

Aleutians East Borough
October 4, 2012
3:00 p.m.

CALL TO ORDER

Mayor Mack called the October 4, 2012 Assembly meeting to order at 3:00 p.m. by teleconference in each community.

ROLL CALL

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

Advisory Members:

Nikki Hoblet, False Pass	Present
Harold Kremer III, Cold Bay	Present

A quorum was present.

Staff Present:

Tina Anderson, Clerk
Roxann Newman, Finance Director
Laura Tanis, Communications Manager
Anne Bailey, Community Development Director
Rick Gifford, Administrator
Linda Mack, Administrative Clerk

Adoption of the Agenda:

MOTION

Ken moved to adopt the agenda and second by Carol

Justine added the Cold Bay Terminal, New Business.

Hearing no objections MOTION PASSED

Community Roll Call and Public Comment on Agenda Items.

Akutan, Cold Bay, False Pass, King Cove, Nelson Lagoon, Sand Point, Anchorage office.

Minutes, August 28, 2012:

MOTION

Carol moved to accept the August 28, 2012 Minutes and second by Justine.
Hearing no more the August 28, 2012 Minutes are approved.

Financial Reports, August, 2012:

MOTION

Paul moved to adopt the August Financial Report and second by Bill.

Paul thanked the Finance Director for the added breakdown of hovercraft expenditures.

ROLL CALL

Marvin-yes, Ken-yes, Justine-yes, Carol-yes, Paul-yes, Joe-yes, Bill-yes. Advisory: Nikki-yes, Harold-yes. MOTION PASSED

Investment Report, August, 2012:

The Permanent Fund month-end market value is \$29,547,090.

CONSENT AGENDA

- Resolution 13-07, Amending the Transportation Improvement Plan of the Borough to include the Sand Point Harbor Project, allocating \$2,000,000 from the 2007 Capital Projects Fund.
- Resolution 13-08, Requesting DOT/PF, design and construct the ferry boat discretionary project entitled: Cold Bay Dock Rehabilitation Project.
- Resolution 13-09, Assembly acknowledges that the planned improvements to Cold Bay Lot 13, Block 1 conveyed to Ray Koso satisfy the requirements of the purchase and sale agreement executed between the parties, and the provisions of AEB Ordinance 95-4.
- Resolution 13-10, the Assembly supporting the conveyance of certain gravel and dredge material to the City of Akutan.
- Introduction Ordinance 13-03, Amending the FY12 budget (final).

MOTION

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

ROLL CALL

Paul-yes, Bill-yes, Joe-yes, Marvin-yes, Carol-yes, Ken-yes, Justine-yes. Advisory: Nikki-yes, Harold-yes. MOTION PASSED.

PUBLIC HEARINGS

Public Hearing Ordinance 13-01, Authorizing the sale of Lot 56, Townsite of King Cove, AK, under AEB 50.10.070 Disposal of Real Property.

MOTION

Ken moved to adopt and second by Bill.

Mayor Mack reviewed the ongoing property trespassing issue with the house. The house on property also has deteriorated and has a mold issue. He was in the process of having the house demolished until interest was shown for purchase.

Mayor Mack opened for Public Hearing.

Henry Mack, City of King Cove Mayor, said he has been involved with the trespassing issue and recommended AEB sell the property also.

Hearing no more, Public Hearing closed.

ROLL CALL

Carol-yes, Marvin-yes, Justine-yes, Paul-yes, Bill-yes, Joe-yes, Ken-yes. MOTION PASSED.

Public Hearing Ordinance 13-02, Amending the FY13 budget:

MOTION

Carol moved to adopt and second by Justine.

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

AMENDMENT

Bill moved to amend the budget by removing the Public Information position. Second by Justine.

DISCUSSION

Paul said position might be better to be discussed during a workshop and action taken at a new fiscal year.

Bill said his reason is to save revenues.

Mayor Mack felt the budget is still solvent and recommends the position stay intact.

Marvin felt that the In the Loop is important. He felt we would go back to not enough communications in the AEB. Harold said he concurs with Marvin. In the loop is a great way for our community in AEB and feels she is doing a fine job.

ROLL CALL ON AMENDMENT

Paul-no, Joe-yes, Bill-yes, Justine-yes, Carol-yes, Ken-no, Marvin-no. Advisory: Nikki-no, Harold-no. MOTION PASSED.

ROLL CALL ON MAIN MOTION

Justine-yes, Carol-yes, Ken-yes, Paul-yes, Marvin-no, Joe-yes, Bill-yes. Advisory: Harold-no, Nikki-no. MOTION PASSED.

