

**LAKE AND PENINSULA BOROUGH
ASSEMBLY WORKSHOP
Monday, January 25, 2016 2:00 p.m.**

Assembly: Mayor Glen Alsworth
Randy Alvarez
Scott Anderson
Myra Olsen
Alvin Pedersen
Michelle Pope-Ravenmoon
Christina Salmon
Natalya Shellikoff, Student Representative, Port Heiden AK

Staff: Kate Conley, Clerk
Susan Edwards, Finance Officer
Nathan Hill, Borough Manager
Nikki Reed, Assistant Finance Officer

Guests: none

Nathan Hill explained that this workshop is to discuss the financial status of the borough and the upcoming budget. Assembly member Salmon asked if other borough in the state have the same challenges. Mayor Alsworth said that most do not have the savings LPB does.

Nathan Hill said that since the December workshop, the staff has been discussing the budget. He read a quote from the Declaration of Independence. He said this workshop is to discuss the future of the borough and talk about the philosophy of and why the borough was formed. This will guide the budget process. It is good to know the historical context of the borough and who formed it. In conjunction with this, he said he also wants to discuss some general questions to guide and direct the budget discussion.

There was a brief history sent out via email last week with questions. Print out of this discussion were available.

Myra Olsen said she is proud to serve on the Assembly. It is the only board she serves on that she thinks makes sense. She is glad to share the Borough actions with others. The borough is unique and different. The Assembly is here to help the villages, not to tell them what to do. Forward funding is becoming more common and accepted. She said she is strongly opposed to changing any of the philosophies that formed the Borough. It is government done right.

Mayor Alsworth said a year or two ago, he went through a process with the Foraker Group for a business plan. Each business had to have a vision statement, what do you exist for, a mission statement, why the business exists, and policies for how to carry out the vision and mission statements. The Assembly needs to think through whether the original vision, mission and policies for the borough are still relevant. This discussion is crucial to where we are going to be in the future. We are in as good of shape as we are now because someone did this years ago. The assembly needs to revisit and reaffirm why the Borough exists and how we do things.

Mayor Alsworth said everyone hates taxes. Assembly member Ravenmoon shared that her family on her dad's side is from Ohio and were told they could come to Alaska and claim land. Her father chose to claim as little land as possible because he was afraid some day they would have to pay taxes on the land. Mayor Alsworth said her father probably would have voted against the formation of the borough because of fear of paying taxes. Many of the people who helped to form the borough were afraid of

government and the establishment of taxes. At the first Borough meeting, the Assembly chose not to tax residents. If the Borough has to hurt residents to exist, then the Borough should not exist.

For what purpose(s) does the Borough exist? The Mayor said that initially the borough was formed to protect the school district territory. Originally, there was no expectation that the Borough would fund the school, but that they would protect the district from encroachment. They wanted the decision made for the school and the students to be made locally. The best way to keep the decisions local was to form the school district. The group of people that created the Borough wanted local people, not someone in Juneau or Washington DC, to make decision that effect the people of the Lake and Peninsula Borough. They did not want the borough to exist to create a huge budget that fuels a big government. There was initially a fear that the area would be taken over by neighboring government entities. Then there was fear of taxes. The question is, do people still want local decisions?

Nathan Hill said that decisions made by the Assembly affect everyone in the Borough. One of the philosophies of the Borough is to support communities to support themselves. The more likely dollars are spent close to home, the more likely the transactions will be transparent. There was a discussion of how the Borough does not take a portion of the funds for administration. Assembly member Olsen said she agrees that it is best the Borough not charge an administration fee and to pass along as much money as possible. LPB does with five employees, what other entities do with 85 employees. The Mayor added that he and the other original founders of the Borough are not against government, they just want to do the opposite of what government does that people hate. People hate taxes, then we aren't going to charge taxes.

