8,000.00	\$4,377.28	\$515.33	\$3,622.72	0.5472
Active	E 22-843-100-477	HOVERCRAFT FREIGHT	\$100,000.00	\$151,965.45	\$7,601.36	-\$51,965.45	1.5197
Active	E 22-843-100-500	EQUIPMENT	\$20,000.00	\$0.00	\$0.00	\$20,000.00	0
Active	E 22-843-100-525	RENTAL/LEASE	\$10,000.00	\$3,200.00	\$0.00	\$6,800.00	0.32
Active	E 22-843-100-526	UTILITIES	\$5,000.00	\$1,876.64	\$555.31	\$3,123.36	0.3753
Active	E 22-843-100-551	LEGAL	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 22-843-100-552	INSURANCE	\$215,000.00	\$315,652.86	\$0.00	-\$100,652.86	1.4682
Active	E 22-843-100-576	GAS	\$8,000.00	\$1,686.05	\$330.12	\$6,313.95	0.2108
Active	E 22-843-100-577	FUEL	\$90,000.00	\$53,764.06	\$8,293.85	\$36,235.94	0.5974
SUBDEPT 100 HOVERCRAFT OPERATION			\$1,313,288.00	\$944,300.74	\$54,330.38	\$368,987.26	71.90%
DEPT 843 Hovercraft Operation			\$1,313,288.00	\$944,300.74	\$54,330.38	\$368,987.26	71.90%
Fund 22 OPERATIONS							
			\$1,552,235.00	\$1,011,112.15	\$71,066.18	\$541,122.85	65.14%

14

ALEUTIANS EAST BOROUGH
 *Revenue Guideline©

Current Period: JANUARY 09-10

Act Status	Account	Descr	YTD Budget	YTD Amount	MTD Amount	Balance	% of Budget
FUND 24 BOND CONSTRUCTION							
Active	R 24-201	INTEREST REVENUE	\$0.00	\$1,859.51	-\$14,316.65	-\$1,859.51	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%
FUND 24 BOND CONSTRUCTION			\$5,522,502.19	\$1,859.51	-\$14,316.65	\$5,520,642.68	0.03%

15

ALEUTIANS EAST BOROUGH
***Expenditure Guideline©**

Current Period: JANUARY 09-10

Act Status	Account	Descr	YTD Budget	YTD Amount	MTD Amount	Balance	% of Budget
Fund 24 BOND CONSTRUCTION							
DEPT 809 Akutan Airport/Grant							
SUBDEPT 000							
Active	E 24-809-000-850	CAPITAL CONSTRUCTION	\$3,000,000.00	\$0.00	\$0.00	\$3,000,000.00	0
		<i>SUBDEPT 000</i>	\$3,000,000.00	\$0.00	\$0.00	\$3,000,000.00	0.00%
		<i>DEPT 809 Akutan Airport/Grant</i>	\$3,000,000.00	\$0.00	\$0.00	\$3,000,000.00	0.00%
DEPT 831 SAND POINT HARBOR							
SUBDEPT 132 Sand Point Harbor							
Active	E 24-831-132-850	CAPITAL CONSTRUCTION	\$522,502.19	\$111,205.50	\$12,894.75	\$411,296.69	0.2128
		<i>SUBDEPT 132 Sand Point Harbor</i>	\$522,502.19	\$111,205.50	\$12,894.75	\$411,296.69	21.28%
		<i>DEPT 831 SAND POINT HARBOR</i>	\$522,502.19	\$111,205.50	\$12,894.75	\$411,296.69	21.28%
DEPT 833 FALSE PASS HARBOR							
SUBDEPT 000							
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
		<i>SUBDEPT 000</i>	\$560,657.32	\$12,949.60	\$0.00	\$547,707.72	2.31%
		<i>DEPT 833 FALSE PASS HARBOR</i>	\$560,657.32	\$12,949.60	\$0.00	\$547,707.72	2.31%
DEPT 839 AKUTAN HARBOR							
SUBDEPT 000							
Active	E 24-839-000-850	CAPITAL CONSTRUCTION	\$4,868,784.19	\$3,051,472.56	\$184,054.00	\$1,817,311.63	0.6267
		<i>SUBDEPT 000</i>	\$4,868,784.19	\$3,051,472.56	\$184,054.00	\$1,817,311.63	62.67%
		<i>DEPT 839 AKUTAN HARBOR</i>	\$4,868,784.19	\$3,051,472.56	\$184,054.00	\$1,817,311.63	62.67%
DEPT 862 NELSON LAGOON DOCK							
SUBDEPT 000							
Active	E 24-862-000-850	CAPITAL CONSTRUCTION	\$24,265.88	\$0.00	\$0.00	\$24,265.88	0
		<i>SUBDEPT 000</i>	\$24,265.88	\$0.00	\$0.00	\$24,265.88	0.00%
		<i>DEPT 862 NELSON LAGOON DOCK</i>	\$24,265.88	\$0.00	\$0.00	\$24,265.88	0.00%
DEPT 900 OTHER							
SUBDEPT 000							
Active	E 24-900-000-380	CONTRACT LABOR	\$1,981,891.64	\$9,602.87	\$1,644.19	\$1,972,288.77	0.0048
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
		<i>SUBDEPT 000</i>	\$1,981,891.64	\$9,602.87	\$1,644.19	\$1,972,288.77	0.48%

16

ALEUTIANS EAST BOROUGH
 *Expenditure Guideline©

Current Period: JANUARY 09-10

Act Status	Account	Descr	YTD Budget	YTD Amount	MTD Amount	Balance	% of Budget
		<i>DEPT 900 OTHER</i>	\$1,981,891.64	\$9,602.87	\$1,644.19	\$1,972,288.77	0.48%
	<i>Fund 24 BOND CONSTRUCTION</i>		\$10,958,101.22	\$3,185,230.53	\$198,592.94	\$7,772,870.69	29.07%

17

ALEUTIANS EAST BOROUGH
 *Revenue Guideline©

Current Period: JANUARY 09-10

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

18

ALEUTIANS EAST BOROUGH
 *Expenditure Guideline©

Current Period: JANUARY 09-10

Act Status	Account	Descr	YTD Budget	YTD Amount	MTD Amount	Balance	% of Budget
Fund 30 BOND FUND							
DEPT 900 OTHER							
SUBDEPT 000							
Active	E 30-900-000-725	BOND INTEREST PAYMENT	\$1,329,005.00	\$760,388.75	\$91,167.50	\$568,616.25	0.5721
Active	E 30-900-000-726	BOND PRINCIPAL PAYMENT	\$830,000.00	\$830,000.00	\$400,000.00	\$0.00	1
Active	E 30-900-000-745	Bond Sale Expense	\$0.00	\$0.00	\$0.00	\$0.00	0
SUBDEPT 000			\$2,159,005.00	\$1,590,388.75	\$491,167.50	\$568,616.25	73.66%
DEPT 900 OTHER			\$2,159,005.00	\$1,590,388.75	\$491,167.50	\$568,616.25	73.66%
Fund 30 BOND FUND			\$2,159,005.00	\$1,590,388.75	\$491,167.50	\$568,616.25	73.66%

19

ALEUTIANS EAST BOROUGH
 *Revenue Guideline©

Current Period: JANUARY 09-10

Act Status	Account	Descr	YTD Budget	YTD Amount	MTD Amount	Balance	% of Budget
FUND 40 PERMANENT FUND							
Active	R 40-201	INTEREST REVENUE	\$0.00	\$3,666,894.92	\$766,706.78	-\$3,666,894.92	0.00%
Active	R 40-203	OTHER REVENUE	\$350,000.00	\$0.00	\$0.00	\$350,000.00	0.00%
Active	R 40-204	OPERATING TRANSFER FR	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 40-230	LAND SALES	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
FUND 40 PERMANENT FUND			\$350,000.00	\$3,666,894.92	\$766,706.78	-\$3,316,894.92	1047.68%

20

ALEUTIANS EAST BOROUGH
 *Expenditure Guideline©

Current Period: JANUARY 09-10

Act Status	Account	Descr	YTD Budget	YTD Amount	MTD Amount	Balance	% of Budget
Fund 40 PERMANENT FUND							
DEPT 900 OTHER							
SUBDEPT 000							
Active	E 40-900-000-380	CONTRACT LABOR	\$35,000.00	\$9,602.90	\$1,644.19	\$25,397.10	0.2744
Active	E 40-900-000-751	OPERATING TRANSFER TO	\$0.00	\$0.00	\$0.00	\$0.00	0
		<i>SUBDEPT 000</i>	\$35,000.00	\$9,602.90	\$1,644.19	\$25,397.10	27.44%
		<i>DEPT 900 OTHER</i>	\$35,000.00	\$9,602.90	\$1,644.19	\$25,397.10	27.44%
		<i>Fund 40 PERMANENT FUND</i>	\$35,000.00	\$9,602.90	\$1,644.19	\$25,397.10	27.44%

12

ALEUTIANS EAST BOROUGH
 *Revenue Guideline©

Current Period: JANUARY 09-10

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

22

ALEUTIANS EAST BOROUGH
***Expenditure Guideline©**

02/02/10 7:55 AM
 Page 15

Current Period: JANUARY 09-10

Act Status	Account	Descr	YTD Budget	YTD Amount	MTD Amount	Balance	% of Budget
Fund 41 MAINTENANCE RESERVE FUND							
DEPT 800 CAPITAL - SCHOOL							
SUBDEPT 857 FALSE PASS SCHOOL							
Active	E 41-800-857-300	SALARIES	\$0.00	\$2,520.00	\$0.00	-\$2,520.00	0
Active	E 41-800-857-350	FRINGE BENEFITS	\$0.00	\$217.98	\$0.00	-\$217.98	0
Active	E 41-800-857-380	CONTRACT LABOR	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 41-800-857-400	TRAVEL AND PERDIEM	\$0.00	\$130.00	\$0.00	-\$130.00	0
Active	E 41-800-857-475	SUPPLIES	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 41-800-857-850	CAPITAL CONSTRUCTION	\$0.00	\$359.55	\$0.00	-\$359.55	0
SUBDEPT 857 FALSE PASS SCHOOL			\$0.00	\$3,227.53	\$0.00	-\$3,227.53	0.00%
SUBDEPT 865 Akutan School							
Active	E 41-800-865-300	SALARIES	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 41-800-865-350	FRINGE BENEFITS	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 41-800-865-400	TRAVEL AND PERDIEM	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 41-800-865-475	SUPPLIES	\$0.00	\$833.61	\$0.00	-\$833.61	0
SUBDEPT 865 Akutan School			\$0.00	\$833.61	\$0.00	-\$833.61	0.00%
SUBDEPT 866 NELSON LAGOON SCHOOL							
Active	E 41-800-866-300	SALARIES	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 41-800-866-350	FRINGE BENEFITS	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 41-800-866-380	CONTRACT LABOR	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 41-800-866-400	TRAVEL AND PERDIEM	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 41-800-866-425	TELEPHONE	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 41-800-866-475	SUPPLIES	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 41-800-866-850	CAPITAL CONSTRUCTION	\$0.00	\$0.00	\$0.00	\$0.00	0
SUBDEPT 866 NELSON LAGOON SCHOOL			\$0.00	\$0.00	\$0.00	\$0.00	0.00%
SUBDEPT 867 Sand Point School							
Active	E 41-800-867-300	SALARIES	\$0.00	\$10,478.75	\$350.00	-\$10,478.75	0
Active	E 41-800-867-350	FRINGE BENEFITS	\$0.00	\$906.61	\$30.46	-\$906.61	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	\$0.00	\$0.00	\$0.00	0
Active	E 41-800-867-850	CAPITAL CONSTRUCTION	\$0.00	\$0.00	\$0.00	\$0.00	0
SUBDEPT 867 Sand Point School			\$0.00	\$11,385.36	\$380.46	-\$11,385.36	0.00%
SUBDEPT 868 King Cove School							
Active	E 41-800-868-300	SALARIES	\$0.00	\$700.00	\$0.00	-\$700.00	0
Active	E 41-800-868-350	FRINGE BENEFITS	\$0.00	\$60.55	\$0.00	-\$60.55	0
Active	E 41-800-868-400	TRAVEL AND PERDIEM	\$0.00	\$260.00	\$0.00	-\$260.00	0
Active	E 41-800-868-475	SUPPLIES	\$0.00	\$54.18	\$0.00	-\$54.18	0
Active	E 41-800-868-577	FUEL	\$0.00	\$0.00	\$0.00	\$0.00	0
SUBDEPT 868 King Cove School			\$0.00	\$1,074.73	\$0.00	-\$1,074.73	0.00%

23

ALEUTIANS EAST BOROUGH
***Expenditure Guideline©**

Current Period: JANUARY 09-10

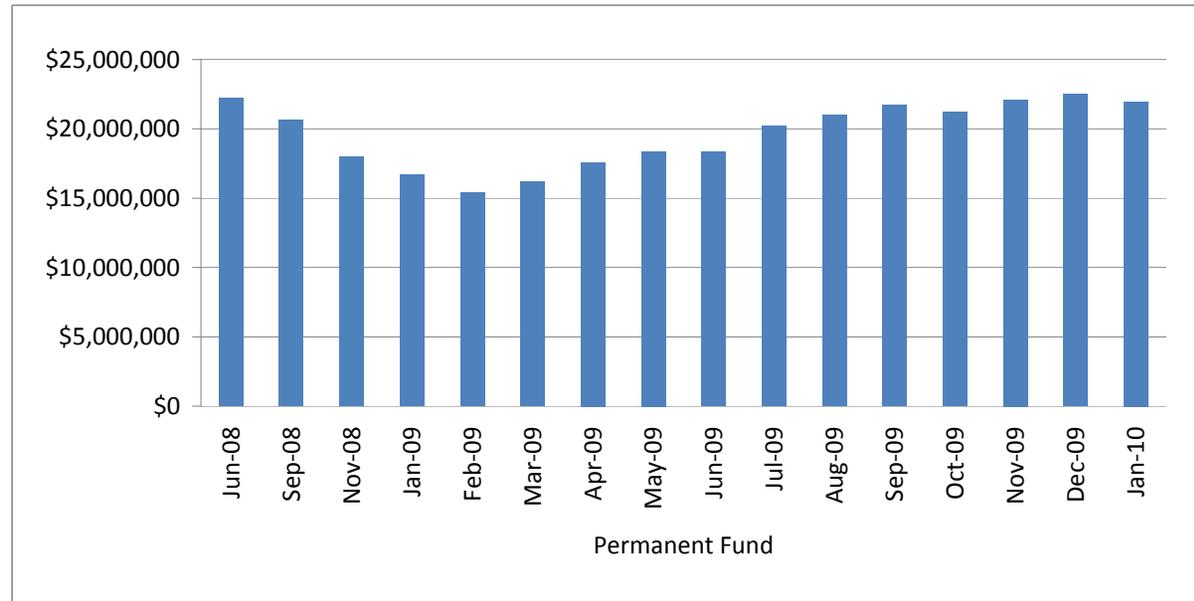
Act Status	Account	Descr	YTD Budget	YTD Amount	MTD Amount	Balance	% of Budget
SUBDEPT 869 COLD BAY SCHOOL							
Active	E 41-800-869-300	SALARIES	\$0.00	\$5,212.50	\$0.00	-\$5,212.50	0
Active	E 41-800-869-350	FRINGE BENEFITS	\$0.00	\$450.88	\$0.00	-\$450.88	0
Active	E 41-800-869-380	CONTRACT LABOR	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 41-800-869-400	TRAVEL AND PERDIEM	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 41-800-869-475	SUPPLIES	\$0.00	\$0.00	\$0.00	\$0.00	0
Active	E 41-800-869-942	PROPERTY LEASE	\$0.00	\$0.00	\$0.00	\$0.00	0
SUBDEPT 869 COLD BAY SCHOOL			\$0.00	\$5,663.38	\$0.00	-\$5,663.38	0.00%
DEPT 800 CAPITAL - SCHOOL			\$0.00	\$22,184.61	\$380.46	-\$22,184.61	0.00%
DEPT 900 OTHER							
SUBDEPT 000							
Active	E 41-900-000-751	OPERATING TRANSFER TO	\$100,000.00	\$0.00	\$0.00	\$100,000.00	0
Active	E 41-900-000-880	LAND	\$0.00	\$0.00	\$0.00	\$0.00	0
SUBDEPT 000			\$100,000.00	\$0.00	\$0.00	\$100,000.00	0.00%
DEPT 900 OTHER			\$100,000.00	\$0.00	\$0.00	\$100,000.00	0.00%
Fund 41 MAINTENANCE RESERVE FUND			\$100,000.00	\$22,184.61	\$380.46	\$77,815.39	22.18%
Report Total			\$21,410,572.86	\$8,268,794.73	\$1,242,459.36	\$13,141,778.13	38.62%

24

INVESTMENT REPORT

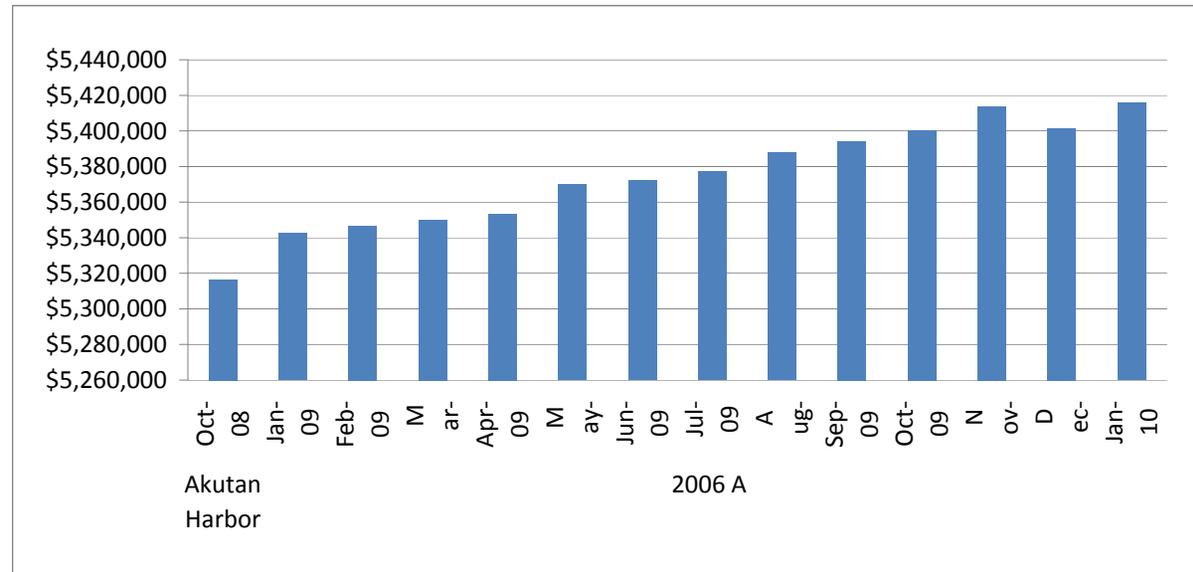
Permanent Fund

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



Akutan Harbor 2006 A

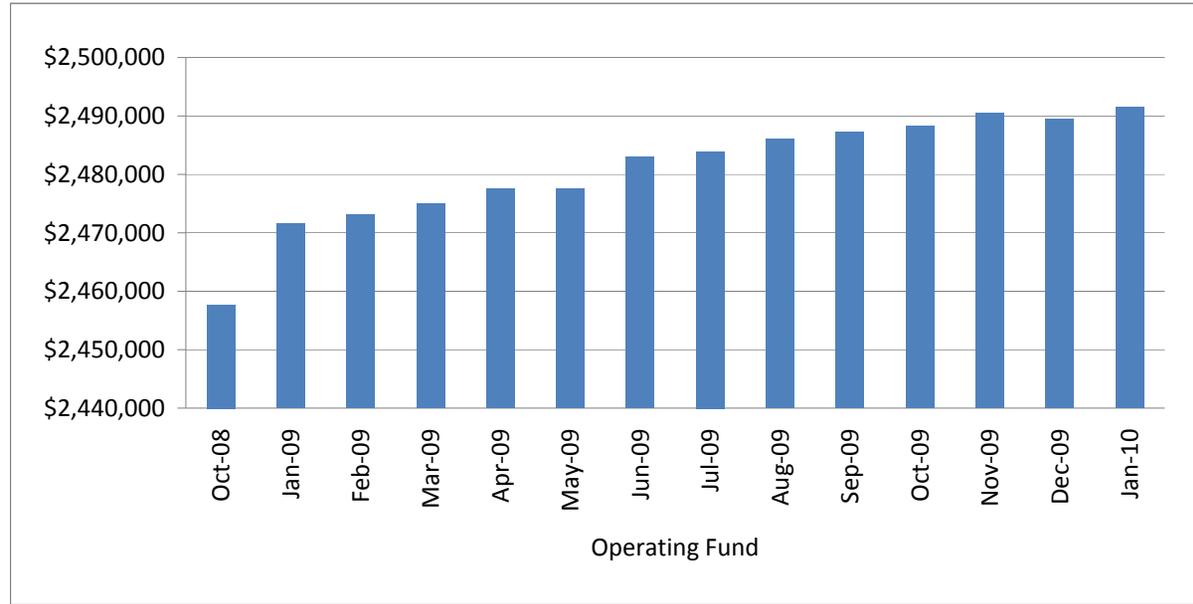
Oct-08	\$5,316,595
Jan-09	\$5,342,549
Feb-09	\$5,346,669
Mar-09	\$5,350,028
Apr-09	\$5,353,487
May-09	\$5,369,813
Jun-09	\$5,372,068
Jul-09	\$5,377,316
Aug-09	\$5,387,631
Sep-09	\$5,394,316
Oct-09	\$5,400,464
Nov-09	\$5,413,687
Dec-09	\$5,401,569
Jan-10	\$5,415,826



INVESTMENT REPORT

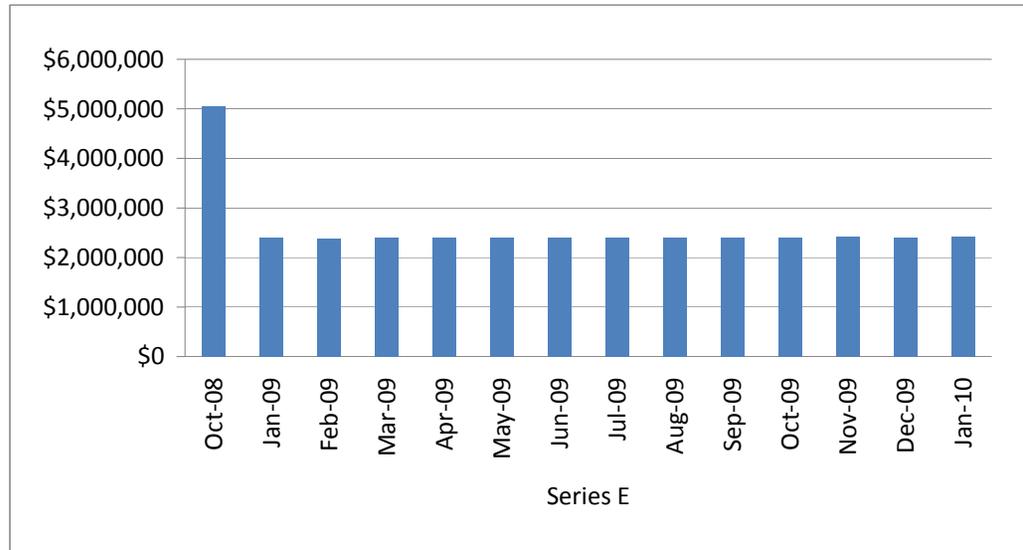
Operating Fund

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



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	



AFI Impact in the Region:

- ☞ Promote self – sufficiency for families and businesses.
- ☞ Increase family income, improvement in standard of living, education, asset building, upward mobility, and homeownership.
- ☞ Benefit the community with business growth and local investment providing goods, services and employment.
- ☞ Increase family net worth as loans are repaid.

