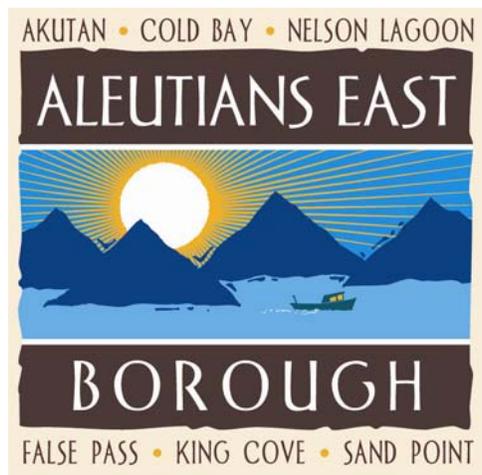


# Aleutians East Borough Assembly Meeting

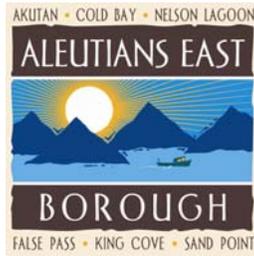


**Workshop: Tuesday, May 31, 2011 – 3:00 p.m.**

**Meeting: Tuesday, May 31, 2011 – 5:30 p.m.**

# Roll Call & Establishment of a Quorum

# Adoption of Agenda



## **Agenda**

### Assembly Meeting

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

**Date:** May 31, 2011  
**Time:** Workshop: 3:00 p.m.  
Meeting: 5:30 p.m.  
**Location:** Cold Bay - Community Center

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

1. Roll Call & Establishment of Quorum
2. Adoption of the Agenda.
3. Community Roll Call and Public Comment on Agenda Items.
4. Minutes
  - April 23, 2011
5. Financial Reports
  - Financial Report, April 2011
  - Investment Report
    - April 2011
6. Consent Agenda
  - Resolution 11-22, Assembly electing to participate in the AMLJIA 2012 Loss Control Incentive Program.
  - Resolution 11-23, Aleutians East Borough prohibiting discrimination in employment on the basis of race, color, sex, religion, family status, age or national origin.
  - Resolution 11-24, Aleutians East Borough prohibiting discrimination in the sale, rental, leasing, and/or financing of housing or land to be used for construction or housing or in the provision of brokerage services.
7. Resolutions
  - Resolution 11-25, Supporting the City of Akutan's petition to the State of Alaska Local Boundary Commission for Annexation of territory to the City of Akutan.
8. Public Hearings
  - Ordinance 11-02, Adopting the FY12 Operating Budget.
  - Ordinance 11-04, to place before the voters a question to Opt-out from the state of Alaska Financial Disclosure requirement and adopt an AEB Financial Disclosure Statement.
  - Ordinance 11-05, to Adopt a Severance Tax.
9. Old Business

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

10. New Business

*None*

11. Reports & Updates

12. Assembly Comments

13. Public Comments

14. Next Meeting Date and Time

15. Adjournment

# Minutes

Aleutians East Borough  
April 23, 2011  
11:00 A.M.

CALL TO ORDER

Mayor Mack called the April 23, 2011 Assembly meeting to order at 11:00 a.m. at the Akutan city office building.

ROLL CALL

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

Advisory Members:

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

A quorum was present.

Others Present:

Sharon Boyette, Administrator  
Roxann Newman, Finance Director  
Tina Anderson, Clerk  
Ernie Weiss, Community Development Director

Agenda Additions/changes:

- NEW BUSINESS, COLD BAY ADMINISTRATIVE ASSISTANCE
- OLD BUSINESS, SAND PT ROBERT E. GALOVIN SMALL BOAT HARBOR

Adoption of Agenda:

Joe moved to adopt the agenda with the additions and seconded by Bill. There were no objections the agenda was approved.

Community roll call and public comment on Agenda items:

There are no audio conference locations at this face-to-face meeting. There were no public comments.

Minutes, March 23, 2011:

MOTION

Justine moved to approve and seconded by Marvin. Hearing no objections the March 23, 2011 minutes are approved as presented.

Financial Report, March, 2011:

MOTION

Joe moved to approve and seconded by Marvin.

#### ROLL CALL

Justine-yes, Paul S.-yes, Paul G.-yes, Bill-yes, Joe-yes, Marvin-yes. MOTION PASSED.

#### CONSENT AGENDA

- Resolution 11-21, FY12 Community Revenue Sharing Application.
- Introduction Ordinance 11-02, Adopting the FY12 Operating Budget.
- Introduction Ordinance 11-05, Adopting a Severance Tax.

#### MOTION

Paul G. moved to adopt the Consent Agenda and advance ordinances to public hearing. Seconded by Justine.

#### DISCUSSION

Paul G. said he feels we have ample opportunity to change budget at next meeting. Marvin agrees.

Joe asked about Aleutia taxes. The Administrator explained that we collect the tax on specific poundage of crab which is given to Aleutia. Aleutia then makes payment to Peter Pan Seafoods for the processor quota shares (PQS) purchased. Justine noted that the AEB put Aleutia in this position to do this on behalf of AEB. Mayor Mack said when Nichiro merged with Maruha, they had to sell processor quota shares. The Administrator said that Aleutia, as the ROFR (Right of First Refusal) entity was given first opportunity to buy the PQS. The AEB is giving 5 years of the tax collected on the crab, as well as city of King Cove, to Aleutia for PQS payments keeping product in King Cove.

#### ROLL CALL

Joe-yes, Paul G.-yes, Bill-yes, Marvin-yes, Paul S.-yes, Justine-yes. MOTION PASSED.

Introduction Ordinance 11-03, to place before the voters a question to Opt-out from the state of Alaska Financial Disclosure requirement:

#### MOTION

Paul G. moved to table Ordinance 11-03 indefinitely. Seconded by Marvin.

#### ROLL CALL

Marvin-yes, Justine-yes, Paul S.-yes Paul G.-yes, Joe-yes, Bill-yes. MOTION PASSED

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

#### MOTION

Joe moved to advance Ordinance 11-04 to public hearing and seconded by Marvin.

#### ROLL CALL

Bill-yes, Paul G.-yes Justine-yes, Joe-yes, Marvin-yes, Paul S.-yes. MOTION PASSED.

ADF&G funding request - SEDM Genetic Stock Identification project discussion:

Paul G. said ADF&G, Eric Volk, said the two years of DNA sampling and stock identification will be available for consideration at the Board of Fisheries meeting in 2013 so, will be able to have good data available to us. He further explained that the WASSIP program has sampling locations in

groupings. If stock comes from farther eastward, they will be grouped in another category. Feels it has a potential to help the fishermen. Mayor Mack said Eric Volk also called him and expressed the same. The Resource Director is setting up a meeting in May in Sand Point to organize the test fishery.

**Sand Point Robert E. Galovin Small Boat Harbor:**

Paul G. said when we discuss community projects funding further at the next meeting, supports developing a policy whether a one time dispersement or continual annual dispersements. City of Sand Point is trying to get more money for the small boat harbor repairs and is a worthwhile project and will support that project after a policy is in place. Mayor Mack will introduce something at next meeting.

**Lease or sale request for 1 acre, Entrance Point, Port Moller:**

Thomas Bertman, a commercial fisherman out of Port Moller, has requested to lease or purchase one acre of land at Entrance Point, Port Moller. Written request is in the packet. The AEB received the lands as one of the land entitlement selections. The lease initially belonged to Chuck Myers, then Kris Fanning occupied until he passed away. Tom Berkman, would like to utilize the cabin on the property. He is not interested in operating a set net operation but to maintain building.

Paul G. asked if Mr. Bertman would accept a short term lease, not long term. His letter states he may have an agreement with present structure owner, but not definite. Mayor Mack recommended holding off until the Sandy River land issue is resolved. Justine said we made the decision to not sell land, but to lease only. Paul S. does not want to see a structure begin to deteriorate, but understands the Mayor's recommendation and will follow that. He added that the state of Alaska does one year leases. Paul G. asked if there is documentation filed on ownership of building. He added that there are quite a few questions including proof of ownership of building.

Mayor Mack will get more information for next meeting.

**Community Projects funding discussion:**

The Administrator said we discussed the Sand Point harbor, and Paul S. brought up the Cold Bay dock being in poor condition. As we consider those two communities, suggested we also consider the other communities as well. She reviewed DOT report and Anne's transportation report to determine projects. If the Assembly wants to, we can discuss all the marine facilities and needs. This also mils into the discussion of permanent fund use. The Administrator pointed out that the last time we used the permanent fund was 10 years ago -- Cold Bay and King Cove dock repairs. She agrees with Paul S. that the Cold Bay dock is in serious condition, if we don't repair, it won't be a usable dock.

Paul G. voiced his dissatisfaction about the AEB having used poor quality material for the dock during its construction, which is the worse part of that dock. He added that when we do figure out how to repair he would like to incorporate a wave barrier. Mayor Mack said when dock was built it was built by the state of Alaska for fuel depot. AEB constructed the addition, then AMHS put an addition on the dock before the ferry started operating. He is inclined to believe that the cement causeway is a big concern and perhaps we can leverage some money from the state. When the state was moving a large piece of equipment ashore, they cracked the concrete on the causeway. They repaired the concrete with patchwork but did not repair the railing. He feels the state should assist with the repairs. Mayor Mack will discuss with Cold Bay Mayor further.

Paul G. said report states new dock structure is the worst. The AEB spent \$250,000 last time to do the repairs and feels a welder with a skiff during low water could accomplish the job for \$10-20,000 instead of \$250,000.

#### Cold Bay Administrative Assistance:

Marvin said he looked at the financials that the city of Cold Bay receives from dock revenues, which go towards administration costs. He is concerned about the amount of money AEB puts into the dock and not happy with the revenues being missed and not collected at the dock. He understands that they are in dire straits of further administrative assistance and feels in regards to the dock someone should look into. Mayor Mack said we have a department that assists the smaller communities when they ask for assistance. He also added that new revenue sources, like city sales tax, considered by the council have failed. The city does have a bed tax and sewer/ water charges. The dock also generates some revenue. Paul S. had not heard the city needs assistance. His biggest concern is the dock condition and if fuel can't be transferred the city will be in dire straits. The Administrator said she has worked closely with Cold Bay for 19 years. Their 2% fuel tax was able to sustain the community. They have two employees, a clerk and a maintenance person. However, they don't have anyone at dock permanently to capture all the revenues coming across the dock. Mayor Mack will meet with city of Cold Bay Mayor Lopez to discuss further.

#### Funding Requests:

The AEB received funding requests from King Cove Fire Dept. scholarship fund raiser, Cold Bay EMS services fund raiser and the Sand Point Teen Center.

Paul G. said the Administration reviewed and AEB has enough money and looking for a recommendation. Mayor Mack said they don't have a figure on their requests. He suggested working with the Finance Director to come up with a figure for the requests. There were no objections. Mayor Mack said there are two other requests on his desk, one from George Cromer and city of Sand Point. Mayor Mack will determine the donation amounts.

#### REPORTS AND UPDATES

Reports are in the packet.

Paul G. said missing a report from Resource Dept. Administrator said a request was made although the Resource Director has been sick recently.

Justine requested a redistricting update. Ernie said next week there is a public hearing in Cold Bay. Ernie said on maps we will remain with the same district. Mayor Mack recommends that we support Bristol Bay redistricting proposal.

Paul G. said in regards to part B, senate district, asked about chances of being included in Kodiak district since we might have more in common with them than Bethel. Mayor Mack said one plan submitted included part of Kodiak. Ernie suggests thanking the redistricting board for having such an open process. Mayor Mack recommends supporting the Bristol Bay proposal for house district. Joe suggests not supporting a plan that is not a board option. Mayor Mack recommends still supporting the Bristol Bay option which is also supported by Representative Bryce Edgecom.

Mayor Mack asked if anyone had objections of him supporting the Bristol Bay option. There were none.

**PUBLIC COMMENTS**

Hugh Pelkey asked about the background of the Cold Bay dock and voiced concern about the safe crossing load having been exceeded. He asked if vehicles coming off of ferry to cross dock are charged. Answer was yes.

George Cromer reminded Mayor Mack about his funding request to purchase prizes for participants during the “kick butts” day to bring awareness on the impacts from cigarette butts. He has also been working with Eastern Aleutian Tribes on project.

**ASSEMBLY COMMENTS**

Joe said when we gave funding to communities for community projects, False Pass requested to use the funding for administrative costs. He does not support allowing funds to be used like that because he felt other municipalities will follow. Mayor Mack pointed out that False Pass lost revenues when Peter Pan Seafoods left False Pass. He hopes APICDA processing operation will bring revenues back up.

Mayor Mack has been working on getting an apron to the Cold Bay terminal to attract larger aircrafts and Coast Guard usage. Also, in talking to some of the business owners it is difficult to get business operations in Cold Bay.

Paul G. concerned about what Resource Dept. directions are given and hopes the mayor continues to give good direction to the department. Mayor Mack will take that under advisement.

**NEXT MEETING AND DATE**

May 31 in Cold Bay

**ADJOURNMENT**

Paul G. moved to adjourn and seconded by Justine. Hearing no objections the meeting adjourned at 12:46 p.m.

\_\_\_\_\_  
Mayor

\_\_\_\_\_  
Date

\_\_\_\_\_  
Clerk

\_\_\_\_\_  
Date

# Financial Report

**ALEUTIANS EAST BOROUGH**

05/05/11 2:24 PM

**\*Revenue Guideline©**

Page 1

Current Period: APRIL 10-11

		10-11	10-11	APRIL	10-11	% of
		YTD Budget	YTD Amt	MTD Amt	YTD Balance	Budget
<b>Fund 01 GENERAL FUND</b>						
Active	R 01-201 INTEREST REVENUE	\$35,000.00	\$4,364.19	(\$158.61)	\$30,635.81	12.47%
Active	R 01-203 OTHER REVENUE	\$7,000.00	\$3,830.40	\$0.00	\$3,169.60	54.72%
Active	R 01-204 OPERATING TRANSFER F	\$0.00	\$0.00	\$0.00	\$0.00	100.00%
Active	R 01-206 AEBSD Fund Balance Refun	\$0.00	\$461,727.14	\$0.00	-\$461,727.14	100.00%
Active	R 01-218 AEB RAW FISH TAX	\$2,635,000.00	\$3,508,063.61	\$493,430.27	-\$873,063.61	133.13%
Active	R 01-229 Southwest Cities LLC	\$45,300.11	\$45,300.11	\$0.00	\$0.00	100.00%
Active	R 01-265 STATE RAW FISH TAX	\$1,581,127.95	\$1,581,127.95	\$0.00	\$0.00	100.00%
Active	R 01-266 STATE EXTRATERRITORIA	\$108,350.00	\$171,956.73	\$0.00	-\$63,606.73	158.70%
Active	R 01-267 STATE FISH LANDING TAX	\$45,115.00	\$48,815.70	\$0.00	-\$3,700.70	108.20%
Active	R 01-268 State"Loss" Of Raw Fish Tax	\$0.00	\$0.00	\$0.00	\$0.00	100.00%
Active	R 01-270 STATE REVENUE OTHER	\$407,309.00	\$407,309.00	\$0.00	\$0.00	100.00%
Active	R 01-276 AEB SCHOOL	\$0.00	\$0.00	\$0.00	\$0.00	100.00%
Active	R 01-277 STATE BOND REBATE	\$1,045,464.00	\$313,114.00	\$0.00	\$732,350.00	29.95%
Active	R 01-278 COASTAL MANAGEMENT	\$17,000.00	\$8,533.65	\$0.00	\$8,466.35	50.20%
Active	R 01-291 PLO-95 PAYMNT IN LIEU O	\$559,000.00	\$0.00	\$0.00	\$559,000.00	0.00%
Active	R 01-292 USFWS LANDS	\$36,256.00	\$0.00	\$0.00	\$36,256.00	0.00%
<b>Total Fund 01 GENERAL FUND</b>		<b>\$6,521,922.06</b>	<b>\$6,554,142.48</b>	<b>\$493,271.66</b>	<b>-\$32,220.42</b>	<b>100.49%</b>

**ALEUTIANS EAST BOROUGH**

05/05/11 2:24 PM

**\*Expenditure Guideline©**

Page 1

Current Period: APRIL 10-11

		10-11	10-11	APRIL	10-11	% of
		YTD Budget	YTD Amt	MTD Amt	YTD Balance	Budget
<b>Fund 01 GENERAL FUND</b>						
<b>DEPT 100 MAYORS OFFICE</b>						
Active	E 01-100-000-300 SALARIES	\$67,204.00	\$56,003.20	\$5,600.32	\$11,200.80	83.33%
Active	E 01-100-000-350 FRINGE BENEFITS	\$25,282.00	\$22,319.80	\$2,231.98	\$2,962.20	88.28%
Active	E 01-100-000-400 TRAVEL AND PER	\$36,000.00	\$16,400.15	\$3,244.90	\$19,599.85	49.08%
Active	E 01-100-000-425 TELEPHONE	\$2,400.00	\$1,272.39	\$99.31	\$1,127.61	53.02%
Active	E 01-100-000-475 SUPPLIES	\$1,000.00	\$477.93	\$0.00	\$522.07	47.79%
Active	E 01-100-000-554 AK LOBBIST	\$36,000.00	\$30,000.00	\$6,000.00	\$6,000.00	91.67%
Active	E 01-100-000-555 FEDERAL LOBBIST	\$75,600.00	\$63,000.00	\$12,600.00	\$12,600.00	83.33%
	<b>SUBDEPT 000</b>	<u>\$243,486.00</u>	<u>\$189,473.47</u>	<u>\$29,776.51</u>	<u>\$49,742.53</u>	<u>77.82%</u>
	<b>Total DEPT 100 MAYORS OFFICE</b>	\$243,486.00	\$189,473.47	\$29,776.51	\$49,742.53	77.82%
<b>DEPT 105 ASSEMBLY</b>						
Active	E 01-105-000-300 SALARIES	\$25,000.00	\$14,000.00	\$1,200.00	\$11,000.00	56.00%
Active	E 01-105-000-350 FRINGE BENEFITS	\$55,702.00	\$60,416.93	\$4,811.75	-\$4,714.93	108.46%
Active	E 01-105-000-400 TRAVEL AND PER	\$40,000.00	\$35,033.53	\$2,783.00	\$4,966.47	87.58%
Active	E 01-105-000-425 TELEPHONE	\$4,500.00	\$3,042.50	\$340.25	\$1,457.50	67.61%
Active	E 01-105-000-475 SUPPLIES	\$500.00	\$362.00	\$0.00	\$138.00	72.40%
Active	E 01-105-000-476 Plan Evaluation	\$10,000.00	\$0.00	\$0.00	\$10,000.00	0.00%
	<b>SUBDEPT 000</b>	<u>\$135,702.00</u>	<u>\$112,854.96</u>	<u>\$9,135.00</u>	<u>\$22,847.04</u>	<u>83.16%</u>
	<b>Total DEPT 105 ASSEMBLY</b>	\$135,702.00	\$112,854.96	\$9,135.00	\$22,847.04	83.16%
<b>DEPT 150 PLANNING/CLERKS DEPARTMENT</b>						
Active	E 01-150-000-300 SALARIES	\$79,220.00	\$58,228.74	\$6,815.15	\$20,991.26	73.50%
Active	E 01-150-000-350 FRINGE BENEFITS	\$26,858.00	\$22,520.91	\$2,479.28	\$4,337.09	83.85%
Active	E 01-150-000-380 CONTRACT LABO	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 01-150-000-400 TRAVEL AND PER	\$12,500.00	\$6,361.60	\$574.51	\$6,138.40	50.89%
Active	E 01-150-000-425 TELEPHONE	\$7,500.00	\$4,551.60	\$346.01	\$2,948.40	63.51%
Active	E 01-150-000-450 POSTAGE/SPEED	\$500.00	\$209.08	\$0.00	\$290.92	41.82%
Active	E 01-150-000-475 SUPPLIES	\$9,000.00	\$4,361.37	\$87.45	\$4,638.63	48.46%
Active	E 01-150-000-500 EQUIPMENT	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 01-150-000-526 UTILITIES	\$12,000.00	\$19,438.02	\$1,932.92	-\$7,438.02	161.98%
Active	E 01-150-000-530 DUES AND FEES	\$5,000.00	\$1,910.70	\$35.00	\$3,089.30	38.21%
Active	E 01-150-000-650 ELECTION	\$8,300.00	\$7,616.47	\$0.00	\$683.53	91.76%
Active	E 01-150-000-670 Planning Commissio	\$7,000.00	\$0.00	\$0.00	\$7,000.00	0.00%
Active	E 01-150-000-961 OIL & GAS STUDY-	\$10,000.00	\$0.00	\$0.00	\$10,000.00	0.00%
	<b>SUBDEPT 000</b>	<u>\$177,878.00</u>	<u>\$125,198.49</u>	<u>\$12,270.32</u>	<u>\$52,467.68</u>	<u>70.38%</u>
Active	E 01-150-051-300 SALARIES	\$11,550.00	\$5,290.26	(\$484.74)	\$6,259.74	45.80%
Active	E 01-150-051-350 FRINGE BENEFITS	\$3,850.00	\$1,909.39	(\$15.61)	\$1,940.61	49.59%
Active	E 01-150-051-400 TRAVEL AND PER	\$1,600.00	\$2,734.00	\$600.00	-\$1,134.00	170.88%
	<b>SUBDEPT 051 State Coastal Management</b>	<u>\$17,000.00</u>	<u>\$9,933.65</u>	<u>\$99.65</u>	<u>\$7,066.35</u>	<u>58.43%</u>
	<b>Total DEPT 150 PLANNING/CLERKS DEPARTMENT</b>	\$194,878.00	\$135,132.14	\$12,369.97	\$59,534.03	69.34%
<b>DEPT 200 ADMINISTRATION</b>						
Active	E 01-200-000-300 SALARIES	\$253,681.00	\$196,680.50	\$13,192.40	\$57,000.50	77.53%
Active	E 01-200-000-350 FRINGE BENEFITS	\$87,462.00	\$57,590.13	\$4,208.40	\$29,871.87	65.85%
Active	E 01-200-000-380 CONTRACT LABO	\$25,000.00	\$20,008.36	\$1,500.00	\$4,991.64	86.03%
Active	E 01-200-000-382 ANCHORAGE OFFI	\$0.00	\$3,030.70	(\$10,584.18)	-\$3,030.70	0.00%
Active	E 01-200-000-400 TRAVEL AND PER	\$15,000.00	\$14,784.60	\$2,019.30	\$215.40	98.56%
Active	E 01-200-000-425 TELEPHONE	\$6,000.00	\$9,700.97	\$1,455.76	-\$3,700.97	161.68%
Active	E 01-200-000-450 POSTAGE/SPEED	\$2,500.00	\$1,019.26	(\$273.10)	\$1,480.74	40.77%
Active	E 01-200-000-475 SUPPLIES	\$18,120.00	\$6,204.69	\$400.28	\$11,915.31	34.24%
Active	E 01-200-000-500 EQUIPMENT	\$4,500.00	\$0.00	\$0.00	\$4,500.00	0.00%
Active	E 01-200-000-525 RENTAL/LEASE	\$36,980.00	\$31,568.37	\$6,330.34	\$5,411.63	85.37%

