

Aleutians East Borough Assembly Meeting

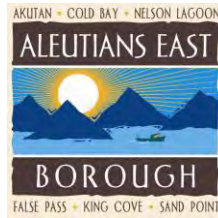


Workshop: Thursday, May 11, 2017 – 1:00 p.m.

Meeting: Thursday, May 11, 2017 – 3:00 p.m.

Roll Call & Establishment of a Quorum

Adoption of Agenda



Agenda

Assembly Meeting

(packet available on website www.aleutianseast.org)

Date: Thursday, May 11, 2017

Time: Workshop: 1:00 p.m. Meeting: 3:00 p.m.

Location: By teleconference in each designated community location below:

King Cove AEB office

Sand Point – AEB office

Nelson Lagoon Corp.

False Pass-city office

Akutan -city office

Cold Bay-city library

Anchorage office – 3380 C St.

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

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. Minutes.
 - April 20, 2017 Assembly Meeting Minutes.
5. Financial Reports.
 - April, Financial Report.
6. Consent Agenda
 - Resolution 17-22, Assembly in support of continued salmon fishery management by the State of Alaska in state-waters and in three traditional net fishing areas.
 - Resolution 17-23, Assembly in support of the continuation of the Essential Air Service Program.
 - Resolution 17-24, Assembly in support of extending the M/V Kennicott's trip to Kodiak out to the Aleutian Chain while the Tustumena ferry undergoes repairs.
7. Public Hearings
 - Ordinance 17-05, adopting the operating and capital budget for FY18.
8. Ordinances.

9. Resolutions.
10. Old Business.
11. New Business
 - Donation Requests.
 - Administrator Contract Approval.
 - Discussion of Planning Session.
12. Reports and Updates.
13. Assembly Comments.
14. Public Comments.
15. Next Meeting Date.
16. Adjournment.

Community Roll Call & Public Comment on Agenda Items

Minutes

CALL TO ORDER

Mayor Mack called the Regular Assembly meeting to order at the Anchorage office and by teleconference on April 20, 2017 at 3:00 p.m.

ROLL CALL

Mayor Stanley Mack	Present
Chris Babcock	Present
Carol Foster	Present
Warren Wilson	Present
Alvin D. Osterback	Present
Ken McHugh	Present
Paul Gronholdt	Present
Brenda Wilson	Present

Advisory Members:

Chris Emrich, False Pass	Present
Angela Simpson, Cold Bay	Present-left early
Justine Gundersen, Nelson Lagoon	Absent

A quorum was present.

Staff Present:

Rick Gifford, Administrator
Roxann Newman, Finance Director
Tina Anderson, Clerk
Anne Bailey, Administrator Assistant
Laura Tanis, Communications Director
Ernie Weiss, Resource Director
Charlotte Levy, Administrative Assistant
Don Eubank, Maintenance Director

Adoption of the Agenda:

MOTION

Chris B. moved to approve the agenda as presented and second by Ken. Hearing no objections, agenda is APPROVED.

Community Roll Call and Public Comments on Agenda Items:

The communities of False Pass, King Cove, Sand Point and the Anchorage office were participating by teleconference. There were no public comments.

March 1, 2017 Assembly Meeting Minutes:

MOTION

Ken moved to approve the March 1, 2017 Minutes and second by Brenda. Hearing no objection MOTION APPROVED.

Financial Reports, February, March, 2017:

MOTION

Warren moved to accept the February and March Financial Reports and second by Brenda.

ROLL CALL

Ken-yes, Chris B.-yes, Alvin-yes, Warren-yes, Paul-yes, Carol-yes, Brenda-yes. Advisory: Chris E.-yes., Angela-yes. MOTION PASSED.

Investment Reports, February, March, 2017:

In packet.

Consent Agenda

- Resolution 17-20, Recognizing Rick Gifford for his dedicated service to the Aleutians East Borough and citizens of the Aleutians East Borough communities.
- Resolution 17-21, approving certain unincorporated communities and their respective native village council and/or unincorporated nonprofit entity for participation in the FY18 Community Assistance Program.

MOTION

Paul moved to approve the Consent Agenda and second by Ken.

ROLL CALL

Warren-yes, Alvin-yes, Brenda-yes, Chris- B.-yes, Paul G.-yes, Carol-yes, Ken-yes. Advisory: Chris E.-yes. MOTION PASSED.

ORDINANCES

Introduction Ordinance 17-05, adopting the operating and capital budget for FY18:

MOTION

Warren moved to accept Ordinance 17-05 and set for Public Hearing. Second by Ken.

ROLL CALL

Carol-yes, Paul-yes, Warren-yes, Ken-yes, Chris-yes, Brenda-yes, Alvin-yes. Advisory: Chris E.-yes. MOTION PASSED.

Introduction Ordinance 17-06, enacting Borough Code Section 4.12.070: Prohibitions:

MOTION

Paul moved to accept Ordinance 17-06 and set for Public Hearing. Second by Alvin.

DISCUSSION

Paul commented that Ordinance 17-06 is one way to define what is allowed and not allowed in the Borough. If Assembly has different ideas, he suggested the Assembly review those also. He felt the ordinance warrants a good discussion.

Alvin supports Ordinance 17-06 be moved to a second hearing. He commented that the concerns residents have raised should be looked at, in regards to what is right and ethical. He also recommended discussing other ideas different from what is on the introduced ordinance. He added that there are things we can look at to make the public and other Assembly members feel more comfortable as to who sits on the Assembly and other boards.

There was no further discussion.

ROLL CALL

Paul-yes, Brenda-no, Carol-yes, Ken-no, Chris B.-no, Warren-no, Alvin-yes. Advisory: Chris E.-no. MOTION FAILED.

NEW BUSINESS

Donation Request-F/V Destination:

Mayor Mack said an Assembly Member requested a donation be made to the families of the F/V Destination crew lost at sea. He asked whether the Assembly wishes it be taken out of the donation fund or miscellaneous fund.

MOTION

Alvin moved to contribute \$2,500 to the F/V Destination Fund from the miscellaneous fund and second by Warren.

AMENDMENT

Ken moved to amend to increase the donation amount to \$3,000. Second by Warren.

ROLL CALL ON AMENDMENT

Chris B.-yes, Paul-yes, Brenda-yes, Carol-yes, Warren-yes, Alvin-yes, Ken-yes. Advisory: Chris E.-yes. AMENDMENT PASSED.

ROLL CALL ON MAIN MOTION

Carol-yes, Alvin-yes, Warren-yes, Ken-yes, Paul-yes, Brenda-yes, Chris B.-yes. Advisory: Chris E.-yes. MOTION PASSED.

REPORTS AND UPDATES

Administrator Position:

Mayor Mack said after reviewing the Administrator applications, they interviewed two candidates. After consideration, Mayor Mack appointed Anne Bailey to fill the Administrator position. A contract will be before the Assembly at the next Assembly meeting for confirmation.

The United Cook Inlet Drift Association (UCIDA) lawsuit:

Resource Director, Ernie Weiss, said in the UCIDA lawsuit against NMFS in regards to the management of the three areas, there is no risk of losing state management during this salmon season. AEB is following case, comment period ends May 1 and AEB will submit an Amicus Brief. Concerned Area M Fishermen will also be following the lawsuit.

State of Alaska Marine Transportation Advisory Board Vacancy: if anyone is interested in serving on the board, let Mayor Mack know. At this time, Sand Point resident, Amy Eubank, has submitted her name to be considered.

ASSEMBLY COMMENTS None

PUBLIC COMMENTS None

NEXT MEETING DATE

The next meeting is May 11, 2017.

ADJOURNMENT

Ken moved to adjourn and second by Alvin. Hearing no more the meeting adjourned at 3:40 p.m.

Mayor

Clerk

Date: _____

Financial Report

ALEUTIANS EAST BOROUGH

*Revenue Guideline©

05/02/17 2:56 PM

Page 1

Current Period: APRIL 16-17

		16-17 YTD Budget	16-17 YTD Amt	APRIL MTD Amt	16-17 YTD Balance	% of YTD Budget
Fund 01 GENERAL FUND						
Active	R 01-201 INTEREST REVENUE	\$35,000.00	\$2,889.53	\$0.00	\$32,110.47	8.26%
Active	R 01-203 OTHER REVENUE	\$35,000.00	\$48,457.44	\$1,900.00	-\$13,457.44	138.45%
Active	R 01-206 AEBSD Fund Balance Refun	\$0.00	\$307,065.00	\$0.00	-\$307,065.00	0.00%
Active	R 01-218 AEB RAW FISH TAX	\$3,200,779.00	\$3,699,515.71	\$557,999.08	-\$498,736.71	115.58%
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	\$2,067,181.00	\$1,606,522.61	\$0.00	\$460,658.39	77.72%
Active	R 01-266 STATE EXTRATERRITORIA	\$101,299.00	\$217,008.03	\$217,008.03	-\$115,709.03	214.23%
Active	R 01-267 STATE FISH LANDING TAX	\$35,218.00	\$35,222.13	\$0.00	-\$4.13	100.01%
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	\$321,526.00	\$258,921.00	\$0.00	\$62,605.00	80.53%
Active	R 01-276 AEB SCHOOL	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 01-277 STATE BOND REBATE	\$1,311,650.00	\$391,550.00	\$30,113.00	\$920,100.00	29.85%
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	\$7,702,909.00	\$6,567,151.45	\$807,020.11	\$1,135,757.55	85.26%

ALEUTIANS EAST BOROUGH

*Expenditure Guideline©

05/02/17 3:02 PM

Page 1

Current Period: APRIL 16-17

		16-17 YTD Budget	16-17 YTD Amt	APRIL MTD Amt	16-17 YTD Balance	% of YTD Budget
Fund 01 GENERAL FUND						
DEPT 100 MAYORS OFFICE						
Active	E 01-100-000-300 SALARIES	\$80,044.00	\$66,703.20	\$6,670.32	\$13,340.80	83.33%
Active	E 01-100-000-350 FRINGE BENEFITS	\$28,592.00	\$29,963.64	\$3,001.56	-\$1,371.64	104.80%
Active	E 01-100-000-400 TRAVEL AND PER	\$36,000.00	\$25,248.63	\$2,504.00	\$10,751.37	70.14%
Active	E 01-100-000-425 TELEPHONE	\$1,500.00	\$1,762.22	\$183.71	-\$262.22	117.48%
Active	E 01-100-000-475 SUPPLIES	\$1,000.00	\$878.77	\$0.00	\$121.23	87.88%
Active	E 01-100-000-554 AK LOBBIST	\$45,000.00	\$35,000.00	\$7,000.00	\$10,000.00	77.78%
Active	E 01-100-000-555 FEDERAL LOBBIS	\$75,600.00	\$63,000.00	\$6,300.00	\$12,600.00	83.33%
	SUBDEPT 000	<u>\$267,736.00</u>	<u>\$222,556.46</u>	<u>\$25,659.59</u>	<u>\$41,679.54</u>	<u>83.13%</u>
	Total DEPT 100 MAYORS OFFICE	\$267,736.00	\$222,556.46	\$25,659.59	\$41,679.54	83.13%
DEPT 105 ASSEMBLY						
Active	E 01-105-000-300 SALARIES	\$25,000.00	\$19,500.00	\$2,400.00	\$5,500.00	78.00%
Active	E 01-105-000-350 FRINGE BENEFITS	\$80,000.00	\$106,118.55	\$10,387.25	-\$26,118.55	132.65%
Active	E 01-105-000-400 TRAVEL AND PER	\$40,000.00	\$50,026.90	\$10,178.00	-\$10,026.90	125.07%
Active	E 01-105-000-475 SUPPLIES	\$3,000.00	\$2,305.38	\$0.00	\$694.62	76.85%
	SUBDEPT 000	<u>\$148,000.00</u>	<u>\$177,950.83</u>	<u>\$22,965.25</u>	<u>-\$29,950.83</u>	<u>120.24%</u>
	Total DEPT 105 ASSEMBLY	\$148,000.00	\$177,950.83	\$22,965.25	-\$29,950.83	120.24%
DEPT 150 PLANNING/CLERKS DEPARMENT						
Active	E 01-150-000-300 SALARIES	\$93,600.00	\$74,687.10	\$7,448.86	\$18,912.90	79.79%
Active	E 01-150-000-350 FRINGE BENEFITS	\$34,306.00	\$32,185.52	\$3,222.03	\$2,120.48	93.82%
Active	E 01-150-000-400 TRAVEL AND PER	\$12,500.00	\$13,554.50	\$1,904.00	-\$1,054.50	108.44%
Active	E 01-150-000-425 TELEPHONE	\$7,500.00	\$4,305.02	\$337.23	\$3,194.98	57.40%
Active	E 01-150-000-450 POSTAGE/SPEED	\$500.00	\$727.20	\$0.00	-\$227.20	145.44%
Active	E 01-150-000-475 SUPPLIES	\$5,000.00	\$2,190.40	\$431.69	\$2,809.60	43.81%
Active	E 01-150-000-526 UTILITIES	\$20,000.00	\$13,937.82	\$1,005.83	\$6,062.18	69.69%
Active	E 01-150-000-530 DUES AND FEES	\$5,000.00	\$4,372.00	\$185.00	\$628.00	87.44%
Active	E 01-150-000-650 ELECTION	\$8,000.00	\$9,313.88	\$0.00	-\$1,313.88	116.42%
	SUBDEPT 000	<u>\$186,406.00</u>	<u>\$155,273.44</u>	<u>\$14,534.64</u>	<u>\$31,132.56</u>	<u>83.30%</u>
	Total DEPT 150 PLANNING/CLERKS DEPARMENT	\$186,406.00	\$155,273.44	\$14,534.64	\$31,132.56	83.30%
DEPT 151 Planning Commission						
Active	E 01-151-000-300 SALARIES	\$10,000.00	\$0.00	\$0.00	\$10,000.00	0.00%
Active	E 01-151-000-350 FRINGE BENEFITS	\$500.00	\$0.00	\$0.00	\$500.00	0.00%
Active	E 01-151-000-380 CONTRACT LABO	\$25,000.00	\$0.00	\$0.00	\$25,000.00	0.00%
Active	E 01-151-000-400 TRAVEL AND PER	\$20,000.00	\$0.00	\$0.00	\$20,000.00	0.00%
Active	E 01-151-000-406 Permitting	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 01-151-000-450 POSTAGE/SPEED	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
	SUBDEPT 000	<u>\$55,500.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$55,500.00</u>	<u>0.00%</u>
	Total DEPT 151 Planning Commission	\$55,500.00	\$0.00	\$0.00	\$55,500.00	0.00%
DEPT 200 ADMINISTRATION						
Active	E 01-200-000-300 SALARIES	\$193,155.00	\$191,184.16	\$35,657.92	\$1,970.84	98.98%
Active	E 01-200-000-350 FRINGE BENEFITS	\$65,798.00	\$85,159.77	\$8,920.25	-\$19,361.77	129.43%
Active	E 01-200-000-380 CONTRACT LABO	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 01-200-000-381 ENGINEERING	\$25,000.00	\$165.00	\$0.00	\$24,835.00	0.66%
Active	E 01-200-000-382 ANCHORAGE OFFI	\$0.00	\$13,066.08	\$125.01	-\$13,066.08	0.00%
Active	E 01-200-000-400 TRAVEL AND PER	\$25,500.00	\$13,135.25	\$0.00	\$12,364.75	51.51%
Active	E 01-200-000-425 TELEPHONE	\$7,100.00	\$4,170.52	\$511.19	\$2,929.48	58.74%
Active	E 01-200-000-450 POSTAGE/SPEED	\$2,500.00	\$207.91	\$0.00	\$2,292.09	8.32%
Active	E 01-200-000-475 SUPPLIES	\$15,000.00	\$7,619.61	\$1,090.19	\$7,380.39	50.80%
Active	E 01-200-000-525 RENTAL/LEASE	\$23,404.00	\$18,917.00	\$2,107.21	\$4,487.00	80.83%
Active	E 01-200-000-530 DUES AND FEES	\$2,500.00	\$2,397.00	\$0.00	\$103.00	95.88%

ALEUTIANS EAST BOROUGH

*Expenditure Guideline©

05/02/17 3:02 PM

Page 2

Current Period: APRIL 16-17

		16-17 YTD Budget	16-17 YTD Amt	APRIL MTD Amt	16-17 YTD Balance	% of YTD Budget
SUBDEPT 000		\$359,957.00	\$336,022.30	\$48,411.77	\$23,828.64	93.35%
Total DEPT 200 ADMINISTRATION		\$359,957.00	\$336,022.30	\$48,411.77	\$23,828.64	93.35%
DEPT 201 Assistant Administrator						
Active	E 01-201-000-300 SALARIES	\$95,481.00	\$79,567.60	\$7,956.76	\$15,913.40	83.33%
Active	E 01-201-000-350 FRINGE BENEFITS	\$30,782.00	\$33,696.26	\$3,377.42	-\$2,914.26	109.47%
Active	E 01-201-000-400 TRAVEL AND PER	\$10,000.00	\$7,117.57	\$200.00	\$2,882.43	71.18%
Active	E 01-201-000-425 TELEPHONE	\$1,000.00	\$1,348.79	\$218.75	-\$348.79	134.88%
Active	E 01-201-000-450 POSTAGE/SPEED	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 01-201-000-475 SUPPLIES	\$2,500.00	\$2,811.83	\$320.25	-\$311.83	112.47%
Active	E 01-201-000-525 RENTAL/LEASE	\$8,903.00	\$7,341.17	\$817.75	\$1,561.83	82.46%
SUBDEPT 000		\$148,666.00	\$131,883.22	\$12,890.93	\$16,782.78	88.71%
Total DEPT 201 Assistant Administrator		\$148,666.00	\$131,883.22	\$12,890.93	\$16,782.78	88.71%
DEPT 250 FINANCE DEPARTMENT						
Active	E 01-250-000-300 SALARIES	\$134,511.00	\$121,745.48	\$10,267.46	\$12,765.52	90.51%
Active	E 01-250-000-350 FRINGE BENEFITS	\$52,725.00	\$51,953.32	\$5,094.24	\$771.68	98.54%
Active	E 01-250-000-400 TRAVEL AND PER	\$7,000.00	\$6,252.00	\$1,719.00	\$748.00	89.31%
Active	E 01-250-000-425 TELEPHONE	\$5,000.00	\$7,911.90	\$785.31	-\$2,911.90	158.24%
Active	E 01-250-000-450 POSTAGE/SPEED	\$1,000.00	\$1,028.45	\$500.00	-\$28.45	102.85%
Active	E 01-250-000-475 SUPPLIES	\$7,500.00	\$11,547.47	\$693.90	-\$4,047.47	153.97%
Active	E 01-250-000-526 UTILITIES	\$5,000.00	\$2,461.39	\$140.44	\$2,538.61	49.23%
Active	E 01-250-000-550 AUDIT	\$40,000.00	\$55,477.08	\$13,000.00	-\$15,477.08	138.69%
SUBDEPT 000		\$252,736.00	\$258,377.09	\$32,200.35	-\$5,641.09	102.23%
Total DEPT 250 FINANCE DEPARTMENT		\$252,736.00	\$258,377.09	\$32,200.35	-\$5,641.09	102.23%
DEPT 650 RESOURCE DEPARTMENT						
Active	E 01-650-000-300 SALARIES	\$92,202.00	\$76,835.20	\$7,683.52	\$15,366.80	83.33%
Active	E 01-650-000-350 FRINGE BENEFITS	\$30,822.00	\$33,056.04	\$3,310.80	-\$2,234.04	107.25%
Active	E 01-650-000-380 CONTRACT LABO	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 01-650-000-400 TRAVEL AND PER	\$20,000.00	\$4,893.03	\$0.00	\$15,106.97	24.47%
Active	E 01-650-000-402 NPFMC Meetings	\$15,000.00	\$6,629.00	\$0.00	\$8,371.00	44.19%
Active	E 01-650-000-403 BOF Meetings	\$30,000.00	\$0.00	\$0.00	\$30,000.00	0.00%
Active	E 01-650-000-425 TELEPHONE	\$1,500.00	\$625.06	\$103.90	\$874.94	41.67%
Active	E 01-650-000-475 SUPPLIES	\$2,500.00	\$1,882.84	\$411.38	\$617.16	75.31%
Active	E 01-650-000-525 RENTAL/LEASE	\$8,903.00	\$7,439.65	\$828.72	\$1,463.35	83.56%
SUBDEPT 000		\$200,927.00	\$131,360.82	\$12,338.32	\$69,566.18	65.38%
Total DEPT 650 RESOURCE DEPARTMENT		\$200,927.00	\$131,360.82	\$12,338.32	\$69,566.18	65.38%
DEPT 651 COMMUNICATION DIRECTOR						
Active	E 01-651-011-300 SALARIES	\$98,579.00	\$84,202.60	\$8,214.90	\$14,376.40	85.42%
Active	E 01-651-011-350 FRINGE BENEFITS	\$33,518.00	\$23,707.16	\$2,370.88	\$9,810.84	70.73%
Active	E 01-651-011-400 TRAVEL AND PER	\$15,000.00	\$7,194.34	\$0.00	\$7,805.66	47.96%
Active	E 01-651-011-425 TELEPHONE	\$2,400.00	\$1,893.40	\$225.72	\$506.60	78.89%
Active	E 01-651-011-475 SUPPLIES	\$2,500.00	\$756.77	\$4.50	\$1,743.23	30.27%
Active	E 01-651-011-525 RENTAL/LEASE	\$10,016.00	\$7,627.71	\$849.67	\$2,388.29	76.16%
Active	E 01-651-011-532 ADVERTISING	\$15,000.00	\$9,589.33	\$0.00	\$5,410.67	63.93%
SUBDEPT 011 PUBLIC INFORMATION		\$177,013.00	\$134,971.31	\$11,665.67	\$42,041.69	76.25%
Total DEPT 651 COMMUNICATION DIRECTOR		\$177,013.00	\$134,971.31	\$11,665.67	\$42,041.69	76.25%
DEPT 700 PUBLIC WORKS DEPARTMENT						
Active	E 01-700-000-300 SALARIES	\$64,375.00	\$66,039.31	\$5,974.58	-\$1,664.31	102.59%
Active	E 01-700-000-350 FRINGE BENEFITS	\$30,384.00	\$21,997.03	\$2,159.38	\$8,386.97	72.40%
Active	E 01-700-000-400 TRAVEL AND PER	\$15,000.00	\$19,338.00	\$2,310.00	-\$4,338.00	128.92%
Active	E 01-700-000-425 TELEPHONE	\$1,000.00	\$889.38	\$100.03	\$110.62	88.94%
Active	E 01-700-000-475 SUPPLIES	\$3,000.00	\$21,440.39	\$7,126.67	-\$18,440.39	714.68%

ALEUTIANS EAST BOROUGH

*Expenditure Guideline©

05/02/17 3:02 PM

Page 3

Current Period: APRIL 16-17

		16-17 YTD Budget	16-17 YTD Amt	APRIL MTD Amt	16-17 YTD Balance	% of YTD Budget
Active	E 01-700-000-526 UTILITIES	\$2,000.00	\$751.49	\$46.55	\$1,248.51	37.57%
	SUBDEPT 000	\$115,759.00	\$130,455.60	\$17,717.21	-\$14,696.60	112.70%
	Total DEPT 700 PUBLIC WORKS	\$115,759.00	\$130,455.60	\$17,717.21	-\$14,696.60	112.70%
	DEPARTMENT					
DEPT 844 KCAP						
Active	E 01-844-000-300 SALARIES	\$2,500.00	\$0.00	\$0.00	\$2,500.00	0.00%
Active	E 01-844-000-350 FRINGE BENEFITS	\$5,000.00	\$22,886.66	\$1,643.52	-\$17,886.66	457.73%
Active	E 01-844-000-400 TRAVEL AND PER	\$4,000.00	\$0.00	\$0.00	\$4,000.00	0.00%
Active	E 01-844-000-475 SUPPLIES	\$1,000.00	\$1,946.37	\$206.61	-\$946.37	194.64%
Active	E 01-844-000-603 MAINTENANCE	\$100,000.00	\$0.00	\$0.00	\$100,000.00	0.00%
	SUBDEPT 000	\$112,500.00	\$24,833.03	\$1,850.13	\$87,666.97	22.07%
	Total DEPT 844 KCAP	\$112,500.00	\$24,833.03	\$1,850.13	\$87,666.97	22.07%
DEPT 850 EDUCATION						
Active	E 01-850-000-700 LOCAL SCHOOL C	\$940,000.00	\$705,000.00	\$235,000.00	\$235,000.00	75.00%
Active	E 01-850-000-701 SCHOOL SCHOLA	\$25,000.00	\$0.00	\$0.00	\$25,000.00	0.00%
Active	E 01-850-000-756 STUDENT TRAVEL	\$20,000.00	\$0.00	\$0.00	\$20,000.00	0.00%
	SUBDEPT 000	\$985,000.00	\$705,000.00	\$235,000.00	\$280,000.00	71.57%
	Total DEPT 850 EDUCATION	\$985,000.00	\$705,000.00	\$235,000.00	\$280,000.00	71.57%
DEPT 900 OTHER						
Active	E 01-900-000-500 EQUIPMENT	\$35,000.00	\$11,630.63	\$417.92	\$23,369.37	33.23%
Active	E 01-900-000-526 UTILITIES	\$25,000.00	\$16,476.33	\$785.54	\$8,523.67	65.91%
Active	E 01-900-000-527 Aleutia Crab	\$93,719.00	\$107,116.54	\$13,397.66	-\$13,397.54	114.30%
Active	E 01-900-000-551 LEGAL	\$100,000.00	\$42,271.70	\$6,099.10	\$57,728.30	42.27%
Active	E 01-900-000-552 INSURANCE	\$150,000.00	\$157,753.86	\$0.00	-\$7,753.86	105.17%
Active	E 01-900-000-600 REPAIRS	\$5,000.00	\$0.00	\$0.00	\$5,000.00	0.00%
Active	E 01-900-000-727 BANK FEES	\$7,500.00	\$15,665.53	\$2,132.07	-\$8,165.53	208.87%
Active	E 01-900-000-751 OPERATING TRAN	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 01-900-000-752 CONTRIBUTION T	\$150,000.00	\$112,500.00	\$37,500.00	\$37,500.00	75.00%
Active	E 01-900-000-753 MISC EXPENSE	\$96,000.00	\$80,613.36	\$43,723.00	\$15,386.64	83.97%
Active	E 01-900-000-757 DONATIONS	\$23,500.00	\$13,800.00	\$5,000.00	\$9,700.00	58.72%
Active	E 01-900-000-760 REVENUE SHARIN	\$12,900.00	\$12,900.00	\$0.00	\$0.00	100.00%
Active	E 01-900-000-770 Depreciation Expen	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 01-900-000-798 PERS Prior Period	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 01-900-000-943 WEB SERVICE	\$30,000.00	\$18,464.00	\$2,664.00	\$11,536.00	61.55%
	SUBDEPT 000	\$728,619.00	\$589,191.95	\$111,719.29	\$139,427.05	80.86%
	Total DEPT 900 OTHER	\$728,619.00	\$589,191.95	\$111,719.29	\$139,427.05	80.86%
	Total Fund 01 GENERAL FUND	\$3,738,819.00	\$2,997,876.05	\$546,953.15	\$737,336.89	80.18%