Mr. Hill said the State budget is forcing other governments to ask these same questions. Taxes should not go to support the government, but to support he communities. Taxes should be as little as is needed, and nothing more. Otherwise, the government will figure out how to spend the surplus and it is too easy to become bloated. Another tax may require us to hire an additional employee to administer that tax, and it can snowball on itself. The Mayor said that 250 years ago, the US Government was formed because of taxes. People were angry because they were taxed without representation.

Mr. Hill said that guidance is needed so that decisions are not made out of desperation. Long term decisions will steer proactively. He added that the Assembly can made short-term decision for the current situation, but needs to come up with long-term sustainable solutions into the future. Assembly member Alvarez said that he sees his role on the Assembly to make decision so that the Borough does not get into desperate situation. The state of the State does not look good. Oil was only \$29 per barrel today. The State is not going to have much money for a long time – as long as ten years. The price is so low, there are no companies that are going to be exploring. There is not going to be a new source of income anytime soon. The permanent fund is subject to the global market and has already lost \$3 billion in principle in the last year. Two years ago, the expectation was the price of fish would be higher.

Assembly member Ravenmoon said that the values that the Borough were formed on, is one of the reasons she ran for office. She said she believes in the values that founded the Borough and believes government is for the people. She said she still stands behind the Borough and what is good for the communities. She said she has more challenges with economic and business growth and how we can support our communities and help them strengthen their communities, as well as their health and safety. The last several years, the Borough focused on alternative energy. She would like to see the focus and energy that grew the alternative energy projects, applied to economic growth and health programs. The Borough needs to look at new challenges. Assembly member Pedersen asked how to tackle economic development. Assembly member Ravenmoon asked how we can help the residents be more self-sufficient.

Mr. Hill said the Borough has a policy to promote businesses. What helps the business owner, helps the Borough. If their businesses are healthy, it helps the Borough be healthy. Nikki Reed, Assistant

Finance Officer, said that one of the things to help the businesses is the new website. There is a list of guides and bed and breakfasts on the website. She said she has been in touch with all the stakeholders, and the Borough wants to promote LPB as the destination for Alaska. This is a small step toward promoting the economic drivers in the Borough. Not much can do to promote fish, but can promote recreation and tourism. Assembly member Pedersen said that, as far as promoting, there is as much being done as can be. Susan Edwards said that, because the communities are small, there is not much opportunity for commerce, and the real challenge is to get outside money into the village. The Borough should encourage economic development and support it. It needs to be part of the future. The Mayor agreed that money from the outside is a necessity. There is not enough local revenue to support businesses, so outside money needs to be the target. He added that the Borough does not require anything from a business owner that the Borough can exempt. All requirements are from the State and Federal governments. What is missing from a lot of borough residents is the mental grasp of how to start and maintain a business.

Assembly member Olsen said there is also a need for infrastructure in the villages. A little piece of this problem might also be vocational training. Perhaps if carpenters need certification, then they could be required to build a house in the village to become licensed. Mayor Alsworth referenced Assembly member Ravenmoon's comment about health. He said that it has always struck him how ineffective government is at changing social norms. Social changes are the responsibility of parents. If they teach integrity and morality, then people grow up to be good citizens. The Borough can't teach values, only parents can. Mr. Hill said that the results of some well-intentioned programs that the government has brought to communities, like subsidized heat, food and housing, has given people less incentive. They are robbing them of ownership and pride and healthy values. We have to be careful of the things we support. Assembly member Alvarez said you make people dependent on government and it does not do them good. Some states have just as many people on welfare as they have working. That is making the situation worse. Mr. Hill said that there are systems in place that are well-intended but in some ways they have gone backward. The mental health system is getting worse. Until there is ownership of these problems. There will be these problems. The efforts should be grassroots, not from outside.