**ALEUTIANS EAST BOROUGH**

05/05/11 2:24 PM

**\*Expenditure Guideline©**

Page 2

Current Period: APRIL 10-11

		10-11	10-11	APRIL	10-11	% of
		YTD Budget	YTD Amt	MTD Amt	YTD Balance	Budget
Active	E 01-200-000-530 DUES AND FEES	\$1,500.00	\$1,458.64	\$75.00	\$41.36	97.24%
<b>SUBDEPT 000</b>		<b>\$450,743.00</b>	<b>\$342,046.22</b>	<b>\$18,324.20</b>	<b>\$98,180.67</b>	<b>75.88%</b>
<b>Total DEPT 200 ADMINISTRATION</b>		<b>\$450,743.00</b>	<b>\$342,046.22</b>	<b>\$18,324.20</b>	<b>\$98,180.67</b>	<b>75.88%</b>
<b>DEPT 250 FINANCE DEPARTMENT</b>						
Active	E 01-250-000-300 SALARIES	\$102,811.00	\$85,443.88	\$7,973.66	\$17,367.12	83.11%
Active	E 01-250-000-350 FRINGE BENEFITS	\$43,702.00	\$37,342.44	\$4,076.28	\$6,359.56	85.45%
Active	E 01-250-000-380 CONTRACT LABO	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 01-250-000-400 TRAVEL AND PER	\$4,000.00	\$6,712.82	\$195.00	-\$2,712.82	167.82%
Active	E 01-250-000-425 TELEPHONE	\$5,000.00	\$3,376.81	\$314.19	\$1,623.19	67.54%
Active	E 01-250-000-450 POSTAGE/SPEED	\$2,500.00	\$2,224.22	\$500.00	\$275.78	88.97%
Active	E 01-250-000-475 SUPPLIES	\$10,500.00	\$12,218.69	\$1,110.81	-\$1,718.69	121.96%
Active	E 01-250-000-500 EQUIPMENT	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 01-250-000-526 UTILITIES	\$4,000.00	\$2,018.84	\$136.31	\$1,981.16	50.47%
Active	E 01-250-000-550 AUDIT	\$45,000.00	\$33,708.25	\$3,381.25	\$11,291.75	74.91%
<b>SUBDEPT 000</b>		<b>\$217,513.00</b>	<b>\$183,045.95</b>	<b>\$17,687.50</b>	<b>\$33,880.44</b>	<b>84.15%</b>
<b>Total DEPT 250 FINANCE DEPARTMENT</b>		<b>\$217,513.00</b>	<b>\$183,045.95</b>	<b>\$17,687.50</b>	<b>\$33,880.44</b>	<b>84.15%</b>
<b>DEPT 650 RESOURCE DEPARTMENT</b>						
Active	E 01-650-000-300 SALARIES	\$115,976.00	\$101,311.76	\$9,664.64	\$14,664.24	87.36%
Active	E 01-650-000-350 FRINGE BENEFITS	\$37,880.00	\$32,586.97	\$3,269.26	\$5,293.03	86.03%
Active	E 01-650-000-380 CONTRACT LABO	\$60,000.00	\$50,000.00	\$5,000.00	\$10,000.00	83.33%
Active	E 01-650-000-400 TRAVEL AND PER	\$35,000.00	\$14,736.61	\$604.90	\$20,263.39	42.10%
Active	E 01-650-000-402 NPFMC Meetings	\$15,000.00	\$18,975.53	\$2,452.53	-\$3,975.53	126.50%
Active	E 01-650-000-403 BOF Meetings	\$25,000.00	\$1,971.65	\$0.00	\$23,028.35	7.89%
Active	E 01-650-000-425 TELEPHONE	\$5,200.00	\$3,505.08	\$214.91	\$1,694.92	70.10%
Active	E 01-650-000-450 POSTAGE/SPEED	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 01-650-000-475 SUPPLIES	\$3,000.00	\$1,807.00	\$47.00	\$1,193.00	60.23%
Active	E 01-650-000-500 EQUIPMENT	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
<b>SUBDEPT 000</b>		<b>\$297,056.00</b>	<b>\$224,894.60</b>	<b>\$21,253.24</b>	<b>\$72,021.48</b>	<b>75.71%</b>
<b>Total DEPT 650 RESOURCE DEPARTMENT</b>		<b>\$297,056.00</b>	<b>\$224,894.60</b>	<b>\$21,253.24</b>	<b>\$72,021.48</b>	<b>75.71%</b>
<b>DEPT 651 PUBLIC INFORMATION</b>						
Active	E 01-651-011-300 SALARIES	\$82,766.00	\$68,971.20	\$6,897.12	\$13,794.80	83.33%
Active	E 01-651-011-350 FRINGE BENEFITS	\$29,760.00	\$26,248.56	\$3,621.72	\$3,511.44	88.20%
Active	E 01-651-011-400 TRAVEL AND PER	\$15,000.00	\$7,158.05	\$0.00	\$7,841.95	47.72%
Active	E 01-651-011-425 TELEPHONE	\$2,400.00	\$983.14	\$110.41	\$1,416.86	40.96%
Active	E 01-651-011-450 POSTAGE/SPEED	\$250.00	\$0.00	\$0.00	\$250.00	0.00%
Active	E 01-651-011-475 SUPPLIES	\$4,500.00	\$1,104.50	\$78.38	\$3,395.50	25.81%
Active	E 01-651-011-525 RENTAL/LEASE	\$6,800.00	\$6,485.50	\$1,300.52	\$314.50	95.38%
Active	E 01-651-011-532 ADVERTISING	\$25,000.00	\$13,194.45	\$0.00	\$11,805.55	52.78%
<b>SUBDEPT 011 PUBLIC INFORMATION</b>		<b>\$166,476.00</b>	<b>\$124,145.40</b>	<b>\$12,008.15</b>	<b>\$42,273.52</b>	<b>74.57%</b>
<b>Total DEPT 651 PUBLIC INFORMATION</b>		<b>\$166,476.00</b>	<b>\$124,145.40</b>	<b>\$12,008.15</b>	<b>\$42,273.52</b>	<b>74.57%</b>
<b>DEPT 700 PUBLIC WORKS DEPARTMENT</b>						
Active	E 01-700-000-300 SALARIES	\$71,112.00	\$61,250.00	\$5,926.00	\$9,862.00	86.13%
Active	E 01-700-000-350 FRINGE BENEFITS	\$26,911.00	\$23,813.64	\$2,379.30	\$3,097.36	88.49%
Active	E 01-700-000-380 CONTRACT LABO	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 01-700-000-400 TRAVEL AND PER	\$12,000.00	\$4,491.90	\$328.00	\$7,508.10	37.43%
Active	E 01-700-000-425 TELEPHONE	\$1,500.00	\$1,490.83	\$93.61	\$9.17	105.73%
Active	E 01-700-000-450 POSTAGE/SPEED	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 01-700-000-475 SUPPLIES	\$6,000.00	\$3,775.24	\$164.49	\$2,224.76	62.92%
Active	E 01-700-000-500 EQUIPMENT	\$1,500.00	\$0.00	\$0.00	\$1,500.00	0.00%
Active	E 01-700-000-525 RENTAL/LEASE	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 01-700-000-526 UTILITIES	\$2,500.00	\$2,558.39	\$64.47	-\$58.39	102.34%
<b>SUBDEPT 000</b>		<b>\$121,523.00</b>	<b>\$97,380.00</b>	<b>\$8,955.87</b>	<b>\$24,047.95</b>	<b>80.13%</b>

**ALEUTIANS EAST BOROUGH**

05/05/11 2:24 PM

**\*Expenditure Guideline©**

Page 3

Current Period: APRIL 10-11

		10-11 YTD Budget	10-11 YTD Amt	APRIL MTD Amt	10-11 YTD Balance	% of Budget
<b>Total DEPT 700 PUBLIC WORKS DEPARTMENT</b>		\$121,523.00	\$97,380.00	\$8,955.87	\$24,047.95	80.13%
<b>DEPT 844 KCAP</b>						
Active	E 01-844-000-300 SALARIES	\$4,500.00	\$0.00	\$0.00	\$4,500.00	0.00%
Active	E 01-844-000-350 FRINGE BENEFITS	\$6,000.00	\$0.00	\$0.00	\$6,000.00	0.00%
Active	E 01-844-000-400 TRAVEL AND PER	\$0.00	\$2,340.10	(\$380.00)	-\$2,340.10	0.00%
Active	E 01-844-000-425 TELEPHONE	\$2,120.00	\$492.21	\$64.47	\$1,627.79	23.22%
Active	E 01-844-000-475 SUPPLIES	\$3,600.00	\$151.28	\$21.75	\$3,448.72	4.20%
Active	E 01-844-000-525 RENTAL/LEASE	\$7,580.00	\$6,485.50	\$1,300.52	\$1,094.50	85.56%
<b>SUBDEPT 000</b>		\$23,800.00	\$9,469.09	\$1,006.74	\$14,330.91	39.79%
<b>Total DEPT 844 KCAP</b>		\$23,800.00	\$9,469.09	\$1,006.74	\$14,330.91	39.79%
<b>DEPT 850 EDUCATION</b>						
Active	E 01-850-000-700 LOCAL SCHOOL C	\$1,388,000.00	\$991,000.00	\$397,000.00	\$397,000.00	71.40%
Active	E 01-850-000-701 SCHOOL SCHOLA	\$20,000.00	\$0.00	\$0.00	\$20,000.00	0.00%
Active	E 01-850-000-703 School Contribution	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 01-850-000-756 STUDENT TRAVEL	\$5,000.00	\$0.00	\$0.00	\$5,000.00	0.00%
<b>SUBDEPT 000</b>		\$1,413,000.00	\$991,000.00	\$397,000.00	\$422,000.00	70.13%
<b>Total DEPT 850 EDUCATION</b>		\$1,413,000.00	\$991,000.00	\$397,000.00	\$422,000.00	70.13%
<b>DEPT 860 SPECIAL ASSISTANT-NLG,FP,CDB</b>						
Active	E 01-860-000-300 SALARIES	\$62,760.00	\$42,758.04	\$5,000.00	\$20,001.96	68.13%
Active	E 01-860-000-350 FRINGE BENEFITS	\$24,869.00	\$17,728.72	\$2,171.40	\$7,140.28	71.29%
Active	E 01-860-000-380 CONTRACT LABO	\$6,000.00	\$2,271.02	\$0.00	\$3,728.98	37.85%
Active	E 01-860-000-400 TRAVEL AND PER	\$15,000.00	\$7,297.00	\$930.00	\$7,703.00	48.65%
Active	E 01-860-000-425 TELEPHONE	\$4,000.00	\$429.22	\$96.18	\$3,570.78	10.73%
Active	E 01-860-000-450 POSTAGE/SPEED	\$250.00	\$152.81	\$0.00	\$97.19	61.12%
Active	E 01-860-000-475 SUPPLIES	\$4,500.00	\$804.91	\$176.76	\$3,695.09	17.89%
Active	E 01-860-000-500 EQUIPMENT	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 01-860-000-525 RENTAL/LEASE	\$7,000.00	\$5,835.24	\$1,300.52	\$1,164.76	83.36%
Active	E 01-860-000-969 Tourism Developme	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
<b>SUBDEPT 000</b>		\$124,379.00	\$77,276.96	\$9,674.86	\$47,102.04	62.13%
<b>Total DEPT 860 SPECIAL ASSISTANT-NLG,FP,CDB</b>		\$124,379.00	\$77,276.96	\$9,674.86	\$47,102.04	62.13%
<b>DEPT 900 OTHER</b>						
Active	E 01-900-000-475 SUPPLIES	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 01-900-000-500 EQUIPMENT	\$8,200.00	\$2,462.90	\$0.00	\$5,737.10	30.04%
Active	E 01-900-000-525 RENTAL/LEASE	\$1,900.00	\$1,900.00	\$0.00	\$0.00	100.00%
Active	E 01-900-000-526 UTILITIES	\$11,410.00	\$14,421.02	\$454.67	-\$3,011.02	126.39%
Active	E 01-900-000-527 Aleutia Crab	\$58,522.00	\$86,998.91	\$86,998.91	-\$28,476.91	148.66%
Active	E 01-900-000-551 LEGAL	\$75,000.00	\$43,258.18	\$5,904.40	\$31,741.82	57.68%
Active	E 01-900-000-552 INSURANCE	\$180,000.00	\$139,903.60	\$0.00	\$40,096.40	77.72%
Active	E 01-900-000-727 BANK FEES	\$1,000.00	\$1,465.79	\$0.00	-\$465.79	146.58%
Active	E 01-900-000-728 WIRE TRANSFERS	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 01-900-000-751 OPERATING TRAN	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 01-900-000-752 CONTRIBUTION T	\$150,000.00	\$112,500.00	\$37,500.00	\$37,500.00	75.00%
Active	E 01-900-000-753 MISC EXPENSE	\$1,000.00	\$720.00	\$0.00	\$280.00	72.00%
Active	E 01-900-000-757 YOUTH SERVICES	\$23,500.00	\$10,000.00	\$3,000.00	\$13,500.00	42.55%
Active	E 01-900-000-760 REVENUE SHARIN	\$32,000.00	\$32,000.00	\$0.00	\$0.00	100.00%
Active	E 01-900-000-761 SOUTHWEST GOV	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 01-900-000-770 Depreciation Expen	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 01-900-000-943 WEB SERVICE	\$10,500.00	\$10,976.50	\$1,195.00	-\$476.50	104.54%
<b>SUBDEPT 000</b>		\$553,032.00	\$456,606.90	\$135,052.98	\$96,425.10	82.56%
<b>Total DEPT 900 OTHER</b>		\$553,032.00	\$456,606.90	\$135,052.98	\$96,425.10	82.56%

**ALEUTIANS EAST BOROUGH**

05/05/11 2:24 PM

**\*Expenditure Guideline©**

Page 4

Current Period: APRIL 10-11

	10-11 YTD Budget	10-11 YTD Amt	APRIL MTD Amt	10-11 YTD Balance	% of Budget
<i>Total Fund 01 GENERAL FUND</i>	\$3,941,588.00	\$2,943,325.69	\$672,245.02	\$982,385.71	74.67%

**ALEUTIANS EAST BOROUGH**

05/05/11 2:24 PM

**\*Revenue Guideline©**

Page 2

Current Period: APRIL 10-11

		10-11	10-11	APRIL	10-11	% of
		YTD Budget	YTD Amt	MTD Amt	YTD Balance	Budget
<b>Fund 20 GRANT PROGRAMS</b>						
Active	R 20-201 INTEREST REVENUE	\$0.00	\$0.00	\$0.00	\$0.00	100.00%
Active	R 20-203 OTHER REVENUE	\$473,570.08	\$0.00	\$0.00	\$473,570.08	0.00%
Active	R 20-204 OPERATING TRANSFER F	\$0.00	\$0.00	\$0.00	\$0.00	100.00%
Active	R 20-207 AEB Grant Revenue	\$102,771.65	\$0.00	\$0.00	\$102,771.65	0.00%
Active	R 20-254 KCAP Road Completion	\$1,177,507.90	\$456,147.06	\$28,875.10	\$721,360.84	38.74%
Active	R 20-256 HOMELAND SECURITY GR	\$41,586.00	\$41,562.00	\$0.00	\$24.00	99.94%
Active	R 20-257 US Dept.of Energy-DE-RW0	\$50,000.00	\$50,000.00	\$0.00	\$0.00	100.00%
Active	R 20-287 KCAP/09-DC-359	\$1,959,372.03	\$380.00	\$0.00	\$1,958,992.03	0.02%
Active	R 20-290 DOTPF/KCAP	\$0.00	\$0.00	\$0.00	\$0.00	100.00%
Active	R 20-299 FY11 POLLOCK SURVEY	\$118,963.00	\$114,660.64	\$114,660.64	\$4,302.36	96.38%
Active	R 20-420 Alaska Energy Authority2195	\$0.00	\$0.00	\$0.00	\$0.00	100.00%
Active	R 20-421 DENALI COMMISSION-SAN	\$1,100,000.00	\$1,100,000.00	\$0.00	\$0.00	100.00%
Active	R 20-512 Nelson Lagoon #810758 AC	\$50,000.00	\$0.00	\$0.00	\$50,000.00	0.00%
Active	R 20-811 US FISH&WILDLIFE MARITI	\$4,700.00	\$1,705.88	\$0.00	\$2,994.12	36.30%
<b>Total Fund 20 GRANT PROGRAMS</b>		<b>\$5,078,470.66</b>	<b>\$1,764,455.58</b>	<b>\$143,535.74</b>	<b>\$3,314,015.08</b>	<b>34.74%</b>

**ALEUTIANS EAST BOROUGH**

05/05/11 2:24 PM

**\*Expenditure Guideline©**

Page 5

Current Period: APRIL 10-11

	10-11 YTD Budget	10-11 YTD Amt	APRIL MTD Amt	10-11 YTD Balance	% of Budget
<b>Fund 20 GRANT PROGRAMS</b>					
<b>DEPT 257 US Dept.of Energy-DE-RW0000113</b>					
Active E 20-257-000-850 CAPITAL CONSTR	\$50,000.00	\$50,000.00	\$0.00	\$0.00	100.00%
<b>SUBDEPT 000</b>	\$50,000.00	\$50,000.00	\$0.00	\$0.00	100.00%
<b>Total DEPT 257 US Dept.of Energy-DE-RW0000113</b>	\$50,000.00	\$50,000.00	\$0.00	\$0.00	100.00%
<b>DEPT 421 DENALI COMMISSION-SAND POINT</b>					
Active E 20-421-000-850 CAPITAL CONSTR	\$1,100,000.00	\$1,306,818.00	\$0.00	-\$206,818.00	118.80%
<b>SUBDEPT 000</b>	\$1,100,000.00	\$1,306,818.00	\$0.00	-\$206,818.00	118.80%
<b>Total DEPT 421 DENALI COMMISSION-SAND POINT</b>	\$1,100,000.00	\$1,306,818.00	\$0.00	-\$206,818.00	118.80%
<b>DEPT 512 Nelson Lagoon-Hazard Impact</b>					
Active E 20-512-000-380 CONTRACT LABO	\$50,000.00	\$0.00	\$0.00	\$50,000.00	0.00%
<b>SUBDEPT 000</b>	\$50,000.00	\$0.00	\$0.00	\$50,000.00	0.00%
<b>Total DEPT 512 Nelson Lagoon-Hazard Impact</b>	\$50,000.00	\$0.00	\$0.00	\$50,000.00	0.00%
<b>DEPT 803 CAPITAL - FALSE PASS</b>					
Active E 20-803-000-850 CAPITAL CONSTR	\$14,070.13	\$0.00	\$0.00	\$14,070.13	0.00%
<b>SUBDEPT 000</b>	\$14,070.13	\$0.00	\$0.00	\$14,070.13	0.00%
<b>Total DEPT 803 CAPITAL - FALSE PASS</b>	\$14,070.13	\$0.00	\$0.00	\$14,070.13	0.00%
<b>DEPT 809 Akutan Airport/Grant</b>					
Active E 20-809-000-850 CAPITAL CONSTR	\$88,701.52	\$26,888.00	\$1,665.00	\$61,813.52	30.31%
<b>SUBDEPT 000</b>	\$88,701.52	\$26,888.00	\$1,665.00	\$61,813.52	30.31%
<b>Total DEPT 809 Akutan Airport/Grant</b>	\$88,701.52	\$26,888.00	\$1,665.00	\$61,813.52	30.31%
<b>DEPT 810 HOMELAND SECURITY-GR34286</b>					
Active E 20-810-000-500 EQUIPMENT	\$41,586.00	\$41,699.24	\$0.00	-\$113.24	100.27%
<b>SUBDEPT 000</b>	\$41,586.00	\$41,699.24	\$0.00	-\$113.24	100.27%
<b>Total DEPT 810 HOMELAND SECURITY-GR34286</b>	\$41,586.00	\$41,699.24	\$0.00	-\$113.24	100.27%
<b>DEPT 811 US FISH AND WILDLIFE-TOURS</b>					
Active E 20-811-000-300 SALARIES	\$4,000.00	\$739.13	\$0.00	\$3,260.87	18.48%
Active E 20-811-000-350 FRINGE BENEFITS	\$455.00	\$64.31	\$0.00	\$390.69	14.13%
Active E 20-811-000-475 SUPPLIES	\$245.00	\$0.00	\$0.00	\$245.00	0.00%
<b>SUBDEPT 000</b>	\$4,700.00	\$803.44	\$0.00	\$3,896.56	17.09%
<b>Total DEPT 811 US FISH AND WILDLIFE-TOURS</b>	\$4,700.00	\$803.44	\$0.00	\$3,896.56	17.09%
<b>DEPT 867 KCC Alternative Road</b>					
Active E 20-867-000-300 SALARIES	\$0.00	\$5,792.49	\$900.00	-\$5,792.49	0.00%
Active E 20-867-000-350 FRINGE BENEFITS	\$0.00	\$3,794.16	\$597.52	-\$3,794.16	0.00%
Active E 20-867-000-380 CONTRACT LABO	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active E 20-867-000-381 ENGINEERING	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active E 20-867-000-400 TRAVEL AND PER	\$0.00	\$76.00	\$0.00	-\$76.00	0.00%
Active E 20-867-000-475 SUPPLIES	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
<b>SUBDEPT 000</b>	\$0.00	\$9,662.65	\$1,497.52	-\$9,662.65	0.00%
Active E 20-867-168-300 SALARIES	\$17,800.00	\$0.00	\$0.00	\$17,800.00	0.00%
Active E 20-867-168-350 FRINGE BENEFITS	\$8,985.46	\$0.00	\$0.00	\$8,985.46	0.00%
Active E 20-867-168-381 ENGINEERING	\$943,500.00	\$0.00	\$0.00	\$943,500.00	0.00%
Active E 20-867-168-400 TRAVEL AND PER	\$6,306.49	\$380.00	\$380.00	\$5,926.49	6.03%
Active E 20-867-168-850 CAPITAL CONSTR	\$982,780.08	\$0.00	(\$11,870.18)	\$982,780.08	0.00%
<b>SUBDEPT 168 KCAP/09-DC-359</b>	\$1,959,372.03	\$380.00	-\$11,490.18	\$1,958,992.03	0.02%
Active E 20-867-169-300 SALARIES	\$3,850.00	\$17,850.00	\$1,050.00	-\$14,000.00	463.64%
Active E 20-867-169-350 FRINGE BENEFITS	\$4,612.95	\$6,439.35	\$699.35	-\$1,826.40	139.59%
Active E 20-867-169-400 TRAVEL AND PER	\$739.01	\$2,535.20	\$0.00	-\$1,796.19	343.05%

# ALEUTIANS EAST BOROUGH

05/05/11 2:24 PM

## \*Expenditure Guideline©

Page 6

Current Period: APRIL 10-11

		10-11	10-11	APRIL	10-11	% of
		YTD Budget	YTD Amt	MTD Amt	YTD Balance	Budget
Active	E 20-867-169-753 MISC EXPENSE	\$7,100.00	\$0.00	\$0.00	\$7,100.00	0.00%
Active	E 20-867-169-850 CAPITAL CONSTR	\$1,161,205.94	\$386,345.16	\$36,522.58	\$774,860.78	33.27%
	<b>SUBDEPT 169 KCAP Road Completion</b>	<b>\$1,177,507.90</b>	<b>\$413,169.71</b>	<b>\$38,271.93</b>	<b>\$764,338.19</b>	<b>35.09%</b>
	<b>Total DEPT 867 KCC Alternative Road</b>	<b>\$3,136,879.93</b>	<b>\$423,212.36</b>	<b>\$28,279.27</b>	<b>\$2,713,667.57</b>	<b>13.49%</b>
<b>DEPT 900 OTHER</b>						
Active	E 20-900-000-509 FY11 Pollock	\$118,963.00	\$111,012.92	\$0.00	\$7,950.08	93.32%
Active	E 20-900-000-753 MISC EXPENSE	\$150,000.00	\$995.00	\$0.00	\$149,005.00	0.66%
Active	E 20-900-000-850 CAPITAL CONSTR	\$473,570.08	\$15,742.19	\$0.00	\$457,827.89	3.32%
	<b>SUBDEPT 000</b>	<b>\$742,533.08</b>	<b>\$127,750.11</b>	<b>\$0.00</b>	<b>\$614,782.97</b>	<b>17.20%</b>
	<b>Total DEPT 900 OTHER</b>	<b>\$742,533.08</b>	<b>\$127,750.11</b>	<b>\$0.00</b>	<b>\$614,782.97</b>	<b>17.20%</b>
	<b>Total Fund 20 GRANT PROGRAMS</b>	<b>\$5,228,470.66</b>	<b>\$1,977,171.15</b>	<b>\$29,944.27</b>	<b>\$3,251,299.51</b>	<b>37.82%</b>

**ALEUTIANS EAST BOROUGH**

05/05/11 2:24 PM

Page 3

**\*Revenue Guideline©**

Current Period: APRIL 10-11

		10-11	10-11	APRIL	10-11	% of
		YTD Budget	YTD Amt	MTD Amt	YTD Balance	Budget
<b>Fund 22 OPERATIONS</b>						
Active	R 22-203 OTHER REVENUE	\$0.00	\$0.00	\$0.00	\$0.00	100.00%
Active	R 22-204 OPERATING TRANSFER F	\$0.00	\$0.00	\$0.00	\$0.00	100.00%
Active	R 22-221 COLD BAY TERMINAL LEA	\$139,620.00	\$111,351.10	\$6,635.11	\$28,268.90	79.75%
Active	R 22-222 COLD BAY TERMINAL OTH	\$0.00	\$0.00	\$0.00	\$0.00	100.00%
Active	R 22-245 HOVERCRAFT/MEDEVACS	\$48,000.00	\$0.00	\$0.00	\$48,000.00	0.00%
Active	R 22-246 HOVERCRAFT /TICKETS	\$93,000.00	\$27,859.00	\$0.00	\$65,141.00	29.96%
Active	R 22-247 HOVERCRAFT/ VEHICLES	\$30,000.00	\$6,580.00	\$0.00	\$23,420.00	21.93%
Active	R 22-248 HOVERCRAFT/ FREIGHT	\$30,000.00	\$4,953.54	\$0.00	\$25,046.46	16.51%
<b>Total Fund 22 OPERATIONS</b>		<b>\$340,620.00</b>	<b>\$150,743.64</b>	<b>\$6,635.11</b>	<b>\$189,876.36</b>	<b>44.26%</b>