ALEUTIANS EAST BOROUGH

*Revenue Guideline©

05/02/17 2:56 PM

Page 2

Current Period: APRIL 16-17

		16-17 YTD Budget	16-17 YTD Amt	APRIL MTD Amt	16-17 YTD Balance	% of YTD 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 20-207 AEB Grant Revenue	\$1,168,000.00	\$0.00	\$0.00	\$1,168,000.00	0.00%
Active	R 20-209 AEB Grants	\$1,207,000.00	\$0.00	\$0.00	\$1,207,000.00	0.00%
Active	R 20-287 KCAP/09-DC-359	\$1,665,957.58	\$73,364.17	\$0.00	\$1,592,593.41	4.40%
Active	R 20-426 DCCED/Akutan Harbor Float	\$234,045.03	\$66,249.12	\$0.00	\$167,795.91	28.31%
Active	R 20-428 APICDA/Akutan Harbor Floa	\$750,000.00	\$750,000.00	\$0.00	\$0.00	100.00%
Active	R 20-499 Cold Bay Airport-Apron&Taxi	\$2,000,000.00	\$1,750,550.74	\$1,750,550.74	\$249,449.26	87.53%
Active	R 20-503 CDBG-Nelson Lagoon Erosi	\$687,958.43	\$81,683.60	\$7,044.76	\$606,274.83	11.87%
Total Fund 20 GRANT PROGRAMS		\$7,712,961.04	\$2,721,847.63	\$1,757,595.50	\$4,991,113.41	35.29%

ALEUTIANS EAST BOROUGH
***Expenditure Guideline©**

05/02/17 3:02 PM
Page 4

Current Period: APRIL 16-17

	16-17 YTD Budget	16-17 YTD Amt	APRIL MTD Amt	16-17 YTD Balance	% of YTD Budget
Fund 20 GRANT PROGRAMS					
DEPT 426 DCCED/Akutan Harbor Floats					
Active E 20-426-000-850 CAPITAL CONSTR	\$234,045.03	\$83,442.12	\$7,193.00	\$150,602.91	35.65%
SUBDEPT 000	\$234,045.03	\$83,442.12	\$7,193.00	\$150,602.91	35.65%
Total DEPT 426 DCCED/Akutan Harbor Floats	\$234,045.03	\$83,442.12	\$7,193.00	\$150,602.91	35.65%
DEPT 427 Akutan Harbor Contribution					
Active E 20-427-000-850 CAPITAL CONSTR	\$291,231.90	\$31,488.24	\$0.00	\$259,743.66	10.81%
SUBDEPT 000	\$291,231.90	\$31,488.24	\$0.00	\$259,743.66	10.81%
Active E 20-427-209-850 CAPITAL CONSTR	\$100,000.00	\$46,912.00	\$46,912.00	\$53,088.00	46.91%
SUBDEPT 209 AEB Grant	\$100,000.00	\$46,912.00	\$46,912.00	\$53,088.00	46.91%
Total DEPT 427 Akutan Harbor Contribution	\$391,231.90	\$78,400.24	\$46,912.00	\$312,831.66	20.04%
DEPT 428 APICDA/Akutan Harbor Floats					
Active E 20-428-000-850 CAPITAL CONSTR	\$750,000.00	\$750,000.00	\$0.00	\$0.00	100.00%
SUBDEPT 000	\$750,000.00	\$750,000.00	\$0.00	\$0.00	100.00%
Total DEPT 428 APICDA/Akutan Harbor Floats	\$750,000.00	\$750,000.00	\$0.00	\$0.00	100.00%
DEPT 499 Cold Bay Airport-Apron&Taxiway					
Active E 20-499-049-850 CAPITAL CONSTR	\$2,000,000.00	\$1,750,550.74	\$0.00	\$249,449.26	87.53%
SUBDEPT 049 DCCED-13-DC-501	\$2,000,000.00	\$1,750,550.74	\$0.00	\$249,449.26	87.53%
Total DEPT 499 Cold Bay Airport-Apron&Taxiway	\$2,000,000.00	\$1,750,550.74	\$0.00	\$249,449.26	87.53%
DEPT 504 Nelson Lagoon Erosion					
Active E 20-504-208-300 SALARIES	\$441,000.00	\$40,780.29	\$0.00	\$400,219.71	9.25%
Active E 20-504-208-380 CONTRACT LABO	\$27,361.00	\$18,518.70	\$0.00	\$8,842.30	67.68%
Active E 20-504-208-475 SUPPLIES	\$8,597.43	\$842.94	\$0.00	\$7,754.49	9.80%
Active E 20-504-208-500 EQUIPMENT	\$211,000.00	\$19,755.64	\$0.00	\$191,244.36	9.36%
SUBDEPT 208 CDBG /Nelson Lagoon Erosion	\$687,958.43	\$79,897.57	\$0.00	\$608,060.86	11.61%
Active E 20-504-209-850 CAPITAL CONSTR	\$35,456.58	\$260.00	\$0.00	\$35,196.58	0.73%
SUBDEPT 209 AEB Grant	\$35,456.58	\$260.00	\$0.00	\$35,196.58	0.73%
Total DEPT 504 Nelson Lagoon Erosion	\$723,415.01	\$80,157.57	\$0.00	\$643,257.44	11.08%
DEPT 513 COLD BAY APRON PROJECT					
Active E 20-513-000-850 CAPITAL CONSTR	\$225,000.00	\$0.00	\$0.00	\$225,000.00	0.00%
SUBDEPT 000	\$225,000.00	\$0.00	\$0.00	\$225,000.00	0.00%
Total DEPT 513 COLD BAY APRON PROJECT	\$225,000.00	\$0.00	\$0.00	\$225,000.00	0.00%
DEPT 520 Cold Bay Clinic					
Active E 20-520-000-850 CAPITAL CONSTR	\$490,941.00	\$9,802.00	\$0.00	\$481,139.00	2.00%
SUBDEPT 000	\$490,941.00	\$9,802.00	\$0.00	\$481,139.00	2.00%
Active E 20-520-209-850 CAPITAL CONSTR	\$1,137,000.00	\$0.00	\$0.00	\$1,137,000.00	0.00%
SUBDEPT 209 AEB Grant	\$1,137,000.00	\$0.00	\$0.00	\$1,137,000.00	0.00%
Total DEPT 520 Cold Bay Clinic	\$1,627,941.00	\$9,802.00	\$0.00	\$1,618,139.00	0.60%
DEPT 802 CAPITAL - COLD BAY					
Active E 20-802-000-850 CAPITAL CONSTR	\$60,000.00	\$0.00	\$0.00	\$60,000.00	0.00%
SUBDEPT 000	\$60,000.00	\$0.00	\$0.00	\$60,000.00	0.00%
Total DEPT 802 CAPITAL - COLD BAY	\$60,000.00	\$0.00	\$0.00	\$60,000.00	0.00%
DEPT 813 Akutan Airport/CIP Trident					
Active E 20-813-000-850 CAPITAL CONSTR	\$313,738.96	\$0.00	\$0.00	\$313,738.96	0.00%
SUBDEPT 000	\$313,738.96	\$0.00	\$0.00	\$313,738.96	0.00%
Total DEPT 813 Akutan Airport/CIP Trident	\$313,738.96	\$0.00	\$0.00	\$313,738.96	0.00%
DEPT 831 SAND POINT HARBOR					
Active E 20-831-209-850 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%

ALEUTIANS EAST BOROUGH

*Expenditure Guideline©

05/02/17 3:02 PM

Page 5

Current Period: APRIL 16-17

	16-17 YTD Budget	16-17 YTD Amt	APRIL MTD Amt	16-17 YTD Balance	% of YTD Budget
Total DEPT 831 SAND POINT HARBOR	\$100,000.00	\$0.00	\$0.00	\$100,000.00	0.00%
DEPT 862 NELSON LAGOON DOCK					
Active E 20-862-209-600 REPAIRS	\$125,000.00	\$109,754.00	\$0.00	\$15,246.00	87.80%
SUBDEPT 209 AEB Grant	\$125,000.00	\$109,754.00	\$0.00	\$15,246.00	87.80%
Total DEPT 862 NELSON LAGOON DOCK	\$125,000.00	\$109,754.00	\$0.00	\$15,246.00	87.80%
DEPT 866 AEB PROJECTS					
Active E 20-866-209-506 SURVEYING	\$85,000.00	\$225.00	\$225.00	\$84,775.00	0.26%
Active E 20-866-209-888 PROJECT CONTIN	\$245,500.00	\$0.00	\$0.00	\$245,500.00	0.00%
SUBDEPT 209 AEB Grant	\$330,500.00	\$225.00	\$225.00	\$330,275.00	0.07%
Total DEPT 866 AEB PROJECTS	\$330,500.00	\$225.00	\$225.00	\$330,275.00	0.07%
DEPT 867 KCC Alternative Road					
Active E 20-867-000-300 SALARIES	\$0.00	\$2,100.00	\$675.00	-\$2,100.00	0.00%
Active E 20-867-000-350 FRINGE BENEFITS	\$0.00	\$1,825.17	\$1,701.91	-\$1,825.17	0.00%
Active E 20-867-000-380 CONTRACT LABO	\$512,500.00	\$17,500.00	\$0.00	\$495,000.00	3.41%
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	\$512,500.00	\$21,425.17	\$2,376.91	\$491,074.83	4.18%
Active E 20-867-168-300 SALARIES	\$11,200.00	\$3,825.00	\$1,200.00	\$7,375.00	34.15%
Active E 20-867-168-350 FRINGE BENEFITS	\$197.62	\$334.72	\$103.80	-\$137.10	169.38%
Active E 20-867-168-381 ENGINEERING	\$859,624.99	\$1,674.99	\$1,674.99	\$857,950.00	0.19%
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	\$786,608.48	\$66,951.06	\$0.00	\$719,657.42	8.51%
SUBDEPT 168 KCAP/09-DC-359	\$1,663,557.58	\$72,785.77	\$2,978.79	\$1,590,771.81	4.38%
Active E 20-867-209-850 CAPITAL CONSTR	\$477,617.78	\$468,750.00	\$0.00	\$8,867.78	98.14%
SUBDEPT 209 AEB Grant	\$477,617.78	\$468,750.00	\$0.00	\$8,867.78	98.14%
Total DEPT 867 KCC Alternative Road	\$2,653,675.36	\$562,960.94	\$5,355.70	\$2,090,714.42	21.21%
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	\$9,534,547.26	\$3,425,292.61	\$59,685.70	\$6,109,254.65	35.93%

ALEUTIANS EAST BOROUGH

*Revenue Guideline©

05/02/17 2:56 PM

Page 3

Current Period: APRIL 16-17

		16-17 YTD Budget	16-17 YTD Amt	APRIL MTD Amt	16-17 YTD Balance	% of YTD Budget
Fund 22 OPERATIONS						
Active	R 22-203 OTHER REVENUE	\$0.00	\$26,500.00	\$0.00	-\$26,500.00	0.00%
Active	R 22-221 COLD BAY TERMINAL LEA	\$139,620.00	\$117,922.20	\$11,792.22	\$21,697.80	84.46%
Active	R 22-222 COLD BAY TERMINAL OTH	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 22-301 HELICOPTER/TICKETS	\$350,000.00	\$290,961.53	\$90,672.00	\$59,038.47	83.13%
Active	R 22-302 HELICOPTER/FREIGHT	\$80,000.00	\$100,188.78	\$13,447.88	-\$20,188.78	125.24%
	Total Fund 22 OPERATIONS	\$569,620.00	\$535,572.51	\$115,912.10	\$34,047.49	94.02%

ALEUTIANS EAST BOROUGH

*Expenditure Guideline©

05/02/17 3:02 PM

Page 6

Current Period: APRIL 16-17

		16-17 YTD Budget	16-17 YTD Amt	APRIL MTD Amt	16-17 YTD Balance	% of YTD Budget
Fund 22 OPERATIONS						
DEPT 802 CAPITAL - COLD BAY						
Active	E 22-802-200-300 SALARIES	\$27,847.00	\$23,206.20	\$2,320.62	\$4,640.80	83.33%
Active	E 22-802-200-350 FRINGE BENEFITS	\$3,617.00	\$2,007.20	\$200.72	\$1,609.80	55.49%
Active	E 22-802-200-380 CONTRACT LABO	\$0.00	\$14,814.34	\$0.00	-\$14,814.34	0.00%
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	\$3,646.49	\$365.60	\$853.51	81.03%
Active	E 22-802-200-475 SUPPLIES	\$7,500.00	\$11,843.09	\$10.00	-\$4,343.09	157.91%
Active	E 22-802-200-525 RENTAL/LEASE	\$0.00	\$5,335.04	\$5,335.04	-\$5,335.04	0.00%
Active	E 22-802-200-526 UTILITIES	\$24,000.00	\$6,083.50	\$685.49	\$17,916.50	25.35%
Active	E 22-802-200-576 GAS	\$1,500.00	\$214.18	\$0.00	\$1,285.82	14.28%
Active	E 22-802-200-577 FUEL	\$15,000.00	\$17,474.79	\$1,896.32	-\$2,474.79	116.50%
Active	E 22-802-200-770 Depreciation Expen	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
SUBDEPT 200 COLD BAY TERMINAL		\$83,964.00	\$84,624.83	\$10,813.79	-\$9,813.05	100.79%
Total DEPT 802 CAPITAL - COLD BAY		\$83,964.00	\$84,624.83	\$10,813.79	-\$9,813.05	100.79%
DEPT 845 HELICOPTER OPERATIONS						
Active	E 22-845-300-300 SALARIES	\$120,000.00	\$106,474.51	\$10,450.75	\$13,525.49	88.73%
Active	E 22-845-300-350 FRINGE BENEFITS	\$31,500.00	\$26,176.03	\$1,829.72	\$5,323.97	83.10%
Active	E 22-845-300-380 CONTRACT LABO	\$1,400,000.00	\$1,139,550.80	\$101,683.10	\$260,449.20	81.40%
Active	E 22-845-300-400 TRAVEL AND PER	\$5,000.00	\$200.00	\$0.00	\$4,800.00	4.00%
Active	E 22-845-300-425 TELEPHONE	\$2,000.00	\$1,693.63	\$189.27	\$306.37	84.68%
Active	E 22-845-300-475 SUPPLIES	\$60,000.00	\$58,632.97	\$5,057.19	\$1,367.03	97.72%
Active	E 22-845-300-525 RENTAL/LEASE	\$18,000.00	\$19,869.20	\$2,383.20	-\$1,869.20	110.38%
Active	E 22-845-300-526 UTILITIES	\$17,000.00	\$1,050.00	\$150.00	\$15,950.00	6.18%
Active	E 22-845-300-552 INSURANCE	\$18,200.00	\$14,246.00	\$0.00	\$3,954.00	78.27%
Active	E 22-845-300-576 GAS	\$10,000.00	\$7,087.33	\$0.00	\$2,912.67	70.87%
Active	E 22-845-300-577 FUEL	\$150,000.00	\$59,876.62	\$328.30	\$90,123.38	39.92%
Active	E 22-845-300-770 Depreciation Expen	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
SUBDEPT 300 HELICOPTER OPERATIONS		\$1,831,700.00	\$1,434,857.09	\$122,071.53	\$298,038.06	78.33%
Total DEPT 845 HELICOPTER OPERATIONS		\$1,831,700.00	\$1,434,857.09	\$122,071.53	\$298,038.06	78.33%
Total Fund 22 OPERATIONS		\$1,915,664.00	\$1,519,481.92	\$132,885.32	\$288,225.01	79.32%

ALEUTIANS EAST BOROUGH

*Revenue Guideline©

05/02/17 2:56 PM

Page 4

Current Period: APRIL 16-17

		16-17 YTD Budget	16-17 YTD Amt	APRIL MTD Amt	16-17 YTD Balance	% of YTD Budget
Fund 24 BOND CONSTRUCTION						
Active	R 24-201 INTEREST REVENUE	\$0.00	\$3,103.96	\$0.00	-\$3,103.96	0.00%
Active	R 24-203 OTHER REVENUE	\$0.00	\$66,587.29	\$0.00	-\$66,587.29	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	\$0.00	\$0.00	\$0.00	\$0.00	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%
	Total Fund 24 BOND CONSTRUCTION	\$0.00	\$69,691.25	\$0.00	-\$69,691.25	0.00%

ALEUTIANS EAST BOROUGH
***Expenditure Guideline©**

05/02/17 3:02 PM

Page 7

Current Period: APRIL 16-17

	16-17 YTD Budget	16-17 YTD Amt	APRIL MTD Amt	16-17 YTD Balance	% of YTD Budget
Fund 24 BOND CONSTRUCTION					
DEPT 809 Akutan Airport/Grant					
Active E 24-809-000-850 CAPITAL CONSTR	\$525,177.42	\$0.00	\$0.00	\$525,177.42	0.00%
SUBDEPT 000	\$525,177.42	\$0.00	\$0.00	\$525,177.42	0.00%
Total DEPT 809 Akutan Airport/Grant	\$525,177.42	\$0.00	\$0.00	\$525,177.42	0.00%
DEPT 833 FALSE PASS HARBOR					
Active E 24-833-000-850 CAPITAL CONSTR	\$339,073.39	\$332.20	\$0.00	\$338,741.19	0.10%
SUBDEPT 000	\$339,073.39	\$332.20	\$0.00	\$338,741.19	0.10%
Total DEPT 833 FALSE PASS HARBOR	\$339,073.39	\$332.20	\$0.00	\$338,741.19	0.10%
DEPT 839 AKUTAN HARBOR					
Active E 24-839-000-850 CAPITAL CONSTR	\$10,344.77	\$8,027.78	\$342.00	\$2,316.99	77.60%
SUBDEPT 000	\$10,344.77	\$8,027.78	\$342.00	\$2,316.99	77.60%
Total DEPT 839 AKUTAN HARBOR	\$10,344.77	\$8,027.78	\$342.00	\$2,316.99	77.60%
DEPT 900 OTHER					
Active E 24-900-000-380 CONTRACT LABO	\$0.00	\$32,171.77	\$3,661.01	-\$32,171.77	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	\$0.00	\$32,171.77	\$3,661.01	-\$32,171.77	0.00%
Total DEPT 900 OTHER	\$0.00	\$32,171.77	\$3,661.01	-\$32,171.77	0.00%
Total Fund 24 BOND CONSTRUCTION	\$874,595.58	\$40,531.75	\$4,003.01	\$834,063.83	4.63%

ALEUTIANS EAST BOROUGH
***Revenue Guideline©**

05/02/17 2:56 PM

Page 5

Current Period: APRIL 16-17

		16-17	16-17	APRIL	16-17	% 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	\$419,148.27	\$0.00	-\$419,148.27	0.00%
Total Fund 30 BOND FUND		\$0.00	\$419,148.27	\$0.00	-\$419,148.27	0.00%

ALEUTIANS EAST BOROUGH
***Expenditure Guideline©**

05/02/17 3:02 PM

Page 8

Current Period: APRIL 16-17

		16-17	16-17	APRIL	16-17	% of YTD
		YTD Budget	YTD Amt	MTD Amt	YTD Balance	Budget
Fund 30 BOND FUND						
DEPT 900 OTHER						
Active	E 30-900-000-725 BOND INTEREST	\$0.00	\$402,409.31	\$0.00	-\$402,409.31	0.00%
Active	E 30-900-000-726 BOND PRINCIPAL	\$0.00	\$1,710,000.00	\$0.00	-\$1,710,000.00	0.00%
Active	E 30-900-000-745 Bond Sale Expense	\$0.00	\$23,926.62	\$0.00	-\$23,926.62	0.00%
SUBDEPT 000		\$0.00	\$2,136,335.93	\$0.00	-\$2,136,335.93	0.00%
Total DEPT 900 OTHER		\$0.00	\$2,136,335.93	\$0.00	-\$2,136,335.93	0.00%
Total Fund 30 BOND FUND		\$0.00	\$2,136,335.93	\$0.00	-\$2,136,335.93	0.00%

ALEUTIANS EAST BOROUGH

*Revenue Guideline©

05/02/17 2:56 PM

Page 6

Current Period: APRIL 16-17

		16-17 YTD Budget	16-17 YTD Amt	APRIL MTD Amt	16-17 YTD Balance	% of YTD Budget
Fund 40 PERMANENT FUND						
Active	R 40-201 INTEREST REVENUE	\$0.00	\$559,660.12	\$0.00	-\$559,660.12	0.00%
Active	R 40-203 OTHER REVENUE	\$35,000.00	\$0.00	\$0.00	\$35,000.00	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	\$559,660.12	\$0.00	-\$524,660.12	1599.03%

ALEUTIANS EAST BOROUGH

*Expenditure Guideline©

05/02/17 3:02 PM

Page 9

Current Period: APRIL 16-17

		16-17	16-17	APRIL	16-17	% 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	\$32,171.78	\$3,661.01	\$2,828.22	91.92%
Active	E 40-900-000-751 OPERATING TRAN	\$0.00	\$1,355,411.11	\$0.00	-\$1,355,411.11	0.00%
SUBDEPT 000		<u>\$35,000.00</u>	<u>\$1,387,582.89</u>	<u>\$3,661.01</u>	<u>-\$1,352,582.89</u>	<u>3964.52%</u>
Total DEPT 900 OTHER		<u>\$35,000.00</u>	<u>\$1,387,582.89</u>	<u>\$3,661.01</u>	<u>-\$1,352,582.89</u>	<u>3964.52%</u>
Total Fund 40 PERMANENT FUND		<u>\$35,000.00</u>	<u>\$1,387,582.89</u>	<u>\$3,661.01</u>	<u>-\$1,352,582.89</u>	<u>3964.52%</u>

ALEUTIANS EAST BOROUGH

05/02/17 2:56 PM

*Revenue Guideline©

Page 7

Current Period: APRIL 16-17

		16-17 YTD Budget	16-17 YTD Amt	APRIL MTD Amt	16-17 YTD Balance	% of YTD 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	\$2,785,000.00	\$2,063.61	\$2,000.00	\$2,782,936.39	0.07%
Active	R 41-207 AEB Grant Revenue	\$200,000.00	\$0.00	\$0.00	\$200,000.00	0.00%
Active	R 41-230 LAND SALES	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 41-276 AEB SCHOOL	\$2,812,800.00	\$1,355,411.11	\$0.00	\$1,457,388.89	48.19%
Total Fund 41 MAINTENANCE RESERVE FUND		\$5,797,800.00	\$1,357,474.72	\$2,000.00	\$4,440,325.28	23.41%

ALEUTIANS EAST BOROUGH

*Expenditure Guideline©

05/02/17 3:02 PM

Page 10

Current Period: APRIL 16-17

		16-17 YTD Budget	16-17 YTD Amt	APRIL MTD Amt	16-17 YTD Balance	% of YTD Budget
Fund 41 MAINTENANCE RESERVE FUND						
DEPT 800 CAPITAL - SCHOOL						
Active	E 41-800-857-300 SALARIES	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 41-800-857-350 FRINGE BENEFITS	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 41-800-857-380 CONTRACT LABO	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 41-800-857-400 TRAVEL AND PER	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 41-800-857-475 SUPPLIES	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 41-800-857-850 CAPITAL CONSTR	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
	SUBDEPT 857 FALSE PASS SCHOOL	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 41-800-865-300 SALARIES	\$0.00	\$7,740.00	\$0.00	-\$7,740.00	0.00%
Active	E 41-800-865-350 FRINGE BENEFITS	\$0.00	\$669.51	\$0.00	-\$669.51	0.00%
Active	E 41-800-865-400 TRAVEL AND PER	\$0.00	\$1,538.00	\$0.00	-\$1,538.00	0.00%
Active	E 41-800-865-475 SUPPLIES	\$0.00	\$49.98	\$0.00	-\$49.98	0.00%
Active	E 41-800-865-888 PROJECT CONTIN	\$50,000.00	\$0.00	\$0.00	\$50,000.00	0.00%
	SUBDEPT 865 Akutan School	\$50,000.00	\$9,997.49	\$0.00	\$40,002.51	19.99%
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 41-800-867-300 SALARIES	\$0.00	\$7,233.00	\$0.00	-\$7,233.00	0.00%
Active	E 41-800-867-350 FRINGE BENEFITS	\$0.00	\$625.69	\$0.00	-\$625.69	0.00%
Active	E 41-800-867-380 CONTRACT LABO	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 41-800-867-400 TRAVEL AND PER	\$0.00	\$2,290.00	\$0.00	-\$2,290.00	0.00%
Active	E 41-800-867-475 SUPPLIES	\$0.00	\$32,072.75	\$3,605.00	-\$32,072.75	0.00%
Active	E 41-800-867-850 CAPITAL CONSTR	\$0.00	\$56,302.80	\$0.00	-\$56,302.80	0.00%
Active	E 41-800-867-888 PROJECT CONTIN	\$50,000.00	\$0.00	\$0.00	\$50,000.00	0.00%
	SUBDEPT 867 Sand Point School	\$50,000.00	\$98,524.24	\$3,605.00	-\$48,524.24	197.05%
Active	E 41-800-868-300 SALARIES	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 41-800-868-350 FRINGE BENEFITS	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 41-800-868-380 CONTRACT LABO	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 41-800-868-400 TRAVEL AND PER	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 41-800-868-475 SUPPLIES	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 41-800-868-551 LEGAL	\$0.00	\$10,525.21	\$0.00	-\$10,525.21	0.00%
Active	E 41-800-868-577 FUEL	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	E 41-800-868-850 CAPITAL CONSTR	\$1,180,928.84	\$1,196,727.62	\$0.00	-\$15,798.78	101.34%
Active	E 41-800-868-852 ASPHALT PAVING	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
	SUBDEPT 868 King Cove School	\$1,180,928.84	\$1,207,252.83	\$0.00	-\$26,323.99	102.23%
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	\$1,380,928.84	\$1,315,774.56	\$3,605.00	\$65,154.28	95.28%
DEPT 900 OTHER						
Active	E 41-900-000-753 MISC EXPENSE	\$0.00	\$13,400.79	\$1,398.96	-\$13,400.79	0.00%
Active	E 41-900-000-880 LAND	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
	SUBDEPT 000	\$0.00	\$13,400.79	\$1,398.96	-\$13,400.79	0.00%
	Total DEPT 900 OTHER	\$0.00	\$13,400.79	\$1,398.96	-\$13,400.79	0.00%
	Total Fund 41 MAINTENANCE RESERVE FUND	\$1,380,928.84	\$1,329,175.35	\$5,003.96	\$51,753.49	96.25%

INVESTMENT REPORT

None available at this time.

Consent Agenda

Memo to: Mayor Mack, Aleutians East Borough Assembly
From: Ernie Weiss, Natural Resources Director
Re: Draft Resolution supporting State salmon fishery management
May 5, 2017

The following draft resolution is submitted for Assembly consideration:

A resolution of the Aleutians East Borough Assembly in support of continued salmon fishery management by the State of Alaska in state-waters and in the three traditional net fishing areas.

The proposed resolution supports continued salmon fishery management by the State of Alaska throughout state-waters as well as in the 3 traditional net fishing areas.

Background:

On September 21, 2016, the U.S 9th District Court of Appeals overturned the U.S. District Court for the District of Alaska ruling in the United Cook Inlet Drift Association v. National Marine Fisheries Service (UCIDA v NMFS) case in favor of UCIDA. UCIDA's position is that Amendment 12 to the North Pacific Salmon Fishery Management Plan (FMP), as it relates to the Cook Inlet fishery, does not comply with the National Standards in the Magnuson-Stevens Fishery Conservation and Management Act (MSA), the primary law governing marine fisheries management in federal waters. The 9th District Court of Appeals agreed.