Rick said may be in a deficit although already 3-4 months into a budget and need to abide by certain bylaws in the Borough Code. He cautions the Assembly before you make a decision, adding that the three changes already in amendment gives a savings.

Joe said, since a public hearing, the Assembly has a right to amend to see fit although typically budgets are amended with a dollar amount.

FOR THE RECORD, Mayor Mack will veto the amendment. The Clerk read the veto section of AEB Code below:

2.12.060 Veto.

The Mayor may veto any ordinance, resolution, motion, or other action of the assembly and may, by veto, strike or reduce items in appropriation ordinances. He shall submit to the assembly at its next regular meeting a written statement advising of his veto and giving his reasons. A veto is overridden by the vote of two-thirds of the authorized membership of the assembly within 21 days following exercise of the veto or at the next regular meeting whichever is later. The veto does not extend to appropriation items in school budget ordinance; actions of the governing body sitting as the board of equalization or the board of adjustment; adoption or repeal of a manager plan of government.

OLD BUSINESS

Akutan airport, marine link & harbor updates:

DISCUSSION

Paul said there was a good discussion on Akutan harbor and airport at the workshop earlier and thanked everyone for the presentation.

Joe said the airport is taking only charters at this time, no scheduled flights until IFR (instrument flight rules) is available. There was an extension on the Essential Air Service (EAS) bid process for another 10 days so closing date is now October 10 for bids. The boat harbor has nothing going on at this time. At one point they are looking at putting a transient dock in but, at this time, mostly concentrating on getting airport up and running. He said the city of Akutan has been spending \$100,000-150,000 for project and are working on a passenger shelter.

Mayor Mack said once someone gets EAS contract we can then begin to work on getting a flight schedule in place. Marvin pointed out that whoever receives the government subsidy for the mail contract is responsible for delivering mail to the post office in Akutan.

NEW BUSINESS

Cold Bay Terminal:

Justine asked why we couldn't have piggybacked the terminal apron with the State of Alaska's Cold Bay airport paving project and asked for an update on the terminal apron project. Mayor Mack said there was no way to piggyback. The Administrator said AEB got \$2M at last legislative session and it is his understanding that DOT is in the process of

working on that project now and looking at 2014 before they put in the apron to the terminal. Mayor Mack said that we still have NWS and FAA renting space on top floor and FAA may also lease another room downstairs.

NEW BUSINESS None

REPORTS AND UPDATES

Reports are in the packet.

ASSEMBLY COMMENTS

Marvin said with all the new changes, he suggested a retreat during AML with all other entities. Mayor Mack thought it also a good idea possibly in the spring.

PUBLIC COMMENTS

City of King Cove Mayor, Henry Mack, thanked the Assembly and AEB for their numerous contributions last few years. He said King Cove just submitted a grant to Alaska Energy Authority for a project to provide waste heat to 16 housing units and the clinic. They also have a project in the works to extend the hydro plant. So, may also be requesting funding from the AEB, any assistance is helpful and is a savings for all. They are also putting together a design for a Senior Center building and may request funding from the AEB for that project also.

City of False Pass Mayor, Tom Hoblet, talked to AEB Fisheries Consultant, Sam Cotten, last week about NPFMC meetings, saying that Kodiak is going after rationalization in the Central Gulf. Tom believes rationalization in the Western Gulf will also come. If Western Gulf goes rationalization, younger people will have no chance to get into fisheries. He wants to know how much revenue AEB receives from the 25% (state fisheries) of the Pacific cod quota. Mayor Mack is not sure, but will get back to him. Mayor Hoblet asked if a lot of Pacific cod (federal season) is caught outside of the AEB jurisdiction. Mayor Mack is not sure, he will have to look into that also. Mayor Hoblet said several advisory proposals have been submitted to put more quota into state water fisheries. If not getting some revenue out of federal quota being caught outside our boundaries, he feels that it would be beneficial for the AEB to support the proposals submitted to capture revenues. Paul said rationalization comes up at the NPFMC in a couple days. He said 13% of the fleet will be observer covered next year. He added that nothing moves very fast at the NPFMC level.

NEXT MEETING

Mayor Mack suggested next meeting during the Alaska Municipal League Conference November 14-16.

ADJOURNMENT

Paul moved to adjourn and second by Ken. Hearing no more the meeting adjourned at 4:02 p.m.



Mayor

Date



Clerk

11/15/12

Date