**ALEUTIANS EAST BOROUGH**

05/05/11 2:24 PM

**\*Expenditure Guideline©**

Page 7

Current Period: APRIL 10-11

		10-11	10-11	APRIL	10-11	% of
		YTD Budget	YTD Amt	MTD Amt	YTD Balance	Budget
<b>Fund 22 OPERATIONS</b>						
<b>DEPT 802 CAPITAL - COLD BAY</b>						
Active	E 22-802-200-300 SALARIES	\$41,422.00	\$34,518.00	\$3,451.80	\$6,904.00	88.82%
Active	E 22-802-200-350 FRINGE BENEFITS	\$19,652.00	\$17,736.56	\$2,201.26	\$1,915.44	93.85%
Active	E 22-802-200-380 CONTRACT LABO	\$83,700.00	\$83,907.76	\$0.00	-\$207.76	100.25%
Active	E 22-802-200-381 ENGINEERING	\$35,000.00	\$34,956.84	\$0.00	\$43.16	99.88%
Active	E 22-802-200-400 TRAVEL AND PER	\$3,000.00	\$948.56	\$0.00	\$2,051.44	31.62%
Active	E 22-802-200-425 TELEPHONE	\$4,500.00	\$4,108.74	\$391.37	\$2,991.26	91.55%
Active	E 22-802-200-475 SUPPLIES	\$30,000.00	\$8,923.58	\$55.34	\$21,076.42	29.75%
Active	E 22-802-200-525 RENTAL/LEASE	\$5,335.00	\$5,335.04	\$5,335.04	-\$0.04	100.00%
Active	E 22-802-200-526 UTILITIES	\$24,000.00	\$17,880.28	\$1,744.04	\$6,119.72	74.50%
Active	E 22-802-200-551 LEGAL	\$40,000.00	\$26,431.62	\$0.00	\$13,568.38	66.08%
Active	E 22-802-200-576 GAS	\$2,500.00	\$2,630.38	\$121.28	-\$130.38	105.22%
Active	E 22-802-200-577 FUEL	\$15,000.00	\$12,360.95	\$0.00	\$2,639.05	82.41%
Active	E 22-802-200-753 MISC EXPENSE	\$0.00	\$44,000.00	\$0.00	-\$44,000.00	0.00%
Active	E 22-802-200-850 CAPITAL CONSTR	\$800,000.00	\$818,297.30	\$0.00	-\$18,297.30	102.29%
<b>SUBDEPT 200 COLD BAY TERMINAL</b>		<u>\$1,104,109.00</u>	<u>\$1,112,035.61</u>	<u>\$13,300.13</u>	<u>-\$10,918.02</u>	<u>100.72%</u>
<b>Total DEPT 802 CAPITAL - COLD BAY</b>		<u>\$1,104,109.00</u>	<u>\$1,112,035.61</u>	<u>\$13,300.13</u>	<u>-\$10,918.02</u>	<u>100.72%</u>
<b>DEPT 843 Hovercraft Operation</b>						
Active	E 22-843-100-300 SALARIES	\$175,000.00	\$120,114.85	\$4,110.00	\$54,885.15	68.64%
Active	E 22-843-100-350 FRINGE BENEFITS	\$58,308.00	\$30,521.29	\$385.11	\$27,786.71	52.34%
Active	E 22-843-100-380 CONTRACT LABO	\$150,000.00	\$56,293.81	\$0.00	\$93,706.19	37.53%
Active	E 22-843-100-381 ENGINEERING	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 22-843-100-400 TRAVEL AND PER	\$21,000.00	\$15,505.41	\$0.00	\$5,494.59	73.84%
Active	E 22-843-100-425 TELEPHONE	\$8,000.00	\$5,665.84	\$419.01	\$2,334.16	70.82%
Active	E 22-843-100-475 SUPPLIES	\$75,000.00	\$50,959.98	\$1,039.07	\$24,040.02	68.09%
Active	E 22-843-100-477 HOVERCRAFT FR	\$5,000.00	\$3,768.52	\$0.00	\$1,231.48	75.37%
Active	E 22-843-100-500 EQUIPMENT	\$20,000.00	\$0.00	\$0.00	\$20,000.00	0.00%
Active	E 22-843-100-510 EQUIPMENT REPA	\$25,000.00	\$2,000.00	\$0.00	\$23,000.00	8.00%
Active	E 22-843-100-525 RENTAL/LEASE	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 22-843-100-526 UTILITIES	\$5,000.00	\$2,743.49	\$213.26	\$2,256.51	54.87%
Active	E 22-843-100-551 LEGAL	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 22-843-100-552 INSURANCE	\$201,000.00	\$214,939.11	(\$38,740.16)	-\$13,939.11	126.94%
Active	E 22-843-100-576 GAS	\$5,000.00	\$3,149.25	\$270.94	\$1,850.75	65.68%
Active	E 22-843-100-577 FUEL	\$78,000.00	\$46,197.94	\$0.00	\$31,802.06	59.23%
Active	E 22-843-100-770 Depreciation Expen	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
<b>SUBDEPT 100 HOVERCRAFT OPERATION</b>		<u>\$826,308.00</u>	<u>\$551,859.49</u>	<u>-\$32,302.77</u>	<u>\$234,002.98</u>	<u>66.79%</u>
<b>Total DEPT 843 Hovercraft Operation</b>		<u>\$826,308.00</u>	<u>\$551,859.49</u>	<u>-\$32,302.77</u>	<u>\$234,002.98</u>	<u>66.79%</u>
<b>Total Fund 22 OPERATIONS</b>		<u>\$1,930,417.00</u>	<u>\$1,663,895.10</u>	<u>-\$19,002.64</u>	<u>\$223,084.96</u>	<u>86.19%</u>

**ALEUTIANS EAST BOROUGH**

05/05/11 2:24 PM

**\*Revenue Guideline©**

Page 4

Current Period: APRIL 10-11

		10-11	10-11	APRIL	10-11	% of
		YTD Budget	YTD Amt	MTD Amt	YTD Balance	Budget
<b>Fund 24 BOND CONSTRUCTION</b>						
Active	R 24-201 INTEREST REVENUE	\$0.00	\$16,565.55	(\$2,275.73)	-\$16,565.55	100.00%
Active	R 24-203 OTHER REVENUE	\$0.00	\$0.00	\$0.00	\$0.00	100.00%
Active	R 24-204 OPERATING TRANSFER F	\$0.00	\$0.00	\$0.00	\$0.00	100.00%
Active	R 24-227 COE-HARBOR PROJECTS	\$2,052,245.00	\$0.00	\$0.00	\$2,052,245.00	0.00%
Active	R 24-259 BOND PROCEEDS	\$1,649,556.99	\$0.00	\$0.00	\$1,649,556.99	0.00%
Active	R 24-270 STATE REVENUE OTHER	\$5,000,000.00	\$5,000,000.00	\$0.00	\$0.00	100.00%
Active	R 24-277 STATE BOND REBATE	\$0.00	\$0.00	\$0.00	\$0.00	100.00%
<b>Total Fund 24 BOND CONSTRUCTION</b>		<b>\$8,701,801.99</b>	<b>\$5,016,565.55</b>	<b>-\$2,275.73</b>	<b>\$3,685,236.44</b>	<b>57.65%</b>

**ALEUTIANS EAST BOROUGH**

05/05/11 2:24 PM

**\*Expenditure Guideline©**

Page 8

Current Period: APRIL 10-11

	10-11 YTD Budget	10-11 YTD Amt	APRIL MTD Amt	10-11 YTD Balance	% of Budget
<b>Fund 24 BOND CONSTRUCTION</b>					
<b>DEPT 809 Akutan Airport/Grant</b>					
Active E 24-809-000-850 CAPITAL CONSTR	\$3,000,000.00	\$217,561.83	\$0.00	\$2,782,438.17	7.25%
<b>SUBDEPT 000</b>	\$3,000,000.00	\$217,561.83	\$0.00	\$2,782,438.17	7.25%
<b>Total DEPT 809 Akutan Airport/Grant</b>	\$3,000,000.00	\$217,561.83	\$0.00	\$2,782,438.17	7.25%
<b>DEPT 830 KING COVE HARBOR</b>					
Active E 24-830-000-850 CAPITAL CONSTR	\$89,676.00	\$0.00	\$0.00	\$89,676.00	0.00%
<b>SUBDEPT 000</b>	\$89,676.00	\$0.00	\$0.00	\$89,676.00	0.00%
<b>Total DEPT 830 KING COVE HARBOR</b>	\$89,676.00	\$0.00	\$0.00	\$89,676.00	0.00%
<b>DEPT 831 SAND POINT HARBOR</b>					
Active E 24-831-132-850 CAPITAL CONSTR	\$364,857.09	\$615,014.40	\$0.00	-\$250,157.31	168.56%
<b>SUBDEPT 132 Sand Point Harbor</b>	\$364,857.09	\$615,014.40	\$0.00	-\$250,157.31	168.56%
<b>Total DEPT 831 SAND POINT HARBOR</b>	\$364,857.09	\$615,014.40	\$0.00	-\$250,157.31	168.56%
<b>DEPT 833 FALSE PASS HARBOR</b>					
Active E 24-833-000-850 CAPITAL CONSTR	\$519,917.36	\$52,089.91	\$0.00	\$467,827.45	10.02%
<b>SUBDEPT 000</b>	\$519,917.36	\$52,089.91	\$0.00	\$467,827.45	10.02%
<b>Total DEPT 833 FALSE PASS HARBOR</b>	\$519,917.36	\$52,089.91	\$0.00	\$467,827.45	10.02%
<b>DEPT 839 AKUTAN HARBOR</b>					
Active E 24-839-000-850 CAPITAL CONSTR	\$1,649,556.99	\$0.00	\$0.00	\$1,649,556.99	0.00%
<b>SUBDEPT 000</b>	\$1,649,556.99	\$0.00	\$0.00	\$1,649,556.99	0.00%
<b>Total DEPT 839 AKUTAN HARBOR</b>	\$1,649,556.99	\$0.00	\$0.00	\$1,649,556.99	0.00%
<b>DEPT 862 NELSON LAGOON DOCK</b>					
Active E 24-862-000-850 CAPITAL CONSTR	\$24,265.88	\$4,815.97	\$0.00	\$19,449.91	19.85%
<b>SUBDEPT 000</b>	\$24,265.88	\$4,815.97	\$0.00	\$19,449.91	19.85%
<b>Total DEPT 862 NELSON LAGOON DOCK</b>	\$24,265.88	\$4,815.97	\$0.00	\$19,449.91	19.85%
<b>DEPT 900 OTHER</b>					
Active E 24-900-000-380 CONTRACT LABO	\$0.00	\$20,784.69	\$2,705.01	-\$20,784.69	0.00%
Active E 24-900-000-725 BOND INTEREST P	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active E 24-900-000-745 Bond Sale Expense	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active E 24-900-000-850 CAPITAL CONSTR	\$2,000,000.00	\$0.00	\$0.00	\$2,000,000.00	0.00%
<b>SUBDEPT 000</b>	\$2,000,000.00	\$20,784.69	\$2,705.01	\$1,979,215.31	1.04%
<b>Total DEPT 900 OTHER</b>	\$2,000,000.00	\$20,784.69	\$2,705.01	\$1,979,215.31	1.04%
<b>Total Fund 24 BOND CONSTRUCTION</b>	\$7,648,273.32	\$910,266.80	\$2,705.01	\$6,738,006.52	11.90%

**ALEUTIANS EAST BOROUGH**

**\*Revenue Guideline©**

Current Period: APRIL 10-11

		10-11	10-11	APRIL	10-11	% of
		YTD Budget	YTD Amt	MTD Amt	YTD Balance	Budget
<b>Fund 30 BOND FUND</b>						
Active	R 30-201 INTEREST REVENUE	\$0.00	\$0.00	\$0.00	\$0.00	100.00%
Active	R 30-203 OTHER REVENUE	\$2,148,786.27	\$23,071.34	\$0.00	\$2,125,714.93	1.07%
Active	R 30-204 OPERATING TRANSFER F	\$0.00	\$0.00	\$0.00	\$0.00	100.00%
<b>Total Fund 30 BOND FUND</b>		<b>\$2,148,786.27</b>	<b>\$23,071.34</b>	<b>\$0.00</b>	<b>\$2,125,714.93</b>	<b>1.07%</b>

**ALEUTIANS EAST BOROUGH**

05/05/11 2:24 PM

**\*Expenditure Guideline©**

Page 9

Current Period: APRIL 10-11

		10-11	10-11	APRIL	10-11	% of
		YTD Budget	YTD Amt	MTD Amt	YTD Balance	Budget
<b>Fund 30 BOND FUND</b>						
<b>DEPT 900 OTHER</b>						
Active	E 30-900-000-725 BOND INTEREST P	\$1,303,786.27	\$905,141.11	\$51,116.25	\$398,645.16	69.42%
Active	E 30-900-000-726 BOND PRINCIPAL	\$845,000.00	\$875,000.00	\$0.00	-\$30,000.00	103.55%
Active	E 30-900-000-745 Bond Sale Expense	\$0.00	\$20,367.82	\$0.00	-\$20,367.82	0.00%
<b>SUBDEPT 000</b>		<u>\$2,148,786.27</u>	<u>\$1,800,508.93</u>	<u>\$51,116.25</u>	<u>\$348,277.34</u>	<u>83.79%</u>
<b>Total DEPT 900 OTHER</b>		<u>\$2,148,786.27</u>	<u>\$1,800,508.93</u>	<u>\$51,116.25</u>	<u>\$348,277.34</u>	<u>83.79%</u>
<b>Total Fund 30 BOND FUND</b>		<u>\$2,148,786.27</u>	<u>\$1,800,508.93</u>	<u>\$51,116.25</u>	<u>\$348,277.34</u>	<u>83.79%</u>

**ALEUTIANS EAST BOROUGH**

05/05/11 2:24 PM

**\*Revenue Guideline©**

Page 6

Current Period: APRIL 10-11

		10-11	10-11	APRIL	10-11	% of
		YTD Budget	YTD Amt	MTD Amt	YTD Balance	Budget
<b>Fund 40 PERMANENT FUND</b>						
Active	R 40-201 INTEREST REVENUE	\$350,000.00	\$4,649,140.27	\$1,194,866.55	-\$4,299,140.27	1328.33%
Active	R 40-203 OTHER REVENUE	\$0.00	\$0.00	\$0.00	\$0.00	100.00%
Active	R 40-204 OPERATING TRANSFER F	\$0.00	\$0.00	\$0.00	\$0.00	100.00%
Active	R 40-230 LAND SALES	\$0.00	\$0.00	\$0.00	\$0.00	100.00%
<b>Total Fund 40 PERMANENT FUND</b>		<b>\$350,000.00</b>	<b>\$4,649,140.27</b>	<b>\$1,194,866.55</b>	<b>-\$4,299,140.27</b>	<b>1328.33%</b>

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

Current Period: APRIL 10-11

		10-11	10-11	APRIL	10-11	% of
		YTD Budget	YTD Amt	MTD Amt	YTD Balance	Budget
<b>Fund 40 PERMANENT FUND</b>						
<b>DEPT 900 OTHER</b>						
Active	E 40-900-000-380 CONTRACT LABO	\$35,000.00	\$20,784.68	\$2,705.01	\$14,215.32	59.38%
Active	E 40-900-000-751 OPERATING TRAN	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
<b>SUBDEPT 000</b>		<u>\$35,000.00</u>	<u>\$20,784.68</u>	<u>\$2,705.01</u>	<u>\$14,215.32</u>	<u>59.38%</u>
<b>Total DEPT 900 OTHER</b>		<u>\$35,000.00</u>	<u>\$20,784.68</u>	<u>\$2,705.01</u>	<u>\$14,215.32</u>	<u>59.38%</u>
<b>Total Fund 40 PERMANENT FUND</b>		<u>\$35,000.00</u>	<u>\$20,784.68</u>	<u>\$2,705.01</u>	<u>\$14,215.32</u>	<u>59.38%</u>

**ALEUTIANS EAST BOROUGH**

05/05/11 2:24 PM

**\*Revenue Guideline©**

Page 7

Current Period: APRIL 10-11

		10-11	10-11	APRIL	10-11	% of
		YTD Budget	YTD Amt	MTD Amt	YTD Balance	Budget
<b>Fund 41 MAINTENANCE RESERVE FUND</b>						
Active	R 41-201 INTEREST REVENUE	\$0.00	\$0.00	\$0.00	\$0.00	100.00%
Active	R 41-203 OTHER REVENUE	\$100,000.00	\$0.00	\$0.00	\$100,000.00	0.00%
Active	R 41-204 OPERATING TRANSFER F	\$0.00	\$0.00	\$0.00	\$0.00	100.00%
Active	R 41-276 AEB SCHOOL	\$0.00	\$0.00	\$0.00	\$0.00	100.00%
<b>Total Fund 41 MAINTENANCE RESERVE FUND</b>		\$100,000.00	\$0.00	\$0.00	\$100,000.00	0.00%

**ALEUTIANS EAST BOROUGH**

05/05/11 2:24 PM

**\*Expenditure Guideline©**

Page 11

Current Period: APRIL 10-11

		10-11	10-11	APRIL	10-11	% of
		YTD Budget	YTD Amt	MTD Amt	YTD Balance	Budget
<b>Fund 41 MAINTENANCE RESERVE FUND</b>						
<b>DEPT 800 CAPITAL - SCHOOL</b>						
Active	E 41-800-857-300 SALARIES	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 41-800-857-350 FRINGE BENEFITS	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 41-800-857-380 CONTRACT LABO	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 41-800-857-400 TRAVEL AND PER	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 41-800-857-475 SUPPLIES	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 41-800-857-850 CAPITAL CONSTR	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
	<b>SUBDEPT 857 FALSE PASS SCHOOL</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>0.00%</b>
Active	E 41-800-860-300 SALARIES	\$0.00	\$2,532.50	\$0.00	-\$2,532.50	0.00%
Active	E 41-800-860-350 FRINGE BENEFITS	\$0.00	\$220.32	\$0.00	-\$220.32	0.00%
Active	E 41-800-860-475 SUPPLIES	\$0.00	\$132,058.50	\$0.00	-\$132,058.50	0.00%
	<b>SUBDEPT 860 SAND POINT Gym Floor</b>	<b>\$0.00</b>	<b>\$134,811.32</b>	<b>\$0.00</b>	<b>-\$134,811.32</b>	<b>0.00%</b>
Active	E 41-800-865-300 SALARIES	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 41-800-865-350 FRINGE BENEFITS	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 41-800-865-400 TRAVEL AND PER	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 41-800-865-475 SUPPLIES	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
	<b>SUBDEPT 865 Akutan School</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>0.00%</b>
Active	E 41-800-866-300 SALARIES	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 41-800-866-350 FRINGE BENEFITS	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 41-800-866-380 CONTRACT LABO	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 41-800-866-400 TRAVEL AND PER	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 41-800-866-425 TELEPHONE	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 41-800-866-475 SUPPLIES	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 41-800-866-850 CAPITAL CONSTR	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
	<b>SUBDEPT 866 NELSON LAGOON SCHOOL</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>0.00%</b>
Active	E 41-800-867-300 SALARIES	\$0.00	\$13,395.00	\$180.00	-\$13,395.00	0.00%
Active	E 41-800-867-350 FRINGE BENEFITS	\$0.00	\$1,167.66	\$16.87	-\$1,167.66	0.00%
Active	E 41-800-867-400 TRAVEL AND PER	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 41-800-867-475 SUPPLIES	\$0.00	\$500.00	\$0.00	-\$500.00	0.00%
Active	E 41-800-867-850 CAPITAL CONSTR	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
	<b>SUBDEPT 867 Sand Point School</b>	<b>\$0.00</b>	<b>\$15,062.66</b>	<b>\$196.87</b>	<b>-\$15,062.66</b>	<b>0.00%</b>
Active	E 41-800-868-300 SALARIES	\$0.00	\$1,575.00	\$0.00	-\$1,575.00	0.00%
Active	E 41-800-868-350 FRINGE BENEFITS	\$0.00	\$147.58	\$0.00	-\$147.58	0.00%
Active	E 41-800-868-380 CONTRACT LABO	\$0.00	\$2,000.00	\$0.00	-\$2,000.00	0.00%
Active	E 41-800-868-400 TRAVEL AND PER	\$0.00	\$400.00	\$0.00	-\$400.00	0.00%
Active	E 41-800-868-475 SUPPLIES	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 41-800-868-577 FUEL	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 41-800-868-852 ASPHALT PAVING	\$0.00	\$97,032.20	\$0.00	-\$97,032.20	0.00%
	<b>SUBDEPT 868 King Cove School</b>	<b>\$0.00</b>	<b>\$101,154.78</b>	<b>\$0.00</b>	<b>-\$101,154.78</b>	<b>0.00%</b>
Active	E 41-800-869-300 SALARIES	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 41-800-869-350 FRINGE BENEFITS	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 41-800-869-380 CONTRACT LABO	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 41-800-869-400 TRAVEL AND PER	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 41-800-869-475 SUPPLIES	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 41-800-869-942 PROPERTY LEASE	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
	<b>SUBDEPT 869 COLD BAY SCHOOL</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>0.00%</b>
	<b>Total DEPT 800 CAPITAL - SCHOOL</b>	<b>\$0.00</b>	<b>\$251,028.76</b>	<b>\$196.87</b>	<b>-\$251,028.76</b>	<b>0.00%</b>
<b>DEPT 900 OTHER</b>						
Active	E 41-900-000-751 OPERATING TRAN	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 41-900-000-880 LAND	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
	<b>SUBDEPT 000</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>0.00%</b>

**ALEUTIANS EAST BOROUGH**

05/05/11 2:24 PM

**\*Expenditure Guideline©**

Page 12

Current Period: APRIL 10-11

	10-11 YTD Budget	10-11 YTD Amt	APRIL MTD Amt	10-11 YTD Balance	% of Budget
Total DEPT 900 OTHER	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Total Fund 41 MAINTENANCE RESERVE FUND	\$0.00	\$251,028.76	\$196.87	-\$251,028.76	0.00%

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

Current Period: APRIL 10-11

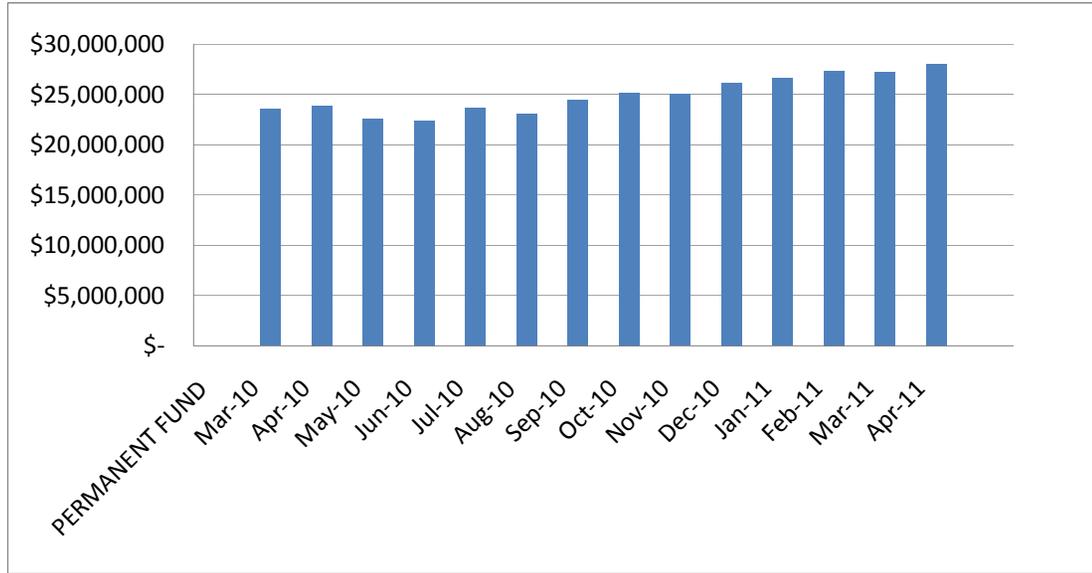
	10-11 YTD Budget	10-11 YTD Amt	APRIL MTD Amt	10-11 YTD Balance	% of Budget
<b>Report Total</b>	\$20,932,535.25	\$9,566,981.11	\$739,909.79	\$11,306,240.60	45.70%

# INVESTMENT REPORT

## INVESTMENT REPORT

### Permanent Fund **PERMANENT FUND**

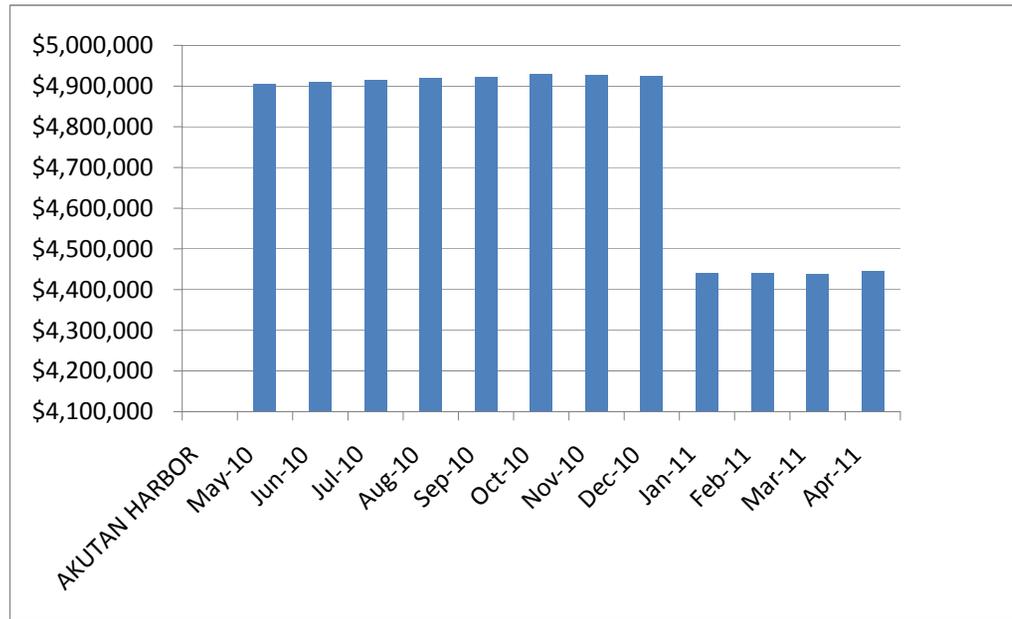
Mar-10	\$	23,527,796
Apr-10	\$	23,903,341
May-10	\$	22,559,863
Jun-10	\$	22,405,848
Jul-10	\$	23,678,528
Aug-10	\$	23,098,043
Sep-10	\$	24,490,005
Oct-10	\$	25,187,890
Nov-10	\$	25,020,439
Dec-10	\$	26,145,357
Jan-11	\$	26,614,385
Feb-11	\$	27,331,859
Mar-11	\$	27,255,306
Apr-11	\$	28,068,639



### **AKUTAN HARBOR**

Akutan Harbor  
2006 A

May-10	\$	4,904,971
Jun-10	\$	4,910,895
Jul-10	\$	4,916,213
Aug-10	\$	4,920,138
Sep-10	\$	4,923,778
Oct-10	\$	4,929,076
Nov-10	\$	4,926,428
Dec-10	\$	4,925,901
Jan-11	\$	4,440,234
Feb-11	\$	4,440,006
Mar-11	\$	4,438,559
Apr-11	\$	4,444,918