Amendment 12 was adopted in 2012 to allow State management to continue in three 'traditional net fishing' areas that the State has always managed. These 3 areas are adjacent to, but technically outside of Alaska state-waters 3-mile limit. The UCIDA case is a concern to the AEB because the South Peninsula salmon fishery is home to one of the 3 areas. Cook Inlet and Prince William Sound are home to the other 2 traditional net fishing areas.

On February 27th, 2017, the State of Alaska requested the U.S. Supreme Court to review and reverse the Ninth District Court ruling.

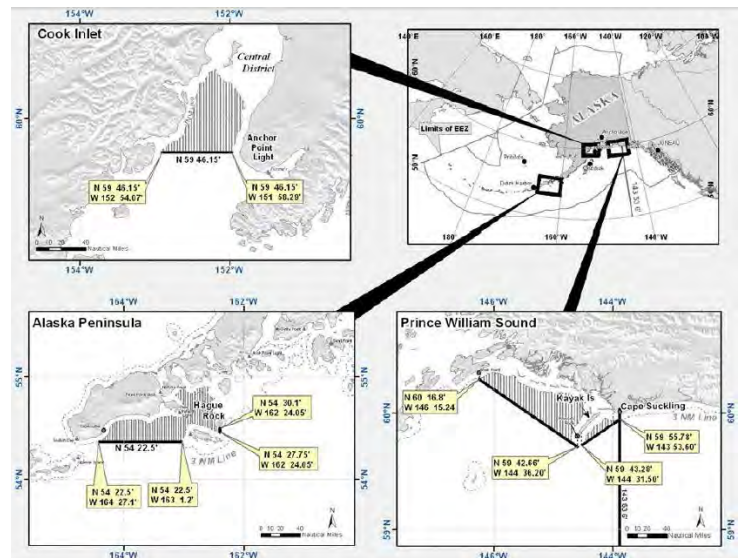
In April the North Pacific Fishery Management Council started the process to amend the FMP, as will be required by the Ninth District Court ruling. The NPFMC alternatives for analysis include:

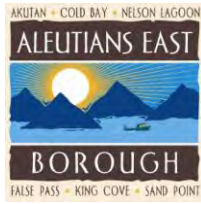
- Cooperative State/Federal management of the 3 areas
- Full federal management of the 3 areas.

All other federal waters west of Cape Suckling (near Cordova) are closed to commercial salmon fishing.

Recommendation:

I recommend the Assembly pass this resolution.





RESOLUTION 17-22

A RESOLUTION OF THE ALEUTIANS EAST BOROUGH ASSEMBLY IN SUPPORT OF CONTINUED SALMON FISHERY MANAGEMENT BY THE STATE OF ALASKA IN STATE-WATERS AND IN THREE TRADITIONAL NET FISHING AREAS.

WHEREAS, the Aleutians East Borough communities rely on continued well-managed local salmon fisheries for our culture, economy and livelihood; and,

WHEREAS, the State of Alaska has successfully and sustainably managed all State-waters salmon fisheries since Statehood; and,

WHEREAS, the State of Alaska has also always managed salmon fishing in three ‘traditional net fishing’ areas, in Cook Inlet, Prince William Sound and the Alaska Peninsula, adjacent to but technically outside of the three-mile State-waters limit; and,

WHEREAS, salmon management of the three traditional net fishing areas was formally delegated to the State by the National Marine Fisheries Service (NMFS) through Amendment 12 of the North Pacific Salmon Fishery Management Plan; and

WHEREAS, a Ninth District Court of Appeals ruling on September 21, 2016 in UCIDA v NMFS questions the legality of Amendment 12 that delegates salmon management to the State of Alaska in the three areas; and

WHEREAS, the North Pacific Fishery Management Council has initiated a process designed to conform to law the management of salmon fishing in the three areas.

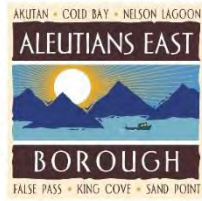
NOW THEREFORE BE IT RESOLVED, the Aleutians East Borough Assembly supports continued salmon fishery management by the State of Alaska throughout State-waters as well as in the three traditional net fishing areas in Cook Inlet, Prince William Sound and the Alaska Peninsula; and

BE IT FURTHER RESOLVED, the Aleutians East Borough urges NMFS and the State of Alaska work towards a solution that allows continued State salmon management of the three traditional net fishing areas.

PASSED AND APPROVED by the Aleutians East Borough on this ____ day of May, 2017.

Stanley Mack, Mayor

ATTEST: _____
Tina Anderson, Clerk



AGENDA STATEMENT

TO: Mayor Mack and Assembly

FROM: Laura Tanis, Communications Director

DATE: May 3, 2017

RE: A resolution in support of continuing the Essential Air Service Program

President Donald Trump's proposed federal budget calls for eliminating funding for the Essential Air Service (EAS) program, which subsidizes flights throughout the nation, allowing regular air service in communities that otherwise couldn't afford it. The program affects about 60 rural Alaska communities. All six Aleutians East Borough communities are not connected by roads and rely heavily on air service. For remote AEB communities served by airlines with EAS contracts such as False Pass, King Cove and Akutan, the EAS Program is critical. Remote communities rely on the EAS Program for affordable, regular flights for emergency reasons, medical appointments and business appointments. Furthermore, the EAS Program allows airlines to transport mail and freight on a regular basis, including necessities such as prescription medicine for residents, food, clothing and other items.

The Airline Deregulation Act of 1978 allowed airlines to determine which domestic markets to serve and how much airfare to charge. This raised concerns that small communities with low passenger levels would lose service as carriers moved their operations to serve larger and often more profitable markets. To address this concern, Congress established the EAS Program to ensure that small communities served by certificated air carriers before deregulation would continue to receive scheduled passenger service with subsidies, if necessary. Since that time, Congress has limited the extent of the program by eliminating subsidies for communities within a specified driving distance of a major hub airport.

If the EAS Program is terminated under President Trump's proposal, remote Alaskan communities served by the program, such as False Pass, King Cove and Akutan, would lose regularly scheduled flights to rural communities, and they would become even more isolated. It would cause these communities to lack immediate and necessary access to life-sustaining necessities. The elimination of the EAS Program would have a devastating impact on the

Borough communities that depend upon guaranteed and affordable air transportation.

Borough Resolution No. 17-23 would allow the Aleutians East Borough Assembly to voice its support for the critical importance, need and continuation of the EAS Program to remote Alaskan communities that rely upon it. Expressing support for the program and describing how it impacts communities with limited transportation access is crucial for convincing President Trump and members of Congress to keep the funding intact for the EAS Program.

Recommendation: AEB Staff recommends supporting the continuation of the Essential Air Service Program in the federal budget and the approval of Resolution No. 17-23.

RESOLUTION 17-23

A RESOLUTION BY THE ALEUTIANS EAST BOROUGH ASSEMBLY IN SUPPORT OF THE CONTINUATION OF THE ESSENTIAL AIR SERVICE PROGRAM

WHEREAS, the Essential Air Service (EAS) Program is among the programs proposed for elimination in President Trump's proposed federal budget; and

WHEREAS, the EAS Program is critical to approximately 60 rural Alaskan communities; and

WHEREAS, all six Aleutians East Borough (AEB) communities are not connected by roads and rely heavily upon air service; and

WHEREAS, the EAS Program allows residents in the remote AEB communities of False Pass, King Cove and Akutan to travel for emergency reasons, medical appointments and business purposes; and

WHEREAS, the EAS Program allows airlines to bring in mail and freight that includes necessities such as prescription medicine for residents, parts and equipment to keep essential infrastructure operating, food, clothing and other items; and

WHEREAS, the EAS Program keeps the Borough communities connected to the rest of the world, serving as a critical link to the state and nationwide air transportation system; and

WHEREAS, eliminating the EAS Program would cause Borough communities such as False Pass, King Cove and Akutan to lack immediate and necessary access to life-sustaining necessities; and

WHEREAS, without EAS subsidies, regularly scheduled flights into many rural communities would cease to exist and costs for flights transporting basic goods such as food, fuel and health care supplies would escalate; and

WHEREAS, without affordable air service, the only option for Aleutians East Borough communities that rely upon air carriers with EAS contracts would be charters, which can be far more expensive, putting low-income residents in a serious bind; and

WHEREAS, remote communities that rely upon the EAS Program, such as False Pass, King Cove and Akutan, would become even more isolated and removed from the Borough as well as the State of Alaska; and

WHEREAS, the elimination of the Essential Air Service Program would have a devastating effect on the Borough communities that depend upon guaranteed air transportation.

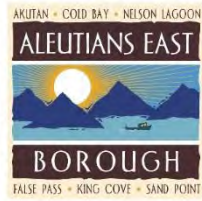
NOW THEREFORE BE IT RESOLVED that the Aleutians East Borough Assembly urges President Trump and Congress to allow the EAS Program to remain in the federal budget.

PASSED AND APPROVED by the Aleutians East Borough on this ____ day of _____, 2017.

Stanley Mack, Mayor

ATTEST:

Tina Anderson, Clerk



AGENDA STATEMENT

TO: Mayor Mack and Assembly

FROM: Laura Tanis, Communications Director

DATE: May 5, 2017

RE: A resolution in support of extending the M/V Kennicott's Trip to Kodiak out to the Aleutian Chain while the Tustumena undergoes repairs

On May 4, 2017, the Alaska Marine Highway System announced that the M/V Tustumena's return to service will be delayed until July 18, 2017. The postponement is due to the necessary repair of additional extensive steel wastage in the engine room. The Tustumena was originally scheduled to return to service on May 27th. The delay impacts communities in Southwest Alaska and along the Aleutian chain. The Tustumena has experienced numerous delays over the past several years, causing adverse effects to municipalities, businesses and individuals relying upon the ferry's service.

The Tustumena is scheduled to provide year-round service to the Kodiak area and the Aleutian Chain ten times per year. However, the ferry is 53 years old. The M/V Tustumena has experienced serious maintenance issues during recent years. Vessel aging problems and necessary repairs and delays have created recurring service disruptions. A replacement vessel has been designed, but it's dependent upon funding through the pending fiscal year 2018 capital budget. In the meantime, businesses and residents in the Aleutians East Borough have been repeatedly inconvenienced by delay after delay.

Residents, municipalities and businesses within the Aleutians East Borough count on the Tustumena to provide a vital transportation link for travel to and from AEB communities, offsetting the high cost of air travel. Those who book reservations months in advance are significantly inconvenienced due to service delays. Municipalities, businesses and residents rely on the ferry to transport vehicles. When there are disruptions in service, work on infrastructure projects within the Borough has often been delayed as contractors wait for heavy equipment to arrive via the ferry.

Borough Resolution No. 17-24 supports extending the M/V Kennicott's trip to Kodiak out to the Aleutian Chain during its June trip while the Tustumena undergoes repairs.

Recommendation: AEB Staff recommends the approval of Resolution No. 17-24.

RESOLUTION 17-24

A RESOLUTION BY THE ALEUTIANS EAST BOROUGH ASSEMBLY IN SUPPORT OF EXTENDING THE M/V KENNICOTT'S TRIP TO KODIAK OUT TO THE ALEUTIAN CHAIN WHILE THE TUSTUMENA FERRY UNDERGOES REPAIRS

WHEREAS, the Alaska Marine Highway System recently announced that the M/V Tustumena's return to service has been delayed until July 18, 2017; and

WHEREAS, the Tustumena delay is due to the repair of additional extensive steel wastage in the engine room; and

WHEREAS, the Tustumena was originally scheduled to return to service on May 27, 2017; and

WHEREAS, the delay of the Tustumena's return to service impacts communities throughout Southwest Alaska and along the Aleutian Chain; and

WHEREAS, residents of the Aleutians East Borough (AEB) rely heavily on the M/V Tustumena for ferry transportation to and from AEB communities to help offset the high cost of travel by air; and

WHEREAS, municipalities in the AEB depend on the ferry for transporting new fire, police, EMS and other vehicles for city business; and

WHEREAS, AEB communities transport heavy equipment for infrastructure projects in the Borough; and

WHEREAS, Borough residents often transport new vehicles and those had repairs on the Tustumena to their home communities; and

WHEREAS, delays in the Tustumena's return to service has adverse effects for municipalities, businesses and individuals throughout the Aleutians East Borough; and

WHEREAS, the Aleutians East Borough Assembly supports state funding for construction of the Tustumena replacement vessel.

NOW THEREFORE BE IT RESOLVED that the Aleutians East Borough Assembly urges the Alaska Marine Highway System to extend the M/V Kennicott's trip to Kodiak out to the Aleutian Chain during the ferry's June trip while the M/V Tustumena undergoes repairs.

PASSED AND APPROVED by the Aleutians East Borough on this _____ day of
May, 2017.

Stanley Mack, Mayor

ATTEST:

Tina Anderson, Clerk

Public Hearings

ORDINANCE 17-05

AN ORDINANCE ADOPTING THE OPERATING AND CAPITAL BUDGET FOR THE ALEUTIANS EAST BOROUGH FISCAL YEAR 2018.

Section 1. Classification	This is a non-code ordinance
Section 2. Effective Date	This ordinance becomes effective upon Adoption.
Section 3. Severability	The terms, provisions, and sections of this Ordinance are severable.
Section 4. Content	The operating and capital budget for the Aleutians East Borough and the Aleutians East Borough School District for Fiscal Year 2018 is adopted as follows:

REVENUES		FY18 BUDGET
Local		
	Interest Income	\$35,000.00
	AEB Fish Tax	\$3,200,779.00
	AEBSD Refund	
	Other Revenue	\$50,000.00
State		
	Shared Fishery Tax	\$2,067,181
	Extraterritorial Fish Tax	\$101,299
	Landing Tax	\$35,222
	Debt Reimbursement	\$1,311,650
	State Aid to Local Government	\$258,921
Federal		
	Payment in Lieu of Taxes	\$559,000
	USF&WS Lands	\$36,256
Total FY18 Revenues		\$7,655,308
	AEBSD Revenue	\$8,128,388

OPERATING FUND EXPENDITURES

Mayor	\$268,696
Assembly	\$158,000
Administration	\$344,450
Assistant Administrator	\$150,688
Clerk/Planning	\$189,920
Planning Commission	\$55,500
Finance	\$266,914
Natural Resources	\$201,936
Communications Manager	\$178,047
Maintenance Director	\$118,657
Educational Support	\$845,000
KCAP	\$127,500
Other	
Gen.Fund	
Equipment	\$35,000
AEB Vehicles	\$0
Repairs	\$5,000
Utilities	\$25,000
Aleutia Crab	\$58,522
Legal	\$100,000
Insurance	\$160,000
Bank Fees	\$12,000
EATS	\$150,000
Misc.	\$96,000
Donations	\$23,500
NLG Rev. Sharing	12,900
Web Service/Tech	\$30,000
Total Other	\$707,922
Total General Fund	\$3,613,230
Capital Projects	\$0
Bond Projects	\$0
Debt Services	\$2,170,000
Maintenance Reserve	\$100,000
Total Expenditure	5,883,230
Transfer to Helicopter Operation	\$1,500,000

AEB Surplus	\$272,078
AEBSD Expenses	\$8,128,388
Fund 20, AEB Community Grant, Revenues	\$2,954,000
Fund 20, AEB Community Grant, Exp.	\$2,954,000
Fund 22, Helicopter, Revenues	\$395,000
Fund 22, Helicopter, Expenditures	\$1,895,000
Fund 22, Terminal Operations, Revenues	\$139,620
Fund 22, Terminal Operations, Expenditures	\$84,075
Fund 24, Bond Project, Revenues	0
Fund 24, Bond Project, Expenditures	0
Fund 30, Bond Payments, Revenues	0
Fund 30, Bond Payments, Expenditures	0
Fund 40, Permanent Fund, Revenues	\$35,000
Fund 40, Permanent Fund, Expenditures	\$35,000
Fund 41, Maintenance Reserve, Revenues	\$
Fund 41, Maintenance Reserve, Expenditures	\$

Passed and adopted by the Aleutians East Borough Assembly this _____ day of May, 2017.

Date Introduced: 4/20/17

Date Adopted: _____

Mayor

ATTEST:

Clerk

REVENUES		FY17 Budget	FY18 Budget
	AEBSD Revenues	\$ 8,128,388.00	\$ 8,128,388.00
Local	Interest Income	\$ 35,000.00	\$ 35,000.00
	AEB Fish Tax	\$ 3,200,779.00	\$ 3,200,779.00
	AEBSD Refund		
	Other Revenue	\$ 35,000.00	\$ 50,000.00
State	Shared Fishery Tax	\$ 2,067,181.00	\$ 2,067,181.00
	Extraterritorial Fish Tax	\$ 101,299.00	\$ 101,299.00
	Landing Tax	\$ 35,218.00	\$ 35,222.00
	Debt Reimbursement	\$ 1,311,650.00	\$ 1,311,650.00
	State Aid to Local Governments	\$ 321,526.00	\$ 258,921.00
Federal	Payment in Lieu of Taxes	\$ 559,000.00	\$ 559,000.00
	USF&WS Lands	\$ 36,256.00	\$ 36,256.00
Total FY Revenues		\$ 7,702,909.00	\$ 7,655,308.00

Operating Fund Expenditures

Mayor	\$ 267,736.00	\$ 268,696.00
Assembly	\$ 148,000.00	\$ 158,000.00
Administration	\$ 359,957.00	\$ 344,450.00
Assistant Administrator	\$ 148,666.00	\$ 150,688.00
Clerk/Planning	\$ 186,406.00	\$ 189,920.00
Planning Commission	\$ 55,500.00	\$ 55,500.00
Finance	\$ 252,736.00	\$ 266,914.00
Natural Resources	\$ 200,927.00	\$ 201,936.00
Communication Manager	\$ 177,013.00	\$ 178,047.00
Maintenance Director	\$ 115,759.00	\$ 118,657.00
Educational Support	\$ 985,000.00	\$ 845,000.00
KCAP	\$ 112,500.00	\$ 127,500.00
Other GF		
Equipment	\$ 35,000.00	\$ 35,000.00
AEB Vehicles	\$ -	\$ -
Repairs	\$ 5,000.00	\$ 5,000.00
Utilities	\$ 25,000.00	\$ 25,000.00
Aleutia Crab	\$ 93,719.00	\$ 58,522.00
Legal	\$ 100,000.00	\$ 100,000.00
Insurance	\$ 150,000.00	\$ 160,000.00
Bank Fees	\$ 7,500.00	\$ 12,000.00
EATS	\$ 150,000.00	\$ 150,000.00
Misc.	\$ 96,000.00	\$ 96,000.00
Donations	\$ 23,500.00	\$ 23,500.00

NLG Rev. Sharing	\$ 12,900.00	\$ 12,900.00
Web Service/Tech Support	\$ 30,000.00	\$ 30,000.00
Total Other	\$ 728,619.00	\$ 707,922.00
Total General Fund	\$ 3,738,819.00	\$ 3,613,230.00
Capital Projects		
Bond Projects		
Debt Services	\$ 2,170,000.00	\$ 2,170,000.00
Maintenance Reserve	\$ 100,000.00	\$ 100,000.00
Total Expenditure	\$ 6,008,819.00	\$ 5,883,230.00
Transfer to Helicopter Operation	\$ 1,352,700.00	\$ 1,500,000.00
AEB Surplus	\$ 341,390.00	\$ 272,078.00
AEBSD Expenditures	\$ 8,128,388.00	\$ 8,128,388.00

Fund 20 Community Grants AEB, Revenues	\$ 1,368,000.00	\$ 2,954,000.00
Community Grants AEB, Expenditures	\$ 1,368,000.00	\$ 2,954,000.00
	\$ 512,500.00	
Fund 22, Helicopter, Revenues	\$ 430,000.00	\$ 395,000.00
Fund 22, Helicopter, Expenditures	\$ 1,831,700.00	\$ 1,895,000.00
Fund 22, Terminal Operations, Revenues	\$ 139,620.00	\$ 139,620.00
Fund 22, Terminal Operations, Expenditures	\$ 83,964.00	\$ 84,075.00
Fund 24, Bond Project, Revenues		\$ -
Fund 24, Bond Project, Expenditures		\$ -
Fund 30, Bond Payments, Revenues		\$ -
Fund 30, Bond Payments, Expenditures		\$ -
Fund 40, Permanent Fund, Revenues	\$ 35,000.00	\$ 35,000.00
Fund 40, Permanent Fund, Expenditures	\$ 35,000.00	\$ 35,000.00
Fund 41 Maintenance Reserve, Revenues	\$ 2,785,000.00	\$ -
Fund 41 Maintenance Reserve, Expenditures	\$ 2,785,000.00	\$ -

FY18 Amounts/Estimate

Medical	\$ 1,490.00	month
PERS	22%	
ESC	1.50%	
Medicare	1.45%	
PERS/DC	6.90%	
	\$ 83.52	

	FY17 Mid Year Budget			FY18 Budget
Mayor's Office			.4% COLA	
Salary	\$ 80,044.00	\$ 80,044.00	\$ 320.00	\$ 80,364.00
Fringe	\$ 28,592.00			\$ 29,232.00
Travel	\$ 36,000.00			\$ 36,000.00
Phone	\$ 1,500.00			\$ 1,500.00
Supplies	\$ 1,000.00			\$ 1,000.00
Lobbying, federal	\$ 75,600.00			\$ 75,600.00
Lobbying, state	\$ 45,000.00			\$ 45,000.00
Total Mayor's Office	\$ 267,736.00			\$ 268,696.00
Assembly				
Meeting Fee	\$ 25,000.00			\$ 25,000.00
Fringe	\$ 80,000.00			\$ 90,000.00
Travel	\$ 40,000.00			\$ 40,000.00
Supplies	\$ 3,000.00			\$ 3,000.00
Total Assembly	\$ 148,000.00			\$ 158,000.00
Administration				
Salary	\$ 193,155.00	\$ 176,303.00	\$ 705.00	\$ 177,008.00
Fringe	\$ 65,798.00			\$ 66,438.00
Engineering	\$ 25,000.00			\$ 25,000.00
Travel & per diem	\$ 25,500.00			\$ 25,500.00
Phone	\$ 7,100.00			\$ 7,100.00
Postage	\$ 2,500.00			\$ 2,500.00
Supplies	\$ 15,000.00			\$ 15,000.00
Rent	\$ 23,404.00			\$ 23,404.00
Dues & fees	\$ 2,500.00			\$ 2,500.00
Total Administration	\$ 359,957.00			\$ 344,450.00
Assistant Administrator				
Salary	\$ 95,481.00	\$ 95,481.00	\$ 382.00	\$ 95,863.00
Fringe	\$ 30,782.00			\$ 31,422.00
Travel	\$ 10,000.00			\$ 10,000.00
Phone	\$ 1,000.00			\$ 2,000.00
Supplies	\$ 2,500.00			\$ 2,500.00
Rent	\$ 8,903.00			\$ 8,903.00
Total Assist. Administrator	\$ 148,666.00			\$ 150,688.00
Clerk/Planning				
Salary	\$ 93,600.00	\$ 93,600.00	\$ 374.00	\$ 93,974.00
Fringe	\$ 34,306.00			\$ 34,946.00
Travel & per diem	\$ 12,500.00			\$ 12,500.00
Phone	\$ 7,500.00			\$ 7,500.00
Postage	\$ 500.00			\$ 1,000.00
Supplies	\$ 5,000.00			\$ 5,000.00
Utilities	\$ 20,000.00			\$ 20,000.00

Dues & fees	\$ 5,000.00	\$ 5,000.00
Elections	\$ 8,000.00	\$ 10,000.00
Total Clerk/Planning	\$ 186,406.00	\$ 189,920.00

Planning Commission

Salary	\$ 10,000.00	\$ 10,000.00
Fringe	\$ 500.00	\$ 500.00
Contract	\$ 25,000.00	\$ 25,000.00
Travel/Per diem	\$ 20,000.00	\$ 20,000.00
Permitting	\$ -	\$ -
Total Planning Commission	\$ 55,500.00	\$ 55,500.00

Finance

Salary	\$ 134,511.00	\$ 134,511.00	\$ 538.00	\$ 135,049.00
Fringe	\$ 52,725.00			\$ 53,365.00
Travel & per diem	\$ 7,000.00			\$ 7,000.00
Phone	\$ 5,000.00			\$ 8,000.00
Postage	\$ 1,000.00			\$ 1,000.00
Supplies	\$ 7,500.00			\$ 7,500.00
Utilities	\$ 5,000.00			\$ 5,000.00
Audit	\$ 40,000.00			\$ 50,000.00
Total Finance	\$ 252,736.00			\$ 266,914.00

Natural Resources

Salary	\$ 92,202.00	\$ 92,202.00	\$ 369.00	\$ 92,571.00
Fringe	\$ 30,822.00			\$ 31,462.00
Travel & per diem	\$ 20,000.00			\$ 20,000.00
Phone	\$ 1,500.00			\$ 1,500.00
Supplies	\$ 2,500.00			\$ 2,500.00
NPFMC	\$ 15,000.00			\$ 15,000.00
BOF Meeting	\$ 30,000.00			\$ 30,000.00
Rent	\$ 8,903.00			\$ 8,903.00
Total	\$ 200,927.00			\$ 201,936.00

Communication Media

Salary	\$ 98,579.00	\$ 98,579.00	\$ 394.00	\$ 98,973.00
Fringe	\$ 33,518.00			\$ 34,158.00
Travel & per diem	\$ 15,000.00			\$ 15,000.00
Phone	\$ 2,400.00			\$ 2,400.00
Supplies	\$ 2,500.00			\$ 2,500.00
Rent	\$ 10,016.00			\$ 10,016.00
Advertising/promotions	\$ 15,000.00			\$ 15,000.00
Total	\$ 177,013.00			\$ 178,047.00

Other	Equipment	\$ 35,000.00		\$ 35,000.00
	AEB Vehicles	\$ -		\$ -
	Repairs	\$ 5,000.00		\$ 5,000.00
	Utilities	\$ 25,000.00		\$ 25,000.00
	Aleutia Crab	\$ 93,719.00		\$ 58,522.00
	Legal	\$ 100,000.00		\$ 100,000.00
	Insurance	\$ 150,000.00		\$ 160,000.00
	Bank Fees	\$ 7,500.00		\$ 12,000.00
	EATS	\$ 150,000.00		\$ 150,000.00
	Misc.	\$ 96,000.00		\$ 96,000.00
	Donations	\$ 23,500.00		\$ 23,500.00
	NLG Rev. Sharing	\$ 12,900.00		\$ 12,900.00
	Web Service/Tech Support	\$ 30,000.00		\$ 30,000.00
	Total Other	\$ 728,619.00		\$ 707,922.00

Maintenance Director

Salary	\$ 64,375.00	\$ 64,375.00	\$ 258.00	\$ 64,633.00
Fringe	\$ 30,384.00			\$ 31,024.00
Travel & per diem	\$ 15,000.00			\$ 15,000.00
Phone	\$ 1,000.00			\$ 1,000.00
Supplies	\$ 3,000.00			\$ 5,000.00
Utilities	\$ 2,000.00			\$ 2,000.00
Total Public Works	\$ 115,759.00			\$ 118,657.00

Education

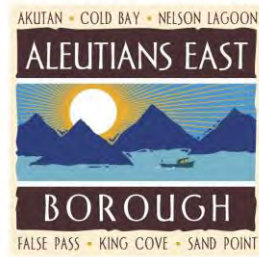
Local Contribution	\$ 940,000.00	\$ 800,000.00	\$ -	\$ 800,000.00
Scholarships	\$ 25,000.00			\$ 25,000.00
Student travel	\$ 20,000.00			\$ 20,000.00
Total Ed. Support	\$ 985,000.00			\$ 845,000.00

KCAP

Salary	\$ 2,500.00			\$ 2,500.00
Fringe	\$ 5,000.00			\$ 20,000.00
Travel & per diem	\$ 4,000.00			\$ 4,000.00
Supplies	\$ 1,000.00			\$ 1,000.00
Maintenance	\$ 100,000.00			\$ 100,000.00
	\$ 112,500.00			\$ 127,500.00

TOTAL OPERATING BUDGT	\$ 3,738,819.00			\$ 3,613,230.00
------------------------------	------------------------	--	--	------------------------

	FY17 Mid Year		.4% COLA	FY18
Fund 22 Terminal Operations				
Revenues				
Remaining construction Loan/ Remaining FAA reimbursement				
Other Income				
Leases	\$ 139,620.00	\$ 139,620.00		\$ 139,620.00
	\$ 139,620.00	\$ 139,620.00		\$ 139,620.00
Expenses				
Salary	\$ 27,847.00	\$ 27,847.00	\$ 111.00	\$ 27,958.00
Fringe	\$ 3,617.00	\$ 3,617.00		\$ 3,617.00
Contract				
Travel & Perdiem				
Phone, Internet	\$ 4,500.00	\$ 4,500.00		\$ 4,500.00
Supplies	\$ 7,500.00	\$ 7,500.00		\$ 7,500.00
Rental/Lease				
Utilities	\$ 24,000.00	\$ 24,000.00		\$ 24,000.00
Fuel/Gas	\$ 1,500.00	\$ 1,500.00		\$ 1,500.00
Fuel/diesel	\$ 15,000.00	\$ 15,000.00		\$ 15,000.00
	\$ 83,964.00	\$ 83,964.00		\$ 84,075.00
Fund 22 Helicopter Operations				
Revenues				
Medivacs	\$ 5,000.00	\$ 5,000.00		\$ 5,000.00
Freight	\$ 75,000.00	\$ 75,000.00		\$ 90,000.00
Other Income				
Tickets, fees, etc.	\$ 350,000.00	\$ 350,000.00		\$ 300,000.00
	\$ 430,000.00	\$ 430,000.00		\$ 395,000.00
Expenses				
Salary	\$ 120,000.00	\$ 130,000.00	\$ 520.00	\$ 130,520.00
Fringe	\$ 31,500.00	\$ 31,500.00		\$ 32,140.00
Travel	\$ 5,000.00	\$ 5,000.00		\$ 5,000.00
Phone/Internet	\$ 2,000.00	\$ 2,000.00		\$ 2,140.00
Supplies	\$ 60,000.00	\$ 20,000.00		\$ 60,000.00
Contract	\$ 1,400,000.00	\$ 1,400,000.00		\$ 1,453,000.00
Fuel/gas	\$ 10,000.00	\$ 10,000.00		\$ 12,000.00
Fuel/diesel	\$ 150,000.00	\$ 150,000.00		\$ 150,000.00
Insurance	\$ 18,200.00	\$ 18,200.00		\$ 18,200.00
Utilities	\$ 17,000.00	\$ 8,000.00		\$ 8,000.00
Rent/Lease	\$ 18,000.00	\$ 18,000.00		\$ 24,000.00
	\$ 1,831,700.00	\$ 1,792,700.00		\$ 1,895,000.00



Aleutians East Borough Project List As of March 31, 2017

Completed Projects with Ongoing Issues

False Pass Harbor

False Pass Harbor has been completed, but has not been closed out by the USACOE. There is an outstanding claim by the contractor Kelly-Ryan. Future costs could include litigation costs and settlement costs which are unknown at this time. There is approximately \$339,070 remaining in the False Pass Harbor Bond Account for this project.