AFI Short-Term Service Goals

- ☞ Start providing home and small business loans by fall of 2008.
- ☞ Provide \$4 million in loans to the Region within the first 3 years.
- ☞ Provide the pre-loan classes needed by the applicants to include budgeting, credit education, business plans development, and small business management.
- ☞ Provide post-loan follow up to ensure applicant success through mentoring or remediation.

Capitalization/Outcome Goals

\$4 million in loan capital by 2011

- ☞ Leverage capital contributions through 1:1 match (opportunities to secure matching funds of \$1 for every \$1 raised).
- ☞ Anticipate 20 small business loans and 45 home loans.



AFI Regional Board of Representatives

- ☞ **Tanya Kyle, President**
*Chair, AHA Board of Commissioners /
Nikolski Tribal Administrator*
- ☞ **Bill Shaishnikoff, Vice-President**
*Owner, Bering Shai Construction,
Unalaska*
- ☞ **Bob Juettner, Secretary**
Administrator, Aleutians East Borough
- ☞ **David Byrne, Treasurer**
*Vice President of Commercial Lending,
First National Banks Alaska*
- ☞ **Larry Cotter, Director**
*President, Aleutian Pribilof Island
Community Development Association*
- ☞ **Thomas Mack, Director**
President, The Aleut Corporation
- ☞ **Dimitri Philemonof, Director**
*President / CEO, Aleutian Pribilof Islands
Association*

Aleutian Financial Incorporated

A Community Development Financial
Institution ("CDFI") Serving the
Aleutian Pribilof Islands Region

Mission Statement

To assist entrepreneurs of the Aleutian Pribilof Islands Region with business training, incubation and access to capital; encourage economic development; and provide a full range of services to foster and encourage homeownership, thereby enhancing the quality of life for all communities and residents of the Region.



4000 Old Seward Highway
Suite 104
Anchorage, Alaska 99503
Phone: (907) 644-6604
Fax: (907) 563-3105
Contact: Viola Yatchmeneff

Aleutian Financial Incorporated

What is CDFI?

Administered through the Dept. of Treasury, the CDFI fund was created by Federal Law in 1994, to promote economic revitalization and community development in distressed urban, rural and Native communities.

CDFI's develop financial products (primarily loans) determined through comprehensive market survey/analysis; and provide technical assistance, to meet the needs of their market.

National CDFI Statistics

- ☞ 600 – 800 CDFI's exist across the nation
- ☞ \$12.5 Billion loaned
- ☞ 174,400 Jobs created
- ☞ 533,400 Housing units
- ☞ 5,860 Community facilities
- ☞ 36% of the activity in rural areas
- ☞ 1.5% Cumulative loan loss rate
- ☞ 98.5% of Borrowers are repaying their loans

Key Organizational Dates

- ☞ *December 2005* - Aleutian Housing Authority (AHA) sponsors Aleutian Financial Incorporated (AFI) with the goal of establishing a Community Development Financial Institution (CDFI) in the Region.
- ☞ *January 16, 2007* – AFI received Articles of Incorporation as Non-Profit Corporation.
- ☞ *October 2007* – AFI files 501(c)(3) application (pending with the IRS).
- ☞ *January 2008* – AFI begins capitalization efforts.
- ☞ *November 2008* – Target date for CDFI certification.

Organizational Strengths

- ☞ Regionally represented, supported, and accountable to the communities in the Region.
- ☞ Strong Board with broad expertise.
- ☞ Strong staff support.
- ☞ National CDFI fund support.
- ☞ Organizational independence.



Aleutian Pribilof Islands Market Study:

In September 2006, a comprehensive market study documented the following outcomes, driving the creation of AFI to meet the unique needs and characteristics of the Region.

- ☞ There is very little financial activity in the Region, with limited access to these institutions.
- ☞ Residents are far less likely to own a small business than elsewhere in the State.
- ☞ Homeownership rates are 25% lower in the Region than elsewhere in the State.
- ☞ Residents indicated a need for technical assistance to achieve homeownership or small business goals.

Market Driven Initiative

- ☞ New and innovative way to promote self-sufficiency.
- ☞ No direct competition from other organizations.
- ☞ Serves all residents of the Region, while targeting Alaska Natives and low to moderate income people.
- ☞ Strong local based market focus with great flexibility to meet unique needs.
- ☞ Connects people to resources who may otherwise not have this opportunity.

"A successful CDFI is a remarkable and unique entity that will provide a bridge between financial markets and low income communities." "AFI will prove to be a huge benefit for the people of our region and I am fortunate to be a part of it."

Bill Shaishnikoff, Owner- Bering Shai Construction; Vice-President- Aleutian Financial, Inc.



Consent Agenda

Public Hearings

ORDINANCE 10-02

AN ORDINANCE AMENDING THE OPERATING AND CAPITAL BUDGET FOR THE ALEUTIANS EAST BOROUGH FISCAL YEAR 2010.

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 2010 is adopted as follows:

REVENUES	FY10 BUDGET
Local	
Interest Income	\$68,000
AEB Fish Tax	\$2,635,000
AEBSD Refund	
Other Revenue	\$7,000
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	\$25,000
Revenues Encumbered for FY'10	\$6,390,649
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
Public Information Officer	\$165,524
Development Coordinator	\$123,427
Public Works	\$121,321
KCAP	20,000
Educational Support	\$1,079,000
Other GF	
Legal	\$65,000
EAT	\$150,000
Insurance	\$180,000
Bank Fees	\$500
NLG Rev.	
Sharing	\$32,000
Youth Activities	\$23,500
Web Service	\$2,100
Misc.	0.00
Equipment	\$18,200
Tech Support	\$7,200
Utilities	11,410
Total Other	\$489,910
Total General Fund	\$3,539,748
Capital Projects	\$150,000
Bond Projects	\$0
Debt Services	\$2,159,005
Maintenance Reserve	\$100,000
Total Expenditure	\$5,948,753
AEB Surplus	\$441,896
AEBSD Expenditures	\$6,775,000
Fund 20, Grants, Revenues	\$500,000
Fund 20, Grants, Expenditures	\$500,000
Fund 21, KCAP, Revenues	\$429,065
Fund 21, KCAP, Expenditures	\$901,800
Fund 22, Hovercraft, Revenues	1,376,000
Fund 22, Hovercraft, Expenditures	1,456,488
Fund 22, Terminal Operations, Revenues	447,620
Fund 22, Terminal Operations, Expenditures	238,947
Fund 24, Bond Project, Revenues	\$5,000,000

Fund 24, Bond Project, Expenditures	\$5,000,000
Fund 30, Bond Payments, Revenues	\$2,159,005
Fund 30, Bond Payments, Expenditures	\$2,159,005
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 _____, 2010.

Mayor

ATTEST:

Clerk

REVENUE	FY10	FY10 Revision
AEBSD Revenues	\$6,775,000	\$6,775,000
Local		
Interest Income	\$68,000	\$68,000
AEB Fish Tax	\$2,635,000	\$2,635,000
AEBSD Refund		
Other Revenue	\$7,000	\$7,000
State		
Shared Fishery Tax	\$1,492,720	\$1,492,720
Extraterritorial Fish Tax	\$108,350	\$108,350
Landing Tax	\$45,115	\$45,115
Debt Reimbursement	\$1,045,464	\$1,045,464
Coastal Management	\$18,000	\$18,000
State Aid to Local Governments	\$387,000	\$387,000
Federal		
Payment in Lieu of Taxes	\$559,000	\$559,000
USF&WS Lands	\$25,000	\$25,000
Total FY'10 Revenues	\$6,390,649	\$6,390,649
Operating Fund Expenditures		
Mayor	\$242,784	\$242,784
Assembly	\$135,000	\$135,000
Administration	\$455,441	\$479,321
Clerk/Planning	\$194,176	\$195,176
Finance	\$174,366	\$215,811
Natural Resources	\$297,354	\$296,354
Public Information Officer	\$173,274	\$165,524
Development Coordinator	\$136,427	\$123,427
Public Works	\$138,321	\$121,321
Educational Support	\$1,079,000	\$1,079,000
KCAP		\$20,000
Other GF		
Legal	\$65,000	\$65,000
EAT	\$150,000	\$150,000
Insurance	\$180,000	\$180,000
Bank Fees	\$500	\$500
NLG Rev. Sharing	\$32,000	\$32,000
Youth Activities	\$23,500	\$23,500
Web Service	\$2,100	\$2,100
Misc.	\$0	\$0
Equipment	\$8,200	\$18,200
Tech Support	\$7,200	\$7,200
Utilities		\$11,410
Total Other	\$468,500	\$489,910
Total General Fund	\$3,494,643	\$3,543,628
Capital Projects	\$150,000	\$150,000 False Pass landfill in-kind
Bond Projects	\$0	\$0
Debt Services	\$2,159,005	\$2,159,005
Maintenance Reserve	\$100,000	\$100,000
Total Expenditure	\$5,903,648	\$5,952,633
AEB Surplus	\$487,001	\$438,016
AEBSD Expenditures	\$6,775,000	\$6,775,000
Fund 20, Grants, Revenues	\$500,000	\$500,000
Fund 20, Grants, Expenditures	\$500,000	\$500,000
Fund 21, KCAP, Revenues	\$429,065	\$429,065
Fund 21, KCAP, Expenditures	\$901,800	\$901,800
Fund 22, Hovercraft, Revenues	\$1,376,000	\$1,376,000
Fund 22, Hovercraft, Revenues	\$1,313,288	\$1,313,288
Fund 22, Terminal Operations, Revenues	\$447,620	\$447,620
Fund 22, Terminal Operations, Expenditures	\$238,947	\$238,947
Fund 24, Bond Project, Revenues	\$5,000,000	\$5,000,000
Fund 24, Bond Project, Expenditures	\$5,000,000	\$5,000,000
Fund 30, Bond Payments, Revenues	\$2,159,005	\$2,159,005
Fund 30, Bond Payments, Expenditures	\$2,159,005	\$2,159,005
Fund 40, Permanent Fund, Revenues	\$350,000	\$350,000
Fund 40, Permanent Fund, Expenditures	\$35,000	\$35,000
Fund 41, Maintenance Reserve, Revenues	\$100,000	\$100,000
Fund 41, Maintenance Reserve, Expenditures	\$100,000	\$100,000

Mayor's Office	FY10	FY10 Budget Revision	FY09 Amounts/Will Change FY10		
Salary	\$67,204	\$67,204	Medical	\$ 860.22	month
Fringe	\$24,580	\$24,580	PERS	22%	FY10
Travel	\$36,000	\$36,000	ESC	1.00%	
Phone	\$2,400	\$2,400	Medicare	1.45%	
Supplies	\$1,000	\$1,000	PERS/DC	6.13%	
Lobbying, federal	\$75,600	\$75,600		70.82	
Lobbying, state	\$36,000	\$36,000			
Total Mayor's Office	\$242,784	\$242,784			

Assembly	FY10		
Meeting Fee	\$25,000	\$	25,000.00
Fringe	\$55,000	\$	55,000.00
Travel	\$50,000	\$	40,000.00
Phone	\$4,500	\$	4,500.00
Supplies	\$500	\$	500.00
Retreat	\$0	\$	10,000.00
Total Assembly	\$135,000 #		\$135,000

Administration	FY10		
Salary	\$268,681		\$268,681
Fringe	\$92,160		\$92,160
Contract labor	\$10,000		\$10,000
Travel & per diem	\$30,000		\$15,000
Phone	\$10,000		\$6,000
Postage	\$2,500		\$2,500
Supplies	\$23,000		\$18,120
Rent	\$13,100		\$36,980
Dues & fees	\$1,500		\$1,500
Equipment	\$4,500		\$4,500
Total Administration	\$455,441		\$455,441

Clerk/Planning	FY10		
Salary	\$79,220		\$79,220
Fringe	\$26,156		\$26,156
Contract labor	\$10,000		\$0
Travel & per diem	\$12,500		\$12,500
Phone	\$7,500		\$7,500
Postage	\$500		\$500
Supplies	\$9,000		\$9,000
Utilities	\$12,000		\$12,000
Dues & fees	\$5,000		\$5,000
Elections	\$8,300		\$8,300
Planning Com.	\$7,000		\$7,000
Oil & Gas Study	\$0		\$10,000
Coastal Mgt.	\$17,000		\$18,000
Total Clerk/Planning	\$194,176		\$195,176

Finance	FY10		
Salary	\$78,811		\$102,811
Fringe	\$25,555		\$43,000
Contract labor	\$2,500		\$0
Travel & per diem	\$4,000		\$4,000
Phone	\$5,000		\$5,000
Postage	\$1,500		\$1,500
Supplies	\$8,000		\$10,500
Utilities	\$4,000		\$4,000
Audit	\$45,000		\$45,000
Equipment	\$0		\$0
Total Finance	\$174,366		\$215,811

Natural Resources	FY10		
Salary	\$115,976		\$115,976
Fringe	\$37,178		\$37,178
Contract labor	\$60,000		\$60,000
Travel & per diem	\$35,000		\$35,000
Phone	\$5,200		\$5,200
Postage	\$1,000		\$0
Supplies	\$3,000		\$3,000
Equipment	\$0		\$0

	NPFMC	\$15,000	\$15,000
	BOF Meeting	\$25,000	\$25,000
	Total	\$297,354	\$296,354
Public Inf		FY10	
	Salary	\$82,766	\$82,766
	Fringe	\$29,058	\$29,058
	Contract labor	\$6,750	\$0
	Travel & per diem	\$15,000	\$15,000
	Phone	\$2,400	\$2,400
	Postage	\$1,000	\$250
	Supplies	\$4,500	\$4,500
	Rent	\$6,800	\$6,800
	Advertising/promotions	\$25,000	\$25,000
	Total	\$173,274	\$165,774
Other		FY10	
	Legal	\$65,000	\$65,000
	EAT	\$150,000	\$150,000
	Insurance	\$180,000	\$180,000
	Bank fees	\$500	\$500
	NLG Revenue Sharing	\$32,000	\$32,000
	BB/Native dance	\$23,500	\$23,500
	Web service	\$9,300	\$9,300
	Equipment	\$8,200	\$18,200
	Utilities	\$0	\$11,410
	Misc.	\$0	\$0
	Total Other	\$468,500	\$489,910
Development Coordinator		FY10	
	Salary	\$62,760	\$62,760
	Fringe	\$24,167	\$24,167
	Contract labor	\$6,000	\$6,000
	Travel & per diem	\$15,000	\$15,000
	Phone	\$4,000	\$4,000
	Postage	\$1,000	\$250
	Supplies	\$4,500	\$4,500
	Rent	\$7,000	\$7,000
	Development	\$12,000	\$0
	Misc.	\$0	\$0
	Total Development	\$136,427	\$123,677
Public Works		FY10	
	Salary	\$71,112	\$71,112
	Fringe	\$26,209	\$26,209
	Contract labor	\$9,000	\$0
	Travel & per diem	\$12,000	\$12,000
	Phone	\$1,500	\$1,500
	Postage	\$500	\$0
	Supplies	\$14,000	\$6,000
	Equipment	\$1,500	\$1,500
	Utilities	\$2,500	\$2,500
	Total Public Works	\$138,321	\$120,821
Education		FY10	
	Local Contribution	\$1,054,000	\$1,054,000
	Scholarships	\$20,000	\$20,000
	Student travel	\$5,000	\$5,000
	Total Educational Support	\$1,079,000 #	\$1,079,000
KCAP			
	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
TOTAL OPERATING BUDGT		\$3,494,643 #	\$3,539,748

Fund 22 Terminal Operations		FY10	FY10 Mid Year
Revenues			
Remaining construction Loan/ Remaining FAA reimbursement		\$308,000	\$308,000
Leases		\$139,620	\$139,620 FAA/NWS leases
		\$447,620	\$447,620
Expenses			
Salary		\$41,422	\$41,422
Fringe		\$18,950	\$18,950
Contract labor			
Travel & per diem		\$3,000	\$3,000
Phone, Internet		\$3,000	\$3,000
Equipment			
Supplies		\$5,000	\$5,000
DOT lease		\$5,335	\$5,335
Electric		\$24,000	\$24,000
Fuel/diesel		\$15,000	\$15,000
Debt Service		\$123,240	\$123,240
		\$238,947	\$238,947

Fund 22 Hovercraft Operations		FY10	FY10
Revenues			
Grant		\$0	\$0
Medivacs		\$48,000	\$48,000
Freight		\$60,000	\$60,000
Other Income		\$675,000	\$675,000
Tickets, fees, etc.		\$93,000	\$93,000
Other		\$500,000	\$500,000
		\$1,376,000	\$1,376,000
Expenses			
Salary		\$314,682	\$314,682
Fringe		\$87,606	\$87,606
Contract labor		\$150,000	\$150,000
Travel & per diem		\$100,000	\$40,000
Phone/Internet		\$8,000	\$8,000
Equipment		\$20,000	\$0
Supplies		\$100,000	\$180,000
Rent		\$10,000	\$3,200
Fuel/gas		\$8,000	\$8,000
Fuel/diesel		\$90,000	\$90,000
Insurance		\$215,000	\$365,000
Utilities		\$5,000	\$5,000
Maint/Repairs		\$205,000	\$205,000
		\$1,313,288	\$1,456,488

Resolutions

TO: Mayor Mack and Assembly Members

FROM: Sharon Boyette

RE: Co-Sponsorship Agreement for the Akutan Airport

DATE: February 16, 2010

The Co-Sponsorship Agreement for the Akutan Airport signed by the City of Akutan and the Borough failed to pass muster with the FAA so the Department of Transportation did not sign. The Department asks that we pass the attached FAA-approved version instead.

The only change is the insertion of a new sentence at the end of Section 1d as follows:

"Reasonable public access" is defined to mean transportation between Akutan and Akun Islands as required by scheduled commercial aircraft activity and on an as needed basis for any emergency flight activity.

We will need the Assembly to rescind Resolution 10-08, the resolution which approved the Co-Sponsorship Agreement that was presented to the Assembly in its January meeting by motion. We ask for the Assembly's approval of a new resolution which is attached.

Resolution 10-09

A RESOLUTION OF THE ALEUTIANS EAST BOROUGH APPROVING THE AKUTAN AIRPORT CO-SPONSORSHIP AGREEMENT BETWEEN THE ALEUTIANS EAST BOROUGH, THE CITY OF AKUTAN AND THE ALASKA DEPARTMENT OF TRANSPORTATION AND PUBLIC FACILITIES.

Whereas the community of Akutan has no land based airport and is dependent upon float plane service only; and

Whereas the City of Akutan, the Alaska Department of Transportation and Public Facilities and the Aleutians East Borough have decided to work cooperatively to remedy this situation; and

Whereas the each of the entities have agreed to perform specific functions and activities that will lead to the completion of an airport and an intermodal transportation system to link the airport to the community; and

Whereas the Aleutians East Borough Assembly has reviewed the Co-Sponsorship Agreement and is willing to fulfill its obligations under this agreement; and

NOW THEREFORE BE IT RESOLVED by the Aleutians East Borough Assembly that it approves the execution of the Co-Sponsorship Agreement by the Mayor.

Approved by the Aleutians East Borough Assembly this _____ day of February 2010.

Stanley Mack, Mayor

ATTEST:

Tina Anderson
Clerk

Co-Sponsorship Agreement
Between
The City of Akutan, the Aleutians East Borough, and
The State of Alaska Department of Transportation and Public Facilities
For
Akutan Airport

This Agreement by and between the State of Alaska, Department of Transportation and Public Facilities, hereinafter called the Department, the Aleutians East Borough, hereinafter called the Borough, and the City of Akutan, hereinafter called the City, is entered into for the purpose of formally establishing responsibilities, participation, concurrence, and intent of the Department, the Borough, and the City in the co-sponsorship of a new airport and associated public access facilities at Akutan Alaska, hereinafter referred to as the Project.