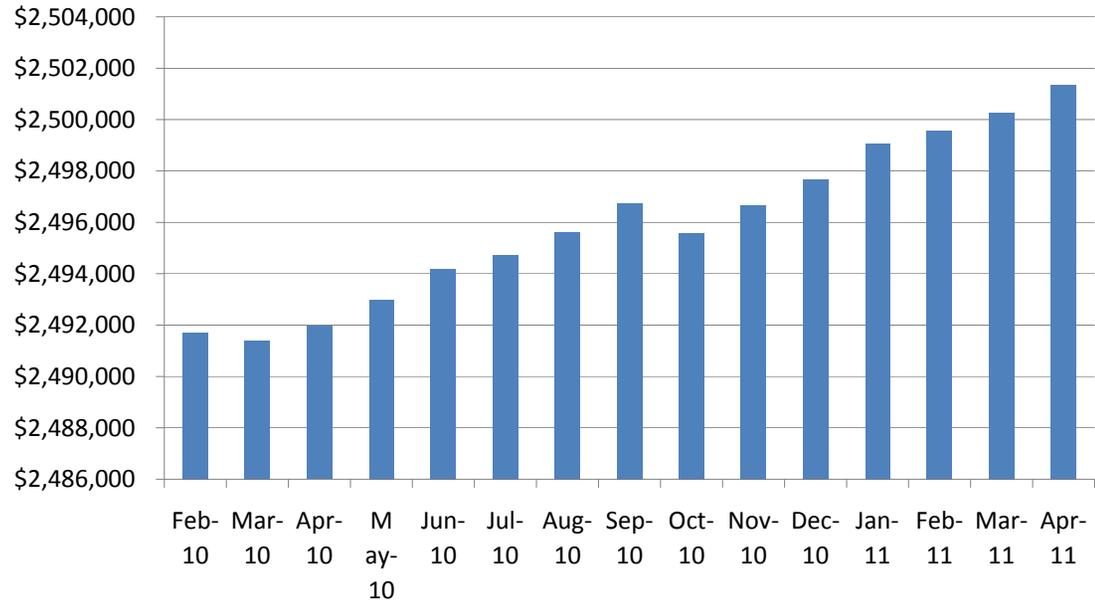
\$440,234 withdrawn 1/18/11

### **OPERATING FUND**

## INVESTMENT REPORT

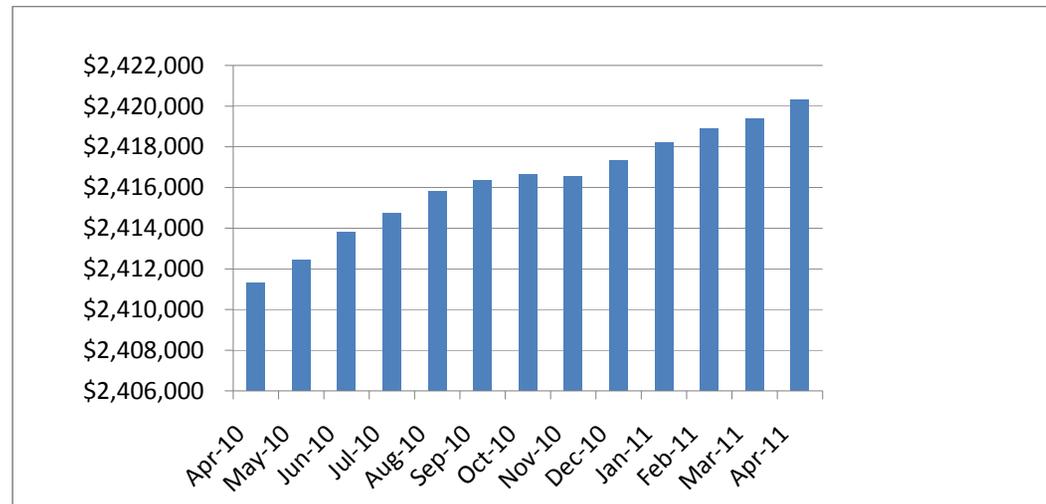
### Operating Fund

Feb-10	\$	2,491,712
Mar-10	\$	2,491,404
Apr-10	\$	2,491,960
May-10	\$	2,492,980
Jun-10	\$	2,494,190
Jul-10	\$	2,494,728
Aug-10	\$	2,495,614
Sep-10	\$	2,496,736
Oct-10	\$	2,495,583
Nov-10	\$	2,496,680
Dec-10	\$	2,497,672
Jan-11	\$	2,499,072
Feb-11	\$	2,499,575
Mar-11	\$	2,500,274
Apr-11	\$	2,501,354



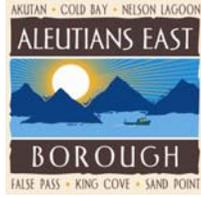
### SERIES E

Dec-09	\$	2,405,955
Jan-10	\$	2,410,692
Feb-10	\$	2,411,396
Mar-10	\$	2,410,925
Apr-10	\$	2,411,293
May-10	\$	2,412,443
Jun-10	\$	2,413,826
Jul-10	\$	2,414,754
Aug-10	\$	2,415,796
Sep-10	\$	2,416,358
Oct-10	\$	2,416,662
Nov-10	\$	2,416,547
Dec-10	\$	2,417,327
Jan-11	\$	2,418,191
Feb-11	\$	2,418,888
Mar-11	\$	2,419,376
Apr-11	\$	2,420,314



### Series E

# Consent Agenda



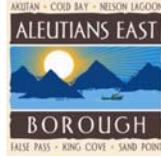
## Agenda Statement

Date: May 11, 2011  
To: The Honorable Mayor Mack and Assembly Members  
From: Anne Bailey  
Through: Sharon Boyette

### **Re: Resolution 11-22 Electing to Participate in the AMLJIA FY2012 Loss Control Incentive Program**

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

AMLJIA cannot reward the Borough's participation in this program if the Assembly has not adopted a resolution to participate in the program. This is a requirement that must be met each fiscal year. It is time for the Borough to consider participating in the FY 2012 Loss Control Incentive Program.



## **Resolution 11-22**

### **A RESOLUTION OF THE ALEUTIANS EAST BOROUGH ASSEMBLY ELECTING TO PARTICIPATE IN THE AMLJIA FY2012 LOSS CONTROL INCENTIVE PROGRAM**

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

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

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

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

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

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

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

**NOW THEREFORE BE IT RESOLVED** by the Aleutians East Borough Assembly that the Borough will participate in the AMLJIA Loss Control Incentive Program for the 2011-2012 policy year.

**PASSED AND APPROVED** by the Aleutians East Borough on this 31<sup>st</sup> day of May, 2011.

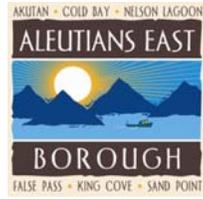
---

**Stanley Mack, Mayor**

**ATTEST:**

---

**Tina Anderson, Clerk**



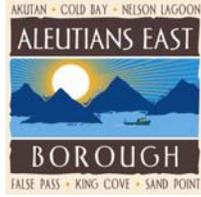
## Agenda Statement

Date: May 16, 2011  
To: The Honorable Mayor Mack and Assembly Members  
From: Anne Bailey  
Through: Sharon Boyette

### **Re: Resolutions 11-23 and 11-24**

The Aleutians East Borough received a letter from the State of Alaska Department of Commerce Community and Economic Development (DCCED) in April 2011 stating that the False Pass Harbor Utility Project had been selected for Community Development Block Grant (CDBG) funds. In order to receive these funds the Borough must follow Civil Rights and Fair Housing laws and requirements.

In order to do this, the Borough must approve Resolution 11-23, Equal Employment Opportunity/Affirmative Action Policy and Resolution 11-24, Fair Housing Resolution. These documents must be submitted to DCCED prior to any release of funds for this project.



## RESOLUTION 11- 23

### **A RESOLUTION BY THE ALEUTIANS EAST BOROUGH ASSEMBLY SUPPORTING THE EQUAL EMPLOYMENT OPPORTUNITY/AFFIRMATIVE ACTION POLICY.**

**WHEREAS**, State and Federal law prohibits discrimination in employment on the basis of race, color, sex, religion, family status, age, or national origin; and

**WHEREAS**, the Aleutians East Borough supports equal employment opportunities for all.

**NOW THEREFORE BE IT RESOLVED** that it is the policy of the Aleutians East Borough to:

1. Afford equal opportunities for employment to all persons regardless of race, color, sex, religion, family status, age, or national origin;
2. State that the Borough is an equal opportunity employer in all job announcements;
3. Take affirmative action steps when necessary to assure all persons are afforded an equal opportunity to apply for Borough employment.

This **EQUAL EMPLOYMENT/AFFIRMATIVE ACTION PLAN** takes effect immediately.

**PASSED AND APPROVED** by the Aleutians East Borough on this 31<sup>st</sup> day of May, 2011.

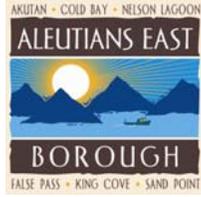
---

**Stanley Mack, Mayor**

**ATTEST:**

---

**Tina Anderson, Clerk**



## RESOLUTION 11- 24

### **A RESOLUTION BY THE ALEUTIANS EAST BOROUGH ASSEMBLY PROHIBITING DISCRIMINATION IN THE SALE, RENTAL, LEASING, AND/OR FINANCING OF HOUSING OF LAND TO BE USED FOR CONSTRUCTIONS OF HOUSING, OR IN THE PROVISION OF BROKERAGE SERVICES**

**WHEREAS**, discrimination because of race, color, religion, sex, national origin, family status or handicap status, is prohibited by Title VIII of the 1968 Civil Rights Act (Federal Fair Housing Law) in the sale, rental, leasing, and/or financing of housing or land to be used for construction of housing , or in the provision of brokerage services; and

**WHEREAS**, it is the policy of the Aleutians East Borough to implement programs to ensure equal opportunity in housing for all persons regardless of race, color, religion, sex, national origin, family status or handicap status; and

**WHEREAS**, a resolution prohibiting such discrimination is required by the State of Alaska in certain federal grant programs.

**NOW THEREFORE BE IT RESOLVED** that within available resources the Aleutians East Borough will assist all persons who feel they have been discriminated against because of race, color, religion, sex, national origin, family status or handicap status, to seek equity under federal and state laws by filing a complaint with the U.S. Department of Housing and Urban Development, Seattle Regional Office Compliance Division.

**BE IT FURTHER RESOLVED** that the Aleutians East Borough shall publicize this Resolution and through this publicity shall cause owners of real estate, developers, and builders to become aware of their respective responsibilities and rights under the Federal Fair Housing Law and any applicable state or local laws or ordinances.

Said program will at a minimum include, but not be limited to:

1. The printing and publicizing of this policy and other applicable fair housing information through local media and community contacts;
2. Distribution and/or display of posters, flyers, and any other means which will bring to the attention of those affected, the knowledge of their respective responsibilities and rights concerning equal opportunity on housing.

This Resolution becomes effective immediately.

**PASSED AND APPROVED** by the Aleutians East Borough on this 31<sup>st</sup> day of May, 2011.

---

**Stanley Mack, Mayor**

**ATTEST:**

---

**Tina Anderson, Clerk**

# Resolutions

## MEMORANDUM

**To:** Mayor Mack and the Aleutians East Borough Assembly Members

**From:** Sharon Boyette, Borough Administrator

**RE:** Akutan's Petition to Annex Land

**Date:** May 24, 2011

Joe Bereskin submitted this resolution to the AEB Assembly and will speak to it during the meeting. I added the last map in this section to show where the AEB land is located.

RESOLUTION 11-25

**A RESOLUTION OF THE ALEUTIANS EAST BOROUGH ASSEMBLY SUPPORTING THE CITY OF AKUTAN'S PETITION TO THE STATE OF ALASKA LOCAL BOUNDARY COMMISSION FOR ANNEXATION OF TERRITORY TO THE CITY OF AKUTAN, AND AUTHORIZING THE MAYOR TO EXECUTE REQUIRED DOCUMENTATION OF CONSENT ON BEHALF OF THE BOROUGH.**

**WHEREAS**, the City of Akutan distributed to Borough Assembly Members a petition for annexation of territory adjoining the City, that encompasses approximately 130 square miles, including approximately 25.3 miles on Akutan Island, 27.3 miles on Akun Island, and 77.4 miles of submerged lands; and

**WHEREAS**, under the provisions of Alaska Statute 29.06.040(c), territory adjoining a municipality may be annexed by ordinance without an election if all property owners and voters in the area petition the governing body; and

**WHEREAS**, the Aleutians East Borough is the property owner of an unpopulated, 4.71 acre parcel located on Akun Island near the northern shore of Lost Harbor; and

**WHEREAS**, the City of Akutan City Council has authorized Mayor Joseph Bereskin to submit to the State of Alaska Local Boundary Commission a petition for annexation of territory; and

**WHEREAS**, although the territory proposed for annexation is unpopulated, expected and necessary development within the expanded boundaries of the City will support and justify the extension of city government into that area; and

**WHEREAS**, the Aleutians East Borough Code Section 45.05.030 has delegated to the City of Akutan all the powers and duties of planning, platting, and land use regulations as provided in AS 29.40; and

**WHEREAS**, Akutan is committed to developing its airport and transportation infrastructure to promote economic and employment opportunities through a coordinated, community-wide effort based on planning, awareness, and consensus; and

**WHEREAS**, the annexation of territory to Akutan's City boundaries will also promote orderly development of sustainable energy resources consistent with the local goals and objectives articulated by Akutan residents in their adopted Community Plan and Capital Improvement Program; and

**WHEREAS**, the legal boundary description of the territory proposed to be annexed is attached hereto and incorporated by reference as ATTACHMENT A and shown on the map as ATTACHMENT B;

**BE IT FURTHER RESOLVED** by the Aleutians East Borough Assembly:

1. The City of Akutan is in the best position to guide community growth, support new enterprise, create jobs, reduce energy costs, improve transportation, develop community infrastructure, and preserve subsistence and traditional values.
2. The territory proposed for annexation is physically, economically, and culturally connected to the community of Akutan, and the City is best situated to govern orderly development and provide efficient, effective services in these areas.
3. The Mayor of the Aleutians East Borough is authorized to execute the required documentation of consent on behalf of the Aleutians East Borough, a property owner within the proposed annexation area.
4. The Aleutians East Borough supports the proposed annexation as it is in the best interests of Akutan, the Aleutians East Borough, the region, and the State of Alaska, and respectfully requests that the Local Boundary Commission approve the Petition for Annexation.
5. This resolution supersedes Resolution No. 09-27.

DATED THIS \_\_\_\_ DAY OF MAY, 2011

---

Stanley Mack, Mayor

---

Tina Anderson, Clerk

## ATTACHMENT A

### LEGAL DESCRIPTION OF THE TERRITORY PROPOSED FOR ANNEXATION

Beginning at the northwest corner of Section 18, T70S, R112W, Seward Meridian (S.M.), Alaska;

Thence, westerly along the south boundary of Section 12, T70S, R113W, S.M. to the southwest corner of Section 12, T70S, R113W, S.M.

Thence, northerly along the west boundary of Sections 12 and 1, T70S, R113W, S.M. and Sections 36 and 25, T69S, R113W, S.M. to the northwest corner of Section 25, T69S, R113W, S.M.

Thence, westerly along the south boundary of Section 23, T69S, R113W, S.M. to the southwest corner of Section 23, T69S, R113W, S.M.

Thence, northerly along the west boundary of Sections 23, 14 and 11, T69S, R113W, S.M. to the intersection of the mean high water line of the Bering Sea and the west boundary of Section 11, T69S, R113W, S.M.

Thence, continuing northerly along the west boundary of protracted Sections 11 and 2, T69S, R113W, S.M. to the northwest corner of protracted Section 2, T69S, R113W, S.M.

Thence, easterly along the north boundary of protracted Sections 2 and 1, T69S, R113W, S.M., protracted Sections 6, 5, 4, 3, 2 and 1, T69S, R112W, S.M. and protracted Sections 6, 5 and 4, T69S, R111W, S.M. to the intersection of the mean high water line of Akutan Bay and the north boundary of Section 4, T69S, R111W, S.M.

Thence, continuing easterly along the north boundary of Sections 4, 3 and 2, T69S, R111W, S.M. to the southwest corner of Section 35, T68S, R110W, S.M.

Thence, northerly along the west boundary of Section 35, T68S, R110W, S.M. to the northwest corner of Section 35, T68S, R110W, S.M.

Thence, easterly along the north boundary of Sections 35 and 36, T68S, R110W, S.M. to the northeast corner of Section 36, T68S, R110W, S.M.

Thence, southerly along the east boundary of Section 36, T68S, R110W, S.M. to the southeast corner of Section 36, T68S, R110W, S.M.

Thence, easterly along the north boundary of Section 6, T69S, R110W, S.M. to the northeast corner of Section 6, T69S, R110W, S.M.

Thence, southerly along the east boundary of Sections 6 and 7, T69S, R110W, S.M. to the southeast corner of Section 7, T69S, R110W, S.M.

Thence, easterly along the north boundary of Sections 17 and 16, T69S, R110W, S.M. to the northeast corner of Section 16, T69S, R110W, S.M.

Thence, southerly along the east boundary of Sections 16, 21, 28 and 33, T69S, R110W, S.M. and Section 4, T70S, R110W, S.M. to the intersection of the mean high water line of Trident Bay and the east boundary of Section 4, T70S, R110W, S.M.

Thence, continuing southerly along the east boundary of protracted Sections 4, 9 and 16, T70S, R110W, S.M. to the southeast corner of protracted Section 16, T70S, R110W, S.M.

## ATTACHMENT A

### LEGAL DESCRIPTION OF THE TERRITORY PROPOSED FOR ANNEXATION

Thence, westerly along the south boundary of protracted Section 16, T70S, R110W, S.M. to the southwest corner of protracted Section 16, T70S, R110W, S.M.

Thence, southerly along the east boundary of protracted Section 20, T70S, R110W, S.M. to the southeast corner of protracted Section 20, T70S, R110W, S.M.

Thence, westerly along the south boundary of protracted Section 20, T70S, R110W, S.M. to the southwest corner of protracted Section 20, T70S, R110W, S.M.

Thence, northerly along the west boundary of protracted Section 20, T70S, R110W, S.M. to the northwest corner of protracted Section 20, T70S, R110W, S.M.

Thence, westerly along the south boundary of protracted Section 18, T70S, R110W, S.M. and Sections 13, 14, 15 and 16, T70S, R111W, S.M. to the intersection of the mean high water line of the Pacific Ocean and the south boundary of Section 16, T70S, R111W, S.M.

Thence, continuing westerly along the south boundary of Sections 16, 17 and 18, T70S, R111W, S.M. to the southwest corner of Section 18, T70S, R111W, S.M.

Thence, southerly along the east boundary of Section 24, T70S, R112W, S.M. to the southeast corner of Section 24, T70S, R112W, S.M.

Thence, westerly along the south boundary of Sections 24, 23 and 22, T70S, R112W, S.M. to the southwest corner of Section 22, T70S, R112W, S.M.

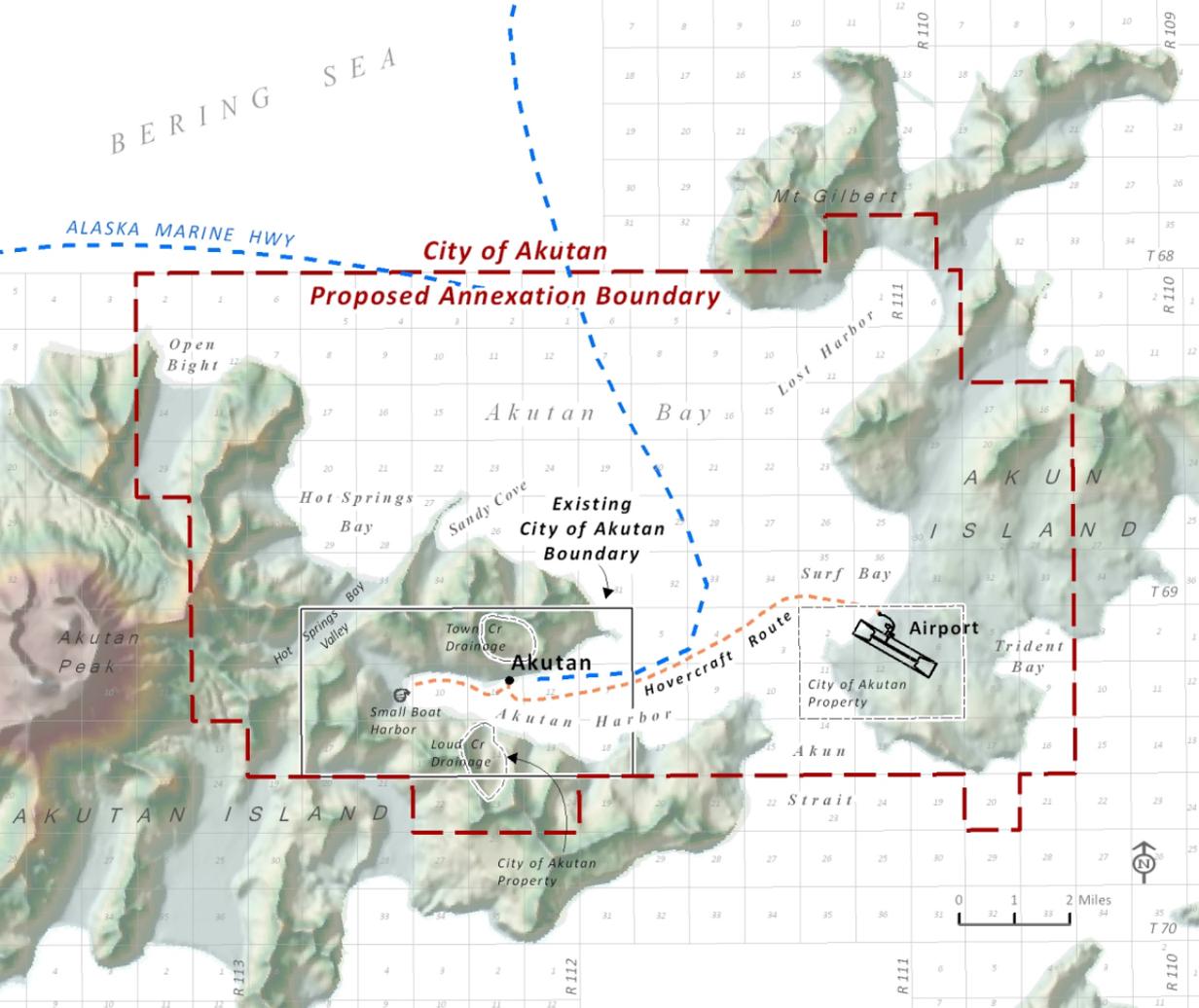
Thence, northerly along the west boundary of Section 22, T70S, R112W, S.M. to the northwest corner of Section 22, T70S, R112W, S.M.

Thence, westerly along the south boundary of Sections 16, 17 and 18, T70S, R112W, S.M. to the southwest corner of Section 18, T70S, R112W, S.M.

Thence, northerly along the west boundary of Section 18, T70S, R112W, S.M. to the Point of Beginning.

Excluding therefrom the area within the current boundary of the City of Akutan, as described in Document No. 80-90, recorded in Book 19, Page 535, Aleutian Islands Recording District.

Containing approximately 130.02 square miles (of which 77.42 is water), all within the Third Judicial District, Alaska. Source: McClintock Land Associates, Inc., 2011, based on maps provided by City of Akutan.



BERING SEA

ALASKA MARINE HWY

City of Akutan

Proposed Annexation Boundary

Open Bight

Akutan Bay

Lost Harbor

Hot Springs Bay

Sandy Cove

Existing City of Akutan Boundary

Surf Bay

Akutan Peak

Hot Springs Valley

Town Cr Drainage

Akutan

Small Boat Harbor

Loud Cr Drainage

Hovercraft Route

Airport

City of Akutan Property

Trident Bay

AKUTAN ISLAND

City of Akutan Property

Akun

Strait

0 1 2 Miles



T 70

BERING SEA

AKUN ISLAND

Akutan Corporation

City of Akutan

Aleutians East Borough

Existing City Boundary

Proposed Annexation

LOST HARBOR

AKUN ISLAND

AKUTAN ISLAND

ISLAND

ISLAND

HOT SPRINGS BAY

Sandy Cove

SURF BAY

City of Akutan

Akutan Harbor

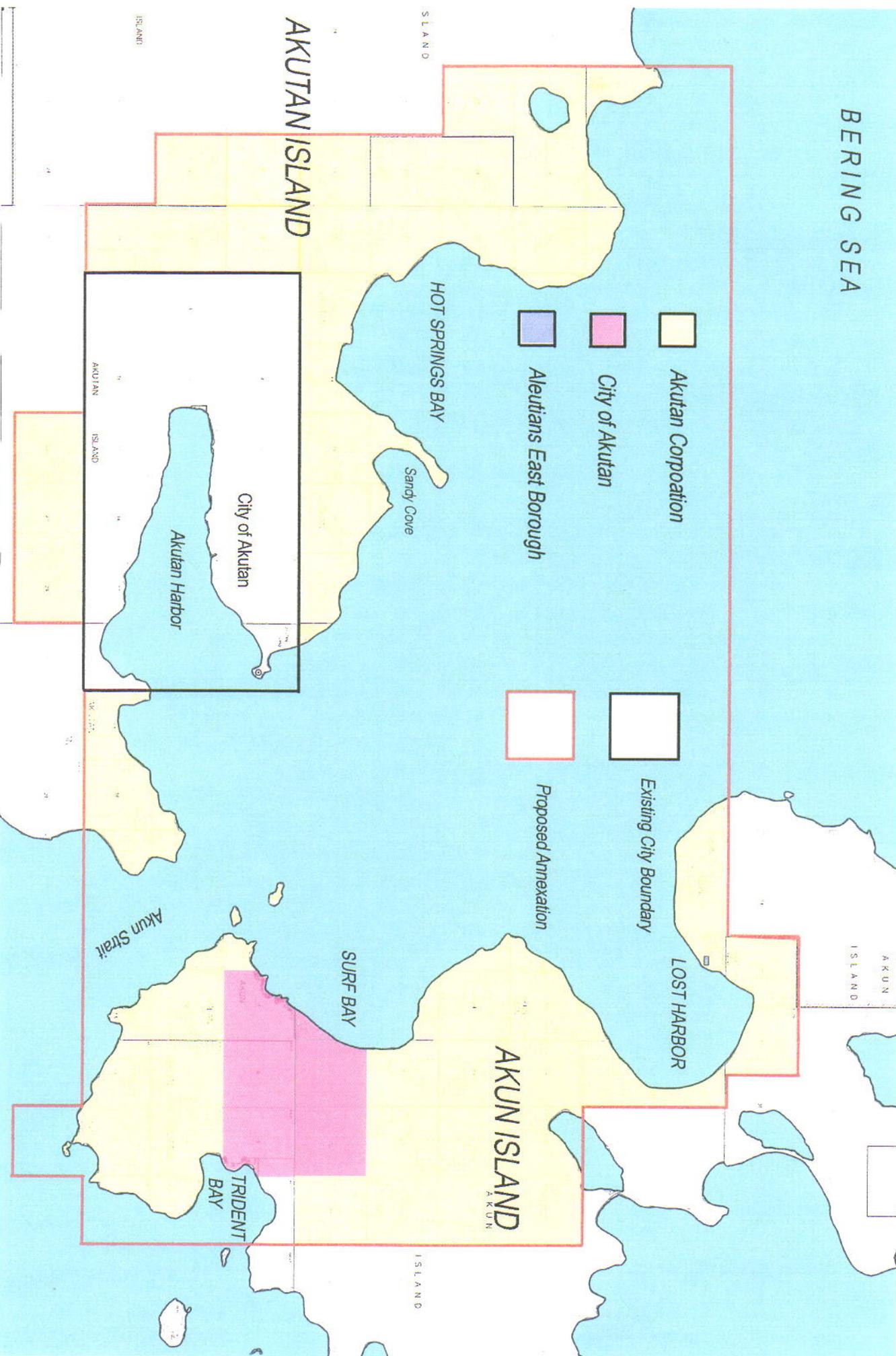
Akun Strait

TRIDENT BAY

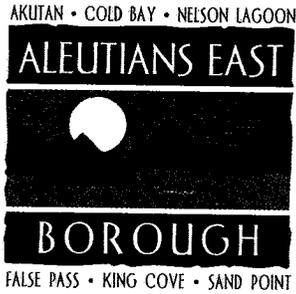
ISLAND

AKUTAN ISLAND

AKUTAN ISLAND



# Public Hearings



ORDINANCE 11-02  
(substitute)

AN ORDINANCE ADOPTING THE OPERATING AND CAPITAL BUDGET FOR THE ALEUTIANS EAST BOROUGH FISCAL YEAR 2012.

