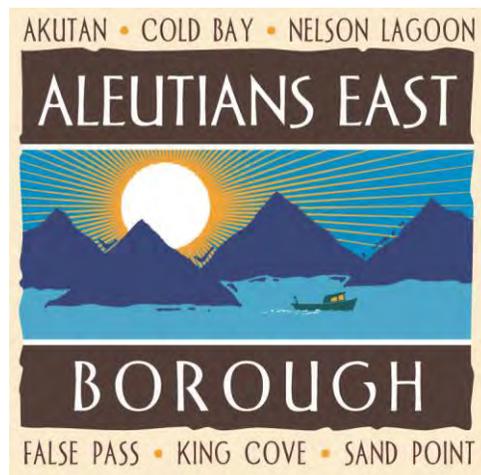


Aleutians East Borough Assembly Meeting



Workshop: Thursday, January 10, 2019 – 1:00 p.m.

Meeting: Thursday, January 10, 2019 – 3:00 p.m.

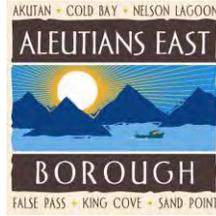
WORK SESSION AGENDA

PRESENTATION:

BDO – AEB *DRAFT* AUDIT REVIEW

Roll Call & Establishment of a Quorum

Adoption of Agenda



Agenda
Assembly Meeting
(packet available on website www.aleutianseast.org)

Date: Thursday, January 10, 2019
Time: Workshop: 1:00 p.m. Meeting: 3:00 p.m.

Location: By teleconference in each designated community location below:
King Cove AEB office Akutan -city office
Nelson Lagoon Corp. Cold Bay City Office/ Community Center
False Pass-city office Anchorage office – 3380 C St
Sand Point AEB office

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. The meeting will also be broadcast on KSDP Public Radio. Additional public comments can be made at the end of the meeting.

WORK SESSION AGENDA

Aleutians East Borough Draft Audit Presentation – BDO

ASSEMBLY MEETING AGENDA

1. Roll Call & Establishment of Quorum.
2. Adoption of the Agenda.
3. Community Roll Call and Public Comment on Agenda Items.
4. Presentation:
 - Kelly Isham - Multi-Jurisdictional Hazard Mitigation Plan.
5. Minutes.
 - December 13, 2018 Assembly Meeting Minutes.
6. Financial Reports.
 - December Financial Report.
 - November, Investment Report.
7. Consent Agenda.
 - Resolution 19-32, in support of full funding from the State of Alaska for the school bond debt reimbursement and state aid for construction in Regional Education Attendance Areas.

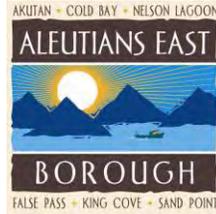
- Resolution 19-33, supporting the full funding for the State of Alaska Municipal Harbor Facility Grant Program in the FY2020 State capital budget.
8. Ordinances.
 - Introduction Ordinance 19-05, amending Title 4, Chapter 12.010, Section 4.12.010 of the Aleutians East Borough Code of Ordinances.
 - Introduction Ordinance 19-06, amending Title 6, Chapter 6.04, Section 6.04.041, Subsection (E) of the Aleutians East Borough Code of Ordinances.
 9. Resolutions.
 - Resolution 19-34, authorizing the mayor to negotiate and execute a contract with LCG Lantech, Inc. to provide architectural and engineering services for the Cold Bay Clinic project in an amount not to exceed \$30,000.
 - Resolution 19-35, Assembly selecting and promoting capital projects for the health, safety and welfare of its residents.
 - Resolution 19-36, authorizing a temporary construction easement and a donation to the State of Alaska for the construction of the Sand Point Dock Ferry Terminal.
 - Resolution 19-37, Assembly authorizing an amendment to the contract with McClintock Land Associates for the Port Moller Survey Project.
 10. Old Business. *None*
 11. New Business.
 - Pacific Marine Expo discussion.
 - Financial Support for Concerned Area M Fishermen for the 2019 Alaska Board of Fisheries Meeting Discussion.
 12. Reports and Updates.
 13. Assembly Comments.
 14. Public Comments.
 15. Next Meeting Date.
 16. Adjournment.

Community Roll Call & Public Comment on Agenda Items

PRESENTATION

Kelly Isham –
Multi-Jurisdictional Hazard Mitigation Plan

Minutes



CALL TO ORDER

Mayor Alvin D. Osterback called the Assembly meeting to order at the Anchorage office and by teleconference in each community on December 13, 2018 at 3:00 p.m.

ROLL CALL

Mayor Alvin D. Osterback	Present
Chris Babcock	Present
Carol Foster	Present
Warren Wilson	Present
Josephine Shangin	Present
Paul Gronholdt	Present
Brenda Wilson	Absent-excused
E. Ingrid Cumberlidge	Present

Advisory Members:

Angela Simpson, Cold Bay	Present
Justine Gundersen, Nelson Lagoon	Absent
Logan Thompson	Present

A quorum was present.

Staff Present:

- Roxann Newman, Finance Director
- Tina Anderson, Clerk
- Anne Bailey, Administrator
- Laura Tanis, Communications Director
- Mary Tesche, Assistant Administrator
- Charlotte Levy, Assistant Resource Director
- Emil Mobeck, Maintenance Director
- Ernie Weiss, Resource Director

Adoption of the Agenda:

PAUL moved to adopt the agenda with the addition, Fish Work Group Discussion under New Business. Second by INGRID. Hearing no objections, the agenda is approved.

Conflict of Interests:

Mayor Osterback asked for any potential **Conflict of Interests** to discuss.

Josephine noted her Conflict of Interest as an employee of Maritime Helicopters. Mayor Osterback said it does not affect her, it is not a monetary gain, so can vote.

Community Roll Call and Public Comments on Agenda Items:

The communities of King Cove and the Anchorage office were participating by teleconference. Also broadcast on KSDP radio.

Minutes, November 8, 2018, Assembly Minutes:

MOTION

CHRIS moved to approve and second by JOSEPHINE.

Hearing no objections, **MOTION CARRIED.**

November Financial Reports:

MOTION

CAROL moved to approve the November Financial Report and second by INGRID.

DISCUSSION

The Finance Director reviewed saying nothing is out of the ordinary, budget following along at 40-50%.

ROLL CALL

YEAS: Josephine, Paul, Warren, Chris, Carol, Ingrid. Advisory: Logan, Angela.

NAY: None

MOTION CARRIED

October, Investment Report:

In packet.

Paul said investment advisors indicated that there are a couple equity change recommendations. He suggested including on the January agenda.

Consent Agenda.

- Resolution 19-28, adopting an alternative allocation method for the FY19 Shared Fisheries Business Tax Program for FMA 2.
- Resolution 19-29, adopting an alternative allocation method for the FY19 Shared Fisheries Business Tax Program for FMA 3.

MOTION

CHRIS moved to approve the Consent Agenda and second by WARREN.

DISCUSSION

The Administrator reviewed Resolutions 19-28, 19-29, Shared Fisheries Business Tax Program for FMA2, FMA3. The eligible municipalities have agreed to the alternative allocation method since the inception of the program.

Allocation for FMA2 (West of Unimak): \$165,894.36

Allocation for FMA3 (East of Unimak): \$8,755.86

ROLL CALL

YEAS: Carol, Warren, Paul, Josephine, Chris, Ingrid. Advisory: Angela, Logan.

NAY: None

MOTION CARRIED

Ordinances. *None*

RESOLUTIONS

Resolution 19-30, negotiate and execute a two-year helicopter services agreement with Maritime Helicopters, Inc.:

MOTION

PAUL moved to approve Resolution 19-30 and second by WARREN.

DISCUSSION

The Administrator reviewed saying, the contract is to provide helicopter services between Akun and Akutan, not to exceed \$900,000. AEB entered into a co-sponsorship agreement with the State of Alaska and City of Akutan to provide transportation services for 20 years between Akun airport and Akutan community – this is the fifth year. The hovercraft operation was unsustainable so doing helicopter operation until a dock/vessel option is in place. Currently under contract with Maritime Helicopter, costing approximately \$1.5M annually. USDOT, Essential Air Service (EAS) has agreed to pay 50%, and AEB will pay the rest. First year, approximately \$846,000; second year, approximately \$874,000.

AEB will also invoice Maritime for skiff charter services, hangar fee, and fuel for helicopter. First year, anticipate invoice to be \$362,240; second year, \$410,299. Overall subsidy first year, approximately \$484,000; second year, approximately \$464,000.

Paul said during workshop Administrator gave a discussion on the EAS. He requested updates if there is any new information.

ROLL CALL

YEAS: Ingrid, Paul, Warren, Chris, Carol, Josephine, Advisory: Angela, Logan.

MOTION CARRIED

Resolution 19-31, Approval of Alaska State Land Survey (ASLS) 2016-49, the AEB Municipal Entitlement lands in Port Moller.

MOTION

CHRIS moved to approve Resolution 19-31 and second by JOSEPHINE.

DISCUSSION

The Resource Director said in 2016, the Assembly brought back a project to start surveying municipal entitlement selections. AEB is entitled to approximately 8,000 acres of municipal entitlement land selections, and 450 were conveyed. The rest approved but need to be surveyed prior to conveyance. Started surveying the Port Moller lands, 1,300 acres. In September, the Assembly, acting as platting board recommended approval of Land Survey 2016-49. Minor revisions were made by the State, final lands survey is now before the Assembly for approval.

ROLL CALL

YEAS: Warren, Ingrid, Paul, Carol, Josephine, Chris. Advisory: Logan, Angela.

NAY: None

MOTION CARRIED

OLD BUSINESS None

NEW BUSINESS

Strategic Plan Quarter Three Update:

The Administrator reviewed the strategic planning charts for the quarter showing what has been completed, removed or moved over to the next quarter. Some projects will also roll over to the next year.

2019 Calendar Year Advisory Members Appointments:

The Clerk explained there are Advisory Members appointed each calendar year in the AEB communities that do not have an Assembly member residing. The communities of Cold Bay, False

Pass and Nelson Lagoon do not have an Assembly Member residing. A posting was sent to those communities requesting letters of interest.

The Clerk reviewed the letters of interest received:

Cold Bay:	Dailey Schaack
False Pass:	Tom Hoblet Stephen Kennedy
Nelson Lagoon:	Samantha McNeley

A paper vote was recommended to determine which person will represent False Pass. Tom Hoblet received majority of the votes cast.

MOTION

PAUL moved to approve the 2019 Advisory appointments below and second by INGRID.

False Pass-Tom Hoblet
Nelson Lagoon – Samantha McNeley
Cold Bay – Dailey Schaack

ROLL CALL

YEAS: Carol, Warren, Paul, Josephine, Chris, Ingrid.

NAY: None

MOTION CARRIED

Mayor Osterback thanked Angela Simpson and Justine Gundersen for their service as Advisory Members. He also welcomed the new Advisory Members to the Assembly.

Fish Working Group:

MOTION

PAUL moved to direct Mayor Osterback to work through staff and fishermen to assist in forming a fisheries work group with area fishermen for Board of Fisheries meeting preparation. Second by JOSEPHINE.

DISCUSSION

Paul said there was a consensus at the workshop to form a working group. He feels it will bring everyone together to form a consensus at the Board of Fisheries February meeting.

Hearing no objections, **MOTION PASSED.**

REPORTS AND UPDATES

Administrator's Report in the packet. Highlights below:

Akutan Essential Air Service: Dutch Harbor-Akun 100% fixed wing cost will be covered, Akun-Akutan 50% helicopter cost will be covered.

Akun Dock Breakwater: The Energy & Waters Appropriation Committee has signed off on the Corps of Engineers authority program list. Akun breakwater study is the Corps of Engineers number one small projects priority. Corps will pay \$100,000 for feasibility study and then 50/50 cost split.

School District contribution information: Alaska Statutes establishes what AEB can contribute to the School District. After mandatory local contribution, additional contribution may be an amount up to or equal to a \$2M tax levy on real and personal property in the district, as determined by State of Alaska, Dept of Commerce; or 23% of the school district's basic needs calculation, determined by Dept. of Commerce, whichever is greater. Using this calculation, State of Alaska Dept. of Education determined for FY20, we are required to contribute \$517,841, with an allowable addition of \$1,361,662. Total maximum contribution allowed, \$1,879,503.

PILT Class Action Lawsuit: Judgement in favor of the Class. In approximately 90 days, money will be distributed to municipalities who participated in lawsuit.

Assistant Administrator Report in packet. Highlights below:

Akutan Harbor: Working on completing the harbor mitigation measures and harbor ground lease for city utility project has been executed.

Nelson Lagoon School: Will review the draft school assessment next week. Once finalized will be delivered to Nelson Lagoon Tribal Council for their use.

Cold Bay Clinic: In process of getting clinic design up to code for possible 2020 construction.

History of Cold Bay Clinic Project: In packet.

IT Services: Developing plan to bring equipment up to date at all three of AEB offices, and increase security.

Helicopter Operations for November: 238 passengers, 8,278 pounds mail and freight, four charters carrying 104 passengers.

New Administrative Assistant: Glennora Dushkin has been hired to fill position.

Communications Director Report in packet. Highlights below:

Pacific Marine Expo: Booth at Expo was a success. The promotional items were received well, including the new phone screen cleaners.

AEB Annual Report: Working on the 2018 annual report to include capital projects, school assessments, bond service debt owed, and fishery advocacy.

Communications Survey: Satisfaction survey sent out to community members. Residents can rate and comment on phone and internet services provided in the region. 42 completed surveys have been returned.

Resource Director Report in Packet. Highlights below:

NPFMC: AEB Resolution submitted in support of 58' vessel length limitation for WGOA Pollock fishery. There was no further action on this item. Also, GOA Pollock and Pacific cod seasonal allocations are being reviewed and modified. Final action in April. He noted there is also going to be a big push for Gulf of Alaska rationalization again.

NFWF grants: Received the kelp pilot project and electronic monitoring grants.

US Commercial Landings: Dutch Harbor is top port in the nations. However, if you added Alaska Peninsula and Aleutians, AEB might come out on top, if it wasn't for processor confidentiality.

Board of Fisheries: Eric Volk, retired fisheries scientist and previous chair of WASSIP study is contracted to help area fishermen to prepare for the February Board of Fisheries meeting.

NPFMC-Paul: Two seats opening on NPFMC. Big changes for State of Alaska Administration. John Mollor will be filling the State of Alaska seat on the Council for now.

Assistant Resource Director. Highlights below:

Board of Fish: Fishermen meeting in Seattle, with lots of fishermen participation. Participated in fishery meeting last night with fishermen. Also, compiling a lot of research and resources in preparation for testimony development.

Groundfish Plan Team: Significant discussion on the developments of the Risk Assessment Matrix, and how conflicting the matrix tool is and its purpose. Matrix lists GOA Pacific Cod at a Level 4 Concern; Pollock as a Level 2 Concern, both resulting in reductions. Testified before the Advisory Panel, expressing concerns about the Matrix.

Kelp Mariculture Project Grant: \$71,000 grant, plus \$75,000 match. Permitting period begins January 1 through April. Visits to Akutan, False Pass and Sand Point are planned for siting/seeding development before end of April.

Electronic Monitoring (EM) Grant-Salt Water, Inc.: Discussing with Salt Water about the possibility of having an on-call local person in communities, trained to assist with small EM tasks, since travel into the region is so expensive.

Marine Debris: Met with Natural Resource Consultants from Seattle regarding marine debris removal. Fishermen in King Cove have assisted in preliminary data collection for marine debris. Developing a marine debris removal proposal to submit for next year. The proposal may be able to pay fishermen for debris collection.

Paul asked what the electronic monitoring grant amount is with Salt Water. The Resource Director said \$430,000 grant; \$700,000 match for boat time/fuel and AEB in-kind match, \$17,000.

Maintenance Director Report:

AEB King Cove Office: Installed outdoor lighting at King Cove office.

Cold Bay Terminal: Did walk through to determine future work needed.

Sand Pt. School Contractor Work: Contractors should be on site, working on projects by end of January.

Mayor's Report:

Limited Entry Permits Proposal: Received AML, SWAMC, and City of King Cove resolutions of support, to include additional name on limited entry permits. Presented to United Fishermen of Alaska, and plan to follow up with them. Will also contact Southeast Conference for support and distribute white paper during legislature walk through in Juneau.

PUBLIC COMMENTS

City of Sand Pt. Administrator, Jordan Keeler, thanked AEB for the work session this week. Nice to see AEB responsive to community needs. Invited Assembly and staff to the Sand Pt. Council meeting.

City of King Cove Administrator, Gary Hennigh, noted his appreciation for the strategic planning work session.

EXECUTIVE SESSION

King Cove-Cold Bay Road Litigation.

Friends of Alaska National Wildlife Refuges v. Zinke Case No. 3:18 -cv-00029-TMB.

The Assembly may move to enter into Executive Session to confer with its attorneys re: litigation tactics and strategies.

MOTION

INGRID moved to go into Executive Session to discuss the King Cove-Cold Bay Road Litigation and to allow in attendance the Advisory Members; Mayor Alvin Osterback; Tina Anderson, Clerk; Anne Bailey, Administrator; Mary Tesche, Assistant Administrator; Steve Silver, Attorney; Joe Levesque AEB Attorney; and Gary Hennigh, City of King Cove Administrator. Second by CAROL.

DISCUSSION

Paul requested if appropriate to include Hennigh. The Administrator said Hennigh is critical to be in attendance and very valuable on the road project. AEB Attorney, Levesque said yes, if Assembly invites.

Hearing no objection **MOTION PASSED.**

Recessed from Regular meeting and reconvened into Executive Session at 4:45 P.M.

The Assembly came out of Executive Session at 5:00 p.m. Executive Session was on the King Cove Road Litigation. **NO ACTION WAS TAKEN.**

False Pass Harbor Litigation.

Kelly-Ryan, Inc ASBCA No. 57168.

The Assembly may move to enter into Executive Session to confer with its attorney' re: litigation tactics and strategies.

MOTION

PAUL moved to go into Executive Session to discuss False Pass Harbor litigation and to allow in attendance the Advisory Members, Mayor Alvin Osterback, Tina Anderson, Clerk; Anne Bailey, Administrator; Mary Tesche, Assistant Administrator; and AEB Attorney, Joe Levesque. Second by JOSEPHINE. There were no objections. **MOTION PASSED.**

Recessed from Regular meeting and reconvened into Executive Session at 5:02 p.m.

The Assembly came out of Executive Session at 5:35 p.m. Executive Session was on the False Pass Harbor Litigation. **NO ACTION WAS TAKEN.**

THE ASSEMBLY TOOK A BREAK. RECORD SHOWS BACK IN SESSION AT 5:44 P.M.

Aleutians East Borough Fish Board Matter.

Fish Board Actions.

The Assembly may move to enter into Executive Session to confer with its attorney re: litigation tactics and strategies.

MOTION

CAROL moved to go into Executive Session for the AEB fish board matter to confer with attorney on litigation tactics and strategies, and to allow in attendance Advisory Members; Mayor Osterback; Tina Anderson, Clerk; Anne Bailey, Administrator; Mary Tesche, Assistant Administrator; Ernie Weiss, Resource Director; Charlotte Levy, Assistant Resource Director; Consultant, Eric Volk; and AEB Attorney, Joe Levesque. Second by INGRID.

Recessed from Regular meeting and reconvened into Executive Session at 5:45 p.m.

The Assembly came out of Executive Session at 6:27 p.m. Executive Session was on the Fish Board matter to confer with attorney on litigation tactics and strategies. **NO ACTION WAS TAKEN.**

Borough Administrator Performance Evaluation.

The Assembly may move into Executive Session to discuss and review the performance of the Borough Administrator Bailey – a subject that may prejudice the reputation and character of the Administrator.

MOTION

CHRIS moved to go into Executive Session to discuss and review the Borough Administrator Performance Evaluation to discuss and review the performance, and to include Advisory Members and Mayor Osterback, in attendance. Second by INGRID.

Recessed from Regular meeting and reconvened into Executive Session at 6:38 p.m.

The Assembly came out of Executive Session at 7:00 p.m. Executive Session was on the Borough Administrator Performance Evaluation. **NO ACTION WAS TAKEN.**

ASSEMBLY COMMENTS

Angela thanked Mayor Osterback and Assembly for giving her the opportunity to serve as an Advisory.

Ingrid thanked staff for the work throughout the week.

Warren noted his appreciation in serving on the Assembly, advocating for all of AEB, and liked the strategic plan process this week.

Carol commented that, as a group, the Assembly works well together.

Chris said he enjoyed being able to meet face-to-face. Feels a lot was accomplished this week and looks forward to what is happening in the New Year.

Paul feels we can skip a year of strategic planning. He suggested a Washington D.C. trip be scheduled soon.

Josephine said it was a good planning session. The strategic planning chart is appreciated and she suggested bringing the same process to the communities.

PUBLIC COMMENTS None

NEXT MEETING DATE

January 10, 2019.

ADJOURNMENT

PAUL moved to adjourn and second by CAROL. Hearing no more, the meeting adjourned at 7:08 p.m.

Mayor Alvin D. Osterback

Tina Anderson, Clerk

Date: _____

Financial Report

ALEUTIANS EAST BOROUGH
***Revenue Guideline©**

01/07/19 11:45 AM

Page 1

Current Period: DECEMBER 18-19

		18-19	18-19	DECEMBER	18-19	% of YTD
		YTD Budget	YTD Amt	MTD Amt	YTD Balance	Budget
Fund 01 GENERAL FUND						
Active	R 01-201 INTEREST REVENJE	\$35,000.00	\$13,594.56	\$0.00	\$21,405.44	38.84%
Active	R 01-203 OTHER REVENUE	\$50,000.00	\$64,256.99	\$4,700.11	-\$14,256.99	128.51%
Active	R 01-206 AEBSD Fund Balance Refun	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 01-218 AEB RAW FISH TAX	\$3,560,381.00	\$2,028,886.50	\$111,486.75	\$1,531,494.50	56.99%
Active	R 01-229 Southwest Cities LLC	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 01-233 STATE PERS ON-BEHALF	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 01-265 STATE RAW FISH TAX	\$2,093,686.72	\$1,887,896.03	\$0.00	\$205,790.69	90.17%
Active	R 01-266 STATE EXTRATER RITORIA	\$101,299.00	\$0.00	\$0.00	\$101,299.00	0.00%
Active	R 01-267 STATE FISH LANDING TAX	\$35,222.00	\$0.00	\$0.00	\$35,222.00	0.00%
Active	R 01-268 State"Loss" Of Raw Fish Tax	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 01-270 STATE REVENUE OTHER	\$300,418.00	\$316,365.92	\$316,365.92	-\$15,947.92	105.31%
Active	R 01-276 AEB SCHOOL	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 01-277 STATE BOND REBATE	\$1,000,882.00	\$915,777.00	\$402,056.00	\$85,105.00	91.50%
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%
Total Fund 01 GENERAL FUND		\$7,772,144.72	\$5,226,777.00	\$834,608.78	\$2,545,367.72	67.25%

ALEUTIANS EAST BOROUGH
***Expenditure Guideline©**

01/07/19 11:43 AM

Page 1

Current Period: DECEMBER 18-19

		18-19	18-19	DECEMBER	18-19	% of YTD
		YTD Budget	YTD Amt	MTD Amt	YTD Balance	Budget
Fund 01 GENERAL FUND						
DEPT 100 MAYORS OFFICE						
Active	E 01-100-000-300 SALARIES	\$80,766.00	\$40,382.88	\$6,730.48	\$40,383.12	50.00%
Active	E 01-100-000-350 FRINGE BIENEFITS	\$29,232.00	\$18,975.00	\$3,162.50	\$10,257.00	64.91%
Active	E 01-100-000-400 TRAVEL AND PER	\$36,000.00	\$24,787.34	\$5,218.96	\$11,212.66	68.85%
Active	E 01-100-000-425 TELEPHONE	\$1,500.00	\$121.87	\$27.49	\$1,378.13	8.12%
Active	E 01-100-000-475 SUPPLIES	\$1,000.00	\$1,581.97	\$44.00	-\$581.97	158.20%
Active	E 01-100-000-554 AK LOBBIST	\$45,000.00	\$21,000.00	\$3,500.00	\$24,000.00	46.67%
Active	E 01-100-000-555 FEDERAL _OBBIS	\$75,600.00	\$31,500.00	\$6,300.00	\$44,100.00	41.67%
SUBDEPT 000		\$269,098.00	\$138,349.06	\$24,983.43	\$124,103.35	51.41%
Total DEPT 100 MAYORS OFFICE		\$269,098.00	\$138,349.06	\$24,983.43	\$124,103.35	51.41%
DEPT 105 ASSEMBLY						
Active	E 01-105-000-300 SALARIES	\$25,000.00	\$20,700.00	\$6,000.00	\$4,300.00	82.80%
Active	E 01-105-000-350 FRINGE BENEFITS	\$90,000.00	\$66,820.05	\$11,591.55	\$23,179.95	74.24%
Active	E 01-105-000-400 TRAVEL AND PER	\$40,000.00	\$31,773.86	\$10,664.99	\$8,226.14	79.43%
Active	E 01-105-000-475 SUPPLIES	\$3,000.00	\$2,900.00	\$0.00	\$100.00	96.67%
SUBDEPT 000		\$158,000.00	\$122,193.91	\$28,256.54	\$24,755.94	77.34%
Total DEPT 105 ASSEMBLY		\$158,000.00	\$122,193.91	\$28,256.54	\$24,755.94	77.34%
DEPT 150 PLANNING/CLERKS DEPARTMENT						
Active	E 01-150-000-300 SALARIES	\$104,494.00	\$50,333.58	\$8,264.50	\$54,160.42	48.17%
Active	E 01-150-000-350 FRINGE BENEFITS	\$34,946.00	\$21,179.40	\$3,519.14	\$13,766.60	60.61%
Active	E 01-150-000-400 TRAVEL AND PER	\$12,500.00	\$7,053.30	\$800.00	\$5,446.70	56.43%
Active	E 01-150-000-425 TELEPHONE	\$7,500.00	\$4,176.19	\$873.62	\$3,323.81	55.68%
Active	E 01-150-000-450 POSTAGE/SPEED	\$1,000.00	\$126.85	\$0.00	\$873.15	12.69%
Active	E 01-150-000-475 SUPPLIES	\$5,000.00	\$1,889.17	\$236.84	\$3,110.83	37.78%
Active	E 01-150-000-526 UTILITIES	\$20,000.00	\$7,387.76	\$1,909.72	\$12,612.24	36.94%
Active	E 01-150-000-530 DUES AND FEES	\$5,000.00	\$2,868.65	\$0.00	\$2,131.35	57.37%
Active	E 01-150-000-650 ELECTION	\$10,000.00	\$4,950.00	\$0.00	\$5,050.00	49.50%
SUBDEPT 000		\$200,440.00	\$99,964.90	\$15,603.82	\$100,363.14	49.87%
Total DEPT 150 PLANNING/CLERKS DEPARTMENT		\$200,440.00	\$99,964.90	\$15,603.82	\$100,363.14	49.87%
DEPT 151 Planning Commission						
Active	E 01-151-000-300 SALARIES	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 01-151-000-350 FRINGE BENEFITS	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 01-151-000-380 CONTRACT LABO	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 01-151-000-400 TRAVEL AND PER	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
SUBDEPT 000		\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Total DEPT 151 Planning Commission		\$0.00	\$0.00	\$0.00	\$0.00	0.00%
DEPT 200 ADMINISTRATION						
Active	E 01-200-000-300 SALARIES	\$177,893.00	\$79,772.86	\$12,897.56	\$98,120.14	44.84%
Active	E 01-200-000-350 FRINGE BENEFITS	\$66,438.00	\$33,083.16	\$6,073.39	\$33,354.84	49.80%
Active	E 01-200-000-380 CONTRACT LABO	\$110,000.00	\$49,624.80	\$27,755.00	\$60,375.20	45.11%
Active	E 01-200-000-381 ENGINEERING	\$25,000.00	\$0.00	\$0.00	\$25,000.00	0.00%
Active	E 01-200-000-382 ANCHORAGE OFFI	\$0.00	\$612.03	(\$25,189.14)	-\$612.03	0.00%
Active	E 01-200-000-400 TRAVEL AND PER	\$20,000.00	\$4,357.61	\$0.00	\$15,642.39	21.79%
Active	E 01-200-000-425 TELEPHONE	\$7,100.00	\$2,771.92	\$1,469.55	\$4,328.08	39.04%
Active	E 01-200-000-450 POSTAGE/SPEED	\$2,500.00	\$290.96	\$290.96	\$2,209.04	11.64%
Active	E 01-200-000-475 SUPPLIES	\$15,000.00	\$5,200.11	\$1,999.20	\$9,799.89	34.67%
Active	E 01-200-000-525 RENTAL/LEASE	\$23,404.00	\$10,109.22	\$3,787.59	\$13,294.78	43.19%
Active	E 01-200-000-530 DUES AND FEES	\$2,000.00	\$1,825.00	\$250.00	\$175.00	91.25%
SUBDEPT 000		\$449,335.00	\$187,647.67	\$29,334.11	\$248,873.74	41.76%