WHEREAS it is a goal of the Southwest Alaska Transportation Plan (SATP) to provide basic access for health, education and safety for communities having more than 25 year-round residents, and;

WHEREAS the SATP identifies the Unalaska-Akutan link as missing or underserved within the regional transportation system and recommends the development of a new airport to provide basic access to the community of Akutan, and whereas regional and statewide benefits will result from the establishment of the Akutan Airport transportation link;

WHEREAS the airport will be owned and operated by the Department, and;

WHEREAS efficiencies will result if the City were to assume responsibility for some portions of the real property acquisition phase of the Project, and if the Borough were to assume all responsibility for operating and maintaining a public hovercraft conveyance between the community of Akutan and the new airport for the 20 year design life of the project, and;

WHEREAS, the parties have developed a funding plan that specifically identifies multiple sources for project financing which require documentation of project costs by work component and phase (attached as Appendix A and incorporated into this Agreement), and;

WHEREAS, by providing real property for the project and a hovercraft conveyance between the community and the airport, the priority ranking of the airport project within the Department's federally funded Airport Improvement Program (AIP) is increased. The Department, the Borough and the City do hereby agree to the following:

1. SCOPE OF WORK

- a. The Project is further defined as a runway, taxiway, aircraft parking apron and

- apron lease area, a runway/taxiway lighting system, utilities and electrical generating equipment to provide electrical power to the airport site, airport maintenance equipment and equipment storage facilities, and a public means of access (hovercraft and associated maintenance equipment, passenger and/or cargo terminals, and hovercraft storage facilities).
- b. The Department agrees to perform all environmental tasks associated with the preparation of an Environmental Assessment (EA) for the Project, to include obtaining all permits necessary for construction. Permits required for the acquisition and operation of the hovercraft will be the responsibility of the Borough. Upon issuance of a decisional document as required by the federal National Environmental Policy Act (NEPA), the Department will perform all design and construction tasks associated with the Project, except those associated with the design and acquisition of the hovercraft which per Section 1(d), below, will be the responsibility of the Borough.
 - c. All conveyances of real property, easements, rights of way, tidelands leases, temporary construction permits and other interests in real property necessary for the project shall be the responsibility of the respective parties identified in the Akutan Airport ROW Plan attached and incorporated into this Agreement as Appendix C. To the extent possible, the Department will make its ROW staff available to guide City staff in property acquisition undertaken by the City to meet applicable federal standards as determined by the Department. The Department has furnished the City with precise descriptions of property interests to be contributed by the City and for those interests will furnish final survey plats stamped by a licensed land surveyor sufficient for recording under relevant state and local regulations. The Department will also negotiate with The Aleut Corporation for material sources outside of the airport property.
 - d. The Borough agrees to acquire, operate, and maintain appropriate hovercraft equipment and crew as necessary to provide reasonable public access between the community and the airport for a minimum of twenty (20) years after the Project is completed, as required by FAA grant assurances. "Reasonable public access" is defined to mean transportation between Akutan and Akun Islands as required by scheduled commercial aircraft activity and on an as needed basis for any emergency flight activity.
 - e. The Borough agrees that the design of the hovercraft equipment required under Section 1(d) will have the vessel operating capabilities of the Model BHT-130 Hovercraft presently owned by the Borough or equivalent.
 - f. The Borough has prepared a performance specification suitable for bidding and acquiring a hovercraft storage and maintenance building.
 - g. The Borough agrees to own, operate and maintain the hovercraft ramp, pad and building located on Akutan Island at the head of the Bay. This includes utility generation and operation, if applicable. The Borough agrees to obtain the Akutan Head of the Bay hovercraft terminal and hovercraft operational permits.
 - h. The Department will own, maintain and operate the hovercraft ramp and pad to be located on Akun Island. No utilities are anticipated as part of this facility.
 - i. The Department agrees to provide matching funds for the three Federal Highway Administration (FHWA) earmarks (Ferry Boat Planning and Design, Akutan

Road and Akutan Airport Access and matching funds for the Economic Development Administration (EDA) grant) and be responsible for adherence to all applicable federal requirements.

- j. The City, Department, and Borough give each other permission to enter onto their property for the purposes of the construction of an airport and associated facilities for the properties identified in the attached ROW plan (Appendix C).
- k. It is the intent of the Department to leave the Project Manager's construction office structure on site for use as a future passenger shelter. The structure will be located on an airport lease lot. The City of Akutan will own, operate, and maintain this facility under a lease from the Department of Transportation and Public Facilities. Under Title 17AAC, Transportation and Public Facilities, this activity is eligible for a no-cost lease based on its public nature and satisfactory maintenance of the facility over its lifetime.
- l. The term of this Agreement is the 20 year design life of the project facilities and components (20 years from project completion).

2. FUNDING AUTHORIZATION AND PHASES

- a. This Agreement sets forth and allocates distinct obligations and responsibilities of each party, both as to one another and as to the United States with respect to receipt and expenditure of federal funds. Each party enters into this Agreement in express reliance upon the enforceability of any other party's obligations and responsibilities under this Agreement.
- b. While project funding described in Appendix A is now sufficient to allow this project to proceed, all parties recognize that the funding matrix shown as Appendix A is based on estimated costs of project components and will require adjustment based on actual project costs. Further, the Parties acknowledge that the full extent of project costs may vary up to project completion. Accordingly, funding that is committed in the attached matrix is committed to the project through project completion. Per the AIP letter granting the ability to use Advance Construct AIP dollars on the project (dated December 7, 2009), any cost savings resulting from favorable construction bids will first reimburse the AIP program.
- c. The parties acknowledge that funding handled by the Department will be subject to Indirect Cost Allocation Plan (ICAP) charges as appropriate.
- d. The Department agrees to provide matching funds for the three FHWA earmarks (Ferry Boat Planning and Design, Akutan Road, and Akutan Airport Access) and matching funds for the EDA grant, and will be responsible for meeting all accounting and reporting requirements associated with the earmarks and grant.

3. FUNDING FOR PROJECT (EXCLUDING HOVERCRAFT)

- a. The City and Borough each acknowledge that the Department cannot transfer federal grant funds as payment for completed work until such work is approved by the Federal Aviation Administration (FAA) or applicable federal agency. In the event that the City or Borough must make payments to contractors for completed work, they shall do so in accordance with applicable procurement

- processes and with the understanding that the Department cannot reimburse the City or Borough for payments made until the completed work is approved by the FAA or applicable federal agency.
- b. For Airport Improvement Program (AIP) grants applied to the project, the Department will contribute the required sponsor match. For the Denali Commission funding, the state will contribute the required sponsor match.
 - c. The parties expect that total project costs will not exceed the amounts stated in Appendix A, Financial Plan. The City and Borough each agree that they are not entering into this Agreement based on any representation concerning the FAA participation rate or the total amount of FAA participation.
 - d. The State, City and Borough each agree they will comply with all federal, State and local laws and regulations relating to the work and obligations subject to this Agreement.
 - e. The parties agree that any cost savings resulting from favorable construction bids will first reimburse the AIP program, consistent with the FAA approval letter providing this funding source, dated December 7, 2009. Further, the parties agree that all other project funding in the project financial plan will be available for use on project components until the construction contract is complete unless otherwise restricted by grant requirements.
 - f. Should cost overruns occur, each party to this Agreement shall remain solely responsible for any cost overruns associated with their performance of its special obligations listed in Section 1 of this Agreement. Once all eligible project funds have been expended on project components, and after FAA is reimbursed consistent with 3(e) of this Agreement, to the extent possible cost overruns can be reimbursed from the remaining project balance.
 - g. The Department agrees to provide project management, design and construction, for work required by FAA and other agency grants and described in Section 1 of this Agreement, and will do its best to identify non-reimbursable costs prior to incurring them.
 - h. The Department intends to leave the project engineer's office structure on site for use as a future passenger shelter. On project completion, the structure will be transferred to the City who will then take over ownership and maintenance of the facility as a passenger shelter, consistent with 1(k) of this agreement.
 - i. The City of Akutan's existing float plane ramp will be used by the hovercraft to load and unload passengers and cargo. It will also be used for refueling the hovercraft. The ramp needs to be modified to accommodate this usage. Those modifications will be designed and constructed by the Department's contracted design-build team as an integral part of the Akutan Airport project. After the construction has been completed and accepted by the Department and the Aleutians East Borough and the City of Akutan, the City will accept responsibility for operating and maintaining the modified ramp.
 - j. The Department agrees to provide project management, design, and construction, for the FHWA earmarks and will ensure that all work accomplished under their proposed scopes is reimbursable by granting agencies. The Department will do its best to identify nonreimbursable costs prior to incurring them.

4. HOVERCRAFT FUNDING COMMITMENTS – PURCHASE AND MAINTENANCE

- a. The Borough agrees to set aside \$3,000,000 of General Obligation bond receipts for the acquisition of a hovercraft vehicle. The Borough also agrees to set aside \$250,000 of local general funds for the hovercraft vehicle. The City agrees to contribute \$500,000 for acquisition of the hovercraft vessel. It is also the intent of the Parties that the Trident Seafoods contribution of \$1,000,000 be allocated to the hovercraft purchase (see Appendix A).
- b. The parties agree to the allocation of three capital budget appropriations toward the hovercraft purchase: FY07 - \$1,000,000; FY09 - \$3,000,000, and FY06 with name change in FY10 - \$3,100,000. The Borough has the lead role with regard to the hovercraft purchase. All parties will coordinate any payments from these funding sources with Borough as lead for this project component. The FY07 \$1,000,000 appropriation will be the last funding source spent on this component as it is the most flexible, and any remaining funding is anticipated to be needed for project construction and will be used accordingly, or reimbursed to the AIP/state airport system.
- c. The Department agrees to reimburse the Borough the amount of \$100,000, subject to final approval of this Agreement, used for down payment on hovercraft construction.
- d. The Borough will be responsible for providing funding directly to the Hovercraft vendor to secure the purchase of the hovercraft. Upon submission of detailed invoices, the Department will provide the Borough the Department's share of funding for the vehicle.
- e. The hovercraft terminal facility on Akutan Island consists of a landing ramp, a maneuvering pad, a shelter for housing the hovercraft, ancillary operations/maintenance buildings and supporting utility systems (water supply and storage, wastewater collection and disposal and diesel power generation). The hovercraft facility on Akun Island is limited to a landing ramp and a maneuvering pad. The construction of these facilities will be funded out of the total project budget of local, state and federal funds. These facilities will be designed and constructed by the Department's contracted design-build team as an integral part of the Akutan Airport project. After the construction has been completed and accepted by the Department and the Borough, the Borough will accept responsibility for operating and maintaining these hovercraft facilities on Akutan Island and the State will assume responsibilities for operating and maintaining those facilities on Akun Island.
- f. The Department intends to leave the Project Manager's construction office structure on site for future use as a passenger shelter. Upon construction completion, the structure will be transferred to the City who will then own and maintain it, consistent with 1(k) of this agreement.

- g. Any cost savings from the hovercraft budget will be used for other project components.
- h. For the purposes of this Agreement, 'acquisition of a hovercraft vehicle' includes all required manufacture and delivery costs FOB Akutan. It is understood that this acquisition includes spare parts and support equipment consistent with the hovercraft estimate included as Appendix E to this Agreement.

5. BILLING

- a. The City and Borough shall individually submit itemized invoices for reimbursement of authorized costs. All charges on the invoice, other than for Fixed Prices or Fixed Fees, shall be substantiated by an attached summary of hours expended and hourly labor rate per employee; summary of units completed; subcontractor invoices, expense receipts; or other proof of expenditures. Each party to this Agreement shall pay any approved costs not reimbursed by the FAA for those project components it is responsible for per this Agreement.
- b. The Department will reimburse the City and Borough individually for those AIP-eligible costs up to approved amounts, to the extent that such costs are directly attributable and properly allocable to this project, federal funds are available and properly payable for such reimbursements, and subject to legislative approval.

6. AVAILABILITY OF RECORDS

The City and Borough each shall retain project records that document all costs incurred and actual expenditures in accordance with accepted accounting practice, procedures of the U.S. Department of Transportation, and the Alaska Department of Transportation and Public Facilities. The records shall be open to inspection by the Department and federal government at all reasonable times and shall be retained and made available for such inspection for a period of not less than three years from the final payment of any federal aid funds to the Borough. Copies of any of these records shall be furnished to the Department or federal government upon request.

7. AUDIT OF PROJECT

- a. Department and Federal Single Audit Requirements
The City and Borough each shall provide a single audit meeting state (2 AAC 45.010 - .090) and federal (Title 2, Chapter 45 and OMB Circular A-133, Audits of States, Local Governments and Non-profits) requirements for a single audit of the Borough's books and records regarding their annual operations for this Agreement specifically if \$300,000 or more of Department or federal financial assistance is received during the fiscal year. An audit prepared under this paragraph shall be performed by an independent CPA firm using generally

- accepted government auditing standards. One audit covering both Department and federal requirements is acceptable. The audit will be completed within one year after the close of the City or Borough's fiscal year for which the audit is required. The report will be in the City's and the Borough's files and available to both Department and federal representatives. The Department also reserves the right, upon reasonable notice, to conduct its own audit of the project records at any time.
- b. Consultant Audit Requirements
The City and Borough each shall perform an audit of the rates and charges for contracted professional services related to the Project, paid in whole or in part by state or federal funds, in accordance with the Department's Professional Service Agreement (PSA) Manual. The City and Borough may consult with the Department's Contract Section regarding PSA Manual audit requirements.
 - c. Local Agency Indirect Rates
If the City or Borough charge an indirect cost rate (overhead rate) for work done or services provided under this Agreement, the rate is subject to audit and must meet the requirements of OMB Circular A-87 to be eligible for payment.
 - d. Other
Any overpayments or ineligible costs identified during these audits, or use of improper procedures, are the responsibility of the City or the Borough to reimburse to the Department as appropriate. Any costs associated with audits required under this section are the City's or Borough's responsibility and a project expense eligible for reimbursement under this Agreement.
 - e. Post-Construction Environmental Commitments
Post-construction Environmental commitments related to the hovercraft are the responsibility of the Borough and are detailed in Appendix B as they may be modified with the agreement of the U.S. Fish and Wildlife Service. After a \$25,000 annual expense threshold is reached, the State will provide the remaining funding for any post-construction environmental obligations. Per Section 4(g) of this Agreement, any cost savings from the hovercraft purchase budget shall be applied as needed to other project components.

8. PROJECT STANDARDS AND MAINTENANCE RESPONSIBILITIES

- a. The Department agrees to design or cause to be designed, the airport, access roads, and hovercraft terminals in accordance with applicable Federal and State regulations and technical guidance. Furthermore, the Department agrees to construct, operate and maintain for a minimum of 20 years after the Project is completed, the airport and access roads, and Akun hovercraft terminal, in accordance with applicable Federal and State regulations and technical guidance.
- b. The Borough agrees to acquire, operate, protect, and maintain a hovercraft vessel or hovercraft vessels for a minimum of 20 years after the Project is completed in accordance with applicable Federal and State regulations and technical guidance. The Borough agrees to obtain all necessary operational permits for the hovercraft.
- c. The Borough agrees to own, operate, and maintain a hovercraft terminal located

- on Akutan Island for a minimum of 20 years after the Project is completed. This includes providing utilities (if applicable) and obtaining the permits for the hovercraft facilities.
- d. The Department agrees to own, operate and maintain a hovercraft ramp and pad located on Akun Island a minimum of 20 years after the Project is completed. No utilities are anticipated as part of this facility.

9. OTHER AGREEMENTS

This project will be funded in major part by contributions provided by entities other than the undersigned. The parties agree to abide by all sponsor grant assurances for this project, including FAA's general grant assurances attached to and incorporated into this Agreement as Appendix D. Project specific grant assurances will replace those in Appendix D once the FAA grant is issued. This Agreement does not create any new or additional repayment obligations of the parties above and beyond those which are made part of this Agreement, already exist under federal or state law, or are required by grant agreements with funding agencies.

10. INSURANCES

Each party shall maintain adequate insurances covering the risks to persons and property associated with their assigned duties in the Scope of Work. Evidence of insurance policies acquired and maintained under this Agreement will be provided to each party. Any acquired policy will name the other parties as additional insured. The State of Alaska and the Department are self-insured. All insurance shall be primary and non-contributory to any other policy carried by another party, whether through self-insurance or otherwise.

11. INDEMNIFICATION

The Borough shall hold the State, its officers, employees, and agents (collectively, "the State") harmless from and defend and indemnify the State for liability, claims, or causes of action arising out of the ownership, operation, or maintenance of the Borough's hovercraft and hovercraft facilities located on Akutan Island. The City shall hold the State harmless from and defend and indemnify the State for liability, claims or causes of action arising out of the ownership, operation or maintenance of the City's passenger shelter located on Akun Island.

- a. Notwithstanding the foregoing, the City and Borough shall have no obligation to hold harmless and indemnify the State to the extent the State is determined to be liable for its own acts or omissions except that:

(i) to the maximum extent allowed by law, the Borough shall hold the State harmless from and indemnify the State for liability, claims, or causes of action arising from an alleged defect in the design or construction of the hovercraft; and,

(ii) to the maximum extent allowed by law, the Borough shall hold the State harmless from and indemnify the State for liability, claims, or causes of action arising from an alleged defect in the design or construction of the hovercraft facilities located on Akutan Island regardless of negligence or other fault, if such liability, claim, or cause of action arises out of an incident that occurs more than two years after the Borough assumes maintenance responsibilities for the facilities.

(iii) to the maximum extent allowed by law, the City shall hold the State harmless from and indemnify the State for liability, claims, or causes of action arising from an alleged defect in the design or construction of the passenger shelter located on Akun Island, regardless of negligence or other fault, if such liability, claim, or cause of action arises out of an incident that occurs more than two years after the City assumes maintenance responsibilities for the facilities.

b. The City or Borough's duty to defend is limited to the claims and causes of action specified in section 11 and shall apply regardless of whether it is also alleged that the State's acts or omissions contributed to the injury (including injury to personal property, real property or persons, including fatal injury). To the extent allowed by the rules of professional conduct, the State's interests may be represented by counsel representing the City or Borough.

c. Neither liability, claims nor causes of action arising from injuries which occurred prior to the date of this Agreement nor liabilities imposed by, or claims or causes of action arising from or asserted under AS 46.03.822 shall be governed by section 11 of this Agreement.

12. ENVIRONMENTAL COMMITMENTS

All parties commit to the environmental requirements stipulated in the Akutan Airport Environmental Assessment (December 2007). For the purpose of sea otter monitoring, it is the intent of this Agreement that the Department will conduct required sea otter monitoring during airport project construction activities. The Borough is responsible for all post-construction sea otter monitoring activities associated with hovercraft operations through the life of the project, pursuant to section 7(e) of this agreement and as such activities may be modified with the agreement of the U.S. Fish and Wildlife Service. See also, Appendix B to this Agreement.

13. CONTRACT PROVISIONS REGARDING NONDISCRIMINATION

The Borough, and any contractor engaged by the Borough, will comply with the provisions of any affirmative action plan applicable to the project, AS 35 Public Buildings, Works and Improvements, AS 36 Public Contracts, AS 44.27.060 Art in Public Places Fund, 17 AAC Transportation and Public Facilities.

14. TERMINATION

This Agreement may be terminated by a party upon a material breach, provided that the breaching party has been notified of the other party's intent to terminate the Agreement and been provided with a reasonable opportunity to cure the breach. A material breach will also include the situation where a party to this Agreement fails to commence construction responsibilities and obligations as apportioned in Section 1 of the Agreement within two years of the date of the Agreement.

15. DISPUTE RESOLUTION

- a. The parties will make best efforts to promptly resolve disputes arising from this Agreement.
- b. If a dispute arises under this Agreement between two or more parties, and the parties cannot informally resolve the matter between them within ninety (90) days after the aggrieved party gives notice to the other parties, the aggrieved party may request that the matter be resolved by arbitration or mediation. A dispute between the parties to this Agreement will be arbitrated or mediated only upon the express written agreement of the disputing parties.
- c. A decision by the federal government denying, or limiting, federal participation in project costs may not be arbitrated or mediated under this Agreement. The City and Borough may only pursue such claims under federal law and procedure.
- d. Each co-sponsor under the Agreement shall be given notice of any dispute and shall have the option of joining any proposed mediation or arbitration.

16. WAIVER OF PROVISIONS

The failure of any party to insist upon strict performance by any other party of any provision in this Agreement is not a waiver or relinquishment of the provision for the future. The waiver by any party of any provision in this Agreement cannot be enforced or relied upon unless the waiver is in writing and signed on behalf of that party.

17. FORCE MAJEURE (IMPOSSIBILITY TO PERFORM):

No party shall be liable to any other party for breach of this Agreement as a result of a

failure to perform or for delay in performance of any provision of this Agreement if that failure or delay is caused by any unforeseeable Force Majeure, beyond the control of and without the fault or negligence of the affected party. The term "Force Majeure" means: war (whether declared or not); insurrection; riot; civil commotion; sabotage; volcanic eruption; explosion; fire; storms; drought; flood; earthquake; epidemic; quarantine; strike; or governmental authorities directly prohibiting or restricting the furnishing or use of required materials or labor.

The party whose performance is affected by Force Majeure shall notify the other parties in writing within seven (7) days after becoming aware of any event that such affected party contends constitutes Force Majeure. Such notice will identify the event causing the delay or anticipated delay, estimate the anticipated length of delay, state the measures taken or to be taken to minimize the delay, and estimate the timetable for implementation of the measures. The affected party shall make all reasonable efforts to promptly resume performance of this Agreement and, when able, to resume performance of its obligations and give the other parties written notice to that effect.

18. AMENDMENT OF AGREEMENT

This Agreement may only be modified or amended by written agreements signed by all parties.

19. EFFECTIVE DATE OF AGREEMENT

This Agreement is effective upon execution by all parties.

20. COUNTERPARTS

This Agreement may be executed in any number of counterparts, and each executed counterpart shall have the same force and effect as an original instrument as if all the signatory Parties to all of the counterparts had signed the same instrument. Any signature page of this Agreement may be detached from any counterpart of this Agreement without impairing the legal effect of any signatures, and may be attached to another counterpart of this Agreement identical in form having attached to it one or more signature pages.

21. NO THIRD PARTY BENEFICIARIES

Without limiting the applicability of rights granted to the public pursuant to applicable law, this Agreement shall not create any right or interest in the public, or any member of the public, or Trident Seafoods, Inc., as a third-party beneficiary of this Agreement and shall not authorize any non-party to maintain a suit at law or equity pursuant to this Agreement. The duties, obligations, and responsibilities of the parties with respect to third parties shall remain as imposed under applicable law.

22. NOTICES

Any notice required under this Agreement shall be in writing. It shall be sent by U.S. Mail or any other comparable method of delivery. For the purpose of this Agreement, the notice shall be deemed effective seven (7) days after the date on which it is mailed or otherwise distributed.

23. AUTHORIZED PARTIES

The authorized parties for this Agreement are as follows. Such authorized parties may be changed at any time by either party upon providing written notice under this Agreement. Any notice required under this Agreement shall be provided to these parties:

<p>For Aleutians East Borough: Sharon Boyette, Administrator</p> <p>Aleutians East Borough 3380 C Street, Suite 205 Anchorage, AK 99503 Email: Sboyette@aeboro.org</p>	<p>For City of Akutan: Joe Bereskin, Mayor</p> <p>City of Akutan P.O. Box 109 Akutan, AK 99553 jbereskin@gci.net</p>	<p>For ADOT: Leo Von Scheben, Commissioner, P.E., P.L.S., M.B.A. Alaska DOT&PF P.O. Box 196900 Anchorage, AK 99519-6900 Leo.vonscheben@alaska.gov</p>
---	---	--

With a copy to the following administrative parties:

<p>For Aleutians East Borough: Jim Lynch, Attorney at Law</p> <p>925 Fourth Ave. Suite 2900 Seattle, WA 98104</p>	<p>For City of Akutan: Michael Gatti, Attorney at Law</p> <p>Wohlforth, Johnson, Brecht, Cartledge and Brooking 900 W. 5th Avenue Ste. 600 mgatti@akatty.com</p>	<p>For ADOT: Sean Holland, P.E., Project Manager P.O. Box 196900 Anchorage, AK</p> <p>Sean.holland@alaska.gov</p>
--	--	--

24. ENTIRE AGREEMENT

This Agreement, together with Appendicies A thru E attached to this Agreement, sets forth the entire agreement among the parties with regard to the subject matter discussed herein.