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 2012 is adopted as follows:

REVENUES	FY12 BUDGET
<b>Local</b>	
Interest Income	\$35,000
AEB Fish Tax	\$2,635,000
AEBSD Refund	
Other Revenue	\$7,000
<b>State</b>	
Shared Fishery Tax	\$1,581,128
Extraterritorial Fish Tax	\$108,350
Landing Tax	\$45,115
Debt Reimbursement	\$1,045,464
State Aid to Local Government	\$515,752
<b>Federal</b>	
Payment in Lieu of Taxes	\$559,000
USF&WS Lands	\$36,256
<b>Total FY12 Revenues</b>	<b>\$6,568,065</b>
<b>AEBSD Revenue</b>	<b>\$6,916,725</b>

## OPERATING FUND EXPENDITURES

Mayor	\$247,795
Assembly	\$136,000
Administration	\$339,950
Clerk/Planning	\$176,484
Finance	\$238,963
Natural Resources	\$572,289
Communications Director	\$171,645
Development Director	\$125,596
Public Works	\$126,099
Educational Support	\$825,000
KCAP	\$23,800
Other Gen.Fund	
Equipment	\$8,200
Rental/Lease	\$0
Utilities	\$11,410
Aleutia Crab	\$58,522
Legal	\$75,000
Insurance	\$180,000
Bank Fees	\$2,000
EATS	\$150,000
Misc.	\$1,000
Donations	\$23,500
NLG Rev. Sharing	32,000
Web Service	\$11,000
Total Other	\$552,632
Total General Fund	\$3,536,253
Capital Projects	\$0
Bond Projects	\$0
Debt Services	\$2,159,005
Maintenance Reserve	\$100,000
Total Expenditure	\$5,795,258
AEB Surplus	\$772,807
AEBSD Expenses	\$6,916,725
Fund 20, Grants, Revenues	\$225,000
Fund 20, Grants, Expenditures	\$225,000
Fund 22, Hovercraft, Revenues	\$201,000
Fund 22, Hovercraft, Expenditures	\$727,308
Fund 22, Terminal Operations, Revenues	\$213,471
Fund 22, Terminal Operations, Expenditures	\$398,471

Fund 24, Bond Project, Revenues	\$5,000,000
Fund 24, Bond Project, Expenditures	\$5,000,000
Fund 30, Bond Payments, Revenues	\$1,597,433
Fund 30, Bond Payments, Expenditures	\$1,597,433
Fund 40, Permanent Fund, Revenues	\$350,000
Fund 40, Permanent Fund, Expenditures	\$35,000
Fund 41, Maintenance Reserve, Revenues	\$100,000
Fund 41, Maintenance Reserve, Expenditures	\$100,000

Passed and adopted by the Aleutians East Borough Assembly this \_\_\_\_\_ day of May, 2011.

\_\_\_\_\_  
Mayor

ATTEST:

\_\_\_\_\_  
Clerk

REVENUES		FY12	FY11 Amounts/Will Change FY12	
			<b>Medical</b>	\$ 918.70 month
	AEBSD Revenues	\$6,916,725	<b>PERS</b>	22%
			<b>ESC</b>	1.72%
	Interest Income	\$35,000	<b>Medicare</b>	1.45%
Local	AEB Fish Tax	\$2,635,000	<b>PERS/DC</b>	6.13%
	AEBSD Refund			71.7
	Other Revenue	\$7,000		
State	Shared Fishery Tax	\$1,581,128		
	Extraterritorial Fish Tax	\$108,350		
	Landing Tax	\$45,115		
	Debt Reimbursement	\$1,045,464		
	State Aid to Local Governments	\$515,752		
Federal	Payment in Lieu of Taxes	\$559,000		
	USF&WS Lands	\$36,256		
	<b>Total FY12 Revenues</b>	<b>\$6,568,065</b>		
<b>Operating Fund Expenditures</b>				
	Mayor	\$ 247,795.00	*Salary Increase 2.65% COLA	
	Assembly	\$ 136,000.00		
	Administration	\$ 339,950.00		
	Clerk/Planning	\$ 176,484.00		
	Finance	\$ 238,963.00		
	Natural Resources	\$ 572,289.00		
	Public Information Officer	\$ 171,645.00		
	Development Coordinator	\$ 125,596.00		
	Public Works	\$ 126,099.00		
	Educational Support	\$ 825,000.00		
	KCAP	\$ 23,800.00		
	Other GF			
	Equipment	\$8,200		
	Rental/Lease	\$0		
	Utilities	\$11,410		
	Aleutia Crab	\$58,522		
	Legal	\$75,000		
	Insurance	\$180,000		
	Bank Fees	\$2,000		
	EATS	\$150,000		
	Misc.	\$1,000		
	Donation	\$23,500		
	NLG Rev. Sharing	\$32,000		
	Web Service/Tech Support	\$11,000		
	Total Other	\$552,632		
	Total General Fund	\$3,536,253		
	Capital Projects	\$0		
	Bond Projects	\$0		
	Debt Services	\$2,159,005		
	Maintenance Reserve	\$100,000		
	Total Expenditure	\$5,795,258		
	AEB Surplus	\$772,807		
	AEBSD Expenditures	\$6,916,725		

Fund 20, Grants, Revenues						\$225,000				
Fund 20, Grants, Expenditures						\$225,000				
Fund 22, Hovercraft, Revenues						\$201,000				
Fund 22, Hovercraft, Expenditures						\$727,308				
Fund 22, Terminal Operations, Revenues						\$213,471				
Fund 22, Terminal Operations, Expenditures						\$398,471				
Fund 24, Bond Project, Revenues						\$5,000,000				
Fund 24, Bond Project, Expenditures						\$5,000,000				
Fund 30, Bond Payments, Revenues						\$1,597,433				
Fund 30, Bond Payments, Expenditures						\$1,597,433				
Fund 40, Permanent Fund, Revenues						\$350,000				
Fund 40, Permanent Fund, Expenditures						\$35,000				
Fund 41, Maintenance Reserve, Revenues						\$100,000				
Fund 41, Maintenance Reserve, Expenditures						\$100,000				

<b>Mayor's Office</b>				<b>FY12</b>	
	Salary				\$68,985
	Fringe				\$27,810
	Travel				\$36,000
	Phone				\$2,400
	Supplies				\$1,000
	Lobbying, federal				\$75,600
	Lobbying, state				\$36,000
	<b>Total Mayor's Office</b>				<b>\$247,795</b>
<b>Assembly</b>					
	Meeting Fee				\$ 25,000.00
	Fringe				\$ 56,000.00
	Travel				\$ 40,000.00
	Phone				\$ 4,500.00
	Supplies				\$ 500.00
	Retreat				\$ 10,000.00
	<b>Total Assembly</b>				<b>\$136,000</b>
<b>Administration</b>					
	Salary				\$166,116
	Fringe				\$64,234
	Contract labor				\$25,000
	Travel & per diem				\$15,000
	Phone				\$6,000
	Postage				\$2,500
	Supplies				\$18,120
	Rent				\$36,980
	Dues & fees				\$1,500
	Equipment				\$4,500
	<b>Total Administration</b>				<b>\$339,950</b>
<b>Clerk/Planning</b>					
	Salary				\$81,160
	Fringe				\$33,524
	Contract labor				\$0
	Travel & per diem				\$12,500
	Phone				\$7,500
	Postage				\$500
	Supplies				\$9,000
	Utilities				\$12,000
	Dues & fees				\$5,000
	Elections				\$8,300
	Planning Com.				\$7,000
	<b>Total Clerk/Planning</b>				<b>\$176,484</b>
<b>Finance</b>					
	Salary				\$116,802
	Fringe				\$51,161
	Contract labor				\$0
	Travel & per diem				\$4,000
	Phone				\$5,000
	Postage				\$2,500
	Supplies				\$10,500
	Utilities				\$4,000
	Audit				\$45,000
	Equipment				\$0
	<b>Total Finance</b>				<b>\$238,963</b>
<b>Natural Resources</b>					
	Salary				\$119,049

	Fringe			\$45,040
	Contract labor			\$75,000
	Travel & per diem			\$35,000
	Phone			\$5,200
	Postage			\$0
	Supplies			\$3,000
	SEMD Sampling			\$250,000
	NPFMC			\$15,000
	BOF Meeting			\$25,000
	<b>Total</b>			<b>\$572,289</b>
<b>Public Information Officer</b>				
	Salary			\$84,959
	Fringe			\$32,736
	Contract labor			\$0
	Travel & per diem			\$15,000
	Phone			\$2,400
	Postage			\$250
	Supplies			\$4,500
	Rent			\$6,800
	Advertising/promotions			\$25,000
	<b>Total</b>			<b>\$171,645</b>
<b>Other</b>				
	Equipment			\$8,200
	Rental/Lease			\$0
	Utilities			\$11,410
	Aleutia Crab			\$58,522
	Legal			\$75,000
	Insurance			\$180,000
	Bank Fees			\$2,000
	EATS			\$150,000
	Misc.			\$1,000
	Donations			\$23,500
	NLG Rev. Sharing			\$32,000
	Web Service/Tech Support			\$11,000
	<b>Total Other</b>			<b>\$552,632</b>
<b>Development Coordinator</b>				
	Salary			\$61,590
	Fringe			\$27,256
	Contract labor			\$6,000
	Travel & per diem			\$15,000
	Phone			\$4,000
	Postage			\$250
	Supplies			\$4,500
	Rent			\$7,000
	Development			\$0
	Misc.			\$0
	<b>Total Development</b>			<b>\$125,596</b>
<b>Public Works</b>				
	Salary			\$72,997
	Fringe			\$29,602
	Contract labor			\$0
	Travel & per diem			\$12,000
	Phone			\$1,500
	Postage			\$0
	Supplies			\$6,000
	Equipment			\$1,500
	Utilities			\$2,500

	<b>Total Public Works</b>				<b>\$126,099</b>
<b>Education</b>					
	Local Contribution				\$800,000
	Scholarships				\$20,000
	Student travel				\$5,000
	<b>Total Educational Support</b>				<b>\$825,000</b>
<b>KCAP</b>					
	Salary				\$ 4,500.00
	Fringe				\$ 6,000.00
	Telephone				\$ 2,120.00
	Supplies				\$ 3,600.00
	Rental/Lease				\$ 7,580.00
					<b>\$ 23,800.00</b>
<b>TOTAL OPERATING BUDGT</b>					<b>\$3,536,253</b>

<b>Fund 22 Terminal Operations</b>		<b>FY12</b>
<b>Revenues</b>		
	Remaining construction Loan/ Remaining FAA reimbursement	\$0
	Leases	\$139,620
		<b>\$139,620</b>
<b>Expenses</b>		
	Salary	\$42,519
	Fringe	\$21,617
	Contract Labor	\$25,000
	Engineering	\$0
	Travel & per diem	\$3,000
	Phone, Internet	\$4,500
	Legal	\$225,000
	Supplies	\$30,000
	Rental/Lease	\$5,335
	Utilities	\$24,000
	Fuel/Gas	\$2,500
	Fuel/diesel	\$15,000
		<b>\$398,471</b>
<b>Fund 22 Hovercraft Operations</b>		<b>FY12</b>
<b>Revenues</b>		
	Grant	\$0
	Medivacs	\$48,000
	Freight	\$60,000
	Other Income	\$0
	Tickets, fees, etc.	\$93,000
	Other	\$0
		<b>\$201,000</b>
<b>Expenses</b>		
	Salary	\$150,000
	Fringe	\$58,308
	Contract labor	\$100,000
	Travel & per diem	\$21,000
	Phone/Internet	\$8,000
	Equipment	\$20,000
	Supplies	\$50,000
	Freight	\$5,000
	Fuel/gas	\$5,000
	Fuel/diesel	\$65,000
	Insurance	\$215,000 *
	Utilities	\$5,000
	Maint/Repairs	\$25,000
		<b>\$727,308</b>

**ALEUTIANS EAST BOROUGH  
ORDINANCE SERIAL NO. 2011-04**

AN ORDINANCE PLACING THE QUESTION OF EXEMPTION FROM  
THE ALASKA PUBLIC OFFICIAL FINANCIAL DISCLOSURE LAW (AS 39.50)  
BEFORE THE BOROUGH VOTERS FOR THE 2011 REGULAR ELECTION  
AND PROVIDING FOR LOCAL ADOPTION OF PUBLIC OFFICIAL DISCLOSURE

**WHEREAS**, the legislative power of the Aleutians East Borough is vested with the Assembly pursuant to Alaska State Statute 29.20.050; and

**WHEREAS**, in 2007, the State of Alaska amended its public official financial disclosure law in a manner that significantly increases the burden on local public officials; and

**WHEREAS**, the Alaska Public Official Financial Disclosure statutes (Alaska Statutes Chapter 39.50) authorize municipalities to “opt-out” of the state law by a majority vote at a regular municipal election; many of Alaska’s 200+ communities have elected to “opt-out” of the state system without negative effects; and

**WHEREAS**, it is the intent of the Borough Assembly to create its own financial disclosure provisions and forms for public official disclosure using the State of Alaska Public Official Financial Disclosure Statement used prior to the 2007 amendment.

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

**Section 1.     Classification.** This ordinance is a non-code ordinance.

**Section 2.     Purpose.**     The purpose of this ordinance is to place before the voters of the Aleutians East Borough the question, “shall the Aleutians East Borough opt out of the Alaska Public Offices Commission (APOC) disclosure requirements as provided in Alaska Statute 39.50 and create its own financial disclosure provisions and forms for public official disclosure using the State of Alaska, Public Official Financial Disclosure Statement used prior to the 2007 amendment?”

The following question will be placed on the ballot for voter consideration at the \_\_\_\_\_ 2011 regular municipal election. The proposition must receive an affirmative vote from a majority of the qualified voters voting on the question to be approved.

Information: Current changes to state law have had the unintended effect of limiting the number of individuals who will seek public office. Some of the information required actually conflicts with other laws that require confidentiality on the part of certain professions. Many Alaskan communities have exercised their right to “opt-out” of the new state financial disclosure requirements, and have adopted their own financial disclosure requirements similar to what the state required prior to the 2007 changes.

PROPOSITION  
THE ALEUTIANS EAST BOROUGH TO ADOPT ITS OWN  
FINANCIAL DISCLOSURE FORM AND EXERCISE ITS RIGHT TO  
‘OPT-OUT’ OF CURRENT STATE DISCLOSURE LAWS

Shall the Aleutians East Borough opt out of the Alaska Public Offices Commission (APOC) disclosure requirements as provided in Alaska Statute 39.50 and create its own financial disclosure provisions and forms for public official disclosure using the State of Alaska, Public Official Financial Disclosure Statement used prior to the 2007 amendment?

YES

NO

A “YES” vote would exempt the Aleutians East Borough from AS 39.50 reporting requirements and require the Aleutians East Borough to create and adopt its own financial disclosure statement and forms for public official disclosure using the State of Alaska, Public Official Financial Disclosure Statement used prior to the 2007 amendment.

A “NO” vote would mean that Borough public officials remain subject to AS 39.50 of Alaska Statutes, relating to financial disclosure, without local control.

**Section 3.** **Effectiveness.** This ordinance shall become effective upon adoption of the Aleutians East Borough and signature of the mayor and approved by a majority vote of the regular election of the Aleutians East Borough to be held on \_\_\_\_\_, 2011.

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

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

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

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

ATTEST:

\_\_\_\_\_  
CLERK

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

**ORDINANCE SERIAL NO. 2011-05**

**AN ORDINANCE OF THE ALEUTIANS EAST BOROUGH CREATING BOROUGH  
CODE SECTION 60.40: SEVERANCE TAX**

**WHEREAS**, the legislative power of the Aleutians East Borough is vested with the Assembly pursuant to Alaska State Statute 29.20.050; and

**WHEREAS**, large quantities of natural resources are extracted and exported from the Borough; and

**WHEREAS**, severance taxes for the extraction, exportation and sale of natural resources is a common revenue source in other municipalities and states; and

**WHEREAS**, an area-wide severance tax will establish an additional revenue source for the Aleutians East Borough; and

**WHEREAS**, the Assembly has determined that it is in the best interest of the public to have more diversified revenue sources to fund the provision of local government.

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

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

**Section 2.**     **Submission to voters.**           The Borough shall submit the following proposition to the qualified voters at the regular Borough election on \_\_\_\_\_, 2011. The proposition must receive an affirmative vote from a majority of the qualified voters voting on the question to be approved.

PROPOSITION No. 1  
Severance Tax

Shall the Aleutians East Borough levy a severance tax on the sale of natural resources from within the Aleutians East Borough as follows:

**Metal ores & coal:** 1.5% times gross production value per ton;

**Gravel:** 10 cents per cubic yard;

**Commercial Products of Borough Waters:** 2% of purchase price;

YES

NO

**Section 3.** **Effectiveness.** The proposition in section 2 of this ordinance shall take effect on \_\_\_\_\_, only if it is approved by a majority of the qualified voters voting on the proposition at the regular Borough election on \_\_\_\_\_, 2011. The remaining sections of the ordinance shall take effect upon adoption by the Aleutians East Borough Assembly.

**Section 4:** **Adoption by Section.** Code Section 60.40 is hereby created and Code Section 60.40 as annexed hereto as part of this ordinance is hereby adopted as Code Section 60.40 – Severance Tax - of the Code of Ordinances of the Aleutians East Borough.

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

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

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

ATTEST:

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

## **Chapter 60.40 SEVERANCE TAX**

### Sections:

60.40.010	Definitions
60.40.020	Resources subject to tax
60.40.030	Exemption
60.40.040	Collection and administration
60.40.050	Enforcement and penalties
60.40.060	Severance tax return verification
60.40.070	Confidentiality
60.40.080	Liability for and collection of severance tax
60.40.090	Penalties and interest

### **60.40.010 Definitions.**

A. "The gross production value" means the value per unit at the point of severance multiplied by the number of recovered units of the natural resources sold during the calendar quarter.

B. "Severer or harvester" means a person, company, corporation or other entity engaged in the business of severing or harvesting natural resources. This includes offshore processors of fish products who process, deliver, catch, or receive fish products within the boundaries of the Aleutians East Borough if those activities are not already subject to the Borough's Sales and Use Tax. It also includes fish harvesters who harvest fish within the boundaries of the Borough and transport the fish themselves to locations outside the Borough for sale and/or processing provided that these harvesters are not already subject to the Borough Sales and Use Tax.

C. "Calendar quarter" means any one of the following three-month periods beginning July 1<sup>st</sup>: July 1<sup>st</sup> to September 30<sup>th</sup>; October 1 to December 31<sup>st</sup>; January 1 to March 31<sup>st</sup>; and April 1 to June 30<sup>th</sup>.

D. "Recovered units" means all units mined, extracted, or removed whether produced directly or contractually during the period of production.

E. "Point of severance" for purposes of computing the tax is defined as:

1. Prepared for transport at the mine site in the case of resources as defined in 60.40.020 (A);

2. The scale at the pit or quarry in the case of resources as defined in 60.40.020 (B);

3. The dock in the case of resources defined in 60.40.020 (C).

F. "Commercial Products of Borough Waters" means any raw finfish or bottomfish, shellfish, mollusks or other invertebrates and all other commercial products of the sea harvested in Borough Waters, whether fresh, estuarine or salt, for sale, profit or commercial use.

**60.40.020 Resources subject to tax.**

There is levied in the Borough, on any severed or harvester of certain natural resources, an excise tax, denominated as a severance tax. The tax rate shall be the Borough-wide mill levy as determined annually by the assembly which will be multiplied by the gross production value for the calendar quarter resulting from the following activities:

- A. Mining, extracting, harvesting, removing or producing for sale, profit or commercial use, any copper, gold, silver, zinc, lead, molybdenum, or other metallic mineral product, compound, or combination of mineral products;
- B. Gravel mining, quarrying, or producing for sale, profit, or commercial use, any sand, gravel, rock or coal; and
- C. Harvesting and processing Commercial Products of Borough waters.

**60.40.030 Tax rates for resources subject to tax.**

The tax levied by this section shall be at the following rates:

- A. For metal ores and coal extracted from the ground, 1.5% times the gross production value per ton;
- B. For gravel extracted 10 cents per cubic yard;
- C. For Commercial Products of Borough Waters, 2% of purchase price;
- D. For resources not included herein: as may be considered and approved by the Borough Assembly.

**60.40.040 Exemption.**

- A. If the annual gross production value of severed or harvested natural resources within the Borough does not equal or exceed the amount of \$5,000 annually, the severer or harvester shall be exempt from taxation under this chapter. This exemption does not apply to 60.40.020(C).
- B. Local governments are exempted from payment of this tax for resources that the local government owns before severance which are to be used after severance exclusively in public works projects undertaken by that local government within the local

government's jurisdiction or as a local match for public works projects undertaken by that local government within the local government's jurisdiction.

**60.40.050 Collection and administration.**

A. Every severer or harvester of resources subject to taxation under this chapter, shall register with the Borough prior to beginning a severance or harvesting activity. Registration shall take place on forms provided by the Borough.

B. Except regarding resources described in 60.40.20 (C), every severer or harvester shall submit to the Borough a severance tax return, under oath, at the time the tax is paid, containing the following information:

1. A description of the property from which the resource was severed or harvested by legal description or Borough assigned account number.
2. The gross amount of recovered units severed or harvested during the calendar quarter.
3. The gross sales value of all recovered units severed or harvested during the calendar quarter.

C. With regards to resources described in 60.40.20 (C), every severer or harvester shall submit to the processor or purchaser of such resource an Aleutians East Borough severance tax return, under oath, containing the following information:

1. A description of the waters from which the resource was severed or harvested by longitude and latitude or such description of location as may be approved by the Borough.
2. The gross amount of recovered units severed or harvested during the calendar quarter.
3. The gross sales value of all recovered units severed or harvested during the calendar quarter.

After receipt of the Aleutians East Borough severance tax return, the receiving processor shall withhold the applicable percentage of the gross production value of the resource, remitting 95% to the Borough along with the Aleutians East Borough severance tax return completed by the severer or harvester as the applicable Aleutians East Borough severance tax on that resource, retaining 5% as a tax collection fee, but not to exceed \$300.00. It is the responsibility of the severer or harvester in every instance to insure that the Aleutians East Borough severance tax is paid.

D. The return or tax statement along with all taxes due to the Borough for the calendar quarter must be received by the Borough on or before the last business day of

the month following the end of the calendar quarter for which the return or statement is required.

E. This tax constitutes a lien chargeable against the property owned by the severer. The lien may be foreclosed by the Borough in the same manner as any other lien against real or personal property.

**60.40.060 Enforcement and penalties.**

A. The superior court, upon the request of the finance director, shall issue an injunction requiring compliance with the provisions of this chapter. In the alternative, the finance director may determine the severance tax on parties who have not filed a return in an amount based on historical data and the best information available.

B. A person who fails, refuses, or neglects to file a severance tax return in compliance with this chapter shall, in addition to any other penalties provided by law, be liable for a penalty of 10 percent of the tax.

**60.40.070 Severance tax return verification.**

Except for those harvesters who have filed under and fully complied with 60.40.50 (D) and have paid all taxes when due, the finance director, or his designee, may:

A. Require a person engaged in natural resource extraction, production, or transportation, any agent or employee of the person, or the purchaser of natural resources taxed under this chapter to furnish any additional information reasonably necessary to compute the amount of the tax or to determine if a tax is due;

B. Examine the books, records, and files of any such person;

C. Conduct hearings and compel the attendance of witnesses and the production of books, records, and papers of any person; and

D. Make an investigation or hold any inquiry reasonably necessary to a disclosure of facts as to:

1. The amount of extraction or production of a natural resources of an extractor, producer, or seller;
2. The purchaser of the natural resource; and
3. Transportation of the resource.

**60.40.080 Confidentiality.**

Information and materials in the possession of the Borough which disclose the particulars of the business or affairs of the payer of taxes under this chapter will be kept confidential by the Borough except in connection with an official investigation by the Borough or other agency enforcing the laws of the Borough or of the state. The Borough may publish statistics in a manner which prevents identification of particular returns and may publish tax lists showing the names, taxes, penalties, and interest with respect to taxpayers who are delinquent to assist in the collection of taxes.

**60.40.090 Liability for and collection of severance tax.**

The severer or harvester or, in the case of 60.40.20 (C) the purchaser or processor of the resources assessed under this chapter is liable for the amount of taxes, interest and penalties due. The tax, together with penalties and interest, may be collected in a personal action brought in the name of the Borough.

**60.40.100 Penalties and interest.**

All taxes due under this chapter but not timely paid as required are subject to a penalty of 10 percent of the tax due. Interest shall accrue on the tax due including penalties and interest at the rate of 12 percent per year from the date such taxes are due. Partial payments shall be applied first to accrued penalties, then to interest and then to principal. A payment is timely paid when mailed to the Borough postage prepaid bearing a postmark date no later than the due date.

