

Aleutians East Borough Minutes
May 13, 2014

CALL TO ORDER

Mayor Mack called the Assembly meeting to order on May 13, 2014 at 3:00 p.m. by teleconference in each community.

ROLL CALL

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

Advisory Members:

Nikki Hoblet, False Pass	Present
Harold Kremer III, Cold Bay	Present
Justine Gundersen, Nelson Lagoon	Present

A quorum was present.

Staff Present:

- Rick Gifford, Administrator
- Ernie Weiss, Resource Director
- Roxann Newman, Finance Director
- Tina Anderson, Clerk
- Laura Tanis, Communications

Agenda Additions:

Consent Agenda: Resolution 14-20, Adopting participation in the AMLJIA FY2015 Loss Control Incentive Program.

Executive Session moved after public comments

Adoption of Agenda:

MOTION

Carol moved to approve with the agenda changes and second by Brenda. Hearing no objection the agenda is approved.

Minutes, April 24, 2014:

MOTION

Brenda moved to approve the April 24, 2014 Minutes and second by Ken. Hearing no objections the Minutes are approved as presented.

Financial Report, April, 2014:

MOTION

Brenda moved to approve the April Financial Report and second by Ken.

DISCUSSION None

ROLL CALL

Brenda-yes, Marvin-yes, Carol-yes, Alvin-yes, Ken-yes, Paul-yes. Advisory: Nikki-yes, Justine-yes, Harold-yes. **MOTION PASSED.**

CONSENT AGENDA

- Resolution 14-18, M/V Tustumena Replacement Program.
- Resolution 14-19, Honoring Eric Olson's years of service as Chairman on the North Pacific Fisheries Management Council.
- Resolution 14-20, Adopting participation in the AMLJIA FY2015 Loss Control Incentive Program.

MOTION

Ken moved to adopt the Consent Agenda and second by Brenda.

ROLL CALL

Paul-yes, Ken-yes, Alvin-yes, Carol-yes, Brenda-yes, Marvin-yes. Advisory: Justine-yes, Nikki-yes, Harold-yes. **MOTION PASSED.**

PUBLIC HEARINGS

Public Hearing Ordinance 14-07, Amending the FY14 budget:

MOTION

Brenda moved to approve Ordinance 14-07 and second by Ken.

AMENDMENT

Paul moved to amend to include \$58,522 to Aleutia, \$50,000 to City of False Pass dock repair project, and increasing the donation line item by \$10,250. Second by Ken.

DISCUSSION

Paul said at the last meeting we discussed False Pass dock repairs, the city of False Pass already spent money on the material and need funding for labor; the Aleutia fish tax item, which we thought was already in the budget; and a donation line item increase. He said the King Cove drug dog donation request he believes is important and feels everyone wants to tackle the drug problem in the Borough and this is one way to do that.

ROLL CALL ON AMENDMENT

Carol-yes, Marvin-yes, Ken-yes, Brenda-yes, Paul-yes, Alvin-yes. Advisory: Justine-yes, Harold-yes, Nikki-yes. MOTION PASSED.

Mayor Mack opened for Public Hearing. Hearing none Public Hearing closed.

ROLL CALL ON MAIN MOTION

Paul-yes, Brenda-yes, Carol-yes, Ken-yes, Alvin-yes, Marvin-yes. Advisory: Harold-yes, Nikki-yes, Justine-yes. MOTION PASSED.

Public Hearing Ordinance 14-08, Adopting the FY15 budget:

MOTION

Brenda moved to approve Ordinance 14-08 and second by Alvin.

DISCUSSION

Paul said in the workshop we discussed two items, increasing the Resource Dept. budget by \$50,000 to cover meeting costs, which was in the present FY14 budget; and the additional School District contribution request. He requested a recommendation from Administration. The Administrator said in the School District FY15 proposed budget AEB contribution is \$800,000, which is what we have in our proposed budget. School District is requesting an additional \$468,000. So, based on the School District proposed budget, they would have net revenue of \$300,004. If the AEB contributes \$800,000 plus an additional \$168,000, the School District would have a balanced budget.

AMENDMENT

Paul moved to amend Ordinance 14-08 to include an additional \$50,000 for the Resource Dept. and an additional \$168,000 to the School District. Second by Ken.

Mayor Mack opened for Public Hearing. Hearing none Public Hearing closed.