SIGNATURES

[City] Date

State of Alaska
_____ Judicial District

Subscribed and sworn to before me this ____ day of _____, 2009.

Notary Public
My Commission expires: _____

ACKNOWLEDGMENT OF THE ASSEMBLY
OR COUNCIL OF THE CITY

Be it remembered that on the ____ day of _____, 20__ at a regular meeting, of the _____ of _____, a City established under Alaska law, granted its approved of the foregoing instrument by Resolution _____, dated _____.

Dated: _____
Clerk

[Borough] Date

State of Alaska
_____ Judicial District

Subscribed and sworn to before me this ____ day of _____, 2009.

Notary Public
My Commission expires: _____

ACKNOWLEDGMENT OF THE ASSEMBLY OR COUNCIL OF THE BOROUGH

Be it remembered that on the ____ day of _____, 20__ at a regular meeting, of the _____ of _____, a Borough established under Alaska law, granted its approved of the foregoing instrument by Resolution _____, dated_____.

Dated: _____
Clerk

[Alaska Department of Transportation and Public Facilities] Date

State of Alaska
_____ Judicial District

Subscribed and sworn to before me this ____ day of _____, 2009.

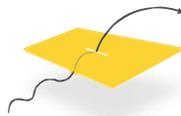
Notary Public
My Commission expires:_____

OLD BUSINESS

Vision Navigation®

In this document

Purpose, Core Values, Vision	2
Services	3
Lessons From History	4
Strategic Initiative Project Definitions	5
Potential Improvement Project Definitions	11
Potential Strategic Initiatives	13



PROFESSIONAL GROWTH SYSTEMS

911 West 8th Avenue, Suite 205

Anchorage, Alaska 99501

907.276.4414 ph

907.276.4419 fax

877.276.4414 toll free

www.professionalgrowthsystems.com

Purpose

To improve the standard of living and social well being of our communities

Core Values

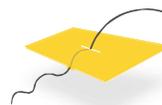
From our history to date and from the commitments that we all share now about the future, we have defined the values that should guide all of our activities and staff in the years to come. These are our core values:

- ***Honesty***
- ***Open/Transparent***
- ***Integrity***
- ***Being Productive***
- ***Resourceful***

Our Vision

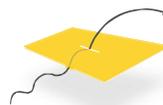
By 2020, our infrastructure/services support six thriving communities

- We will develop Cold Bay as a transportation and health care hub with a supporting road network
- We will plan for and build infrastructure that supports a thriving diversified economy
- We will develop innovative strategies that support better education outcomes for our students



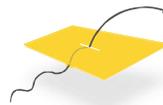
Services

- Financial support to EAT (Health)
- Financial support to school district
- Operation/maintenance/construction of school facilities
- Funding, construction and repair of intra-borough transportation
- Assistance to municipalities for funding of capital projects
- Advocacy for government policy that supports economic development (Fisheries) and quality of life issues
- Planning for coastal zone management
- Regional transportation and land management plan (Comprehensive Plan)



Lessons From History

- Air disagreements in Assembly meetings but unite behind decisions once made
- Respected other viewpoints
- Have the courage to take action vs. fearing mistakes; be proactive



Strategic Initiative Project Definitions

Strategic Initiative 1: Fisheries Development

Description: Become better informed and more aggressive in development of fishing industry in our region.

Why:

- Fishing is bulk of our economy.
- Need to stabilize populations in smaller communities.
- Some species existing in our waters now do not have markets because of “catch it, take it to the cannery” model. Ex. rockfish, mariculture, aquaculture.
- Development of value-added products and new markets.

What it Includes:

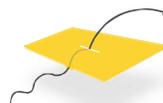
- Conduct development seminars in the region.
- Dedicate or locate start up funds, consider tax breaks or other services, consider a revolving loan fund.
- Finding parties interested in development of such projects in the region.
- Coordination/partnering with others, e.g. APICDA, Aleutia.

What Additional Resources Are Needed:

- Identifying and securing grants.
- Additional funding.
- Travel costs for seminars, approaching potential partners.
- More emphasis on fisheries education in school system.
- Offering education opportunities.

What is the Potential Loss:

- Potential viability of small communities.
- Decreased fish tax revenue.



Strategic Initiative 2: Port Authority Development

Description: Create a mechanism to enable management of a number of existing and potential transportation-related operations.

Why:

- Borough is vulnerable to inefficiencies in transportation.
- Vital to economic development.
- Vital to health care improvement.
- Existing management structure for transportation systems is duplicative, inefficient.

What it Includes:

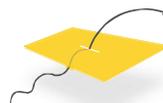
- Design of a model for the authority, which explains what will be done, benefits and costs.
- Complete a referendum in communities on establishment of authority.
- Prepare documents to establish structure.
- Training of authority board, hiring staff, initiate operations.

What Additional Resources Are Needed:

- Dedication of existing staff time to this project vs. others.
- Public relations to inform the communities.
- Payment of front end costs for authority operations pending tax revenue or other sources of operating funds.

What is the Potential Loss:

- Continuation of existing inefficiencies.
- Continued stumbling block to economic development.



Strategic Initiative 3: Alternative Energy

Description: Secure funds for communities to develop alternative energy systems.

Why:

- Cost of living for our residents is prohibitive now and causal of out migration from the region.
- Important to undertake now because of State and Federal funding available for such projects.
- Important to economic development.
- Potential impact on viability of fish processing facilities in our communities.

What it Includes:

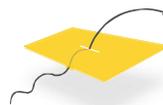
- Completion of Renewable Energy Resource Assessment project.
- Approaching energy consumers re. their interest.
- Outreach to alternative tech companies and State grantees to attract to our communities.
- Planning and coordination.

What Additional Resources Are Needed:

- Some additional consulting costs.
- Travel costs.

What is the Potential Loss:

- Continued out migration.
- Barrier to economic development.
- Miss opportunity for State and Federal funding.



Strategic Initiative 4: Outmigration from the Region

Description: Identifying the reasons for current outmigration and consider strategies to reverse trend.

Why:

- Currently unable to consider addressing this trend due to insufficient knowledge re. causes.
- Viability of communities is vital to viability of Borough.

What it Includes:

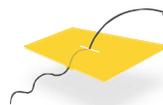
- To design and undertake study to determine causes and predict trends.
- Borough staff outreach to communities in meetings to discuss the issue.

What Additional Resources Are Needed:

- Funds to undertake study.
- Review of research by University and others to the extent available.
- Funding for Borough staff travel.

What is the Potential Loss:

- Continuation of out migration.



Strategic Initiative 5: Innovation in Education

Description: Employ new methods to improve education outcomes.

Why:

- High drop out rate.
- Families leaving communities because of unacceptable education program.
- Lack of enthusiasm among students/faculty.
- Lack of extra-curricular activities or low participation.
- Lack of recognition of education achievement.
- Lack of community support of educational system.
- Vital to economic and community development.

What it Includes:

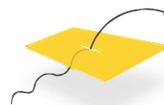
- Design and fund innovations in educational system.
- Research methods to raise accountability for outcomes on projects.

What Additional Resources Are Needed:

- N/A

What is the Potential Loss:

- N/A



Strategic Initiative 6: Health System Development

Description: Work with EAT to develop a comprehensive health system.

Why:

- Growing substance abuse problem.
- Lack of housing for health workers.
- Vital for economic growth.

What it Includes:

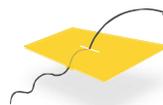
- Establish taskforce to work with EAT for cooperative effort to better meet needs of region.

What Additional Resources Are Needed:

- N/A

What is the Potential Loss:

- N/A



Potential Improvement Project Definitions

Improvement Project 1: Improve Communications Among AEB Offices

Description: Lack of understanding and support for all four AEB offices/staff.

Why:

- Effects performance.
- Effects morale/turnover.
- Effects overall efficiency.

What it Includes:

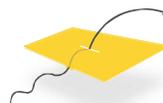
- Routine monthly meeting - required participation.
- Update and share job descriptions – review regularly (annually).
- Increase personal contacts (spending time together and more frequent phone calls not emails).
- Cross-office training or joint projects.

Improvement Project 2: Update AEB Comprehensive Plan

Description: Need an updated long-range comprehensive development plan.

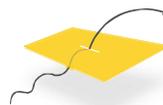
Why:

- If you don't know where you're going – you will get there.
- Efficiency, don't waste resources doing un-wanted projects.
- Prioritize workloads.
- Agencies need to see plans.
- Communities see AEB plans.
- Identify and documenting community needs projects.



What it Includes:

- Staff time.
- Assembly time.
- Planning commission time.
- Travel funds.
- Community input – city mgt's time.
- Mapping.
- Agencies input (funders, SWAMC, etc.).



Aleutians East Borough Potential Strategic Initiatives:

Competitive Assets

- Cold Bay Facilities

Customer Analysis

- Port Authority development
- Alternative energy
- Economic development planning
- Fisheries protection and development

Technology

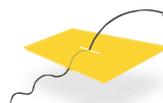
- Video conferencing
- Fishermen's blog
- Social networking, e.g. Facebook
- GIS mapping

Culture/Demographics

- Population shift from smaller communities

Economic/Political

- Opposition of environmental groups
- Declining Federal and State funding for communities
- Declining Borough tax revenues from fish tax



New Business

TO: Mayor Mack and Assembly Members

FROM: Sharon Boyette

RE: King Cove Road and Land Exchange Update

DATE: February 18, 2010

Major milestones in the City of King Cove's quest for a road to the Cold Bay airport have now been achieved with the President signing the Omnibus Public Lands Act of 2009 and the Alaska State Legislature introducing a companion bill and passed it out of the House of Representatives with a 38-0 vote.

The next step in this huge and lengthy endeavor is the completion of an environmental impact statement (EIS) and a positive public interest finding by the US Secretary of Interior, which will lead to the land exchange and road completion.

The Aleutians East Borough, the City of King Cove and the King Cove Corporation are partners in the development of the EIS with the US Fish and Wildlife Service, as the lead agency and the Army Corps of Engineers and the State of Alaska. We are meeting about once a week now.

Scoping meetings have been scheduled in Anchorage (library) on March 5; in Washington, DC on March 11 and tentative schedule for community meetings is:

Monday, April 26, Sand Point
Tuesday, April 27 Nelson Lagoon
Wednesday, April 28, Cold Bay
Thursday, April 29 False Pass
Friday, April 30 King Cove.

The City of King Cove has hired Jules Tileston, Tileston & Associates, to assist in the EIS process.

USFWS is presently working with a \$400,000 budget; next year's budget is also \$400,000.

The road design to the Northeast Corner is proceeding with completion scheduled for July of this year. Dan Rowley is supervising that effort. We are working on obtaining stimulus funding for construction.

TO: Mayor Mack and Assembly Members

FROM: Sharon Boyette 

RE: Cold Bay Airport Terminal Repairs

DATE: February 17, 2010

The Cold Bay Terminal Building has several serious problems. They are related to the windows that were specified in the architect's plan, purchased, installed and re-installed and repaired and worked on many times. The problems are also related to the siding and tyvek. The siding and tyvek has been removed and replaced with a product that allows the building to dry out while keeping moisture out.

These problems have lead to mold and other issues, especially in the FAA leased space. FAA has not moved in and we have negotiated a commensurate reduction in their lease payment until the space is certified move-in-ready.

We have a new architect, Lauri Strauss of kpb architects, who has developed a plan for all repairs. That plan is attached. Also attached is an estimate completed by Clark for the costs with a timeline for action items.

We have also hired an attorney to assist us in figuring out if there is any recourse that we can take to assist us with the costs of repairs. Ray Royce was recommended to us by Joe Levesque and has been working with us since January 21. Mr. Royce and/or his associate, Taylor McMahon, will be at our meeting for a further explanation of where we are and where we are going with this.

Building Envelope Repair Recommendations

Cold Bay Terminal Building

February 17, 2010

kpb architects has been retained by Aleutians East Borough (AEB) to review the existing building envelope (walls and windows) of the Cold Bay terminal building and make recommendations as to repair/renovation to correct water infiltration problems. The existing building has been experiencing problems related to excessive moisture in the exterior walls since construction was completed approximately three years ago. The current exterior wall assembly includes (from the interior to the exterior):

- 5/8" painted gypsum board
- 6mil poly vapor retarder
- 2x8 stud wall construction (studs at 16" o.c.)
- R-19 (6") unfaced, glass fiber, batt insulation
- 7/16 oriented strand board (OSB) sheathing
- Tyvek brand olefin building wrap air barrier
- 3/16 cement plank lap siding (manufactured by James Hardie)

The existing windows are Kawneer Trifab 451, which is an aluminum storefront system, installed flush to the interior face of the gypsum board.

kpb's involvement began approximately the first week of December, 2009. At that time, the contractor, Northern Management, had already begun removing the cement board siding and the Tyvek, and replacing it with VaproShield breathable building wrap. This product was installed to allow the moisture already accumulated within the wall cavity to dry. Due to the method of the VaproShield installation, Northern Management was also removing the existing windows in the course of removing the siding, and has been re-installing those windows, 3/4" from the inside face of the gypsum board.

After several weeks of research and meeting with manufacturers, kpb architects recommends the following construction be added to the outside face of the wall over the VaproShield.

- 2 layers, 3" expanded polystyrene (EPS) rigid insulation (perm rating between 3 & 5)
 - 1st layer mounted in metal 'Z' furring attached horizontally @32" o.c. to the stud wall
 - 2nd layer mounted in metal 'Z' furring attached vertically @16" o.c. to the horizontal furring
- WrapShield air barrier, self stick, mounted directly on insulation
- 12" Horizontal metal panels mounted in clip system to create 3/4" rain screen behind the panels

Along with this new wall skin we recommend new vinyl windows to replace the existing aluminum windows. The new vinyl windows manufactured by Capital Glass/Northern Windows in Anchorage, Alaska, include a nailing fin

with integral brick mold and interior frame wrap. We also recommend the new windows include only one operable sash; an awning type at the bottom of the window unit. For comparison purposes, we have looked at re-using the existing windows in the new wall envelope and offer the following for consideration:

Provide New Vinyl Windows:		Re-use Existing Aluminum Windows:	
Advantages	Disadvantages	Advantages	Disadvantages
<ul style="list-style-type: none"> ▪ Simpler installation 	<ul style="list-style-type: none"> ▪ Costs more than keeping existing windows 	<ul style="list-style-type: none"> ▪ Saves overall cost 	<ul style="list-style-type: none"> ▪ Any current problems or leaks will continue
<ul style="list-style-type: none"> ▪ Fully welded construction with mitered corners and nail fin design will be better at keeping water out 	<ul style="list-style-type: none"> ▪ Getting windows to Cold Bay in a timely manner to avoid work interruption will be challenging 	<ul style="list-style-type: none"> ▪ Saves time in the schedule since windows are already on site – work can continue uninterrupted 	<ul style="list-style-type: none"> ▪ Windows must be removed and sill pans and end dams must still be replaced
<ul style="list-style-type: none"> ▪ Less complicated configuration reduces joints where water can penetrate 			<ul style="list-style-type: none"> ▪ Sloped sill pan is complicated to construct and could potentially be compromised at corners
<ul style="list-style-type: none"> ▪ Vinyl material reduces heat transfer 			<ul style="list-style-type: none"> ▪ Aluminum is highly conductive and will transfer cold faster than vinyl
<ul style="list-style-type: none"> ▪ Installing new windows while wall is being re-built is easiest now 			<ul style="list-style-type: none"> ▪ If windows fail in the future, they will be very difficult and much more costly to replace

ATTACHMENTS:

Drawings for new wall skin showing head and sill conditions at new windows and at relocated existing windows

Lauri Strauss, AIA, LEED® AP BD&C
Associate, Architect

Estimate¹ of Rehabilitation Costs and Schedule for Cold Bay Terminal Building

February 17, 2010

<u>Phase or subphase and Description</u>	<u>Start Date</u>	<u>End Date</u>	<u>Estimate of AEB costs</u>
Phase 1: replacing insulation, sheet rock, etc.	1-12-10	1-31-10	\$5,000
Phase 2: mold abatement, removal of Hardie-Plank & Tyvek; install VaproShield ²	10-9-09	2-19-10	\$271,000
Phase 3: install Z-furring, two layers of outboard insulation ³ and WrapShield ⁴	2-24-10	7-19-10	\$417,000
Phase 4: install windows (same time line, whether Plan A or Plan B ⁵)	2-24-10	7-19-10	\$138,000 ⁶
Phase 5: install new horizontal metal siding	3-1-10	7-31-10	\$409,000 ⁷
Total project cost⁸	1-17-10	6-30-10	\$1,240,000⁹

¹ Unless otherwise noted in this document, the figures herein have been developed primarily from these sources: a) Building Envelope Repair Recommendations from Lauri Strauss, drafted 12-31-09; b) An e-mail received from Travis Thompson 1-3-10, forwarding Walt Murphy's 12-31-09 estimated costs for new windows plus freight on the new windows; c) An e-mail received from Travis Thompson 1-3-10, entitled "Cold Bay Terminal Building: Rough draft schedule;" and d) An e-mail from Travis date stamped 3:36 p.m. 1-7-10, with five attachments, and a subsequent telephone conversation with Travis, beginning around 4:25 p.m. on 1-7-10. All numbers rounded to nearest thousand dollars. **NOTE:** Many contractors who give estimates will hold their price for no more than 30 days. Window manufacturer pricing was based on having "winter work" during the manufacturer's slow time, which depending on the current schedule, may or may not still be valid. Estimates included herein were based on the best information available at the time; in many cases, more detailed information is becoming available on a daily basis.

² Includes mold testing, moisture sampling, etc.

³ Two (2) layers of 3-inch expanded-polystyrene rigid insulation (EPS) will be installed. One layer will be installed horizontally; the other layer will be installed vertically.

⁴ WrapShield is the orange-colored product. Still need details for installation. Actual start date for mold abatement work was 10-27-09.

⁵ Plan A is re-using the current windows. Plan B is buying all new windows at a cost of \$53,200.00.

⁶ Includes \$53,200 cost of new windows. Added insulation will require a minimum of 4 new windows (at approx. \$900 each). Therefore, net savings of \$49,600 if existing windows are re-used.

⁷ Amount given is for aluminum siding. Does not include Northern Management's overhead and profit (OH&P) for the siding itself. Siding + OH&P = \$152,000 + \$22,800 = \$174,800, which I rounded to \$175,000. Then I added \$234,000 for installation cost, getting a total of \$409,000. **NOTE:** Since there is not direct salt spray on the Terminal Building, steel siding might suffice. For steel siding, cost would be \$113,000 siding + (15% for OH&P) + \$234,000 installation = \$363,950, which when rounded = \$364,000. [Possible net savings of \$45,000.]

⁸ John Deshon has indicated he would be willing to cut overhead from 15% to 10%, if the Borough is willing to do the entire job on a time-and-materials (T&M) basis.

⁹ Amount given is for replacing all windows and using aluminum siding.

TO: Mayor Mack and Assembly Members

FROM: Sharon Boyette

RE: Hovercraft Information

DATE: February 17, 2010

I have asked the Mayor to allow me to make the following presentation to you regarding the hovercraft because of my concerns about the on-going and heavy expenses within the Borough's general fund for the operation and maintenance of the hovercraft. I fear that if we continue as we are today; the hovercraft will bleed us dry financially -- without providing the value to King Cove residents.

Please review the attached financial information and the ridership numbers.

We have been trying to increase revenue and decrease expenses for the past year. We have not been very successful. The mail contract has proven to be exceedingly difficult to capture. We have reduced staff to the absolute minimal crew allowable by the Coast Guard. We are presently working on a reduction of hovercraft insurance premiums.

I don't want to say that we give up on the hovercraft all together. We need an operational hovercraft to justify the construction of the King Cove road to the Northeast Corner. We are committed to a King Cove – Cold Bay Road and the road to the Northeast Corner is a portion of that effort. Also, running the hovercraft from the Northeast Corner will be less expensive and will not have some of the weather conditions we deal with in Lenard Harbor and so is a component of the hovercraft reorganization plan.

You will find attached the FY09 summary, FY10 to-date information and a detailed sheet from Clark providing three operational scenarios.

Hovercraft Data
July 2009-Jan 2010

	Revenue	Expenses	Trips	Riders	Medevacs	AEB Cost per Rider (in excess of revenue)
Jan-10	\$1,972	\$54,330	6?	63	0	\$831
December-09	\$8,227	\$46,459	4	19	1	\$2,012
November-09	\$4,590	\$103,907	3	19	0	\$5,227
October-09	\$4,331	\$87,107	3	13	0	\$6,367
September-09	\$3,280	\$132,570	10	131	0	\$987
August-09	\$16,307	\$344,977	4	38	0	\$8,649
July-09	\$16,843	\$174,950	12	118	1	\$1,340
Fiscal Year to Date	\$53,578	\$889,970	42	401	2	\$2,086
Average Monthly	\$8,930	\$148,328				

TO: Mayor Mack and Assembly Members

FROM: Sharon Boyette

RE: Bond Information

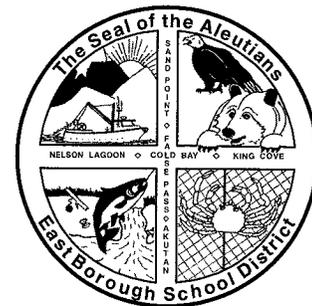
DATE: February 18, 2010

The Assembly asked me to provide some information about our bond sale scheduled for this summer. I apologize for not having that now; I simply ran out of time. I will work with Geoff Urbina and Joe Levesque to have a detailed presentation for our next meeting.

ALEUTIANS EAST BOROUGH SCHOOL DISTRICT

P.O. Box 429
Sand Point, Alaska 99661-0429
Phone: (907) 383-5222
FAX: (907) 383-3496

February 4, 2010



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

Dear Mayor Mack:

At the last regularly scheduled School Board held on January 26, 2010, the School Board directed me to send you a letter respectively requesting that a new gym floor replacement be considered for Sand Point School this coming year. As you are well aware there have been numerous injuries associated with the current condition of the floor. The School District has applied for Capital Improvement Plan (CIP) funding for a new floor replacement through the Department of Education and Early Development (EED) for a number of years and has been unsuccessful. Fortunately, we have been successful receiving reimbursement dollars for a number of projects that Aleutians East Borough (AEB) graciously funded upfront. These funds were returned to the AEB at 70% state funding match. For example, our FY 10 CIP proposal was funded for three reimbursement projects – False Pass School Siding, Sand Point Window Replacement, and Cold Bay Heating System Upgrade. This accounted for \$233,811, returned to AEB after factoring out the 30% local match.