**CS FOR HOUSE BILL NO. 280(FIN)**

IN THE LEGISLATURE OF THE STATE OF ALASKA  
TWENTY-FOURTH LEGISLATURE - FIRST SESSION

**BY THE HOUSE FINANCE COMMITTEE**

**Offered: 5/5/05**  
**Referred: Rules**

**Sponsor(s): HOUSE RESOURCES COMMITTEE**

**A BILL**

**FOR AN ACT ENTITLED**

1 **"An Act relating to the taxation of minerals and mining property; relating to contracts**  
2 **approved by municipalities for payments in lieu of taxes; and providing for an effective**  
3 **date."**

4 **BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:**

5 **\* Section 1.** AS 29.10.200 is amended by adding a new paragraph to read:

6 (64) AS 29.45.820 (severance taxes on minerals).

7 **\* Sec. 2.** AS 29.45 is amended by adding a new section to read:

8 **Sec. 29.45.085. Tax on mining property.** (a) Real and tangible personal  
9 property used or committed by contract or other agreement for use within the state  
10 primarily in the production or transportation of minerals, or in the operation or  
11 maintenance of facilities used in the production or transportation of minerals, and  
12 located in a municipality incorporated on or after January 1, 2005, or located within an  
13 area annexed by a municipality on or after January 1, 2005, may be taxed only in  
14 accordance with AS 43.67.

1 (b) The following are exempt from taxation by municipalities incorporated on  
 2 or after January 1, 2005, or extended by annexation on or after January 1, 2005, if the  
 3 property is located within the newly annexed area:

- 4 (1) mineral leases, whether producing or not;  
 5 (2) minerals in place;  
 6 (3) minerals produced or extracted in the state;  
 7 (4) the value of intangible exploration expenses;  
 8 (5) roads, storage facilities, terminals, docks and other port facilities,  
 9 and airstrips, publicly owned or privately owned and open to public use.

10 (c) A municipality may negotiate a contract for payments in lieu of taxes with  
 11 an owner of real or tangible personal property used or committed by contract or other  
 12 agreement for use within the state primarily in the production or transportation of  
 13 minerals, or in the operation or maintenance of facilities used in the production or  
 14 transportation of minerals, unless the property is subject to a state contract for  
 15 payments in lieu of taxes under AS 43.67.010.

16 \* **Sec. 3.** AS 29.45 is amended by adding a new section to read:

17 **Sec. 29.45.820. Taxes on minerals.** A municipality may not impose a  
 18 severance tax on minerals produced or extracted in the municipality other than a tax  
 19 imposed before January 1, 2006. This section applies to home rule and general law  
 20 municipalities.

21 \* **Sec. 4.** AS 43 is amended by adding a new chapter to read:

22 **Chapter 67. Mining Property Tax.**

23 **Sec. 43.67.010. Levy of tax; payments in lieu of tax.** (a) An annual tax is  
 24 levied each tax year beginning January 1, 2006, on the full and true value of real and  
 25 tangible personal property used or committed by contract or other agreement for use  
 26 within this state primarily in the production or transportation of minerals, or in the  
 27 operation or maintenance of facilities used in the production or transportation of  
 28 minerals, located on land in the unorganized borough as of January 1, 2005.

29 (b) The tax rate in the unorganized borough is the mill rate specified in  
 30 AS 14.17.410(b)(2).

31 (c) The tax rate in a municipality is the tax rate the municipality applies to

1 other real and tangible personal property.

2 (d) The department may negotiate a contract for payments in lieu of the tax  
3 levied under this section. The department shall follow the procedures specified in  
4 AS 43.82.400(a) and (b), 43.82.410 - 43.82.430, except that the department need not  
5 consult with a municipal advisory group, and AS 43.82.435. If the legislature passes a  
6 bill that becomes law authorizing the contract, the parties may execute the contract.  
7 Nothing in this subsection or the sections cited shall be construed to preclude the  
8 legislature from changing the terms of the contract for payments in lieu of taxes.

9 **Sec. 43.67.020. In place of municipal taxes.** For a period of 15 years after  
10 the production commencement date, the taxes levied or authorized under  
11 AS 43.67.010 are in place of the following taxes that might otherwise be imposed by a  
12 municipality incorporated on or after January 1, 2005, on the property, or imposed by  
13 a municipality incorporated before January 1, 2005, on property located within an area  
14 annexed by the municipality on or after January 1, 2005:

15 (1) taxes on the sale or use of minerals;

16 (2) taxes on or measured by gross or net income from the taxable  
17 property, including income from the exploration for, production of, or transportation  
18 of minerals or taxable property; and

19 (3) any license, excise, fee, charge, severance, throughput, or other tax  
20 on or pertaining to the taxable property or services used in or associated with the  
21 taxable property or in its maintenance or operation unless the tax is also levied on  
22 property not subject to tax under AS 43.67.010(a).

23 **Sec. 43.67.030. Assessment.** (a) The state assessor shall assess property for  
24 the tax levied under AS 43.67.010 at its full and true value as of January 1 of the  
25 assessment year except that the first assessment date shall be the production  
26 commencement date. If the production commencement date is used as the assessment  
27 date, the tax payable shall be prorated on the basis of the assessment year remaining.

28 (b) The full and true value of taxable property is

29 (1) on the production commencement date, the actual capital cost  
30 incurred or accrued with respect to the property as of the date of assessment;

31 (2) determined on each January 1 after the commencement date on the

1 basis of replacement cost less depreciation.

2 (c) A property tax imposed by a municipality under AS 29.45 is in place of the  
3 tax levied under AS 43.67.010. In the case of a municipality incorporated after  
4 January 1, 2005, the transition provisions of AS 29.05.140 govern the transition from  
5 assessment by the department to assessment by the municipality.

6 (d) For purposes of this section, "actual capital cost" and "replacement cost"  
7 do not include interest capitalized before or during the period of construction or the  
8 value of intangible expenses.

9 **Sec. 43.67.040. Returns.** (a) The state assessor by notice may require every  
10 person having ownership or control of an interest in taxable property to submit a  
11 return within 30 days after the production commencement date and by January 31 of  
12 each year following the production commencement date in the form prescribed by the  
13 state assessor, based on property values existing on January 1 of each year, except as  
14 otherwise provided in this chapter.

15 (b) The state assessor by written notice may require a person to provide  
16 additional information within 30 days after the notice.

17 **Sec. 43.67.050. Investigation.** (a) The state assessor may investigate property  
18 that is taxable under this chapter. The assessor may make a valuation of the taxable  
19 property, which is prima facie evidence of full and true value.

20 (b) The state assessor may enter premises necessary for the investigation  
21 during reasonable hours and may, subject to reasonable safety regulations generally  
22 imposed, examine property and appropriate records. The owner of the taxable  
23 property upon request shall furnish to the state assessor reasonable assistance required  
24 for the investigation. If refused entry, the state assessor may seek a court order to  
25 compel entry.

26 (c) For the purpose of the investigation the owner of the taxable property or a  
27 representative of the owner may be required to appear for examination under oath by  
28 the department.

29 **Sec. 43.67.060. Assessment roll.** The state assessor shall prepare annually the  
30 assessment roll for taxation under this chapter. The roll must contain

31 (1) a description of all taxable property;

1 (2) the assessed value of all taxable property;

2 (3) the names and addresses of persons owning property subject to  
3 assessment and taxation.

4 **Sec. 43.67.070. Assessment notice.** (a) On or before March 1 of each year,  
5 the state assessor shall send to every owner of taxable property named in the  
6 assessment roll a notice of assessment, showing the assessed value of the property.  
7 Notice of assessment is effective on the date of mailing.

8 (b) The state assessor shall send to a municipality a copy of the notice of  
9 assessment on taxable property that is assessed under the provisions of this chapter  
10 and that is located in the municipality.

11 **Sec. 43.67.080. Objection.** (a) An owner of taxable property or a  
12 municipality receiving an assessment notice may object to the assessment by advising  
13 the state assessor in writing of the objection to the assessment within 20 days after the  
14 effective date of the notice.

15 (b) The state assessor shall provide by regulation for notices of objections to  
16 the owners of taxable property and municipalities.

17 (c) Following an objection, the state assessor may adjust the assessment and  
18 the assessment roll. An adjustment based on an objection from an owner of taxable  
19 property or a municipality shall be made within 30 days after the effective date of the  
20 notice of assessment.

21 **Sec. 43.67.090. Appeal to the State Assessment Review Board.** The owner  
22 of taxable property or a municipality may appeal an assessment to the State  
23 Assessment Review Board established under AS 43.56.040. The appeal must be filed  
24 in writing within 30 days after an assessment, a determination, or the adjustment, if  
25 any, made under AS 43.67.080.

26 **Sec. 43.67.100. Certification.** Not later than June 1 of each year, the  
27 department shall certify the final assessment roll and mail to the owner of the taxable  
28 property or an authorized agent a statement of the amount of tax due.

29 **Sec. 43.67.110. Supplementary assessment rolls.** The state assessor shall  
30 include taxable property omitted from the assessment roll on a supplementary roll  
31 using the procedures set out in this chapter for the original roll.

1           **Sec. 43.67.120. Collection and deposit.** (a) The tax levied by AS 43.67.010  
2 is payable to the department on or before June 30 of the taxable year.

3           (b) The department shall provide for voluntary prepayment and for payment  
4 by installments.

5           (c) The tax levied under AS 43.67.010 and interest and penalties collected  
6 with respect to this levy shall be deposited in a special mining tax property tax account  
7 in the general fund. The legislature may appropriate the balance of the account into  
8 the public school account fund (AS 14.17.300).

9           (d) If jurisdiction over the taxable property is obtained by a municipality, the  
10 tax is payable to the municipality.

11           **Sec. 43.67.130. Penalty for delinquent taxes.** When the tax levied by  
12 AS 43.67.010 becomes delinquent, a penalty of 10 percent shall be added.

13           **Sec. 43.67.140. Remedy.** The remedy of distraint of property set out in  
14 AS 43.20.270 applies to the tax levied by AS 43.67.010. However, only property  
15 subject to the tax may be distrained.

16           **Sec. 43.67.150. Regulations.** The board, the state assessor, the Department of  
17 Commerce, Community, and Economic Development, and the Department of Revenue  
18 may adopt regulations under AS 44.62 (Administrative Procedure Act) as appropriate  
19 to carry out their respective duties under this chapter.

20           **Sec. 43.67.160. Exemptions from mining property tax.** (a) Roads, storage  
21 facilities, terminals, docks and other port facilities, and air strips, publicly owned or  
22 privately owned and open to public use are exempt from the tax levied in  
23 AS 43.67.010.

24           (b) Property used in the production or transportation of minerals where the  
25 actual capital cost incurred or accrued with respect to the mine and related facilities is  
26 less than \$10,000,000 is exempt from taxation under AS 43.67.010.

27           **Sec. 43.67.170. Definitions.** In this chapter,

28           (1) "board" means the State Assessment Review Board under  
29 AS 43.56.040;

30           (2) "department" means the Department of Revenue or the  
31 Department of Commerce, Community, and Economic Development;

- 1 (3) "minerals" means valuable metals, ores, and coal;
- 2 (4) "production commencement date" means the date on which the  
3 initial shipment of products from mining operations is made;
- 4 (5) "real and tangible personal property" and "property" include
- 5 (A) buildings, machinery, appliances, supplies, equipment,  
6 transmission lines, power plants, and pipelines; and
- 7 (B) roads, storage facilities, terminals, docks and other port  
8 facilities, and air strips;
- 9 (6) "taxable property" means property taxable under AS 43.67.010.
- 10 \* **Sec. 5.** The uncodified law of the State of Alaska is amended by adding a new section to  
11 read:
- 12 TRANSITION: REGULATIONS. The Department of Revenue and the Department  
13 of Commerce, Community, and Economic Development may proceed to adopt regulations to  
14 implement this Act. The regulations take effect under AS 44.62 (Administrative Procedure  
15 Act), but not before the effective date of sec. 4 of this Act.
- 16 \* **Sec. 6.** Section 5 of this Act takes effect immediately under AS 01.10.070(c).
- 17 \* **Sec. 7.** Except as provided in sec. 6 of this Act, this Act takes effect January 1, 2006.

24th Legislature(2005-2006)

## Committee Minutes

HOUSE FINANCE

May 04, 2005

04:51:51 PM

**House Wednesday, May 04, 2005 4:52:00 PM**

Download Mp3. <- Right click and save file as

HOUSE BILL NO. 280

"An Act relating to the taxation of mining property; relating to contracts approved by municipalities for payments in lieu of taxes; and providing for an effective date."

Vice-Chair Stoltze referred to Article IX [Alaska Constitution], and questioned if there is a problem with the legislature surrendering the power of taxation. Mr. Pound restated that legal counsel, as indicated by Ms. Kurtz, does not have a problem with it.

8:52:14 AM

Representative Kelly referred to Vice-Chair Stoltze's question and summarized that the question is if the state has the right to transfer taxing authority to another entity.

Representative Holm said he spoke with Jack Chenoweth from the Alaska Legislative Legal. He referred to a memo, which states that the legislature has the right to restrict taxation authority and to give it away. The legislature has prohibited municipalities from taxing oil or gas. He noted that the legislation would change a severance tax to a mil tax, which would allow municipalities to tax the infrastructure but not the minerals. He maintained that the legislature has a fiduciary obligation to set state policy that clarifies that the resources are owned collectively and should benefit all Alaskans. He maintained that resources need should be brought into the community pot and it would be bad policy to allow individual communities to benefit.

8:56:46 AM

Mr. Pound corrected earlier testimony by clarifying that the Northwest Borough does not collect a severance tax.

8:57:20 AM

Representative Holm MOVED to ADOPT Amendment 2:

Page 2, Lines 18-19

DELETE [other than a tax imposed before January 1, 2006]

Co-Chair Chenault OBJECTED for discussion purposes. Representative Holm explained that the amendment would remove the retroactivity provision. This would prevent municipalities from charging a severance tax on a mineral resource. Mr. Pound stated a concern that some boroughs already use a severance tax.

8:58:12 AM

STEVE VAN SANT, STATE ASSESSOR, DEPARTMENT OF COMMERCE, COMMUNITY AND ECONOMIC DEVELOPMENT, (via teleconference) commented on Amendment 2. He explained that Denali Borough collects a severance tax on gravel and coal, which results in approximately \$56 thousand. The Kodiak Island Borough collects a severance tax on timber. He thought that the Lake and Peninsula Borough also has a severance tax, which has not been collected.

9:00:42 AM

Co-Chair Chenault asked Representative Holm to clarify the intent of the amendment. Representative Holm stated that the amendment would prevent any re-cooping or retroactivity. He questioned if those communities that currently have severance taxes in place could collect a mil tax.

9:01:48 AM

Mr. Van Sant replied that they could have a sales tax or a property tax, but it would take some work. He pointed out that the 4-mil levy is for the unorganized boroughs.

Representative Holm thought the bill might have some unintended consequences. He asked if the Denali Borough currently has a property tax. Mr. Van Sant noted that the

Denali Borough does not collect property tax. The Borough collects a bed tax and severance tax. Representative Holm noted that the [severance tax collected in the Denali Borough: \$56 thousand) is insignificant.

9:05:02 AM

Representative Kelly requested an opinion from the mining industry.

9:06:20 AM

At ease.

9:14:31 AM

JAMES FUEG, PLACER DOME, MEMBER COUNCIL OF ALASKAN PRODUCERS, testified via teleconference. He addressed the mining perspective on granting severance taxes. He said, in general, the mining industry does not support them, but is in favor of grandfathering in existing severance taxes. Representative Holm asked if this was a constitutional position. Mr. Fueg said no.

9:16:31 AM

Representative Joule asked for clarification. Representative Holm replied.

A roll call vote was taken on the motion to ADOPT Amendment 2.

IN FAVOR: Kelly, Holm

OPPOSED: Joule, Moses, Stoltze, Weyhrauch, Foster, Hawker, Chenault, Meyer

The MOTION FAILED (2-8).

Representative Joule MOVED to report CSHB 280 (FIN) out of Committee with individual recommendations and the accompanying fiscal impact notes.

Representative Holm OBJECTED.

A roll call vote was taken on the motion to report CSHB 280 (FIN) out of Committee.

IN FAVOR: Stoltze, Foster, Hawker, Joule, Chenault, Meyer

OPPOSED: Moses, Weyhrauch, Holm, Kelly

The MOTION PASSED (6-4).

CSBH 280 (FIN) was REPORTED out of Committee with a "no recommendation" recommendation and with a new fiscal impact note by the Department of Revenue, and with a new fiscal impact note by the Department of Commerce, Community and Economic Development.

9:22:13 AM

---

# OLD BUSINESS

## MEMORANDUM

**To:** Aleutians East Borough Assembly  
**From:** Sharon Boyette, Borough Administrator *Sharon*  
**RE:** AEB's Permanent Fund Ordinance  
**Date:** May 20, 2011

At the April 23, 2011, Assembly Meeting, the Assembly requested that a copy of AEB's Ordinance governing its Permanent Fund be made available for review at the next Regular Assembly Meeting. In response, a copy of AEB Code of Ordinances Title 6 is attached hereto.

During the April 23, 2011 Meeting members of the Assembly expressed an interest in reviewing the current balance of the Permanent Fund and an estimate of available fund earnings that could be allocated by the Assembly to Borough Communities for marine facilities repairs.

Presently the Borough's Permanent Fund is estimated to be \$27 million. A brief summary of the mechanics of the Borough's Permanent Fund Ordinance provides:

- 1) AEB's policy and goal, as stated in the Ordinance, is to reach and to maintain a balance of \$20 million. (6.04.041 B). The Ordinance also provides that the permanent fund itself ". . . shall be available only to meet the needs of the Borough, including the school district, arising out of natural disasters, major financial emergencies, and for the payment of principal and interest on general obligation bonds to prevent an impending default." (6.04.040 1B).
- 2) Once the fund balance reaches \$20 million, earnings are available to be appropriated by the Assembly. Specifically, "[e]arnings on the Permanent Fund Account not required to be redeposited to the credit of the account under section 6.04.041D may be deposited in the General Fund and used for any municipal purpose or such amounts may be allocated to specific municipal functions. Notwithstanding an allocation made pursuant to this section, such amounts must still be appropriated before they may be spent for such functions. (6.04.041 E).
- 3) The Ordinance includes a formula to be used to determine the amount of the Permanent Fund earnings that may be appropriated during any fiscal year. According to the formula, earnings of the Permanent Fund may be appropriated in ". . . an amount not to exceed three percent (3%) of the five-year average fund market value, to be computed using the five (5) prior calendar years market value." (6.04.041 D).
- 4) A phone call to Mr. Bert Wagon of Alaska Permanent Capital Management ("APCM") revealed the market value history of the Borough's Permanent Fund during the last five (5) years. According to Mr. Wagon:

Market Value as of June 30<sup>th</sup>.

2007	\$24,076,920
2008	\$22,492,722
2009	\$18,331,762
2010	\$22,405,852
2011	\$27,587,665 [NOTE; This value is of April NOT June-Would need to rerun the numbers post June 30 <sup>th</sup> ].

Total: \$114,894,921 divided by 5= \$22,978,984 X .03= \$689,370.

Mr. Wagon will rerun the numbers after June 30, 2011 to obtain an actual number based on the Borough's Permanent Fund year-end closing market value. Mr. Wagon states that for planning purposes we should use \$689,370 as our not-to-exceed amount; but, he will give us an exact number based on FY2011 year-end market value after June 30 (our fiscal year end) rather than his computations using April as the year end.

- 5) To insure that the Borough does not exceed the amount it might be prudent to either use an amount up to \$650,000 or the exact amount calculated by Mr. Wagon after June 30, 2011 as the amount to be appropriated.

- C. Such other accounts as the mayor determines are necessary or appropriate under current government accounting practices and are approved by the Assembly.
2. Special Assessment Funds. These funds shall be created upon establishing a special assessment district and providing for financing of public improvements by special assessments.

(Ord. 01-08 (amended 89-6), Sec. 6.04.040, part, 1987)

**6.04.041. Permanent Fund Account.**

- A. **Assembly Authority.** Unless the Assembly provides otherwise in its approved budget or an appropriation ordinance, the provisions of this section shall govern the deposit and crediting of funds to the Permanent Fund Account established under section 6.04.040 1(B).
- B. **Balance.** It is the goal of the Assembly that the balance of the Permanent Fund Account be \$20 million. Until such goal is reached, the provisions of section 6.04.041C and D shall govern the required deposits to be made to the fund each year. At any time, the mayor may propose and the Assembly may, on its own initiative or upon the recommendation of the mayor, deposit in the Permanent Fund Account amounts from any lawfully available source.
- C. **Budgeted Deposit.**
  1. Each year until the balance of the account equals or exceeds the account balance goal set out in section 6.04.041B the mayor may propose in the budget submitted to the Assembly a deposit to the permanent fund account of excess moneys from the General Fund at the close of the Borough's fiscal year.
  2. Upon approval of the Assembly by resolution or ordinance, and subject to prior covenants made pursuant to authority granted under this section 6.04.041C2, the Borough may enter into a bond covenant requiring that prior to any deposit or transfer to the Permanent Fund Account, the current fiscal year debt service on the bonds shall be paid or that one or more deposits shall be made to the debt service fund of the bonds until the balance of the debt service fund equals an amount not exceeding debt service payments on the bonds remaining due during the current fiscal year. Funds of appropriations subject to a pledge under this subsection shall be deposited in accordance with such pledge. When the pledge has been fulfilled, funds that subsequently become available that are appropriated for the debt service on the bonds shall be deposited to the Permanent Fund Account to the extent the appropriation to the Permanent Fund Account is unfunded. Debt service payments include

payments of principal and interest on bonds for which a pledge pursuant to this section 6.04.041 has been made.

- D. **Earnings.** The Borough Assembly may only appropriate from the permanent fund as follows: In any fiscal year, an amount not to exceed three percent (3%) of the five-year average fund market value, to be computed using the five (5) prior calendar years market value.

(Ord. 07-04 (amended 01-08) Sec. 6.04.041(D))

- E. **Earnings - Allocation.** Earnings on the Permanent Fund Account not required to be redeposited to the credit of the account under section 6.04.041D may be deposited in the General Fund and used for any municipal purpose or such amounts may be allocated to specific municipal functions. Notwithstanding an allocation made pursuant to this section, such amounts must still be appropriated before they may be spent for such functions.

(Ord. 01-08 (amended 92-7) Sec. 6.04.041)

#### **6.04.041 Permanent Fund Account.**

F. **Investments – Purpose and Limitations.** A purpose of the permanent fund is growth through prudent investment of fund assets. Notwithstanding the objectives of the Borough policy for the investment of its operating and other funds set out in Code Section 6.08.010(C), the investment of permanent fund assets shall be made to maintain safety of principal while maximizing total return. Investments shall be diversified to minimize the risk of loss resulting from a concentration of investments in a specific maturity, issuer, class of security, financial institution or, with respect to equity investments, in a specific company, industry or investment sector. Fund assets may be invested in the instruments and securities set out in Code Section 6.08.030 and in the following securities:

- (1) (a) Domestic Equities, which taken as a whole, attempt to replicate the Standard & Poor's 500 Index, including both mutual funds and exchange traded funds (ETF's).
- (b) International Equities, which taken as a whole, attempt to replicate the Morgan Stanley Europe, Australiasia, Far East (EAFE) Index, including both mutual funds and exchange traded funds (ETF's).
- (c) Equities, which taken as a whole, attempt to replicate the universe of domestic real estate investment trusts as represented by the S&P REIT Index or the Cohen & Steers Realty Majors Portfolio Index, including both mutual funds and exchange traded funds (ETF's).

## **Aleutians East Borough Donation Policy**

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

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

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

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

Wednesday, March 9, 2011

To whom it may concern

Each year for the past 14 years, the King Cove Volunteer Fire Department has held an annual fundraiser community picnic to support the KCFD scholarship. This year it is scheduled for Saturday, June 4, 2010. We have appreciated great support from our community and others who have supported this event. We have extremely good turnouts. In the past 14 years we have given away nearly \$14,000.00 in scholarships to King Cove High-school graduates. We are seeking money donations or donations for door prizes for this event. Any help that you can give to us we would be greatly appreciated.

Sincerely,



Chris Babcock Fire Chief





Post Office Box 82  
Cold Bay, AK 99571

March 9, 2011

To Whom It May Concern:

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

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

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

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

Sincerely,

The Silver Salmon Derby Committee  
& the Cold Bay Volunteer EMS



# Sand Point Teen Center

Dear Aleutians East Borough Mayor and Assembly:

This is a funding request for the Sand Point Teen Center. Thanks to the support of many entities the Sand Point Teen Center has now been operating over a year. It has been such a great success and this has made such a positive impact in our community. The teens are enjoying a place to socialize and are participating in all the positive activities and events. The monthly total of teens attending is around 300.

Fund raising is an ongoing challenge in order to keep the Teen Center operating. Thanks to donations from Shumagin Corporation, Trident Seafoods, Peter Pan Seafoods, Silver Salmon Derby, Unga Tribal Council, American Seafoods and City of Sand Point the program has been able to continue to operate. However, we need your help to support our program. The teenagers are the future of Aleutians East Borough and we want to help build productive young adults for Aleutians East Borough's future and feel providing a good and safe environment for teens will have a positive affect on them.

Thanks to the City of Sand Point for graciously providing us a new location for the Teen Center and Unga Tribe for taking on the task of accounting and payroll for us. However, we need continual funding support to operate and build the program. Your help will go a long way to making our program a success.

We noticed that the Aleutians East Borough budget has a line item for Youth Services with a balance still available. We are asking you to donate to our Teen Center and thank you in advance for any support you give.