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		18-19	18-19	DECEMBER	18-19	% of YTD
		YTD Budget	YTD Amt	MTD Amt	YTD Balance	Budget
Total DEPT 200 ADMINISTRATION		\$449,335.00	\$187,647.67	\$29,334.11	\$248,873.74	41.76%
DEPT 201 Assistant Administrator						
Active	E 01-201-000-300 SALARIES	\$90,450.00	\$45,225.00	\$7,537.50	\$45,225.00	50.00%
Active	E 01-201-000-350 FRINGE BENEFITS	\$31,422.00	\$14,066.28	\$2,344.38	\$17,355.72	44.77%
Active	E 01-201-000-400 TRAVEL AND PER	\$10,000.00	\$2,498.59	\$1,275.89	\$7,501.41	24.99%
Active	E 01-201-000-425 TELEPHONE	\$2,000.00	\$612.79	\$324.80	\$1,387.21	30.64%
Active	E 01-201-000-475 SUPPLIES	\$2,500.00	\$315.26	\$156.24	\$2,184.74	12.61%
Active	E 01-201-000-525 RENTAL/LEASE	\$8,903.00	\$4,906.50	\$2,453.25	\$3,996.50	55.11%
SUBDEPT 000		\$145,275.00	\$67,624.42	\$14,092.06	\$76,236.58	46.55%
Total DEPT 201 Assistant Administrator		\$145,275.00	\$67,624.42	\$14,092.06	\$76,236.58	46.55%
DEPT 250 FINANCE DEPARTMENT						
Active	E 01-250-000-300 SALARIES	\$142,324.00	\$76,333.85	\$12,854.15	\$65,990.15	53.63%
Active	E 01-250-000-350 FRINGE BENEFITS	\$53,365.00	\$33,219.52	\$5,446.24	\$20,145.48	62.25%
Active	E 01-250-000-400 TRAVEL AND PER	\$10,000.00	\$4,506.08	\$64.79	\$5,493.92	45.06%
Active	E 01-250-000-425 TELEPHONE	\$8,000.00	\$5,048.68	\$783.41	\$2,951.32	63.11%
Active	E 01-250-000-450 POSTAGE/SPEED	\$1,000.00	\$500.00	\$0.00	\$500.00	50.00%
Active	E 01-250-000-475 SUPPLIES	\$7,500.00	\$6,099.15	\$729.49	\$1,400.85	81.32%
Active	E 01-250-000-526 UTILITIES	\$5,000.00	\$1,591.03	\$675.96	\$3,408.97	31.82%
Active	E 01-250-000-550 AUDIT	\$65,500.00	\$54,308.91	\$0.00	\$11,191.09	82.91%
SUBDEPT 000		\$292,689.00	\$181,607.22	\$20,554.04	\$111,020.55	62.05%
Total DEPT 250 FINANCE DEPARTMENT		\$292,689.00	\$181,607.22	\$20,554.04	\$111,020.55	62.05%
DEPT 650 RESOURCE DEPARTMENT						
Active	E 01-650-000-300 SALARIES	\$153,034.00	\$61,516.92	\$12,752.82	\$91,517.08	40.20%
Active	E 01-650-000-350 FRINGE BENEFITS	\$61,462.00	\$26,852.04	\$5,538.90	\$34,609.96	43.69%
Active	E 01-650-000-380 CONTRACT LABO	\$80,000.00	\$35,000.00	\$6,500.00	\$45,000.00	43.75%
Active	E 01-650-000-400 TRAVEL AND PER	\$25,000.00	\$17,910.16	\$5,893.80	\$7,089.84	71.64%
Active	E 01-650-000-402 NPFMC Meetings	\$15,000.00	\$1,600.00	\$1,600.00	\$13,400.00	10.67%
Active	E 01-650-000-403 BOF Meetings	\$50,000.00	\$900.00	\$0.00	\$49,100.00	1.80%
Active	E 01-650-000-425 TELEPHONE	\$3,000.00	\$1,054.49	\$721.08	\$1,945.51	35.15%
Active	E 01-650-000-475 SUPPLIES	\$3,500.00	\$1,322.32	\$677.18	\$2,177.68	37.78%
Active	E 01-650-000-525 RENTAL/LEASE	\$8,903.00	\$7,506.36	\$5,020.20	\$1,396.64	84.31%
SUBDEPT 000		\$399,899.00	\$153,662.29	\$38,703.98	\$244,128.51	38.43%
Total DEPT 650 RESOURCE DEPARTMENT		\$399,899.00	\$153,662.29	\$38,703.98	\$244,128.51	38.43%
DEPT 651 COMMUNICATION DIRECTOR						
Active	E 01-651-011-300 SALARIES	\$101,954.00	\$54,377.16	\$8,496.46	\$47,576.84	53.34%
Active	E 01-651-011-350 FRINGE BENEFITS	\$34,158.00	\$14,648.97	\$2,427.62	\$19,509.03	42.89%
Active	E 01-651-011-400 TRAVEL AND PER	\$12,000.00	\$67.20	(\$1,697.99)	\$11,932.80	0.56%
Active	E 01-651-011-425 TELEPHONE	\$2,400.00	\$1,524.07	\$476.17	\$875.93	63.50%
Active	E 01-651-011-475 SUPPLIES	\$2,500.00	\$1,628.12	\$86.20	\$871.88	65.12%
Active	E 01-651-011-525 RENTAL/LEASE	\$10,016.00	\$5,098.02	\$2,549.01	\$4,917.98	50.90%
Active	E 01-651-011-532 ADVERTISING	\$18,000.00	\$11,118.54	\$2,966.67	\$6,881.46	61.77%
SUBDEPT 011 PUBLIC INFORMATION		\$181,028.00	\$88,462.08	\$15,304.14	\$92,255.92	48.87%
Total DEPT 651 COMMUNICATION DIRECTOR		\$181,028.00	\$88,462.08	\$15,304.14	\$92,255.92	48.87%
DEPT 700 PUBLIC WORKS DEPARTMENT						
Active	E 01-700-000-300 SALARIES	\$70,325.00	\$35,162.52	\$5,860.42	\$35,162.48	50.00%
Active	E 01-700-000-350 FRINGE BENEFITS	\$31,024.00	\$13,276.70	\$2,197.46	\$17,747.30	42.79%
Active	E 01-700-000-400 TRAVEL AND PER	\$15,000.00	\$12,997.71	\$3,598.01	\$2,002.29	86.65%
Active	E 01-700-000-425 TELEPHONE	\$1,000.00	\$0.00	\$0.00	\$1,000.00	0.00%
Active	E 01-700-000-475 SUPPLIES	\$5,000.00	\$853.97	\$0.00	\$4,146.03	17.08%
Active	E 01-700-000-526 UTILITIES	\$2,000.00	\$1,099.00	\$54.26	\$901.00	54.95%
SUBDEPT 000		\$124,349.00	\$63,389.90	\$11,710.15	\$60,232.88	50.98%

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		18-19	18-19	DECEMBER	18-19	% of YTD
		YTD Budget	YTD Amt	MTD Amt	YTD Balance	Budget
Total DEPT 700 PUBLIC WORKS DEPARTMENT		\$124,349.00	\$63,389.90	\$11,710.15	\$60,232.88	50.98%
DEPT 844 KCAP						
Active	E 01-844-000-300 SALARIES	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 01-844-000-350 FRINGE BENEFITS	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 01-844-000-380 CONTRACT LABO	\$20,000.00	\$0.00	\$0.00	\$20,000.00	0.00%
Active	E 01-844-000-400 TRAVEL AND PER	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 01-844-000-475 SUPPLIES	\$2,000.00	\$355.46	\$167.44	\$1,644.54	17.77%
Active	E 01-844-000-603 MAINTENANCE	\$100,000.00	\$0.00	\$0.00	\$100,000.00	0.00%
SUBDEPT 000		\$122,000.00	\$355.46	\$167.44	\$121,644.54	0.29%
Total DEPT 844 KCAP		\$122,000.00	\$355.46	\$167.44	\$121,644.54	0.29%
DEPT 850 EDUCATION						
Active	E 01-850-000-700 LOCAL SCHOOL C	\$900,000.00	\$225,000.00	\$0.00	\$675,000.00	25.00%
Active	E 01-850-000-701 SCHOOL SCHOLA	\$35,000.00	\$0.00	\$0.00	\$35,000.00	0.00%
Active	E 01-850-000-756 STUDENT TRAVEL	\$20,000.00	\$0.00	\$0.00	\$20,000.00	0.00%
SUBDEPT 000		\$955,000.00	\$225,000.00	\$0.00	\$505,000.00	23.56%
Total DEPT 850 EDUCATION		\$955,000.00	\$225,000.00	\$0.00	\$505,000.00	23.56%
DEPT 900 OTHER						
Active	E 01-900-000-500 EQUIPMENT	\$50,000.00	\$12,685.79	(\$205.14)	\$37,314.21	25.37%
Active	E 01-900-000-515 AEB VEHICLES	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 01-900-000-526 UTILITIES	\$25,000.00	\$10,732.59	\$3,504.80	\$14,267.41	42.93%
Active	E 01-900-000-527 Aleutia Crab	\$58,522.00	\$515.31	\$0.00	\$58,006.69	0.88%
Active	E 01-900-000-551 LEGAL	\$100,000.00	\$61,262.20	\$6,352.00	\$38,737.80	61.26%
Active	E 01-900-000-552 INSURANCE	\$160,000.00	\$166,027.00	\$0.00	-\$6,027.00	103.77%
Active	E 01-900-000-600 REPAIRS	\$5,000.00	\$1,755.26	\$0.00	\$3,244.74	35.11%
Active	E 01-900-000-727 BANK FEES	\$15,000.00	\$8,903.24	\$542.09	\$6,096.76	59.35%
Active	E 01-900-000-752 CONTRIBUTION T	\$150,000.00	\$37,500.00	\$0.00	\$112,500.00	25.00%
Active	E 01-900-000-753 MISC EXPENSE	\$96,000.00	\$68,265.32	\$51,452.29	\$27,734.68	71.11%
Active	E 01-900-000-757 DONATIONS	\$23,500.00	\$13,500.00	\$3,700.00	\$10,000.00	57.45%
Active	E 01-900-000-759 KSDP-Contribution	\$10,000.00	\$10,000.00	\$0.00	\$0.00	100.00%
Active	E 01-900-000-760 REVENUE SHARIN	\$12,900.00	\$15,789.00	\$0.00	-\$2,889.00	122.40%
Active	E 01-900-000-943 WEB SERVICE	\$30,000.00	\$16,985.00	\$11,108.00	\$13,015.00	56.62%
SUBDEPT 000		\$735,922.00	\$423,920.71	\$76,454.04	\$273,722.58	57.60%
Total DEPT 900 OTHER		\$735,922.00	\$423,920.71	\$76,454.04	\$273,722.58	57.60%
Total Fund 01 GENERAL FUND		\$4,033,035.00	\$1,752,177.62	\$275,163.75	\$1,982,337.73	43.45%

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		18-19	18-19	DECEMBER	18-19	% of YTD
		YTD Budget	YTD Amt	MTD Amt	YTD Balance	Budget
Fund 20 GRANT PROGRAMS						
Active	R 20-201 INTEREST REVENUE	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 20-203 OTHER REVENUE	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 20-204 OPERATING TRANSFER F	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 20-207 AEB Grant Revenue	\$84,124.93	\$0.00	\$0.00	\$84,124.93	0.00%
Active	R 20-209 AEB Grants	\$1,137,000.00	\$0.00	\$0.00	\$1,137,000.00	0.00%
Active	R 20-211 AEB Grant FY18	\$2,733,581.45	\$0.00	\$0.00	\$2,733,581.45	0.00%
Active	R 20-212 AEB Grants FY19	\$1,548,573.00	\$0.00	\$0.00	\$1,548,573.00	0.00%
Active	R 20-287 KCAP/09-DC-359	\$1,468,547.34	\$46,557.68	\$0.00	\$1,421,989.66	3.17%
Active	R 20-426 DCCED/Akutan Harbor Float	\$150,602.91	\$0.00	\$0.00	\$150,602.91	0.00%
Active	R 20-499 Cold Bay Airport-Apron&Taxi	\$130,517.11	\$130,517.11	\$0.00	\$0.00	100.00%
Active	R 20-813 Akutan Airport/CIP Trident	\$657,390.00	\$0.00	\$0.00	\$657,390.00	0.00%
Active	R 20-972 TRANSPORTATION PROJE	\$3,105,382.09	\$0.00	\$0.00	\$3,105,382.09	0.00%
Total Fund 20 GRANT PROGRAMS		\$11,015,718.83	\$177,074.79	\$0.00	\$10,838,644.04	1.61%

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	18-19 YTD Budget	18-19 YTD Amt	DECEMBER MTD Amt	18-19 YTD Balance	% of YTD Budget
Fund 20 GRANT PROGRAMS					
DEPT 426 DCCED/Akutan Harbor Floats					
Active E 20-426-000-850 CAPITAL CONSTR	\$150,602.91	\$0.00	\$0.00	\$150,602.91	0.00%
SUBDEPT 000	\$150,602.91	\$0.00	\$0.00	\$150,602.91	0.00%
Total DEPT 426 DCCED/Akutan Harbor Floats	\$150,602.91	\$0.00	\$0.00	\$150,602.91	0.00%
DEPT 427 Akutan Harbor Contribution					
Active E 20-427-000-850 CAPITAL CONSTR	\$259,743.66	\$0.00	\$0.00	\$259,743.66	0.00%
SUBDEPT 000	\$259,743.66	\$0.00	\$0.00	\$259,743.66	0.00%
Active E 20-427-209-850 CAPITAL CONSTR	\$46,998.99	\$0.00	\$0.00	\$46,998.99	0.00%
SUBDEPT 209 AEB Grant	\$46,998.99	\$0.00	\$0.00	\$46,998.99	0.00%
Total DEPT 427 Akutan Harbor Contribution	\$306,742.65	\$0.00	\$0.00	\$306,742.65	0.00%
DEPT 499 Cold Bay Airport-Apron&Taxiway					
Active E 20-499-049-850 CAPITAL CONSTR	\$130,517.11	\$130,517.11	\$0.00	\$0.00	100.00%
SUBDEPT 049 DCCED-13-DC-501	\$130,517.11	\$130,517.11	\$0.00	\$0.00	100.00%
Total DEPT 499 Cold Bay Airport-Apron&Taxiway	\$130,517.11	\$130,517.11	\$0.00	\$0.00	100.00%
DEPT 504 Nelson Lagoon Erosion					
Active E 20-504-208-300 SALARIES	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active E 20-504-208-380 CONTRACT LABO	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
SUBDEPT 208 CDBG /Nelson Lagoon Erosion	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active E 20-504-209-850 CAPITAL CONSTR	\$35,076.58	\$0.00	\$0.00	\$35,076.58	0.00%
SUBDEPT 209 AEB Grant	\$35,076.58	\$0.00	\$0.00	\$35,076.58	0.00%
Total DEPT 504 Nelson Lagoon Erosion	\$35,076.58	\$0.00	\$0.00	\$35,076.58	0.00%
DEPT 516 Cold Bay Preschool					
Active E 20-516-209-475 SUPPLIES	\$28,019.00	\$0.00	\$0.00	\$28,019.00	0.00%
SUBDEPT 209 AEB Grant	\$28,019.00	\$0.00	\$0.00	\$28,019.00	0.00%
Total DEPT 516 Cold Bay Preschool	\$28,019.00	\$0.00	\$0.00	\$28,019.00	0.00%
DEPT 520 Cold Bay Clinic					
Active E 20-520-000-850 CAPITAL CONSTR	\$481,139.00	\$0.00	\$0.00	\$481,139.00	0.00%
SUBDEPT 000	\$481,139.00	\$0.00	\$0.00	\$481,139.00	0.00%
Active E 20-520-209-850 CAPITAL CONSTR	\$3,037,000.00	\$0.00	\$0.00	\$3,037,000.00	0.00%
SUBDEPT 209 AEB Grant	\$3,037,000.00	\$0.00	\$0.00	\$3,037,000.00	0.00%
Total DEPT 520 Cold Bay Clinic	\$3,518,139.00	\$0.00	\$0.00	\$3,518,139.00	0.00%
DEPT 802 CAPITAL - COLD BAY					
Active E 20-802-000-850 CAPITAL CONSTR	\$100,000.00	\$0.00	\$0.00	\$100,000.00	0.00%
SUBDEPT 000	\$100,000.00	\$0.00	\$0.00	\$100,000.00	0.00%
Total DEPT 802 CAPITAL - COLD BAY	\$100,000.00	\$0.00	\$0.00	\$100,000.00	0.00%
DEPT 813 Akutan Airport/CIP Trident					
Active E 20-813-000-850 CAPITAL CONSTR	\$657,390.00	\$0.00	\$0.00	\$657,390.00	0.00%
SUBDEPT 000	\$657,390.00	\$0.00	\$0.00	\$657,390.00	0.00%
Total DEPT 813 Akutan Airport/CIP Trident	\$657,390.00	\$0.00	\$0.00	\$657,390.00	0.00%
DEPT 814 False Pass Harbor House					
Active E 20-814-209-850 CAPITAL CONSTR	\$100,000.00	\$0.00	\$0.00	\$100,000.00	0.00%
SUBDEPT 209 AEB Grant	\$100,000.00	\$0.00	\$0.00	\$100,000.00	0.00%
Total DEPT 814 False Pass Harbor House	\$100,000.00	\$0.00	\$0.00	\$100,000.00	0.00%
DEPT 815 Akutan Airport					
Active E 20-815-210-972 TRANSPORTATIO	\$2,500,000.00	\$0.00	\$0.00	\$2,500,000.00	0.00%
SUBDEPT 210 AEB Hovercraft Proceeds	\$2,500,000.00	\$0.00	\$0.00	\$2,500,000.00	0.00%
Total DEPT 815 Akutan Airport	\$2,500,000.00	\$0.00	\$0.00	\$2,500,000.00	0.00%
DEPT 816 False Pass Harbor					

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		18-19	18-19	DECEMBER	18-19	% of YTD
		YTD Budget	YTD Amt	MTD Amt	YTD Balance	Budget
Active	E 20-816-209-850 CAPITAL CONSTR	\$100,000.00	\$0.00	\$0.00	\$100,000.00	0.00%
	SUBDEPT 209 AEB Grant	\$100,000.00	\$0.00	\$0.00	\$99,636.00	0.00%
	Total DEPT 816 False Pass Harbor	\$100,000.00	\$0.00	\$0.00	\$99,636.00	0.00%
DEPT 862 NELSON LAGOON DOCK						
Active	E 20-862-209-600 REPAIRS	\$915,246.00	\$0.00	\$0.00	\$915,246.00	0.00%
	SUBDEPT 209 AEB Grant	\$915,246.00	\$0.00	\$0.00	\$915,246.00	0.00%
	Total DEPT 862 NELSON LAGOON DOCK	\$915,246.00	\$0.00	\$0.00	\$915,246.00	0.00%
DEPT 864 SAND POINT AIRPORT BUILDING						
Active	E 20-864-209-600 REPAIRS	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
	SUBDEPT 209 AEB Grant	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
	Total DEPT 864 SAND POINT AIRPORT BUILDING	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
DEPT 866 AEB PROJECTS						
Active	E 20-866-209-506 SURVEYING	\$191,879.94	\$91,924.85	\$0.00	\$99,955.09	47.91%
Active	E 20-866-209-888 PROJECT CONTIN	\$385,135.45	\$2,392.05	\$0.00	\$382,743.40	0.62%
	SUBDEPT 209 AEB Grant	\$577,015.39	\$94,316.90	\$0.00	\$482,698.49	16.35%
	Total DEPT 866 AEB PROJECTS	\$577,015.39	\$94,316.90	\$0.00	\$482,698.49	16.35%
DEPT 867 KCC Alternative Road						
Active	E 20-867-000-300 SALARIES	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 20-867-000-350 FRINGE BENEFITS	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 20-867-000-380 CONTRACT LABO	\$147,017.23	\$0.00	\$0.00	\$147,017.23	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	\$0.00	\$0.00	\$0.00	0.00%
Active	E 20-867-000-475 SUPPLIES	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
	SUBDEPT 000	\$147,017.23	\$0.00	\$0.00	\$147,017.23	0.00%
Active	E 20-867-168-300 SALARIES	\$5,650.00	\$0.00	\$0.00	\$5,650.00	0.00%
Active	E 20-867-168-350 FRINGE BENEFITS	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 20-867-168-381 ENGINEERING	\$857,950.00	\$0.00	\$0.00	\$857,950.00	0.00%
Active	E 20-867-168-400 TRAVEL AND PER	\$5,926.49	\$0.00	\$0.00	\$5,926.49	0.00%
Active	E 20-867-168-850 CAPITAL CONSTR	\$599,118.17	\$46,557.68	\$0.00	\$552,560.49	7.77%
	SUBDEPT 168 KCAP/09-DC-359	\$1,468,644.66	\$46,557.68	\$0.00	\$1,422,086.98	3.17%
Active	E 20-867-210-972 TRANSPORTATIO	\$605,382.09	\$0.00	\$0.00	\$605,382.09	0.00%
	SUBDEPT 210 AEB Hovercraft Proceeds	\$605,382.09	\$0.00	\$0.00	\$605,382.09	0.00%
	Total DEPT 867 KCC Alternative Road	\$2,221,043.98	\$46,557.68	\$0.00	\$2,174,486.30	2.10%
DEPT 900 OTHER						
Active	E 20-900-000-753 MISC EXPENSE	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 20-900-000-850 CAPITAL CONSTR	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
	SUBDEPT 000	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
	Total DEPT 900 OTHER	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
	Total Fund 20 GRANT PROGRAMS	\$11,339,792.62	\$271,391.69	\$0.00	\$11,068,036.93	2.39%

ALEUTIANS EAST BOROUGH
***Revenue Guideline©**

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Current Period: DECEMBER 18-19

		18-19	18-19	DECEMBER	18-19	% of YTD
		YTD Budget	YTD Amt	MTD Amt	YTD Balance	Budget
Fund 22 OPERATIONS						
Active	R 22-203 OTHER REVENUE	\$0.00	\$375,000.00	\$187,500.00	-\$375,000.00	0.00%
Active	R 22-221 COLD BAY TERMINAL LEA	\$139,620.00	\$70,753.32	\$11,792.22	\$68,866.68	50.68%
Active	R 22-222 COLD BAY TERMINAL OTH	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 22-301 HELICOPTER/TICKETS	\$300,000.00	\$226,813.42	\$17,009.59	\$73,186.58	75.60%
Active	R 22-302 HELICOPTER/FREIGHT	\$95,000.00	\$43,104.54	\$15,035.34	\$51,895.46	45.37%
Total Fund 22 OPERATIONS		\$534,620.00	\$715,671.28	\$231,337.15	-\$181,051.28	133.87%

ALEUTIANS EAST BOROUGH
***Expenditure Guideline©**

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Current Period: DECEMBER 18-19