Assembly member Ravenmoon said we are looking at this from only one way. She challenged the room to think about the problem from the values that LPB was built on. The communities should come the Borough with their problems, not the Borough come to them. IN general, Alaskans think very independently and differently. Rather than think about how LPB can run a program, but how we can support the communities' ideas. Our mission is to help our communities be well. The Mayor agreed that the Borough has to support, not impose. The communities need to be empowered to be solution oriented, not take the power away. Ms. Edwards said that encouragement is as helpful as support. The Borough could do a better job. Assembly member Olsen agreed that the Borough could celebrate successes more. Assembly member Salmon added that Ranya Aboras, the Community Development Coordinator, is doing a good job of sending information of opportunities to the communities. The Mayor asked again, is every resident, business, community, student, better off because the borough exists.

Assembly member Alvarez said that the fishermen are only fishing for the processors. The processors are only going to give the least they can to fishermen. If you can become your own processor, then you are in control of your market. Assembly member Pedersen said most fishermen don't know how to get around the regulations. Assembly member Alvarez said that the Borough can help them with that. Assembly member Anderson said that the cells alive system (CAS) can help with keeping the fish fresh. Assembly member Alvarez said that running a lodge takes a lot of initial investment. Assembly member Pedersen said it would be neat if the planning commission could be a resource for this kind of help.

Mr. Hill asked if, in summary, this discussion has been helpful and worthwhile. Assembly member Pedersen said the discussion reminds him to keep it simple. Assembly member Alvarez said that things have to be kept simple. The Borough cannot afford to give away money, but LPB can give help.

Mr. Hill asked the Assembly if they should do more of this kind of conversation. The Mayor said that early on, the Assembly put in a disciplined savings policy with the thought that the day would come when it is needed. The question, he said, is whether that day is now. Assembly member Alvarez said either use the savings or cut the budget. The Mayor acknowledged that the Borough has not been truly forward funded for years.

There was a discussion of the current budget situation. Situations have changed. The school used to not need additional money, but the Borough has always given more than the State's minimum required local contribution. The school now has 300, not 400 students. Now, because of cuts to the State school support, the school district needs more than the Borough has been giving. There is a school endowment fund to aid for hard times. Assembly member Anderson said that it is time for the communities to realize they need to start purchasing their own items, because there are good programs available to pay back the energy projects, for example, if there is a reduction in PCE.

There was a discussion of the Kokhanok wind generator system. Ms. Edwards said that capital projects are an investment in public goods. The projects need to be part of the Borough's purpose and that such projects directly benefit the residents. The Mayor said that one of the purposes to become a Borough was to be able to assist with capital projects, not only with money, but also to provide an advantage because of our collective strength. Assembly member Alvarez says he sees the advantage when the Borough issues an RFP. The bid is often awarded to a local contractor, whereas State RFPs are given to out of state companies. The goal should be to try to keep Alaskans working. Ms. Edwards pointed out that the USDA & HUD have strong local hire components. There was a discussion of local hire and grant money.

The Student Representative, Natalya Shellikof commented about the discussion. She said it is good that the Assembly and Borough are trying to help the community. Government is necessary and it can be a good thing. Assembly member Pedersen said that this is a good discussion to have with the kids. This is going to be their future. Mr. Hill said that we are just a few, but maybe there are some other good ideas floating around. It is a public process and the public should be educated and informed. Assembly member Olsen said that this topic should be the focus of a short meeting with the student government.

Mr. Hill asked to review the topics from the December meeting. Ms. Edwards said that a lot of the things discussed today she would like to represent in a proportional sense. The graph in her report had revenue sources viewed as a percentage of total revenue. We are relying on fish tax, she explained, for the bulk of the revenue and it as represented in the graph how it differs year to year as a percentage of total revenue. The percentage over time has been relatively stable for revenue from the state which has been 1/5 of our budget, for the most part; however, cuts at the State level to these income streams will have a severe affect on Borough finances. The other bar on the graph are PILT and PILD payments, which as a percentage of revenue has come to an end. There has been growth on tourist taxes in the last year, but it is only 12% of the income total. Fish tax is what the Borough is really relying on; however, fish tax has a volatility. It was stable for a couple years, but it is not sustainable. We had fat years, and now we are seeing the lean. Next year is going to look a lot like last year. There was discussion of the bed tax and guide tax growth income. It may grow, but it is not likely to grow more than incrementally. Ms. Edwards said that the tourist taxes cannot make up for a drop in fish price, or a reduction in state revenue. There was a discussion of the potential for land leasing. There was a discussion of bed and guide tax.