\*\*\*\*\*

**We are enclosing a donation for the Teen Center :** \_\_\_\_\_  
(NAME(S))

\$500 \_\_\_\_\_ \$800 \_\_\_\_\_ \$1000 \_\_\_\_\_ \$2000 \_\_\_\_\_ or other: \$ \_\_\_\_\_

**Submit donation to:**

**Sand Point Teen Center  
C/O Unga Tribal Council  
PO Box 508  
Sand Point, AK 99661**

# ALEUTIANS EAST BOROUGH SCHOOL DISTRICT

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

George Cromer III  
PO Box 269  
Sand Point, Alaska 99661

April 13, 2011

Stanley Mack  
Aleutians East Borough  
PO Box 269  
Sand Point, AK 99661

Dear Mayor Stanley Mack,

I am the K-12 Tobacco Prevention Coordinator for the Aleutians East Borough School District. With the school year almost over, we are making a big push to promote another awareness day know as Kick Butts Day. Kick Butts Day, is a national campaign to encourage youth to stand out, speak up, and seize control against big tobacco companies, was held on March 23, 2011. The Aleutians East Borough School District is joining thousands of youth across the country who have taken part in Kick Butts Day, a nationwide initiative that makes kids leaders in the effort to stop youth tobacco use. As part of Kick Butts Day celebration, AEBSD students are going to do a Cigarette Butt Clean Up on May 17, 2011, during the week of the Community Cleanup in Sand Point.

The Washington, DC-based Campaign for Tobacco-Free Kids is one of the largest non-governmental education and advocacy initiatives ever undertaken to decrease youth tobacco use in the United States. Tobacco-Free Kids strives to build a healthier future for our children by reducing tobacco use and exposure to secondhand smoke.

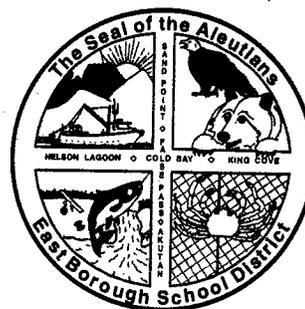
Throughout the year, young advocates take part in a variety of activities to protect kids from tobacco, including working with elected officials to develop policies that reduce youth tobacco use and exposure to secondhand smoke and educating their peers about tobacco companies' deceptive marketing practices. The Cigarettes Butts Clean up day will be done to raise awareness of the effects of discarded cigarette butts.

I am asking for a \$200.00 donation to purchase decorations such as: Banners, Ribbons, T-shirts, Rubber Bracelets, Water bottles that can be placed throughout our community and in our local schools.

Thank you for your consideration and time.

Sincerely,

  
George Cromer III  
gcromer@aebbsd.org



---

## 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

**Sand Point Silver Salmon Derby**

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



May 12, 2011

To Mayor Mack and Assembly:

This is a request for \$500 donation to the Sand Point Silver Salmon Derby. The Derby is a fun community event that everyone looks forward to and is open to all AEB residents that wish to participate. The event raises funds for the Volunteer Sand Point Emergency Medical Services, Boys and Girls Club of Alaska/ Sand Point, Sand Point Teen Center and Sand Point Culture Camp. All these programs need donations in order to operate successfully. Donations you provide will be used to purchase raffle items to raise funds and for supplies needed for the derby.

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

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

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

Thank you for your thoughtful consideration of our request.

Sincerely,

Rayette McGlashan, Chairperson  
Sand Point Silver Salmon Derby

**Sand Point Silver Salmon Derby**

PO Box 206

Sand Point, AK 99661

907-383-2664

**Donators from previous years:**

Pen Air, Peter Pan Seafoods,

Coastal Transportation, Alaska Central Express (ACE),

WASTAC Electronics, City of Sand Point, Trident Seafoods, Alaska Commercial,

Sand Pt. EMS, Artist-Teresa Anderson, APIA, Aleut Corp., Artist-Paul Karlsen,

Eastern Aleutian Tribes, Snopac, Cut'R'Loose, Healing Hands Massage, Laurel

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

Telalaska, Drunken Saylor haircuts, Toys Plus, Alaska Railroad,

halibut donations by: local fisheirmen



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

May 5, 2011

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



Dear Mr. Mack,

It is that time of year again to begin preparations for our annual Culture Camp. This year will be our twelfth year of having Culture Camp in Sand Point. The dates for camp this year are July 18, 2011 through July 30, 2011. Camp will start at 9:00 a.m. and end at 9:00 p.m. Monday through Friday for two weeks. We also offer classes for adults from 7-9 p.m. every evening.

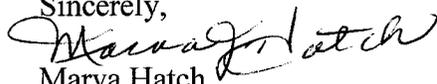
For the past eleven years Qagan Tayagungin Tribe has worked cooperatively with the US Fish & Wildlife Service, A/PIA, EATS, the Unga tribe, the Aleut and Shumagin Corporations, Aleutians East Borough and the City of sand Point, as well as various other businesses and organizations in the Aleutians to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

Last years camp was very successful with a total of 80 children from grades kindergarten through twelfth grade, and about 40 adult community members who participated in Culture Camp events. It takes a considerable amount of money to fund a camp in our community each year. This year's budget totals \$78,800.00. A budget is enclosed. We hope that you will continue to generously support the Sand Point Culture Camp with a donation of \$7,000 that we can apply to expenses for camp.

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

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

Sincerely,

  
Marva Hatch  
Executive Director

## SAND POINT CULTURE CAMP 2011 BUDGET

### STIPENDS

CAMP DIRECTOR	\$4,000
DANCE INSTRUCTOR	\$3,000
DANCE INSTRUCTOR 2	\$3,000
HATMAKER	\$3,000
REGALIA INSTRUCTOR	\$3,000
HEADDRESS INSTRUCTOR	\$3,000
WEAVING INSTRUCTOR	\$3,000
DRUMMAKER INSTRUCTOR	\$3,000
BIDARKA INSTRUCTOR	\$3,000
CLASSROOM TEACHER	\$3,000
CLASSROOM AIDE	\$1,500
COOK	\$2,000
COOK ASSISTANT	\$1,000
JANITOR	\$1,000
PHOTOGRAPHER	\$1,000
<b>TOTAL</b>	<b>\$39,000</b>

### TRAVEL

6 X \$1000	\$6,000
2 X \$1500	\$3,000
KIDS TRAVELFROM COMMUNITIES	\$2,500
<b>TOTAL</b>	<b>\$11,500</b>

### LODGING

ANCHOR INN	\$4,500
------------	---------

### PER DIEM

\$60 X 18	\$1,200
-----------	---------

### SUPPLIES

FOOD	\$6,000
HATMAKING SUPPLIES	\$2,000
BIDARKA SUPPLIES	\$2,000
REGALIA SUPPLIES	\$3,000
DRUM MAKING SUPPLIES	\$3,000
HEADDRESS SUPPLIES	\$3,000
CLASSROOM SUPPLIES	\$3,000
CAR RENTALS	\$2,000
GAS AND PROPANE	\$600
<b>TOTAL</b>	<b>\$22,600</b>

**TOTAL BUDGET** **\$78,800**

# NEW BUSINESS

None at this time.

# REPORTS AND UPDATES

TO: Mayor Mack and Assembly Members

DATE: May 23, 2011

FROM: Sharon Boyette

RE: Administrator's Report

I started this month with a vacation – which I highly recommend. My husband and I spent a week in California's wine country and San Francisco. It was fabulous. Then it was off to DC for a round of meetings lead by our plucky lobbyist, Brad Gilman. As I mentioned in a blurb that was attached to the weekly calendar, we had good meetings with our delegation, the Army Corps of Engineers, U.S. Fish and Wildlife Service and others. While it is difficult to quantify results of these meetings, I believe they are one of the reasons the AEB has been successful in many of its capital projects and other endeavors.

I'm still working with AML-JIA on our insurance claims but it is going pretty well. I think we will be successful on the hovercraft shelter where the damage was caused by wind. We will likely see very little insurance coverage on the King Cove School however, where most damage was not caused by storm events. We will be talking about the King Cove School more in the fall.



This is the excavator on the Akutan harbor project with the 75-foot (!) reach mentioned in the Projects Summary. (COE photo taken around 5/15/11)

I am hoping that we have covered everything in this Assembly packet that we need to in order to get through the summer. We don't like bothering folks during the busy summer months and will avoid it if we can. But I hope that you will have some time to read our emailed calendar and I will be keeping in touch using that weekly email.

Fish Taxes Summary:

Feb/Mar/April 2011	Feb/Mar/April 2010	Feb/Mar/April 2009	Compare this year to last	FY 2011 Total to date
\$1,259,739.78	\$751,635.54	\$757,799.09	\$508,104.24	\$3,488,282.54

As always, please call with any comments, suggestions, questions and even complaints.

Project Summary and Updates

AKUTAN	Nov 2010 Update	Feb 2011 Update	March 2011 Update	May 2011 Update
<p><b>Harbor Construction.</b> Knik Construction working for COE. AEB is a partner and provides funding from bonds. Project Total: \$35 M. Project was temporarily halted but is moving forward again.</p>	<p>Harbor Work has stopped for the winter. A different type of equipment (a suction dredge) will be brought into Akutan in the spring to continue excavation of the basin.</p>		<p>Small crew is back in Akutan; dredge is scheduled to arrive April 22.</p>	<p>Contractor continues to excavate the Harbor Basin using excavators and the hydraulic Dredge. Contractor estimates production of the dredge at 400 to 500 CY's per hour. Continues to excavate and place rock protection on the harbor basin slopes. An EX 365 excavator has been modified by installing a long stick capable of a 75 foot reach and a GPS system. Excavation of the basin slopes and installing of rock protection has begun. Contractor is finish grading south west disposal area slopes. Delivery of filter and slope protection rock is completed. Harbor work is going well.</p>

Project Summary and Updates

<p><b>Airport Construction and Marine Link.</b> Kiewitt Construction working for DOT. AEB is a partner and provides funding from bonds and general fund. Project Construction \$54,565,000 (doesn't include hovercraft funding) Project is in pre-construction phase</p>	<p>Planning continues. This is a design/build project and the 60% design is close to complete.</p>	<p>The 90% design is available for comments and the AEB has submitted comments.</p>	<p>Planning and design work continues. Earl Korynta, USKH, is providing engineering assistance to the AEB.</p>	<p>DOT is still working on additional geotech analysis at the HSMF building site so the draft letter on the liquefaction potential has not been finalized. DOT Project Engineer, is onsite. Airport and Marine Facility final 100% plans are complete. Final building plans are still in progress pending outcome of the updated geotech report. Most permits are in place and the work in the field is in progress. Final parcel plats and legal descriptions in progress, subsurface has been transferred to the City. Existing Seaplane ramp will be closed approximately April 2012 for new construction to convert to Hovercraft accessible ramp. Mobilization is substantially complete and onsite work is in progress in the following areas: Temporary landing site and beach access road at Surf Bay is complete. Pioneer access road to camp and airport site is complete but surfacing and slope protection work is in progress. Lay down and camp pads are substantially</p>
<p><b>Harbor Mitigation Measures</b> Fuel Spill Prevention brochure (distributed in all communities) proposal for \$16,000. CIAP project.</p>	<p>We have heard informally that it will be funded in January 2011.</p>	<p>Still no grant award. Fortunately there is no rush to get this work done.</p>	<p>CIAP grant award now scheduled for Jan 2012.</p>	<p>No news.</p>
<p><b>COLD BAY</b></p>	<p>Nov 2010 Update</p>	<p>Feb 2011 Update</p>	<p>March 2011 Update</p>	<p>May 2011 Update</p>

Project Summary and Updates

<p><b>Airport Terminal Building Repairs.</b> AEB contracted with S and S General Contractors (Sitka company). \$843,142. Legal wrangling for damages has begun.</p>	<p>The repairs and renovation project is scheduled to be complete any day now. Sixty windows were replaced and the new siding is on.</p>	<p>The terminal repair project is complete. FAA has begun to paid full lease amount and is working on moving into the building.</p>	<p>FAA wants an air handling system installed (at their cost). Design is done; we are looking for a installer.</p>	<p>Design is almost complete. Review by the FAA is expected.</p>
<p><b>Boat Launch Repairs.</b> We have heard informally that our proposal submitted to repair boat ramp for \$90,000 will be funded in January 2011. CIAP Project.</p>	<p>Still no grant award. Fortunately there is no rush to get this work done.</p>		<p>CIAP grant award now (fast-tracked) scheduled for oct 15, 2011.</p>	<p>No news.</p>
<p><b>Apron and taxiway project.</b> A new apron and taxiway are necessary at the new terminal building.</p>	<p>No new forward movement though. There is a connection to the completion of DOT's airport master plan undertaken by DOWL engineers. DOT's proposal to shorten the main Cold Bay runway has been taken off the table. Planning continues to address the restricted visibility zone problem.</p>	<p>DOT continues to work on the RVZ and Airport Master Plan.</p>	<p>This priority project has been submitted to state and federal funding sources. We are waiting for the next notice of proposed plans for the RVZ from DOT. I'm waiting for DOT approval of our Request for Design Services Proposal.</p>	<p>DOT has asked us not to work on design until October; we are continuing to negotiate.</p>

Project Summary and Updates

<b>FALSE PASS</b>	Nov 2010 Update	Feb 2011 Update	March 2011 Update	May 2011 Update
<p><b>Harbor Water and Electric Services</b> Project will provide utilities at the new harbor for economic development and safety.</p>	<p>Final Design is complete. An application for funding for this project has been completed by Annie and submitted to the Denali Commission.</p>	<p>Annie completed a CDBG funding request in December. A request to the State Legislature for funding has been submitted.</p>	<p>We are waiting to hear if we have been selected for funding by the Denali Commission and CDBG.</p>	<p>Funding has been approved. We are working on stipulations of grants' conditions for grants award.</p>
<b>KING COVE</b>	Nov 2010 Update	Feb 2011 Update	March 2011 Update	May 2011 Update
<p><b>King Cove Access Project; Road to the Northeast Corner</b> This project will complete the King Cove Road to the NE Corner of Cold Bay.</p>	<p>Design is completed. Construction costs estimated in the \$19 million range. Funding is secured. AK DOT start the advertisement for construction bids on November 5<sup>th</sup>.</p>	<p>Alaska Interstate Construction was awarded a contract on 1/18/11 for \$14,459,880. Work is expected to begin early spring.</p>	<p>DOT went quiet for a while on this project but a new project manager has been assigned and he says they will schedule the partnering meeting for March.</p>	<p>Partnering meeting was successful. AIC, the contractor has just begun work with setting up housing, etc. Stanley, Sharon, Dan will visit KC for project tour on June 1-2.</p>

Project Summary and Updates

<p><b>King Cove Access Project; EIS Development for land exchange and road corridor.</b>AEB is cooperating agency on Izembek Land Exchange and Road EIS. Many meetings and lots of work. Gary Hennigh is leading this effort and I'm supporting him all I can.</p>	<p>Purpose and Need Section are drafted and work has begun on drafting the alternatives.</p>	<p>Gary Hennigh, Jules Tleson, Dan Rowley, Stanley, when he is available, and I, along with other partners, DOT, DNR, KC Tribe/Corp(Della Trumble), meet weekly with the Fish and Wildlife Service and the other cooperators. We have reviewed some chapters and made extensive comments.</p>	<p>Most of the individual sections of the draft EIS have been reviewed and comments have been made. This project is behind schedule. Meetings of the cooperating agencies and FWS and the contractor occur weekly.</p>	<p>Work on EIS continues. Funding to continue the EIS is assured.</p>
<p><b>NELSON LAGOON</b></p>	<p>Nov 2010 Update</p>	<p>Feb 2011 Update</p>	<p>March 2011 Update</p>	<p>May 2011 Update</p>

Project Summary and Updates

<p><b>Coastal Erosion Project.</b> This multi-funded project will develop a plan to address severe erosion problems. ACCIMP proposal for \$50,000 has been funded for erosion control planning and mapping. We have heard informally that our CIAP proposal for erosion control mapping and planning for \$238,800 will be funded in January 2011.</p>	<p>Still no grant award. Fortunately there is no rush to get this work done.</p>		<p>CIAP grant award is now scheduled for Jan 2012. The ACCIMP is moving forward. We are expecting proposals from five engineering firms to complete the work on March 15.</p>	<p>Hazard Impact Assessment Public Meeting will be held in NL on May 23rd. HDR will conduct the meeting.</p>
<p><b>SAND POINT</b></p>	<p>Nov 2010 Update</p>	<p>Feb 2011 Update</p>	<p>March 2011 Update</p>	<p>May 2011 Update</p>
<p><b>Manufacture and installation of Float B</b> in new harbor. Contract with Western Marine. Funded by Denali Commission (\$1,100,000) and AEB for total of \$1,777,920. Floats will leave Seattle about Sept 7<sup>th</sup> for Sand Point. The kick-off meeting with Western Marine will be held Sept 21<sup>st</sup>.</p>	<p>This Floats Project is complete! We will begin looking for funding to install the next section of new harbor floats.</p>	<p>The AEB will be supporting the City's request for funding for the old harbor repairs and renovations and will not seek funding for the new harbor floats. Water and fire suppression to new harbor. AEB is assisting the City with approximately \$130,000.</p>		

Project Summary and Updates

OTHER	Nov 2010 Update	Feb 2011 Update	March 2011 Update	May 2011 Update
<p><b>AEB resource planning area permitting system</b> set-up and assistance. We have heard informally that our CIAP proposal for \$271,050 will be funded in January 2011.</p>	<p>Still no grant award. Fortunately there is no rush to get this work done.</p>		<p>CIAP grant award now scheduled for Jan 2012.</p>	<p>No news.</p>

To: Mayor Stanley Mack

May 23, 2011

AEB Assembly

Fm: Beth Stewart

**Fisheries Meeting In Sand Point:** In spite of several flight delays, Sam Cotten and I arrived in time for last week's fisheries meetings in Sand Point. We were joined by Martin Loeffled (NMFS Observer Program) and Kurt Iverson (CFEC Research). We were joined online by King Cove, Akutan and False Pass.

SEDM Discussion: The first day's agenda included a discussion of the SEDM (Southeast District Mainland) 2011 sampling program. Aaron Potter and Mark Witteveen of ADF&G answered questions and helped define this season's goals. SEDM fishermen worked together later that day and by Wednesday they had developed a plan to get this year's work accomplished.

As you may recall, WASSIP (Western Alaska Salmon Stock Identification Program) collected samples from commercial fisheries for three years. However, at the last Board of Fisheries meeting it became clear that without samples from the closed periods in the SEDM, the board was unwilling to change the current management plan. ADF&G pulled together a program in time for last year's fishing season, but did not have the money to continue sampling or processing collected samples, and had some difficulty getting last year's samples.

The borough stepped up with funds for processing the samples and agreed to work with the fleet to insure that adequate samples were collected this season and in 2012.

Observer Program: Martin Loeffled then outlined the new observer program that will be implemented in 2012. The revised program includes vessels under 60' for the first time. Martin explained that even though the new regulations allow NMFS to place observers on small vessels, they will not be looking at vessels under 40' in the first years of implementation.

During his stay in Sand Point, Loeffled toured the boat harbor and checked out several local groundfish vessels, checked out the Trident facility, and chatted with local skippers and crew. Several fishermen had questions about how the expected Chinook cap in the pollock fishery will fit into the new observer program. The biggest problem is that vessels may be required to carry observers under the Chinook cap regulations before the new observer program becomes effective. Loeffled said the simple answer is that fishermen would have to hire an observer from a contractor during the interim, but that NMFS didn't view this as ideal.

Limited Entry for P. Cod and Crab? I have received several calls from fishermen who are interested in or opposed to limiting entry into the State waters cod fishery or into the local crab fishery. AEB has no

position on limiting entry into these fisheries, but it seemed like it was time to provide a forum to discuss this topic. Fortunately, Kurt Iverson from CFEC (Commercial Fisheries Entry Commission) was able to join us for this meeting. Iverson outlined the differences between the State and Federal programs, and described the process the state uses for limiting entry into fisheries. The biggest difference between the State and Federal programs is that the State cannot award permits to vessels. Permits can only be awarded to natural persons, not corporations. Another big difference between the two approaches is that the State had no overriding policy to implement new programs.

The process to initiate a new program requires that interested fishermen submit a petition to CFEC. The Alaska Administrative Procedures Act gives the agency 30 days in which to reject the petition or submit new regulations, so CFEC automatically rejects petitions. However, if it looks like there is widespread support for going forward, the agency asks its staff to write a report assessing the potential for regulations. If this report indicates that there is widespread support for moving forward, the agency then proposes rules and holds numerous public hearings.

In other words, it's a slow deliberative process. Unless the agency determines that there is a lot of support for limiting entry they generally do not go forward.

Like Martin Lloeffled, it was Kurt's first trip to our region, and he joined us on the tour of the harbor and spent time chatting with local fishermen.

Thanks go out to Martin, Kurt and ADF&G for helping make this meeting a success.

Community Economic Quota and Aleutia: Aleutia's President Duane Kapp attended both meetings and was able to answer some questions about the new CEQ program. During the recent round of reducing the number of LLPs, CEQ organizations received LLPs that they can distribute to fishermen in local communities. They have 14 LLPs for Sand Point fishermen, 9 for King Cove and 1 or 2 for Cold Bay. Aleutia had just gotten the federal register notification and has not yet had an opportunity to establish rules for distributing these LLPs. The Aleutia Board will be meeting this week to begin establishing rules for these licenses (see announcement in "In the Loop").

**Upcoming NPFMC Meeting:** The North Pacific Fishery Management Council's June meeting will be held in Nome. Of particular interest to local pollock fishermen—the council plans to take final action on the Chinook cap. Few, if any, fishermen will be able to attend this meeting because they will be getting ready for the June salmon fishery. It is pretty clear that the council is on a steady course to implement the cap outlined in their motion from the April meeting.

AEB asked the Council to slow this process down in order to give local fishermen a better opportunity to participate in developing these regulations, but the Council not only failed to consider this request they moved final action from the October, 2011 meeting to the June, 2011 meeting.

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

**From: Anne Bailey, Receptionist/Grant Assistant**

**Subject: Report to the Assembly**

**Date: May 16, 2011**

Below are a few items I have been working on and accomplished since the April 2011 Assembly Meeting.

### **False Pass Harbor Utility Project**

The Borough has received funding from the Community Development Block Grant (\$400,000) and the Denali Commission (\$1,992,922)! In order for both funding agencies to release the funds an Environmental Review needs to be completed and negotiation letters need to be answered. I have been diligently working on this over the past week and will continue to work on it until its completion. The sooner this is completed the faster the funds will be released.

We will keep you updated as this project progresses.

### **Library Grant Opportunity**

On May 13, 2011, I submitted a Margaret Alexander Edwards Library grant entitled “Read a Book – Watch a Movie” for the Sand Point Library. This grant “Read a Book – Watch a Movie” is a program that solely focuses on promoting reading in a pleasurable and inviting way to the young adults in the City of Sand Point. This grant request is in the amount of \$4,142.24.

I did speak with the trust manager of the grant and he has said that most of the funding for this year has been tapped out but would be more than happy to look at the grant and see what they can do. I'd like to thank Marta Varga, the Sand Point Librarian, for her help on this as well.

To: Hon. Mayor Mack and AEB Assembly

From: Laura Tanis, AEB Communications Manager

Through: Sharon Boyette

Subject: Communications Manager's Report to the Assembly

Date: May 23, 2011

Since the last Assembly meeting, my time has been filled with a variety of projects, including the Borough's newsletters and assembling packets for Sharon and Mayor Mack's Washington, D.C. trip. I helped create flyers for that packet, including one featuring the latest photos and information about the Akutan Harbor Project. Two others focused on the progress with the Akutan Airport Project and the Cold Bay Terminal.

I also emailed and faxed a letter signed by Mayor Mack to several organizations regarding the North Aleutian Basin. The letter discussed efforts by the Nunamta Aulukestai in Dillingham and the World Wildlife Fund to permanently remove the North Aleutian Basin from any future offshore oil and gas exploration or development. In his letter, Mayor Mack reiterated the Borough's support (and support from other communities and tribes) for responsible oil and gas development in the NAB. The Mayor urged people to wait for all the facts before making a decision regarding oil and gas exploration if the Environmental Impact Statement is re-started at some point in the future. He explained that all communities and individuals will have the opportunity to comment and to make an informed decision. This letter was sent out to communities, tribes and corporations.

Earlier this month, I drafted, finalized and distributed *Fish News*, which was sent out on May 6, 2011. Headlines included:

- Upcoming Fishery Meetings in the Region
- BOF Executive Director Retires; New Executive Director Named
- BOF Deadline: May 16<sup>th</sup> - Last Day to Submit Proposals for P. Cod Fisheries
- Federal Subsistence Board Asks for Lower Gulf Salmon Bycatch

On May 20<sup>th</sup>, the latest edition of *In the Loop* was sent out to subscribers. Headlines included:

- Akutan Airport Project Makes Strides
- Will the Summer of 2011 Be a PSP Problem Year?
- News from the Isanotski Corporation
- Borough Assembly Trip to Akutan Encounters Unexpected Winter Weather
- Akutan Students Take Fisheries Science, Government Field Trip
- “Chris Gundersen’s Life Stories” Captures Essence of Life in the Aleutians
- Sand Point Students Recognized for Accelerated Reading Program
- Cold Bay’s 1<sup>st</sup> Annual Kids’ Dolly Derby Deemed a Success
- Information Meeting: Nelson Lagoon Hazard Impact Assessment
- EAT’s Traveling Health Fair to Visit Five Remote Aleutian Communities in June

Other tasks included making updates to the Borough’s website. I created a “Communities” tab, with subsections for each of the communities and links to community websites. I also added other links, including one for CAMF and another for the Unimak website: <http://unimak.us/>, which contains fascinating information about the history of Unimak Island, the lower Alaska Peninsula and Sanak Island. An article will be featured on this topic in the next *In the Loop*.

Currently, I’m working on another edition of *Fish News*. That will be distributed within the next week. I’ve also added new blog postings associated with upcoming fishery events on the AEB Fish Blog. I keep up with that regularly so our fishing communities can remain informed.

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

# Aleutians East Borough April-May Legislative Report

By Mark Hickey, Borough Lobbyist

A Monthly Report

May 10, 2011

Significant Issues

Passed Legislation

New Legislation

Bills On The Move

Other Bills

Page 1

Page 3

Page 4

Page 6

Page 8

## Significant Issues

**Special Session:** The first special session of the 27th Alaska State Legislature will be entering its fourth week on May 8. While several matters have been addressed, there are three unresolved issues: (1) the FY 2012 capital budget; (2) extension of the Coastal Zone Management Program; and (3) passage of the governor's proposed changes to the Alaska Performance Scholarships Program.

**Spring Revenue Forecast:** The Department of Revenue (DOR) spring forecast predicts an increase of \$4 billion more in FY 2012 based on higher oil prices.