ROLL CALL ON MAIN MOTION

Ken-yes, Alvin-yes, Marvin-yes, Brenda-yes, Carol-yes, Paul-yes. Advisory: Justine-yes, Nikki-yes, Harold-yes. MOTION PASSED.

OLD BUSINESS None

NEW BUSINESS

Donation Requests:

Paul requested that the Mayor and Administrator divide the donation requests to meet the funding available and report the breakdown at the next meeting. There were no objections to the directive.

REPORTS AND UPDATES

Reports are in the packet.

Administrator reviewed the projects below saying some completed projects have ongoing issues.

- False Pass boat harbor: There is a claim by Kelly Ryan Construction. AEB attorney, Joe Levesque, said it will go before the Armed Services Board, which will happen June 23 so will know more then.
- King Cove School leak issue: We are still in the process of working our claim against the contractor and the architect, but ultimately will need to determine what the repair costs are going to be to fix the leaking issues.
- Akutan harbor: Project is completed, Corps of Engineers takes 2-3 years before they finalize it and bill AEB for the second 10%. AEB will need to work on how to fund that 10%.
- Akutan harbor floats project: Only received \$300,000 out of the \$3.1M request to the State. So, we have \$2-3.4M to figure out what we can do with that amount of money. Hope to go out to bid this fall for next summer. If we don't start construction next summer, we will lose the \$1M EDA grant for the project.
- King Cove Access project: Should finalize the road to the NE Corner this summer and will continue to work towards the additional part of the road. Have a \$2M state grant for road project with \$1.9M left.
- Nelson Lagoon erosion issue: Met with contractor, HDR to discuss some of the options to fix the erosion issues. Submitted Disaster Declaration to Homeland Security, Division of Emergency Services. It is a fine line as to whether erosion meets the definition of a disaster since disaster hasn't happened yet. So, may not get funding directly out of the disaster funds but may get help with solutions.
- Akun breakwater: Dept. of Transportation is doing some preliminary engineering to help determine how much is needed to go forward with that project. Also requested assistance from the Corps of Engineers.
- Cold Bay clinic: To construct a new clinic the estimated cost is \$5M, the AEB appropriated \$500,000. Have sent out funding requests to the state and federal entities located in Cold Bay as well as processors that utilize the clinic. A request also went to APICDA although unknown whether they will assist or not at this time.
- Cold Bay dock repairs: Have \$1.4M. Project is on hold. Includes \$386,442 federal highway funds, \$96,000 from AEB and Cold Bay, and \$968,000 from State. Construction might happen next summer.

- Cold Bay airport apron taxiway: AEB contributed \$225,000 and received a \$2M legislative grant. Project is estimated at \$3M. DOT combining that with some other construction projects and is currently scheduled for FY16, but hopefully will be moved up to FY15.
- King Cove harbor breakwater fix: Requested the Corps of Engineers to look at.
- Sand Point harbor floats: Unable to find funding. Cost estimate that was done for float "A" in 2011 was \$5.5M and can possibly apply for state harbor facility grant for next year if this project moves forward.
- Nelson Lagoon dock repairs: No funding identified for that project so on hold.
- False Pass harbor house: No funding identified for that project so on hold.
- Sand Point road paving project: City of Sand Point requested whether the AEB would like to pave the section of road toward AEB office costing \$120,000. Has not done anything with this project at this time.
- False Pass dock repair: Community request \$50,000 toward the labor which was approved by Assembly out of the FY14 budget.
- King Cove waterfall project: Still have a request submitted from City of King Cove for \$500,000.
- Akun/Akutan link: No numbers for April helicopter operation, however, Trident moved around 700 people by helicopter.

Alvin said it might be a while before a paving company is out again and suggested keeping in touch with City of Sand Point paving project and whether culverts can be put in that stretch of road near AEB building for better drainage.. The Administrator said if the Assembly wants he will follow up with City of Sand Point Administrator, Andy Varner, and see if we can't get a better number.

ASSEMBLY COMMENTS

NONE

PUBLIC COMMENTS

City of King Cove Mayor, Henry Mack, said on behalf of the city thanked the Administration and Assembly in supporting King Cove's request for a tool (drug dog) that will work diligently to make life safer for our young people, grandparents and parents and to bring our families back together because of a disease that is affecting our Borough.