		18-19	18-19	DECEMBER	18-19	% of YTD
		YTD Budget	YTD Amt	MTD Amt	YTD Balance	Budget
Fund 22 OPERATIONS						
DEPT 802 CAPITAL - COLD BAY						
Active	E 22-802-200-300 SALARIES	\$28,098.00	\$14,050.88	\$2,341.48	\$14,047.12	50.01%
Active	E 22-802-200-350 FRINGE BENEFITS	\$3,617.00	\$1,215.52	\$202.56	\$2,401.48	33.61%
Active	E 22-802-200-400 TRAVEL AND PER	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 22-802-200-425 TELEPHONE	\$4,500.00	\$2,346.74	\$356.21	\$2,153.26	52.15%
Active	E 22-802-200-475 SUPPLIES	\$7,500.00	\$6,946.49	\$30.78	\$553.51	92.62%
Active	E 22-802-200-526 UTILITIES	\$24,000.00	-\$2,772.18	(\$3,848.83)	\$26,772.18	-11.55%
Active	E 22-802-200-576 GAS	\$1,500.00	\$157.51	\$157.51	\$1,342.49	10.50%
Active	E 22-802-200-577 FUEL	\$15,000.00	\$4,354.12	\$0.00	\$10,645.88	29.03%
Active	E 22-802-200-603 MAINTENANCE	\$100,000.00	\$12,069.00	\$4,077.00	\$87,931.00	12.07%
Active	E 22-802-200-770 Depreciation Expen	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
SUBDEPT 200 COLD BAY TERMINAL		\$184,215.00	\$38,368.08	\$3,316.71	\$145,696.19	20.83%
Total DEPT 802 CAPITAL - COLD BAY		\$184,215.00	\$38,368.08	\$3,316.71	\$145,696.19	20.83%
DEPT 845 HELICOPTER OPERATIONS						
Active	E 22-845-300-300 SALARIES	\$131,173.00	\$42,732.58	\$9,821.93	\$88,440.42	32.58%
Active	E 22-845-300-350 FRINGE BENEFITS	\$32,140.00	\$12,525.95	\$2,361.40	\$19,614.05	38.97%
Active	E 22-845-300-380 CONTRACT LABO	\$1,453,000.00	\$510,480.42	\$100,337.07	\$942,519.58	35.13%
Active	E 22-845-300-400 TRAVEL AND PER	\$5,000.00	\$0.00	\$0.00	\$5,000.00	0.00%
Active	E 22-845-300-425 TELEPHONE	\$3,500.00	\$1,865.49	\$201.22	\$1,634.51	53.30%
Active	E 22-845-300-475 SUPPLIES	\$60,000.00	\$34,719.43	\$913.72	\$25,280.57	57.87%
Active	E 22-845-300-525 RENTAL/LEASE	\$24,000.00	\$9,000.00	\$1,500.00	\$15,000.00	37.50%
Active	E 22-845-300-526 UTILITIES	\$8,000.00	\$800.00	\$200.00	\$7,200.00	10.00%
Active	E 22-845-300-552 INSURANCE	\$18,200.00	\$0.00	\$0.00	\$18,200.00	0.00%
Active	E 22-845-300-576 GAS	\$12,000.00	\$5,327.14	\$1,661.44	\$6,672.86	44.39%
Active	E 22-845-300-577 FUEL	\$150,000.00	\$54,786.33	\$13,663.26	\$95,213.67	36.52%
Active	E 22-845-300-770 Depreciation Expen	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
SUBDEPT 300 HELICOPTER OPERATIONS		\$1,897,013.00	\$672,237.34	\$130,660.04	\$1,117,069.11	35.44%
Total DEPT 845 HELICOPTER OPERATIONS		\$1,897,013.00	\$672,237.34	\$130,660.04	\$1,117,069.11	35.44%
DEPT 900 OTHER						
Active	E 22-900-000-660 Loss On Impairmen	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
SUBDEPT 000		\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Total DEPT 900 OTHER		\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Total Fund 22 OPERATIONS		\$2,081,228.00	\$710,605.42	\$133,976.75	\$1,262,765.30	34.14%

ALEUTIANS EAST BOROUGH
***Revenue Guideline©**

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Current Period: DECEMBER 18-19

		18-19	18-19	DECEMBER	18-19	% of YTD
		YTD Budget	YTD Amt	MTD Amt	YTD Balance	Budget
Fund 24 BOND CONSTRUCTION						
Active	R 24-201 INTEREST REVENUE	\$0.00	\$39,579.52	\$0.00	-\$39,579.52	0.00%
Active	R 24-203 OTHER REVENUE	\$0.00	\$33,383.00	\$0.00	-\$33,383.00	0.00%
Active	R 24-227 COE-HARBOR PROJECTS	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 24-259 BOND PROCEEDS	\$1,006,940.00	\$0.00	\$0.00	\$1,006,940.00	0.00%
Active	R 24-270 STATE REVENUE OTHER	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 24-277 STATE BOND REBATE	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 24-817 Akutan Airport/FY09 AEB M	\$903,000.00	\$0.00	\$0.00	\$903,000.00	0.00%
Total Fund 24 BOND CONSTRUCTION		\$1,909,940.00	\$72,962.52	\$0.00	\$1,836,977.48	3.82%

ALEUTIANS EAST BOROUGH
***Expenditure Guideline©**

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Current Period: DECEMBER 18-19

	18-19 YTD Budget	18-19 YTD Amt	DECEMBER MTD Amt	18-19 YTD Balance	% of YTD Budget
Fund 24 BOND CONSTRUCTION					
DEPT 809 Akutan Airport/Grant					
Active E 24-809-000-850 CAPITAL CONSTR	\$1,006,940.00	\$0.00	\$0.00	\$1,006,940.00	0.00%
SUBDEPT 000	<u>\$1,006,940.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$1,006,940.00</u>	<u>0.00%</u>
Total DEPT 809 Akutan Airport/Grant	\$1,006,940.00	\$0.00	\$0.00	\$1,006,940.00	0.00%
DEPT 817 Akutan Airport/FY 09 AEB Match					
Active E 24-817-000-850 CAPITAL CONSTR	\$903,000.00	\$0.00	\$0.00	\$903,000.00	0.00%
SUBDEPT 000	<u>\$903,000.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$903,000.00</u>	<u>0.00%</u>
Total DEPT 817 Akutan Airport/FY 09 AEB Match	\$903,000.00	\$0.00	\$0.00	\$903,000.00	0.00%
DEPT 833 FALSE PASS HARBOR					
Active E 24-833-000-850 CAPITAL CONSTR	\$339,073.39	\$60.00	\$0.00	\$339,013.39	0.02%
SUBDEPT 000	<u>\$339,073.39</u>	<u>\$60.00</u>	<u>\$0.00</u>	<u>\$339,013.39</u>	<u>0.02%</u>
Total DEPT 833 FALSE PASS HARBOR	\$339,073.39	\$60.00	\$0.00	\$339,013.39	0.02%
DEPT 839 AKUTAN HARBOR					
Active E 24-839-000-850 CAPITAL CONSTR	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
SUBDEPT 000	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>0.00%</u>
Total DEPT 839 AKUTAN HARBOR	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
DEPT 900 OTHER					
Active E 24-900-000-380 CONTRACT LABO	\$0.00	\$14,935.35	\$7,246.97	-\$14,935.35	0.00%
Active E 24-900-000-725 BOND INTEREST	\$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	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
SUBDEPT 000	<u>\$0.00</u>	<u>\$14,935.35</u>	<u>\$7,246.97</u>	<u>-\$14,935.35</u>	<u>0.00%</u>
Total DEPT 900 OTHER	\$0.00	\$14,935.35	\$7,246.97	-\$14,935.35	0.00%
Total Fund 24 BOND CONSTRUCTION	<u>\$2,249,013.39</u>	<u>\$14,995.35</u>	<u>\$7,246.97</u>	<u>\$2,234,018.04</u>	<u>0.67%</u>

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Current Period: DECEMBER 18-19

		18-19	18-19	DECEMBER	18-19	% of YTD
		YTD Budget	YTD Amt	MTD Amt	YTD Balance	Budget
Fund 30 BOND FUND						
Active	R 30-201 INTEREST REVENUE	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 30-203 OTHER REVENUE	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 30-204 OPERATING TRANSFER F	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 30-259 BOND PROCEEDS	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Total Fund 30 BOND FUND		\$0.00	\$0.00	\$0.00	\$0.00	0.00%

ALEUTIANS EAST BOROUGH

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Current Period: DECEMBER 18-19

	18-19 YTD Budget	18-19 YTD Amt	DECEMBER MTD Amt	18-19 YTD Balance	% of YTD Budget
Fund 30 BOND FUND					
DEPT 900 OTHER					
Active E 30-900-000-725 BOND INTEREST	\$0.00	\$526,089.10	\$0.00	-\$526,089.10	0.00%
Active E 30-900-000-726 BOND PRINCIPAL	\$0.00	\$1,450,000.00	\$0.00	-\$1,450,000.00	0.00%
SUBDEPT 000	\$0.00	\$1,976,089.10	\$0.00	-\$1,976,089.10	0.00%
Total DEPT 900 OTHER	\$0.00	\$1,976,089.10	\$0.00	-\$1,976,089.10	0.00%
Total Fund 30 BOND FUND	\$0.00	\$1,976,089.10	\$0.00	-\$1,976,089.10	0.00%

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***Revenue Guideline©**

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Current Period: DECEMBER 18-19

		18-19	18-19	DECEMBER	18-19	% of YTD
		YTD Budget	YTD Amt	MTD Amt	YTD Balance	Budget
Fund 40 PERMANENT FUND						
Active	R 40-201 INTEREST REVENUE	\$0.00	\$1,272,256.62	\$0.00	-\$1,272,256.62	0.00%
Active	R 40-203 OTHER REVENUE	\$35,000.00	\$0.00	\$0.00	\$35,000.00	0.00%
Active	R 40-204 OPERATING TRANSFER F	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 40-230 LAND SALES	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Total Fund 40 PERMANENT FUND		\$35,000.00	\$1,272,256.62	\$0.00	-\$1,237,256.62	3635.02%

ALEUTIANS EAST BOROUGH
***Expenditure Guideline©**

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Current Period: DECEMBER 18-19

		18-19	18-19	DECEMBER	18-19	% of YTD
		YTD Budget	YTD Amt	MTD Amt	YTD Balance	Budget
Fund 40 PERMANENT FUND						
DEPT 900 OTHER						
Active	E 40-900-000-380 CONTRACT LABO	\$35,000.00	\$14,935.32	\$7,246.96	\$20,064.68	42.67%
Active	E 40-900-000-751 OPERATING TRAN	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
SUBDEPT 000		\$35,000.00	\$14,935.32	\$7,246.96	\$20,064.68	42.67%
Total DEPT 900 OTHER		\$35,000.00	\$14,935.32	\$7,246.96	\$20,064.68	42.67%
Total Fund 40 PERMANENT FUND		\$35,000.00	\$14,935.32	\$7,246.96	\$20,064.68	42.67%

ALEUTIANS EAST BOROUGH
***Revenue Guideline©**

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Current Period: DECEMBER 18-19

		18-19	18-19	DECEMBER	18-19	% of YTD
		YTD Budget	YTD Amt	MTD Amt	YTD Balance	Budget
Fund 41 MAINTENANCE RESERVE FUND						
Active	R 41-201 INTEREST REVENUE	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 41-203 OTHER REVENUE	\$300,000.00	\$0.00	\$0.00	\$300,000.00	0.00%
Active	R 41-204 OPERATING TRANSFER F	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 41-207 AEB Grant Revenue:	\$109,280.46	\$0.00	\$0.00	\$109,280.46	0.00%
Active	R 41-230 LAND SALES	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 41-276 AEB SCHOOL	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Total Fund 41 MAINTENANCE RESERVE FUND		\$409,280.46	\$0.00	\$0.00	\$409,280.46	0.00%

ALEUTIANS EAST BOROUGH
***Expenditure Guideline©**

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Current Period: DECEMBER 18-19

		18-19	18-19	DECEMBER	18-19	% of YTD
		YTD Budget	YTD Amt	MTD Amt	YTD Balance	Budget
Fund 41 MAINTENANCE RESERVE FUND						
DEPT 800 CAPITAL - SCHOOL						
Active	E 41-800-857-300 SALARIES	\$0.00	\$4,250.00	\$0.00	-\$4,250.00	0.00%
Active	E 41-800-857-350 FRINGE BENEFITS	\$0.00	\$367.63	\$0.00	-\$367.63	0.00%
Active	E 41-800-857-850 CAPITAL CONSTR	\$0.00	\$3,075.19	\$0.00	-\$3,075.19	0.00%
Active	E 41-800-857-888 PROJECT CONTIN	\$45,707.69	\$34,728.69	\$0.00	\$10,979.00	75.98%
SUBDEPT 857 FALSE PASS SCHOOL		\$45,707.69	\$42,421.51	\$0.00	\$3,286.18	92.81%
Active	E 41-800-865-888 PROJECT CONTIN	\$9,280.46	\$9,280.46	\$0.00	\$0.00	100.00%
SUBDEPT 865 Akutan School		\$9,280.46	\$9,280.46	\$0.00	\$0.00	100.00%
Active	E 41-800-866-888 PROJECT CONTIN	\$50,000.00	\$0.00	\$0.00	\$50,000.00	0.00%
SUBDEPT 866 NELSON LAGOON SCHOOL		\$50,000.00	\$0.00	\$0.00	\$50,000.00	0.00%
Active	E 41-800-867-850 CAPITAL CONSTR	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 41-800-867-888 PROJECT CONTIN	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
SUBDEPT 867 Sand Point School		\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 41-800-868-888 PROJECT CONTIN	\$46,308.88	\$42,447.88	\$0.00	\$3,861.00	91.66%
SUBDEPT 868 King Cove School		\$46,308.88	\$42,447.88	\$0.00	\$3,861.00	91.66%
Active	E 41-800-869-888 PROJECT CONTIN	\$50,000.00	\$0.00	\$0.00	\$50,000.00	0.00%
SUBDEPT 869 COLD BAY SCHOOL		\$50,000.00	\$0.00	\$0.00	\$50,000.00	0.00%
Total DEPT 800 CAPITAL - SCHOOL		\$201,297.03	\$94,149.85	\$0.00	\$107,147.18	46.77%
DEPT 900 OTHER						
Active	E 41-900-000-603 MAINTENANCE	\$300,000.00	\$97,276.13	\$0.00	\$202,723.87	32.43%
Active	E 41-900-000-753 MISC EXPENSE	\$0.00	\$4,484.77	\$1,128.75	-\$4,484.77	0.00%
Active	E 41-900-000-880 LAND	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
SUBDEPT 000		\$300,000.00	\$101,760.90	\$1,128.75	\$198,239.10	33.92%
Total DEPT 900 OTHER		\$300,000.00	\$101,760.90	\$1,128.75	\$198,239.10	33.92%
Total Fund 41 MAINTENANCE RESERVE FUND		\$501,297.03	\$195,910.75	\$1,128.75	\$305,386.28	39.08%

INVESTMENT REPORT

ALEUTIANS EAST BOROUGH

Account Statement - Period Ending November 30, 2018

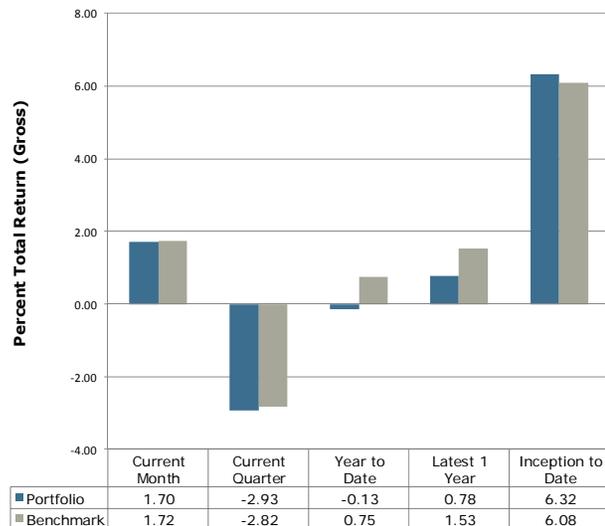


ACCOUNT ACTIVITY

Portfolio Value on 10-31-18	42,226,847
Contributions	0
Withdrawals	-1,013
Change in Market Value	684,552
Interest	31,819
Dividends	0
Portfolio Value on 11-30-18	42,942,204

INVESTMENT PERFORMANCE

Current Account Benchmark:
Equity Blend

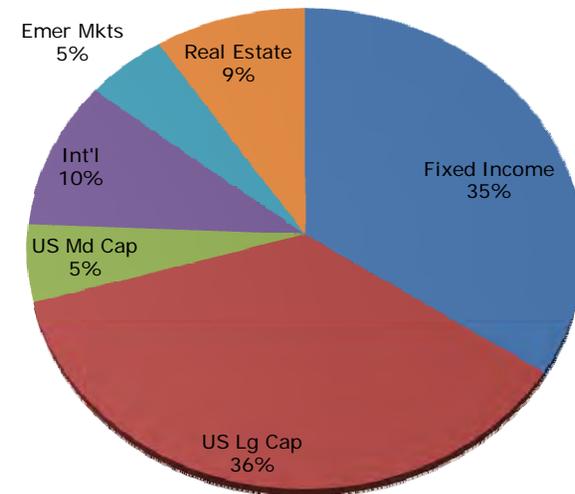


Performance is Annualized for Periods Greater than One Year

MANAGEMENT TEAM

Client Relationship Manager:	Amber Frizzell, AIF® Amber@apcm.net
Your Portfolio Manager:	Brandy Niclai, CFA®
Contact Phone Number:	907/272 -7575

PORTFOLIO COMPOSITION



Clients are encouraged to compare this report with the official statement from their custodian.

Alaska Permanent Capital Management Co.
PORTFOLIO SUMMARY AND TARGET
ALEUTIANS EAST BOROUGH
November 30, 2018

Asset Class & Target	Market Value	% Assets	Range
FIXED INCOME (34%)			
US Fixed Income (34.0%)	14,702,167	34.2	25% to 60%
Cash (0.0%)	76,732	0.2	na
Subtotal:	14,778,899	34.4	
EQUITY (56%)			
US Large Cap (36.0%)	15,498,280	36.1	30% to 50%
US Mid Cap (5.0%)	2,225,311	5.2	0% to 10%
Developed International Equity (10.0%)	4,279,862	10.0	5% to 15%
Emerging Markets (5.0%)	2,153,182	5.0	0% to 10%
Subtotal:	24,156,635	56.3	
ALTERNATIVE INVESTMENTS (10%)			
Real Estate (10.0%)	4,006,670	9.3	5% to 15%
Subtotal:	4,006,670	9.3	
TOTAL PORTFOLIO	42,942,204	100	

AEB/AKUTAN HARBOR - 2006 A

Account Statement - Period Ending November 30, 2018



ACCOUNT ACTIVITY

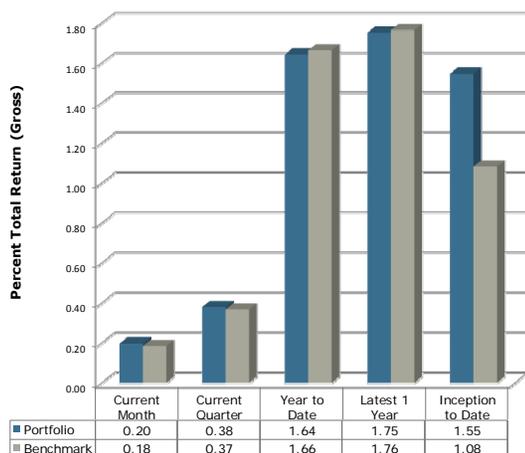
Portfolio Value on 10-31-18	1,546,750
Contributions	0
Withdrawals	-109
Change in Market Value	1,112
Interest	1,930
Dividends	0
Portfolio Value on 11-30-18	1,549,682

MANAGEMENT TEAM

Client Relationship Manager:	Amber Frizzell, AIF® Amber@apcm.net
Your Portfolio Manager:	Paul Hanson, CFA®
Contact Phone Number:	907/272 -7575

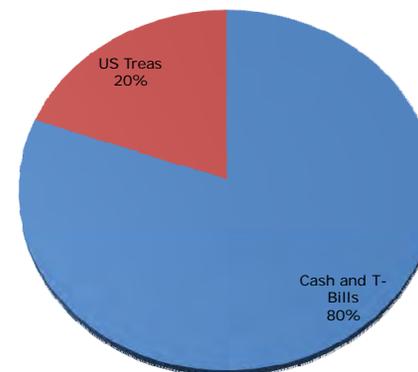
INVESTMENT PERFORMANCE

Current Account Benchmark:
FTSE 3-Month TBill



Performance is Annualized for Periods Greater than One Year

PORTFOLIO COMPOSITION



Fixed Income Portfolio Statistics

Average Quality: AAA Yield to Maturity: 2.30% Average Maturity: 0.12 Yrs

Clients are encouraged to compare this report with the official statement from their custodian.

Alaska Permanent Capital Management Co.
PORTFOLIO APPRAISAL
AEB/AKUTAN HARBOR - 2006 A
November 30, 2018

Quantity	Security	Average Cost	Total Average Cost	Price	Market Value	Pct. Assets	Annual Income	Accrued Interest	Yield to Maturity
CASH AND EQUIVALENTS									
	FEDERATED GOVERNMENT OBLIGATIONS INSTITUTI		25,161		25,161	1.62			
U.S. TREASURY									
300,000	US TREASURY NOTES 2.750% Due 02-15-19 Accrued Interest	100.08	300,234	100.07	300,216	19.37	8,250	2,421	2.39
					2,421	0.16			
			300,234		302,637	19.53		2,421	
TREASURY BILLS									
500,000	US TREASURY BILLS 0.000% Due 12-13-18	99.50	497,494	99.94	499,700	32.25	NA	0	1.69
400,000	US TREASURY BILLS 0.000% Due 01-17-19	99.27	397,083	99.72	398,864	25.74	NA	0	2.18
325,000	US TREASURY BILLS 0.000% Due 02-21-19	99.19	322,374	99.48	323,320	20.86	NA	0	2.30
			1,216,951		1,221,884	78.85		0	
TOTAL PORTFOLIO			1,542,347		1,549,682	100	8,250	2,421	

AEB OPERATING FUND

Account Statement - Period Ending November 30, 2018



ACCOUNT ACTIVITY

Portfolio Value on 10-31-18	2,586,269
Contributions	0
Withdrawals	-138
Change in Market Value	3,670
Interest	1,349
Dividends	0

Portfolio Value on 11-30-18 2,591,151

MANAGEMENT TEAM

Client Relationship Manager: Amber Frizzell, AIF®
Amber@apcm.net

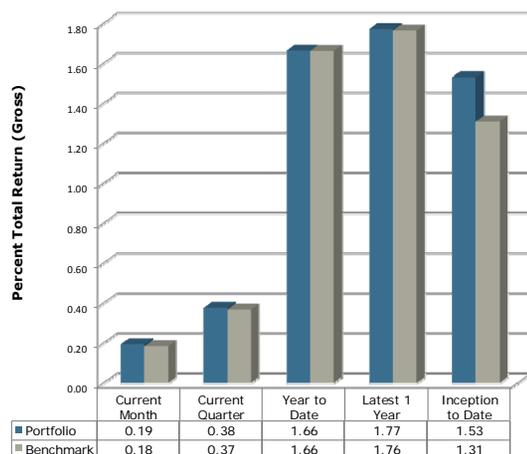
Your Portfolio Manager: Paul Hanson, CFA®

Contact Phone Number: 907/272 -7575

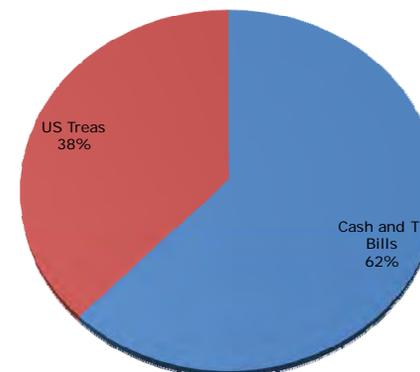
PORTFOLIO COMPOSITION

INVESTMENT PERFORMANCE

Current Account Benchmark:
FTSE 3-Month TBill



Performance is Annualized for Periods Greater than One Year



Fixed Income Portfolio Statistics

Average Quality: AAA Yield to Maturity: 2.42% Average Maturity: 0.11 Yrs

Clients are encouraged to compare this report with the official statement from their custodian.

Alaska Permanent Capital Management Co.
PORTFOLIO APPRAISAL
AEB OPERATING FUND
November 30, 2018

Quantity	Security	Average Cost	Total Average Cost	Price	Market Value	Pct. Assets	Annual Income	Accrued Interest	Yield to Maturity
CASH AND EQUIVALENTS									
	FEDERATED GOVERNMENT OBLIGATIONS INSTITUTI		29,002		29,002	1.12			
U.S. TREASURY									
580,000	US TREASURY NOTES 1.250% Due 12-15-18	99.67	578,074	99.97	579,820	22.38	7,250	3,348	2.00
400,000	US TREASURY NOTES 2.750% Due 02-15-19 Accrued Interest	100.08	400,312	100.07	400,288	15.45	11,000	3,228	2.39
			978,387		986,684	38.08		6,576	
TREASURY BILLS									
540,000	US TREASURY BILLS 0.000% Due 12-13-18	99.50	537,293	99.94	539,676	20.83	NA	0	1.69
500,000	US TREASURY BILLS 0.000% Due 01-17-19	99.27	496,354	99.72	498,580	19.24	NA	0	2.18
540,000	US TREASURY BILLS 0.000% Due 02-21-19	99.19	535,638	99.48	537,208	20.73	NA	0	2.30
			1,569,285		1,575,464	60.80		0	
TOTAL PORTFOLIO			2,576,674		2,591,151	100	18,250	6,576	

ALEUTIANS EAST BOROUGH SERIES E BOND

Account Statement - Period Ending November 30, 2018



ACCOUNT ACTIVITY

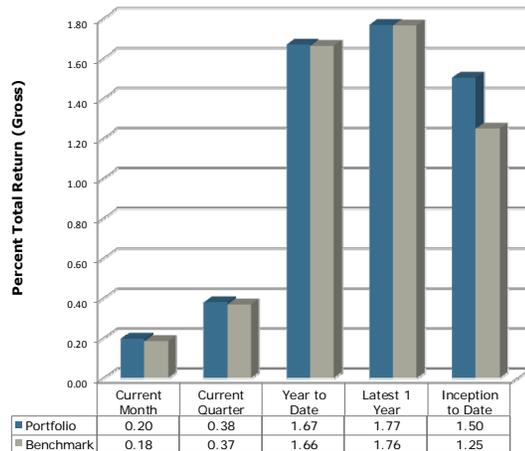
Portfolio Value on 10-31-18	2,523,731
Contributions	0
Withdrawals	0
Change in Market Value	3,836
Interest	1,133
Dividends	0
Portfolio Value on 11-30-18	2,528,701

MANAGEMENT TEAM

Client Relationship Manager:	Amber Frizzell, AIF® Amber@apcm.net
Your Portfolio Manager:	Paul Hanson, CFA®
Contact Phone Number:	907/272 -7575

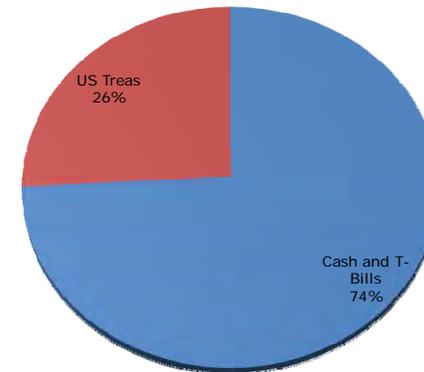
INVESTMENT PERFORMANCE

Current Account Benchmark:
FTSE 3-Month TBill



Performance is Annualized for Periods Greater than One Year

PORTFOLIO COMPOSITION



Fixed Income Portfolio Statistics

Average Quality: AAA Yield to Maturity: 2.33% Average Maturity: 0.10 Yrs

Clients are encouraged to compare this report with the official statement from their custodian.