For the FY2011 CIP funding cycle the District in cooperation with AEB submitted three projects, two of which are reimbursement projects. The two reimbursement projects include Akutan School siding replacement and Sand Point School Pool maintenance (pool liner). The third project submitted is for up front funding for the Sand Point gym floor. As you can see by the attached EED Facilities document, the two reimbursement projects have a very good chance of being funded. Akutan was ranked 15th out of a possible 131 projects. Sand Point Pool liner project was ranked 19th. I suspect that these two projects will be reimbursed if funding is approved by the Governor. However, the Sand Point gym floor project received a ranking of 108 out a possible 131 projects. There is little chance that the Sand Point gym floor project will be funded for the FY2011 funding cycle.

SERVING

AKUTAN
Box 25
Akutan, AK 99553
(907) 698-2205

COLD BAY
Box 128
Cold Bay, AK 99571
(907) 532-2409

FALSE PASS
Box 30
False Pass, AK 99583
(907) 548-2224

KING COVE
Box 69
King Cove, AK 99612
(907) 497-2354

NELSON LAGOON
Box 919
Nelson Lagoon, AK 99571-8998
(907) 989-2225

SAND POINT
Box 269
Sand Point, AK 99661
(907) 383-2393

Historically, reimbursable projects receive additional points because EED doesn't have to address issues related to project overruns. These points drive the project closer to the top for funding consideration. Our success has been in being funded for reimbursable projects, not for projects requiring upfront funding from EED. Unfortunately, since the Sand Point gym floor project is not a reimbursable project, EED does not give the project extra points. Furthermore, given the economic climate, EED is now looking at critical projects that need to be considered first. I have been told that gym floors do not fit in this category.

In summary, given the deteriorating condition of the gym floor coupled with the current CIP funding structure and economic climate it would appear that the only way to hasten the Sand Point gym floor replacement project is to request that the upfront cost be borne by AEB with the possibility of future reimbursement from EED through CIP.

On behalf of the Board of Education and myself, thank you for your consideration. If you need additional information please feel free to contact my office.

In Education,

A handwritten signature in cursive script, appearing to read "Phil Knight".

Dr. Phil Knight
Superintendent

A handwritten signature in cursive script, appearing to read "Tiffany Jackson".

Tiffany Jackson
AEBSD Board President

State of Alaska
Department of Education and Early Development
Capital Improvement Projects (FY2011)
Major Maintenance Grant Fund

Reconsideration List

Dec 18	Nov 5	School District	Project Name	Amount Requested	Eligible Amount	Prior Funding	EED Recommended Amount	Participating Share	State Share	Aggregate Amount
1	1	Nome City	Nome Beltz Junior Senior High School Fire Alarm System Replacement	\$120,482	\$120,482	\$0	\$120,482	\$36,145	\$84,337	\$84,337
2	2	Nome City	Nome-Beltz Junior Senior High School Emergency Generator Automatic Switching Replacement	\$42,582	\$42,582	\$0	\$42,582	\$12,775	\$29,807	\$114,144
3	3	Annette Island	Metlakatla High School Renovation Alternates	\$1,227,463	\$1,227,463	\$0	\$1,227,463	\$24,549	\$1,202,914	\$1,317,058
4	4	Chugach	Whittier K-12 School Sprinkler Installation & Interior Renovations	\$1,922,797	\$1,798,511	\$0	\$1,798,511	\$35,970	\$1,762,541	\$3,079,599
5	5	Saint Marys	Yupik Vocational Education Building Water Service And Boiler Replacement	\$130,212	\$130,212	\$0	\$130,212	\$6,511	\$123,701	\$3,203,300
6	6	Saint Marys	Yupik Vocational Education Building Roof Replacement	\$84,978	\$84,978	\$0	\$84,978	\$4,249	\$80,729	\$3,284,029
7	7	Anchorage	Service High School Renovation	\$32,850,000	\$30,437,330	\$0	\$30,437,330	\$9,131,199	\$21,306,131	\$24,580,160
8	8	Haines	Mosquito Lake Elementary Mechanical Upgrades	\$277,678	\$277,678	\$0	\$277,678	\$97,187	\$180,491	\$24,770,651
9	9	Yukon Flats	Arctic Village K-12 School Soil Remediation	\$4,545,717	\$4,545,717	\$0	\$4,545,717	\$90,914	\$4,454,803	\$29,225,454
10	10	Yakutat City	Yakutat Elementary Kitchen Renovation Completion	\$73,401	\$381,699	\$308,298	\$73,401	\$22,020	\$51,381	\$29,276,835
11	11	Yukon-Koyukuk	Andrew K. Demoski K-12 School Renovation, Nulato	\$12,264,315	\$12,264,315	\$0	\$12,264,315	\$245,286	\$12,019,029	\$41,295,864
12	12	Yukon-Koyukuk	Katlag K-12 School Mechanical And Electrical Upgrades	\$2,383,090	\$3,483,942	\$1,100,852	\$2,383,090	\$47,662	\$2,335,428	\$43,631,292
13	13	Annette Island	Metlakatla Elementary School Underground Fuel Tank Replacement	\$362,062	\$362,062	\$0	\$362,062	\$7,241	\$354,821	\$43,986,113
14	14	Nenana City	Nenana K-12 School Major Maintenance	\$1,411,109	\$1,403,762	\$0	\$1,403,762	\$70,188	\$1,333,574	\$45,319,687
15	15	Aleutians East	Akutan K-12 School Sliding Replacement	\$96,698	\$96,698	\$0	\$96,698	\$29,009	\$67,689	\$45,387,376
16	16	Lower Kuskokwim	Milkeinguit Eilifnaivat Elementary Renovations Phase 2 - Bethel	\$11,797,824	\$11,797,824	\$0	\$11,797,824	\$235,956	\$11,561,868	\$56,949,244
17	17	Nenana City	Nenana K-12 School ADA Upgrades / Erosion Control	\$739,308	\$739,308	\$0	\$739,308	\$36,965	\$702,343	\$57,651,587
18	18	Galena	Sydney Huntington High School Floor Upgrade, Galena	\$122,265	\$122,265	\$0	\$122,265	\$6,113	\$116,152	\$57,767,739
19	19	Aleutians East	Sand Point K-12 School Pool Maintenance	\$111,960	\$111,960	\$0	\$111,960	\$33,588	\$78,372	\$57,846,111
20	20	Kuspuuk	Jack Egnaty Sr. K-12 School Roof Replacement, Sleethnute	\$827,225	\$827,225	\$0	\$827,225	\$16,544	\$810,681	\$58,656,792

State of Alaska
Department of Education and Early Development
Capital Improvement Projects (FY2011)
Major Maintenance Grant Fund

Reconsideration List

Dec 18	Nov 5	School District	Project Name	Amount Requested	Eligible Amount	Prior Funding	EED Recommended Amount	Participating Share	State Share	Aggregate Amount
21	21	Haines	Haines Vocational Education Building Mechanical Upgrades	\$508,236	\$508,236	\$0	\$508,236	\$177,883	\$330,353	\$58,987,145
22	22	Anchorage	Districtwide Roof Replacement & Structural Upgrades, 3 Schools	\$5,710,000	\$5,710,000	\$0	\$5,710,000	\$1,713,000	\$3,997,000	\$62,984,145
23	23	Ketchikan	Valley Park Elementary School Roof Replacement	\$1,396,212	\$1,396,212	\$0	\$1,396,212	\$418,864	\$977,348	\$63,961,493
24	24	Chatham	Gustavus K-12 School Major Maintenance	\$2,323,665	\$4,385,149	\$2,061,484	\$2,323,665	\$46,473	\$2,277,192	\$66,238,685
25	25	Valdez City	Herron Hutchens Elementary Fire Alarm, Clock And Intercom Replacement	\$850,884	\$530,174	\$0	\$530,174	\$185,561	\$344,613	\$66,563,298
26	26	Mat-Su Borough	Wasilla Middle School, Wasilla High School, Palmer Middle Schools Roof Replacement	\$13,717,086	\$13,717,086	\$0	\$13,717,086	\$4,115,126	\$9,601,960	\$76,185,258
27	33	Lower Yukon	Scammon Bay K-12 School Generator & Fuel Tank Relocation	\$675,683	\$528,546	\$0	\$528,546	\$10,571	\$517,975	\$76,703,233
28	27	Fairbanks	North Pole Middle School Mechanical Systems & Energy Efficiency Upgrades	\$6,029,398	\$5,890,257	\$0	\$5,890,257	\$1,767,077	\$4,123,180	\$80,826,413
29	28	Yakutat City	Yakutat Swimming Pool Upgrades	\$142,923	\$137,555	\$0	\$137,555	\$41,266	\$96,289	\$80,922,702
30	29	Beining Strait	Shaktolik K-12 School Renovation	\$10,508,124	\$8,378,673	\$0	\$8,378,673	\$167,573	\$8,211,100	\$89,133,802
31	30	Annette Island	Metakatka Elementary School Renovation	\$9,042,384	\$9,042,384	\$0	\$9,042,384	\$180,848	\$8,861,536	\$97,995,338
32	31	Lower Kuskokwim	Fuel Tank Remediation - Newtok	\$339,238	\$339,238	\$0	\$339,238	\$6,785	\$332,453	\$98,327,791
33	32	Kake City	Kake Elementary School Ventilation System Upgrade	\$373,303	\$767,332	\$394,029	\$373,303	\$111,991	\$261,312	\$98,589,103
34	80	Kenai Peninsula	Districtwide Window Replacements, 4 Schools	\$1,797,282	\$1,569,345	\$0	\$1,569,345	\$549,271	\$1,020,074	\$99,609,177
35	34	Anchorage	Girdwood K-8 School Design	\$800,000	\$295,378	\$0	\$295,378	\$88,613	\$206,765	\$99,815,942
36	35	Lower Yukon	Hooper Bay K-12 School Electrical Upgrades	\$42,610	\$42,610	\$0	\$42,610	\$852	\$41,758	\$99,857,700
37	36	Lower Kuskokwim	Fuel Tank Remediation - Bethel	\$166,119	\$166,119	\$0	\$166,119	\$3,322	\$162,797	\$100,020,497
38	37	Anchorage	Districtwide Fire Alarm Upgrades, 6 Facilities	\$875,000	\$875,000	\$0	\$875,000	\$262,500	\$612,500	\$100,632,997
39	38	Lower Kuskokwim	Tununak K-12 School Major Maintenance	\$6,746,276	\$6,746,276	\$0	\$6,746,276	\$134,926	\$6,611,350	\$107,244,347
40	39	Mat-Su Borough	Roof Replacement & Repairs, 4 Schools	\$8,875,636	\$8,875,636	\$0	\$8,875,636	\$2,662,691	\$6,212,945	\$113,457,292
41	40	Valdez City	Valdez High School Roof Replacement	\$3,163,557	\$2,765,812	\$0	\$2,765,812	\$968,034	\$1,797,778	\$115,255,070

State of Alaska
 Department of Education and Early Development
 Capital Improvement Projects (FY2011)
 Major Maintenance Grant Fund

Reconsideration List

Dec 18	Nov 5	School District	Project Name	Amount Requested	Eligible Amount	Prior Funding	EED Recommended Amount	Participating Share	State Share	Aggregate Amount
42	41	Nome City	Nome Elementary Boiler Replacement	\$450,854	\$450,854	\$0	\$450,854	\$135,256	\$315,598	\$115,570,668
43	42	Chatham	Kukwan K-12 School Major Maintenance	\$3,591,139	\$3,497,435	\$0	\$3,497,435	\$69,949	\$3,427,486	\$118,998,154
44	43	Valdez City	Valdez High School Fire Alarm and Sprinkler Replacement	\$3,157,078	\$2,517,772	\$0	\$2,517,772	\$881,220	\$1,636,552	\$120,634,706
45	44	Anchorage	Inlet View Elementary School Design	\$450,000	\$450,000	\$0	\$450,000	\$135,000	\$315,000	\$120,949,706
46	45	Wrangell City	Wrangell High School & Sitkine Middle School Fire Alarm Upgrade	\$273,018	\$273,018	\$0	\$273,018	\$81,905	\$191,113	\$121,140,819
47	46	Saint Marys	Backup Generator Replacement, 3 Buildings	\$1,559,284	\$1,559,284	\$0	\$1,559,284	\$77,964	\$1,481,320	\$122,622,139
48	47	Annette Island	Metakatta High School Annex Renovation	\$644,794	\$644,794	\$0	\$644,794	\$12,896	\$631,898	\$123,254,037
49	48	Anchorage	Districtwide Electrical Projects, 4 Elementary Schools	\$2,555,000	\$2,555,000	\$0	\$2,555,000	\$766,500	\$1,788,500	\$125,042,537
50	49	Copper River	Glennallen High School Upgrade	\$3,210,830	\$3,210,830	\$0	\$3,210,830	\$64,217	\$3,146,613	\$128,189,150
51	50	Delta/Greely	Delta High School Back-Up Generator	\$998,921	\$998,921	\$0	\$998,921	\$19,978	\$978,943	\$129,168,093
52	51	Copper River	Copper Center Elementary School Upgrade	\$555,145	\$555,145	\$0	\$555,145	\$11,103	\$544,042	\$129,712,135
53	52	Pelican City	Pelican High School Mechanical Upgrades	\$223,104	\$223,104	\$0	\$223,104	\$78,086	\$145,018	\$129,857,153
54	53	Copper River	Kenny Lake High School Upgrade	\$361,129	\$361,129	\$0	\$361,129	\$7,223	\$353,906	\$130,211,059
55	54	Hoonah City	Hoonah Schools Major Maintenance	\$7,299,733	\$7,299,733	\$0	\$7,299,733	\$2,189,920	\$5,109,813	\$135,320,872
56	55	Lower Kuskokwim	Fuel Tank Remediation - Nunapichuk	\$799,301	\$799,301	\$0	\$799,301	\$15,986	\$783,315	\$136,104,187
57	56	Lower Yukon	Pitka's Point K-8 School Renovation	\$7,333,524	\$7,333,524	\$0	\$7,333,524	\$146,670	\$7,186,854	\$143,291,041
58	57	Yukon Flats	Chalkyitsik Water Tank Replacement	\$1,405,840	\$1,003,757	\$0	\$1,003,757	\$20,075	\$983,682	\$144,274,723
59	58	Southeast Island	Thorne Bay K-12 Fire Suppression System Replacement	\$1,369,697	\$1,369,697	\$0	\$1,369,697	\$27,394	\$1,342,303	\$145,617,026
60	59	Mat-Su Borough	Butte, Cottonwood Creek, Pioneer Peak & Snowshoe Elementary Wash Fountain Replacements	\$138,829	\$138,829	\$0	\$138,829	\$41,649	\$97,180	\$145,714,206
61	60	Mat-Su Borough	Administration Building Generator And Related Electrical Replacement	\$633,920	\$633,920	\$0	\$633,920	\$190,176	\$443,744	\$146,157,950
62	61	Kake City	Kake High School Underground Storage Tank and Boiler Replacement	\$218,985	\$218,985	\$0	\$218,985	\$65,695	\$153,290	\$146,311,240
63	62	Alaska Gateway	Tanacross K-8 School Building Renovation	\$3,841,560	\$3,841,560	\$0	\$3,841,560	\$76,831	\$3,764,729	\$150,075,969
64	63	Anchorage	Districtwide Mechanical Upgrades, 7 Schools	\$8,135,000	\$8,135,000	\$0	\$8,135,000	\$2,440,500	\$5,694,500	\$155,770,469

State of Alaska
Department of Education and Early Development
Capital Improvement Projects (FY2011)
Major Maintenance Grant Fund

Reconsideration List

Dec 18	Nov 5	School District	Project Name	Amount Requested	Eligible Amount	Prior Funding	EED Recommended Amount	Participating Share	State Share	Aggregate Amount
65	64	Anchorage	Gladys Wood Elementary School Design	\$1,150,000	\$1,150,000	\$0	\$1,150,000	\$345,000	\$805,000	\$156,575,469
66	65	Kenai Peninsula	Districtwide Roof Replacements: Seward High School Auditorium, Kalifornsky Beach Elementary and Warehouse	\$4,844,346	\$4,844,346	\$0	\$4,844,346	\$1,695,521	\$3,148,825	\$159,724,294
67	66	Yukon Flats	Venette Generator Building Renovation	\$765,731	\$765,731	\$0	\$765,731	\$15,315	\$750,416	\$160,474,710
68	67	Southeast Island	Port Alexander and Thorne Bay K-12 School Roof Replacement	\$2,999,201	\$2,827,395	\$0	\$2,827,395	\$56,548	\$2,770,847	\$163,245,557
69	68	Mat-Su Borough	Districtwide Fire Alarm Upgrades	\$2,259,411	\$2,259,411	\$0	\$2,259,411	\$677,823	\$1,581,588	\$164,827,145
70	69	Kenai Peninsula	Districtwide Security Systems	\$1,977,134	\$1,977,134	\$0	\$1,977,134	\$691,997	\$1,285,137	\$166,112,282
71	70	Kuspuk	Districtwide Heating System Upgrades	\$9,246,510	\$9,246,510	\$0	\$9,246,510	\$184,930	\$9,061,580	\$175,173,862
72	71	Yakutat City	Yakutat Schools Mechanical System Upgrades	\$3,963,488	\$3,963,488	\$0	\$3,963,488	\$1,189,046	\$2,774,442	\$177,948,304
73	72	Yukon-Koyukuk	Katlag K-12 School Exterior Repairs	\$711,617	\$1,033,755	\$322,138	\$711,617	\$14,232	\$697,385	\$178,645,689
74	73	Lower Kuskokwim	Bulk Fuel Tank Upgrade - Eek	\$1,809,301	\$1,809,301	\$0	\$1,809,301	\$36,186	\$1,773,115	\$180,418,804
75	74	Ketchikan	Ketchikan High School Stage Lighting System Replacement	\$270,510	\$270,510	\$0	\$270,510	\$81,153	\$189,357	\$180,608,161
76	75	Chatham	Tenakee K-12 School Roof Replacement	\$592,128	\$592,128	\$0	\$592,128	\$11,843	\$580,285	\$181,188,446
77	76	Yukon Flats	Cruikshank K-12 School Soil Remediation & Fuel Tank Replacement, Beaver	\$1,557,469	\$1,557,469	\$0	\$1,557,469	\$31,149	\$1,526,320	\$182,714,766
78	77	Fairbanks	Pearl Creek Elementary Septic System Replacement & Plumbing Systems Upgrade	\$963,558	\$956,031	\$0	\$956,031	\$286,809	\$669,222	\$183,383,988
79	78	Petersburg City	Petersburg Elementary School Lunchroom Renovation	\$1,577,187	\$1,577,187	\$0	\$1,577,187	\$473,156	\$1,104,031	\$184,488,019
80	79	Fairbanks	Salcha Elementary Roof & Building Envelope Replacement & Upgrade	\$1,136,984	\$1,128,102	\$0	\$1,128,102	\$338,431	\$789,671	\$185,277,690
81	81	Southeast Island	Port Alexander K-12 School Domestic Water System Pipe Replacement	\$53,194	\$53,194	\$0	\$53,194	\$1,064	\$52,130	\$185,329,820
82	82	Ketchikan	Districtwide Major Maintenance	\$866,673	\$866,673	\$0	\$866,673	\$260,002	\$606,671	\$185,936,491
83	83	Chatham	Angoon K-12 Mechanical Upgrades, 2 Schools	\$901,757	\$901,757	\$0	\$901,757	\$18,035	\$883,722	\$186,820,213
84	84	Alaska Gateway	Northway K-12 School Building Renovation	\$1,076,665	\$1,076,665	\$0	\$1,076,665	\$21,533	\$1,055,132	\$187,875,345
85	85	Lower Kuskokwim	Fuel Tank Remediation - Akluk	\$810,768	\$810,768	\$0	\$810,768	\$16,215	\$794,553	\$188,669,898

State of Alaska
Department of Education and Early Development
Capital Improvement Projects (FY2011)
Major Maintenance Grant Fund