The workshop was adjourned at 5:12 pm.

**LAKE AND PENINSULA BOROUGH
REGULAR ASSEMBLY MEETING
Tuesday, January 26, 2016 9:00 a.m.**

Assembly: Mayor Glen Alsworth
Randy Alvarez
Scott Anderson
Myra Olsen
Alvin Pedersen
Michelle Pope-Ravenmoon
Christina Salmon
Natalya Shellikoff, Student Representative, Port Heiden AK

Staff: Kate Conley, Clerk
Susan Edwards, Finance Officer
Nathan Hill, Borough Manager

Guests: George Jacko, Pedro Bay AK

A. CALL TO ORDER

The regular meeting of the Lake and Peninsula Borough Assembly was called to order by Mayor Glen R. Alsworth, Sr. on Tuesday January 26, 2016 at 9:00 a.m. in the main lodge of Gold Creek Lodge, King Salmon AK. The meeting was broadcast via teleconference.

B. ROLL CALL

A quorum was established with Mayor Glen R. Alsworth, Sr. and Assembly members Randy Alvarez, Scott Anderson, Myra Olsen, Alvin Pedersen, Michelle Pope-Ravenmoon, and Christina Salmon were present, as well as Student Representative Natalya Shellikoff, Port Heiden AK

C. SWEARING IN OF NEWLY ELECTED OFFICIALS

Borough Clerk, Kate Conley, swore in Assembly members Salmon, Olsen and Anderson and Mayor Alsworth.

D. APPROVAL OF AGENDA -

A motion was made by Assembly member Olsen and seconded by Assembly member Salmon to approve the agenda for the January 26, 2016 regular meeting. Motion passed unanimously by voice vote.

E. APPROVAL OF MINUTES

A motion was made by Assembly member Olsen to approve the minutes of November 17, 2015 and December 1, 2015 as presented. Motion was seconded by Assembly member Salmon. There was no discussion. Motion passed unanimously by voice vote.

1. November 17, 2015

2. Special Assembly December 1, 2015

F. CONSENT AGENDA – none

G. MANAGER'S & STAFF REPORTS

- 1. Introduction of Guests** – The mayor invited each person in the room and on the teleconference to introduce themselves.
- 2. Manager's Report** – Mr. Hill said he has had a lot of discussion about the budgets since the last meeting. He said he was on the phone with Representative Bryce Edgmon and expressed,

due to fiscal challenges, the importance of Assembly members visiting Juneau this year to witness what is going on.

There is a group of fish issues that Chuck McCallum is following in Juneau, as well. The State is looking at income from fisheries management. There was a meeting last week to move the Chignik management to Anchorage. There will be another meeting coming up. Chignik has a rational argument for moving a portion of the management.

The Chignik dock construction was up for bid. The chosen contractor came in \$500,000 under bid. There were a couple of design models. Due to the low construction bid, a bigger dock can be built. The State is managing and owns the project. In the Borough's budget, there was a line item for a sinking fund for the Chignik Dock, but we do not know if we will need that yet. If the dock is still owned by the State this fiscal year, we will not need it.

A grant application went in on December 8, 2015 for the Kokhanok Wind project. If the grant is awarded, the Borough already has a potential contractor. The project is still making progress and eventually they will put out power and it will be a benefit to the community. The Mayor said that the original goal was 100% penetration. He asked what the latest goal is. Mr. Hill said that the current goal is to get it working. The best approach is to break the project into phases. The first is to get it up, running and a medium penetration. Diesels off is not even a conversation now. Once it is up and running, we can revisit the idea of full penetration.