Alaska Permanent Capital Management Co.
PORTFOLIO APPRAISAL
ALEUTIANS EAST BOROUGH SERIES E BOND
November 30, 2018

Quantity	Security	Average Cost	Total Average Cost	Price	Market Value	Pct. Assets	Annual Income	Accrued Interest	Yield to Maturity
CASH AND EQUIVALENTS									
	FEDERATED GOVERNMENT OBLIGATIONS INSTITUTI		27,384		27,384	1.08			
U.S. TREASURY									
150,000	US TREASURY NOTES 1.250% Due 12-15-18	99.44	149,156	99.97	149,953	5.93	1,875	866	2.00
500,000	US TREASURY NOTES 2.750% Due 02-15-19 Accrued Interest	100.08	500,391	100.07	500,360	19.79	13,750	4,035	2.39
			649,547		4,901 655,215	0.19 25.91		4,901	
TREASURY BILLS									
725,000	US TREASURY BILLS 0.000% Due 12-13-18	99.50	721,366	99.94	724,565	28.65	NA	0	1.69
1,010,000	US TREASURY BILLS 0.000% Due 01-17-19	99.36	1,003,562	99.72	1,007,132	39.83	NA	0	2.18
115,000	US TREASURY BILLS 0.000% Due 02-21-19	99.19	114,071	99.48	114,405	4.52	NA	0	2.30
			1,838,999		1,846,102	73.01		0	
TOTAL PORTFOLIO			2,515,930		2,528,701	100	15,625	4,901	

* Callable security

AEB 2010 SERIES A GO BOND/KCAP

Account Statement - Period Ending November 30, 2018



ACCOUNT ACTIVITY

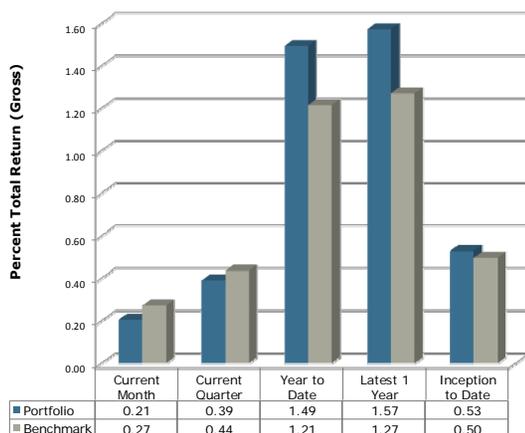
Portfolio Value on 10-31-18	1,038,754
Contributions	0
Withdrawals	-58
Change in Market Value	1,332
Interest	804
Dividends	0
Portfolio Value on 11-30-18	1,040,832

MANAGEMENT TEAM

Client Relationship Manager:	Amber Frizzell, AIF® Amber@apcm.net
Your Portfolio Manager:	Paul Hanson, CFA®
Contact Phone Number:	907/272-7575

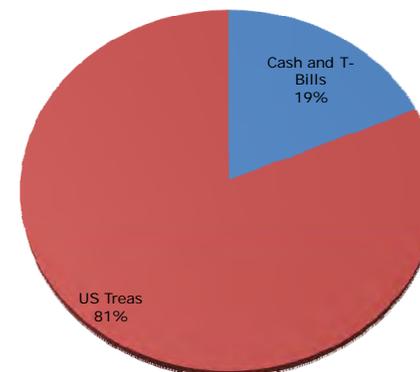
INVESTMENT PERFORMANCE

**Current Account Benchmark:
50% Bloomberg Barclays 1-3 Yr Gov/50%
FTSE 3mo Tbill**



Performance is Annualized for Periods Greater than One Year

PORTFOLIO COMPOSITION



Fixed Income Portfolio Statistics

Average Quality: AAA Yield to Maturity: 2.42% Average Maturity: 0.33 Yrs

Clients are encouraged to compare this report with the official statement from their custodian.

Alaska Permanent Capital Management Co.
PORTFOLIO APPRAISAL
AEB 2010 SERIES A GO BOND/KCAP
November 30, 2018

Quantity	Security	Average Cost	Total Average Cost	Price	Market Value	Pct. Assets	Annual Income	Accrued Interest	Yield to Maturity
CASH AND EQUIVALENTS									
	FEDERATED GOVERNMENT OBLIGATIONS INSTITUTI		33,197		33,197	3.19			
U.S. TREASURY									
75,000	US TREASURY NOTES 1.250% Due 12-15-18	99.95	74,962	99.97	74,977	7.20	937	433	2.00
100,000	US TREASURY NOTES 1.125% Due 01-15-19	99.19	99,187	99.87	99,867	9.59	1,125	425	2.18
200,000	US TREASURY NOTES 0.750% Due 02-15-19	99.05	198,102	99.67	199,350	19.15	1,500	440	2.31
175,000	US TREASURY NOTES 1.000% Due 03-15-19	98.92	173,113	99.60	174,302	16.75	1,750	372	2.38
200,000	US TREASURY NOTES 1.250% Due 06-30-19	99.68	199,367	99.23	198,468	19.07	2,500	1,046	2.58
100,000	US TREASURY NOTES 1.125% Due 03-31-20	98.77	98,770	97.84	97,840	9.40	1,125	192	2.79
	Accrued Interest				2,908	0.28			
			843,501		847,712	81.45		2,908	
TREASURY BILLS									
160,000	US TREASURY BILLS 0.000% Due 12-11-18	99.77	159,627	99.95	159,923	15.36	NA	0	1.60
TOTAL PORTFOLIO			1,036,325		1,040,832	100	8,937	2,908	

AEB 2010 SERIES B BOND/AKUTAN AIR

Account Statement - Period Ending November 30, 2018



ACCOUNT ACTIVITY

Portfolio Value on 10-31-18	1,020,543
Contributions	0
Withdrawals	-72
Change in Market Value	1,075
Interest	1,021
Dividends	0

Portfolio Value on 11-30-18 1,022,567

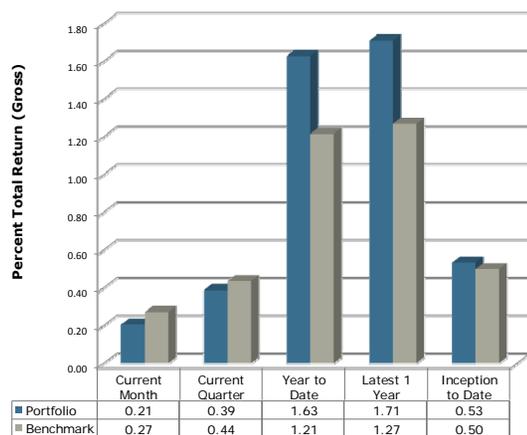
MANAGEMENT TEAM

Client Relationship Manager:	Amber Frizzell, AIF® Amber@apcm.net
Your Portfolio Manager:	Paul Hanson, CFA®
Contact Phone Number:	907/272-7575

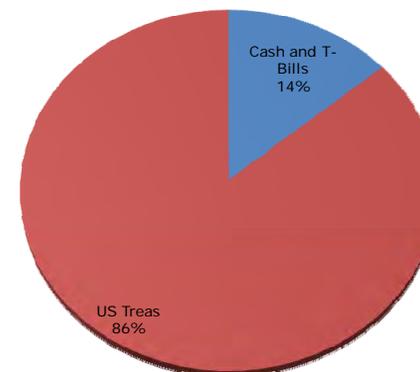
PORTFOLIO COMPOSITION

INVESTMENT PERFORMANCE

**Current Account Benchmark:
50% Bloomberg Barclays 1-3 Yr Gov/50%
FTSE 3mo Tbill**



Performance is Annualized for Periods Greater than One Year



Fixed Income Portfolio Statistics

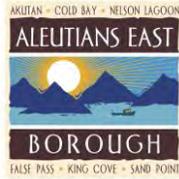
Average Quality: AAA Yield to Maturity: 2.49% Average Maturity: 0.42 Yrs

Clients are encouraged to compare this report with the official statement from their custodian.

Alaska Permanent Capital Management Co.
PORTFOLIO APPRAISAL
AEB 2010 SERIES B BOND/AKUTAN AIR
November 30, 2018

Quantity	Security	Average Cost	Total Average Cost	Price	Market Value	Pct. Assets	Annual Income	Accrued Interest	Yield to Maturity
CASH AND EQUIVALENTS									
	FEDERATED GOVERNMENT OBLIGATIONS INSTITUTI		26,850		26,850	2.63			
U.S. TREASURY									
100,000	US TREASURY NOTES 1.250% Due 12-15-18	100.25	100,250	99.97	99,969	9.78	1,250	577	2.00
100,000	US TREASURY NOTES 1.125% Due 01-15-19	99.95	99,953	99.87	99,867	9.77	1,125	425	2.18
125,000	US TREASURY NOTES 0.750% Due 02-15-19	99.05	123,809	99.67	124,594	12.18	937	275	2.31
100,000	US TREASURY NOTES 1.000% Due 03-15-19	99.54	99,535	99.60	99,601	9.74	1,000	213	2.38
100,000	US TREASURY NOTES 0.875% Due 05-15-19	98.58	98,578	99.25	99,254	9.71	875	39	2.52
150,000	US TREASURY NOTES 0.875% Due 06-15-19	98.56	147,838	99.09	148,641	14.54	1,312	606	2.57
100,000	US TREASURY NOTES 1.000% Due 11-15-19	97.86	97,859	98.37	98,371	9.62	1,000	44	2.73
110,000	US TREASURY NOTES 1.500% Due 04-15-20	98.10	107,912	98.26	108,084	10.57	1,650	213	2.80
	Accrued Interest				2,392	0.23			
			875,734		880,772	86.13		2,392	
TREASURY BILLS									
115,000	US TREASURY BILLS 0.000% Due 12-11-18	99.85	114,826	99.95	114,945	11.24	NA	0	1.60
TOTAL PORTFOLIO			1,017,411		1,022,567	100	9,150	2,392	

Consent Agenda



Agenda Statement

Date: December 19, 2018

To: Mayor Osterback and Assembly

From: Anne Bailey, Borough Administrator

Re: Resolution 19-32 in support of full funding from the State of Alaska for the School Bond Debt Reimbursement and State Aid for Construction in Regional Education Attendance Areas

The State of Alaska has a constitutional responsibility to “maintain a system of public schools” under Article VII, section 1 of the Alaska Constitution. Since 1970 the State of Alaska has encouraged municipalities to bond for school major maintenance projects by reimbursing municipalities with bonding authority for principal and interest payments. The Alaska Legislature has for decades provided major maintenance for rural Regional Educational Attendance Area schools through appropriations in the annual capital budget. Since 2010, the Alaska Legislature provided consistent funding parity for rural schools’ major maintenance needs by automatically funding major maintenance projects in areas without the ability to bond with a percentage of the school bond debt reimbursement funding. Alaska municipalities, including the Borough, have issued bonds relying in good faith on the State of Alaska to honor its financial commitments to education.

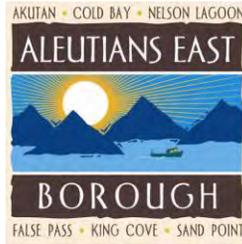
In 2015, the Legislature responded to a difficult fiscal situation by placing a five-year moratorium on any new projects being eligible for school bond debt reimbursement, thus giving municipalities and voters across the state notice that bonds sold within the five-year period would be the sole responsibility of local taxpayers. In 2016, the Legislature recognized the State responsibility to honor past project funding and appropriated funds to the municipalities for school debt reimbursement.

In 2016, Governor Walker, in trying to address the budget deficit, cut 25% of the funding for both municipal and rural schools from appropriation bills using his line-item reduction power. These reductions ‘saved’ the State of Alaska \$40,703,819 out of an estimated \$3.4 billion deficit, or 1.2 %, by shifting costs to local municipalities and leaving badly needed rural projects unfunded.

The Borough lost \$213,043 as a result of the line-item reduction. The potential for future vetoes places great uncertainty on this program and burden on municipalities. Alaska municipalities do not have the fiscal resources to close the State's revenue gap. The State should not reach a long-term solution to its revenue problems by ignoring its constitutional obligation to public education.

RECOMMENDATION

Administration recommends approval of Resolution 19-32 in support of full funding from the State of Alaska for the School Bond Debt Reimbursement and State Aid for Construction in Regional Education Attendance Areas.



Resolution 19-32

A RESOLUTION OF THE ALEUTIANS EAST BOROUGH IN SUPPORT OF FULL FUNDING FROM THE STATE OF ALASKA FOR THE SCHOOL BOND DEBT REIMBURSEMENT AND STATE AID FOR CONSTRUCTION IN REGIONAL EDUCATION ATTENDANCE AREAS

WHEREAS, the State of Alaska has a constitutional responsibility to “maintain a system of public schools” under Article VII, section 1 of the Alaska Constitution; and

WHEREAS, since 1970, the State of Alaska has encouraged municipalities to bond for school major maintenance projects by reimbursing municipalities with bonding authority for principal and interest payments; and

WHEREAS, the Alaska Legislature has for decades provided major maintenance for rural Regional Educational Attendance Area schools through appropriations in the annual capital budget; and

WHEREAS, since 2010 the Alaska Legislature provided consistent funding parity for rural schools’ major maintenance needs by automatically funding major maintenance projects in areas without the ability to bond with a percentage of the school bond debt reimbursement funding; and

WHEREAS, relying on these programs and the State of Alaska’s obligations, Alaskan municipalities and Regional Educational Attendance Areas have maintained schools and fulfilled municipal responsibilities for the education of our state’s most precious resource, our children; and

WHEREAS, in 2015 the Alaska Legislature responded to a difficult fiscal situation by placing a five-year moratorium on any new projects being eligible for school bond debt reimbursement, thus giving municipalities and voters across the state notice that bonds sold within the five-year period would be the sole responsibility of local taxpayers; and

WHEREAS, some municipalities, in an effort to mitigate deterioration of school facilities during the capital funding moratorium, began allocating local tax revenues to provide funding for major deferred maintenance school projects; and

WHEREAS, in 2016, the Alaska Legislature recognized the State responsibility to honor past project funding and appropriated funds to the municipalities for school debt reimbursement, as well as major maintenance funding for schools in Regional Educational Attendance Areas; and

WHEREAS, in 2016 Governor Bill Walker, in trying to address the budget deficit, cut twenty-five percent of the funding for both municipal and rural schools from appropriation bills using his line-item reduction power; and

WHEREAS, these reductions ‘saved’ the State of Alaska \$40,703,819 out of an estimated \$3.4 billion deficit, or 1.2 percent, by shifting costs to local municipalities and by leaving badly needed rural projects unfunded; and

WHEREAS, the Aleutians East Borough lost \$213,043 as a result of the line-item reduction; and

WHEREAS, the potential for future vetoes places great uncertainty on this program and burden on municipalities; and

WHEREAS, Alaska municipalities do not have the fiscal resources to close the State’s revenue gap; and

WHEREAS, the State of Alaska should not reach a long-term solution to its revenue problems by ignoring its constitutional obligation to public education.

NOW, THEREFORE, BE IT RESOLVED THAT the Aleutians East Borough supports full annual funding of school bond debt reimbursement and state aid for construction in Regional Educational Attendance Areas.

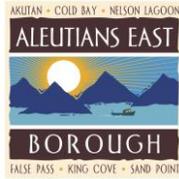
PASSED AND APPROVED BY THE ASSEMBLY OF THE ALEUTIANS EAST BOROUGH on this 10th day of January, 2019.

IN WITNESS THERETO:

Alvin D. Osterback, Mayor

ATTEST:

Tina Anderson, Borough Clerk



Agenda Statement

Date: December 20, 2018

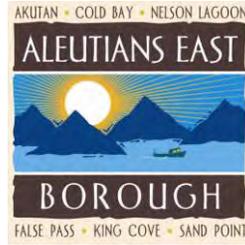
To: Mayor Osterback and Assembly

From: Anne Bailey, Assistant Borough Administrator

Re: Resolution 19-33 supporting the full funding for the State of Alaska Harbor Facility Grant Program in the FY 2020 State Capital Budget

The majority of the public boat harbors in Alaska were constructed by the State during the 1960s and 1970s. These harbor facilities represent critical transportation links and are the transportation hubs for waterfront commerce and economic development in Alaska coastal communities. Over the last 30 years, the State of Alaska has transferred ownership of most of these State-owned harbors, many of which were near the end of their service life at the time of transfer, to local municipalities. The municipalities took over this important responsibility even though they knew these harbor facilities were in poor condition at the time of transfer due to the state's failure to keep up with deferred maintenance. In response to this financial burden, the Governor and Alaska Legislature passed legislation in 2006, created the Municipal Harbor Facility Grant program. For each harbor facility grant application, these municipalities have committed to invest 100% of the design and permitting costs and 50% of the construction cost. Some of the Borough communities have greatly benefited from this program.

The Borough supports the municipalities of Anchorage, the City and Borough of Juneau, City of Ketchikan, City and Borough of Sitka, and the City of Angoon's FY2020 Municipal Harbor Facility Grant Program requests. These communities have offered to contribute \$7,408,439 in local matching funding for FY2020 towards seven harbor projects of significant local importance. I anticipate that the Borough will need to request funding for future projects and the Borough's continued support of the State Harbor Facility Grant Program is critical for sustaining Alaska's maritime infrastructure for years to come.



RESOLUTION 19-33

A RESOLUTION OF THE ALEUTIANS EAST BOROUGH SUPPORTING THE FULL FUNDING FOR THE STATE OF ALASKA MUNICIPAL HARBOR FACILITY GRANT PROGRAM IN THE FY 2020 STATE CAPITAL BUDGET

WHEREAS, the majority of the public boat harbors in Alaska were constructed by the State during the 1960s and 1970s; and

WHEREAS, these harbor facilities represent critical transportation links and are the transportation hubs for waterfront commerce and economic development in Alaskan coastal communities; and

WHEREAS, these harbor facilities are ports of refuge and areas of protection for ocean-going vessels and fisherman throughout the State of Alaska, especially in coastal Alaska communities; and

WHEREAS, over the last 30 years, the State of Alaska has transferred ownership of most of these State-owned harbors, many of which were at or near the end of their service life at the time of transfer, to local municipalities; and

WHEREAS, in doing so, the municipalities took over this important responsibility even though they knew that these same harbor facilities were in poor condition at the time of transfer due to the state's failure to keep up with deferred maintenance; and

WHEREAS, in response to this financial burden, the Governor and the Alaska Legislature passed legislation in 2006, created the Municipal Harbor Facility Grant program (AS 29.60.800); and

WHEREAS, the Aleutians East Borough is pleased with the Department of Transportation and Public Facilities administrative process to review, score and rank applicants to the Municipal Harbor Facility Grant Program, since state funds may be limited; and

WHEREAS, for each harbor facility grant application, these municipalities have committed to invest 100% of the design and permitting costs and 50% of the construction cost; and

WHEREAS, some of the Aleutians East Borough communities have greatly benefited from this program; and

WHEREAS, the Aleutians East Borough has not submitted a project for the FY2020 Harbor Facility Grant Program but still supports the municipalities of Anchorage, the City and

Borough of Juneau, City of Ketchikan, City and Borough of Sitka, and the City of Angoon's FY2020 Municipal Harbor Facility Grant Program requests; and

WHEREAS, these communities have offered to contribute \$7,408,439 in local matching funding for FY2020 towards seven harbor projects of significant local importance; and

WHEREAS, completion of these harbor facility projects is dependent on the 50% match from the State of Alaska's Municipal Harbor Facility Grant Program; and

WHEREAS, during the last ten years the backlog of projects necessary to repair and replace these former State-owned harbors has increased to over \$100,000,000.

NOW THEREFORE, BE IT RESOLVED the Aleutians East Borough Assembly recognizes the importance of the program and urges full funding in the amount of \$7,409,439 by the Governor and the Alaska Legislature for the State of Alaska's Municipal Harbor Facility Grant Program in the FY2020 State Capital Budget in order to ensure enhanced safety and economic prosperity among Alaskan coastal communities.

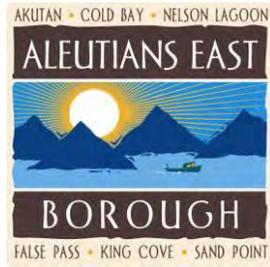
PASSED AND ADOPTED by the Aleutians East Borough on this 10th day of January 2019.

Alvin D. Osterback, Mayor

ATTEST:

Tina Anderson, Clerk

Ordinances



MEMO

To: Mayor Osterback and Assembly
From: Tina Anderson, Clerk
Date: January 10, 2018
Re: Ordinance 19-05, Amending Title 4, Section 4.12.010 - Elections

After the last Regular Election, the Assembly discussed amending AEB Code, Title 4, Elections, to not allow a person to run for more than one borough or school board seat.

An individual cannot hold two seats on the Assembly or School Board. If someone were to get elected to two seats, that person would have to abandon one seat, leaving a vacant seat. A special election may be required to fill the vacant seat, at the expense of the Borough.

The amendment resolves the issue. Recommend approval.

**ALEUTIANS EAST BOROUGH
ORDINANCE SERIAL NO. 19- 05**

AN ORDINANCE AMENDING TITLE 4, CHAPTER 12.010, SECTION 4.12.010
OF THE ALEUTIANS EAST BOROUGH
CODE OF ORDINANCES

WHEREAS, the legislative power of the Aleutians East Borough is vested in the Borough Assembly under Alaska State Statute Sec. 29.20.050; and

WHEREAS, one person may not hold two seats on either the Aleutians East Borough Assembly or on the Aleutians East Borough School Board simultaneously; and

WHEREAS, being elected to more than one position would force the individual to abandon one of the positions, leaving a vacant seat; and

WHEREAS, such a vacancy would force a special election; and

WHEREAS, it is in the public interest to minimize such costs and inefficiencies associated with unnecessary special elections;

WHEREAS, there is currently no concise code section making it clear that a single person may not run for more than one borough or school board seat; and

WHEREAS, such a code section would prevent confusion during elections;

AND WHEREAS, the Aleutians East Borough no longer has seats assigned by district, but elects all borough seats at large,

NOW, THEREFORE, BE IT ADOPTED THAT SECTION 4.12.010 OF THE BOROUGH CODE WHICH PREVIOUSLY READ IN ITS ENTIRETY:

4.12.010 Candidates - Qualifications.

- (a) No person may hold any elective office or be eligible to seek election thereto unless the person is a qualified voter of the borough and a resident of the district represented by the seat the person holds or seeks for not less than 30 consecutive days immediately preceding the date of the election. The member of a body who represents a district and who becomes a resident of another district within

the borough continues to serve until the next regular election. A person who has been a resident of territory annexed to the borough or to a district is deemed to have resided in the borough or district during the time immediately preceding the annexation.

- (b) A qualified voter of the borough is a person who meets the requirements of section 4.04.020 of this title.

IS AMENDED TO REMOVE ALL LANGUAGE REFERRING TO DISTRICTS IN SECTION (a) WHILE LEAVING THE RESIDENCY REQUIREMENT IN PLACE:

- (a) No person may hold any elective office or be eligible to seek election thereto unless the person is a qualified voter **and resident** of the borough. ~~and a resident of the district represented by the seat the person holds or seeks for not less than 30 consecutive days immediately preceding the date of the election. The member of a body who represents a district and who becomes a resident of another district within the borough continues to serve until the next regular election.~~ A person who has been a resident of territory annexed to the borough ~~or to a district~~ is deemed to have resided in the borough ~~or district~~ during the time immediately preceding the annexation.

AND IS AMENDED TO INCLUDE THIS SUBSECTION (c), READING:

- (c) One person may not declare candidacy for more than one seat on the Aleutians East Borough Assembly and one person may not declare candidacy for more than one seat on the Aleutians East Borough School Board. One person may serve on both bodies simultaneously.

SO THAT THE ENTIRETY OF SECTION 4.12.010 NOW READS:

4.12.010 Candidates - Qualifications.

- (a) No person may hold any elective office or be eligible to seek election thereto unless the person is a qualified voter and resident of the borough. A person who has been a resident of territory annexed to the borough or to a district is deemed to have resided in the borough during the time immediately preceding the annexation.
- (b) A qualified voter of the borough is a person who meets the requirements of section 4.04.020 of this title.
- (c) One person may not declare candidacy for more than one seat on the Aleutians East Borough Assembly and one person may not declare candidacy for more than one seat on the Aleutians East Borough School Board. One person may serve on both bodies simultaneously.

INTRODUCED: _____

ADOPTED: _____

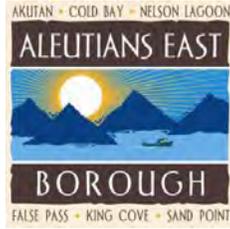
Alvin D. Osterback, Mayor

Date: _____

ATTEST:

CLERK

Date: _____



Agenda Statement

Meeting Date: January 10, 2019

To: Mayor Alvin D. Osterback and Borough Assembly

From: Anne Bailey, Administrator

Re: **Ordinance 19-06 Amending AEB Code Section 6.04.041, Subsection (E) - Investments**

APCM recommends amending Title 6, Chapter 6.04, Section 6.04.041, Subsection (E) of the Borough Code of Ordinances to amend the Borough's asset classes. Completing this amendment will allow APCM to incrementally reduce risk without materially changing the return expectations of the asset allocation that AEB has selected. The proposed language adds additional asset classes while maintaining prudent investment limitations.

The proposed changes are attached.

Recommendation

The administration recommends that the Assembly introduce and approve Ordinance 19-06 amending the AEB Code Section 6.04.041, Subsection (E). The amendment has been recommended by APCM.

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. **Purpose.** It is the goal of the Assembly that the Permanent Fund Account grow in perpetuity and provide a permanent, potential source of fiscal support to further the Aleutians East Borough's goals and needs. It also seeks to preserve the purchasing power over time. 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. **Bond Covenant Considerations** Upon approval of the Assembly by resolution or ordinance, and subject to prior covenants made pursuant to authority granted under this section, 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. **Spending Policy.** The Borough Assembly may only appropriate from the Permanent Fund Account to the General Fund as follows: In its discretion and consistent with this Chapter, the Borough Assembly may, in any fiscal year, appropriate an amount not to exceed four percent (4%) of the five-year average fund market value, to be computed using the five (5) prior calendar years market value. This spending policy attempts to smooth the effects of market volatility and preserve the power of the fund.