		Reconsideration List									
Dec 18	Nov 5	School District	Project Name	Amount Requested	Eligible Amount	Prior Funding	EED Recommended Amount	Participating Share	State Share	Aggregate Amount	
86	86	Yukon Flats	Fort Yukon K-12 School Soil Remediation & Tank Farm Replacement	\$8,764,331	\$8,764,331	\$0	\$8,764,331	\$175,297	\$8,589,044	\$197,258,942	
87	87	Mat-Su Borough	Snowshoe Elementary, Finger Lake Elementary, Cottonwood Elementary, Colony Middle School Flooring Replacements	\$1,383,561	\$1,383,561	\$0	\$1,383,561	\$415,068	\$968,493	\$198,227,435	
88	88	Mat-Su Borough	Palmer Middle School Lockers Replacement	\$299,355	\$299,355	\$0	\$299,355	\$89,806	\$209,549	\$198,456,984	
89	89	Bering Strait	Districtwide Fuel Tank Demolition	\$797,570	\$797,570	\$0	\$797,570	\$15,951	\$781,619	\$199,218,603	
90	90	Pelican City	Pelican Middle School Roof Replacement	\$223,566	\$223,566	\$0	\$223,566	\$78,248	\$145,318	\$199,363,921	
91	91	Southeast Island	Thorne Bay K-12 School Underground Storage Tank Replacement	\$319,237	\$319,237	\$0	\$319,237	\$6,385	\$312,852	\$199,676,773	
92	92	Anchorage	Districtwide Building Renewal Projects, 5 Schools	\$1,460,000	\$1,460,000	\$0	\$1,460,000	\$438,000	\$1,022,000	\$200,698,773	
93	93	Fairbanks	North Pole High School Vocational Wing Renovation	\$3,491,818	\$3,441,576	\$0	\$3,441,576	\$1,032,473	\$2,409,103	\$203,107,876	
94	94	Juneau City Borough	Marie Drake Building Renovation	\$13,900,000	\$17,586,523	\$3,686,523	\$13,900,000	\$4,865,000	\$9,035,000	\$212,142,876	
95	95	Southeast Island	Port Protection K-12 Gymnasium Relocation and Foundation	\$149,848	\$125,198	\$0	\$125,198	\$2,504	\$122,694	\$212,265,570	
96	96	Mat-Su Borough	Big Lake Elementary, Renovate Old Classroom Wing	\$1,690,486	\$1,690,486	\$0	\$1,690,486	\$507,146	\$1,183,340	\$213,448,910	
97	97	Petersburg City	Digital HVAC Controls	\$491,591	\$491,591	\$0	\$491,591	\$147,477	\$344,114	\$213,793,024	
98	98	Yakutat City	Yakutat High School Exterior Upgrades	\$1,103,305	\$1,103,305	\$0	\$1,103,305	\$330,991	\$772,314	\$214,565,338	
99	99	Southeast Island	Thorne Bay K-12 School Mechanical Control Upgrades	\$877,083	\$877,083	\$0	\$877,083	\$17,542	\$859,541	\$215,424,879	
100	100	Yakutat City	Yakutat Schools Bus Zone & Paving	\$357,289	\$357,289	\$0	\$357,289	\$107,187	\$250,102	\$215,674,981	
101	101	Fairbanks	Districtwide Technology Upgrades	\$7,440,783	\$7,440,783	\$0	\$7,440,783	\$2,232,235	\$5,208,548	\$220,883,529	
102	102	Lower Kuskokwim	Nunapichuk Fire Alarm Replacement	\$359,397	\$127,019	\$0	\$127,019	\$2,540	\$124,479	\$221,008,008	
103	103	Fairbanks	Weller Elementary Septic System Replacement	\$427,374	\$427,374	\$0	\$427,374	\$128,212	\$299,162	\$221,307,170	
104	104	Mat-Su Borough	Districtwide Lighting Upgrades	\$409,587	\$384,348	\$0	\$384,348	\$115,304	\$269,044	\$221,576,214	
105	105	Southeast Island	Thorne Bay and Port Protection Gymnasium Lighting Upgrades	\$405,822	\$405,822	\$0	\$405,822	\$8,116	\$397,706	\$221,973,920	
106	106	Kenai Peninsula	Districtwide Locker Replacements, 6 High Schools	\$1,000,000	\$1,000,000	\$0	\$1,000,000	\$350,000	\$650,000	\$222,623,920	

State of Alaska
 Department of Education and Early Development
 Capital Improvement Projects (FY2011)
 Major Maintenance Grant Fund

Reconsideration List

Dec 18	Nov 5	School District	Project Name	Amount Requested	Eligible Amount	Prior Funding	EED Recommended Amount	Participating Share	State Share	Aggregate Amount
107	107	Kodiak Island	Districtwide Underground Storage Tank Replacement	\$506,328	\$388,533	\$0	\$388,533	\$116,560	\$271,973	\$222,895,893
108	108	Aleutians East	Sand Point K-12 School Gym Floor Replacement	\$372,673	\$372,673	\$0	\$372,673	\$111,802	\$260,871	\$223,156,764
109	109	Mat-Su Borough	Palmer High School Flooring Replacements	\$1,467,806	\$1,412,677	\$0	\$1,412,677	\$423,803	\$988,874	\$224,145,638
110	110	Fairbanks	North Pole Middle School Roof & Clerestories Replacement	\$2,924,052	\$2,901,207	\$0	\$2,901,207	\$870,362	\$2,030,845	\$226,176,483
111	111	Mat-Su Borough	Snowshoe, Pioneer Peak, Big Lake Elementary Schools, ADA Parking And Access Improvements	\$196,519	\$196,519	\$0	\$196,519	\$58,956	\$137,563	\$226,314,046
112	112	Alaska Gateway	Eagle K-12 School Building Renovation	\$5,227,433	\$5,227,433	\$0	\$5,227,433	\$104,549	\$5,122,884	\$231,436,930
113	113	Fairbanks	Woodriver Elementary Gymnasium Upgrade	\$1,165,569	\$1,156,603	\$0	\$1,156,603	\$346,981	\$809,622	\$232,246,552
114	0	Kodiak Island	Aktok School Sewer Line Repair	\$74,263	\$74,263	\$0	\$74,263	\$22,279	\$51,984	\$232,298,536
115	114	Yukon Flats	Venetie Soil Remediation And Fuel Tank Replacement	\$1,796,363	\$1,796,363	\$0	\$1,796,363	\$35,927	\$1,760,436	\$234,058,972
116	115	Mat-Su Borough	Renovate HVAC Systems, 5 Schools	\$22,619,426	\$22,619,426	\$0	\$22,619,426	\$6,785,828	\$15,833,598	\$249,892,570
117	116	Petersburg City	Petersburg Elementary Exterior Upgrades	\$885,508	\$885,508	\$0	\$885,508	\$265,652	\$619,856	\$250,512,426
118	117	Fairbanks	Titasuk Brown Elementary Septic System Replacement	\$427,374	\$427,374	\$0	\$427,374	\$128,212	\$299,162	\$250,811,588
119	118	Juneau City Borough	Mendenhall River Community School Renovation	\$3,749,000	\$3,710,790	\$0	\$3,710,790	\$1,298,776	\$2,412,014	\$253,223,602
120	119	Lake & Peninsula	Newhalen Kitchen Renovation	\$118,176	\$118,176	\$0	\$118,176	\$11,818	\$106,358	\$253,329,960
121	120	Mat-Su Borough	Houston Middle School Lockers Replacement	\$217,714	\$217,714	\$0	\$217,714	\$65,314	\$152,400	\$253,482,360
122	121	Mat-Su Borough	Districtwide Mechanical Upgrades, 4 Schools	\$14,414,951	\$14,414,951	\$0	\$14,414,951	\$4,324,485	\$10,090,466	\$263,572,826
123	122	Fairbanks	Administrative Center Air Conditioning Units Replacement	\$2,479,143	\$2,459,774	\$0	\$2,459,774	\$737,932	\$1,721,842	\$265,294,668
124	123	Juneau City Borough	District Maintenance Facility Renovation	\$3,553,413	\$3,160,556	\$185,587	\$2,974,969	\$1,041,239	\$1,933,730	\$267,228,398
125	124	Yukon Flats	Stevens Village K-12 School Soil Remediation & Fuel Tank Replacement	\$998,760	\$998,760	\$0	\$998,760	\$19,975	\$978,785	\$268,207,183
126	125	Southeast Island	Thorne Bay K-12 Kitchen Upgrade	\$1,771,215	\$1,771,215	\$0	\$1,771,215	\$35,424	\$1,735,791	\$269,942,974
127	126	Petersburg City	Districtwide Lighting Upgrades	\$471,085	\$336,489	\$0	\$336,489	\$100,947	\$235,542	\$270,178,516

State of Alaska
 Department of Education and Early Development
 Capital Improvement Projects (FY2011)
 Major Maintenance Grant Fund

Reconsideration List

Dec 18	Nov 5	School District	Project Name	Amount Requested	Eligible Amount	Prior Funding	EED Recommended Amount	Participating Share	State Share	Aggregate Amount
128	127	Pribilof Island	St. Paul K-12 School Sprinkler System Installation	\$1,041,325	\$1,041,325	\$0	\$1,041,325	\$20,826	\$1,020,499	\$271,199,015
129	128	Pribilof Island	St. Paul K-12 School Gym Renovation	\$811,267	\$804,930	\$0	\$804,930	\$16,099	\$788,831	\$271,987,846
130	129	Pribilof Island	St. Paul K-12 School Lighting Upgrades	\$1,035,930	\$1,035,930	\$0	\$1,035,930	\$20,719	\$1,015,211	\$273,003,057
131	130	Juneau City Borough	Dzantik'i Heeni Middle School Renovation	\$2,608,000	\$2,608,000	\$0	\$2,608,000	\$912,800	\$1,695,200	\$274,698,257
TOTALS:				\$350,500,395	\$349,505,384	\$8,058,911	\$341,446,473	\$66,748,216	\$274,698,257	

REPORTS AND UPDATES

TO: Mayor Mack and Assembly Members

FROM: Sharon Boyette

RE: Administrator's Report for January –February 16, 2010

DATE: February 16, 2010

The Akutan Harbor is finally underway. I think that this harbor has been a priority for the City of Akutan and Borough for more than fifteen years. I worked with the Corps on the selection of the contractor for several days; their selection process is quite thorough. The contractor, Knik Construction, will begin work this spring and will take two construction seasons. The contract price is \$31,885,600.

The King Cove Road and Land Exchange Environmental Impact Statement work has begun. The Aleutians East Borough is cooperating agency along with others including the City of King Cove. This will likely be a long process (two years) and includes public scoping meetings in Washington DC and Anchorage next month and in each of our communities except Akutan before salmon season. We have weekly meetings with all the partners on this project lead by Fish and Wildlife Service.

Mel Gillis and his lobbyist, Pat Carter, have spent some time in Juneau. I wasn't sure exactly what they were asking for there. But we have done the necessary damage control with the involved legislators. Sen. Hoffman and Rep. Edgmon understand the history and are supporting us. The judge issued his order on Attorney fees and he awarded the Borough \$21,420 (double the amount awarded to the State of Alaska). Now Mr. Gillis needs to notify the Alaska Supreme Court and the Appeals process will begin – unless we can negotiate new lease terms. We have (again) be offering Mr. Gillis a long term lease for property near Nelson Lagoon in hopes that he will take the lease and we will all be able to concentrate on more important matters. We are negotiating the lease terms with Mr. Gillis and his representative now and a draft lease will be presented to the Assembly as soon as possible.

Stanley and I spent a day and a half in Juneau working with Mark Hickey and meeting with Representative Edgmon, his staff members and Senator Hoffman's staff, DOT/PF Commissioner and Deputy Commissioner. We also meet with the Governor's Chief of Staff and others from the Governor's office as well as a very interesting and cordial meeting with Lt. Governor Craig Campbell. We described about the Cold Bay Airport Apron and Taxiway Construction Project and the Sand Point Harbor Floats and the King Cove Road to the NE Corner and requested support for those projects and for the AEB overall. We are very grateful to Mark Hickey for his help preparing for our meetings, scheduling our time with as many folks as we could fit in and so much more.

I believe the Board of Fish and North Pacific Council meetings have been covered by our newsletters.

As always, please contact me with questions or concerns.

Attachments: Fish Tax Report
Legislative Requests for SP Harbor Floats, CB Airport Apron and KC Road

FISH TAX 2009

			Compare this	Total FY10
			and last years	TAXES
	1/31/2010	1/31/2009		
Total	\$ 244,952.01	\$ 291,096.54	\$ (46,144.53)	\$ 1,708,531.99
	12/31/2009	12/31/2008		
Total	\$ 1,531.50	\$ 6,338.25	\$ (4,806.75)	\$ 1,463,579.98
	11/31/09	11/31/08	\$ -	\$ -
Total	\$ 171,944.15	\$ 369,366.41	\$ (197,422.26)	\$ 1,462,048.48
	10/31/2009	10/31/2008		
Total	\$ 387,579.19	\$ 526,890.47	\$ (139,311.28)	\$ 1,290,104.33
	9/30/2009	9/30/2008		
Total	\$ 213,463.12	\$ 283,746.17	\$ (70,283.05)	\$ 902,525.14
	8/31/2009	8/31/2008		
Total	\$ 346,300.78	\$ 660,776.54	\$ (314,475.76)	\$ 689,062.02
	7/31/2009	7/31/2008		

FISH TAX 2009

Total	\$ 342,761.24	\$ 433,913.89	\$ (91,152.65)	\$ 341,784.29
	6/30/2009	6/30/2008		
Total	\$ 383,621.29	\$ 501,604.57	\$ (117,983.28)	\$ -
	5/31/2009	5/31/2008		
Total	\$ 139,009.64	\$ 401,646.03	\$ (262,636.39)	\$ -
	4/30/2009	4/30/2008		
Total	\$ 99,761.39	\$ 120,275.75	\$ (20,514.36)	\$ -
	3/31/2009	3/31/2008		
TOTAL	\$ 372,861.19	\$ 379,965.44	\$ (7,104.25)	\$ -
	2/29/2009	2/29/2008		
TOTAL	\$ 285,176.51	\$ 605,568.58	\$ (320,392.07)	\$ -
	1/31/2009	1/31/2008		
TOTAL	\$ 291,096.54	\$ 188,499.56	\$ 102,596.98	\$ -

Project Title: Aleutians East Borough - Sand Point Harbor Float Project

TPS Number: 52210

Priority: 1

Agency: Commerce, Community and Economic Development
Grants to Municipalities (AS 37.05.315)

Grant Recipient: Aleutians East Borough

State Funding Requested: \$3,489,000

One-Time Need

Brief Project Description:

This project will design, purchase, and install a harbor float system inside the new Sand Point Boat Harbor.

Funding Plan:

Total Cost of Project: \$4,889,000

	<u>Funding Secured</u>		<u>Other Pending Requests</u>		<u>Anticipated Future Need</u>	
	<i>Amount</i>	<i>FY</i>	<i>Amount</i>	<i>FY</i>	<i>Amount</i>	<i>FY</i>
Denali Commission	\$1,000,000	FY11				
Local Funds	\$400,000	2003				

Explanation of Other Funds:

The Aleutians East Borough submitted a Municipal Harbor Facility Fund Grant in June, 2009 to the AK DOT&PF for \$2,350,000.

Detailed Project Description and Justification:

Fishing vessels use Sand Point facilities to obtain provisions, for crew rotations, for moorage during closed fishing periods, and for protection during adverse weather conditions. Excess demand for harbor services and facilities, especially for transient vessels over 80 feet in length, occurs during peak periods. The recently constructed new harbor and the current need for a harbor float system are both a safety and economic issue as the current overcrowded harbor increases the likelihood of vessel damage, personal injury, and fire. Commercial enterprises that depend on harbor facilities and services experience inefficiencies and ultimately the loss of income when the harbor does not run in an effective manner because of overcrowding.

Phase 1 and 2 of the new harbor have been completed at a local, state and federal cost of over \$15 million. These phases consisted of construction of a breakwater and 350-foot long marginal wharf, and basin dredging.

The purpose of this capital request (Phase 3) is to acquire funds to purchase and install harbor floats, gangways, and an approach, including potable water, electrical service, lighting, and safety equipment on all floats. The project comprises the fabrication and installation of approximately 13,400 square-feet of heavy duty, timber marginal floats on 16-inch diameter, 1/2-inch wall galvanized steel guide piles with anodes, in a newly constructed boat harbor to support rafted (up to three-deep) side-tie moorage for bottom fish vessels in the range of 80- to 150-feet in length. The floats will be of low-maintenance heavy duty timber construction with an expected useful life of 30 years without major capital reinvestment. Floats will be installed with potable water, electrical service, low level lighting and safety equipment. Access to the float system will be via one 80-foot long (ADA compliant) gangway to Float A with a second 50-foot long gangway serving Float B.

Once this float system is installed, the new harbor can begin operation and relieve the congestion of the old harbor.

Project Timeline:

The anticipated project start date for a portion of the floats project is April 15, 2010 using the Denali Commission funding. If additional funding is provided the AEB will begin construction July 1, 2010 with construction completed by October 31, 2010. Final design and permitting is complete.

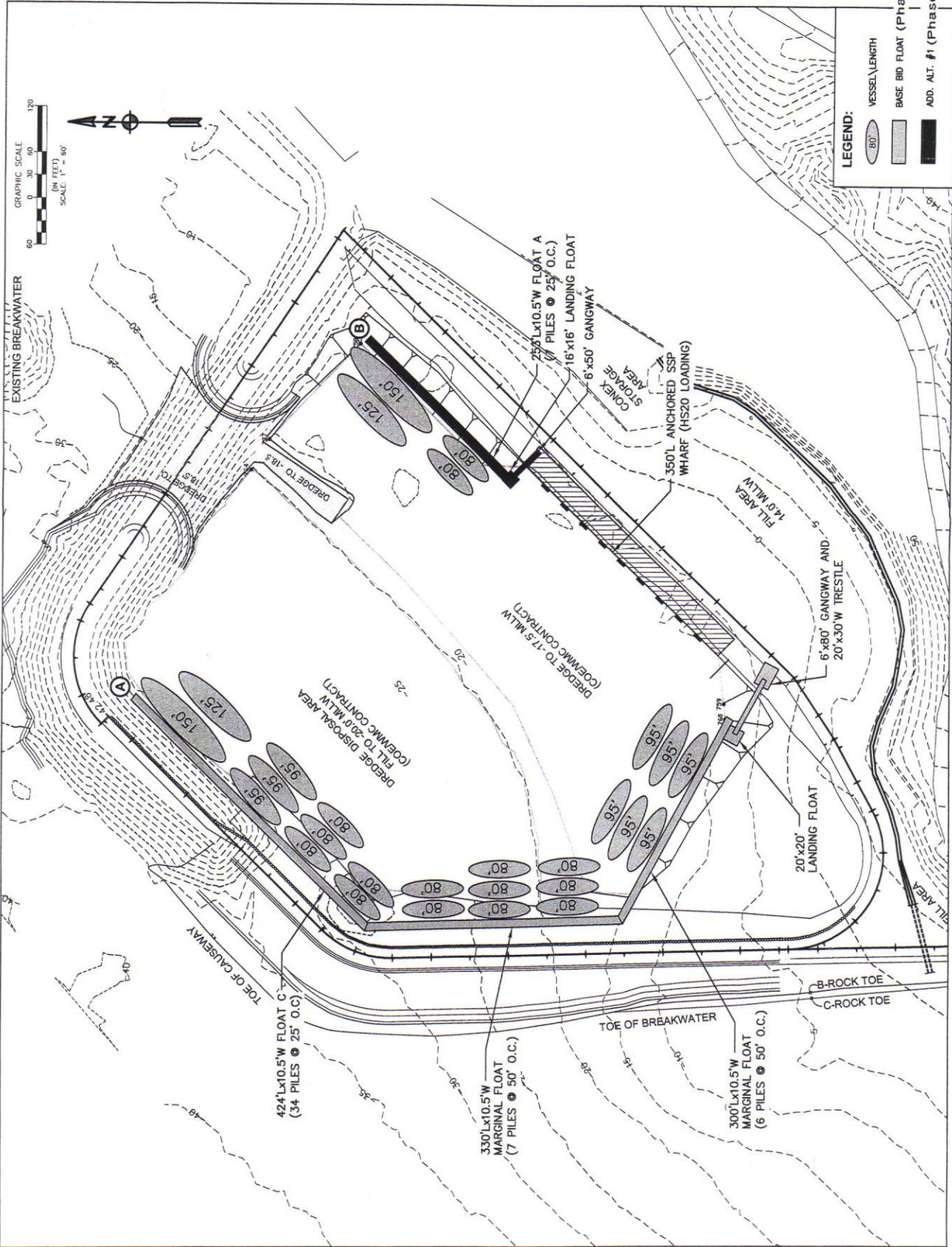
Entity Reponsible for the Ongoing Operation and Maintenance of this Project:

Aleutians East Borough

Grant Recipient Contact Information:

Name: Sharon Boyette
Address: 3380 C Street, Suite 205
Anchorage, AK 99503
Phone Number: (907)274-7555
Email: sboyette@aeboro.org

This project has been through a public review process at the local level and it is a community priority.



LEGEND:

- VESSEL LENGTH
- BASE BID FLOAT (Phase 3-A)
- ADD. ALT. #1 (Phase 3-B)

**ALEUTIAN EAST BOROUGH
SAND POINT HARBOR FLOAT PROJECT
Construction Cost Estimate
in support of Block #4
July 1, 2009**

Description	Quantity	Units	Unit Price	Cost
PHASE 3 A -- Requested Funding				
Float A, 80' Gangway and Approach (includes Water, Electrical, Lighting and Safety Equipment)				
Mobilization/Demobilization		Allow	15%	\$439,000
Furnish and Install Float A - 954' x 10.5'	10,017	SF	\$150	\$1,562,652
Furnish and Install Trestle - 30' x 20'	600	SF	\$310	\$193,440
Furnish and Install New Gangway - 80' x 6'	1	EA	\$87,500	\$91,000
Furnish and Install New Landing Float - 20' x 20'	400	SF	\$115	\$47,840
12-3/4" dia. x 1/2" wall Steel Piles, Furnished	160	LF	\$95	\$15,808
12-3/4" dia. x 1/2" wall Steel Piles, Driven	4	EA	\$2,350	\$9,776
16" dia. x 1/2" wall x 55' Steel Piles, Furnished and Driven	88	EA	\$8,250	\$755,040
Furnish and Install New Anodes	88	EA	\$850	\$77,792
Furnish and Install New Pile Caps	88	EA	\$170	\$15,558
Electrical Extension to Harbor	1	LS	\$150,000	\$156,000
		Subtotal		\$3,364,000
		Contingency	15%	\$505,000
Subtotal - Phase 3A (Base Bid)				\$3,869,000
PHASE 3 B -- Denali Commission Funded				
Float B and 50' Gangway (includes Water, Electrical, Lighting and Safety Equipment)				
Mobilization/Demobilization		Allow	15%	\$116,000
Furnish and Install Float B - 261' x 10.5'	2,741	SF	\$150	\$427,518
Furnish and Install New Gangway - 50' x 6'	1	EA	\$60,000	\$62,400
Furnish and Install New Landing Float - 16' x 16'	256	SF	\$115	\$30,618
16" dia. x 1/2" wall x 55' Steel Piles, Furnished and Driven	26	EA	\$8,250	\$223,080
Furnish and Install New Anodes	26	EA	\$850	\$22,984
Furnish and Install New Pile Caps	26	EA	\$170	\$4,597
		Subtotal		\$887,000
		Contingency	15%	\$133,000
Subtotal - Phase 3B (Additive Alternate #1)				\$1,020,000
Total - Phase 3 (3A & 3B)				\$4,889,000
Notes :				
1. Estimate by URS Alaska, LLC; adjusted from 2008 prices based on 4% annual price escalation.				
2. Costs do not include engineering, construction admin, upland utilities, or other upland development costs (waste collection, access roads, parking, restrooms).				
COMPLETED WORK (Phase 1 and 2)				
Phase 1 - Harbor Construction (COE and AEB)				\$12,388,000
Phase 2 - Anchored SSP Wharf, no utilities (EDA and AEB)				\$2,981,163
TOTAL				\$15,369,163

Project Title: Aleutians East Borough - King Cove Access Road Completion Project

TPS Number: 51773

Priority: 3

Agency: Commerce, Community and Economic Development
Grants to Municipalities (AS 37.05.315)

Grant Recipient: Aleutians East Borough

State Funding Requested: \$6,000,000

One-Time Need

Brief Project Description:

This project will extend the access road to a permanent hovercraft terminal at the northeast corner of Cold Bay to link the community of King Cove to the Cold Bay airport. The hovercraft now operates from a temporary site.