Akutan Harbor

Akutan Harbor was completed by the USACOE in October 2012. We are currently waiting for completion and final billing (two to three years, if no construction claim) for AEB's portion of the construction costs, currently estimated to be approximately \$3.8 million. No funding has been identified for the final payout to the USACOE. Possible funding sources would be earnings from the Borough's Permanent Fund, bonds, debt with USACOE, legislative funding or some combination.

Current Projects

Akutan Harbor Floats

The construction of Float A was completed on July 25, 2016 for approximately \$3.4 million.

We are in discussions with the City of Akutan on where to proceed next. AECOM has completed bid-ready plans for Float B. The February 2014 cost estimate for Float B is \$3,185,000. Possible funding sources to complete Float B are:

- Remaining funds from Float A. The amount is still to be determined after the final billing for the current project is completed.
- AEB Permanent Fund Earnings.

Aleutians East Borough Project List

As of March 31, 2017

Page 2

- State of Alaska Harbor Facility Grant Program. This would require a 50% match for this program. Float B is estimated to cost \$3,185,000; therefore, the match required would be \$1,592,500 in Borough/City matching funds to apply. This funding source is not a guarantee due to the State's fiscal situation and the harbor is a Tier 2 facility, which does not get preference when scored.
- On February 3, 2017, the Borough submitted the Akutan Harbor Float B project to EDA in response to the Trump Administrations request for Shovel Ready Projects. This project would entail the design, construction and installation of a heavy duty 12' wide by 560' long timber float, access platform and gangway.

Utilities are needed for the floats. Float A has been equipped for utilities. The float was built with utility chases running the entire length of the system to accommodate future installation of electrical cables, and removable decking was provided on each float module so the chases can be accessed to install power pedestals and lighting. Attachment points for utility brackets were also provided for future installation of a potable water line. Float B will be equipped for utilities when the design of the float is completed. The final design for utilities will need to be completed. CDBG funding may be available for utility installation. The City of Akutan qualifies for this funding source.

King Cove Access Road

Currently AEB has a \$2 million dollar State grant with approximately \$1.59 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 FY17 budget included \$100,000 to fund lobbying work to obtain the land exchange from the federal government.

If the right-of-way is granted through the Izembek Wildlife Refuge, AEB will work with the State to determine funding needs to complete the road.

We are also working with the ADOT and contractor, Stantec, to complete the surveys for the previously constructed road of approximately twenty (20) miles.

Nelson Lagoon Erosion Mitigation Project

The AEB and Nelson Lagoon Tribal Council (NLTC) are conducting an erosion mitigation project along the lagoon shoreline in Nelson Lagoon. The AEB currently has \$903,000 committed towards this project. This includes \$691,000 in Community Development Block Grant funds; \$108,000 in AEB matching funds; \$54,000 in NLTC cash match funds and \$50,000 in Nelson Lagoon Corporation funds. The AEB is in the process of reassessing the project budget due to grant timeline constraints.

Aleutians East Borough Project List

As of March 31, 2017

Page 3

The project entails placing geotextile containers filled with sand in a pre-specified pattern along the community portion of the Nelson Lagoon shoreline. The AEB has purchased and shipped all of the geotextile container materials to Nelson Lagoon; hired an engineering firm to provide engineering support and will continue to administer the grant. The NLTC will manage the project using local labor and equipment to facilitate the project, and will be responsible for maintaining the geotextile containers. As of November 15, 2016, the Nelson Lagoon Tribal Council crew had completed 90% of the seawall demolition; 53% of the geotextile container filling and 25% of the revetment construction. The project will resume as soon as the weather improves and the ground defrosts.

Cold Bay Clinic

The Cold Bay Clinic is estimated to cost \$5 million, which includes construction and equipping the facility. We currently have \$1,637,000 appropriated through AEB funds and \$186,000 was provided by the Denali Commission for the site specific design. The AEB has requested \$1,000,000 from the State of Alaska in the FY2018 CAPSIS request and will continue to request funds from different entities.

On December 1-2, 2015, ANTHC conducted a condition assessment of the Cold Bay School for possible conversion to health clinic space for Eastern Aleutian Tribes (EATS). On March 17, 2016, ANTHC, EATS, and the Borough met. ANTHC stated that they would not recommend converting the school into a clinic. Therefore, the Borough and EATS will continue to look for funding for a new clinic in Cold Bay and will also research retrofitting the existing clinic now that it is out the FAA's restricted visibility zone.

Akutan Airport Transportation Link

Beginning September 1, 2012, the AEB has been providing the transportation link between Akutan and the new airport on Akun. The AEB operated a hovercraft from September 1, 2012 to February 15, 2014 and is now operating a helicopter, which began operating on February 14, 2014. Since the start of the Akutan Airport Transportation Link in September of 2012, the AEB has subsidized the operations. Through June 30, 2016, the subsidy (expenditures over revenue) was (\$8,032,949). When you add the FY2017 estimated subsidy of (\$1,401,700), the total subsidy provided and estimated to be provided by the AEB from inception of service through June 2017 is just under \$9.5 million dollars. The current helicopter contract ends on July 31, 2017. AEB has been working with all the players in the Akutan Airport trying to reduce costs, increase efficiencies and revenue.

As part of the renewal of the Essential Air Service (EAS) contract for Akutan, the U.S. Department of Transportation solicited proposals from carriers on May 27, 2016 to provide EAS service to Akun for the next two years (starting October 1, 2016) and agreed to consider paying for the cost to provide the helicopter access between Akun and Akutan. On July 21, 2016, U.S.

Aleutians East Borough Project List

As of March 31, 2017

Page 4

DOT received three proposals from carriers and we had expected a decision on the EAS by the beginning of October. On October 25, 2016, the U.S. DOT issued a tentative decision to subsidize fixed wing operations between Dutch Harbor and Akun Island for the next two years, but failed to support a subsidy for any helicopter service at this time. Part of the problem on the helicopter piece is due to a need for FAA certification of scheduled passenger services by the helicopter. There is a chance we can get the U.S DOT to reconsider this decision, if a carrier is able to obtain this certification, but we have no guarantee this effort will succeed.

The Borough is working with the City of Akutan, the State DOT&PF to amend the CSA Agreement to allow a subsidy for the helicopter operations up to \$1.5 million. Once a helicopter company has received the proper FAA certification to provide helicopter service between Akutan and Akun, we hope to have the helicopter operations subsidized by the EAS.

AEB is working with the City of Akutan and ADOT&PF (DOT) to determine the feasibility of building a small dock and breakwater on Akun Island and then operate a conventional vessel. We are also discussing this project with the US Army Corps of Engineers (USACE) to possibly seek their help and have federal funding to build the breakwater.

Sand Point New Harbor Floats

Funding of \$100,000 was allocated from the PF earnings in the FY17 budget to complete the design work. After discussions, with the AEB Federal Lobbyist, the AEB has decided to pursue the 95% design and possibly the permitting for Float A. The Borough has initiated discussions with an engineering firm on this project.

According to a 2017 cost estimate installing Float A will cost \$5.98 million plus an additional \$539, 000 for permitting, design, bid documents, contract administration, inspection and other indirect services. There is an opportunity to apply for the FY2018 State Harbor Facility Grant for construction but this would require a 50% match of \$2,990,000 or more.

No matching funds have been identified.

Nelson Lagoon Dock Repairs

Funding of \$25,000 was allocated in the FY17 budget from the PF 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

Aleutians East Borough Project List

As of March 31, 2017

Page 5

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 choking; 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:

- 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 needs to decide how they want to proceed on this project. If the Borough decides to conduct repairs, Administration recommends designating \$900,000 in PF earnings toward this project conducting Phase 1 priority repairs, a few additional repairs and accounts for inflation and unforeseen contingencies.

Borough Property Surveys

The Borough has selected property from the State as part of its agreement with the State when the Borough organized. While the property is under control of the Borough, the property has not been surveyed, platted and therefore, not deeded to the Borough. The State requires that the Borough do the surveying. Funding in the amount of \$85,000 in the FY17 budget from the PF earnings was allocated for this project.

We have had initial discussions with McClintock Land Associates and expect to work with them on this project. Our plan is to start with a survey of one of our municipal land selections in the Port Moller area, approximately 1300 acres referenced as **ADL 224714**. The first step in this process was to request Survey Instructions from the State. The request was submitted to the State on July 1, 2016, along with a \$225 fee. The Survey Section of the Alaska Department of Natural Resources has assured us that the Survey Instructions for our Port Moller Survey Project should be ready this spring. When we receive these required instructions, we will contract McClintock & Associates to move forward with the survey.

It is recommended that the Borough continue to survey other properties that have been selected to obtain full title to the property.

Aleutians East Borough Project List

As of March 31, 2017

Page 6

Nelson Lagoon School – Renovations

The Nelson Lagoon Village Council (NL Council) is working with the Borough and the State Department of Commerce, Community and Economic Development to take over the lease of the school building and school housing or take ownership of the property. The NL Council is proposing to consolidate entity offices into the school and have a recreation center for the community. The proposal includes lower ceilings, upgrading the heating system and other improvements to reduce the costs to maintain the building.

Administration is recommending that we help the NL Council with services to determine what is needed to improve the building and reduce maintenance costs and make certain improvements in order for the NL Council to take over the lease of the school or ownership of the property.

Cold Bay School

The City of Cold Bay is working with the Borough and the State Department of Transportation and Public Facilities to take over the lease of the school building. The City of Cold Bay's proposal for uses at the school may require a specialist to determine the useful life of the building in order to get a lease life from the State that will justify and amortize the City's investment.

Administration recommends that we help the City of Cold Bay to take over the lease with services that would determine the useful life of the building that would help justify the improvements and length of lease to justify and amortize the City's investment. The help may also include a loan and/or grants to help with the improvements.

False Pass Harbor House

The AEB and City of False Pass are interested in constructing a Harbor House in False Pass. The AEB 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 Harbor House will be a two story facility that is estimated to be three thousand six hundred (3,600) square feet and will include but not be limited to a garage, workroom, laundry facilities, showers, restrooms, a harbormaster office and an apartment for the harbormaster. This will be vetted further through the design process.

Aleutians East Borough Project List

As of March 31, 2017

Page 7

Projects with no Funding

King Cove Harbor – Stub Breakwater

This project currently has no funding. AEB has requested the USACOE to assist with reviewing this project to determine the fix and estimated costs. Once this problem is fixed, it is possible that additional floats could be added to the King Cove Harbor.

Cold Bay Dock/Harbor

The Cold Bay Dock will be in need of major repairs and upgrades sometime in the next ten years. AEB has requested the USACOE to assist with this project, however to-date no funds have been identified for the project. As part of the Cold Bay Dock Repairs project, the Alaska DOT has agreed to provide additional information about the dock and some conceptual drawings for a proposed harbor.

Aleutians East Borough--Capital Project List
Proposed FY18 Capital Project Funding-PFE Allocation

Project	Possible Funding Source(s)	Current Funding	FY17 Budget as Amended	Proposed FY18 Budget
False Pass Harbor	Bonds/Leg	\$ 339,265		
Akutan Harbor	Bonds/Leg	\$ -	\$ 100,000	\$ -
Akutan Harbor Floats - B Float	Various	\$ 427,540	\$ -	\$ -
King Cove Access Road	Leg	*	\$ 512,500	\$ 512,500
Sand Point School Repairs		\$ -	\$ 50,000	\$ -
Nelson Lagoon Erosion	Leg/PFE	\$ 903,000	\$ -	
Cold Bay Clinic	Leg/Bonds/PFE	\$ 1,618,139	\$ -	\$ 1,000,000
Akutan Airport Transportation Link	CSA/Leg/Bonds	**	\$ -	\$ -
King Cove Harbor-Stub Breakwater	Leg/Bonds	\$ -	\$ -	\$ -
Sand Point Harbor Floats			\$ -	\$ -
-Design/Eng/Mgmt.	PFE	\$ -	\$ 100,000	\$ -
-Construction	Leg/Bonds	\$ -	\$ -	\$ -
Cold Bay Dock/Harbor	Leg/Bonds	\$ -	\$ -	\$ -
Nelson Lagoon Dock Repairs	PFE/Leg/Bonds	\$ -	\$ 125,000	\$ 900,000
Nelson Lagoon School-Renovations			\$ 50,000	
Cold Bay School			\$ 50,000	
False Pass Harbor House			\$ -	\$ -
-Design/Eng	Other	\$ -	\$ -	\$ 100,000
Borough Property Surveys		\$ -	\$ 85,000	\$ 85,000
Total Project Funding			\$ 1,072,500	\$ 2,597,500
AEB Capital Project Contingency Fund			\$ 295,500	\$ 356,500
			\$ -	\$ -
Total PFE & Contingency Fund			\$ 1,368,000	\$ 2,954,000

*This project has funding from the following sources: \$2 million State grant; FY17-\$100,000; \$2 million ADOT for construction

**This project includes approx. \$5.5 million in funding from Borough bonds, State funds and a State grant to the City of Akutan

ALEUTIANS EAST BOROUGH SCHOOL DISTRICT

FY2018 BUDGET PROPOSAL v2.0

As of April 28, 2017

REVENUE & EXPENDITURES SNAPSHOT

ESTIMATED STATE FOUNDATION		FY17 ACTUAL	FY18 BUDGET	CHANGE	%	
	1	FY16 PROJECTED ADM	215.95	213.0	(3)	-1.4%
	2	SCHOOL SIZE ADM - HH INCLUDED WHERE ELIGIBLE	400.76	400.76	-	0.0%
X	3	DISTRICT COST FACTOR	1.991	1.991	-	0.0%
=	4	ADJUSTED FOR COST FACTOR	797.91	797.91	-	0.0%
X	5	SPECIAL NEEDS FACTOR	1.20	1.20	-	0.0%
=	6	SPECIAL NEEDS FACTOR	957.50	957.50	-	0.0%
X	7	CTE FACTOR	1.015	1.015	-	0.0%
=	8	CTE FACTOR	971.86	971.86	-	0.0%
=	9	ADJUST FOR SPED INTENSIVE	26	13	(13)	-50.0%
+	10	ADJUST FOR SPED INTENSIVE				
=	11	STUDENTS + INTENSIVE SPECIAL EDUCATION	997.85	984.85	(13)	-1.3%
	12	DISTRICT ADJUSTED ADM - ESTIMATE	997.85	984.85	(13)	-1.3%
	13	ESTIMATED - BASE STUDENT ALLOCATION >	\$ 5,930	\$ 5,633	(297)	-5.0%
>	14	AEBSD BASIC NEED	\$ 5,917,251	\$ 5,547,660	(369,591)	-6.2%
-	15	LOCAL EFFORT [LESSOR OF 0.00265 OR 45%]	\$ (599,314)	\$ (599,314)	-	0.0%
-	16	ESTIMATED - ELIGIBLE FEDERAL IMPACT AID	\$ (768,459)	\$ (768,459)	-	0.0%
ADJUSTED						
REVENUE		FY17 BUD REV	FY18 BUDGET	CHANGE	%	
=	17	STATE AID - ESTIMATE	4,549,478	4,179,887	(369,591)	-8.1%
051	18	STATE FOUNDATION QUALITY SCHOOLS	15,966	15,758	(208)	-1.3%
051	19	STATE FOUNDATION 1-TIME GRANTS	0	0	-	0.0%
011	20	BOROUGH CONTRIBUTION	800,000	800,000	-	0.0%
011	21	AEB ADDITIONAL FUNDING REQUEST	140,000	500,000	360,000	257.1%
090	22	ALASKA SCHOOL BAG (Broadband Assistance Grant)	99,996	99,996	-	100.0%
110	23	FEDERAL IMPACT AID	2,104,305	1,871,372	(232,933)	-11.1%
190	24	E-RATE PROGRAM	927,360	647,520	(279,840)	-30.2%
EXPENDITURES		FY17 BUD REV	FY18 BUDGET	CHANGE	%	
	25	CERTIFICATED SALARIES	1,951,694	1,959,022	7,328	0.4%
	26	CLASSIFIED SALARIES	762,063	776,214	14,152	1.9%
	27	ADMINISTRATIVE SALARIES	699,419	712,919	13,500	1.9%
351	28	HEALTH INSURANCE	735,169	766,578	31,408	4.3%
355	29	TRS RETIREMENT	308,887	308,087	(800)	-0.3%
356	30	PERS RETIREMENT	168,681	169,391	710	0.4%
430	31	INTERNET/VIDEO SERVICE	1,164,000	817,800	(346,200)	-29.7%
435	32	HEATING FUEL	312,900	302,500	(10,400)	-3.3%
436	33	ELECTRICITY	337,600	346,000	8,400	2.5%
450	34	SUPPLIES	537,200	454,650	(82,550)	-15.4%
510	35	EQUIPMENT	5,000	5,000	-	0.0%
700	36	STUDENT ACTIVITIES	390,807	388,848	(1,959)	-0.5%
901	37	FUND TRANSFERS	253,700	211,682	(42,018)	-16.6%
		AVERAGE COST - PER ACTUAL/PROJECTED STUDENT COUNT >	40,297	38,402	(1,895)	-4.7%

ALEUTIANS EAST BOROUGH SCHOOL DISTRICT

FY2018 BUDGET PROPOSAL v2.0

As of April 28, 2017

REVENUE SUMMARY					
OBJECT		REVENUE SOURCE	FY17 BUD REV	FY18 BUDGET	INCREASE (DECREASE)
011	1	BOROUGH CONTRIBUTION	800,000	800,000	-
011	2	AEB ADDITIONAL FUNDING REQUEST	140,000	500,000	360,000
040	3	OTHER REVENUE	45,000	45,000	-
051	4	STATE FOUNDATION	4,549,478	4,179,887	(369,591)
051	5	STATE FOUNDATION QUALITY SCHOOLS	15,966	15,758	(208)
051	6	STATE FOUNDATION 1-TIME GRANTS	0	0	-
090	7	ALASKA SCHOOL BAG (Broadband Assistance Grant)	99,996	99,996	-
110	8	FEDERAL IMPACT AID	2,104,305	1,871,372	(232,933)
190	9	E-RATE PROGRAM	927,360	647,520	(279,840)
495	10	INDIRECT REVENUE	20,000	20,000	-
	11	TOTAL REVENUE	8,702,105	8,179,533	(522,572)

EXPENDITURE SUMMARY					
ACTUAL		LOCATION/FUNCTION	FY17 BUD REV	FY18 BUDGET	INCREASE (DECREASE)
OASIS					
13.00	12	010 AKUTAN	290,476	285,554	(4,922)
10.00	13	030 FALSE PASS	299,166	298,002	(1,165)
83.00	14	040 KING COVE	2,149,217	2,136,665	(12,552)
107.00	15	060 SAND POINT	2,538,443	2,519,559	(18,884)
100	16	REGULAR INSTRUCTION	165,500	173,500	8,000
220	17	SPECIAL EDUCATION SUPPORT	113,569	113,697	128
350	18	INSTRUCTIONAL SUPPORT	1,480,893	1,119,229	(361,664)
512	19	DISTRICT ADMINISTRATION	979,334	891,797	(87,537)
600	20	OPERATIONS & MAINTENANCE	41,000	41,000	-
700	21	STUDENT ACTIVITIES	390,807	388,848	(1,959)
900	22	FUND TRANSFERS	253,700	211,682	(42,018)
FUN	23	TOTAL EXPENDITURE	8,702,106	8,179,533	(522,573)

>	NET REVENUE (EXPENDITURE)	(0)	0
---	---------------------------	-----	---

ROUNDING

ROUNDING

1

Ordinances

None

Resolutions

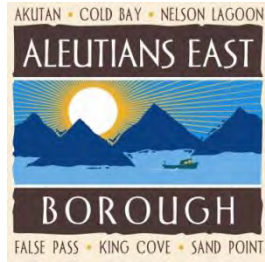
All resolutions under Consent Agenda

OLD BUSINESS

None

New Business

Aleutians East Bourough							
Donation Requests							
May 2017							
	Prior Donation Requests		May 2016				May-17
	FY15 Budget	FY16 Budget	Amount	Amount	FY16 Budget	FY17 Budget	Amount
	\$23,500	\$23,500	Requested	Approved	\$9,250	\$23,500	Requested
Akutan Traditional Council	\$ 2,000.00		\$ -				\$-
Qagan TayagunginTribe (QTT)-Culture Camp	\$ 2,000.00	\$ 2,000.00	\$ 7,000.00	\$ 3,500.00		\$ 3,500.00	\$ 7,000.00
APIA-Reclaim Alaska Summit	\$ 4,140.00		\$ -				\$-
KSDP	\$ 2,000.00	\$ 5,000.00	\$ -			\$ 5,000.00	\$-
Sand Point Teen Center	\$ 2,000.00		\$ 2,000.00	\$ 2,000.00		\$ 2,000.00	\$ 2,000.00
Sand Point Salmon Derby	\$ 900.00		\$ 900.00	\$ 900.00		\$ 900.00	\$ 900.00
Akutan Traditional Council		\$ 2,000.00	\$ -				\$-
King Cove Fire & Rescue	\$ 2,000.00		\$ 3,000.00	\$ 3,000.00	\$ 3,000.00		\$ 2,500.00
QTT Graveyard Clean Up	\$ 110.00		\$ 200.00	\$ 200.00		\$ 200.00	\$ 200.00
QTT Fall Clean Up			\$ 200.00	\$ 200.00		\$ 200.00	\$ 200.00
Sarah Curwen-King Cove Clinic Health Fair	\$ -	\$ 250.00					\$ -
Cold Bay EMS Equipment			\$ 2,000.00	\$ 2,000.00		\$ 2,000.00	\$ 3,000.00
City of Sand Point Spring Clean-up			\$ 400.00	\$ 400.00	\$ 400.00	\$ -	\$ 1,000.00
False Pass Tribe - Community Halibut Derby							\$ 5,000.00
Total	\$ 15,150.00	\$ 9,250.00	\$ 15,700.00	\$ 12,200.00	\$ 3,400.00	\$ 13,800.00	\$ 21,800.00



REQUEST FOR CONTRIBUTION

THIS FORM MUST BE COMPLETED AND SUBMITTED BY **NOVEMBER 1 OR MAY 1** TO BE CONSIDERED BY THE AEB ASSEMBLY FOR FUNDING.

ORGANIZATION NAME: SAND PT SILVER SALMON DERBY

PERSON COMPLETING THIS FORM: JADE GUNDERSEN

AMOUNT REQUESTED: \$ \$900 (An amount range is acceptable)

1. Who will benefit from this donation?

ALLSAND PT RESIDENTS Estimated number of AEB Residents

ALL TRANSIENT FISHERMEN AND PROCESSOR WORKERS Estimated number of Non-AEB Residents

ALL Ages

Is this activity open to all AEB residents? / ☒ /yes / /no If not, please explain.

2. How does this contribution promote the best interests of the AEB? For example, tell us if this project/activity is related to the safety, health or well-being of residents. Specifically perhaps, it offers an alternative (to alcohol or drug abuse) recreation opportunity. Or supports the preservation of the Aleut culture or reinforces the subsistence life-style. Why should this activity receive AEB funds? Please limit your answer to no more than one page.

The Derby provides fun family activities that promote outdoor activities and community participation. Photos of all the activities of the Sand Point Silver Salmon Derby can be found on Facebook. The Derby is a fund raiser for Boy & Girls Club, Culture Camp, EMS and Teen Center. All of these programs are important and rely on donations to continue.

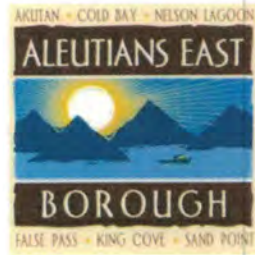
3. What is your estimated budget? Where does the AEB contribution fit into the budget? Who are, if any, the other donors? Please limit your answer to no more than one page.