If funds are appropriated from the Permanent Fund to the General Fund, the funds must be allocated to specific municipal functions.

(Ord. 12-01 (amended 01-08) Sec. 6.04.041(D))

- E. **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:

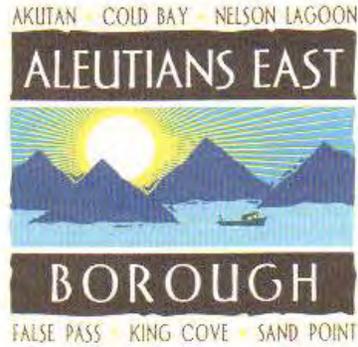
- (1)
 - (a) Domestic Equities, which taken as a whole, attempt to replicate the Standard & Poor's 500 Index, including both mutual funds and exchange traded funds (ETF's).
 - (b) International Equities, which taken as a whole, attempt to replicate the Morgan Stanley Capital International Europe Australasia and Far East (MSCI EAFE) or a substantial similar Index, including both mutual fund 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).
 - (d) Domestic Equities, which taken as a whole, attempt to replicate the Standard & Poor's 400 Mid Cap Index, including both mutual funds and exchange traded funds (ETF's).
 - (e) Emerging markets equity index funds, which taken as a whole, attempt to replicate the Morgan Stanley Capital International Emerging Markets or a substantially similar Index, including both mutual funds and exchange traded funds (ETF's).
 - (f) Global infrastructure equities, which taken as a whole, attempt to replicate the STOXX Global Broad Infrastructure Index, or a substantially similar index, including both mutual funds and exchange traded funds (ETFs).
 - (g) U.S. Treasury Inflation Protected Securities (TIPS), and/or mutual funds or ETFs which attempt to replicate the Bloomberg Barclays Capital U.S. Treasury Inflation Protected Securities Index, or a substantially similar index.
 - (h) Domestic equities, which taken as a whole, attempt to replicate the Standard & Poor's SmallCap 600 Index, or a substantially similar index, including both mutual funds and exchange traded funds (ETFs).
 - (i) Commodities, which taken as a whole, attempt to replicate a broad based commodity index, such as the Bloomberg Commodity Index or a substantially similar index, including mutual funds, exchange traded funds (ETFs) and exchange traded notes (ETNs);
- (2) Permanent Fund asset allocation plan and performance measurement targets.

The asset allocation targets and ranges are as follows:

Asset Class	Target % Weighting	Range %
Domestic Equity	36 24	30-50 18-30
Mid Cap. Equity	5 7	0-10 2-12
Small Cap Equity	3	0-6
International Equity	10	5-15
Emerging Markets	5	0-10
Real Estate Equity	10 5	5-15 0-10
Infrastructure	5	0-10
Commodities	5	0-10
US Fixed Income	34 19	25-60 10-30
TIPS	10	0-15
Cash	5	0-10

- (3) The Performance of the investment advisors will be measured as follows:
- (a) Performance measurement for the Domestic Equity Allocation will be measured against the Target Weighting, using the Standard & Poor's 500 as the Benchmark.
 - (b) Performance measurement for the Mid/Small Cap Equity Allocation will be measured against the Target Weighting, using the Standard & Poor's 400 Mid Cap Index as the Benchmark.
 - (c) Performance measurement for the International Equity Allocation will be measured against the Target weighting using the Morgan Stanley Capital International Europe Australasia and Far East (MSCI EAFE) or a substantially similar Index for the Benchmark.
 - (d) Performance measurement for the Real Estate Allocation will be measured against the Target weighting using the Standard & Poor's REIT Index for the Benchmark.
 - (e) Performance measurement for the Fixed Income Allocation will be measured against the Target weighing using the **Bloomberg Barclays ~~Lehman~~** Intermediate Gov/Credit Index for the Benchmark. The duration of the Fixed Income Allocation should be maintained between 80% and 120% of the duration of the Benchmark.
 - (f) Performance measurement for the Emerging Market Allocation will be measured against the Target weighting using the Morgan Stanley Capital International Emerging Market (MSCI Emerging) or a substantially similar Index for the Benchmark.
 - (h) **Performance measurement for the infrastructure allocation will be measured against the target weighting, using the STOXX Global Broad Infrastructure Index or a substantially similar index as the benchmark.**

- (i) Performance measurement for the U.S. Treasury Inflation Protected Securities (TIPS) allocation will be measured against the target weighting using the Bloomberg Barclays Capital U.S. Treasury Inflation Protected Securities 0-5 Index or a substantially similar index.
- (j) Performance measurement for the small cap equity allocation will be measured against the target weighting, using the Standard & Poor's SmallCap 600 Index or a substantially similar index as the benchmark.
- (k) Performance measurement for the cash/1—3 month treasuries will be measured against the target weighting, using the Citigroup 3-Month Treasury Bill Index or a substantially similar index as the benchmark.
- (l) Performance measurement of the commodity allocation will be measured against the target weighting, using a broad based index such as the Bloomberg Commodity Index or a substantially similar index.



ORDINANCE SERIAL NO. 19-06

AN ORDINANCE OF THE ALEUTIANS EAST BOROUGH AMENDING TITLE 6, CHAPTER 6.04, SECTION 6.04.041, SUBSECTION (E) OF THE ALEUTIANS EAST BOROUGH CODE OF ORDINANCES

WHEREAS, the legislative power of the Aleutians East Borough (“Borough”) is vested in its Borough Assembly under Alaska State Statute Sec. 29.20.050; and

WHEREAS, the Borough’s Permanent Fund was created by the Borough Assembly in 1990; and

WHEREAS, Sec. 6.08.010 of the Code of the Aleutians East Borough of Alaska sets forth the investment policy and objectives for Borough monies; and

WHEREAS, under Sec. 6.08.010(C) of the Code, all Borough “investments shall be diversified to minimize the risk of loss”; and

WHEREAS, Sec. 6.04.041(E)(1) currently says fund assets may be invested in the instruments and securities set out in Code Section 6.08.030 and in the following securities:

- (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 Capital International Europe Australasia and Far East (MSCI EAFE) or a substantial similar Index, including both mutual fund 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).

(d) Domestic Equities, which taken as a whole, attempt to replicate the Standard & Poor's 400 Mid Cap Index, including both mutual funds and exchange traded funds (ETF's).

(e) Emerging markets equity index funds, which taken as a whole, attempt to replicate the Morgan Stanley Capital International Emerging Markets or a substantially similar Index, including both mutual funds and exchange traded funds (ETF's).

WHEREAS, Sec. 6.04.041(E)(2) currently says the asset allocation targets and ranges are as follows:

Asset Class	Target % Weighting	Range %
Domestic Equity	36	30-50
Mid Cap. Equity	5	0-10
International Equity	10	5-15
Real Estate Equity	10	5-15
Fixed Income	34	25-60
Emerging Markets	5	0-10

WHEREAS, Section 6.04.041(E)(3) currently says the Performance of investment advisors will be measured as follows:

(a) Performance measurement for the Domestic Equity Allocation will be measured against the Target Weighting, using the Standard & Poor's 500 as the Benchmark.

(b) Performance measurement for the Mid/Small Cap Equity Allocation will be measured against the Target Weighting, using the Standard & Poor's 400 Mid Cap Index as the Benchmark.

(c) Performance measurement for the International Equity Allocation will be measured against the Target weighting using the Morgan Stanley Capital International Europe Australasia and Far East (MSCI EAFE) or a substantially similar Index for the Benchmark.

(d) Performance measurement for the Real Estate Allocation will be measured against the Target weighting using the Standard & Poor's REIT Index for the Benchmark.

(e) Performance measurement for the Fixed Income Allocation will be measured against the Target weighting using the Lehman Intermediate Gov/Credit Index for the Benchmark. The duration of the Fixed Income Allocation should be maintained between 80% and 120% of the duration of the Benchmark.

(f) Performance measurement for the Emerging Market Allocation will be measured against the Target weighting using the Morgan Stanley Capital International Emerging Market (MSCI Emerging) or a substantially similar Index for the Benchmark.

WHEREAS, pursuant to Sec. 6.04.041(E) “[n]otwithstanding 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 principle while maximizing total return”; and

WHEREAS, this amendment to Sec. 6.04.041(E) is consistent with Sec. 6.08.010(C) and Sec. 06.04.041(E) and is intended to ensure Borough permanent fund account investments be made to maintain safety of principle while maximizing total return.

NOW THEREFORE, BE IT ENACTED AS FOLLOWS:

Section 1. That Section 6.04.041 (E) of the Borough Municipal Code is hereby amended to read as follows:

E. **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 Capital International Europe Australasia and Far East (MSCI EAFE) or a substantial similar Index, including both mutual fund 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).

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(f) Global infrastructure equities, which taken as a whole, attempt to replicate the STOXX Global Broad Infrastructure Index, or a substantially similar index, including both mutual funds and exchange traded funds (ETFs).

(g) U.S. Treasury Inflation Protected Securities (TIPS), and/or mutual funds or ETFs which attempt to replicate the Bloomberg Barclays Capital U.S. Treasury Inflation Protected Securities Index, or a substantially similar index.

(h) Domestic equities, which taken as a whole, attempt to replicate the Standard & Poor's SmallCap 600 Index, or a substantially similar index, including both mutual funds and exchange traded funds (ETFs).

(i) Commodities, which taken as a whole, attempt to replicate a broad based commodity index, such as the Bloomberg Commodity Index or a substantially similar index, including mutual funds, exchange traded funds (ETFs) and exchange traded notes (ETNs);

(2) Permanent Fund asset allocation plan and performance measurement targets.

The asset allocation targets and ranges are as follows:

Asset Class	Target % Weighting	Range %
Domestic Equity	24	18-30
Mid Cap. Equity	7	2-12
Small Cap Equity	3	0-6
International Equity	10	5-15
Emerging Markets	5	0-10
Real Estate Equity	5	0-10

Infrastructure	5	0-10
Commodities	5	0-10
US Fixed Income	19	10-30
TIPS	10	0-15
Cash	5	0-10

- (3) The Performance of the investment advisors will be measured as follows:
- (a) Performance measurement for the Domestic Equity Allocation will be measured against the Target Weighting, using the Standard & Poor's 500 as the Benchmark.
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 - (e) Performance measurement for the Fixed Income Allocation will be measured against the Target weighing using the Bloomberg Barclays Intermediate Gov/Credit Index for the Benchmark. The duration of the Fixed Income Allocation should be maintained between 80% and 120% of the duration of the Benchmark.
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 - (h) Performance measurement for the infrastructure allocation will be measured against the target weighting, using the STOXX Global Broad Infrastructure Index or a substantially similar index as the benchmark.
 - (i) Performance measurement for the U.S. Treasury Inflation Protected Securities (TIPS) allocation will be measured against the target weighting using the Bloomberg Barclays Capital U.S. Treasury Inflation Protected Securities 0-5 Index or a substantially similar index.
 - (j) Performance measurement for the small cap equity allocation will be measured against the target weighting, using the Standard & Poor's

SmallCap 600 Index or a substantially similar index as the benchmark.

(k) Performance measurement for the cash/1—3 month treasuries will be measured against the target weighting, using the Citigroup 3-Month Treasury Bill Index or a substantially similar index as the benchmark.

(l) Performance measurement of the commodity allocation will be measured against the target weighting, using a broad based index such as the Bloomberg Commodity Index or a substantially similar index.

Section 2. **Classification.** This ordinance is of a general and permanent nature and shall become part of the Borough Code.

Section 3. **Severability.** If any provision of this ordinance or any application thereof to any person or circumstance is held invalid the remainder of this ordinance and the application to other persons or circumstances shall not be affected thereby.

Section 4. **Effectiveness.** This ordinance shall become effective upon adoption.

Section 5. **Adoption of Sections.** Code Section 6.04.041(E) is hereby repealed and Code Section 6.04.041(E) as annexed hereto as part of this ordinance is hereby adopted as Code Section 6.04.041(E) of the Code of Ordinances of the Aleutians East Borough

INTRODUCED: _____

ADOPTED: _____

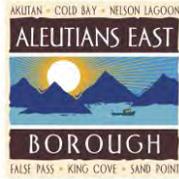
Alvin D. Osterback, Mayor

ATTEST:

Tina Anderson, Borough Clerk

(SEAL)

Resolutions



Agenda Statement

Date: December 28th, 2018
To: Mayor Osterback and Assembly
From: Mary Tesche, Assistant Administrator

Re: Resolution 19-34 authorizing the Mayor to negotiate and execute a contract with LCG Lantech, Inc. to provide architectural and engineering services for the Cold Bay Clinic Project in an amount not to exceed \$30,000

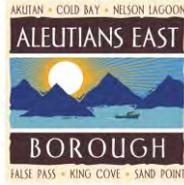
The Cold Bay Clinic Construction project entails the construction of a new 3,744 square foot health clinic on the airport apron in Cold Bay, Alaska. This project would replace the current clinic located in Cold Bay, which has reached the end of its useful life.

Larsen Consulting Group (now LCG Lantech, Inc.) and ANTHC developed drawings, specifications, and a cost estimate for the new facility in 2013. The design consists of an ambulance garage, a trauma room, exam rooms, x-ray capability, a pharmacy area and a laboratory. It also has non-clinical areas, such as offices, restrooms and dirty/clean storage areas. The design follows 2009 editions of applicable building codes and standards, many of which have since been updated. The design needs be revised to reflect those updates to prepare for the proposed construction in 2020.

Additional work will include a value added engineering analysis that will include reviewing construction methods and materials that may be more appropriate for the environment and the intended use of the building. This work could include finding ways to make the proposed building more energy efficient during operations.

RECOMMENDATION

Administration recommends approval of Resolution 19-34 authorizing the Mayor to negotiate and execute a contract with LCG Lantech, Inc. to provide architectural and engineering services for the Cold Bay Clinic Project in an amount not to exceed \$30,000.



RESOLUTION 19-34

A RESOLUTION OF THE ALEUTIANS EAST BOROUGH ASSEMBLY AUTHORIZING THE MAYOR TO NEGOTIATE AND EXECUTE A CONTRACT WITH LCG LANTECH, INC. TO PROVIDE ARCHITECTURAL AND ENGINEERING SERVICES FOR THE COLD BAY CLINIC PROJECT IN AN AMOUNT NOT TO EXCEED \$30,000

WHEREAS, the Cold Bay Clinic provides medical services and is the regional medical evacuation center for the local residents, residents from neighboring communities, and transient population; and

WHEREAS, the existing clinic is in disrepair and needs to be replaced; and

WHEREAS, the Borough has committed to constructing a new clinic in Cold Bay and has appropriated \$3,518,139 for the project; and

WHEREAS, LCG Lantech, Inc. (LCG) successfully completed the new clinic design in 2013; and

WHEREAS, building codes have since changed and may require revisions to the design to make it suitable for future construction; and

WHEREAS, contracts for architectural and engineering services may be made without competitive bidding according to AEBMC 3.02.540; and

WHEREAS, the Borough finds it is in the best interest to continue using LCG to complete the clinic design revisions.

NOW THEREFORE, BE IT RESOLVED, the Aleutians East Borough Assembly authorizes the Mayor to negotiate and execute a Notice to Proceed to LCG to provide architectural and engineering services for the Cold Bay Clinic Project in an amount not to exceed \$30,000.

PASSED AND ADOPTED by the Aleutians East Borough on this ___ day of _____, 2019.

Alvin D. Osterback, Mayor

ATTEST:

Tina Anderson, Clerk



Ms. Mary Tesche
 Assistant Borough Administrator
 Aleutians East Borough
 3380 C Street, Suite 205
 Anchorage, Alaska, 99502

December 14, 2018

Re: **Cold Bay Health Clinic: Code Review and Design Upgrades**

Dear Ms. Tesche:

Thank you for considering LCG Lantech (LCG) for architectural and engineering services for completion of the Cold Bay Health Clinic project.

We understand that the project scope is limited to: code review, design updates based on code revisions and value engineering analysis. We will present the findings to AEB and if design changes are desired, we will submit a fee proposal for additional services based on client direction. It may be desirable to add cost estimating services during the value engineering process to cost out design alternatives. Due to the undefined nature of the scope we propose to conduct this work on a Time and Materials basis, billed monthly based on percent complete.

Our estimated fees are outlined in the following table with a brief description of services:

Description	Estimated Fee
Contract and Project Management	\$2,500
Code Review Design Updates <ul style="list-style-type: none"> • <i>Project kick-off meeting</i> • <i>Code Review/Investigation</i> • <i>Design Upgrades as required by code updates</i> 	\$7,000
<ul style="list-style-type: none"> • <i>Mechanical & Electrical Fee = 10% Mark-up</i> 	\$9,350
Value Engineering Analysis <ul style="list-style-type: none"> • <i>Design Review/Analysis</i> • <i>Project Findings Review Meeting</i> • <i>Client Direction of design changes</i> • <i>May want to consult HMS for professional cost estimate</i> 	\$3,000
<ul style="list-style-type: none"> • <i>Mechanical & Electrical Fee = 10% Mark-up</i> 	\$2,640
Total Estimated Design Phase Fee (Fixed Fee):	\$24,490



Ms. Mary Tesche
December 14, 2018

<p>Additional Services, Not Included (T&M):</p> <ul style="list-style-type: none">• <i>Design changes resulting from Value Engineering Analysis</i>• <i>Fire Marshal Permit Coordination</i>• <i>Bidding Assistance</i>• <i>Construction Administration Services</i>	
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LCG Lantech understands this estimated proposal and assumptions stated are based on the assumed scope of work. We have staff resource available to start work on the project immediately upon authorization.

If you have any questions or concerns, feel free to call me at (907) 245-8899. Thank you for considering LCG Lantech.

Sincerely,



Wallace Swanson, Architect
President



November 29, 2018

LCG Lantech, Inc.
250 H Street
Anchorage, AK 99501

Attention: Wallace Swanson

Subject: Cold Bay Clinic – Design Update and Value Engineering

Dear Wally:

Thank you for the opportunity to provide this proposal for mechanical and electrical engineering services for the referenced project. We understand the scope of work to be as follows:

1. General: We understand the scope of work to include code updates to the previous Cold Bay Clinic design prepared by HZA, and identifying potential value engineering opportunities.
2. Code Updates: We anticipate review of the previous design with respect to current code requirements and modifications to the design as applicable. The proposed fees are based on plumbing, mechanical, and electrical code updates. The proposed fees do not include major design modifications that may be associated with architectural or structural modifications that are unforeseen at this time.
3. Value Engineering Analysis: We anticipate review of the previous design with respect to value engineering (VE) opportunities. We anticipate this effort will consist of a report identifying VE opportunities and a brief discussion regarding each opportunity. The proposed fees do not include design modifications for VE options that may be chosen, and we anticipate that these will be provided on a time and materials basis or negotiated at a later date.

For these mechanical and electrical engineering services we propose lump sum fees as follows:

<u>Code Updates</u>		
Mechanical	\$	4,250
Electrical	\$	4,250
Total	\$	8,500

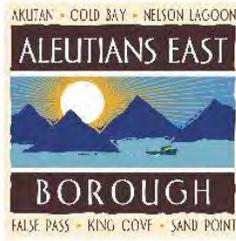
<u>Value Engineering Analysis</u>		
Mechanical	\$	1,200
Electrical	\$	1,200
Total	\$	2,400

Thank you again for your consideration on this project. If you have any questions or comments please call.

Sincerely,

A handwritten signature in black ink, consisting of a large, stylized 'S' shape with a loop at the top and a tail that curves back to the left.

Calvin C. Hay, P.E.
Principal Mechanical Engineer



Agenda Statement

Date of Meeting: January 10, 2019

To: Mayor Osterback and Assembly Members

From: Anne Bailey, Administrator
Mary Tesche, Assistant Borough Administrator

RE: Resolution 19-35 - Aleutians East Borough FY20 Capital Improvement Projects List

The Aleutians East Borough (Borough) is dedicated to bringing to its community's opportunities for responsible and appropriate economic development and growth and to develop its transportation infrastructure. The Borough continuously seeks opportunities to plan, advance and construct basic and essential community projects. For your information, attached is a Project List that the Borough staff is currently working on as of December 20, 2018.

The legislative priorities listed below are before the Assembly for consideration.

Borough staff considered the discussions regarding Borough strategic initiatives that occurred from the December 2018 Borough's Planning Work Session and has had conversations with Mayor Osterback and Mark Hickey in regard to the projects listed below. Borough staff recommends that the Cold Bay Health Clinic Construction and Cold Bay Dock Feasibility Study projects be listed as the Borough Legislative Priorities requesting Capital Project Funding for FY2020. Staff also recommends the King Cove Access Project be listed as a Borough Legislative Priorities for FY2020 with no specific funding requests at this time.

The projects and their descriptions are listed below:

Projects Requesting State Funding Support

1. Cold Bay Health Clinic Construction

The Cold Bay Clinic Construction project entails constructing a new 3,744 square foot health clinic on the airport apron in Cold Bay. The current clinic was built in 1983 and has exceeded its useful life. The facility was originally constructed of Styrofoam and cement wainscot and has sound attenuation issues requiring white noise machines being placed in the hallway outside of certain rooms. The roof undulates in high winds because

Agenda Statement

Meeting Date: January 10, 2019

FY20 AEB Capital Improvement Projects List

portions of it are not secure, causing the clinic staff to vacate the premises. A new clinic will enhance the care and quality of life of patients throughout the region by improving the overall delivery of quality healthcare.

Construction activities will consist of mobilization/demobilization, site preparation, facility construction, architect/engineering services, and project management costs. The estimate for the new clinic is \$6,200,000. The Borough has secured \$3,768,139 for the project, which includes \$3,518,139 in Borough funds and \$250,000 appropriation from Eastern Aleutian Tribes. The Borough is continuously searching for construction funds from other sources.

Funding Secured:	\$3,768,139
Federal Funding Requested:	\$0
Other Funding Requested:	\$1,931,861
State Funding Requested:	\$500,000
Total Project Funding:	\$6,200,000

2. Cold Bay Dock Feasibility Study

The Cold Bay Dock was originally constructed in 1978 and the new dock section was constructed in 1993. The Borough owns the dock and the City of Cold Bay is responsible for maintenance and operations. The Alaska Department of Transportation and Public Facilities (DOT&PF) and various consultants have performed numerous inspections and condition assessments of the dock and damage has been documented. DOT&PF recently conducted repairs of the dock and have stated that the dock will be in need of major repairs and upgrades within the next ten years. The Borough is interested in conducting a feasibility study to determine if a new dock needs to be constructed and provide a recommended scope and course of action based on those results.

Funding Secured:	\$100,000
Federal Funding Requested:	\$0
Other Funding Requested:	\$0
State Funding Requested:	\$200,000
Total Project Funding:	\$300,000

Projects Requesting State Support

1. King Cove Access Project

The King Cove – Cold Bay Access Project is on-going and requires Borough support. The people of King Cove and the Borough have actively pursued for more than three decades to get a life-saving road corridor linking the isolated community to the all-weather Cold Bay Airport, located just 25 miles away. The small stretch of road needed (11 miles) would connect to the existing King Cove road system to roads in the Izembek

Agenda Statement

Meeting Date: January 10, 2019

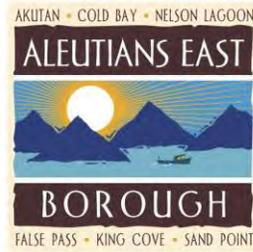
FY20 AEB Capital Improvement Projects List

National Wildlife Refuge and then to the existing Cold Bay road system. The road would provide reliable and safe transportation to medevac seriously ill or injured patients during frequent periods of harsh weather when travel by plane or boat is too dangerous.

In 2009, Congress and the President approved the road and a massive land swap (56,000 acres from the State and the King Cove Corporation) in exchange for 206 acres to construct the above described road link. Following a four-year environmental impact statement process, which King Cove and Borough residents and the State of Alaska determined to be biased, Secretary Jewell rejected the road and land exchange just two days before Christmas in 2013.

King Cove and Borough residents were committed to starting over, and with President Trump's election and a new favorable Secretary of Interior, we advanced the process with the signing of a Land Exchange Agreement on January 22, 2018, between the Department of Interior and the King Cove Corporation. Shortly after, nine (9) different national and Alaska based environmental groups filed a Complaint in Federal District Court in Anchorage attempting to invalidate the Agreement. For different reasons, two federal judges have recused themselves from the case. The case is now pending before Federal District Judge Sharon Gleason. The case is fully briefed and ready for decision by the Court. Timing on the litigation is hard to predict.

The Borough and other entities continue to advocate for the road and appreciate all the time and resources the State of Alaska and Alaska Congressional Delegation have invested in this project.



Aleutians East Borough Strategic Initiatives As of December 20, 2018

Completed Projects with Ongoing Components

False Pass Harbor

False Pass Harbor has been completed but has not been closed out by the Army Corps of Engineers (Corps). There is an outstanding claim by the contractor Kelly-Ryan. In December 2017 the Aleutians East Borough was notified by the Army Corps that the Armed Services Board of Contract Appeals had awarded Kelly-Ryan, Inc. a \$20,000,000 judgement for a procurement dispute arising in 2006-09 over the construction of a breakwater and other general navigation features in False Pass, Alaska. The standard Project Cooperation Agreement between a non-federal project sponsor and the Corps for any Civil Works project sets out the specific cost-sharing requirements applicable to the project. The Agreement includes a definition of “total costs of construction of the general navigation features”. This definition includes “the Government’s costs of contract dispute settlements or awards”. The costs of disputes, claims, and equitable adjustments are added to the final cost of a project and allocated between the non-federal and USACE based on the cost-share formula. The Army Corps has verbally informed the Borough that 20% of this judgement (\$4 million) may be allocated to the Borough’s financial share of the project. There is approximately \$339,070 remaining in the False Pass Harbor Bond Account for this project.

Akutan Harbor

Akutan Harbor was completed by the Corps in October 2012. The Borough is currently waiting for completion and final billing for its portion of the construction costs, currently estimated to be approximately \$3.8 million. No funding has been identified for the final payout to the Corps.

As part of the Corps project closeout, several mitigation measures must be met, including updating the Akutan Harbor Development and Operations Plan and cleanup of the beach leading to the harbor mooring basin. Several of the required items are the responsibility of AEB and are in the process of being completed. These tasks are identified on the Borough’s strategic plan.

The Borough managed the construction of Float A, which was completed in July 2016 for approximately \$3.4 million. Following the completion of the float, the Borough and the City

**Aleutians East Borough Project List
As of December 20, 2018**

entered into a Harbor Management Agreement in December 2016. The City is working on designing and building a power and lighting system for the existing harbor and float. Other harbor infrastructure is needed including Float B and a Transload Dock.