Funding Plan:

Total Cost of Project:	\$25,000,000					
	<u>Funding Secured</u>		<u>Other Pending Requests</u>		<u>Anticipated Future Need</u>	
	<i>Amount</i>	<i>FY</i>	<i>Amount</i>	<i>FY</i>	<i>Amount</i>	<i>FY</i>
Federal Funds			\$13,000,000	FY 11		
State Funds	\$2,000,000	FY 07				
Local Funds	\$4,000,000	G.O. Bonds				

Detailed Project Description and Justification:

The federal King Cove Health and Safety Act provided funding for the Aleutians East Borough to construct a marine link between King Cove and the airport in Cold Bay for the health and safety of King Cove residents. The Borough used funding to begin construction of a road from the community of King Cove to a hovercraft terminal site just outside the Izembek Wilderness. A hovercraft was purchased to run between this terminal site (now operating from a temporary site) to the Cold Bay terminal landing area.

The original project could not be completed as planned due to unforeseen site conditions along a 2.5 mile long mountainous segment of the route. Those conditions were found to pose unacceptable construction safety risks. The end result was a realignment of the road that added millions of dollars to the construction cost. Those costs caused the original project to exceed the funds that Congress had granted to the Borough. This entire project is outside of the Izembek National Wildlife Refuge and is separate from the proposed lands transfer legislation.

The temporary hovercraft landing site has proven to have icing and access problems that are not anticipated at the permanent site.

Project Timeline:

Final design and permits will be completed on July 2, 2010. This project could be divided into two phases. Two construction seasons are anticipated to complete the total project.

Entity Responsible for the Ongoing Operation and Maintenance of this Project:

Aleutians East Borough and City of King Cove

Grant Recipient Contact Information:

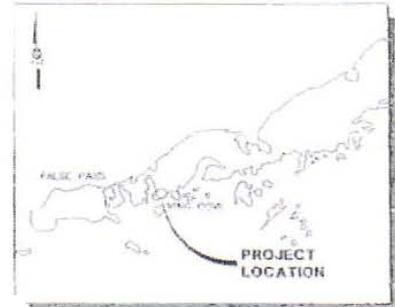
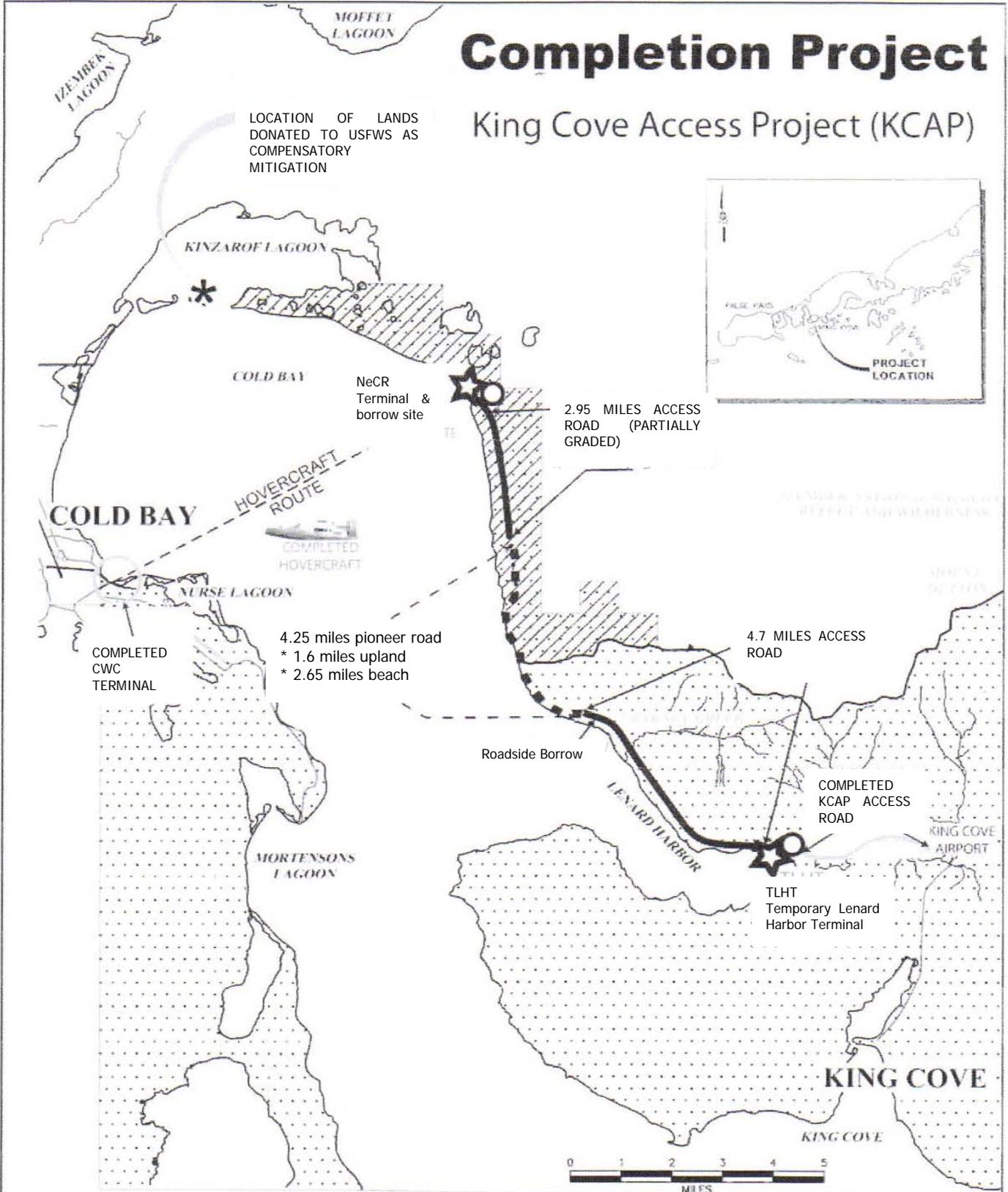
Name: Sharon Boyette, Administrator
Address: 3380 C Street, Suite 205
Anchorage, AK 99503
Phone Number: (274)755-5

Email: sboyette@aeboro.org

This project has been through a public review process at the local level and it is a community priority.

Completion Project

King Cove Access Project (KCAP)



VICINITY MAP

-  KING COVE CORP. SURFACE ESTATE
-  USFWS SUBSURFACE ESTATE

Figure 1

PROJECT STATUS

Name: ALEUTIANS EAST BOROUGH
 Project: KING COVE ACCESS PROJECT
 Sheet: 1 OF 1
 Date: APR-07-2008

Project Title: Aleutians East Borough - Cold Bay Airport: Apron and Taxiway Construction

TPS Number: 53639

Priority: 2

Agency: Commerce, Community and Economic Development
Grants to Municipalities (AS 37.05.315)

Grant Recipient: Aleutians East Borough

State Funding Requested: \$1,000,000

One-Time Need

Brief Project Description:

The requested funds would be used to build a new aircraft parking apron and taxiway to access the new Aleutians East Regional Airport Terminal in Cold Bay.

Funding Plan:

Total Cost of Project: \$6,000,000

	<u>Funding Secured</u>		<u>Other Pending Requests</u>		<u>Anticipated Future Need</u>	
	<i>Amount</i>	<i>FY</i>	<i>Amount</i>	<i>FY</i>	<i>Amount</i>	<i>FY</i>
Federal Funds			\$5,000,000	2011		

Detailed Project Description and Justification:

Prior to the Aleutians East Borough's construction of a new airport terminal in Cold Bay, the lack of infrastructure acted as a barrier to bringing in new air carriers to service the region's thriving seafood industry. In spite of its status as the third longest non-military runway in the state, the Cold Bay Airport is not utilized by large aircraft except under emergencies. The Borough constructed its terminal on leased land off the runways and outside the Runway Viability Zone, as directed by the Alaska DOT/PF.

Past DOT/PF administration promised to bring an apron to the building, if constructed. The AEB constructed the \$5 million building with a large local contribution from its general fund and state and federal grants. However, the apron project appears to be stuck in the DOT/PF planning process.

The Borough has worked with Alaska Airlines and other large aircraft freight operators as well as the existing carrier, Pen Air, to meet their needs. However, without an apron and taxiway to the new \$5 million Terminal, the carriers are not interested.

The Aleutians East Borough would like to work with the Alaska Dept of Transportation to construct an airport apron measuring 550 feet x 500 feet in front of the new terminal building about 900 feet east of runway 14-32. The taxiway to the runway will be 75 feet wide. The apron and taxiway will be paved to accommodate jet and turboprop aircraft.

Project Timeline:

Final design and permitting will be complete by April 2011 and construction will occur during the summer of 2011 with completion by December 2011.

Entity Responsible for the Ongoing Operation and Maintenance of this Project:

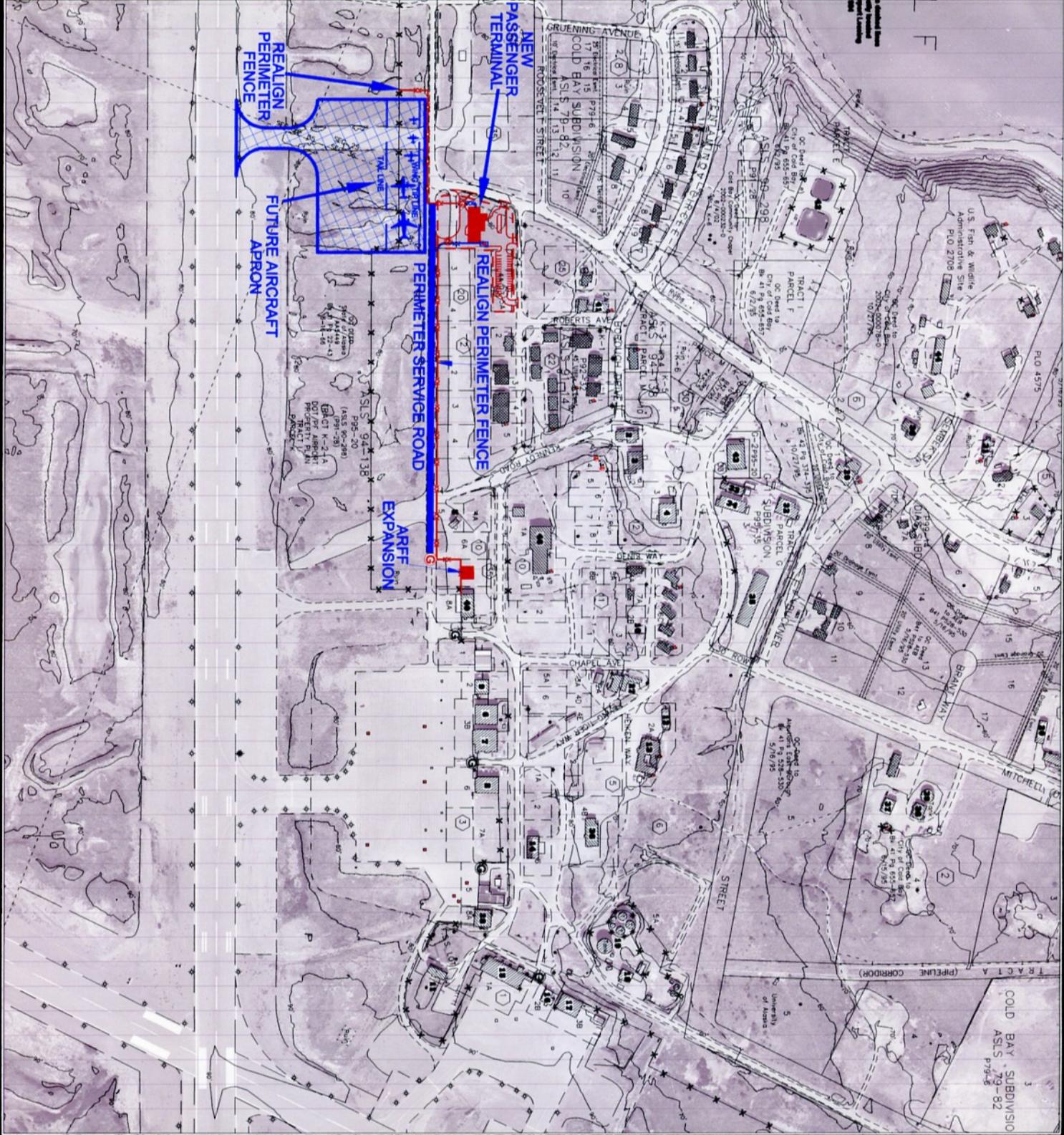
Alaska Dept of Transportation and Public Facilities

Grant Recipient Contact Information:

Name: Sharon Boyette
Address: 3380 C Street Suite 205
Anchorage, AK 99503

Phone Number: (907)274-7566
Email: Sboyette@aeboro.org

This project has been through a public review process at the local level and it is a community priority.



ALUTTIQ'S EAST
 ALUTTIQ'S EAST
 BOROUGH

COLD BAY AIRPORT

PROJECT IMPLEMENTATION

LEGEND

	PROPOSED IMPROVEMENTS
--	-----------------------

TRUE NORTH

MAGNETIC NORTH
 14°15'52.000"

0 100 200 300 400 500
 GRAPHIC SCALE IN FEET

NOTE:
 THIS DRAWING IS FOR PLANNING PURPOSES ONLY AND IS NOT INTENDED FOR CONSTRUCTION OR NAVIGATIONAL PURPOSES.

ARIES CONSULTANTS LTD.

COLD BAY AIRPORT
 COLD BAY, ALASKA

PROJECT
9

DATE: Jan 21, 2008
 FILE: LOT SCALE - 1"=400'

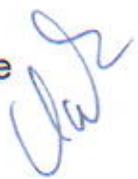
To: Hon. Mayor Mack and AEB Assembly

Through: Sharon Boyette

From: Clark Corbridge

Subject: Assistant Administrator's Report to the Assembly

Date: February 17, 2010



Most of my time for the past several weeks has been spent on:

1. Rehab of Cold Bay Terminal Building. Thanks to terrific work by Lauri Strauss of kpb architects, AEB employee Monty Martin and Travis Thompson of Northern Management Services (NMS), we have made considerable progress. **a. Recommendations.** Lauri has made a number of recommendations for building rehabilitation in general and window replacement specifically. **b. Moisture testing.** Monty's regular moisture testing (done with Derrick of NMS) is providing important data every week. **c. Rehab phases.** Travis's crew has completed removal of Tyvek and wrapped the building in VaproShield. Please see details in documents elsewhere in the Assembly packet, including the *Building Envelope Repair Recommendations* from Lauri Strauss of kpb architects and the *Estimate of Rehabilitation Costs and Schedule for Cold Bay Terminal Building* which I prepared in conjunction with Lauri and Travis, with cost figures based primarily on estimates Travis obtained. **d. FAA lease renegotiated.** The terms of the FAA lease have been renegotiated to assure the FAA will move into the Cold Bay Terminal Building later this spring.

2. Hovercraft-related items: **a. Insurance.** It may be possible for us to save some money on our hovercraft insurance premiums. Investigation is ongoing. **b. Alternatives for the future.** Please see the estimate elsewhere in this Assembly packet, for a comparison of the costs associated with three possible scenarios for future use of the hovercraft. **c. Transporting damaged aircraft.** The hovercraft recently transported a damaged Piper PA-18 Super Cub from Lenard Harbor to Crosswind Cove. Photos should be available in the February 19, 2010, issue of *In the Loop*.

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

Activities Completed

Assisted Nelson Lagoon in filling out BIA Road Program control schedules for acquiring their stimulus money entitlement for road design. The money will be used as a local match for archeological study requirements for the Community Water Transmission Line Relocation Project.

Developed new mapping and set up a meeting with USDA, ANTHC, and APIA. With Nelson Lagoon President Butch Gunderson and Mark McNeley, presented the BIA funding match (listed above) that satisfies requirements for USDA funding participation in relocation of the community water transmission line. The result of the meeting is that Nelson Lagoon will submit an application (minimum competitiveness) to USDA for a Pre-planning and Development grant that would be managed by ANTHC.

Met with Akutan Mayor Joe Bereskin and Administrator Tuna Scanlan to discuss community hazard mitigation needs and submitted the report to Homeland Security.

Wrote sample letters and emailed to various organizations for support of AEB capital improvement requests to legislators for construction of the Cold Bay terminal building apron and Nelson Lagoon erosion control.

Projects In Process

Preparing for first AEB Planning Commission meeting (teleconference) scheduled for March 11, 2010.

The draft Renewable Energy Resource Assessment for Cold Bay, False Pass, and Nelson Lagoon was submitted by the contractor on February 5 for review and comment. The report was emailed out to the communities for review on February 5th. The comment period deadline is February 26.

Funding Awards

Received a \$90,000 funding award from Department of Homeland Security to contract for planning, shipping, installation, and provide training for warning sirens for the communities of Akutan and Cold Bay. Multiple staff participated in preparing the paperwork to acquire the funding.

To: Hon. Mayor Mack and AEB Assembly
From: Laura Tanis, AEB Communications Manager
Subject: Communications Manager's Report to the Assembly
Date: Feb. 17, 2010

Since the last Assembly meeting in January, I worked on and distributed three newsletters: two editions of *Fish News* and one edition of *In the Loop*. The contents included:

- **NOAA Hires New Asst. Administrator**
- **BOF Wraps up Deliberations**
- **Sand Point Seafoods Update**
- **Plane Crashes in Water Near Sand Point**
- **Akutan Set to Drill for Geothermal Power**
- **Hydroelectric Project to Reduce Energy Cost for Akutan**
- **Borough Launches AEB Fish Blog for Fishermen**

February has been a busy month so far. It began with setting up a Borough work room at the Egan Civic & Convention Center in Anchorage, where the Alaska Board of Fisheries (BOF) was holding its meetings Feb. 2 - 7, 2010. Beth Stewart and Sam Cotten were on hand to answer any questions about submitting testimony, etc. to the Board. I assisted whenever needed. Often, fishermen from our communities needed help with typing up their testimony, making 25 copies for the Board, etc. Once committees were formed and the board began deliberations on the proposals, I kept tabs on the results of the votes, made those results available in our space at the Egan and posted the results on the Borough's blog and Web site.

After the Board finished its work, I worked on the latest edition of *Fish News*, which included results from BOF and other fishing-related stories. That publication was distributed electronically on Friday, Feb. 12, 2010.

This week, I'm working on several tasks. One of them is to gather information for stories for *In the Loop*, which will go out Friday, Feb. 26, 2010. I also plan to draft a letter of recommendation for Sam Cotten to serve another term on the North Pacific Fishery Management Council. That letter will be signed by Mayor Mack and sent to the Governor for his consideration.

Aleutians East Borough February 2010 Legislative Report

By Mark Hickey, Borough Lobbyist

A Monthly Report

February 8, 2010

Significant Issues	New Legislation	Bills on the Move	Other Bills	AML Website
Page 1	Page 3	Page 4	Page 5	Page 8

Significant Issues

FY 2010/2011 Budget Summary: The state expects a surplus of nearly \$1.5 billion for the current fiscal year. Governor Parnell is proposing to use \$1.1 billion of this amount to forward fund K-12 education for FY 2011. This leaves about \$400 million for savings or supplemental appropriations in the current fiscal year.

Based on the current revenue forecast of an average price of \$76 per barrel of oil, a surplus of about \$500 million should be available beyond the spending proposed by the Governor for FY 2011. The Governor is proposing to use \$400 million of the projected surplus as an endowment to fund his merit performance scholarship program (*House Bill No. 297 / Senate Bill No. 224*).

Municipal Revenue Sharing Program: Governor Parnell's FY 2011 budget request includes \$60 million to replenish the Community Revenue Sharing Account. If accepted by the legislature, this action will result in the same funding levels that communities received in FY 2010.

K-12 Education Funding: Governor Parnell is proposing to fully fund K-12 education for FY 2011 with a supplemental appropriation to the FY 2010 budget, and forward fund K-12 education for FY 2012 with a deposit of \$1.1 billion in the Public Education Fund in the FY 2011 budget. There are built-in increases for FY 2011 to increase the Base Student Allocation (BSA) by \$100 and the area cost differential by 12.5% compared to the current level of funding. *House Bill No. 317* by the House Education Committee is a new bill proposing further increases for the K-12 foundation formula for an additional three years starting in FY 2012. The bill proposes an annual increase of \$125 to the BSA for FY 2012, FY 2013 and FY 2014.

FY 2011 Capital Budget: Governor Parnell's FY 2011 capital budget submittal focuses on resource development, infrastructure investment (including deferred maintenance on state facilities), and a few special priorities such as the University of Alaska's Life Science Building. It also includes a deposit of an additional \$25 million to the Renewable Energy Fund. Little was included for school major maintenance projects and nothing for school construction funding.

Most folks expect to see significant legislative additions if oil prices remain high given it is an election year and there was virtually no discretionary capital budget in the current fiscal year. The surplus available from the current fiscal year may be the primary source used.

The following table lists the Aleutians East Borough (AEB) projects included in the Governor’s submittal.

Project Name	Amount
False Pass: Sewer Collection System	\$406,618
Cold Bay: Airport Improvements (Runway Safety Areas)	\$6,000,000
Cold Bay: Airport Rescue & Firefighting Building Expansion	\$600,000

The Governor’s FY 2010 supplemental request includes one AEB project - King Cove Airport Fencing for \$1.3 million.

Municipal PERS/TRS Funding: The amount needed to meet the state’s required obligations established under the PERS/TRS cost share plan adopted two years ago is included the Governor’s FY 2011 operating budget request. The amount included is another \$357.6 million payment for PERS/TRS unfunded costs.

Federal Transportation Stimulus Funding - Round Two: Congress is given serious consideration to enacting another round of stimulus funding for transportation projects. DOT/PF is preparing a new list of projects that qualify for use of these funds. While the final legislation is not done, the current language requires that 50% of the funds be under contract award for construction within 90 days from bill passage, with the remaining 50% under award within one year. Work is underway to include the next phase of work on the King Cove - Cold Bay Road as part of the second list of projects.

Power Cost Equalization (PCE): Governor Parnell’s proposed FY 2011 operating budget includes full funding for the PCE program.

Municipal “Gag Act” Ballot Initiative: There is an approved initiative on the August 2010 primary ballot to prohibit any political subdivision (including municipalities or school districts) from using any tax revenues to lobby. Municipalities could no longer perform this work through a contract or by use of an employee. Nor could the Alaska Municipal League or Alaska School Board Association perform this work. Elected or appointed public officials can appear at hearings and are allowed to communicate with a legislator or staff member, though there is considerable ambiguity about what else is allowed. For example, it is not clear whether trips by these individuals to Juneau or Anchorage are allowed to lobby on behalf of the municipality or school district.