Most of the funds raised are from raffles. Donations go towards purchasing raffle items. Donations also go towards children's art supplies, competition prizes, fish drawing prizes and all necessary supplies. Below is a list of entities that donated last year, which request for donations will go out to this year also.

2016 Donations (donations include prizes, cash, and services):

Pen Air, Trident Seafoods, Coastal Transportation, Alaska Central Express (ACE), City of Sand Point, City of Sand Point Harbor Crew, Public Works and office personnel, Alaska Commercial, Aleut Corp., Shumagin Corp., Aleutians East Borough, TelAlaska, Peter Pan Seafoods, Aleutian Pribilof Islands Association, Inc. Qagan Tayagungin Tribe, Harbor Café, Sand Point School, GCI, Inc., Peninsula Fishing Coalition, Toys Plus, Aleutia; and, halibut donated for dinner by Amy Eubank, Wolf Jackson, and Heather & Kiley Thompson.

4. Are you willing to report back, without a reminder, to the Mayor and Assembly describing your project/activity within two months of the activity? / **X** /Yes / /No



REQUEST FOR CONTRIBUTION

THIS FORM MUST BE COMPLETED AND SUBMITTED BY **NOVEMBER 1 OR MAY 1** TO BE CONSIDERED BY THE AEB ASSEMBLY FOR FUNDING.

ORGANIZATION NAME: King Cove Fire & Rescue

PERSON COMPLETING THIS FORM: Chris Babcock Fire Chief

AMOUNT REQUESTED: \$ 2500.00 (An amount range is acceptable)

1. Who will benefit from this donation?

892

Estimated number of AEB Residents

400

Estimated number of Non-AEB Residents

All

Ages

Is this activity open to all AEB residents? ☒ Yes / ☐ No If not, please explain.

2. How does this contribution promote the best interests of the AEB? For example, tell us if this project/activity is related to the safety, health or well-being of residents. Specifically perhaps, it offers an alternative (to alcohol or drug abuse) recreation opportunity. Or supports the preservation of the Aleut culture or reinforces the subsistence life-style. Why should this activity receive AEB funds? Please limit your answer to no more than one page. *This is the only fund raiser we do every year. with the money we raise goes into our College Scholarship for graduating Seionrs. and the Annual Stanta Parade. And Annual Fireworks display.*
3. What is your estimated budget? Where does the AEB contribution fit into the budget? Who are, if any, the other donors? Please limit your answer to no more than one page. *\$15,000.00 budget for food and ATV Rattel. AEB would fit in with donations of funds from GCI, City of King Cove, AHA, APIA, King Cove Corp. Coastal Transportation*
4. Are you willing to report back, without a reminder, to the Mayor and Assembly describing your project/activity within two months of the activity? ☒ Yes / ☐ No

King Cove Fire & Rescue
P.O. Box 289
King Cove, AK 99612
Phone: 907-497-2210 Fax: 907-497-2556
E-Mail: kingcovedps@gmail.com

Friday, April 14, 2017

To whom it may concern

Each year for the past 19 years, the King Cove Volunteer Fire Department has held an annual fundraiser community picnic to support the KCFD scholarship, Annual Santa Parade and 4th of July Fireworks Display. This year it is scheduled for Saturday, May 27, 2017. We have appreciated the great support from our community and others who have supported this event. We have extremely good turnouts. In the past 19 years we have given away nearly \$19,000.00 in scholarships to King Cove High-school graduates. We are asking for a donation Of \$2500.00. We thank you for your support from the previous years.

Sincerely,

A handwritten signature in black ink, appearing to read "Chris", enclosed within a large, loopy oval flourish.

Chris Babcock Fire Chief



REQUEST FOR CONTRIBUTION

THIS FORM MUST BE COMPLETED AND SUBMITTED BY **NOVEMBER 1 OR MAY 1** TO BE CONSIDERED BY THE AEB ASSEMBLY FOR FUNDING.

ORGANIZATION NAME: Cold Bay Ems

PERSON COMPLETING THIS FORM: Angela Simpson

AMOUNT REQUESTED: \$ 2,500 - 3,000⁰⁰ (An amount range is acceptable)

1. Who will benefit from this donation?

2000+ Estimated number of AEB Residents

unknown Estimated number of Non-AEB Residents

All Ages

Is this activity open to all AEB residents? / (yes) / /no If not, please explain.

2. How does this contribution promote the best interests of the AEB? For example, tell us if this project/activity is related to the safety, health or well-being of residents. Specifically perhaps, it offers an alternative (to alcohol or drug abuse) recreation opportunity. Or supports the preservation of the Aleut culture or reinforces the subsistence life-style. Why should this activity receive AEB funds? Please limit your answer to no more than one page.

see attached letter

3. What is your estimated budget? Where does the AEB contribution fit into the budget? Who are, if any, the other donors? Please limit your answer to no more than one page.

see attached letter

4. Are you willing to report back, without a reminder, to the Mayor and Assembly describing your project/activity within two months of the activity? / (Yes) /No

**Cold Bay Emergency Medical Services
P.O. Box 82
Cold Bay, Alaska 99571**

May 1, 2017

Aleutians East Borough
PO Box 349
Sand Point, AK 99611

Aleutians East Borough Mayor and Assembly Members,

Each year the Cold Bay Silver Salmon Derby event is held to raise funds to support the local Emergency Medical Services (EMS) Squad. Proceeds from the event are used to pay for EMS training and to maintain and/or purchase medical equipment. We are asking for donations to help fund the event. Many sponsors are involved in supporting this event including Coastal Transportation, Peninsula Airways, Grant Aviation, Aleutians East Borough, Bearfoot, G & K Inc., R & R Guide Service, and Cold Bay Lodge, to name a few. Without the support of sponsors the annual fundraising event would not be a success.

The budget for this event is approximately twelve thousand dollars and depends on donations from sponsors. Raffle items including a four-wheeler are purchased with the money and ultimately end up going into communities through the winners who end up with the items. The four wheeler is sought after and well supported raffle each year with the drawing held during the event. A lot of time is donated by volunteers throughout the planning of, during and after the fundraising event.

The remote town of Cold Bay, Alaska has approximately forty (40) full time residents and relies on volunteer EMS for all emergency medical needs. The EMS squad provides medical evacuation support for all the surrounding communities of Nelson Lagoon, King Cove and False Pass. Support is also provided for emergencies that occur in the Bering Sea and Pacific Ocean as needed including the United States Coast Guard during rescue efforts throughout the commercial fishing seasons. The need to be prepared to assist in aircraft emergencies as Cold Bay serves as an alternate for overseas flights carrying hundreds of passengers per flight, with many scheduled per day, is also a priority. Cold Bay EMS Squad members also contribute in air transport when needed.

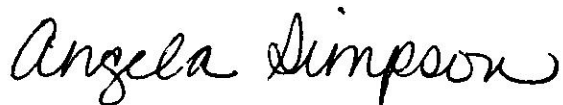
The money raised during this annual fundraising event is the main source of funds for the EMS squad with other grant opportunities utilized when available. The well trained and prepared EMS

squad in Cold Bay is available and ready for all who may need it. This benefits the entire Cold Bay area, surrounding communities, and potentially hundreds as a just in case emergency.

The Annual Silver Salmon Derby is held over Labor Day weekend (September 1st -September 4th 2017) and brings many people from the surrounding communities for a fun filled family event. During the kick-off party, the EMS squad members provide food for the attendees with raffles filled with prizes and fishing gear and donated money and goods for those in attendance. Many activities occur over the three days of fishing, a raft race, a tug-of-war, duck race, biggest salmon berry contest, a walk and various activities for children. At the end of the event there is an award dinner. People travel from all over the country to participate in this exciting event. It's our belief that these activities help support healthy living and serve as a great example of alternatives to substance use and abuse.

The Cold Bay EMS Squad respectfully asks for your continued support in this essential fundraising event that benefits potentially all communities in the AEB and those who depend on the Cold Bay airport.

Sincerely,

A handwritten signature in cursive script that reads "Angela Simpson". The ink is black and the signature is fluid and legible.

Angela Simpson
2017 Silver Salmon Derby Committee
Cold Bay EMS Squad



REQUEST FOR CONTRIBUTION

THIS FORM MUST BE COMPLETED AND SUBMITTED BY **NOVEMBER 1 OR MAY 1**
TO BE CONSIDERED BY THE AEB ASSEMBLY FOR FUNDING.

ORGANIZATION NAME: False PASS TRIBE

PERSON COMPLETING THIS FORM: Steve Kennedy

AMOUNT REQUESTED: \$ 5000⁸⁰ (An amount range is acceptable)

1. Who will benefit from this donation?

50+ Estimated number of AEB Residents

30+ Estimated number of Non-AEB Residents

3+ Ages

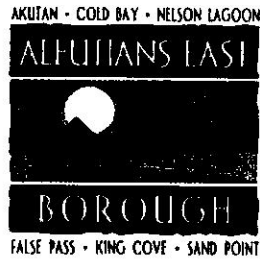
Is this activity open to all AEB residents? / /yes / /no If not, please explain.

2. How does this contribution promote the best interests of the AEB? For example, tell us if this project/activity is related to the safety, health or well-being of residents. Specifically perhaps, it offers an alternative (to alcohol or drug abuse) recreation opportunity. Or supports the preservation of the Aleut culture or reinforces the subsistence life-style. Why should this activity receive AEB funds? Please limit your answer to no more than one page.

Halibut Derby for the Community, picnic, BBQ

3. What is your estimated budget? Where does the AEB contribution fit into the budget? Who are, if any, the other donors? Please limit your answer to no more than one page. \$ 5000 FOR PRIZES & FOOD

4. Are you willing to report back, without a reminder, to the Mayor and Assembly describing your project/activity within two months of the activity? / Yes / /No



REQUEST FOR CONTRIBUTION

THIS FORM MUST BE COMPLETED AND SUBMITTED BY **NOVEMBER 1 OR MAY 1** TO BE CONSIDERED BY THE AEB ASSEMBLY FOR FUNDING.

ORGANIZATION NAME: SAND POINT TEEN CENTER

PERSON COMPLETING THIS FORM: TINA ANDERSON

AMOUNT REQUESTED: \$ \$2000

1. Who will benefit from this donation?

60+ SAND PT TEENS Estimated number of AEB Residents

UNKNOWN Estimated number of Non-AEB Residents

GRADE 7 THROUGH AGE 20 Ages

Is this activity open to all AEB residents? / /yes /X/no If not, please explain. ALL AEB RESIDENTS GRADE 7 THROUGH AGE 20 ONLY.

2. How does this contribution promote the best interests of the AEB? For example, tell us if this project/activity is related to the safety, health or well-being of residents. Specifically perhaps, it offers an alternative (to alcohol or drug abuse) recreation opportunity. Or supports the preservation of the Aleut culture or reinforces the subsistence life-style. Why should this activity receive AEB funds? Please limit your answer to no more than one page.

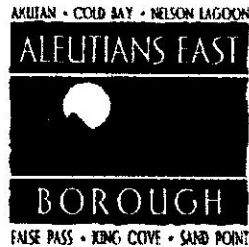
The Teen Center provides a safe place for our teens to socialize that is monitored by an adult staff member. Teens participate in positive activities and events, which provides an alternative to drugs and alcohol.

3. What is your estimated budget? Where does the AEB contribution fit into the budget? Who are, if any, the other donors? Please limit your answer to no more than one page. **Funding would go towards payroll.**

Yearly budget costs: \$24,000

Other funding contributions are from Unga Tribal Council, Qagan Tayagungin Tribal Council, City of Sand Point, Shumagin Corporation, Pauloff Harbor Tribal Council and Sand Pt. Silver Salmon Derby.

4. Are you willing to report back, without a reminder, to the Mayor and Assembly describing your project/activity within two months of the activity? / X /Yes / /No



REQUEST FOR CONTRIBUTION

THIS FORM MUST BE COMPLETED AND SUBMITTED BY **NOVEMBER 1 OR MAY 1**
TO BE CONSIDERED BY THE AEB ASSEMBLY FOR FUNDING.

ORGANIZATION NAME: Oagan Tayagungin Tribe

PERSON COMPLETING THIS FORM: Karis Porcunula

AMOUNT REQUESTED: \$ 200 (An amount range is acceptable)

1. Who will benefit from this donation?

960 Estimated number of AEB Residents

0 Estimated number of Non-AEB Residents

All Ages

Is this activity open to all AEB residents? ☒ Yes / ☐ No If not, please explain.

2. How does this contribution promote the best interests of the AEB? For example, tell us if this project/activity is related to the safety, health or well-being of residents. Specifically perhaps, it offers an alternative (to alcohol or drug abuse) recreation opportunity. Or supports the preservation of the Aleut culture or reinforces the subsistence life-style. Why should this activity receive AEB funds? Please limit your answer to no more than one page.

This activity is for the whole community to clean up our community and make it a better place. It is also an alternative recreational opportunity for community members.

3. What is your estimated budget? Where does the AEB contribution fit into the budget? Who are, if any, the other donors? Please limit your answer to no more than one page.

Our estimated budget is \$1,000 for prizes, supplies & BBQ supplies.

4. Are you willing to report back, without a reminder, to the Mayor and Assembly describing your project/activity within two months of the activity? ☒ Yes / ☐ No



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

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

April 24, 2017

Dear Honorable Mayor Stanley Mack and Council;

I am writing on behalf of the Qagan Tayagungin Tribe Environmental Department. We would like to ask if you would consider providing a donation for our 7th annual End of Summer Clean Up.

The End of Summer Clean Up takes place during the middle of September. Our department is hoping to hold it either September 16th or September 17th, depending on weather. Last year's End of Summer Clean Up turned out to be a great success with 63 participants, and 79 bags of trash picked up. We are hoping this year will be even better.

All proceeds will go to the End of Summer Clean Up for barbecue supplies, cleaning supplies, and prizes for both youth and adult participation. We are hoping great prizes will encourage a greater number of participants this year. Children are our future, having a clean community for both youth and adults will help our environment and keep it clean for future generations.

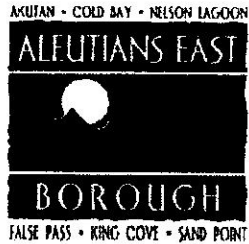
Please consider donating to this very good cause. Your consideration is most appreciated.

Thank you for your time.

Sincerely,

Karis Porcincula

Karis Porcincula
Environmental Coordinator



REQUEST FOR CONTRIBUTION

THIS FORM MUST BE COMPLETED AND SUBMITTED BY **NOVEMBER 1 OR MAY 1** TO BE CONSIDERED BY THE AEB ASSEMBLY FOR FUNDING.

ORGANIZATION NAME: Qagan Tayagungin Tribes

PERSON COMPLETING THIS FORM: Karis Porcincula

AMOUNT REQUESTED: \$ 200⁰⁰ - 300⁰⁰ (An amount range is acceptable)

1. Who will benefit from this donation?

960 Estimated number of AEB Residents

0 Estimated number of Non-AEB Residents

All Ages

Is this activity open to all AEB residents? ☒ Yes / ☐ No If not, please explain.

2. How does this contribution promote the best interests of the AEB? For example, tell us if this project/activity is related to the safety, health or well-being of residents. Specifically perhaps, it offers an alternative (to alcohol or drug abuse) recreation opportunity. Or supports the preservation of the Aleut culture or reinforces the subsistence life-style. Why should this activity receive AEB funds? Please limit your answer to no more than one page.

This activity helps the whole community as we are cleaning up the graveyard and inviting people to clean up their loved ones graves.

3. What is your estimated budget? Where does the AEB contribution fit into the ^{recreational activity} budget? Who are, if any, the other donors? Please limit your answer to no more than one page.

Our estimated budget is about \$4,000. We've sent letters to all entities and businesses. We are working on finding other funding sources also.

4. Are you willing to report back, without a reminder, to the Mayor and Assembly describing your project/activity within two months of the activity? ☒ Yes / ☐ No



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

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

April 24, 2017

Dear Honorable Mayor Mack & distinguished council members;

I am writing on behalf of the Qagan Tayagungin Tribe. We would like to ask if the Aleutians East Borough would consider providing a donation for our 4th Annual Graveyard Clean-up.

During the month of July, the QTT Environmental Department will be conducting a graveyard clean-up in coordination with our Environmental Youth Groups to teach them about invasive species and cleaning up our community. This will be our fourth year with a graveyard clean-up.

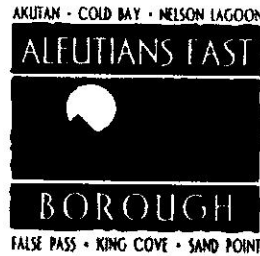
Each year we've done the Graveyard Clean-up, we've gotten positive feedback. We are praised for doing a great job and we are always told how wonderful the graveyard looks. We clear a lot of the alders, bushes, grass and invasive species. We've been asked to do more, but recognize we need more volunteer help and more equipment in order to do more in the limited time we have.

All proceeds will go to the Graveyard Clean-up for supplies and door prizes for both youth and adults. We will be providing children and adults with the opportunity to learn more about our environment, and a better understanding of what we all can do to keep our community clean for future generations. The donation you could make would be greatly appreciated.

Sincerely,

A handwritten signature in cursive script that reads "Karis Porcincula".

Karis Porcincula
Environmental Coordinator



REQUEST FOR CONTRIBUTION

THIS FORM MUST BE COMPLETED AND SUBMITTED BY **NOVEMBER 1 OR MAY 1** TO BE CONSIDERED BY THE AEB ASSEMBLY FOR FUNDING.

ORGANIZATION NAME: Qagan Tayagungin Tribe of Sand Point

PERSON COMPLETING THIS FORM: Tiffany Jackson

AMOUNT REQUESTED: \$ 7,000.00 (An amount range is acceptable)

1. Who will benefit from this donation?

175 Estimated number of AEB Residents

15 Estimated number of Non-AEB Residents

5 and up Ages

Is this activity open to all AEB residents? /x/yes / /no If not, please explain.

2. How does this contribution promote the best interests of the AEB? For example, tell us if this project/activity is related to the safety, health or well-being of residents. Specifically perhaps, it offers an alternative (to alcohol or drug abuse) recreation opportunity. Or supports the preservation of the Aleut culture or reinforces the subsistence life-style. Why should this activity receive AEB funds? Please limit your answer to no more than one page.

Attached in letter

3. What is your estimated budget? Where does the AEB contribution fit into the budget? Who are, if any, the other donors? Please limit your answer to no more than one page.

Attached in letter

4. Are you willing to report back, without a reminder, to the Mayor and Assembly describing your project/activity within two months of the activity? /x/Yes / /No



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

April 24, 2017

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

Dear Mayor Mack and Borough Assembly,

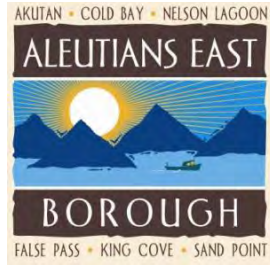
The time of year to plan for culture camp is upon again! The Qagan Tayagungin Tribe is hopeful the Aleutians East Borough will continue to support the QTT Culture Camp with a financial donation. As you hopefully know, the QTT culture camp is open to all students in the borough in Kindergarten through 12th grade. Every year, though travel scholarships from the Aleut Foundation; we have students attending from communities other than Sand Point! This camp helps us to preserve the Aleut Culture with our youth through language, song, dance, subsistence activities, as well as traditional cultural art. Funds received from the borough would help us continue to provide these classes. We've been working hard to grow our own experts, and are looking at only bringing in three or four from out of town this year.

We've scaled back our camp considerably due to budget constraints. This year we're estimating the camp to cost about \$63,050 to put on. In addition to requesting funds from the borough, we're utilizing NAHASDA crime prevention funds, donations from the other tribes, native corporations, the City of Sand Point, the Sand Point Silver Salmon Derby, the humanities forum, grant funding from the Fish and Wildlife Service, and income generated from our end of camp art auction.

Thank you for considering our request. If you have any further questions, please do not hesitate to ask myself or Carla Chebetnoy.

Sincerely,

Tiffany Jackson
Executive Director



REQUEST FOR CONTRIBUTION

THIS FORM MUST BE COMPLETED AND SUBMITTED BY **NOVEMBER 1 OR MAY 1** TO BE CONSIDERED BY THE AEB ASSEMBLY FOR FUNDING.

ORGANIZATION NAME: City of Sand Point

PERSON COMPLETING THIS FORM: Shannon Sommer

AMOUNT REQUESTED: \$ 1,000.00 (An amount range is acceptable)

1. Who will benefit from this donation?

Sand Point Community Estimated number of AEB Residents

N/A Estimated number of Non-AEB Residents

All Ages

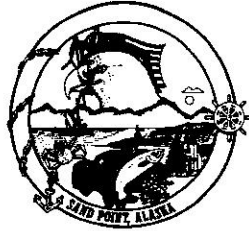
Is this activity open to all AEB residents? /X/yes / /no If not, please explain.

2. How does this contribution promote the best interests of the AEB? For example, tell us if this project/activity is related to the safety, health or well-being of residents. Specifically perhaps, it offers an alternative (to alcohol or drug abuse) recreation opportunity. Or supports the preservation of the Aleut culture or reinforces the subsistence life-style. Why should this activity receive AEB funds? Please limit your answer to no more than one page.

The Annual Sand Point Community Clean-up is a great way to get our community ready for the summer. We encourage local businesses, commercial fishing crews, and community members to participate with not only the incentive of a beautiful and clean community, but prizes as well. All participants will be entered in a drawing for prizes to be awarded following the end of clean-up day during the BBQ held at the school.

3. What is your estimated budget? Where does the AEB contribution fit into the budget? Who are, if any, the other donors? Please limit your answer to no more than one page.

City of Sand Point



Date: March 29, 2017

Subject: **Annual Sand Point Community Clean-up**

Dear Business Owner:

Sand Point's Annual Community Clean-Up is just around the corner! Our Annual Community Clean-Up will be held Friday, May 5, 2017, and has proven to be a great success in past years due to all the support from local businesses and individuals. This year, we will be planning a day long clean up, where community members have to stop by the City, get bags, and clean up areas of our community, ending with the Sand Point School's clean-up day.

We advertise well in advance, encourage local businesses, commercial fishing crews, and community members to participate with not only the incentive of a beautiful and clean community, but prizes as well. All participants will be entered in a drawing for prizes to be awarded following the Sand Point School's clean-up day during the BBQ held at the school.

We are asking that you consider donating in one of the following ways: cash for ordering prizes or BBQ supplies, prizes, or gift certificate. We greatly appreciate any type of donation! Thank you for your consideration of a contribution to keeping Sand Point a beautiful place to live.

Sincerely,

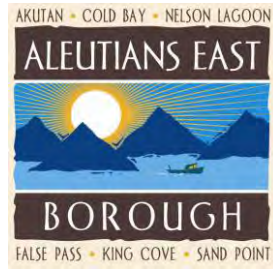
Shannon Sommer
City Clerk

The estimated budget is \$5,000.00. With your donation, and donations from others, help buy prizes, all necessary supplies or gift certificates.

2016 Donations (include prizes and services):

PenAir, Trident Seafoods, Peter Pan Seafoods, Coastal Transportation, ACE Air Cargo, Alaska Commercial, Aleut Corporation, TelAlaska, Qagan Tayagungin Tribe, Sand Point Generating, Sand Point Auto, Western Marine, Shumagin Corporation, Aleutian Pribilof Islands Association, Eastern Aleutian Tribes, Bearing Sea Treasures, Harbor Café, Huyan Browning and local artist Karis Porcincula.

4. Are you willing to report back, without a reminder, to the Mayor and Assembly describing your project/activity within two months of the activity? /X/Yes / /No



To: Mayor Mack and Assembly
From: Tina Anderson, Clerk
Date: May 11, 2017
Re: Appointment of New Administrator

Mayor Mack and Administrator Gifford reviewed the applications for Administrator. After reviewing and interviewing a short list of applicants, Mayor Mack appointed Anne Bailey as the new Administrator to begin on approval. Following is the contract.

Section 2.20.080 of the code requires confirmation by the Assembly.

EMPLOYMENT AGREEMENT
between
THE ALEUTIANS EAST BOROUGH
and
Anne Bailey

A. Introduction. This Employment Agreement (Agreement) is made and entered into between the Aleutians East Borough, Alaska (the AEB or the Borough) and Anne Bailey (the Administrator), who may be collectively referred to as the parties to this Agreement (the parties). The entire agreement between the parties is that stated in this *Employment Agreement between the Aleutians East Borough and Anne Bailey* (the Agreement). This Agreement supersedes any previous agreement and may be modified only by a written instrument signed by both parties.

The parties understand and agree that Anne Bailey has been offered and has accepted employment as the Borough Administrator, which employment is at will and at the pleasure of the Borough Mayor.

B. Term of Agreement. This Agreement shall become effective May 11, 2017, and shall remain in full force and effect until May 31, 2019, unless it is terminated before that date by mutual agreement of the parties or by operation of another provision of this Agreement. It may be extended by mutual written agreement of the parties.

C. Responsibilities of the AEB. The AEB agrees that during the term of this Agreement it shall:

1. Employ Anne Bailey as Borough Administrator, to perform the functions and duties specified in the *Aleutians East Borough Job Description—Borough Administrator* which is appended hereto.
2. Comply with all terms and conditions of this Agreement.
3. Pay Administrator at the rate of \$10,833.33 per month (\$130,000 annually). During the term of this Agreement, salary shall be adjusted upwards as necessary to compensate for the greater of the Consumer Price Index

increase for Anchorage for the year immediately past, or the across-the-board salary adjustment most recently paid to all employees of the Borough or as negotiated between the Mayor and the Administrator.

4. Provide fringe benefits, including but not limited to annual leave and holidays, in accordance with the Aleutians East Borough Code and Employee Handbook. Except as otherwise provided herein, Administrator shall accrue sick leave, vacation, retirement, health and life insurance benefits and other fringe benefits at the same rate as other full-time, regular Borough employees.
5. Administrator shall retain sick leave and vacation leave accrued from previous Borough position and continue to accrue vacation leave at the current rate.
6. Administrator shall accrue additional leave of ten (10) days provided in advance upon the start date of this contract and each anniversary date for the life of the contract. Annual leave can be accrued from year to year.
7. Provide termination benefits as provided in E.1. below.
8. Budget for and pay the professional dues and subscriptions that are needed for Administrator to participate in national, regional, state and local associations and organizations (such as AMMA & AML/JIA) necessary and desirable for professional participation, growth and advancement, and for the good of the Borough.
9. Except in instances of Administrator's willful disregard of his/her duties or gross negligence in the performance of those duties, hold harmless for any judgments against Administrator and/or the Borough which are incurred as a result of Administrator's conduct of Borough business, and for costs and attorneys' fees incurred in defense of such actions.

D. Responsibilities of Administrator. Administrator agrees that during the term of this Agreement, he/she shall:

1. Abide by the Constitution, laws and regulations of the United States of America and the State of Alaska, and by the Aleutians East Borough Code and Employee Handbook.
2. Serve as Borough Administrator for the Aleutians East Borough.
3. Comply with all terms and conditions of this Agreement.
4. Devote full time to the business of the Borough and shall not engage in any other business.