Helicopter Transport

The Borough is responsible for providing the transportation link between Akutan and the airport on Akun Island for 20 years. The Borough began providing service between the two islands in 2012 using a Borough-owned hovercraft. In 2014, the Borough contracted with Maritime Helicopters to move passengers using a helicopter.

The AEB has advocated for years to have the service route between Akutan and Akun to be paid for by the U.S. Department of Transportation (USDOT) Essential Air Service (EAS) program.

In November 2018, USDOT stated that they would cover 100% of the fixed wing portion between Dutch and Akun and pay 50% of the helicopter portion between Akun and Akutan for the Essential Air Service Route. Therefore, the Borough would be responsible for 50% of the helicopter cost. USDOT staff have submitted the Order for EAS to their Council for consideration. If signed, the EAS Order will take effect on January 1, 2019.

The Borough will be responsible for paying 50% of the helicopter costs (\$846,797.50 for Year 1 and \$874,831.50 for Year 2) and the operation will transfer from the Borough to Maritime Helicopters. The Borough will provide the following services: Skiff Charter, Hangar Space and Helicopter Fuel; however, the Borough will invoice Maritime for these services. The anticipated revenue from these sources will offset the Borough's subsidy to approximately \$484,548 for Year 1 and \$464,533 for Year 2.

Current Capital Projects

Akun Breakwater and Dock

The Borough is working with the City of Akutan, Alaska Department of Transportation & Public Facilities, and the Army Corps of Engineers (Corps) to determine the feasibility of building a small dock and breakwater on Akun Island. The Energy & Water Appropriations Committees have finally signed off on the Corps' Continuing Authorities Program list. As expected, the Akun Breakwater Study is included on the list for a proposed start in FY18. The Borough is working with the Corps, so they can complete their Federal Interest Determination. Once this is complete, a Feasibility Cost Sharing Agreement will be presented to the Assembly for review and consideration. The Corps will be responsible for the first \$100,000 of costs for the Study incurred and then the Borough will be responsible to contribute 50% of shared study costs.

Cold Bay Clinic

The Cold Bay Clinic Construction project entails the construction of a new 3,744 square foot health clinic on the airport apron in Cold Bay, Alaska. This project would replace the current clinic located in Cold Bay, which has reached the end of its useful life.

Construction activities will consist of mobilization/demobilization, site preparation, facility construction, architect/engineering services, and project management costs. A more detailed scope of work for each phase of the project will be available when the bid documents for construction are completed. The Borough will also review and make changes to the existing design to bring it up to code; get an up to date cost estimate for the project; secure any remaining project funding; hire a project manager/engineer to oversee the project; complete the bid documents and put the project out to bid by February 2020.

The Borough has secured \$3,768,139 for the project to date. The Eastern Aleutian Tribes Board of Directors committed \$250,000, and the Borough Assembly appropriated \$3,518,139 for construction. With an estimated \$6.2 M estimate for construction, that leaves approximately \$2.4M of additional funding needing to be secured for construction. There is potential to self-fund the remainder of the project.

Cold Bay Dock

The Cold Bay Dock was originally constructed in 1978. The new dock section was constructed in 1993. The Borough owns the dock and the City of Cold Bay is responsible for maintenance and operations. The Alaska Department of Transportation and Public Facilities (DOT&PF) and various consultants have performed numerous inspections and condition assessments of the dock and damage has been documented. DOT&PF recently conducted repairs of the dock and have stated that the dock will be in need of major repairs and upgrades in the next ten years. In 2017 and, the Borough Assembly added Cold Bay Dock Repairs as a strategic initiative with the goal to complete a dock feasibility study.

The Borough has appropriated \$100,000 for this study but additional funds will be needed to complete this.

Cold Bay School

The Cold Bay School closed in the spring of 2015 and the building remains unoccupied. The Borough still maintains a lease with the State of Alaska Aviation Leasing for the Cold Bay School. The Borough Assembly added the Cold Bay School as a strategic initiative with the goal to identify what to do with the property (transfer, repurpose, or demolish) and execute the plan.

False Pass Harbor House

The Borough and City of False Pass are interested in constructing a Harbor House in False Pass. The Borough is proposing to approach this in phases. The first phase involves completing the design and obtaining a cost estimate for construction of the facility. The second phase would be the construction of the facility. The Borough Assembly has appropriated \$100,000 for the design of the harbor house and more funding may be needed to complete the design.

King Cove Access Road

The Borough has been an advocate for the King Cove/Cold Bay Road for decades. The Borough continues to advocate for the road and contribute to the project financially and politically.

The Borough has a \$2 million-dollar State grant with approximately \$1.42 million balance that can be used for expenses related to the King Cove Access Road all the way to the Cold Bay Airport, including litigation costs. In addition, the FY19 budget included \$100,000 to fund continuing federal lobbyist and legal representation, technical consultants, media and communication costs and selected travel costs.

Governor Walker approved \$10 million in fiscal year 2018 for the road and the Borough will help continue to advocate for funds to complete the construction portion of the project.

Nelson Lagoon Dock Repairs

Funding of \$25,000 was allocated in the FY17 budget from the permanent funds earnings to have an engineering assessment study done for the Nelson Lagoon Dock. Through our engineering services contract with DOWL, DOWL subcontracted with Moffatt and Nichol (MN) to conduct the study and provide an assessment report. Based on the MN inspection it was determined that a more detailed inspection (Tier 2) was required which would require a diving inspection and a corrosion inspection. The initial assessment study cost \$22,510. To determine the extent of the repairs needed for the dock and to have a report to discuss for possible FY18's budget, the administration authorized the Tier 2 study/ inspection to be done. The Tier 2 study/inspection was completed in December 2017 and cost \$82,500 which required additional funding to be provided from the FY17 Permanent Fund Earnings Capital Projects Contingency Fund of \$100,000.

Based off the two inspections, repair recommendations were made. There were seven (7) Priority Repair Recommendations that include replacing timber fender piling; replacing steel fender piling; replacing steel fender chocking; replacing fender units; patching punctured piles; sleeving flattened pile and repairing dock corner impact damage. There were also secondary repair recommendations and long-term repair recommendations.

Two cost estimates were provided. One was the opinion of probable construction cost for the complete project and the second was for a possible phase 1 project. These costs were as follows:

**Aleutians East Borough Project List
As of December 20, 2018**

- Opinion of Probable Construction Cost for Complete Project: \$2,655,000
- Opinion of Probable Construction Cost for Possible Phase 1 Project: \$748,000

The phase 1 project includes items of critical structural importance.

The Borough Assembly appropriated \$900,000 in permanent fund earnings toward this project to conduct Phase 1 priority repairs, a few additional repairs and accounts for inflation and unforeseen contingencies. The cost estimates are from 2017; therefore, it is recommended that a new cost estimate is performed to see if additional funds are required to complete the repairs.

The Nelson Lagoon Tribal Council and the Borough have entered into a new Dock Management Agreement and the Borough has requested the Council to set tariff rates for the use of the dock

Sand Point School

The Sand Point School has, in general, been well-maintained over the past 35 years. That said, most major mechanical and electrical systems have exceeded their useful life as has the roof, isolated code violations exist, and the school does not meet current accessibility requirements. It has been recommended that the Borough plan for a major renewal of the school, which could be phased and likely funded through the Alaska Department of Education & Early Development Capital Improvement Project process. The Borough has added the Sand Point School as a strategic initiative and will begin researching the State’s Capital Improvement Project Process.

Sand Point Float Design

The new Sand Point Harbor was completed in 2007. A wharf was constructed in 2008 and Float B was completed in 2011. Float A is still needed to complete the inner harbor facilities. In 2010, the Borough completed the 65% design for Float A. In 2017, the Borough Assembly appropriated \$100,000 from the permanent fund earnings to complete the design work. The Borough solicited a scope of work and cost estimate from moffatt & nichol (MN) to use the 65-percent design drawings as guidance to complete “bid-ready” contract documents for a two-part procurement process, 100-percent design and the permitting process. The cost estimate for MN to complete the work was \$205,226.00 and the Borough appropriated additional funds in FY 18 to conduct the work.

The Procurement Contract and design were completed in February 2018 and the permitting was finalized in December 2018. The Borough will begin looking for funding for construction.

Action Items

Maintenance of Borough-Owned Buildings and Equipment

The Borough is responsible for maintaining all Borough owned buildings and equipment, which includes but is not limited to schools, the Cold Bay Terminal Building and vehicles. Through the Public Works Department, the Borough will continue to conduct maintenance.

Assessment of Borough-Owned Property

The Borough is interested in conducting assessments of all Borough-owned property to determine the condition of property and address deferred maintenance items. To date the Borough has conducted assessments on the Akutan School, Nelson Lagoon Dock, Sand Point School, King Cove School and False Pass School.

Borough Property Surveys

The Assembly again funded the Lands Surveys Special Project Fund of \$85,000 in the FY2019 budget, continuing to survey the borough's municipal entitlement lands that have not yet been conveyed. This year, the Borough has approved Alaska State Land Survey (ASLS) 2016-49, for AEB selections in Port Moller. The Borough also conducted the fieldwork for the survey of its municipal entitlement lands in Sandy River, approx. 2,500 acres during Summer 2018. In addition to the ASLS for AEB selections at Sandy River, the Borough is creating a plat to note the existing APICDA Sandy River fishing lodge. The Borough has initiated plans for a survey of AEB municipal entitlement lands at Bear Lake in 2019.

Fisheries Management

The Borough is involved with fisheries management at a local, state and federal level, including at the Alaska Board of Fisheries and the North Pacific Fishery Management Council. The Borough Natural Resources Director provides guidance to AEB officials, employees and other parties or consultants on the protection and management of natural resources within or affecting the Borough. The Director works with local fisherman, seafood processors and other agencies to monitor and support the stewardship of the sustainable fisheries within the Borough.

The Borough has entered into contract with Eric Volk, sole owner of VFS Consultants LLC. This agreement will enhance the Borough's scientific and technical abilities related to regional salmon management. The Borough has also expanded the Natural Resources Department to include a Natural Resources Assistant Director position. The Borough was also recently awarded a grant for \$433,772.62 in collaboration with the Peninsula Fishermen's Coalition and Saltwater Inc., to implement electronic monitoring in the Western Gulf of Alaska trawl fleet. This benefits fishermen by improving bycatch data and may alleviate some of the costs and burden of using traditional observers.

Legislative Advocacy for Fishery Issues

The Borough is committed to advocating for healthy fisheries on a local, state, and federal level. Since commercial fishing is the main economic driver for Borough communities, empowering them to remain economically healthy is essential for population growth and sustainability.

To prevent population, decline in our fishing communities, the State of Alaska needs to redefine the transferability of the salmon limited entry permits. Because of the restrictions on the transfer of permits, they are currently being sold to people outside of the fishing area and mostly to people living out of state. This outmigration of permits has snowballed mainly due to the “graying of the fleet”. The Borough wishes to pursue an initiative at the State level to keep limited entry salmon permits in the hands of resident fishermen, and to slow the sale/transfer of permits out of the region. The new idea would allow an experienced local fisherman to add a second name to the permit and would facilitate the mentoring of local young fishers. This idea has been supported by SWAMC and the Alaska Municipal League.

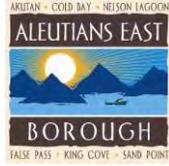
The Borough is continuously monitoring federal action to reauthorize the Magnuson Stevens Fishery Conservation and Management Act.

Diversification of Natural Resources

The Borough is in the process of identifying and capitalizing on existing resources in the region to grow our economy. This will help the Borough diversify the resource base to increase community resilience. The Borough is in the process of researching kelp mariculture and has been awarded a \$71,456.00 grant for piloting kelp mariculture in the near-shore waters of communities in the Borough.

Cold Bay Terminal Lease

The Borough built and owns a terminal building in Cold Bay. The Borough currently leases the second floor to the National Weather Service and the Federal Aviation Administration. The Borough is now trying to lease the first floor to airline carriers. The Borough has hired an airport consultant to set the rate structure and draft the lease and negotiations have started. Terminal tenant improvements will begin in 2019 and funding will be required.



RESOLUTION 19-35

A RESOLUTION OF THE ALEUTIANS EAST BOROUGH ASSEMBLY SELECTING AND PROMOTING CAPITAL PROJECTS FOR THE HEALTH, SAFETY AND WELFARE OF ITS RESIDENTS

WHEREAS, the Aleutians East Borough is dedicated to bringing to its communities opportunities for responsible and appropriate economic development and growth and to develop its transportation infrastructure; and

WHEREAS, the Aleutians East Borough seeks opportunities to plan, advance and construct basic and essential community projects; and

WHEREAS, the following projects reflect the basic needs, rather than non-essential desires, of the communities.

NOW THEREFORE BE IT RESOLVED, the Aleutians East Borough Assembly has selected capital projects to promote within the available funding opportunities at the State of Alaska level. This list includes but is not necessarily limited to:

Projects Requesting State Funding Support

1. Cold Bay Health Clinic Construction
2. Cold Bay Dock Feasibility Study

Projects Requesting State Support

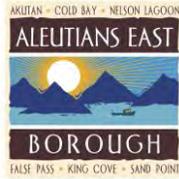
1. King Cove Access Project

PASSED AND APPROVED by the Aleutians East Borough on this day 10th of January, 2019.

Alvin D. Osterback, Mayor

ATTEST:

Tina Anderson, Clerk



Agenda Statement

Date: January 4, 2019
To: Mayor Osterback and Assembly
From: Anne Bailey, Borough Administrator

Re: Resolution 19-36 authorizing a temporary construction easement and a donation to the State of Alaska for the construction of the Sand Point Dock Ferry Terminal

The State of Alaska, Department of Transportation and Public Facilities (DOT&PF) is preparing to construct the Sand Point Dock Ferry Terminal. As part of the project, DOT&PF needs to obtain temporary access during construction to the tidelands survey owned by the City of Sand Point (City) and the Aleutians East Borough (Borough).

The City, has an undivided 4/5 interest and the Borough, has an undivided 1/5 interest for and in consideration of ONE DOLLAR, and other valuable consideration, in hand paid, would convey and warrant to DOT&PF, its successors and assignees, an unrestricted temporary easement, over, and across the following-described tract of land:

Tract A, of Alaska Tidelands Survey No. 1232, according to the survey plat filed September 23, 1982 as Plat 82-29 in the Aleutian Islands Recording District, Third Judicial District, State of Alaska.

EXCEPTING THEREFROM any portion of the above described property which lies within the boundaries of Galovin Harbor Subdivision lots 1 thru 7, according to the survey plat filed January 27, 2014 as Plat 2014-1 in the Aleutian Islands Recording District, Third Judicial District, State of Alaska.

Said property would be granted to DOT&PF for temporary access for the purpose of:

A work area for all activities associated with the construction and installation of a new dock including but not limited to construct a pile supported dock with concrete deck and concrete framing; add a fender pile system, dock face beam, bull-rails and heavy duty bollards along the entire face of the new section of pier; add a new dolphin and access catwalk; place new shot rock fill behind the structure to extend the existing breakwater and create additional uplands area for

safe passenger staging and maneuvering of equipment; install revetment rock to dissipate wave action at the pier fact, to protect and stabilize the underlying new fill slopes and refurbish existing adjacent dolphin and catwalk structure. As part of the project there will also be modification and repairs to the existing dock structure and appurtenances.

The Borough has good title to 20% of the above-described tract of land and covenants that the State of Alaska shall have quiet and peaceable possession thereof and use thereof during the period of temporary construction easement. The Temporary Construction Easement will be in effect for a period beginning on the starting date of construction and ending at completion of project at which time this easement shall expire and be of no force and effect. The State shall leave said premises in a clean and presentable condition when the construction is completed.

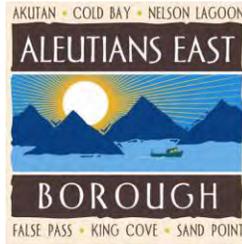
The Borough will need to donate the land described above for this development.

The Borough has been informed under Code of Federal Regulations 23 C.F.R 710.505 – 23 C.F.R. 710.507. The Borough is entitled to receive just compensation for the property being donated and the Borough will waive the right to an appraisal of the property by a qualified appraiser. The Borough donation for the project to DOT&PF will be made voluntarily and with full knowledge of the Borough entitlement to receive just compensation. The Borough will also release DOT&PF from the obligation of preparing an appraisal of this donated parcel.

The Sand Point Dock Replacement is a great development opportunity. This project will enrich the lives of the community of Sand Point and the members of the Aleutians East Borough.

RECOMMENDATION

Administration recommends approval of Resolution 19-36 authorizing a temporary construction easement and a donation to the State of Alaska for the construction of the Sand Point Dock Ferry Terminal. The Administration also recommends that the Borough donate 1/5 interest of the property the lies within Galovin Harbor Subdivision lots 1 through 7, according to the survey plat filed January 27, 2014 as Plat 2014-1 in the Aleutians Islands Recording District, Third Judicial District, State of Alaska.



Resolution 19-36

A RESOLUTION OF THE ALEUTIANS EAST BOROUGH AUTHORIZING A TEMPORARY CONSTRUCTION EASEMENT AND A DONATION TO THE STATE OF ALASKA FOR THE CONSTRUCTION OF THE SAND POINT DOCK FERRY TERMINAL

WHEREAS, the State of Alaska, Department of Transportation and Public Facilities (DOT&PF) is preparing to construct the Sand Point Dock Ferry Terminal; and

WHEREAS, as part of the project, DOT&PF will need to obtain temporary access during construction to the tidelands survey owned by the City of Sand Point (City) and the Aleutians East Borough (Borough); and

WHEREAS, the City has an undivided 4/5 interest and the Borough has an undivided 1/5 interest in Tract A, of Alaska Tidelands Survey No. 1232, according to the survey plat filed September 23, 1982 as Plat 82-29 in the Aleutian Islands Recording District, Third Judicial District, State of Alaska excepting therefrom any portion of the above described property which lies within the boundaries of Galovin Harbor Subdivision lots 1 thru 7, according to the survey plat filed January 27, 2014 as Plat 2014-1 in the Aleutian Islands Recording District, Third Judicial District, State of Alaska (Property); and

WHEREAS, the City and Borough for and in consideration, of ONE DOLLAR, and other valuable consideration, in hand paid, would convey and warrant to DOT&PF, its successors and assignees, an unrestricted temporary easement, over and across the Property; and

WHEREAS, the said Property would be granted to DOT&PF for temporary access for the purpose of a work area for all activities associated with the construction and installation of a new dock; and

WHEREAS, the Borough hereby covenants with that State of Alaska that the Borough has good title to the Property and that the State shall have quiet and peaceable possession thereof and use thereof during the period of the temporary construction easement; and

WHEREAS, the Temporary Construction Easement will be in effect for a period beginning on the starting date of construction and ending at completion of the project at which time the easement shall expire and be of no force and effect; and

WHEREAS, it is DOT&PF's understating that the Borough will donate for this development; and

WHEREAS, the Borough has been informed under Code of Federal Regulations 23 C.F.R 710.505 – 23 C.F.R. 710.507 the Borough is entitled to receive just compensation for the property being donated and the Borough will waive the right to an appraisal of the property by a qualified appraiser; and

WHEREAS, the Borough donation for the project to DOT&PF will be made voluntarily and with full knowledge of the Borough entitlement to receive just compensation; and

WHEREAS, the Borough will release DOT&PF from the obligation of preparing an appraisal of this donated parcel; and

WHEREAS, the Sand Point Dock Replacement is a great development opportunity. This project will enrich the lives of the community of Sand Point and the members of the Aleutians East Borough.

NOW, THEREFORE, BE IT RESOLVED THAT the Aleutians East Borough Assembly authorizes the Mayor to issue a temporary construction easement to the State of Alaska, Department of Transportation and Public Facilities for construction of the Sand Point Dock Ferry Terminal; and

NOW, THEREFORE, BE IT FURTHER RESOLVED THAT the Aleutians East Borough Assembly authorizes the donation of the Property for the Sand Point Dock Replacement Project.

PASSED AND APPROVED BY THE ASSEMBLY OF THE ALEUTIANS EAST BOROUGH on this 10th day of January, 2019.

IN WITNESS THERETO:

Alvin D. Osterback, Mayor

ATTEST:

Tina Anderson, Borough Clerk



THE STATE
of **ALASKA**
GOVERNOR MIKE DUNLEAVY

Department of Transportation
and Public Facilities

SOUTHCOAST REGION
DESIGN & ENGINEERING SERVICES
Right of Way Section

P.O. Box 112506
Juneau, Alaska 99811-2506
Main: 907.465.4444
Toll free: 800.575.4540
TTY-TDD: 800.770.8973
dot.state.ak.us

December 28, 2018

Jordan Keller
City Administer
City of Sand Point
3380 C Street, Suite 205
Anchorage, Alaska 99503

Letter of Offer

VIA email: jkeeler@sandpointak.org

Re: Sand Point Dock Replacement
Project SFHWY00006
FHWA0003194

Mr. Keller,

The State of Alaska, Department of Transportation and Public Facilities (DOT&PF) is preparing to construct the Sand Point Dock Ferry Terminal.

As part of the project, DOT&PF will need to obtain temporary access during construction to the tidelands survey owned by The City of Sand Point and the Aleutians East Borough.

It is DOT&PF's understanding the City will donate for this development. Attached are the documents to secure the temporary access: Temporary Construction Easement; MOA; Donation Letter.

If you are in agreement would you please meet with the authorized signer for the Aleutians East Borough and please sign the documents? You may scan and email me the documents then please mail the originals to my attention to PO Box 112506, Juneau, Alaska 99811.

Please contact me if you have any questions.

Thank you,

A handwritten signature in blue ink that reads "Debra Stephens".

Debra Stephens

ROW Acq/Pprty Mgmt Supervisor
DOT&PF, Southcoast Region
PO Box 112506
Juneau, AK 99811
Phone: (907) 465-2837
Email: debra.stephens@alaska.gov

 <p style="text-align: center;">STATE OF ALASKA DEPARTMENT OF TRANSPORTATION AND PUBLIC FACILITIES</p> <p style="text-align: center;">TEMPORARY CONSTRUCTION EASEMENT (Corporate/Partial Property)</p>	<p>PROJECT NAME: SAND POINT DOCK REPLACEMENT</p> <p>STATE PROJECT #: SFHWY00006</p> <p>FEDERAL-AID PROJECT #: 0003194</p> <p>PARCEL #: ATS 1232</p>
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The GRANTORS, **THE CITY OF SAND POINT** whose mailing address is **249 Main Street, Sand Point, Alaska 99661, as to an undivided 4/5 interest** AND **ALEUTIANS EAST BOROUGH**, whose mailing address is **3380 C Street, Anchorage, Alaska 99503, as to an undivided 1/5 interest** for and in consideration of ONE DOLLAR, and other valuable consideration, in hand paid, conveys and warrants to the GRANTEE, **STATE OF ALASKA, DEPARTMENT OF TRANSPORTATION & PUBLIC FACILITIES**, whose mailing address is **P.O. Box 112506, Juneau, Alaska 99811-2506**, its successors and assignees, an unrestricted temporary easement, over, and across the following-described tract of land:

Tract A, of Alaska Tidelands Survey No. 1232, according to the survey plat filed September 23, 1982 as Plat 82-29 in the Aleutian Islands Recording District, Third Judicial District, State of Alaska.

EXCEPTING THEREFROM any portion of the above described property which lies within the boundaries of Galovin Harbor Subdivision lots 1 thru 7, according to the survey plat filed January 27, 2014 as Plat 2014-1 in the Aleutian Islands Recording District, Third Judicial District, State of Alaska.

Said parcel is hereby granted to the State of Alaska for temporary access the purpose of:

A work area for all activities associated with the construction and installation of a new dock including but not limited to construct a pile supported dock with concrete deck and concrete framing; add a fender pile system, dock face beam, bull-rails and heavy duty bollards along the entire face of the new section of pier; add a new dolphin and access catwalk; place new shot rock fill behind the structure to extend the existing breakwater and create additional uplands area for safe passenger staging and maneuvering of equipment; install revetment rock to dissipate wave action at the pier fact, to protect and stabilize the underlying new fill slopes and refurbish existing adjacent dolphin and catwalk structure. As part of the project there will also be modification and repairs to the existing dock structure and appurtenances.

The Grantor hereby covenants with the State of Alaska that the Grantor has good title to the above-described tract of land, and covenants that the State of Alaska shall have quiet and peaceable possession thereof and use thereof during the period of the temporary construction easement. The Temporary Construction Easement will be in effect for a period beginning on the starting date of construction and ending at completion of project at which time this easement shall expire and be of no force and effect.

The Grantee, the State of Alaska, shall leave said premises in a clean and presentable condition when said construction has been completed.

ALEUTIANS EAST BOROUGH

THE CITY OF SAND POINT

By: _____

By: _____

Title: _____

Jordan Keeler
City Administer

ACKNOWLEDGMENT

STATE OF ALASKA)
 : ss
THIRD JUDICIAL DISTRICT)

On this _____ day of December, 2018 before me, the undersigned, a Notary Public in and for the State of Alaska, personally appeared JORDAN KEELER, City Administer for the CITY OF SAND POINT, a company, known to me to be the identical individual who executed the foregoing instrument, and he acknowledged to me that he executed the same as the free and voluntary act of said company, with full authority to do so and with full knowledge of its contents, for the uses and purposes therein mentioned.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed my official seal the day and year above written.

[NOTARY SEAL]

Notary Public in and for the State of Alaska
My Commission Expires: _____

ACKNOWLEDGMENT

STATE OF ALASKA)
 : ss
THIRD JUDICIAL DISTRICT)

On this _____ day of December, 2018 before me, the undersigned, a Notary Public in and for the State of Alaska, personally appeared _____, (title) for the ALEUTIANS EAST BOROUGH, a company, known to me to be the identical individual who executed the foregoing instrument, and he acknowledged to me that he executed the same as the free and voluntary act of said company, with full authority to do so and with full knowledge of its contents, for the uses and purposes therein mentioned.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed my official seal the day and year above written.

[NOTARY SEAL]

Notary Public in and for the State of Alaska
My Commission Expires: _____

CERTIFICATE OF ACCEPTANCE

THIS IS TO CERTIFY that the STATE OF ALASKA, DEPARTMENT OF TRANSPORTATION AND PUBLIC FACILITIES, Grantee herein, acting by and through its Commissioner, hereby accepts for public purposes the real property, or interest therein, described in this instrument and consents to the recordation thereof.