Ranya Abora's mother's death has affected her deeply and it is too difficult for her to return to King Salmon. The Borough has been working with her to accommodate her at this time, as much as is possible. She will be tying up loose ends and submitting her resignation. The comprehensive plan was going to be updated, but given the staff and financial challenges, the plan may need to wait for now. Ultimately, the community development coordinator position is slow now due to the time of year, so it is good timing and not too much of a burden. Lamar Cotten and Bob Loeffler are available to help out if needed.

Assembly member Ravenmoon noted that Mr. Cotten's report does not address the capital project and asked Mr. Hill to discuss the Iliamna dock project. Mr. Hill said this project was put out to bid and it was originally hoped the structure could be rebuilt, but the contractor was unable to fulfill his contract. An entire year went by, while working with that contractor and additional damage was sustained by the dock. In the second year it was determined that the existing structure is a liability. An engineer reviewed the site and said salvaging it would cost a lot of money. To reduce the liability, we had to get rid of the facility. There were contractors who tie up to the site and wanted to continue doing so, but that wasn't viable. There have been a lot of ideas, but the budget available is small, so we could build a good barge landing. That is what we are doing because it is viable. It is not an ideal spot, but we can't afford to do anything beyond a barge landing. If people need more information, questions can be directed to Nathan Hill. Assembly member Alvarez said he talked to Tinny Hedlund and he said the village council is mainly concerned about getting the steel out. The original intent was to put in a facility to load and unload freight. It would have taken a lot to rebuild that dock. The dock there was more for tying up skiffs and boats. A barge landing was what people have wanted.

3. Consultant's Report

No discussion

3. Community Development Coordinator's Report –

Ms. Ranya Aboras, Community Development Coordinator (CDC) was not present and did not submit a report. Mr. Hill said that Ms. Edwards will work on the scrap haul out project. Ms. Conley will review the permits as they come in and ask the consultants for help if needed. There was no need for a planning commission meeting this month.

4. Planning Commission Minutes

No discussion

5. Fishery Report

Chuck McCallum, Fishery Advisor to the Assembly, had submitted a written report. Mr. Hill discussed a meeting he attend about the Chignik fishery management. Assembly member Alvarez said that there will be a Fish and Game advisory meeting tomorrow via teleconference. He will also be attending the area M Board of Fish meeting in February. There was a discussion of who is attending the meeting and if the Borough is receiving enough taxes from Area M fish that are intercepted. Assembly member Alvarez said that the fishermen are fishing outside their area, it is illegal. Assembly member Olsen said that area M has crept up the peninsula. It is an intercept fishery, but enforcement does not do anything. It is getting worse and worse and it impacts the fisheries to the north. The Mayor said that if they are appropriately paying the tax, for the Borough, it is better for us to have area M catch them, than for the fish to be caught in Naknek. Assembly member Alvarez said that mostly they are catching Ugashik fish. There was a discussion of the Levelock fishery. There was a discussion of cost recovery and how each State Natural Resource department will have to pay for their own enforcement. Chuck McCallum joined the conversation via teleconference. He said he sent an addendum to his report. He discussed an effort to fold CFEC into other managements. It is currently its own agency, and it is thought to be important to keep it independent. He encouraged the Assembly to write a resolution to support CFEC as an independent agency. He strongly recommended to pass the resolution. Motion was made by Assembly member Olsen to approve a resolution to keep CFEC as a separate agency. The Mayor said he would like to see how much it would take to save the agency. Assembly member Alvarez said there is no sense moving the agency if it won't generate much money. Motion died for lack of a second.