E. Joint Responsibilities of the AEB and the Administrator.

The parties agree that:

1. It is their intent that this Agreement may be terminated either by the Borough or by the Administrator without resort to any determination of cause or any necessary explanation. Accordingly, this agreement may be terminated as follows:
 - a. By the Administrator for any reason or for no stated reason, upon giving sixty (60) days' written notice to the Borough. Upon receipt of such notice, the Borough shall have the option either to:
 - i. Have the Administrator continue to serve as Borough Administrator, with full pay and benefits, for the following sixty (60) days or the length of the notice period, whichever is longer; or
 - ii. Elect to terminate this Agreement immediately upon written notice and payment of the severance payment as provided in c. below.
 - b. By the Borough for any reason or no stated reason, upon giving written notice to the Administrator and making payment of the severance payment as provided in c. below.
 - c. In the event that the Borough opts to terminate the Administrator, either under a.ii. or b. above, the Borough shall pay the Administrator six (6) months' salary and shall continue all of the Administrator's benefits and honor the stipulations outlined in this contract for a period of six (6) months after the date of termination.

2. The AEB and the Administrator shall communicate clearly and regularly, as necessary to facilitate the smooth operation of this Agreement.
3. Their intent is that in the event of death, this Agreement shall inure to the benefit of the heirs at law and the executors of the Administrator.
4. Their intent is that if any provision of this Agreement is held to be unenforceable, all remaining provisions hereof are deemed severable and shall remain in full force and effect.
5. This Agreement will be interpreted and enforced in Alaska in accordance with the laws of the State of Alaska.
6. Requests for Administrator travel to meetings and training sessions shall be made to the Mayor, and the Borough shall not be responsible to pay for the Administrator's travel or associated costs unless approved in advance by the Mayor.
7. The Administrator position is a salaried management position and shall not be subject to the overtime pay provisions of the Borough personnel policies.
8. AEB shall not at any time during the term of employment with this agreement reduce the salary, compensation, or other financial benefits to Administrator.
9. All contract provisions shall be subject to good faith and fair dealing.

The above agreement is hereby accepted and approved by the parties:

ALEUTIANS EAST BOROUGH



Anne Bailey
Borough Administrator

5/4/2017

Date

Stanley Mack
Borough Mayor

Date

Aleutians East Borough Job Description

Borough Administrator

Job Summary

- Manages the Aleutians East Borough (Borough) which includes six rural, geographically isolated communities with a combined population of approximately 3,092 people, a permanent fund, and capital improvement projects.
- Works independently on projects as directed by the Mayor.
- With the assistance of the Assistant Borough Administrator, directly supervises the Borough's Anchorage office personnel and the Finance Director.
- Works closely with the Borough Attorney and the Borough Clerk.
- Abides by suitable professional standards and maintains confidentiality as appropriate while carrying out the major duties and requirement of this position as articulated in this job description.

Major Duties

- Provide leadership in a broad spectrum of municipal and resource development strategies.
- Make recommendations to the Mayor and Assembly about Borough finance issues, administrative matters, and growth issues, including recommending and monitoring the Borough's budget during each fiscal year.
- Monitor all of the Borough's personnel. Direct the process of revising and updating the Borough's personnel plan and job descriptions as needed to cover the Borough's current needs, including policies, procedures, changes needed and anticipated growth. Supervise the development of organization charts to clarify relationships within departments and throughout the Borough.
- Monitor the Borough's business type activities, such as the Akutan Airport Transportation Link and the Cold Bay Terminal and ensure they are conducted in a fiscally responsible manner.
- Supervise the establishment and staffing of the Borough planning commission and other communities or commissions which may be established.
- Initiate and monitor capital improvement projects and various Borough development projects as authorized by the Mayor and the Assembly.
- Provide oversight and control for the Borough's administrative functions.
- Initiate and monitor commercial fisheries projects and provide direction to the Borough's natural resources staff and Communications Director to support such projects.

Job Requirements

- Prefer a bachelor's degree in municipal management, public administration or a related field. Well-qualified candidates with a wealth of relevant experience may be considered with a bachelor's degree.

- Five or more years of municipal management experience in Alaska at the department director level or higher. Considerable preference will be given to applicants having prior Alaska experience as a municipal manager or administrator.
- Demonstrated ability to supervise and motivate municipal employees and contracted consultants. Special emphasis on leadership abilities when facing difficult situations and history of dealing successfully with confrontational individuals and challenging circumstances.
- Demonstrated ability to work with elected officials, appointed municipal officers (including but not limited to municipal clerks and municipal attorneys) and officials of the state and federal government.
- Demonstrated ability to evaluate, develop and monitor municipal budgets, including capital improvement projects, development projects and permanent funds.
- Prefer history of working successfully with Alaska school districts in matters pertaining to communication, funding and other common interests.

Skills

- Knowledge of the laws, skills and practices involved in managing a municipality in Alaska.
- Ability to interact with elected officials, government agencies, Borough employees and other individuals as necessary to facilitate progress and accomplish the Borough's goals.
- Communication skills and educational expertise sufficient for cooperation, coordination and successful interaction with the Aleutians East Borough School District.

Work Environment

The majority of the administrative work is performed in an office environment in Anchorage and consists of desk work utilizing a computer, phone and other office equipment. Frequent travel, both within the Borough and outside the Borough, will be necessary.

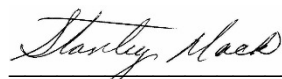
Supervisory Control

The Borough Administrator is appointed by the Borough Mayor, works for and reports to the Mayor, and may be suspended or removed by written order of the Mayor.

Salary

The salary for the Borough Administrator is \$130,000 per year (\$62.50/hour) or more, depending on experience.

APPROVED



Borough Mayor

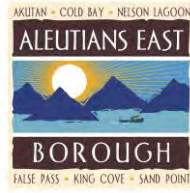
Date

February

22, 2017

Planning Session Discussion

REPORTS AND UPDATES



To: Honorable Mayor Mack and AEB Assembly

From: Anne Bailey, Acting Borough Administrator

Subject: Assembly Report

Date: May 5, 2017

Akutan Helicopter Operations

- **Helicopter Operations:**

Since February 17, 2014, the helicopter has moved:

- 10,991 passengers
- 576,872 pounds of mail and freight
- 9 medical evacuations between Akutan and Akun
- 65 charters between Akutan and Akun
- 953 charter passengers (*charter passenger numbers are from December 2015)
- 4,150 pounds of charter mail and freight (**charter mail and freight numbers are from February 2017)

- **Helicopter Operational Items:**

- Tacoma Diesel has been hired to conduct quarterly inspections of the generators located at the hangar at the head of the bay.

Cold Bay Apron

The contractor continues to work on the Cold Bay Apron.



Photo Courtesy of DOT (April 23, 2017)

Nelson Lagoon Dock Management Agreement

A draft of the Nelson Lagoon Dock Management Agreement has been provided to the Nelson Lagoon Tribal Council for their review and consideration.

Sand Point Harbor Float Project

Mayor Mack, Andy Varner and I met with an engineering firm to discuss completing the design for Float A in the Sand Point Harbor on Wednesday, May 3, 2017. We agreed to pursue the design and the engineering firm will provide a scope of work for design, permitting, bid and construction and a fee proposal soon.

Sale of Hovercraft

We continue to work with Keith Whittemore to market and sell the hovercraft. There continues to be interest in the hovercraft and Keith is providing information about the hovercraft to each party as requested. One of the interested parties traveled to Akutan the second week of February, 2016 to inspect and take the hovercraft for a test ride. This party is still interested in the hovercraft and has indicated that they are working on financing and an offer. They are in the process of reviewing issues such as, moving the craft, USCG certifications, potential class certification, MCA approvals, engine emissions, etc. We also understand that another entity from the lower 48 is working on an offer. In addition, a Russian oil company service company sent a representative to see the hovercraft the first part of December, 2016 and in March, 2017 had the vessel inspected by Lloyds of London. We are told that they are very interested and are working with Vigor to determine the costs to acquire and transport the vessel.

School Condition Assessments

The Borough's engineering services contractor, DOWL, sub-contracted with ECI Architecture to provide architectural and engineering services to do a Condition Assessment of the Sand Point School for \$38,560. The inspection team which included an architect, structural, mechanical and electrical engineer traveled to Sand Point and conducted the Condition Assessment on April 4 and 5, 2017. We have received the draft Condition Assessment and will review and decided how to move forward with repairs.

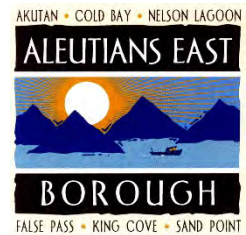
DOWL has also subcontracted with ECI Architecture to do a similar Condition Assessment of the Akutan School for \$42,576.00. The inspection occurred on May 3-4, 2017 and included an architect, structural engineer, mechanical engineer and electrical engineer travelling to Akutan. We are expecting the report in a couple of weeks.

Other Items

- I attended the APICDA conference on April 25 and 26, 2017.
- I am in the process of working with Alaska Executive Search to hire a new Assistant Administrator.
- I 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 Mack, AEB Assembly
From: Ernie Weiss, Natural Resources Director
Subj: Report to the Assembly
Date: May 5, 2017



Salmon

The AEB is working with ADF&G to host a South Peninsula salmon preseason meeting for fishermen May 30th in Sand Point teleconferenced to False Pass & King Cove. During the salmon season, this office plans to compile and work with the in-season data, in particular related to the 'Dolgoi Island' area regulation that was adopted at the 2016 Board of Fisheries meeting. That area was shutdown in 2016 due to reaching the 191,000 sockeye limit that is now imposed from June 1 through July 25th. This issue will come up at the Feb 2019 Area M meeting, or sooner if the BoF accepts an Agenda Change Request.

2016 pink salmon fisheries disaster declaration update: I recently responded to a letter from ADF&G Deputy Commissioner Charles Swanton on the severity of the South Peninsula 2016 pink salmon disaster. The extent of the disaster is much more evident if you focus on the post-June aspect of the fishery, rather than include the June 2016 harvest of non-local pinks. Swanton's letter to the Delegation and my response can be found [here](#).

UCIDA v NMFS update: While we are still waiting for another ruling from the Alaska District Court or for the SCOTUS to pick up the State's writ of certiorari request in the UCIDA case, we fully expect that salmon fishing will proceed in the 3 areas for this year status quo, under State management. A resolution in the packet is titled '*A resolution of the Aleutians East Borough Assembly in support of continued salmon fishery management by the State of Alaska in state-waters and in the three traditional net fishing areas*', Respectfully submitted for Assembly consideration.

Marine Sanctuary Testimony

I was contacted in March by Alex Schenck of Senator Sullivan's staff about possibly providing testimony before the Senate Subcommittee on Oceans, Atmosphere, Fisheries & Coast Guard, the subcommittee that Senator Sullivan chairs, on the topic of marine sanctuaries and monuments. The Presidential Executive Order of April 28th directs the Sec. of Commerce to review all previous marine sanctuaries and monument designations, and adds another layer of scrutiny to the designation process.

My testimony would reference the AEB's work to spread the word and facilitate community consensus towards the Aleutian Islands Marine Sanctuary nomination in 2015 that was eventually deemed insufficient. The planned testimony would also touch on other Alaska sanctuary nominations and the potential of future marine monument designations. The Subcommittee hearing has been scheduled and postponed twice. As of this writing, the hearing is now tentatively scheduled for sometime in June. Thanks to Brad Gilman, Rick Marks & Seb O'Kelly for all their help & support on our many issues back in DC.

Legislative actions

There are several bills in the AK Legislature that are of some interest to the AEB, that I have been tracking during the first session and expect to follow into the second session next year, including:

- ✓ HB 85 & SB 28 - would increase the municipal land entitlement to Petersburg Borough. We are looking at this legislation to potentially increase AEB municipal entitlement lands.
- ✓ HB 130 & SB 61 - would make technical corrections to certain critical habitat areas and State game refuges, including Port Moller CHA and Izembek Refuge. AEB supports these bills.
- ✓ HB 188 - would establish regional fisheries trusts and allow fishing permits to be held and leased out by those trusts.

Thanks to Mark Hickey for his expert eye on these and other bills, and all his work on our behalf in Juneau.

North Pacific Fishery Management Council June meeting in Juneau

Since the 2013 restructuring of the North Pacific Observer Program, each NPFMC June agenda includes the Observer Program Annual Report to the Council. The agenda for this upcoming meeting in Juneau also includes five 'final actions' →

There is a joint meeting with the International Pacific Halibut Commission and Council scheduled during the B reports section of the meeting. The June NPFMC agenda can be found [here](#).

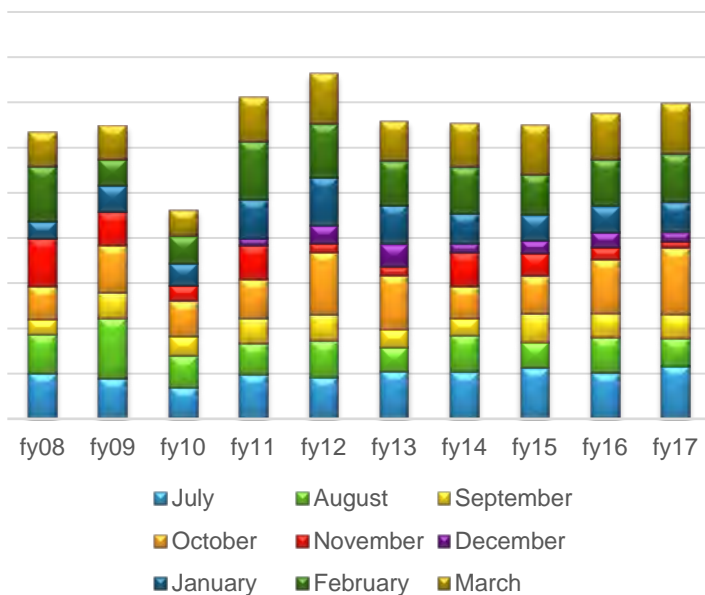
Final action for NPFMC June 2017

- *Lead Level 2 Observers
- *BS Yellowfin Sole Limited Access
- *Area 4 Halibut IFQ Leasing
- *Specifications for 3 Crab Stocks
- *Moving Squid to the Ecosystem Component

Steller sea lions

Mayor Mack has been a strong advocate for reducing unnecessary Steller sea lion restrictions, including fishing and vessel transit restrictions around haulouts and rookeries, and time and area fishing restrictions. NMFS seems to be moving at a snails pace in a review of these regulations, but the Trump Administration's Regulatory Reform initiative may be an opportunity for action. With help from Brad Gilman & Seb O'Kelly, Mayor Mack recently signed a letter to the Secretary of Commerce Wilbur Ross requesting a review of WDPS Steller sea lion regulations. That letter can be found [here](#).

**AEB fish tax revenue thru 3 quarters,
FY's '08-'17**



Oil & Gas

The State of Alaska DNR is holding a 2017 Oil & Gas Lease Sale for the Alaska Peninsula and Cook Inlet areas. Bids are due June 19; bid opening June 21, 9AM at the Atwood Bldg, Anchorage. [Notice of State oil/gas lease sale.](#)

In 2014 President Obama withdrew the Outer Continental Shelf (OCS) federal waters north of the AEB, the North Aleutian Basin (NAB) Planning Area, from consideration for any oil or gas leasing. And the 5-year plan in place for 2017-2022 does not include any NAB lease plans.

The [Presidential Executive Order](#) of April 28th, 2017 left in place the NAB withdrawal, but Secretary of Interior Ryan Zinke recently directed the Bureau of Ocean Energy Management (BOEM) to initiate immediate development of a new 5-year OCS leasing plan with full consideration to leasing the OCS offshore Alaska.

Recent meetings attended

(H) Fisheries Special Committee
Lower Bristol Bay Fish & Game Advisory Committee

Upcoming meetings/planning to attend

Lowell Wakefield Fisheries Symposium
Board of Fisheries - Bering Sea Tanner crab harvest Strategy
Observer Advisory Committee

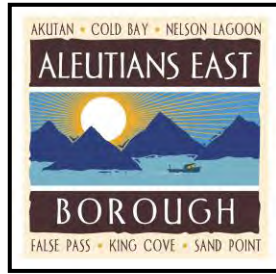
AEB Fishermen/ADFG Salmon preseason meeting

North Pacific Fishery Management Council (AP chair)
US Senate Oceans, Atmosphere, Fisheries & USCG Subcommittee

Webcast/Juneau 4/25/17
Teleconference 4/26/17

Anchorage 5/9-5/12/17
Anchorage 5/17-5/18/17
AFSC, Seattle 5/23-5/24/17
Sand Point/teleconf 5/30/2017
Juneau 6/5-6/13/17
Washington DC June

Please call if you have any questions or concerns.



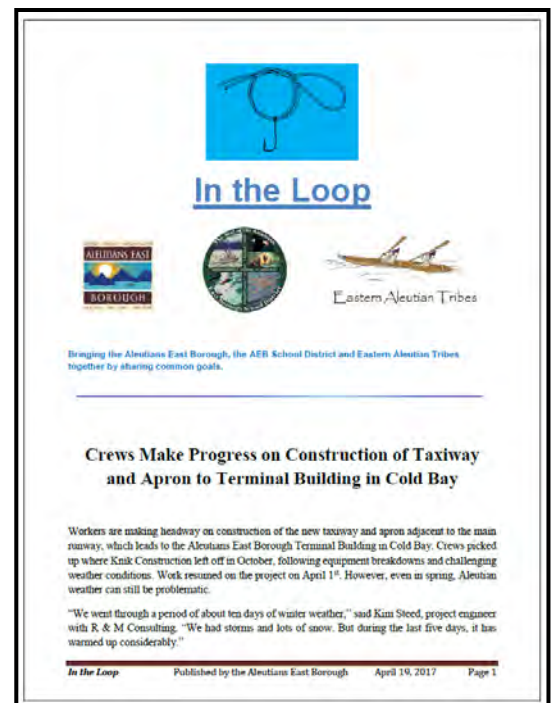
To: Honorable Mayor Mack and Aleutians East Borough Assembly
From: Laura Tanis, AEB Communications Director
Through: Anne Bailey, AEB Administrator
Subject: Communications Director's Report to the Assembly
Date: May 4, 2017

In the Loop – April 19th – headlines included:

- Crews Make Progress on Construction of Taxiway and Apron to Terminal Building in Cold Bay
- City of Sand Point Updates Comprehensive Community Development Plan
- New Sand Point Police Chief Roger Bacon Finds Position to be Rewarding
- APICDA Reboot Conference Seeks Input from Residents
- Annual Swim Trip to Sand Point Provides Life-Saving Instruction for Borough Students
- Akutan City Employee Organizes Rescue, Spay Neuter Clinic for Pets and Strays

As of the writing of this report, I am finishing up the In the Loop newsletter, which will go out on May 19th. Stories will include:

- Rick Gifford Retires as Borough Administrator
- Anne Bailey Takes the Helm as New Borough Administrator
- Update on Akutan Dam Impoundment Project
- Student Athletes Shine at Native Youth Olympics
- Alaska's Education Challenge



Fish News: – April 21st:

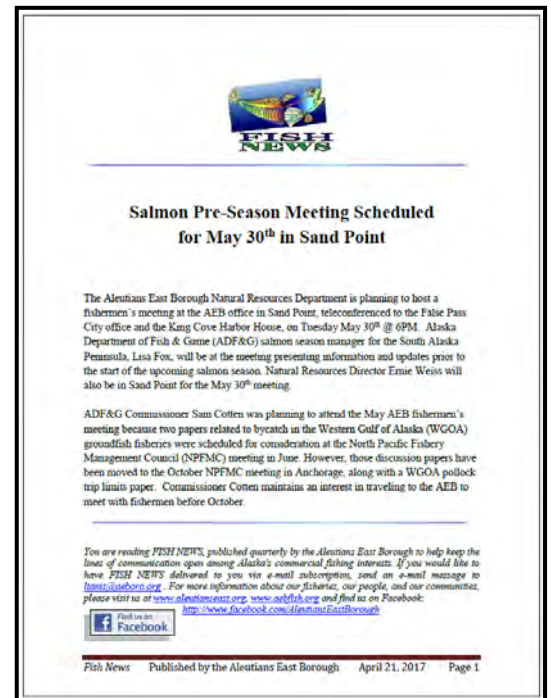
- Salmon Pre-Season Meeting Scheduled for May 30th in Sand Point,

Miscellaneous Projects:

- Provided updates to the Borough website. Deleted outdated tabs.
- Set up teleconference/interview with Gary Hennigh and Della Trumble for Alaska Dispatch reporter Erica Martinson on the King Cove road issue.
- Looked through files, sent maps of proposed King Cove road to photo editor of Alaska Dispatch upon request.
- Attended the APICDA “Reboot” Conference on April 25th & 26th.
- Drafted an Assembly resolution regarding the EAS Program.
- Obtain details from EAT regarding info on King Cove medevacs for Sen. Murkowski’s office.
- Participated in staff meeting on May 1st to provide updates on projects.
- Met with videographer to be hired by the City of King Cove for event marking the city’s second hydro going online later this month. Will also gather interviews of people/families who experienced medevacs related to lack of a road from King Cove to Cold Bay.
- Contacted State of Alaska’s Office of Veteran Affairs about a future story for In the Loop.

Upcoming Projects:

- Planning to travel to King Cove when city’s second hydro goes on line. Will accompany photographer to gather video, interviews.
- Will send out press release on event marking King Cove’s second hydro going online at the end of May.
- Will work on next In the Loop newsletter.
- Planning to follow up on Salmon Pre-Season Meeting scheduled for May 30th with another Fish News.



APICDA “Reboot” Conference in Anchorage – April 25 & 26.

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. ltanis@aeboro.org.

LEGISLATIVE REPORT #17-07

By Mark Hickey, Hickey & Associates – April 23, 2017

Extra Innings! Again!

No Movement on FY 2018 Budgets/Major Differences Remain



The legislature spent its first week following the statutory deadline of ninety days with little movement on the FY 2018 budget and hearing many bills not related to the fiscal challenge. Many observers expect the session to continue until the 121-day deadline and beyond into the summer.

The House completed its work on three major pieces of its fiscal plan by day ninety - HB 111 reforming state oil taxes and credits, SB 26 restructuring the Permanent Fund

using a POMV method, and HB 115 imposing a statewide income tax generating nearly \$700 million annually.

The House and governor appear more closely on the same page supporting a broad-based tax, while the Senate remains adamantly opposed to any such measure this year. The Senate began hearings on HB 111, but is unlikely to accept more than minor adjustments on oil taxes and credits. Hearing are also scheduled during the upcoming week on HB 115, but this bill is not expected to gain Senate support.

SPECIAL ORDERS

Education Funding

The Senate passed its version of the FY 18 operating budget, cutting \$70 million or 5% of K-12 education funding. Full funding of the state's share for school debt reimbursement was provided. No movement yet to appoint the Conference Committee on the budget.

Community Assistance

Funding exists in the Community Assistance Fund to provide \$30 million for community assistance in FY 18, which is a decrease of 21% from FY 17. Lower populated communities will experience a smaller reduction. No additional funds for future years have been added in either version of the FY 2018 operating budget.

Motor Fuel Taxes

Both the House and Senate versions of the governor's proposal to triple the state excise taxes on motor fuels were heard recently by the respective Finance Committees. The Senate's passed version of the operating budget assumes passage of this bill as proposed by the governor. There are indications the Senate plans to act on this measure yet this year.

Today marks the 97th day of the First Regular Session of the 30th Alaska State Legislature.

Senate Unveils Education Plan; New Fishery-Related Proposals

The Senate recently announced its K-12 cut of \$69 million for FY 2018, while also proposing new bills to provide "a funding stream to bridge the achievement gap" using 21st century technologies. Senate Bills 96, 102, 103 & 104 propose new programs to fund more internet broadband access, virtual education, and innovative education grants, funded by eliminating the Alaska Performance Scholarship.

Two new fishery-related proposals were introduced recently - HB 188, known as the "Wild Salmon Legacy Act," and HB 233/SB 116 to extend the sunset date on numerous education tax credits, including a number related to fishery taxes. HB 188 updates Alaska's fish habitat protection and permitting law. It is scheduled for its first hearing on April 25. HB 233/SB 116 extends the credit until January 2025.

correction:
HB 199, not
188.

Summary of State Legislation

Each report will provide a list of legislative measures of interest, divided into five main topics: fiscal plan measures, general municipal issues, education measures, fishery & resource issues, and energy matters.

House measures will be described first, followed by Senate measures. Companion bills (measures in both bodies) will be listed together, with priority to bills sponsored by majority members.

More information about these measures can be found at Alaska State Legislature.



Here's hoping we're done by the All-Star Game!