IN WITNESS WHEREOF, I have hereunto set my hand this ____ day of _____, _____

DEPARTMENT OF TRANSPORTATION AND PUBLIC FACILITIES

By: _____
For the Commissioner

DONATIONS

The City of Sand Point and Aleutians East Borough has been informed under Code of Federal Regulations 23 C.F.R.710.505 – 23 C.F.R. 710.507 The City of Sand Point and Aleutians East Borough is entitled to receive just compensation for the property being donated and The City of Sand Point and Aleutians East Borough has waived the right to an appraisal of the property by a qualified appraiser.

The City of Sand Point and Aleutians East Borough donation for the Sand Point Dock Replacement Project #SFHWY00006 affecting ATS 1232 to DOT&PF is made voluntarily and with full knowledge of The City of Sand Point and Aleutians East Borough entitlement to receive just compensation. The City of Sand Point and Aleutians East Borough also releases DOT&PF from the obligation of preparing an appraisal of this donated parcel.

Dated this _____ day of _____, 2018

ALEUTIANS EAST BOROUGH (1/5 interest)

THE CITY OF SAND POINT (4/5 interest)

By: _____

By: _____

Title: _____

Jordan Keeler
City Administer

Memo to: Mayor Osterback, Aleutians East Borough Assembly
From: Ernie Weiss, Natural Resources Director
Re: Resolution 19-37, Authorizing an Amendment to the Port Moller Survey Contract
Date: January 4, 2019

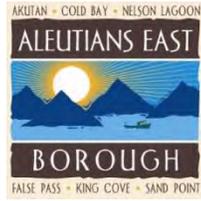
In May 2017 the AEB entered into an agreement with McClintock Land Associates for the survey of our municipal entitlement lands in Port Moller. The contract was for an amount not to exceed \$62,248, based on the estimated costs in the McClintock proposal, with a period of performance through May 17, 2018. Most of the field work was completed in the summer of 2017.

In June of 2018, McClintock notified us that there would be estimated additional costs of \$10,902.78, and that the project end date would be closer to December 31, 2018. McClintock requested an amendment at that time and continued work as needed on the project until completion in December.

This proposed amendment was approved to be initiated by the AEB administration in June. The final invoice included additional costs for drafting, CAD work and additional field work that DNR had required including the installation of new monuments at Love's Creek in Port Moller this past summer.

The attached resolution would increase the contract ceiling by an amount of \$10,760.81 to a total of \$73,008.81, based on the final invoice from McClintock, and extends the period of performance to December 31, 2018. Sufficient funds are available in the survey project budget line item for this increase.

I recommend passage of this resolution.



RESOLUTION 19-37

A RESOLUTION OF THE ALEUTIANS EAST BOROUGH ASSEMBLY AUTHORIZING AN AMENDMENT TO THE CONTRACT WITH MCCLINTOCK LAND ASSOCIATES FOR THE PORT MOLLER SURVEY PROJECT

WHEREAS, the Aleutians East Borough contracted with McClintock Land Associates for the Port Moller Survey Project, and

WHEREAS, the original contract ceiling amount of \$62,248 was based on pre-project estimates by McClintock Land Associates, and

WHEREAS, the project incurred unexpected costs exceeding the contract ceiling by \$10,760.81, and

WHEREAS, the period of performance on the contract with McClintock Land Associates for the Port Moller Survey project was set as May 18, 2017 through May 17, 2018, but work on the project continued through the end of 2018, and

WHEREAS, with the final approval of ASLS 2016-49 by the Assembly and by the Alaska Department Natural Resources in December 2018, the Port Moller Survey project is complete, allowing the Borough to seek final patent on the Port Moller municipal entitlement lands.

NOW THEREFORE BE IT RESOLVED, the Aleutians East Borough Assembly authorizes a contract amendment to the May 18, 2017 contract with McClintock Land Associates for the Port Moller Survey project, extending the period of performance to December 31, 2018 and increasing the contract ceiling to \$73,008.81.

PASSED AND APPROVED by the Aleutians East Borough on this ___ day of January 2019.

Alvin D. Osterback, Mayor

ATTEST: _____
Tina Anderson, Clerk

Attachment D
Land Survey Project 2017 – Port Moller lands ADL 224714
Amendment 1 – Contract Ceiling and period of Performance

This amendment increases the contract ceiling from an amount not to exceed \$62,248 to an amount not to exceed \$73,008.81. The contract period of performance is extended until December 31, 2018. Everything else in the contract remains the same.

December 20, 2017

Ernie Weiss

From: Bill McClintock <bmcclintock@mappingalaska.com>
Sent: Friday, June 29, 2018 1:35 PM
To: Ernie Weiss
Subject: Port Moller Billing
Attachments: AEB McClintock signed contract cover 051817.pdf; Aleutians East Borough 17-130 Inv 4563 6.29.2018.pdf

Ernie,

Attached is an invoice for work done under the Port Moller contract through 7/19/2017. As shown below, that basically exhausts the budget allowed for in the contract.

Billing Summary

Invoice #4418 7/12/2017 (paid)	\$52,613.52
Invoice #4563 6/29/2018	\$ 9,517.50 (see attached)
Total Invoiced	\$62,131.02
Original Contract "Not to Exceed" Amount	\$62,248.00

Unbilled Work Completed 7/20/2017 thru 6/29/2018	\$ 5,902.78
Add'l work to do to final (estimate)	\$ 5,000.00
Total Add'l Amount needed to complete	\$10,902.78

I also note that our contract Period of Performance was May 18, 2017 to May 17, 2018.

Therefore I request that we do a Contract Modification or Extension to extend completion date to 12/31/2018 and, if possible, to add \$11,000 to the "not to exceed" amount. The additional costs were primarily unanticipated complications in the office platting work. The time delay is due to the need to make one minor field change and we wanted to do it while we were already in Port Moller (for the Sandy River project) to avoid additional thousands of \$ in a separate mobilization to Port Moller.

Please let me know if you wish to discuss this.

Regards,

Bill McClintock, PLS, CFedS
McClintock Land Associates, Inc.
16942 N. Eagle River Loop Road
Eagle River, AK 99577
Office phone: 907-694-4499 x115
Direct Line: 907-689-3115
fax: 907-694-8965
email: bmcclintock@mappingalaska.com
www.mappingalaska.com

McClintock Land Associates, Inc.

16942 N. Eagle River Loop Road
 Eagle River, AK 99577
 Phone (907) 694-4499
 Fed. ID: 92-0138557

INVOICE

Date	Invoice No.
12/20/2018	4635

Client
Aleutian East Borough 3380 C Street, Suite 205 Anchorage, AK 99503

Send To
Aleutian East Borough Ernie Weiss 3380 C Street, Suite 205 Anchorage, AK 99503

PROJECT ...	PROJECT NAME	SUBDIVISION	LOT & BLOCK	PROJECT TYPE	COMMUNITY	
17-130 AE...	AEB Port Moller ...			AK State Land S...	Port Moller	
Charge Code	Description			Hours or Qty	Rate	Amount
	Port Moller Municipal Entitlement Survey For the period of 7/20/2017 through 11/20/2018, Final Invoice					
CAD3	Computer-Aided-Draftsman 3 (Senior)			76.5	95.00	7,267.50
RLS3	Professional Land Surveyor - (Principal or Manager)			5.5	130.00	715.00
RLS2	Professional Land Surveyor - (Senior)			22	116.00	2,552.00
CAD2	Computer-Aided-Draftsman 2 (Staff)			4	75.00	300.00
Reimb Group	Delivery to State of AK L King/S Sutherland 8/14/2014				8.28	8.28
	Postage State/AK L King				13.45	13.45
	Delivery to AEB E Weiss/J Copenhaver				10.42	10.42
	Delivery State of AK L King/J Copenhaver				11.14	11.14
	Total Reimbursable Expenses					43.29
Thank you for your business.				Total		\$10,877.79

FIRST AMENDMENT
TO
CONTRACT FOR PROFESSIONAL SERVICES

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

Anchorage Office
3380 C Street Suite 205
Anchorage, AK 99503

Contract Summary

Project Name: Land Survey Project 2017 – Port Moller lands ADL 224714

Contract Ceiling: Not to exceed \$73,008.81

Period of Performance: May 30, 2017 to December 31, 2018

Borough Contact : Ernie Weiss

Contractor Contact: Bill McClintock, PLS
McClintock Land Associates, Inc.

Address: 3380 C Street Suite 205
Anchorage, AK 99503

Address: 16942 N. Eagle River Loop Road
Eagle River, AK 99577

Phone: (907) 274-7555

Phone: (907) 694-4499 x115

Fax: (907) 276-7569

Fax: (907) 694-8965

AGREEMENT

The Aleutians East Borough (hereinafter “Borough”) and, McClintock Land Associates, Inc. (hereinafter “Contractor”) agree as set forth herein.

Section 1. The Borough shall pay the Contractor for the performance of the project work under the terms outlined in this Contract. Payment terms are NET 30.

Section 2. The Contractor shall perform all of the work required by the Contract.

Section 3. The work to be performed under the Contract shall be completed not later than ~~May 17, 2018~~ (amended to December 31, 2018).

Section 4. The Contract consists of the following:

1. Contract Cover Sheet
2. Attachment A – Standard Provisions
3. Attachment B – proposal by McClintock Land Associates, Inc. dated May 18
4. Attachment C – Standard Fee Schedule, McClintock Land Associates, Inc.
4. Attachment D – Amendment 1 - Contract Ceiling and Period of Performance

THIS AGREEMENT TAKES EFFECT THE LAST DATE SHOWN BELOW

Aleutians East Borough

Contractor

Signature of Certifying Officer

Signature of Contractor

Anne Bailey, Administrator

Printed Name and Title

Printed Name and Title

Date: _____

Date: _____

OLD BUSINESS

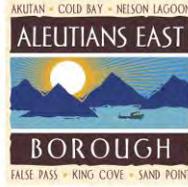
New Business

2019

Pacific Marine Expo Discussion

Financial Support for
Concerned Area M Fishermen
for the
2019 Alaska Board of Fisheries

REPORTS AND UPDATES



To: Honorable Mayor Osterback and AEB Assembly
From: Anne Bailey, Borough Administrator
Subject: Assembly Report
Date: January 4, 2019

Akutan Essential Air Service

The Akutan Essential Air Service agreement has not been signed yet due to the federal government shutdown; however, I have been told that the agreement will be signed as soon as possible and retroactively dated to January 1, 2019.

As mentioned, the Borough will be responsible for paying 50% of the helicopter costs. We have been working hard over the last few weeks to transfer the operation in a timely manner to Maritime. We are in the process of negotiating the Helicopter Services Agreement that outlines the roles and responsibilities of the Borough and Maritime Helicopters and entering into other Memorandums of Agreements for other portions of the operation. We are also working on many other logistics for the transfer to be finalized.

Strategic Initiatives

The Borough held a Planning Work Session on December 11th and 13th in Anchorage. It was a great session that outlined our strategic initiatives for March 1, 2019 – February 28, 2020. Mary and I will begin working with PGS this month to finalize the strategic plan. We hope to have the plan before the Assembly for review and approval at the February Assembly Meeting.

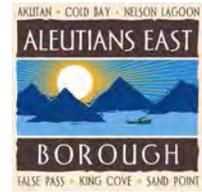
Staff has begun working on the 4th quarter initiatives for the current strategic plan cycle.

Other Items

- On December 20, 2018, I attended a meeting with DOWL and their subconsultants to review the Nelson Lagoon School Assessment.
- Mary, Charlotte and I are scheduled to go to Sand Point on January 8th.
- I have also been prepping documents for the January 10th Assembly Meeting and am continuously conducting other day to day operations.

If you have any questions, comments or concerns please contact me at (907) 274-7580 or abailey@aeboro.org.

To: The Honorable Mayor Osterback, AEB Assembly
From: Mary Tesche, Assistant Administrator
Subject: Assembly Report
Date: January 4th, 2019



Strategic Plan Update

- Akutan Harbor – The City of Akutan continues to assist with the harbor mitigation measures required by the Corps. Documents in progress include the Harbor Operations and Development Plan and the Marine Facilities Management Handbook/Harbor Management Plan.

The City provided AEB with 65% drawings for its harbor utility project. AEB is reviewing those documents and plans to provide comments to the City, per the requirements of the Harbor Management Agreement.

- Nelson Lagoon School Renovations – Anne and I met with engineers from DOWL, ECI, and AMC on December 20th to review the draft condition assessment report. Generally, the structure is sound but most of the mechanical, electrical and fire protection systems and devices require significant repair or replacement. DOWL is finalizing the report which we will deliver to the Nelson Lagoon Tribal Council for their use.
- Cold Bay Clinic – Resolution 19-34 presented at this meeting authorizes the mayor to enter into a contract with LCG Lantech Inc., to provide an assessment of the current design and code changes to prepare for 2020 construction. After changes are made, we will move forward with updating the construction cost estimate and securing the remaining funding needed for the project.
- Anne and I will be meeting with PGS the week of January 14th to continue working on our next strategic plan.

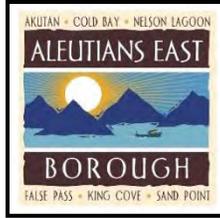
Helicopter Operations

- In December, the helicopter transported 270 passengers, 12,107 pounds of mail and freight, and flew 2 charters carrying 49 passengers.
- I am assisting with the helicopter operation transition to Maritime which has included drafting transfer documents and providing information on our operational accounts and processes. I will be meeting with Maritime staff the week on January 14th to go over our ticketing and billing process.
- We will still be collecting on helicopter tickets purchased and used prior to January 1, 2019. Our priority will be collecting on corporate accounts with balances due in FY19, a majority of which are for invoices sent in November and December.

Other Items

- I will be traveling to Sand Point the week of January 8th to attend the City Council meeting and the AEB Assembly meeting.
- I will be traveling to Juneau January 23rd-24th to attend meetings on behalf of the Borough.

Please contact me at (907) 274-7559 or mtesche@aeboro.org with any questions or comments.



To: Honorable Mayor Alvin Osterback and Aleutians East Borough Assembly
From: Laura Tanis, AEB Communications Director
Through: Anne Bailey, AEB Administrator
Subject: Communications Director's Report to the Assembly
Date: Jan. 3, 2019

Vacation:

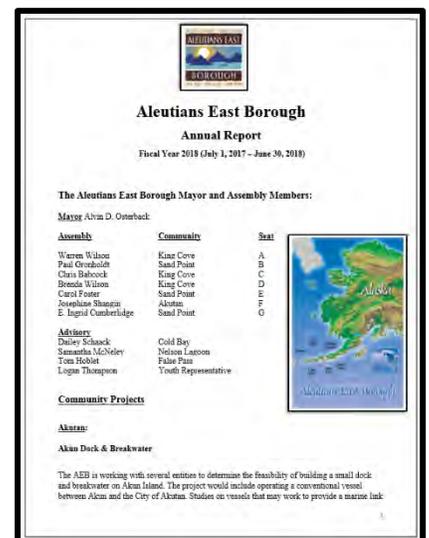
I was on vacation Dec. 19th – Dec. 26th.

Annual Report:

I'm in the final stages of finishing up work on the AEB annual report for fiscal year 2018. It will provide information about Borough community projects, Borough participation, plans for the projects and funds spent. I was able to gather quite a bit of information from Assembly packets, reports, the In the Loop newsletter, and from presentations at the recent AEB Planning Work Session. Currently, I'm waiting for information from Anne and Roxann about several projects and funds expended. At that point, I'll send the draft to Anne and Mayor Osterback for review.

In the Loop:

As I write this report, I'm working on the latest edition of In the Loop, which will contain information from the AEB Planning Work Session, for those who were unable to attend. I plan to break it up into two parts. One will contain presentations from the mayor, administrator, Juneau lobbyist Mark Hickey and community presentations. The following edition will contain presentations from seafood processors, such as Peter Pan, Trident, Silver Bay and Aleutia. In addition, it will contain info from the presentations provided

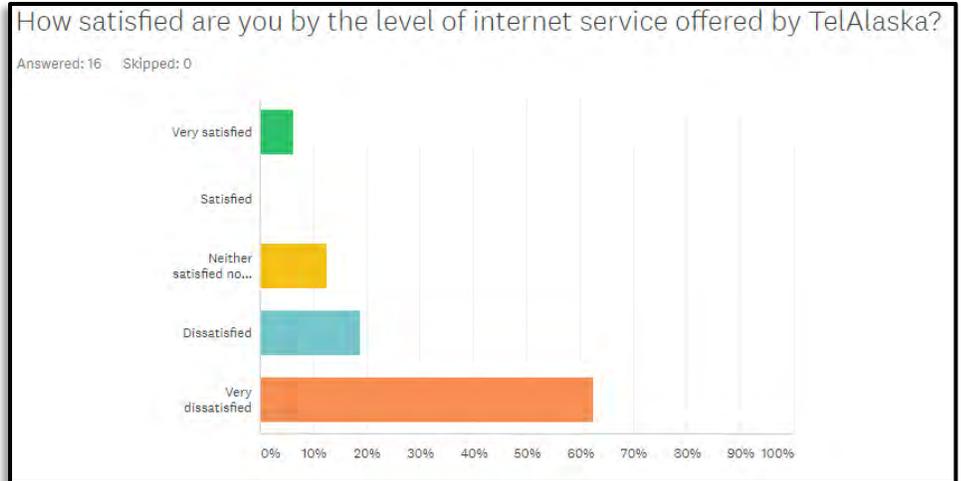


AEB Mayor Alvin Osterback at the Borough Planning Work Session on Dec. 11, 2018.

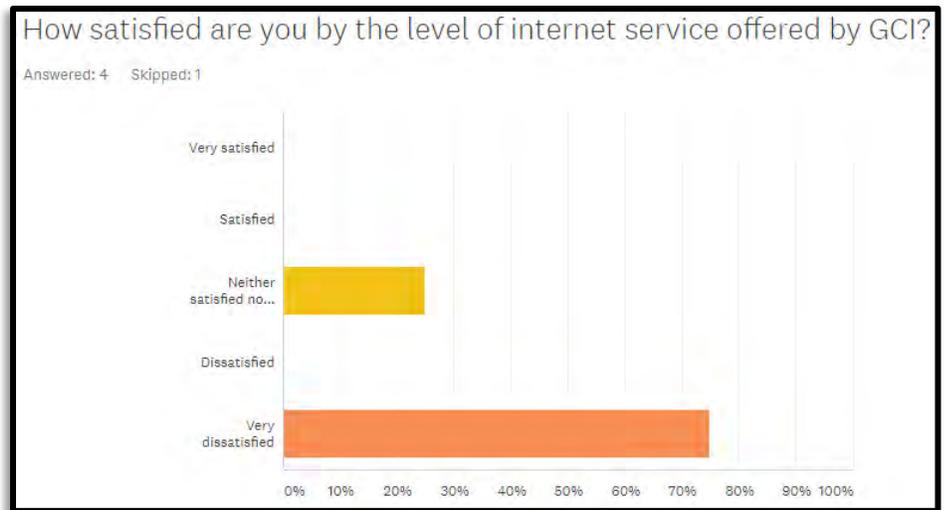
by Ravn, Grant Aviation, the school district and EAT.

Surveys – Communications Section of Strategic Plan:

Last month, I sent out surveys to each of the communities so residents could rate their satisfaction or lack of satisfaction of the telecommunications services provided in our Borough. There were a total of 45 responses from the communities altogether. Broken down by each community, the total responses were: King Cove: 18, Sand Point: 16, Cold Bay: 5, Akutan: 3, False Pass: 2 and Nelson Lagoon: 1. In Sand Point, for example, 50% of the respondents say they are very dissatisfied with GCI Internet and 62% are very dissatisfied with TelAlaska's cell service. In Cold Bay, for example, 75% of respondents are very dissatisfied with GCI Internet. Forty percent are dissatisfied with GCI cell phone service and another 40 % are very dissatisfied.



Sand Point – AEB satisfaction survey on telecommunications



Cold Bay – AEB satisfaction survey on telecommunications

Miscellaneous:

- During an AEB Fishermen's meeting on Dec. 14th, some fishermen requested that we add on a couple days on the front end for our reserved meeting space at the Sheraton Anchorage Hotel during the Board of Fish. Initially, we had reserved space on Feb. 21 – 27th. I checked into it, and we were able to add a couple days, so we also have the space on Feb. 19th and 20th.
- Reminder: during the Board of Fisheries meeting in February, the Sheraton is offering a special rate for fishermen, but only until Feb. 1st. That rate is \$100 for a standard room and \$150 for a junior suite, if you mention the Aleutians East Borough name.

- I added PowerPoint presentations from the AEB Planning Session last month to the AEB website. Just go to the Information tab, subtab: AEB Strategic Plan, subtab: AEB Planning Session Dec. 2018. The PowerPoints include those from administrator Anne Bailey, Juneau Lobbyist Mark Hickey and our six community presentations. More information will be added as it becomes available.
- I also met with Keja Whiteman, EAT's CEO as well as Dr. Danita Koehler and Dr. Shanda Lohse in order to gather more details about the latest King Cove medevac count. I periodically provide this list to the Alaska Delegation, as requested.



AEB Administrator Anne Bailey gave a presentation during last month's Borough Planning Work Session.

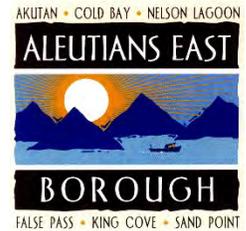
Upcoming Projects:

- Writing stories for next In the Loop newsletter.
- Wrap up research/work on annual report.
- Start working on annual report for next fiscal year.

Recent Meetings Attended:	Location:	Date:
Fishermen's Work Group Teleconference	AEB Anchorage office	Jan. 3, 2019
AEB Fishermen's Meeting – re: BOF	AEB Anchorage office/telec.	Dec. 14, 2018

As always, I'm happy to help get the word out about an event or issue in your community. Please call or email me any time with information.

To: The Honorable Mayor Osterback, Aleutians East Borough Assembly
From: Ernie Weiss, Natural Resources Director
Subj: Report to the Assembly
Date: January 4, 2019



Happy New Year! With this first report of 2019 I'd like to update some general background of what is happening through this office including interaction with other agencies and individuals.

Boards & Committees

I participate on several advisory groups, giving the AEB an ear and a voice on these groups:

North Pacific Fishery Management Council Advisory Panel I've been a member of this panel since 2011 and will term out December 2020. I've served as vice-chair and am the current chair. The NPFMC AP meets 5 times a year for 4 days. The NPFMC pays for any travel related to my participation on the panel. The AEB priority for advocacy on this group: continued access for local fishermen to federal fisheries just outside of our communities. The next NPFMC AP meeting is February 5th in Portland.

Marine Transportation Advisory Board I was appointed to the MTAB by Governor Walker in October 2018 for a 3 year term. The MTAB meets about 3 times a year. The AEB priority issue for advocacy on this group is the Tustumena replacement vessel. MTAB covers travel expenses for members. The next meeting is scheduled for February in Juneau.

North Pacific Research Board Advisory Panel I was appointed last year to a 3 year term on the panel: June 2018 – May 2021, representing the Bering Sea region. There are 2 meetings a year in Anchorage, about 1 ½ days each, once in September and once in April. The AEB priority for participation on this panel: keeping tabs of research and grant opportunities in our region. Membership also means paid admission to the annual Alaska Marine Science Symposium in Anchorage that I routinely attend.

Bristol Bay Advisory Group this group was formed last year specifically to review and potentially revise the Bristol Bay Area plan, which includes the AEB. The group met 4 times last year, 3 by teleconference and once in person. Expenses related to participation on this group are borne by the AEB. The AEB priority issues are critical habitat and other land use designation changes in the BBAP. Next meeting for this group is unknown - dependent on the direction of Gov. Dunleavy's administration.

Aleutian Islands Waterways Safety Committee I am listed as an alternate for the Port Director, Harbor Master and Local Government seat. As an alternate, I receive all group documents and may vote when the Primary member for that seat (Scott Brown of Unalaska) is absent. An AEB priority for participation on this committee – continued safe passage for vessels through Unimak Pass (the busiest vessel passageway in the North Pacific)

Anchorage Fish & Game Advisory Committee I serve on this AC as a resident of Anchorage, mostly on my own time. I am also a member of the AC's Fish Subcommittee. I got elected to this AC in part to watch out for threats to the Area M fisheries through the Board of Fish process. My term expires this year and I plan to retire from the AC at the next election.

Grants

As you know, late last year the AEB Natural Resources Department was approved for the funding of two proposals we submitted to National Fish & Wildlife Foundation (NFWF): for the Electronic Monitoring and Reporting Grant Program, the AEB proposal titled *Implementing EM in the Western Gulf of Alaska Trawl Catcher Boat Fleet and Associated Tenders*, and the Fisheries Innovation Fund proposal is titled *Piloting Kelp Mariculture in the Near-Shore Waters of Aleutians East Borough Communities*. The full proposals are posted online and available to view at the links above.

Work has begun on both projects. For the EM grant, Saltwater Inc. representatives have traveled to the communities of King Cove and Sand Point to install equipment on some of the participating vessels.

Note that the AEB is performing an administrative role for this grant, working closely with grant partners Saltwater Inc and the Peninsula Fishermen’s Coalition.

For the kelp grant – Assistant Director Charlotte Levy is the go-to person and may give an update at the meeting.

Contracts

This department has two ongoing fishery consultant contracts. Eric Volk’s contract as Fishery Management Analyst runs through April. We also have a contract with Kate Reedy to produce a socio-economic report specifically for the Board of Fish meeting in February.

The current contract for the municipal land survey project is with McClintock Land Associates in the amount of \$142,162 for the Sandy River lands survey, through June of this year.

Alaska Board of Fisheries

Kate Reedy, Eric Volk, Charlotte and I will be working closely with the Area M fishermen work group that was formed last month and now provides needed direction. The AEB will continue to partner with fishermen’s organizations and other groups to help develop and present reasoned rationale at the February 21 - 26 Board of Fish meeting. All AEB staff on hand will provide assistance preparing 3-minute testimony and written public comment, and readying for the committee process. We have reserved the Kuskokwim East meeting room on the 2nd floor of the Sheraton hotel, equipped with maps, computers, printer and copier, for fishermen and staff to use beginning February 19.

The Board will meet in Anchorage once more before the February meeting, another chance for potential in the hall discussions with Board members. The Boards AYK finfish meeting will run January 15-19 at the Sheraton.

Winter Fisheries

Despite the federal government shutdown, the AEB held our Winter Fisheries teleconference December 27th with the help of ‘essential personnel’ NOAA Fisheries Enforcement Special Agent Brent Pristas, who has helped organize the call every year. Special thanks go to KSDP for broadcasting this call. My notes on the meeting can be found here: <https://aebfishblog.blogspot.com/2018/12/aeb-winter-fisheries-teleconference.html>.