**Municipal Revenue Sharing Program:** Adequate funds are available to allow the required payment of \$60 million for municipal revenue sharing in FY 2012. Parnell's proposed operating budget includes an appropriation of \$60 million to replenish the fund. **The final version of the FY 2012 operating budget includes a one-time appropriation of an additional \$20 million for revenue sharing to be distributed proportionally to the other amounts received under this program. AEB should get another \$129,000.**

**Oil & Gas Production Tax Change:** *HB 110/SB 49* by the governor proposes a major reduction in the production tax on oil and gas in order to foster increased exploration and production. His proposal eliminates the "progressivity surcharge" and replaces it and the base tax with a new structure. Revenue sharing ends up tied to all tax revenue. DOR estimates that it will take a price of \$57 per barrel to fully fund revenue sharing. ***HB 110 passed the House, but continues to face stiff opposition in the Senate. The bill is in Senate Labor & Commerce.***

**Education Funding:** Parnell's budget proposals includes no increases for K-12 education. It does include an appropriation of about \$1.1 billion to forward fund education for FY 2013. **The final version of the FY 2012 operating budget includes a one-time appropriation of an additional \$20 million for K-12 education distributed based on the adjusted average daily membership for each district. AEB should get another \$94,000.**

**Municipal PERS/TRS Funding:** The approved operating budget includes a payment of \$234.5 million for the teachers' retirement system and \$242.6 million to the public employees' retirement system as required under the PERS/TRS cost share plan enacted in 2009. **The most recent estimate now places the combined unfunded liability for PERS/TRS at \$11 billion.**

**FY 2012 Capital Budget:** As of the date of this report, the FY 2012 capital budget (*SB 46*) remains in the possession of the Senate.

**Renewable Energy Fund Grants:** The current version of the FY 2012 capital budget contains a deposit of about \$30 million to the Renewable Energy Fund. These funds will be used to fund the Round IV projects. There are three projects for AEB communities within this list.

**CZM Management Program:** The Alaska Coastal Zone Management (CZM) Program sunsets on July 1, 2011. *HB 106* passed the House and is pending in the Senate. It provides a six-year extension with a number of program changes. Indications suggest this measure will pass before the end of the first special session.

**Power Cost Equalization (PCE):** The approved FY 2012 operating budget includes \$23.5 million to fund the PCE program, and a deposit of \$400 million to the PCE endowment fund.

**Alaska Redistricting Board:** On April 13, the Alaska Redistricting Board adopted two statewide plans for the purposes of soliciting comments. The board also adopted alternative plans for Southeast and the Mat-Su regions. Plans can be viewed at [www.akredistricting.org](http://www.akredistricting.org). A series of public hearings across the state started on April 18. A final plan must be adopted by June 13.

**Alaska Performance Scholarships - *HB 104/SB 43* by request of the governor:** Renames the program and creates an Alaska Performance Scholarship Investment Fund to fund the merit scholarships for post-secondary education established last session. Although the governor put this bill on the special session agenda, the legislature has yet to act. Both bills are in Senate Finance. **The approved FY 2012 operating budget includes an appropriation of \$6 million to fund performance scholarships and another \$3 million for needs-based grants. Indications suggest another \$400M will be added to the capital budget to capitalize the endowment.**

**Constitutional Amendment: Dedicated Transportation Infrastructure Fund - *HJR 4* by Rep. Peggy Wilson (*R-Wrangel*):** Re-establishes a dedicated transportation fund using all motor fuel taxes and vehicle registration fees as revenue sources. The legislature may appropriate up to 50% of the revenue received each year and up to 6% of the average market value of the established fund over the previous five fiscal years.

**Establish a Dedicated Transportation Infrastructure Fund - *HB 30* by Rep. Peggy Wilson:** Appropriations to the fund would occur after July 1, 2013, from various sources including any state tax on fuel, registration fees, studded tire tax, leases and fees on airport facilities. The fund would be managed as an endowment and recommendations to the legislature for expenditures would be made by a newly established advisory council. *SB 37* by Senator Joe Thomas (*D-Fairbanks*) is a similar proposal, but does not proposed a dedicated fund.

**Infrastructure Fund Appropriation - *HB 31* by Rep. Peggy Wilson:** If voters approve a constitutional amendment to establish a dedicated Transportation Infrastructure Fund, \$1 billion would be appropriated to capitalize the fund. **All three measures have been placed into a subcommittee of House Finance.**

# Passed Legislation

The following bills of interest have passed the legislature this session.

**Urge Funding for Essential Air Service - HR 5** by Rep. Peggy Wilson (*R-Wrangell*)/SR 2 by Sen. Albert Kookesh (*D-Angoon*): Both measures support the federal Essential Air Service Program and urge the U.S. Congress not to adopt any change that would eliminate funding for this program.

**Water & Waste Water Regulation - HJR 17** by the House Community and Regional Affair Committee: This resolution urges the U.S. Congress to pass legislation proposing a two-year moratorium on new drinking water or wastewater treatment regulations and requiring the Environmental Protection Agency to use reasonable standards for wastewater treatment that take local conditions into consideration.

**Student Athletic Concussion - HB 15** by Rep. Mike Doogan (*D-Anchorage*): This bill requires school districts to implement a student athletic concussion education program and not allow a student suspected of suffering a concussion or brain trauma to return until cleared by a licensed health professional.

**Extend Regulatory Commission of Alaska - HB 24** by Rep. Kurt Olson (*R-Soldotna*): Extends the termination date of the RCA to June 30, 2014.

**Residential Fire Sprinkler Systems - HB 130** by the Labor & Commerce Committee. Prohibits a municipality from requiring a sprinkler system in new single-family homes or residential buildings of not more than two units unless it is done by ordinance. Any such ordinance has to meet strict notification requirements.

**Public Construction Contracts - HB 155** by the House Labor & Commerce Committee: Amends the Alaska Little Davis Bacon Act by raising the threshold from \$2,000 to \$25,000 before a public works contract qualifies for prevailing wages.

**Sport Fishing Guide Services - HB 173** by House Fisheries: Extends the sport fishing services licensing program through calendar year 2012.

**Application of VSW Program - HB 183** by Rep. Alan Dick (*R-Stony River*): Amends the Village Safe Water program to allow a home rule city with less than 600 residents and a first class city with less than 1,000 residents to participate in the program. Another change modifies the definition of an unincorporated community to reflect current law.

**Board of Education & Early Development Annual Report - SB 1** by Sen. Bettye Davis (*D-Anchorage*): Requires an annual report from the Board of Education & Early Development on its efforts to develop, maintain and improve a comprehensive quality public education system. This bill was amended to establish a joint legislative task force on theme-based education.

**Alaska Railbelt Energy Fund & Alaska Energy Authority Provisions - SB 42** by request of the governor: Establishes the Railbelt Energy Fund and authorizes AEA to acquire, construct, own, and operate a new hydroelectric power project on the Susitna River. Other provisions modify AEA's operative statutes.

**Vocational Education Funding/Tax Credits - SB 84** by the Senate Education Committee: This bill establishes a new high school vocational education factor to provide nearly \$12 million in new funds. The new factor becomes part of the foundation formula. Under this provision, AEB will receive about \$63,000. Other provisions expand the educational tax credit program. The bill passed in the 1st special session.

# New Legislation

This section describes new legislation of interest.

## General Municipal Issues

**Fiscal Future Task Force - HCR 12 by Rep. Alan Austerman (R-Kodiak):** Creates a legislative task force to work on long-term fiscal policy over the next three years. **HCR 12 passed the House and is in Senate Finance.**

**Fisheries Business Tax Revenue Sharing - HB 184 by Rep. Peggy Wilson:** The bill alters the existing formula for sharing between communities of the extra-territorial receipts under the fisheries business tax. The new system would be based on where unprocessed product is landed. To offset the potential negative impact of this change, the bill increases the sharing rate from 50/50 to 75/25 in favor of local communities. **HB 184 is in House C&RA.**

**Alaska Broadband Task Force - HB 201 by Rep. David Guttenberg (D-Fairbanks):** Establishes a joint legislative task force to improve provision of broadband services across the state. **HB 201 is in House L&C.**

**Fire & Emergency Medical Services - HB 219 by Rep. Eric Feige (R-Chickaloon):** Exempts funding of local fire and emergency medical and fire services from regulation as insurance. **The bill is in House C&RA.**

**PERS/TRS Modified Defined Contribution Plan - HB 236 by Rep. Bob Lynn (R-Anchorage):** HB 236 offers existing and new employees participating in PERS or TRS a choice to stay in the current defined benefit plan or move into a modified defined contribution plan. The bill was only introduced on April 13 and has not been heard. **SB 121 by Sen. Dennis Egan (D-Juneau)** is a companion bill. **The bill is in House L&C.**

**Revenue Sharing & Education Funding - SB 97 by the Senate Finance Committee:** This bill proposes additional appropriations for public education and community revenue sharing if the price of North Slope crude oil exceeds a specified trigger price. The version passed by the Senate would provide approximately \$20 million for each component. **SB 97 is in House Finance.**

**PERS Termination Costs - SB 100 by Sen. Joe Paskvan (D-Fairbanks):** This bill limits the requirement on political subdivisions to pay termination costs when the employer in question elects to leave either PERS or TRS, but not when they terminate a class, group or department. **SB 100 is in Senate Finance.**

**Alaska Native Languages Council - SB 130 by Sen. Donny Olson (D-Nome):** Establishes a new advisory council for the preservation, restoration and revitalization of Alaska Native languages. **SB 130 is in Senate State Affairs.**

## Education

**Special Education Service Agency Funding - HB 198 by the House Education Committee:** Removes a sunset requirement and increases state funding to the Special Education Service Agency. The increases equates roughly to the impact of inflation over the last 13 years. **HB 198 is in House Finance.**

**Teacher Retention Grants - HB 207 by the House Education Committee:** Establishes a new state grant program to encourage teacher retention. Districts would have to demonstrate high turnover rates to participate. This bill proposes a different program than the one in **SB 83. HB 207 is in House Education.**

**Low Performing Schools - HB 208 by the House Education Committee:** Establishes a new program to provide additional funds to low performing school districts. **HB 208 is in House Education.**

**School Debt Reimbursement - HB 217 by Rep.**

**Austerman:** Authorizes school districts to blend project elements eligible for either 70% or 60% reimbursement into a single project. **HB 217 is in House Education.**

**Digital Learning Funding - HB 242 by Rep.**

**Peggy Wilson:** Creates a new funding factor in the foundation formula to provide funds to districts for digital technology. Provides about \$6 million across the state. **HB 242 is in House Education.**

**Fisheries/Resources****Bycatch Limits in NPMC Groundfish Plan -**

**HR 6/SR 3:** Urges the North Pacific Fisheries Management Council to establish its bycatch limits based on abundance and implement a Chinook bycatch cap. Both resolves pass their respective bodies.

**NPMC Membership - HCR 13 by the House Fisheries Committee:**

Requests the governor to designate one seat on the North Pacific Fisheries Management Council for a sport fish licensee and one seat for a subsistence user. **HCR 13 is in House Fisheries.**

**Commercial Fisheries Programs - HCR 18 by**

**the House Fisheries Committee:** Expresses a resolve by the legislature to “turn the tide” on the graying of the fleet and to increase participation by young Alaskans. **HCR 18 is in House Fisheries.**

**Fishing Crewmember Statistics - HB 181 by**

**Rep. Austerman:** Creates a pilot crew data program to assess trends and generate better information about commercial fishing crews. **HB 181 is in House Finance.**

**Big Game Commercial Services Board - HB**

**229 by Rep. Feige:** Proposes a number of changes to rules for the administration and licensing of guides. **HB 229 is in House Resources.**

**Wild Salmon Day - HB 237 by Rep. Bryce Edgmon**

**(D-Dillingham):** Establishes June 10 of each year as Alaska Wild Salmon Day. **HB 237 is in House Fisheries.**

**Energy****Hydroelectric Power; Renewable Energy -**

**HJR 23 by House Energy.** Urges Congress to classify hydroelectric power as a renewable and alternative energy source, thereby allowing more participation in federal programs. **HJR 23 is in Senate Resources.**

**Waste to Energy Technology - HCR 10 by Rep.**

**Pete Petersen (D-Anchorage):** Encourages the state, municipalities and private entities to consider the benefits and costs of waste-to-energy technology. **HCR 10 is in House Energy.**

**RCA Timelines - HB 193 by Rep. Steve Thompson**

**(R-Fairbanks):** Amends existing law to mandate a time specific response by RCA on all tariff filings. Expands the Department of Law’s authority to act as a public advocate for regulatory affairs. **HB 193 is in House L&C.**

**Bulk Fuel Loans/Power Project Fund - HB 196**

**by Rep. Edgmon:** Moves the bulk fuel revolving loan fund from AEA to the Division of Community & Regional Affairs, placing it in the same location as the bulk fuel bridge loan program. Other provisions address administration of both accounts. **HB 196 is in House Finance.**

**Home Energy Rating System - HB 197 by Rep.**

**Lance Pruitt (R-Anchorage):** Authorizes AHFC to act as the authorizing agent to approve home energy rating systems. **HB 197 is in Senate Finance.**

**Heating Fuel Energy Relief - SB 99 by Sen.**

**Paskvan:** Requires the state to offset a portion of home and commercial heating fuel costs when the price of oil generates a budget surplus. **SB 99 is in Senate Finance.**

**Affordable Heating Program Payments - SB 102 by the Senate Finance Committee:** Clarifies the state is allowed to prorate benefits between LIHEAP and the Alaska Heating Assistance Program in the case of a fund shortage. **SB 102 is in House Rules.**

**PFD Energy Rebates - SB 133 by Sen. Joe Thomas (D-Fairbanks):** Adds an energy rebate for PFD recipients in 2012. **SB 133 is in Senate Resources.**

## Bills on the Move

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

### General Municipal Issues

**Bicycle Program - HB 57 by Rep. Paul Seaton:** Establishes a new grant program for the safe use and distribution of bicycles and related items. Also provides for a survey and subsequent report to the legislature on the effectiveness of this program. **HB 57 is in House Finance.**

**Senior Citizens Housing Fund - HB 65 by Rep. Edgmon:** Expands access to these grants for regional housing authorities. Overall spending will not increase, but may widen the selection of projects competing for these funds. **HB 65 is in Senate Finance.**

**Legislative Session Limit Repeal - HB 71 by Rep. Paul Seaton (R-Homer):** Repeals the 90-day session limit established by initiative starting with the 2008 session. **The bill remains in House Finance.**

**New Market Tax Credit Program - HB 120/SB 66 by request of the governor:** Enables AIDEA to foster economic development through a federal new markets tax credit assistance guarantee and loan program. **SB 66 is in House Finance.**

**State Agency Performance Audits - HB 166 by Rep. Mike Chenault (R-Nikiski):** Establishes an audit and performance review procedure for all departments of state government. The bill spells out specific dates that each department will undergo a legislative review. The process will be conducted by the Legislative Budget and Audit Committee (LB&A). **HB 166 is in Senate Finance.**

**Legislative Sessions Duration - SB 18 by Sen. Gary Stevens (R-Kodiak):** Amends the existing limit to require that the first regular session shall be for no more than 90 days and the second session shall adjourn within 120 days counting the first day the Legislature convenes. This bill also allows an extension of either session by 10 days with a affirmative vote of at least 2/3 of each house. **SB 18 is in House Finance. The version that passed the Senate changes the effective date for the first 120-day session to January 2014.**

**Appropriation: Public Transit Projects - SB 77 by the Senate Transportation Committee:** Provides an appropriation of \$3 million to provide matching grant funds that do not exceed 50% of project costs for locally and federally funded public transit projects that are not state projects. **SB 77 is in Senate Finance.**

### Education

**Constitutional Amendment: Education Funding - HJR 16 by Rep. Wes Keller (R-Wasilla):** Proposes an amendment to the state constitution to allow use of state funds to aid other than public schools. **SJR 9 by Sen. John Coghill (R-North Pole) is a companion measure. HJR 16 is in House Finance.**

**Constitutional History Curriculum - HB 5** by Rep. Wes Keller: Requires addition of the history of American constitutionalism to the required secondary school curriculum. **HB 5 is in House Finance.**

**Early Education Program - HB 49** by Rep. Chris Tuck (*D-Anchorage*): Requires DEED to create and implement a statewide “parents as teachers” early childhood education program. *SB 120* by Sen. Hollis French is a companion bill. **HB 49 is in House Finance.**

**School Gardens - HB 93** by Rep. David Guttenberg (*D-Fairbanks*): Allows school districts to hire a nonprofit entity to operate a school garden and requires DEED to establish a grant program for school garden operations. **HB 93 is in House Finance.**

**School Meals Funding - HB 132** by Rep. Cathy Munoz (*R-Juneau*): Establishes a state-funded school breakfast and lunch program. *SB 3* by 10 Senate members is a companion bill. The program’s cost is about \$2 million. **The Senate version is in House Finance.**

**Pre-Elementary School Plans/Guidelines - HB 154** by Rep. Scott Kawasaki (*D-Fairbanks*): Adds a requirement for DEED to devise an early childhood education plan for students that are three and four years of age. Also requires the Board of Education to adopt early learning guidelines. **HB 154 is in House Finance.**

**Compulsory School Attendance - SB 9** by Sen. Davis (*D-Anchorage*): Increases the compulsory school age from 16 to 18 years of age and lowers the starting age from 7 to 6. **SB 9 is in Senate Finance.**

**Teacher Board Certification Incentives - SB 83** by the Senate Education Committee: Provides incentive payments to each teacher who holds a current national board certification, and establishes a loan program to assist teachers to pursue national board certification. **SB 83 is in Senate Finance.**

## Fisheries/Resource Issues

**Commercial Fishing Loans - HB 59** by Rep. Paul Seaton (*R-Homer*): Allows a interest rate reduction of not more than 2% for loans under the Commercial Fishing Loan Act if more than 50% of the loan proceeds are used for product quality improvements or energy efficiency upgrades. *HB 59* was rolled into *HB 121*. **HB 121 is in Senate Finance.**

**Community Quota Entity Loan Program Appropriation - HB 140** by Rep. Alan Austerman (*R-Kodiak*): Appropriates \$45 million to capitalize the community quota entity loan program proposed in *HB 141*. **HB 140 is in House Finance.**

**Community Quota Entity Loan Program - HB 141** by Rep. Austerman: Establishes a revolving loan program to allow community quota entities to purchase fishing quota shares. **HB 141 is in House Finance.**

**Commercial Fishing & Agricultural Bank - SB 68** by Sen. John Coghill (*R-North Pole*): Proposes a number of changes relating to the examinations, loans, board, records and lobbying contracts of the Alaska Commercial Fishing & Agricultural Bank. **SB 68 is in Senate Finance.**

## Energy Issues

**Regulatory Commission of Alaska (RCA) Chair - HB 156** by Rep. Kurt Olson: The commission will no longer elect its the chair. The bill would authorize the governor to select a member as chair and further states the chair’s term will be for three years. The term of the chair at present is for one year. **HB 156 is in Senate L&C.**

**Alternative Energy Revolving Loan Fund Capitalization - SB 32 by Sen. Bill Wielechowski (D-Anchorage):** The bill appropriates \$10 million from the general fund to the Dept. of Commerce, Community, and Economic Development to capitalize this fund. *HB 228* by Rep. Gara is a companion bill. **SB 32 is in Senate Finance.**

## Other Bills

Other bills previously discussed are listed in this section.

### General Municipal Issues

**Constitutional Amendment: Biennial Budget; Session Length - HJR 2 by Rep. Carl Gatto (R-Palmer):** Establishes the first regular session shall last no longer than 120 days and the second session last no longer than 90 days. Calls for a biennial budget.

**Constitutional Amendment: Gas Revenue Endowment Fund - HJR 3 by Rep. Mike Hawker (R-Anchorage):** An endowment fund for revenues from natural gas is established in the state's treasury division. No more than 5% of the market value averages shall be available for appropriation and may not be used to provide dividends or payments that are not needs based. *SJR 8* by Senator McGuire is a companion measure.

**Constitutional Amendment: Term Limits - HJR 6 by Rep. Charisse Millett (R-Anchorage):** No House member may serve for more than 4 successive full or partial terms (2-years each). No Senate member may serve for more than 2 successive full or partial terms (4-years each). Both the House and Senate members shall be eligible to hold office again after one full term has intervened. *SJR 1* by Sen. Linda Menard (R-Wasilla) is a companion measure.

**Optional Municipal Property Tax Exemptions - Several Proposals:** *HB 40* by Rep. Scott Kawasaki raises the optional exclusion or exemption authorized by existing statute (Title 29) from \$20,000 to \$100,000 of assessed value. *HB 41* by Rep. Pete Peterson clarifies that a municipality may classify residential property regarding taxation and increases the optional exclusion or exemption allowed to \$50,000.

**Notice Municipal Selection of State Land - HB 52 by Rep. Millett:** Current law requires the state to mail a notice to all individuals and entities holding land leases within the borders of the land to be conveyed. This bill requires the municipality to also provide written notice to all leaseholders.

**Senior Citizens Municipal Property Tax Exemptions/Limitation - Sponsor Substitute for HB 90 by Rep. Mark Neuman (R-Wasilla):** A new version increases the senior citizens municipal property tax exemption from \$150,000 to the first \$200,000 of assessed value of the real property for seniors and other qualified individuals with a gross household income that does not exceed 200% of the federal poverty guidelines. Existing exemptions are unchanged.

**Peace Officer & Firefighter Death Benefit - HB 151 by Rep. Alan Dick (R-Stony River):** Adds a new provision in Title 39 to allow a person who was married less than one year to a peace officer or firefighter who died between Jan. 1, 1961 and before Jan. 1, 1976 to be deemed eligible to receive an occupational death benefit. Benefits under the bill may not be made retroactive to a date that precedes the bill's effective date.

**Volunteers Muni Tax Exemption - HB 170 by Rep. Eric Feige (R-Chickaloon):** Allows a municipality to provide a property tax exemption on the first \$200,000 of property value for active fire department or emergency medical or rescue services agency volunteers, or for a surviving spouse.

## Senior Citizens Municipal Property Tax

**Exemptions - SB 57 by Sen. Menard:** Exempts the first \$200,000 of assessed property value for seniors and other qualified individuals if the state appropriates an amount sufficient to fully fund reimbursements at the increased exemption amount. Another provision expands a municipality's ability to authorize exemptions.

## Education

### BSA Increase/Inflation Adjustment - HB 143

**by Rep. Petersen:** Increases the base student allocation by \$158 for FY 2012, and provides for an automatic inflation adjustment for FY 2013 and FY 2014.

### K-12 Scholarship Program - HB 145 by Rep. Wes

**Keller:** Creates a new program using public funds for the costs to attend a public or private school of the parent's or legal guardian's choosing. It further specifies the scholarship amounts, eligibility, accountability, enrollment standards, and school district duties. *SB 106* by Sen. Fred Dyson (*R-Eagle River*) is a companion bill.

### Prekindergarten School Programs - SB 6 by

**Senators Davis & Hollis French (D-Anchorage):** Requires school districts to provide an optional prekindergarten program for students four and five years old.

### Repeal Secondary School Exit Exams - SB 10

**by Sen. Davis:** Proposes the repeal of the state's secondary school exit exam requirements.

### P-16 Education Council - SB 54 by Sen. Davis:

Creates a preschool to postsecondary education council.

### BSA & Special Needs Funding Increases - SB

**73 by Sen. Davis:** Provides an increase in the BSA of \$125 for each of the next two years, two years of increases to the special needs funding factor, and a three-year extension of the adjustment for student transportation funding.

## Fisheries/Resources

### Personal Use Fishing Priority - HB 20 by Rep.

**Bill Stoltze (R-Chugiak):** Establishes a priority for personal use fishing for a fishery that is restricted to achieve a management goal. Subsistence is an explicit exception.

### Mining Production, License Taxes & Royalties

**- HB 58 by Rep. Seaton:** *HB 58* 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.

### Mixing Zones/Sewage Systems - HB 85 by Rep.

**Seaton:** Requires DEC to obtain an annual report from mixing zone permittees. Prohibits a mixing zone in any fresh water body where anadromous fish spawn or where resident fish redds are located except in certain cases. Another section imposes additional notice requirements for a commercially operated sewage system or treatment works. *HB 86* by Rep. Les Gara (*D-Anchorage*) also bans mixing zones in freshwater spawning waters.

### Label Farmed or Genetically Modified Fish -

**HB 99 by Rep. Bob Miller (D-Fairbanks):** Requires labeling for all farmed or genetically modified fish or fish product sold in the state.

### Ban Cultivation of Genetically Modified

**Fish - HB 100 by Rep. Kawasaki:** Prohibits growing or cultivating genetically modified fish in the state.

### Extending Stayed Permits - HB 174 by Rep.

**Feige:** Extends the period in which a state or municipal permit is effective for activities related to mineral resources, oil and gas, or transportation projects for a period of time equal to the time the project is stayed by an order of the court or administrative agency.

**Personal Use Fishery Permits & Fund - SB 20**

by **Sen. Tom Wagoner (R-Kenai)**: Establishes a new personal use fishery permit fee structure and fund that can be used to support personal use fisheries.

**Sport Fishing Guides: Board; Licenses - SB 24**

by **Sen. Lesil McGuire (R-Anchorage)**: Establishes the Sport Fishing Guide Services Board and new licensing requirements for sport fishing guide-outfitters, sport fishing outfitters, and sport fishing transporters.

## Energy

**Net Energy Metering - HB 37 by Rep. Olson**: Allows, with exceptions and certain requirements, interconnections with consumers that produce electric energy from various sources including wind, solar, geothermal, biomass, etc. Sanctions the crediting of the consumer's account if they supplied more electric energy to the utility than the utility supplied to them.

**RCA Utility Rates; Refund Procedures - HB**

**39 by Rep. Petersen**: Mandates that a utility must have a refund procedure in place before applying to the RCA for a new or revised rate.

**AIDEA Participation in Energy Projects - SB**

**25 by Sen. McGuire**: Authorizes AIDEA to provide for less than the minimum interest rates on a loan participation for energy projects. The intent language calls for the appropriation of \$2 billion over two years to carry out the objectives of this legislation.

# Assembly Comments

# Public Comments

# Date & Location of Next Meeting

# Adjournment