*Check out what your legislators are up to in Juneau! New bills appear in **BLUE**, while any change in status will be in **RED**.*

Fiscal Plan Measures

HJR 2 by Rauscher HJR 7 by Tilton SJR 2 - State Affairs	Proposes a constitutional amendment to impose a spending limit of approximately \$4 billion.	HJR 2/7 pending House STA SJR 2 pending Senate STA
HB 57/SB 22 by governor	Operating Budget – Difference in the Base Student Allocation amount for K-12; fully funds school debt reimbursement program in FY 2018.	HB 57 passed House 3/24, passed Senate 4/6, awaiting conference appointment
HB 58/SB 23 by governor	Capital Budget – Very barebones submittal. No additional funding for school capital projects.	SB 23 pending Senate FIN
HB 111 by House Resources HB 133 by Gara	HB 111 amends Alaska's system of oil & gas tax credits to reduce state fiscal impact. HB 133 addresses portions of the current oil and gas tax regime created by SB 21, but not tax credits.	HB 111 scheduled Senate RES & FIN 4/24 - 4/28 HB 133 pending House Resources
HB 115 by House Finance SB 101 by Olson	The version passed by the House imposes a state income tax (now based on adjusted gross income) offset by PFD credit. SB 101 proposes the income tax piece as well.	Passed House 4/16, scheduled Senate L&C 4/26 - 4/27 (public testimony) SB 101 pending Senate L&C
HB 161 by Rauscher	Places an advisory vote on the use of permanent fund earnings to finance government before qualified voters at the next general election.	Pending House State Affairs
HB 192 by Pruitt	Proposes an appropriation limit on Unrestricted General Fund and creates a new formula for PFD calculation and distribution.	Pending House Finance

Continued on page three

SJR 1 by Wielechowski	Proposes a constitutional amendment to guarantee Permanent Fund dividends using a POMV method.	Pending House Judiciary
SB 12 by Bishop	Establishes an employment tax on wages and net earnings from self-employment. Permits use of proceeds to fund education facilities.	Pending Senate Labor & Commerce
SB 21 by Stedman	Proposes a new formula to determine the amount of the annual Permanent Fund dividend, with a cap on use of earnings to fund state services.	Pending Senate Finance
SB 25/HB 60 by governor	Proposes tripling the excise taxes on motor fuels to be phased in over a two-year period. House TRA CS reduces marine fuel tax for commercial fishing and delays the second increase by 1 year.	SB 25 pending Senate Finance HB 60 pending House Finance
SB 26/HB 61 by governor	Restructures Permanent Fund by annual transfer of up to 5.25% of the five-year POMV average to the general fund to pay for state services and the PF dividend. Sets the dividend at \$1,000 for next 2 years, with similar results expected in future.	SB 26 passed House 4/12 Senate failed to concur 4/14 House failed to recede 4/16 HB 61 pending House Finance
SB 70 by Senate Finance	Restructures Permanent Fund using 5.25% of the POMV earnings until FY 2021, then reduces the draw to 5%, sets the dividend at \$1,000 for 3 years, and imposes a statutory spending limit.	Pending Senate Finance Inserted into SB 26 as replacement
SB 84 by Dunleavy HB 187 by Wilson	Defines the intent of the legislature to use the equal draw principle for use of earnings from the permanent fund, splitting any draw equally with dividend payments.	SB 84 pending Senate Finance HB 187 pending House State Affairs
SJR 7 by Dunleavy	Provides that a tax, a tax increase, or any other revenue-producing measure shall not take effect until approved by the voters of this state.	Pending Senate L&C
SJR 8 by Begich	Proposes an amendment to the Alaska Constitution that investments made from the principal of the Permanent Fund shall adhere to the "prudent investor rule". Enshrines dividend in the constitution.	Referred to Senate State Affairs, Judiciary, and Finance

General Municipal Issues

HB 4 by Thompson SB 9 by Coghill	Requires military facility zone designations to be consistent with local zoning ordinances.	HB 4 pending House CRA SB 9 passed House 4/12 Awaiting transmittal governor
HB 11 by Kawasaki	Allows employers to adopt a retirement incentive program (RIP) for both TRS and PERS members of a defined benefit plan.	Heard and held House State Affairs 4/20
HB 20 by Claman	Allows individuals holding elective public office in the state to solemnize marriages.	Pending House Rules
HB 35 by Gara	Establishes a new "Safer Alaska Streets and Communities Program" as a supplement to Community Assistance. Requires use of funds for police, fire and EMT services or other priorities.	Pending House C&RA
HB 37 by Josephson	Requires the state to contribute towards PERS for a peace officer or firefighter who's unable to work and is receiving workers' compensation.	Pending House Finance
HB 45 by Tarr	Creates the Equal Pay and Living Wage Act, increasing the minimum wage to \$15 and expands duties of State Commission for Human Rights.	Pending House State Affairs
HB 46 by Tarr	Increases in-state preference requirements on a municipality purchasing agricultural or fisheries products harvested or processed outside the state.	Pending House Finance
HB 47 by Foster	Provides relief for local PERS contribution by municipalities with a population that decreased by more than 25 percent between 2000 and 2010.	Moved from House Finance 4/13, pending Rules
HB 50 by Kito	Requires use of most "qualified and suitable" provider of architectural, engineering, or land surveying services for state-funded contracts.	Pending House State Affairs
HB 72 by Thompson	Establishes procedures on the collection of biometric data. Applies to municipalities.	Pending House Judiciary
HB 74/SB 34 by governor	Brings Alaska into compliance with the federal REAL ID Act. Provides for noncompliant ID's.	HB 74 heard & held House FIN 4/20, public testimony 4/25 SB 34 heard & held S. FIN 4/12
HB 82 by Kreiss-Tomkins	Allows off-highway driver's licenses for residents in any community with no access to a DMV.	Passed House 4/9 Referred Senate TRA & STA
HB 83 by Kito SB 52 by Egan	Allows teachers and other public employees a choice between a defined benefit pension versus the current defined contribution 401K plan.	CS for HB 83 expected House L&C SB 52 pending Senate C&RA
HB 84 by Kreiss-Tomkins	Increases the amount a municipality may exempt from property tax from 50,000 to \$150,000 of assessed value.	Pending House C&RA

Continued on page five

HB 91 by Kito	Establishes an administrative registration fee for registered lobbyists, and imposes a tax of 2.5% on income earned from lobbying activities.	Heard and held House Finance 4/17
HB 116 by Eastman	Repeals 1% art in public places requirement for contracts entered after effective date.	Pending House State Affairs
HB 117 by House Transportation	Provides that the two new Alaska Class Ferries and the replacement vessel for the MV Tustumena are not subject to 1% art requirement.	Pending House Transportation
HB 148 by Chenault SB 77 by Micciche	Provides that a second-class borough may establish a service area for emergency services within a state highway corridor if no voters reside in that service area.	HB 148 passed House 3/31 Passed Senate 4/16 (SB 106 added), pending House concur SB 77 pending Senate C&RA
HB 156 by Tilton SB 106 by Coghill	Provides municipalities may partially or totally exempt all or some types of economic development property from taxation for "a designated period" replacing 5 years in current law. SB 106 adds exemption for fire protection systems.	HB 156 pending H C&RA SB 106 pending Senate C&RA SB 106 rolled into HB 148
HB 160 by Tilton	Replaces current language on the use of enhanced 911 surcharge revenues. Redefines what is meant by "emergency communications system".	Pending House C&RA
HB 163/SB 82 by governor	Authorizes the Dept. of Public Safety to make agreements with nonprofit regional corps. and federal, tribal and local government agencies to provide law enforcement services.	HB 163 heard and held House State Affairs 4/11 SB 82 pending Senate C&RA
HB 175 by Fansler	Adds Alaska to the National Popular Vote Compact for election of the U.S. President & Vice-President	Heard and held House Judiciary 4/12
HB 185 by Sullivan-Leonard	Requires that all regular sessions of the Alaska Legislature occur at the Legislative Information Office in the Municipality of Anchorage.	Pending House State Affairs
HB 205 by Eastman	Prohibits a municipality from adopting or enforcing an ordinance or policy regarding sanctuary jurisdiction.	Pending House C&RA
HB 223 by Claman	Prohibits penalties for violations of a municipal ordinance greater than what the state requires.	Referred to House Judiciary
HB 225 Johnston by request	Clarifies that a "nonconsensual common law lien" is a lien on real or personal property that is not specifically in municipal ordinances.	Referred to House Judiciary
SB 116 by Coghill HB 233 by Tuck	Extends the sunset of numerous education tax credits from December 28, 2018 to January 1, 2025, and repeals the decrease in dollar value and scope scheduled for January 1, 2021.	SB 116 referred Senate L&C & FIN HB 233 referred House EDC & FIN
HB 236 by Kawasaki	Extends the Alaska senior benefits payment program from June 30, 2018 to June 30, 2022.	Referred to House HSS and Finance

Continued on page six

HJR 6 by Edgmon	Supports completion a road from King Cove to the Cold Bay Airport, and supports the efforts of our congressional delegation to obtain the road.	Transmitted to governor on 2/17, becoming Legislative Resolve #1
HJR 14 by Edgmon	Urges the Federal Communications Commission to increase the Rural Health Care Program budget for inflation, increase demand, and technology.	Passed House 4/5 Moved from Senate HSS 4/14 Referred to Rules
SB 8 by Stevens	Provides that federally recognized tribal governments may also receive contributions through the PFD application process.	Pending Senate State Affairs
SB 18 by Hoffman	Provides authority to create an “energy” borough, but maintains any existing regional educational attendance area (REAA) funded solely by state.	Pending Senate C&RA
SB 42 by Giessel HB 16 by Thompson	Requires mandatory law enforcement training to recognize people with disabilities. Adds a disability designation on a state ID card.	SB 42 pending Senate STA HB 16 pending Senate Rules
SB 62 by D. Wilson HB 153 by Eastman	Repeals the certificate of need (CON) program for health care facilities. Defines what is meant by a “residential psychiatric treatment center”.	SB 62 pending Senate L&C HB 153 pending House HSS
SB 63 by Micciche	Proposes a comprehensive, statewide ban on smoking in work places and public places.	Passed Senate 3/27 Heard and held House C&RA 4/18
SB 76 by Micciche	Clarifies that only the Alcohol Beverage Control Board may authorize certain licenses, permits and endorsements.	Pending Senate L&C
SB 90 by D. Wilson	Prevents the Dept. of Health & Social Services from awarding a matching grant to a muni or community for the costs of providing essential human services.	Pending Senate C&RA
SB 97 by MacKinnon	Proposes more legislative oversight of decision by administration to issue pension obligation bonds. Caps allowable amount at \$2.5 billion.	Passed Senate 4/7 Heard and held House Finance 4/19
SB 100 by Egan as request	Provides that municipal liens have the same authority as state and federal liens under Alaska statutes.	Passed Senate 4/11 Scheduled House Rules 4/26
SB 107 by Senate Finance	Clarifies funds from the Alaska capital income fund are for state facilities preventive or deferred maintenance versus “any public purpose”.	Passed Senate 4/12 Referred to House Finance
SB 113 by Stevens	Changes when the first regular session of a legislature convenes, and increases the duration of the second regular session from 90 days to adjourn within 120 days.	Referred to Senate Finance

Education Measures

HB 26 by Tarr	Requires employers to provide breaks and private rooms for nursing mothers.	Pending House Labor & Commerce
HB 30 by Tarr	Requires employers to provide 1 hour of paid sick leave for every 40 hours worked.	Pending House Labor & Commerce
HB 34 by Tarr	Increases the minimum distance for selling alcohol near schools from 20 to 500 feet.	Pending House C&RA
HB 52 by Kawasaki SB 99 by Begich	Defines pre-elementary programs within school districts, and requires regulation of such programs by the Board of Education.	HB 52 pending House EDU SB 99 pending Senate EDU
HB 64 by Drummond SB 27 by Dunleavy	Establishes a new task force on reading proficiency and reading instruction, and on the effects of dyslexia.	Both bills pending Senate EDU
HB 71/SB 31 by governor	Proposes a two-year freeze on salary increases and merit step increases for non-union state and University employees.	HB 71 pending State Affairs SB 31 passed Senate FIN 4/10, pending Senate Rules
HB 86 by Claman	Removes default of a student loan as a reason to deny renewal of occupational license for a registered financial broker-dealer.	HB 86 passed House 3/29 Pending Senate L&C
HB 102 by Kreiss-Tomkins SB 75 by Costello	Amends existing law relating to "limited teacher certificates" by restricting the initial certificate to a one-year period.	HB 102 passed House 4/5, heard & held S. L&C 4/11 SB 75 pending Senate L&C
HB 135 by Westlake	Amends the school construction grant program to allow DEED to extend the time for a district to provide the required local match.	Passed House 4/5. passed Senate EDU 4/14, referred Senate FIN
HB 146 by Claman	Proposes a school tax on earnings and wages, with the intent that the proceeds are used to fund K-12 public education.	Heard & held House FIN 4/4
HB 212 by Westlake	Adds funding of "major maintenance" projects to the REAA & small municipal school district fund.	Pending House Education
HB 213 by Parish	Amends law relating to investment and use of earnings from the public school trust fund to generate more annual investment income.	Pending House Finance
HB 221 by Drummond	Authorizes the Commission on Postsecondary Education to develop a statewide workforce and education-related statistics program.	Referred House Education & Finance

Continued on page eight

HB 224 by Johnston	Establishes a new mechanism to rehire retired teachers and allow continued receipt of retirement benefits.	Referred House State Affairs & Finance, heard & held 4/18, scheduled 4/25
SB 7 by Stevens HB 166 by Parish	Establishes a museum construction matching grant program in Commerce.	SB 7 pending Senate Finance HB 166 heard & held House FIN 4/12
SB 78 by Bishop	Creates an education endowment fund and a PF dividend lottery or raffle to help fund K-12 education.	Passed Senate 4/14 Scheduled House FIN 4/28
SB 87 by MacKinnon	Proposes use of energy efficiency standards and standardized building methods and equipment for school construction and major maintenance.	Passed Senate EDU 3/29, heard & held 4/6, plan to hold until next session
SB 96 by Education	Proposes several measures including new virtual education program, school consolidations and funding to pursue health insurance pooling.	Pending Senate Finance
SB 102 by Senate Finance	Increases funding for Internet services for school districts, with intent to bring 197 additional schools up to 25Mbps.	Passed Senate FIN 4/14, Pending Senate Rules
SB 103 by Senate Finance	Establishes the Alaska education innovation grant program, providing funding by eliminating the Alaska performance scholarship program.	Passed Senate FIN 4/14, Pending Senate Rules
SB 104 by Senate Finance	Provides all school districts with a three-year reprieve from updating or renewing curriculum, and directs DEED to find new curriculum for math and English language arts as a new option.	Passed Senate FIN 4/14, Pending Senate Rules

Fishery & Resource Issues

HB 14 by Josephson	Increases and broadens scope of permitting requirements for a large-scale metallic sulfide mine within the watershed of the Bristol Bay Fisheries Reserve.	Scheduled House Fisheries 4/27
HB 17 by Josephson	Establishes a fish and wildlife conservation program within the fish and game fund.	Pending House Resources
HB 29 by Tarr	Prohibits the sale of genetically modified fish or fish product in the state.	Pending House Fisheries

Continued on page nine

HB 32 by Tarr	Provides guidelines for the labeling of genetically engineered food.	Pending House Resources
HB 39 by Josephson	Strikes existing language for non-residents not being required to have a non-resident wolf tag to take a wolf.	Pending House Resources
HB 40 by Josephson	Provides penalties and civil remedies for trapping within 200 feet of certain public facilities, areas and trails.	Pending House Resources
HB 56 by Ortiz SB 71 by Stevens	Increases the amount a borrower may have outstanding on certain commercial fishing loans from \$300,000 to \$400,000.	HB 56 passed House 3/27 Heard & held Senate FIN 4/17 SB 71 pending Senate Finance
HB 63 by Pruitt	Transfers several responsibilities from the Dept. of Commerce to Revenue, including certain agricultural functions. Establishes an Alaska Minerals Commission within Natural Resources.	Pending House State Affairs
HB 76 by Ortiz SB 95 by Stevens	Allows hatcheries that artificially propagate aquatic plants and shellfish for sale to be an eligible applicant for state loans and sets limits.	HB 76 scheduled House Finance 4/14 SB 95 pending Senate Finance
HB 87 by Stutes	Provides that a member of the Board of Game or Fisheries may deliberate on a matter before the board even if they or an immediate family member have a personal or financial interest. CS removed option to allow members to vote.	Passed House 3/27 Pending Senate State Affairs
HB 88 by Stutes	Increases the Board of Fisheries from seven members to nine members.	Pending House Fisheries
HB 101 by T. Wilson	Creates an affirmative defense and an exemption from payment of fines for those reporting the unlawful taking of certain big game animals.	Pending House Resources
HB 128 by Ortiz SB 89 by Stevens	Adds new program to Title 16, authorizing nonprofits to engage in shellfish enhancement projects with conditions and exemptions.	HB 128 scheduled House Finance 4/26 SB 89 pending Senate Finance
HB 129/SB 60 by governor	Allows for a person to correct a citation for not having the appropriate license or tag on their person. Also allows person to produce license in electronic form.	HB 129 pending House JUD SB 60 pending Senate Judiciary
HB 134 by Josephson	Proposes at least one member of the Board of Game whose main use of game resources is non-consumptive, and one member who is actively engaged in the tourism industry.	Pending House Rules

Continued on page ten

HB 149 by Chenault	Provides the Board of Fisheries shall meet on a five-year cycle to consider regulatory proposals, and defines the general area of Southcentral to include Kenai.	Pending House Fisheries
HB 154 by Fansler	Creates new authority to create state fish and game reserves, and establishes the Holitna River Basin Hunting, Fishing and Trapping Reserve.	Pending House Fisheries
HB 177 by Tarr	Establishes the aquatic invasive species response fund, and provides ADF&G a broad spectrum of methods to try and eliminate any outbreak.	Passed House Resources 4/15, scheduled House FIN 4/25
HB 183 by Talerico	Provides for a PFD land sale using a lottery to sell parcels of land from the state's Land Disposal Bank.	Heard and held House State Affairs 4/11
HB 188 by Kreiss-Tomkins	Establishes a Regional Fisheries Trust to retain fishing permits and then lease them to Alaska fishermen for a limited period.	Scheduled House Fisheries 4/25
HB 199 by Stutes	Known as the "Wild Salmon Legacy Act," it updates Alaska's fish habitat protection and permitting law.	Heard and held House Fisheries 4/12
HB 201 by Josephson	Authorizes home rule and general law muni's to regulate trapping for the limited purpose of preventing injury to persons or property.	Moved from House C&RA 4/13, moved from House Resources 4/17, pending Rules
HB 211 by Westlake	Specifies that a nonresident must be accompanied by a person who is qualified to hunt caribou from certain select caribou herds.	In 3rd reading, House calendar 4/24
HB 231 by Governor SB 115 by Governor	Adjusts the salary ranges for the commissioners of the Commercial Fisheries Entry Commission (CFEC) downward.	HB 231 referred to House Fisheries and Finance SB 115 referred to Senate State Affairs and Finance
HB 237 by Neuman	Requires the Board of Fisheries to set an "optimal escapement goal" for salmon stocks to meet.	Referred to House Fisheries and Resources
HJR 12 by Tarr	Opposes the U.S. Food & Drug Administration's approval of AquaBounty AquAdvantage genetically engineered salmon.	Passed House 4/5 Referred to Senate Resources
HCR 8 by House Fisheries SCR 7 by Stevens	Expresses strong support for the Kodiak Seafood and Marine Science Center, and urges the University of Alaska to maintain that entity as an important resource in the state.	HCR 8 passed House 4/7 Waived Senate EDU, pending Senate L&C SCR 7 pending Senate EDU

Continued on page eleven

SB 3 by Stedman HB 51 by House Transportation	Amends laws relating to regulation of waste-water discharge from small commercial passenger vessels.	SB 3 moved from House Finance 4/14, scheduled Rules 4/26 HB 51 pending House Finance
SB 11 by Bishop	Establishes that the taking of antlerless moose is prohibited except as authorized by emergency order.	Pending Senate Resources
SB 64 by Micciche	Adopts the Uniform Environmental Covenants Act. Provides for notices of activity and use limitation at contaminated sites.	Passed Senate 3/27 Heard and held House L&C 4/17

Energy Matters

HB 80 by Wool SB 39 by Coghill	Adopts the “Municipal Property Assessed Clean Energy Act”, and authorizes municipalities to establish an energy improvement assessment program known as the Commercial Property Assessed Clean Energy (C-PACE) program.	HB 80 passed Senate 4/16 Awaiting transmittal governor SB 39 pending Senate Finance
HB 81 by Kreiss-Tomkins	Makes federally recognized tribes and non-profits eligible for loans from the Alaska energy efficiency revolving loan fund.	Passed House 3/24 Moved from Senate L&C 4/13
HB 173 by Josephson	Establishes the Alaska Climate Change Response Commission and fund. Creates a \$.01 per barrel surcharge on all oil produced on state lands.	Heard and held House State Affairs 4/11
HJR 18 by Tuck	Calls on our Congressional delegation to promote Alaska as a leader in renewable energy development.	Pending House Energy

To: The Honorable Stanley Mack
The Aleutians East Borough Assembly
Rick Gifford, Borough Administrator

From: Brad Gilman & Sebastian O’Kelly

Re: Washington Update

Date: March 16, 2017

1. Status of Federal Priorities: The following is a quick run-down on where each of the federal priorities stands—

- **King Cove-Cold Bay Road:** We are continuing the ongoing discussions with the Alaska Congressional Delegation about legislative opportunities to enact the Road authorization early in this Congress. Senators Sullivan and Murkowski raised the Road issue in a personal meeting with President Trump and Interior Secretary Zinke in early March. Additionally, Governor Walker identified the King Cove-Cold Bay Road as one of his statewide priorities for future federal funding (See “Infrastructure Initiative” update below).
- **Akutan Airport:** The Army Corps is awaiting its final budget for Fiscal Year 2017 before initiating any new projects under the Section 107 Small Navigation Project Program. We intend to brief the Alaska Delegation on the need for a Section 107 feasibility study to build a wave barrier on Akun Island to enable a traditional marine link between the airport and Akutan. This issue has been complicated by the Trump Administration’s proposal to cut the Army Corps budget by 16 percent (see “Federal Budget” update below).
- **Cold Bay Health Clinic:** A possible funding sources for the clinic is the Trump Administration infrastructure initiative, provided it is broadened to include other projects as well as transportation. See discussion below on “Earmark Policy” and “Infrastructure Initiative”.
- **Akutan Harbor Float B Project:** The Infrastructure Initiative is also possible funding source for the Akutan float project. See discussion below on “Earmark Policy” and “Infrastructure Initiative”.
- **Pink Salmon Disaster Assistance:** In her last week as the Commerce Department Secretary under President Obama, Penny Pritzker approved nine fishery resource disasters around the country. One of the approvals responded to Governor Walker’s request for a fishery disaster declaration for the 2016 pink salmon fisheries in the Gulf of Alaska (the South Alaska Peninsula, Prince William Sound, the Kodiak Management Area, the Chignik Management Area, the Lower Cook Inlet Management Area, the Yakutat Area, and Southeast Alaska). Under the Magnuson-Stevens Act, the disaster

declaration qualifies the participants in the Gulf pink salmon fisheries for federal disaster relief. This disaster assistance must be appropriated by the Congress, but such funding is not subject to the annual budget caps set forth in the law. The Alaska Delegation is waiting for the State of Alaska to officially submit impact numbers that would serve as the basis for an appropriation request. We submitted the AEB's resolution supporting federal disaster assistance to the Alaska Delegation staff, and have contacted the Alaska Governor's Office in D.C. to request information on when the State intends to submit its economic numbers to the Delegation.

- **PILT:** Funding for PILT is on hold pending resolution of the Fiscal Year 2017 Interior Appropriations bill (see "Federal Budget"). Both the House and Senate Interior appropriations bills for FY '17 fully fund PILT at \$452 million. This is the same funding amount from FY '16, which is the default amount under a long-term Continuing Resolution. Barring a government shut-down, PILT should receive its base funding under either a final Omnibus appropriation bill or a long-term Continuing Resolution extending for the remainder of the federal fiscal year. The Trump Administration has proposed a minor reduction to PILT in FY '18.
- **EAS:** Funding for EAS is on hold pending resolution of the FY '17 Transportation appropriation bill. Similar to PILT, EAS was fully funded in both the House and Senate FY' 17 appropriations bills and in the FY '16 appropriation bills. We don't anticipate any problems with EAS funding this year. The Trump Administration has proposed the elimination of EAS (see "Federal Budget").

2. Federal Budget: The federal budget process is in a state of chaos right now. The Federal Government is currently operating on an interim budget through April 28. The House passed a Fiscal Year 2017 Defense appropriations bill in March, but there may not be enough votes in the Senate to move the DOD bill unless the Republicans agree to add it to an Omnibus appropriations bill which would include funding for non-defense discretionary programs. If the partisan gridlock over the budget shuts these efforts down, the likely fallback will be to extend the interim funding mechanism, called the Continuing Resolution, through the end of the fiscal year.

The Congress must also act to raise the federal debt limit, or be forced to choose between shutting down Government functions, delaying Social Security payments, or defaulting on federal debt payments. The statutory suspension of the debt ceiling has expired, but the Department of the Treasury has limited administrative authority to avoid any defaults for an additional number of months. Republican leaderships in both the House and Senate have indicated they will seek to suspend the debt ceiling again to avoid a government default.

On March 16, the Trump Administration released a broad budget outline that sets forth proposed top-line funding for Departments and federal agencies. Called the "Skinny Budget" by the DC policy wonks, the document does not provide many details on cuts to specific programs, projects, or activities. The Skinny Budget recommendations include—

- 13% reduction in the Department of Transportation. This includes an elimination of the Essential Air Service Program. There is no specific information on the Coast Guard budget, but media leaks have indicated a reduction as high as \$1.6 billion may be proposed. The Obama Administration's TIGER Grant infrastructure program is also targeted for elimination.
- Eliminates the USDA's Water and Wastewater Loan and Grant Program, but retains the Water Infrastructure Finance and Innovation Grant Program ("WIFIA"), potentially enabling \$1 billion in direct federal loans. The budget would also fund the State Revolving Loan Funds for water and wastewater.
- 16% reduction in the Army Corps of Engineers budget, with no details as yet provided on specific program cuts.
- No information on the National Marine Fisheries Service budget, but media leaks have indicated that the Administration is proposing a 5% cutback.
- PILT is proposed for funding at a reduced level from FY '16, but at levels which reflect the average funding for the program over the past decade. There is no mention of the Secure Rural Schools Program or the National Wildlife Refuge Fund revenue sharing program to communities.
- Includes a recommendation to shift the FAA's air traffic control function to an independent, non-governmental organization (i.e. privatization).
- Eliminates the Economic Development Administration.
- Eliminates the Corporation for Public Broadcasting (grants to local public radio/TV stations).
- Eliminates the Denali Commission.
- Eliminates the Low Income Home Energy Assistance Program (federal assistance to families near or below the poverty line for home energy bills and weatherization)
- Eliminates the Community Development Block Grant Program (in Alaska, this is managed by the State of Alaska)

3. Earmark Policy: The House Republican Caucus has instituted a process to determine whether to return to some form of congressionally-directed spending for specific projects. The House Rules Committee will hold a series of hearings this spring to take suggestions from Members of Congress and outside groups on what to do with earmarks. The Rules Committee will submit a recommendation to the full House on earmarks in July. We do not believe that any changes to the earmark moratorium will be made in time to influence the Fiscal Year 2018 appropriations bills. Such changes could, however, influence both the Trump Administration's effort to enact an Infrastructure package and the next Water Resources Development Act

(“WRDA”) reauthorization. The Senate is watching the House to see what, if any, policy changes are adopted by them.

We believe any future earmark policy would have a heightened emphasis on funding projects for states and local governments which are deemed to be “shovel ready”. One of the lessons derived from the implementation of the Stimulus funding package in 2009 was that economic growth is not promoted if funding is earmarked for projects which are not sufficiently mature to move quickly into construction. The Economic Development Administration this year defined “shovel ready” as projects which have received all necessary permits and for which the engineering is 95% complete. We do not believe this narrow definition will be adopted as congressional policy, but Members will be looking for projects that are ready to go and awaiting only construction funding. Advance work on planning, design and engineering will enhance a project’s chances of success in the federal arena should earmarks be restored in some capacity.

4. Infrastructure Initiative: We are still awaiting the roll-out of the Trump Administration’s infrastructure initiative. One of the President’s campaign promises is to enact a \$1 trillion infrastructure package to be funded over a ten year period. There will have to be a funding source to pass something this ambitious. Potential revenue sources include increases in the federal gas tax or some form of tax amnesty which would trigger the repatriation of corporate profits held overseas and taxed at a reduced rate. There are signs that the Administration is putting together some form of legislative package. The National Governors Association was asked to compile a list of three to five high priority projects from each of the states, to be submitted to the Administration. Governor Walker submitted the Trans-Alaska Gas Line, the McKenzie Rail Extension, the Ambler Mining District Road, the Port Clarence and Nome Port System, and the King Cove-Cold Bay Road as his priority projects. The Economic Development Administration’s Alaska office sent out an email requesting “shovel ready projects” from the communities. As mentioned above, this was defined as projects which have received all necessary permits and for which the engineering is 95% complete. We believe that lists are being compiled to be used to justify an infrastructure initiative. The Democrats are also promoting infrastructure, but want to broaden any legislation to include more than just transportation projects (e.g. telecommunications; electrical grids; water and wastewater).

We have spoken to staff from the Alaska Delegation about the EDA initiative, pointing out that there may be community projects which are far enough along to be considered in a future infrastructure bill but which do not currently meet the EDA “shovel ready” definition. Additionally, Senator Murkowski is still calling for the submission of community priorities by March 31, even though she will not submit project-specific requests as long as the congressional earmark moratorium remains in effect.

5. Tax Reform: The respective leaderships of the tax writing committees have engaged in preliminary discussions with representatives of the Administration about moving forward with legislation to make changes to the existing tax code. The larger issues driving the discussion are possible changes to individual tax rates and a reduction of the corporate tax rate to encourage U.S. companies to repatriate overseas profits and make more investments in the U.S. There are two issues impacting municipalities which are also on the tax reform list—

- **State and Local Bonds:** There has been some discussion of eliminating the exemption from federal taxes for state and municipal bond distributions. Current estimates of the revenue to be generated are, however, relatively small. The change would have a major impact on the cost to communities of bonding for public infrastructure. The associations representing municipalities, counties, and states have made defeating this proposal a top priority.
- **Deduction for State and Local Taxes:** Federal law currently provides individual taxpayers with tax deductions for income, property, and personal property taxes paid to municipalities, counties, and states. The largest costs to the Federal Treasury are attributable to large population, heavy taxation states such as California and New York. Elimination of the deduction would also reach rural communities and counties, and could possibly trigger local discussion about property and personal property tax rates (as well as income tax rates for those areas which impose such taxes on their residents).