Recent meetings attended

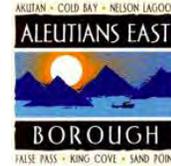
North Pacific Fishery Management Council (AP Chair)	Anchorage Hilton	12/3-12/10/18
Aleutians East Borough Strategic Planning	Anchorage, APIA	12/11-12/13/18
Marine Transportation Advisory Board	Anchorage, APIA	12/18/18
AEB Winter Fisheries annual meeting	Teleconference	12/27/18

Upcoming meetings/planning to attend

Board of Fisheries AYK finfish meeting –webcast	Anchorage Sheraton	1/15-1/19/19
Alaska Marine Science Symposium	Anchorage Capt Cook	1/28-2/1/19
North Pacific Fishery Management Council	Portland OR	2/4-2/8/19
Board of Fisheries AK Pen/AI/Chignik finfish meeting	Anchorage Sheraton	2/21-2/26/19

Please call if you have any questions or concerns.

To: The Honorable Mayor Osterback, Aleutians East Borough Assembly
From: Charlotte Levy, Natural Resources Assistant Director
Re: Report to the Assembly
Date: January 10th, 2019



Happy New Year to all! I have recently returned from a holiday trip out of the country, so my report is brief:

Board of Fish

- Since the last meeting, the AEB has assisted in the formation of the fishermen-led workgroup. In addition to testimony, I am working on a concise white paper regarding other environmentally-related issues as well as some simple figures that may be used to support testimony. I recently attended a Seiners Association meeting to provide support regarding AEB activities, WASSIP, etc. and will be sitting in on the SP council meeting to do the same. I also assist with meetings, research and corresponding with fishermen/communities as needed.

Projects

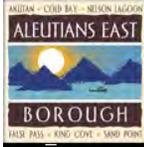
- **EM:** I am currently working with Saltwater to discuss the possibility of an on-call EM tech position housed within each community. I will be discussing this more with them during my trip to SP. I assist with administrative tasks as needed.
- **Kelp Mariculture:** I will be traveling to Sand Point on 1/8 to begin siting which includes water sampling and underwater video documentation. I have recently built an underwater ROV that will be used to assess underwater site suitability. I will also be attending the SP council meeting, where I hope to briefly discuss the project with the community. If there is room available on the school charter, I will also go to Akutan on 1/14 to begin siting.
- **Marine Debris:** No new updates. I will be meeting with NRC Inc. to begin developing a proposal for the upcoming NOAA/NFWF Fishing For Energy grant cycle.

Meetings

- I am a member of the newly formed AOC Kelp “Strategic Doing” Committee, which holds monthly meetings to monitor and build on the progress of mariculture in Alaska. The next meeting is January 17th.
- I will be attending the Joint Board of Fish and Game meeting on January 16th at which time the boards will consider recommendations for a new commissioner.
- Other meetings I am scheduled to attend include the Alaska Marine Science Symposium, Alaska Marine Debris Workshop.

Other

- I am very excited about the results of the Strategic Planning session, and look forward to implementing the new tracks in the upcoming year.
- Eric Volk has offered to introduce me to the ADFG staff he works with for data, so I plan to familiarize myself with that department and the process for requesting data for any current/future needs we may have.



ALEUTIANS EAST BOROUGH

AMUTAN, COLD BAY, FALSE PASS, KING COVE, NELSON LAGOON, SAND POINT

Alaska

Maintenance Director

December Report

Mr. Mayor, and Assembly members,

- Merry Christmas, and a happy New Year!!!
- I went to the Planning session in mid - December, and it was very informational.
- Shoveling snow, and more snow.
- Working on the time frames for the contractors to come to Sand Point, and get the work done.
- Repaired roof trim boards and metal that had blown off in the storm, put everything back to near normal
- I have also been sitting in on these Fishermen meetings as well. Hoping for a good outcome.



SERRC CMMS

AEBSD: Work Order Summary (Monthly Report)
 Excludes cancelled work orders and denied requests. May include crime and nature work orders.
 Sent: 1/1/2019 8:00 AM



Compare Completed to All Initiated
 Current Value: 80.1676 %
 Target: 95% Variance: 14.8324



Percent Scheduled/PM WOs
 Current Value: 92 %
 Target: 70% Variance: -22



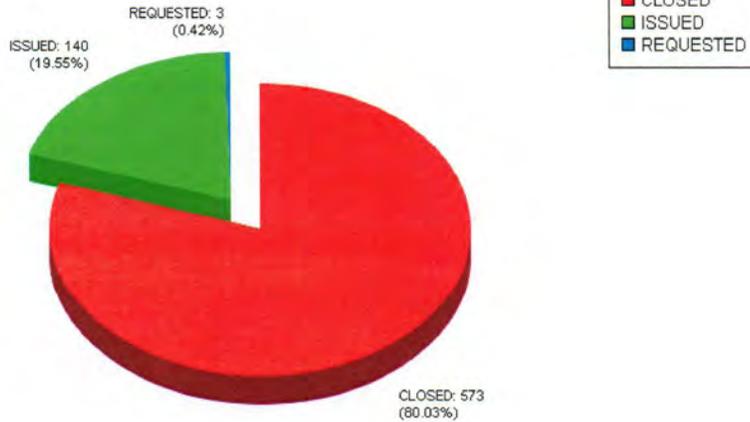
Percent Scheduled/PM Hours
 Current Value: 57 %
 Target: 70% Variance: 13

Report Criteria

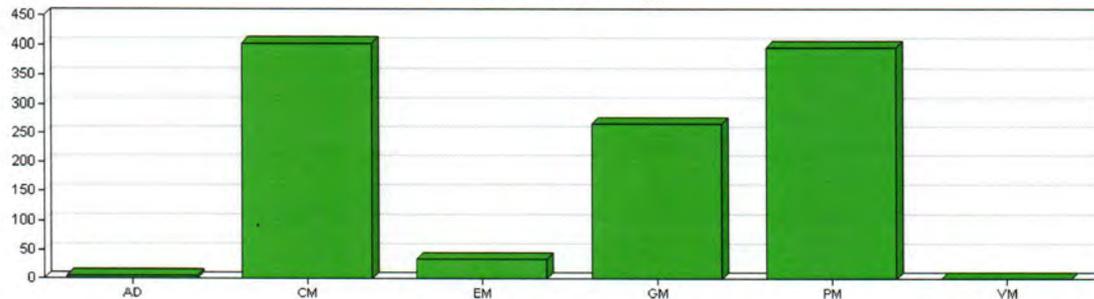
- Repair Center is **Aleutians East**
- Target Date is between '1/1/2018' AND '1/1/2019'

Month	Initiated	Completed	Remaining	Labor Hours
Aleutians East Borough School District				
2018-02	2	2	0	4.42
2018-03	52	52	0	20.67
2018-04	77	75	2	8.17
2018-05	138	136	2	169.94
2018-06	22	22	0	73
2018-07	25	24	1	322.747
2018-08	90	71	19	81.37
2018-09	73	56	17	62.3
2018-10	78	59	19	71.25
2018-11	101	65	36	272.35
2018-12	58	12	46	16.75
Grand Total (11 Records):	716	574	142	1102.97

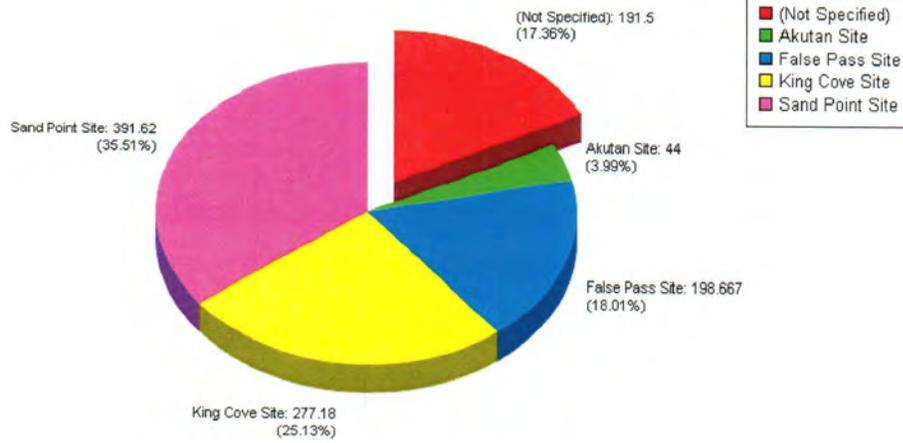
Work Order Status



Labor Hours by WO Type



Labor Hours by Site



To: The Honorable Alvin Osterback
The Aleutians East Borough Assembly
Anne Bailey, Borough Administrator

From: Brad Gilman & Sebastian O’Kelly

Re: Washington Update

Date: December 18, 2018

1. FY 2019 Appropriations: Congress has enacted 5 of the 12 appropriations bills for Fiscal Year 2019. Agencies and programs under the remaining 7 bills will be funded until December 21 under another short-term Continuing Resolution. Passage of these bills is wrapped up in immigration reform debates and Congress and the President reaching agreement on a funding amount for construction of a border wall between the U.S. and Mexico.

2. Mid-Term Congressional Elections – The November elections once again demonstrated America’s preference for divided government, particular during mid-term years, flipping control of the House of Representatives from Republican to Democratic while keeping the Senate in Republican hands. Since 1980, one party control of the Presidency, House and Senate has occurred in only 8 of 38 years.

- **House of Representatives:** The Democrats have gained 40 seats so far, 17 more than was needed to gain control of the House. The current ratio is 235-199, with 1 race not yet declared and subject to an investigation of alleged voter fraud. The Democrats’ margin of control will be nearly identical to the Republican margin in this Congressional session. Most of the Democratic gains occurred in suburban swing districts on the edge of major cities like Chicago, Los Angeles, Dallas, Houston, Miami, and Philadelphia and included strong support from women. In Alaska, Rep. Young won re-election by 7 percentage points. He has declared that he will run again in 2020.
- **Senate:** The Republicans netted a 2 seat gain, increasing their majority to 53-47. They won 4 seats previously held by Democrats -- Missouri, Florida, Indiana, and North Dakota – but lost 2 races – Nevada and Arizona. The discrepancy behind Republican success in the Senate versus the House can be explained by the large number of states with incumbent Democratic Senators up for re-election that favored President Trump in 2016. In Alaska, neither Senator Murkowski nor Senator Sullivan was on the ballot. Senator Sullivan is up for re-election in 2020.

3. Coast Guard Reauthorization Act: The Coast Guard Reauthorization Act has been enacted. The following is contained within the bill:

- The bill permanently repeals the EPA Clean Water Act rule governing incidental discharges from all commercial fishing vessels, and small workboats and passenger vessels under 79 feet.

- The bill establishes a national program for regulating ballast water releases in the marine environment. EPA is charged as the lead federal agency for developing the regulatory structure; the Coast Guard will be tasked with enforcing the regulations. Fishing industry vessels are not exempt from any future ballast water regulatory regime. We will be monitoring the ballast water regulatory process closely in the coming months.
- The Amendment 80 harvesting vessel *AMERICA'S FINEST* has received waivers from the Jones Act and the Fishery Endorsement provision to operate in the domestic fisheries. The Fishermen's Finest fleet of Amendment 80 vessels will be subject to statutory sideboards in the Bering Sea and Gulf of Alaska for six years from the date of enactment.
- The Coast Guard will be required to develop a report to Congress describing the status of the agency's efforts to implement the United States Coast Guard Arctic Strategy. This will include an analysis of the sufficiency of the distribution of the cutter fleet in Alaskan ports in meeting strategic objectives. The cutter fleet includes the National Security Cutters, the Offshore Patrol Cutters, and the Fast Response Cutters.

4. Infrastructure: Infrastructure is one of the issues that both Democrats and Republicans have identified for bipartisan cooperation in the next Congress. The Trump Administration is expected to make it a higher priority as well. An infrastructure package is likely to include traditional reauthorization of Federal highway and surface transportation programs, but may also be extended to other infrastructure, including ports, harbors and broadband. In the last Congress, the Administration unveiled a proposal that focused heavily on tax credits and other incentives to spur greater private sector investment in public infrastructure. Democrats support some level of private sector incentives but not as a replacement for greater investment in traditional Federal transportation formula programs. There are a number of issues yet to be determined, including the amount of investment and how it will be "paid for" in terms of revenue raisers such as an increase in the Federal gas tax. Democrats favor such an increase while Republicans are more reticent, although the President has publicly raised a gas tax increase as worth considering. Another issue to be determined is whether the package would include earmarks.

5. Earmark Update: The House Democratic Leadership has posed restoration of earmarks as a matter for consideration in the new Congress. Rep. Steny Hoyer (D-MD), the number two Democrat in the House, Rep. Nita Lowey (D-NY), the future Chairman of the House Appropriations Committee, and Rep. Peter Defazio (D-OR), the incoming Chairman of the House Transportation & Infrastructure Committee, are all on record in support of bringing earmarks back. There is also support from some House Republicans, notably Rep. Don Young. If the House moves to restore earmarks, the Senate is likely to follow suit. Both Senators Murkowski and Sullivan support a return to earmarks for state and local infrastructure projects.

6. TUSTAMENA Replacement Vessel: The Alaska Marine Highway System's vessel replacement program for the TUSTAMENA has been delayed pending approval of waivers from the Buy America Act. Since the AMHS received the majority of the funding from Federal sources for the replacement vessel, the Buy America Act is applicable and the materials, equipment, and components of the ship must be manufactured in the U.S. unless there is no domestic source available. A waiver from the Act is required for each item that cannot be obtained from U.S. sources. The Trump Administration has stiffened the process for obtain Buy

America Act waivers. AMHS has been working with U.S. DOT officials to narrow its Buy America Act waiver application so that the ship can go out to bid.

7. New Trade Negotiations: The Trump Administration has provided a 90-day notice to Congress of its intent to begin bilateral trade negotiations with Japan, the United Kingdom, and the European Union. There are tariff and non-tariff barriers in each that adversely impact Alaskan fish exports. Under the Trade Promotion Authority, the Trump Administration must publish detailed negotiating objectives at least 30 days prior to the initiation of the trade talks. Separately, President Trump and Chinese President Xi Jinping have announced a “truce” in the U.S.-China trade dispute pending further negotiations over the next 90 days. We expect the Alaska Congressional Delegation to push the U.S. Trade Representative to add tariff and quota elimination for U.S. fish products to the list of objectives to be accomplished in all these trade discussions.

8. Payment In Lieu Of Taxes (PILT): Both the House and Senate Interior Appropriations Bills include full funding for PILT for FY 2019 and are in conference. Separately, Rep. Greg Gianforte (R-MT) is working on a draft PILT reauthorization bill that would make adjustments in the PILT formula to increase payments to small population recipients (<5,000) but would be paid for by an overall increase in PILT funds rather than by reducing larger county payments. The Aleutians East Borough would see a significant increase in its PILT payment under this proposal. The bill is unlikely to move this year. Lastly, regarding the PILT underpayment lawsuit, 96% of eligible counties/boroughs/municipalities opted in (including all of Alaska) and a judgment for \$17.2 million has been entered with the Court. The plaintiffs await a decision on the award of attorney fees or possible appeal by the Department of Interior (appeal deadline is January 15) before the award of payments can be made, likely in early spring if there is no appeal.

9. Fisheries & Oceans:

- **Pink Salmon Disaster Relief:** After a short public comment period, the State of Alaska has submitted a final plan for distribution of the \$56 million allocated for the 2016 pink salmon disaster. The plan is currently under review by NOAA and then must be approved by the Office of Management and Budget. The Pacific States Marine Fisheries Commission will serve as the fiscal agent processing relief applications and cutting checks. We anticipate final Federal approval of the plan by the end of the month or in January.
- **Magnuson-Stevens Act (MSA) Reauthorization:** As noted in previous reports, the House has passed legislation (HR 200) to reauthorize the MSA. Senator Sullivan’s staff has recently circulated a draft Senate version, with highlights set out below. We do not see a bill being enacted this year. The draft includes definitional clarifications; changes to the financial conflict of interest rules for the Regional Fishery Management Councils; changes to the harvest quota requirements for ecosystem component species and short-lived species; flexibility to set harvest quotas over multiple years; greater consideration for economic, social, and ecological factors in establishing harvest quotas; elimination of the mandatory 10 year rebuilding requirement for overfished fisheries in favor of a more flexible approach; a requirement for a streamlining review of the overlapping NEPA and

MSA evaluations of fishery management plan amendments; a requirement to modernize and streamline NOAA's fisheries data system; requirements for electronic monitoring going forward; allowance for greater State involvement in fishery data collection, including grant funding to States to enhance recreational data collection; the creation of a National Sea Grant funding program to help train and retain young commercial fishermen; a requirement to assess the impacts on fishery-dependent communities before Limited Access Privilege Programs are approved; and authorization for the Secretary of Commerce to apply revenues to fines and fees from fisheries enforcement actions to improving stock assessments. The bill does not include the provision clarifying that the MSA process supersedes the Marine Sanctuaries Act, the Antiquities Act, and the ESA in the regulation of fishing activity in Federal waters. The proposal also has certain Alaska specific provisions:

- An old provision of the MSA allowing the State of Alaska to manage non-Alaskan vessels operating in federal fisheries without a Fishery Management Plan would be re-activated.
 - A 10% set-aside of any future allocation of harvest quota in the Arctic region (currently subject to an indefinite fishing moratorium) is mandated for a community development quota for coastal villages located within 50 nautical miles from the baseline from which the breadth of the territorial sea is measured north and east of the Bering Strait.
 - Deadlines are established for the Secretary of Commerce to make Fishery Resource Disaster determinations.
 - Allows the State of Alaska to develop a fishery management plan inside of Glacier Bay, including the transfer of a lifetime access permit to commercial fish in such waters at any time, to an immediate family member of a valid permit holder.
 - Existing law is amended to require the reallocation of pollock quota controlled by the Aleut Corporation in the Aleutian Island sub-region of the Bering Sea to be harvested in the Eastern Bering Sea sub-region.
 - A provision is included to require Pacific cod harvested in the Aleutian Island sub-region to be delivered to shoreplants in either Adak or Atka.
 - The North Pacific Fishery Management Council is given authority to assess halibut charter vessel operators fees in Regulatory Areas 2C and 3A. The fees would be used to fund the Recreational Quota Entity program, halibut conservation and research, and other activities promoting the halibut resource.
- **Aquaculture:** Representative Steven Palazzo (R-MS) has introduced H.R. 6966, legislation designed to promote industrial aquaculture operations in federal waters. The primary purpose of the legislation is to provide a streamlined permitting process for

approving aquaculture operations. A Louisiana federal court has already ruled that the Magnuson-Stevens Act does not give the National Marine Fisheries Service authority to permit commercial aquaculture operations in federal waters. This is a companion bill to one introduced earlier by Senator Roger Wicker (R-MS). In a separate action, the NOAA Sea Grant program awarded \$11 million for 22 projects to advance the development of marine and coastal aquaculture in the U.S. The grants are intended to support the development of new systems and technologies; developing methods of communicating information about the benefits and risks of U.S. marine aquaculture to the public; and increasing the resiliency of aquaculture systems to natural hazards.

- **USDA Pollock Purchase:** The U.S. Department of Agriculture has partially approved an Alaska Seafood Marketing Institute application for the purchase of Wild Alaska Pollock as part of the Section 32 Program. ASMI had originally requested the USDA purchase \$100 million worth of Wild Alaska Pollock, but the Department settled on \$30 million in purchases. The approval was made in recognition of the impact of the retaliatory import tariffs imposed by the Chinese on Wild Alaska Pollock. The two Alaska Senators weighed in with USDA in support of the ASMI application.
- **Alaska Salmon Hearing:** On October 20, Senator Dan Sullivan held a Senate Commerce Committee field hearing on issues relating to the conservation and management of Alaska salmon stocks. Testimony explained the overlapping relationship between Federal and State regulatory authorities and the efforts being made by the regulators to coordinate science and management. Testimony highlighted scientific concerns over the impact of the 2014-16 warm water phenomenon in the Gulf of Alaska (e.g. the “Blob”) on poor salmon recruitment; significant ocean predation by salmon sharks; competition with hatchery-produced fish; changes in food web dynamics; and impacts of invasive species such as Elodea and pike in the river systems of Southcentral Alaska. There were also calls from Western Alaska groups for greater co-management between Tribes and Federal and State authorities, with greater consideration of traditional knowledge. Testimony also described the success of data gathering programs in Western Alaska using local residents.
- **Marine Mammal/Fishery Interactions List:** NMFS has issued a proposed rule for public comment revised its list of commercial fisheries for 2019 that will be covered under Marine Mammal Protection Act restrictions for impacts on marine mammals. Fisheries are listed under Categories I, II, or III, with fishing restrictions, permitting, observer and reporting requirements highest in Category I and lowest or not applicable in Category III. For Alaska, there are no proposed changes in terms of moving a fishery into a different category and therefore subjecting it to increased oversight and regulation. There are currently no Category I fisheries in Alaska. A number of Category II and III fisheries will have to report and account for gear interactions on several new marine mammal species (other fisheries in these categories are already accounting for these species and will continue to have to do so). This includes humpback, bowhead, sperm, beluga and killer whales; Western stock of Steller sea lions; and harbor, bearded, spotted and northern fur seals.

- Marine Mammal Protection Act Amendments:** The House Committee on Natural Resources has reported H.R. 3133, legislation to amend the Marine Mammal Protection Act of 1972 to reduce current permitting requirements. Both the MMPA and the Endangered Species Act employ the concept of “take” to refer to prohibited activities. “Take” includes harassment of marine mammals. “Level A” harassment is directed at activities which could injure a marine mammal while “Level B” includes harassment with the potential to disturb a marine mammal. Entities must seek permits (“Incidental Harassment Authorizations or “IHAs”) to engage in activities determined by the National Marine Fisheries Service to lead to Level A or Level B harassment. The bill would reduce the standards for evaluating harm and curtail mitigation measures imposed through the issuance of IHAs. The legislation was reported on a partisan vote, with the Minority filing dissenting views. This has been an issue in a number of Alaskan port communities, where pile driving for new float systems was delayed pending the issuance of an IHA.
- Sea Lion Lethal Take Approval:** The National Marine Fisheries Service has approved an application submitted by the Oregon Department of Fish and Wildlife under the Marine Mammal Protection Act to lethally remove California sea lions present at the Willamette Falls in order to protect endangered returning runs of winter steelhead and spring Chinook. Oregon submitted results of internal analyses showing that the high level of predation by California sea lions on winter run steelhead increased the probability of extinction by roughly 90%, and increased the extinction risk on Chinook by 10-15%. The estimated population of California sea lions, in contrast, was 296,750 animals in 2016. Legislation was recently enacted which authorizes the lethal take of endangered Steller sea lions harming endangered steelhead and salmon populations in the Columbia and Willamette Rivers in the Pacific Northwest.
- Aleutian Island EFP:** The Aleut Corporation has submitted an application to the National Marine Fisheries Service for an exempted fishing permit (“EFP”) to test methods to minimize bycatch of Pacific ocean perch (“POP”) in the Aleutian Islands pollock fishery. The proposed objective of the EFP is to develop an economically viable AI pollock fishery under current POP abundance levels. Testing will be conducted in the fishery’s winter “A” season in 2019 and 2020.
- Fisheries-Based Climate Change Lawsuit:** The Pacific Coast Federation of Fishermen’s Associations (“PCFFA”) has sued multiple oil companies under California law over the alleged economic damages caused by carbon dioxide emissions. PCFFA has alleged in the lawsuit that the ocean warming trend in the Eastern Pacific has been caused by fossil fuel-related CO2 emissions. The Association has asserted that the warming has triggered a pattern of toxic algal blooms, forcing closures to West Coast Dungeness crab fisheries.
- Recreational Fisheries:** On December 17, the Senate passed S. 1520, the *Modernizing Recreational Fisheries Management Act of 2018*. The legislation requires a study on the allocation of fishing privileges in the South Atlantic and Gulf of Mexico; reaffirms that the Regional Fishery Management Councils can use a combination of extraction rates, fishery mortality rates, and harvest control rules to regulate recreational fisheries;

requires the National Academy of Sciences to conduct an impacts study of Limited Access Privilege Programs (e.g. IFQs and other catch history allocation programs) in all regions of the country except the North Pacific and the Pacific; and requires a report to Congress on recommendations to improve cooperative data and stock surveys with respect to recreational data collection. The measure is currently pending in the House of Representatives.

10. Miscellaneous

- **Alaska Native Veterans:** The Senate Energy Committee has reported S. 785, legislation providing for the allotment of a parcel of federal land to Alaska Native Veterans. The bill was sponsored by Senator Lisa Murkowski and co-sponsored by Senator Dan Sullivan.
- **Readiness Subcommittee:** Senator Dan Sullivan has been named to be the Chairman of the Readiness Subcommittee of the Senate Armed Services Committee. This subcommittee oversees all the military branches with respect to their capability to fulfill mission requirements. He replaces Senator James Inhofe (R-OK), who has become the Chairman of the Senate Armed Services Committee with the passing of John McCain.
- **Opioid Response Legislation/Grants:** The President has signed into law the SUPPORT for Patients and Communities Act. The legislation directs funds to federal agencies and states to make addiction treatment a priority. The law also sets in place policies to prevent over-prescription, train law enforcement officials to intercept opioid shipment, and target the drug fentanyl at U.S. borders. The bill passed with an overwhelming bipartisan majority in both the House and Senate. All three Members of the Alaska Delegation were strong supporters of the initiative. The Department of Health and Human Services has awarded Alaska \$10.4 million in opioid grant funding. The State of Alaska is receiving \$4 million for its emergency response program. The remainder is distributed to 24 community health care centers around Alaska.
- **Pre-Existing Conditions Legislation:** Senator Murkowski has joined eight other Republican Senators in introducing the Ensuring Cover for Patients with Pre-Existing Conditions Act. The bill is in response to the uncertainty created by the lawsuit *Texas v. United States*. The State of Texas is challenging whether protections for patients with pre-existing conditions are mandatory under federal law. The Federal Court recently ruled that the Affordable Care Act is unconstitutional. This issue is likely headed to the Supreme Court.
- **EPA “Water Of The U.S. (WOTUS)” Rule** – The Trump Administration has announced that the EPA and the Army Corps will issue a new proposed rule implementing the WOTUS rule after earlier withdrawing the rule issued during the Obama Administration. The rule is expected to be narrower in scope in terms of subjecting certain waterways that are smaller or temporary in nature to the full Clean Water Act permitting process. Environmental groups are gearing up to oppose it. The proposed rule will be open for public notice and comment before a final rule is issued.

Assembly Comments

Public Comments

Date & Location of Next Meeting

Adjournment