Another section of the initiative proposes severe limitations on who can make campaign contributions. For example, non-profit employees or board members (or members of their immediate family) would be prohibited from making any campaign contributions to “any candidates for any elected office of the state or any of its political subdivisions” if their organization is a recipient of a no-bid government contract awarded by the state or any of its political subdivisions. While there may be some room to debate what is covered, a “no-bid government contract” likely means any state or municipal grant unless there is an open, blind competitive bidding process.

CZM Management Program: SB 4 restores portions of the CZM program stripped out in the 2003 bill. HB 74 is a companion bill. SB 4 recently moved out of its first committee of referral.

New Legislation

This section describes new legislation of interest.

General Municipal Issues

Constitutional Amendment: Annexations &

Detachments: *House Joint Resolution No. 41* by Rep. Tammie Wilson (*R-North Pole*) proposes two changes to the Constitution. The first proposal changes the 45-day limit to the entire session for the legislature to disapprove a proposed LBC action. The second change requires approval by a majority of the voters within the affected area. This would have a direct bearing on any future consideration of the so-called “Super Borough” in Bristol Bay.

Alaska Transportation Infrastructure Fund:

House Bill No. 329 by the House Transportation Committee proposes the creation of a transportation infrastructure fund. *House Joint Resolution No. 42* is a companion proposal to enact a constitutional amendment to re-establish a dedicated transportation infrastructure fund. The proposal builds on a similar proposal by Governor Palin, but adds motor fuel taxes and vehicle registration fees as revenue sources, and puts forth an allocation scheme to be by mode, with funds set aside for roads, aviation, the ferry system, harbor and marine facilities, local community transportation and local service roads and trails.

Municipal Property Tax Exemptions: *Senate Bill No. 201* by Senators Linda Menard (*R-Wasilla*) and Charlie Huggins (*R-Wasilla*) increases the municipal property tax exemption for seniors and certain others from the first \$150,000 of property value to the first \$200,000 if the state fully funds reimbursement to all municipalities of the tax revenue not received. *Senate Bill No. 232* by Senators Bill Wielechowski (*D-Anchorage*) and Johnny Ellis (*D-Anchorage*) increases the amount a municipality may exempt or exclude residential property from taxation from \$20,000 to \$50,000 for any one residence.

Education

Parental Involvement in Schools: *House Bill No. 285* by Reps. Les Gara (*D-Anchorage*) and Chris Tuck (*D-Anchorage*) proposes to improve parental involvement in school through employment of parental involvement coordinators. The bill requires each school district to employ at least two persons to serve this role.

School Construction Debt Reimbursement: *House Bill No. 310* by the House Education Committee extends the school construction debt reimbursement program from November 30, 2010 until November 30, 2013. *Senate Bill No. 237* is a companion bill.

School Lunch Program: *Senate Bill No. 213* by three Anchorage majority members requires the state to fund a school lunch and breakfast program

Legislative Task Force on Higher Ed: *Senate Bill No. 221* by the Senate Education Committee creates a legislative advisory task force on higher education and career readiness. Membership in the 18 member group is very broad, with only two legislators.

Charter & Alternative School Funding: *Senate Bill No. 235* by the Senate Education Committee removes the current restriction of no more than 60 charters school operating in the state at any one time, and creates a new facilities construction, lease, and major maintenance grant program for charter schools.

Tax Credits for Educational Contributions: *Senate Bill No. 236* by the Senate Education Committee proposes two changes to the program established under *House Bill No. 61* enacted in 2008. One change adds post-secondary facilities, while the other change increases the current cap by allowing credit for 50% of any contributions that exceed \$200,000.

Fisheries/Resource Issues

Personal Use Fisheries Priority: *House Bill No. 266* by Rep. Bill Stoltze (*R-Chugiak*) proposes to give priority to all personal use fisheries when the harvest of a stock or species is limited to achieve an escapement goal. The stated intent is to protect subsistence. However, it is unclear whether the language accomplishes that goal.

Salmon Product Development Tax Credit: *Senate Bill No. 245* by the Senate Finance Committee extends the existing salmon product development tax credit another four years from the end of 2011 to the end of 2015.

Energy Issues

Energy Efficient Home Grant Fund: *House Bill No. 278* by several House members allows homeowners who qualify for the home energy rebate program to get a voucher that will assure the state will make payments as soon as the efficiency improvements are made.

Energy Efficiency Bonds/Loan Fund: *House Bill No. 296* by the Governor proposes a new energy efficiency revolving loan fund and authorizes municipalities to borrow money from the new fund. *Senate Bill No. 223* is a companion bill. The proposal is take \$18 million from the ARRA money accepted last summer and allow AHFC to leverage these funds and issue \$250 million in bonds to finance needed energy efficiency improvements.

Omnibus Energy Bills/State Energy Policy: *House Bill No. 305* and *House Bill No. 306* by the House Special Committee on Energy are two major bills developed over the interim. *HB 305* is an omnibus energy bill addressing a wide range of energy initiatives, while *HB 306* proposes putting a state energy policy into statute. *Senate Bill No. 220* by the Senate Resources Committee addresses many of the same issues. All three bills are receiving early attention.

Municipal Energy Improvements Program: *Senate Bill No. 212* by Senator Dennis Egan (*D-Juneau*) allows municipalities to establish special financing programs to support local energy efficiency improvements.

Bills on the Move

The information below provides updated information regarding bills of interest on the move.

Education

Career Assessments & Post-Secondary Courses for Secondary School Students: *HB 206* by the House Education Committee proposes two incentives to keep students in school: (1) add a student's career preparedness assessment score to their high school diploma; and (2) allow students who pass the High School Graduation Qualifying Exam to take college or vocational education credits for free until high school graduation. The bill is receiving active attention by House Education. A new section has been proposed to adjust the ADM count process to use an average.

Repeal Secondary School Exit Exams: *Senate Bill No. 109* by Senator Davis proposes the repeal of the state's secondary school exit exam requirements. This bill recently moved to Senate Community & Regional Affairs.

Other Bills

Other bills previously discussed are listed in this section.

General Municipal Issues

Facility Maintenance Fund: *HJR 23* by Rep. John Harris (*R-Valdez*) proposes a constitutional amendment to establish an endowed dedicated facility maintenance fund. *HJR 23* is in the House State Affairs Committee.

Redefine Alaska's Time Zones: *HJR 34* requests the U.S. Secretary of Transportation to place Alaska into three time zones. The resolution specifically requests placing the entire Kodiak Island Borough into the Pacific standard time zone with Anchorage and all parts of the state east of 154 degrees West longitude. No action occurred on this proposal.

Municipal Property Tax Exemption: *HB 10* addresses mandatory exemptions for residences of certain widows or widowers, college property, and certain fraternal organizations. *HB 10* remains in Senate Finance.

Eliminate Daylight Savings Time: *HB 19* would exempt the state and its political subdivisions from daylight savings time. The bill passed the House and is in Senate Finance.

Alcohol - Local Option/Licensing/Minors: *HB 91/SB 85* by the governor strengthens existing local option limitations. *SB 85* is now in Senate Finance.

Bicycle Program: *HB 132* authorizes municipalities to organize and encourage a bicycle use program. This bill remains in House Finance.

Traffic Control Devices: *HB 133* clarifies that statements in the Alaska Traffic Manual are not intended to set legal requirements for the installation of traffic control devices. No action has occurred on the bill.

Open Meetings: Exception & Definition: *HB 153* exempts meetings by municipal boards, committees, and commissions from the Open Meetings Act if the meeting is solely to act on administrative or managerial matters. *HB 153* is in House Rules.

Bypass Mail Rates: *SJR 12* requests the U.S. Postal Service to reduce the new postal rate increase on bypass mail in Alaska. No action occurred on this resolution.

Municipal Land Use Regulation: *SB 7* grandfathers existing uses and occupancies of real property that do not comply with changes made to municipal land use ordinances. No action has occurred on this bill.

Complaints Against Police Officers/VPSOs: *SB 19* requires the Department of Public Safety to establish procedures for filing complaints against department peace officers and VPSOs. The latest version, which removes VPSOs from the bill, remains in Senate Judiciary.

Repeal PERS/TRS Defined Contribution

Plans: *SB 23* repeals defined contribution retirements plans for PERS/TRS, and re-establishes defined benefit plans. *SB 23* has moved to Senate Finance.

Reemployment of Retirees: *SB 126* extends the sunset clause for the retired employee rehire program from July 1, 2009 to July 1, 2013. This bill is in Senate Finance. *HB 157* is a companion bill now in House Rules.

Residential Sprinkler Systems: *SB 129* prohibits the state or a municipality from requiring a sprinkler fire protection system in a single-family home or a residential building with not more than two dwellings. *HB 202* is a companion bill. The Senate version is in Senate Labor & Commerce.

Regional Transit Authorities: *SB 152* by Senator Charlie Huggins (*R-Wasilla*) provides state authorization for municipalities to create a regional transit authority. No action has occurred on this bill.

Water Access Easements: *SB 164* by Senator Bert Stedman (*R-Sitka*) reduces the width for water access easements from 25 feet to 10 feet, and limits its use to pedestrian access only. The bill also strengthens the notice to municipalities requirement in the case of a vacation or change. No action has occurred on the bill.

Internet Access Authority & Task Force: *SB 175* by Senator Joe Paskvan (*D-Fairbanks*) establishes a new authority and task force to address Internet access limitations and problems across Alaska. No action occurred on this bill.

Education

Repeal BSA Increases: *HB 1* eliminates the automatic increases to the BSA of \$100 for each of the next two years. This bill remains in its first committee of referral.

Class Size Reductions/Maximum Pupil-Teacher Ratios: *HB 23* proposes the creation of a grant program to encourage voluntary class size reductions. *HB 55* imposes a maximum pupil-teacher ratio in public schools. Both bills are sponsored by members of the House minority. Neither bill has been heard.

Compulsory School Attendance: *HB 33* increases the compulsory school age from 16 to 18 years of age. *Senate Bill No. 102* by Senator Bettye Davis (*D-Anchorage*) is a companion bill, which also addresses truancy issues. *HB 33* has not moved; *SB 102* is in Senate Finance.

Pre-Elementary School Programs: *HB 59* requires the state to develop a statewide early education plan and guidelines. This bill also requires the state to create a statewide early childhood education rating system. *HB 69* allows school districts to provide a voluntary pre-elementary program. Both bills are in House Finance. *SB 112/SB 122* are companion bills. No action has been taken on the Senate bills.

Education Funding for Instruction: *House Bill No. 147* by the House Education Committee repeals the 70% minimum expenditure for instruction requirement for public schools. *HB 147* remains in House Finance.

BSA Increases: *HB 160* proposes an additional \$100 increase to the BSA for FY 2009 and another \$100 for FY 2010. This bill remains in House Education.

School Construction Funding: *HB 180* adjusts the current participating share for a municipal school district for a construction or major maintenance grant by adding another step of a 20% local share between the 10% and 30% rates in law. *HB 180* is in House Finance.

Virtual Charter Schools: *HB 197* amends current law to allow open enrollment by students around Alaska to learn in a particular charter school discipline. It also proposes a reduction in the minimum average daily membership (ADM) from 150 to 140 for these schools. *HB 197* is in House Education.

Public Education of Homeless Students: *SB 28* requires a school district, to the extent feasible, to comply with the federal McKinney-Vento Homeless Education Assistance Improvement Act of 2001. *HB 126* and *SB 105* address the secondary public education of a homeless student, plus various foster care assistance issues. *SB 28* has not been heard, *HB 126* is in the House Health & Social Services Committee, and *SB 105* is in Senate Finance.

Fisheries/Resource Issues

Groundfish Fisheries Licenses: *House Joint Resolution No. 21* requests the North Pacific Fisheries Management Council to cease consideration of requirements for a pacific cod endorsement for a license limitation license holder to participate in the Gulf cod fisheries. *HJR 21* passed the House and is in Senate Rules.

Fisheries Loans for Energy Efficiency: *HB 20* expands current law to allow commercial fishing loans for energy efficiency upgrades. *HB 20* passed the House and is in Senate Resources.

Mining Production, License Taxes & Royalties: *HB 40* re-writes the state's existing mining tax structure. The bill increases the state's financial return on its mineral resources through a combination of adjustments. This bill does not address issues related to severance taxes. This bill has not been heard.

Board of Fisheries (BOF) Conflict of Interest: *HB 41* permits members of the BOF to participate in discussions, but not vote on matters involving a direct financial interest so long as that interest has been disclosed. This bill is in House Resources.

Mixing Zones: *HB 46* prohibits pollutant mixing zones in any spawning waters. There is a concern the bill may make it difficult for municipalities or villages to

permit new or expanded wastewater treatment plants. This bill remains in House Fisheries, but was heard recently.

Interest Forgiven on Certain Loans: *HB 96* by Rep. Bill Thomas (*R-Haines*) allows forgiveness on certain state loans secured by a lien placed on potential receipts from the Exxon Valdez oil spill litigation. No action occurred on this bill.

Board of Fisheries Meeting Location: *HB 117* requires the BOF hold a meeting in a particular regional area of the state if the only topic under consideration relates to that region. *HB 117* remains in House Fisheries.

Land Management: Hunting/Fishing/Trapping: *HB 183* by Rep. Craig Johnson (*R-Anchorage*) proposes a management scheme to prevent, to the greatest extent practical, any net loss of acreage available for sport, subsistence and commercial fishing, sport and subsistence hunting, and trapping opportunities. The bill requires annual reports by the Departments of Fish & Game and Natural Resources. *HB 183* is in House Fisheries.

Seafood Marketing Contracts: *HB 211* by Rep. Austerman proposes retention of a single, qualified marketing organization for seafood marketing. The contract can only be awarded if this entity provides a match of at least 30%. The match requirement increase to 50% on July 1, 2012. *HB 211* is in House Fisheries.

Energy Issues

Net Energy Metering: *HB 31* and *HB 66* establishes requirements to provide net energy metering by certain retail suppliers of electricity. The purpose of these bills is to promote more use of alternative energy by individual residential and commercial users. *SB 131* has been recently introduced as a companion bill. No action has occurred on these bills.

Energy Bonds/Investments: *HB 44* authorizes the Alaska Housing Finance Corporation \$100 million in bonding authorization for alternative energy and energy infrastructure development. *HB 44* remains in Senate Resources.

Alternative Energy Loan Fund Change: *HB 196* also by the House Energy Committee adds high efficiency wood pellet stoves to the definition of qualifying alternative energy systems. This bill is in House Finance.

Creating Department of Energy: *HB 218* by the House Special Committee on Energy establishes a new Department of Energy to consolidate all state energy programs in one agency. The bill transfers the Alaska Energy Authority and the home energy and weatherization program into the new department. *SB 185* is a companion bill. No action has been taken on these bills.

Renewable Energy Grant Requirements: *HB 219* by the House Special Committee on Energy creates new requirements for this program, including a provision that projects are likely to have a financial benefit that exceeds the amount of grant funds received. *SB 186* is a companion bill. No action has been taken on either bill.

Renewable Energy Tax Credits: *SB 31* provides a production tax credit against the Alaska Net Income Tax for commercial production using a renewable energy source. *SB 31* remains in Senate Finance.

Emergency Energy Relief Program: *SB 91* proposes the creation of an emergency energy relief program under the management of the Alaska Energy Authority. This bill remains in Senate Resources.

Rural Energy Assistance Program: *SB 115*, which establishes a new rural energy assistance program, has not moved. *SB 115* is in Senate Finance.

Emerging Energy Technology Fund: *SB 150* by Senator Lesil McGuire (*R-Anchorage*) proposes a new emerging energy technology fund to be administered by the Alaska Center for Energy and Power at the University of Alaska. *SB 150* is in Senate Finance.

Heating Fuel Energy Relief: *SB 162* by Senator Paskvan creates a program for heating fuel assistance to customers if crude oil exceeds \$75 a barrel. No action occurred on this proposal.

Statewide Energy & Plumbing Codes: *SB 167* by the Senate Resources Committee proposes amending the statewide building and plumbing codes to increase the energy requirements. No action has been taken.

AML Website

The Alaska Municipal League maintains a database on legislation of interest to local municipalities. This material can be accessed at <http://www.akml.org/>. Lists are maintained in four categories. A weekly AML Legislative E-Bulletin is also available. It can be found at the same link. Please let me know if anyone needs help in accessing this information, or wants me to fax a hard copy.

Hickey & Associates
Planning * Management * Lobbying

Telephone (907) 586-2263
Fax (907) 586-1097

211 Fourth Street; Suite 108; Juneau, AK 99801
E-mail mshickey@pci.net

Memorandum

To: Mayor Stanley Mack, Borough Assembly
& Manager Rick Gifford
Aleutians East Borough

From: Mark Hickey, Borough Lobbyist

Date: January 16, 2010

Subject: Lobbyist Report

This report provides a brief report on pertinent issues going into the legislative session scheduled to convene on January 19, 2010.

Community Revenue Sharing: Governor Parnell's FY 2011 budget request includes \$60 million to replenish the Community Revenue Sharing Account. This action if accepted by the Legislature will result in the same funding levels that communities received in FY 2010.

K-12 Education Funding: The Governor's FY 2011 budget fully funds K-12 education and forward funds K-12 education with a deposit of \$1.1 billion in the Public Education Fund. There are built-in increases for FY 2011 to increase the Base Student Allocation (BSA) and the area cost differential at similar levels of increase provided in the current fiscal year.

Retirement System Unfunded Liability: The Governor's budget proposes another \$357.6 million payment for PERS/TRS unfunded costs beyond the rates set by statute. I assume this amount covers both the state and municipal obligations, but have not been able to confirm it yet.

FY 2011 Capital Budget: Governor Parnell's proposed FY 2011 capital budget submittal focuses on resource development, infrastructure investment (including deferred maintenance on state facilities), and a few special priorities such as the University of Alaska's Life Science Building. It does include a deposit of an additional \$25 million to the Renewable Energy Fund. Little was included for school major maintenance projects and nothing for school construction funding.

Based on the current revenue forecast, which assumes an average price of \$76 per barrel of oil, there remains an expected surplus of about \$500 million available beyond the spending proposed by the Governor. Most folks expect to see some significant legislative additions if oil prices remain high given it is an election year and there was essentially no discretionary capital budget in the current fiscal year.

The following table lists projects within the Aleutians East Borough included in the Governor’s submittal.

Department	Project	Amount
Environ Conservation	False Pass: Sewer Collection System	\$406,618 (FED/GF)
Transportation	Cold Bay: Airport Improvements (Runway Safety Areas)	\$6,000,000 (FED AIP)
Transportation	Cold Bay: Airport Rescue & Firefighting Building Expansion	\$600,000 (FED FHWA)

Anti-Lobbying Ballot Initiative: I recently discovered there is an approved ballot initiative that will be on the August 2010 primary ballot (Ballot Measure #7) that would prohibit any political subdivision (including municipalities or school districts) from using any tax revenues or other “public resources” to lobby. A copy is attached.

As I read it, municipalities could no longer perform this work through a contract or by use of an employee. It would also prohibit the Alaska Municipal League or Alaska School Board Association from doing this work. Elected or appointed public officials can appear at hearings and are allowed to communicate with a legislator or staff member, though there is ambiguity about what is allowed. For example, it is unclear whether trips by these individuals to Juneau or Anchorage are allowed if the purpose is to lobby on behalf of the municipality or school district.

There is another section of the initiative proposing severe limitations on who can make campaign contributions. For example, it appears that non-profit employees or board members (or members of their immediate family) would be prohibited from making any campaign contributions to “any candidates for any elected office of the state or any of its political subdivisions” if their organization is a recipient of a no-bid government contract awarded by the state or any of its political subdivisions. While there may be some room to debate the effect, a “no-bid government contract” likely means any state or municipal grant unless there is an open, blind competitive bidding process. Collective bargaining agreements are explicitly included in the definition of a “government contract”, suggesting similar limitations on any public employees governed by a collective bargaining agreement.

Attachment

AN INITIATIVE CREATING AN ALASKA ANTI-CORRUPTION ACT

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

Restrictions to reduce corruption relating to certain public contracts.

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

Section (3) Non-Applicability of Less Protective Laws

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

Section (4) Severability

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

SOUTHWEST ALASKA MUNICIPAL CONFERENCE

RESOLUTION 2010-04

A RESOLUTION OF THE ALASKA MUNICIPAL CONFERENCE REGARDING SUPPORT FOR SENATE BILL 4 AND HOUSE BILL 74, WHICH MAKE AMENDMENTS TO THE ALASKA COASTAL MANAGEMENT PROGRAM

WHEREAS, one of the goals of the Southwest Alaska Municipal Conference is to preserve local government options to ensure municipal government can be highly responsive to unique local circumstances and to meet the mandate of the Alaska Constitution “to provide for maximum local self government;” and

WHEREAS, since its inception in 1977, the Alaska Coastal Management Program (ACMP) has provided Alaska’s coastal municipalities a powerful tool to promote responsible development while protecting coastal resources and uses; and

WHEREAS, a cornerstone of the ACMP has been the ability for municipalities organized as coastal districts to develop enforceable policies that address local circumstances and concerns; and

WHEREAS, changes to the ACMP statutes in 2003 and changes to the ACMP regulations in 2004 reduced the effectiveness of the ACMP, including a diminished role for coastal districts, including the inability to establish meaningful local enforceable policies, the removal of air and water quality from coordinated ACMP project reviews, and elimination of the Coastal Policy Council that facilitated public engagement in administrative and program decisions; and

WHEREAS, Senate Bill 4 and House Bill 74 would bring air and water quality issues back into the coordinated ACMP project review process; and

WHEREAS, Senate Bill 4 and House Bill 74 would establish the Coastal Policy Board which would restore the role of coastal districts and state agencies in making policy decisions for coastal management including the approval of coastal district plans, amendments to ACMP regulations, and overall ACMP grant programs.

NOW, THEREFORE BE IT RESOLVED that the Southwest Alaska Municipal Conference supports Senate Bill 4 and House bill 74 and urges the Alaska State Legislature to pass these bills which would restore meaningful local participation in the ACMP.

PASSED AND ADOPTED by a duly constituted quorum of the Southwest Alaska Municipal Conference Membership this Fifth day of February, 2010.

Signed:

Attest:



Alice Ruby
President

Michael Catsi
Executive Director

Public Comments

Assembly Comments

Date & Location of Next Meeting

Adjournment