6. Fisheries Legislation: We expect both the House Natural Resources Committee and the Senate Commerce Committee to take up the Magnuson-Stevens Act this year. This bill should move in committee on the House side this year, possibly in the summer. The Senate is likely to move more slowly, with the possibility of listening sessions or field hearings early this year, and one or more full Committee hearings later on in the year. Representative Young will be in charge of managing the MSA reauthorization again in the House, and Senator Sullivan is responsible for the bill in the Senate. Other issues which may get attention this year include the Marine Mammal Protection Act (which was last authorized in 1988); the Coastal Zone Management Act; the National Marine Sanctuaries Act; the Saltonstall-Kennedy Grant Program; and the Sea Grant Program. The House and Senate will also consider the issue of national marine monuments. We believe legislation will be considered to eliminate marine monuments from Antiquities Act presidential executive authority.

7. Affordable Care Act: Legislation to repeal and replace the Affordable Care Act ("ACA" and otherwise known as Obamacare) has been reported from two House committees. Titled the American Health Care Act ("AHCA"), the primary provisions would repeal the individual and employer mandates (along with their penalty fees) and replace them with tax credits (scaled upward by age and downward by income) and increases in tax-deferred Health Savings Accounts that can be used to purchase health insurance. The ACA's requirements for coverage of pre-existing conditions would continue as would the ability for parents to carry their children up to the age of 26 on their health plans. The AHCA would also keep the prohibition on lifetime insurance payout caps, but the age-related ratio on insurance rates would be raised from 3:1 to 5:1 (i.e. insurers could charge older enrollees up to five times the amount they charge younger participants). Even though the ACA penalties are lifted, for those that discontinue their health insurance coverage and seek to reacquire insurance at a later date, they would have to pay a 30 % cost premium.

The non-partisan Congressional Budget Office ("CBO") and Joint Committee on Taxation ("JCT") have produced a "score" of the legislation that is attracting significant attention. Under the Budget Act, the CBO and JCT are required to analyze the Federal fiscal impact of all bills reported from Committee. For the AHCA, the two entities have estimated

that the number of uninsured will rise; Federal spending will decline; and, after an initial increase of 15% to 20%, health insurance premiums will drop over time. Regarding Medicaid, the House bill would cap its funding on a per-capita basis after 2020. Funding would continue to increase but at a slower rate than under the ACA. As a result, the CBO estimates that there would be 14 million fewer Medicaid enrollees by 2026, a 17 percent reduction compared to what is projected under the ACA. As one of the States that has adopted the ACA's Medicaid expansion, these changes would have a major impact on the provision of healthcare in Alaska to lower income individuals. Overall, CBO has projected that the number of uninsured would rise to 52 million by 2026, compared to its projection of 28 million under the ACA. The Federal deficit is estimated to be reduced by \$337 billion over ten years, with Federal spending cut \$1.2 trillion and offset by a reduction in revenues, taxes and fees of \$883 billion.

Of particular interest to Alaska local governments, the Cadillac excise tax on high-cost health plans is further delayed from 2020 to 2024. The ACA currently cuts payments to hospitals serving a high Medicaid population. This includes many local hospitals in Alaska. Starting in 2020 under the Republican proposal, the funding that was cut in Medicaid disproportionate share payments to these hospitals would be reinstated.

The fate of the House bill is uncertain. It is supported by the House Republican leadership and the Trump Administration, but is overwhelmingly opposed by the Democrats and some House conservatives who have argued that its tax credits create a new entitlement program. If it passes the House, it is anticipated that the bill will be substantially revised in the Senate. While all three Members of the Alaska Delegation support repeal and replacement of the ACA, they have not yet taken a position on the AHCA. Earlier this month, Senator Murkowski along with three other Senate Republicans sent a letter to the Senate Majority Leader raising concern with any proposed changes to Medicaid and its funding structure.

For those interested in getting into the weeds on the details of a very complicated legislative discussion, attached is a summary of the AHCA provisions put together by the Kaiser Family Foundation.

8. Miscellaneous:

- **Senator Sullivan:** Senator Sullivan has been appointed by the Senate Commerce Committee to chair the Senate Subcommittee on Fisheries, Oceans, and the Coast Guard during the 115th Congress. This is a major subcommittee assignment for the junior Senator from Alaska and a critical subcommittee for coastal Alaskans. Jurisdiction includes the Magnuson-Stevens Act, Coast Guard funding, and NOAA's ocean and fisheries research programs.
- **NMFS Chief:** We are hearing two names which appear to have substantial support nationally. The first is Chris Oliver, the current Executive Director of the North Pacific Fishery Management Council. Mr. Oliver has broad support from the commercial fishing industry in the North Pacific, the West Coast, New England, the Mid-Atlantic, and the Gulf of Mexico. The second is Chris Blankenship, the well-respected Director of the Saltwater Fisheries Division for the State of Alabama. We understand that the

recreational fishing industry on the East Coast and Gulf of Mexico has been supporting Mr. Blankenship's candidacy. During the interim, Sam Rauch is serving as the Acting NMFS Chief.

- **Interior Rule Repeal:** The Congress has been aggressively invoking the existing congressional authority to repeal regulations. The Congressional Review Act ("CRA") allows for a filibuster-proof majority vote to repeal regulations promulgated in the last sixty legislative days of a congressional session. This resolution of disapproval must pass both houses of Congress and be signed by the President. Representative Young successfully obtained a House vote which would repeal an Interior Department rule. The Interior Department rule has pre-empted the State of Alaska's game management over predators (wolves, bears, coyotes). The rule prohibits the State from implementing predator control in National Wildlife Refuges or National Parks unless the Interior Department determines that such actions are consistent with the purposes and objectives of the federal land designations. The rule went into effect in August, but it falls within the sixty day legislative window. Both the Alaska Delegation and the State of Alaska have opposed the rule on the grounds that it infringes on Alaska's sovereign powers granted at the time of statehood. The Senate has yet to schedule a vote on the issue.
- **Waters of the United States ("WOTUS") Rule:** In February, President Trump issued an executive order to roll back the Obama Administration's rule expanding the jurisdictional authority of EPA and the Army Corps under the Clean Water Act. The rule would have expanded the agencies' jurisdiction over lesser water bodies and smaller streams. The WOTUS rule was strongly supported by the environmental community and opposed by various industries, farmers, and state and local governments. Local governments were concerned that the jurisdictional reach would have included manmade infrastructure and drainage systems. The WOTUS Rule was stayed in federal court and has never been implemented. The executive order instructs EPA to initiate a very lengthy legal process of rescinding and re-writing the rule. We are not likely to see the results of this process until toward the end of President Trump's term.
- **Antiquities Act:** The Antiquities Act provides the President with executive authority to designate federal lands and federal waters as national monuments. President Obama aggressively used this authority in the remaining year of his term, designating more acreage than the last eighteen presidents combined. Senator Murkowski has joined with 26 other Republican Senators on legislation to modify the Antiquities Act authority. S. 33 would require an Act of Congress approving the designation; the approval by the state legislature, and for marine monuments, approval by each state legislature within 100 miles of the proposed monument; and compliance with the National Environment Policy Act. The legislation has been referred to the Senate Energy Committee for consideration.
- **Fast Response Cutters:** The Coast Guard is in the process of replacing the 110' Island Class Cutters used by the agency to patrol the Gulf of Alaska. The Coast Guard has suggested that the new vessel class, the Fast Response Cutter, has sufficient range and speed to patrol the Gulf with five vessels. The Alaska Delegation has recommended to

the Coast Guard that there should be additional FRCs deployed in the Gulf, with craft continuing to be homeported in the existing homeport communities and Kodiak.

March 2017

Summary of the American Health Care Act

This summary describes key provisions of the American Health Care Act as approved by the House Ways and Means and Energy and Commerce Committees as a plan to repeal and replace the Affordable Care Act (ACA) through the Fiscal Year 2017 budget reconciliation process.

	American Health Care Act
Date plan announced	March 6, 2017
Overall approach	<ul style="list-style-type: none"> • Repeal ACA mandates (2016), standards for health plan actuarial values (2020), and, premium and cost sharing subsidies (2020). • Modify ACA premium tax credits for 2018–2019 to increase amount for younger adults and reduce for older adults, also to apply to coverage sold outside of exchanges and to catastrophic policies. In 2020, replace ACA income-based tax credits with flat tax credits adjusted for age. Eligibility for new tax credits phases out at income levels between \$75,000 and \$115,000 • Retain private market rules, including requirement to guarantee issue coverage, prohibition on discriminatory premiums and pre-existing condition exclusions, requirement to extend dependent coverage to age 26. Modify age rating limit to permit variation of 5:1, unless states adopt different ratios. • Retain health insurance marketplaces, annual Open Enrollment periods (OE), and special enrollment periods (SEPs). • Impose late enrollment penalty for people who don't stay continuously covered. • Establish State Innovation Grants and Stability Program with federal funding of \$100 billion over 9 years. States may use funds to provide financial help to high-risk individuals, promote access to preventive services, provide cost sharing subsidies, and for other purposes. In states that don't successfully apply for grants, funds will be used for reinsurance program • Repeal funding for Prevention and Public Health Fund at the end of Fiscal Year 2018 and rescind any unobligated funds remaining at the end of FY2018. Provide supplemental funding for community health centers of \$422 million for FY 2017 • Encourage use of Health Savings Accounts by increasing annual tax free contribution limit and through other changes • Eliminate enhanced FMAP for Medicaid expansion as of January 1, 2020 except for those enrolled as of December 31, 2019 who do not have a break in eligibility of more than 1 month • Convert federal Medicaid funding to a per capita allotment and limit growth beginning in 2020 using 2016 as a base year • No change to Medicare benefit enhancements or provider/Medicare Advantage plan payment savings • Repeal Medicare HI tax increase and other ACA revenue provisions • Prohibit federal Medicaid funding for Planned Parenthood clinics
Individual mandate	<ul style="list-style-type: none"> • Tax penalty for not having minimum essential coverage is eliminated effective January 1, 2016 • Late enrollment penalty (30% of otherwise applicable premium) applies for individuals buying non-group coverage who have not maintained continuous coverage. Continuous coverage is assessed during a 12-month look back period prior to the date of enrollment in new coverage. If individual had a lapse in coverage of 63

consecutive days or longer during the look back period, late enrollment penalty applies during the plan year in which the individual enrolls in new non-group coverage. (For SEP, penalty applies for the remainder of the plan year). Late enrollment penalty is effective for special enrollments during the 2018 plan year, for all other enrollments beginning with the 2019 plan year. Private health plans continue to be required by law to provide certificates of creditable coverage; however, no requirement for governmental programs (e.g., Medicaid, CHIP, state high-risk pools) to provide such certificates.

Premium subsidies to individuals

- For 2018-2019, modify premium tax credits as follows:
 - Increase credit amounts for young adults with income above 150% FPL and decrease amounts for adults 50 and older above that income level.
 - For end of year reconciliation of advance credits, the cap on repayment of excess advance payments does not apply.
 - Tax credits cannot be used for plans that cover abortion.
 - Premium tax credits can be used to purchase catastrophic plans.
 - Premium tax credits can be used to purchase qualified health plans (i.e., covering essential health benefits) sold outside of the exchange, but are not advance-payable for such plans. Premium tax credits cannot be used to purchase grandfathered or grandmothered individual health insurance policies sold outside of the exchange.

- Starting in 2020, replace ACA income-based tax credits with flat tax credit adjusted for age. Credits are payable monthly; annual credit amounts are:

- \$2,000 per individual up to age 29
- \$2,500 per individual age 30-39
- \$3,000 per individual age 40-49
- \$3,500 per individual age 50-59
- \$4,000 per individual age 60 and older

Families can claim credits for up to 5 oldest members, up to limit of \$14,000 per year.

Amounts are indexed annually to CPI plus 1 percentage point.

U.S. citizens and legal immigrants who are not incarcerated and who are not eligible for coverage through an employer plan, Medicare, Medicaid or CHIP, or TRICARE, are eligible for tax credit. Married couples must file jointly to claim the credit. In addition, eligibility for the tax credit phases out starting at income above \$75,000 (credit is reduced, but not below zero, by 10 cents for every dollar of income above this threshold; tax credit reduced to zero at income of \$95,000 for single individuals up to age 29, \$115,000 for individuals age 60 and older. For joint filers, credits begin to phase out at income of \$150,000; tax credit reduced to zero at income of \$190,000 for couples up to age 29; tax credit reduced to zero at income \$230,000 for couples age 60 or older; tax credit reduced to zero at income of \$290,000 for couples claiming the maximum family credit amount.)

Taxpayers who are also enrolled in qualified small employer health reimbursement arrangements (HRA) that apply to non-group coverage will have tax credit reduced, but not below zero, by the amount of the HRA benefit.

- Premium tax credit can be applied to any eligible individual health insurance policy (but not grandfathered or grandmothered policies); sold on or off the exchange. In addition, credit can be applied to unsubsidized COBRA premiums. Eligible policies do not include those for which substantially all coverage is for excepted benefits; policies that cover abortion (with Hyde exceptions) are not eligible policies. States shall certify plans eligible for the credit; employer group health plan sponsors shall certify COBRA coverage eligible for the credit. The federal government must establish a program for making advance payment of tax credits no later than January 1, 2020; to

	<p>the greatest extent practicable the program will use methods and procedures used for the ACA advance payable premium tax credit.</p> <ul style="list-style-type: none"> Excess credit amounts (above the actual cost of individual coverage or COBRA policy) are payable to health savings accounts.
Cost sharing subsidies to individuals	<ul style="list-style-type: none"> ACA cost sharing subsidies are repealed effective January 1, 2020.
Individual health insurance market rules	<ul style="list-style-type: none"> Require guaranteed issue of all non-group health plans during annual open enrollment. Insurers also must offer 60-day special enrollment periods (SEP) for individuals after qualifying events. Short-term non-renewable policies can continue to be sold using medical underwriting. For health plans first sold on or after January 1, 2014, ACA rating rules continue, except age rating of 5:1 is permitted unless states adopt a different ratio. Short-term non-renewable policies can continue to set premiums based on health status. Prohibition on pre-existing condition exclusion periods is not changed. Short term non-renewable policies can continue to exclude pre-existing conditions
Benefit design	<ul style="list-style-type: none"> ACA requirement to cover 10 essential health benefit categories is not changed. ACA requirement for maximum out of pocket limit on cost sharing is not changed. ACA requirement for plans to be offered at specified actuarial values/metal levels sunsets on 12/31/2019. Prohibition on lifetime and annual dollar limits is not changed Requirement for individual and group plans to cover preventive benefits with no cost sharing is not changed. Requirement for all plans to apply in-network level of cost sharing for out-of-network emergency services is not changed Prohibit abortion coverage from being required. Federal premium tax credits cannot be applied to plans that cover abortion services, beyond those for saving the life of the woman or in cases of rape or incest (Hyde amendment). Nothing prevents an insurer from offering or an individual from buying separate policies to cover abortion as long as no premium tax credits are applied.
Women's health	<ul style="list-style-type: none"> ACA essential health benefit requirement for individual and small group health insurance policies is not changed, including requirement to cover maternity care as an essential health benefit. Requirement for individual and group plans to cover preventive benefits, such as contraception and cancer screenings, with no cost sharing is not changed. Prohibition on gender rating is not changed Prohibition on pre-existing conditions exclusions, including for pregnancy, prior C-section, and history of domestic violence, is not changed. Prohibit federal Medicaid funding for Planned Parenthood clinics for one year, effective upon date of enactment. Specifies that federal funds to states including those used by managed care organizations under state contract are prohibited from going to such entity. Redefine qualified health plan to exclude any plan that covers abortion services, beyond those for saving the life of the woman or in cases of rape or incest (Hyde amendment), effective in 2018 Prohibit federal premium tax credits from being applied to plans that cover abortion services, beyond Hyde limitations. Disqualify small employers from receiving tax credits if their plans include abortion coverage beyond Hyde limitations, effective in 2018. Does not prevent an insurer from offering or an individual from buying separate policies to cover abortion as long as no tax credits are applied.
Health Savings Accounts (HSAs)	<ul style="list-style-type: none"> Modify certain rules for HSAs, changes take effect January 1, 2018: <ul style="list-style-type: none"> Increase annual tax free contribution limit to equal the limit on out-of-pocket cost sharing under qualified high deductible health plans (\$6,550 for self only coverage, \$13,100 for family coverage in 2017, indexed for inflation). Excess premium tax credit amounts contributed to an HSA do not count against the contribution limit.

	<ul style="list-style-type: none"> – Additional catch up contribution of up to \$1,000 may be made by persons over age 55. Both spouses can make catch up contributions to the same HSA. – Amounts withdrawn for qualified medical expenses are not subject to income tax. Qualified medical expense definition expanded to include over-the-counter medications and expenses incurred up to 60 days prior to date HSA was established – Tax penalty for HSA withdrawals used for non-qualified expenses is reduced from 20% to 10%.
High-risk pools	<ul style="list-style-type: none"> • States may use Innovation and Stability Program grants to fund high-risk pools, and for other purposes
Selling insurance across state lines	<ul style="list-style-type: none"> • No provision
Exchanges/ Insurance through associations	<ul style="list-style-type: none"> • State exchanges continue, though premium tax credits can be used for eligible non-group policies regardless of whether they are sold through an exchange. Through 2019, tax credits are only advance payable for policies purchased through an exchange. • Single risk pool rating requirement for plans first sold on or after January 1, 2014 is not changed.
Dependent coverage to age 26	<ul style="list-style-type: none"> • Requirement to provide dependent coverage for children up to age 26 for all individual and group policies is not changed.
Other private insurance standards	<ul style="list-style-type: none"> • Minimum medical loss ratio standards for all health plans are not changed. • Requirement for all health plans to offer independent external review is not changed. • Requirements for all plans to report transparency data, and to provide standard, easy-to-read summary of benefits and coverage are not changed.
Employer requirements and provisions	<ul style="list-style-type: none"> • Tax penalty for large employers that do not provide health benefits is reduced to zero, retroactive to January 1, 2016 • Wellness incentives permitted under the ACA are not changed • Repeal tax credits for low-wage small employers, effective January 1, 2020. Requires that small business tax credits cannot be used to purchase plans that cover abortions, beyond Hyde limitations, effective in 2018
Medicaid	<p><i>Financing</i></p> <ul style="list-style-type: none"> • Codify that the Medicaid expansion is a state option upon enactment; eliminate option to extend coverage to adults above 133% FPL effective January 1, 2020; eliminate the enhanced match for the Medicaid expansion as of January 1, 2020 (except for individuals who were enrolled through the Medicaid expansion as of December 31, 2019 and who do not have a break in eligibility of more than one month). <ul style="list-style-type: none"> ○ Limits the “expansion state” enhanced match rate transition percentage to CY 2017 levels of 80% (instead of phasing up the match to equal the ACA enhanced match rate by 2020). • Convert federal Medicaid financing to a per capita cap beginning in FY 2020. <ul style="list-style-type: none"> ○ Per enrollee caps for five enrollment groups—elderly, blind and disabled, children, expansion adults, and other adults—are based on 2016 expenditures (excluding administrative costs, DSH, Medicare cost-sharing, and safety net provider payment adjustments in non-expansion states, and certain categories of individuals, including CHIP, those receiving services through Indian Health Services, those eligible for Breast and Cervical Cancer services, and partial-benefit enrollees) divided by full-year equivalent enrollees in each category and trended forward to 2019 by medical CPI. ○ For states opting to adopt the Medicaid expansion after 2016, the per enrollee amount for this group would be the same as the other adult group under the per capita cap.

- Per enrollee amounts are adjusted to exclude non-DSH supplemental payments
- The target expenditures in 2020 are calculated based on the 2019 per enrollee amounts for each enrollment group adjusted for non-DSH supplemental payments and increased by medical CPI multiplied by the number of enrollees in each group. In 2021 and beyond, per enrollee amounts are based on the prior year amounts increased by medical CPI.
- States with medical assistance expenditures exceeding the target amount for a fiscal year will have payments in the following fiscal year reduced by the amount of the excess payments.
- Provide 100% FMAP for MMIS and eligibility systems for FY 2018 and FY 2019 and increase other administrative matching to 60% for expenses related to implementing new data requirements.
- Repeal Medicaid DSH cuts for FY2020 - FY2025; exempt non-expansion states from DSH cuts for FY2018 - FY 2019
- Provide \$10 billion over 5 years (CY2018 – CY 2022) to non-expansion states for safety-net funding (applies to states not adopting the expansion by July 1 of the previous year). Allotments based on the number of individuals in the State with income below 138% of FPL in 2015 relative to the total number of individuals with income below 138% of FPL for all the non-expansion States in 2015. Payments 100% funded by the federal government in CY 2018-2021 and 95% in CY 2022. Payments to providers may not exceed providers' costs in providing health care services to Medicaid and uninsured patients. States receiving these funds in a year in which they also adopt expansion shall no longer be eligible to receive these funds in any subsequent year.

Other Changes

- Repeal the essential health benefits requirement for those receiving alternative benefit packages, including the expansion group, as of December 31, 2019.
- Repeal increase in Medicaid eligibility to 138% FPL for children ages 6-19 as of December 31, 2019. The minimum federal income eligibility limit for these children will revert to 100% FPL.
- Repeal hospital presumptive eligibility provisions and presumptive eligibility for expansion adults, effective January 1, 2020
- Repeal enhanced FMAP for the Community First Choice Option to provide attendant care services effective January 1, 2020
- Prohibit federal Medicaid funding for Planned Parenthood for one year, effective upon date of enactment
- Require states to consider lottery winnings (and other lump sum payments including gambling winnings and liquid assets from an estate) as income over a period of months in determining Medicaid ineligibility for individual and spouse beginning, January 1, 2020. Secretary can establish hardship criteria and state can intercept lottery winnings for Medicaid recoupment.
- Eliminate 3-month retroactive coverage requirement (start eligibility "in or after" the month of application) beginning October 1, 2017.
- Eliminate reasonable opportunity period for citizenship/immigrant status verification and require documentation before enrolling in coverage and prohibit payments during reasonable opportunity periods with exceptions for people receiving Medicare, SSDI, SSI, foster care, born to a Medicaid eligible woman or other basis established by the Secretary for states that choose to offer reasonable opportunity periods, effective six months after enactment.

	<ul style="list-style-type: none"> Require states to limit home equity to federal minimum (removes the option to expand the limit from \$500,000 to \$750,000 (adjusted for CPI), effective six months after the bill is enacted or longer if states must pass legislation to change. Require eligibility redeterminations every 6 months for expansion enrollees beginning October 1, 2017. Expands civil monetary penalties up to \$20,000 per individual for intentionally claiming Medicaid matching funds for an individual not eligible for expansion. Provide a temporary (10/1/17 through 12/31/19) five percentage point FMAP increase for expenditures directly related to complying with this provision.
Medicare	<p><i>Revenues</i></p> <ul style="list-style-type: none"> Repeals the HI payroll tax on high earners, beginning after December 31, 2017 Repeals the annual fee paid by branded prescription drug manufacturers, beginning after December 31, 2017 Reinstates the tax deduction for employers who receive Part D retiree drug subsidy (RDS) payments to provide creditable prescription drug coverage to Medicare beneficiaries, beginning after December 31, 2017. <p><i>Coverage enhancements</i></p> <ul style="list-style-type: none"> ACA benefit enhancements (no-cost preventive benefits; phased-in coverage in the Part D coverage gap) are not changed <p><i>Reductions to provider and plan payments</i></p> <ul style="list-style-type: none"> ACA reductions to Medicare provider payments and Medicare Advantage payments are not changed <p><i>Other ACA provisions related to Medicare are not changed, including:</i></p> <ul style="list-style-type: none"> Increase Medicare premiums (Parts B and D) for higher income beneficiaries (those with incomes above \$85,000/individual and \$170,000/couple). Authorize an Independent Payment Advisory Board to recommend ways to reduce Medicare spending if the rate of growth in Medicare spending exceeds a target growth rate. Establish various quality, payment and delivery system changes, including a new Center for Medicare and Medicaid Innovation to test, evaluate, and expand methods to control costs and promote quality of care; Medicare Shared Savings Accountable Care Organizations; and penalty programs for hospital readmissions and hospital-acquired conditions.
State role	<ul style="list-style-type: none"> States may determine age rating ratio; otherwise federal standard of 5:1 applies. Establish new Patient and State Stability Fund. Funds can be used by states for financial help for high-risk individuals, to stabilize private insurance premiums, promote access to preventive services, provide cost sharing subsidies, and for other purposes. \$100 billion over 9 years appropriated (\$15 billion per year for 2018-2019, \$10 billion per year for 2020-2026). In states that do not successfully apply for grants, innovation funds will be used for a default reinsurance program, administered by CMS, that will pay 75% of claims between \$50,000 and 350,000 (starting in 2020, CMS Administrator can establish different reinsurance rate and claims thresholds.) State matching funding of 7% required in 2020, phasing up to 50% in 2026. A different state matching schedule applies for the CMS-administered default reinsurance program (10% in 2020, phasing up to 50% in 2024.) Grants cannot be made to a state unless it agrees to make matching funds available. Any remaining funds at year end will be re-allocated the following year to states for which allocations were made. State option to establish a state based health insurance exchange is not changed.

	<ul style="list-style-type: none"> • State consumer assistance/ombudsman program is not changed, and is not funded. • State option to establish a Basic Health Program is not changed. State option to obtain a five-year waiver of certain new health insurance requirements (Section 1332 waiver) is not changed. • States continue to administer the Medicaid program with Federal matching funds available up to the federal cap.
Financing	<ul style="list-style-type: none"> • ACA taxes repealed, effective January 1, 2018, except where otherwise noted: <ul style="list-style-type: none"> – Tax penalties associated with individual and large employer mandate, reduced to zero effective on January 1, 2016 – Cadillac tax on high-cost employer-sponsored group health plans is suspended for tax years 2020 through 2024, no revenues shall be collected during this period – Increase in Medicare payroll tax (HI) rate on wages for high-wage individuals; also 3.8% tax on unearned income for high-income taxpayers – Tax on tanning beds – Tax on health insurers – Tax on pharmaceutical manufacturers – Excise tax on sale of medical devices – Provision excluding costs for over-the-counter drugs from being reimbursed through a tax preferred health savings account (HSA) – Provision increasing the tax (from 10% to 20%) on HSA distributions that are not used for qualified medical expenses. – Chronic care tax – Codification of economic substance doctrine and penalties • Annual limit on contributions to Flexible Spending Accounts (FSAs) repealed • Annual limit on deduction for salary in excess of \$1 million paid to employees of publicly held corporations repealed • Federal Medicaid funding capped, effective FY 2020; enhanced match for Medicaid expansion population eliminated beginning January 1, 2020; and Medicaid DSH cuts repealed, effective FY 2020
Sources of information	<p>https://waysandmeans.house.gov/event/markup-budget-reconciliation-recommendations-repeal-replace-obamacare/</p> <p>http://docs.house.gov/meetings/IF/IF00/20170308/105679/BILLS-115-CommitteePrint-W000791-Amdt-1.pdf</p>

Assembly Comments

Public Comments

Date & Location of Next Meeting

Adjournment