- 6. Finance Report** – Ms. Susan Edwards, Finance Officer, stated that her primary concern is for revenue. This is a slow time of year for revenue. The department is currently renewing business licenses and taking in lease payments. She is investigating the fish tax for the Chignik fishery and the possibility that some of the taxes are not being collected. She said she just received another check from Trident. Their numbers do not agree with the Borough's numbers. Regarding expenses, the Borough is running lower than budget, overall. The Mayor said, other than the difference in numbers, is it that the Borough is being overpaid. Ms. Edwards said no, the numbers do not err on the side of being overpaid. Assembly member Pedersen asked if the Finance Department goes off the final report from the State. Ms. Edwards said it is hard to reconcile the report from the State totals reported on fish tax returns. There is a report specific to the canneries that is used, as well as some compilations. It is hard to suss out the most accurate numbers. She said she does not think the Borough receives all of the numbers, but in order to request the numbers, she has to know what she does not have. She added that she does not believe there is a processors conspiracy, but there may be some categories overlooked. In the future, Ms. Edwards will take a more conservative number and use a historical mean of fisheries taxes for budget purposes.

7. Lobbyist's Report

Mark Hickey, Borough Lobbyist, had submitted a written report. There was a discussion of the Governor's budget. There was a discussion of the Small School Matter campaign. The initiative to increase the minimum enrollment is not likely to be proposed in a bill. There was a discussion of the struggle to access State hunt records. This will help the Finance department with compliance of guide taxes.

8. Clerk's Report

Borough Clerk, Kate Conley had submitted a written report. She noted that the website should be up and running by February 1, 2016. She reminded all elected officials to submit their

APOC POFD statements by March 15, 2016. She then outlined the plans for the February meeting in Newhalen and the ribbon cutting.

9. School Superintendent's Report

Ty Mase had submitted a written report. There was a discussion of the gym in Newhalen. Assembly member Alvarez asked when the school district wants their budget passed. The Mayor said that it does not need to be passed until May.

10. Student Representative Report

Natalya Shellikoff said that the Student Council has been discussing their own budget. They have enough money to either send eight representatives from each school for go to AASG, versus the one they sent last year, or get new prom decorations. To send students, they will give each school \$400, and then each school would be responsible to raise the rest of the money. Tanalian School has said that is not fair because they have 30 students, and so they would need to raise more money. If they do send students to AASG, they would have to use old decorations. The student council will be creating a new position on the council to go to all the Assembly meetings and to keep up with all the events on Facebook and Snapchat. Right now the students are getting ready for the AA meet. Ms. Conley said that a couple years ago the student representative told the Assembly that there was not much interest in student government, so it is encouraging to see so many students interested in going to AASG.

H. NEW BUSINESS

1. Election of Deputy Mayor

The Mayor called for nominations for Deputy Mayor. Assembly member Anderson nominated Myra Olsen for deputy mayor. The nomination was seconded by Assembly member Alvarez. There were no further nominations. The Mayor asked for unanimous consent. Assembly Member Olsen was elected Deputy Mayor by unanimous consent.

2. Resolution 16-01 Supporting an Independent CFEC Department

Mayor Alsworth said he would be interested to have Bob Loeffler's evaluation of this issue. CFEC was a special interest committee with a specific focus. To absorb into a general department may not save much money for the State. Their mission needs to stay true to their original mission upon formation. If there is a significant cost savings, then permit holders may need to pay for the additional cost of having this committee. Mr. Hill said that when he met with the Commissioner about moving the Chignik management, they said it would be too expensive to move the CFEC, but this last meeting they said that the expense is not the issue. The Mayor asked what the timing for passing this resolution needs to be. He said he would like to have a financial review by Bob Loeffler on the matter. Motion was made by Assembly member Pedersen to adopt Resolution 16-01. Motion failed for lack of a second. The Mayor said that there are two issues at play. One is cost savings, and the other is how the best way to run the CFEC is. If timing is critical, the Assembly could pass the resolution today, but if timing is not, he has more questions. Chuck McCallum said that there is no hurry. Assembly member Alvarez said that he would like to see more information. Assembly member Anderson agreed. Motion was made by Assembly member Alvarez to table the resolution until February. Motion was seconded by Assembly member Olsen. Motion passed unanimously by voice vote.

3. Resolution 16-02 Setting Per Diem Allowances

The Mayor said this is a resolution set each year. Mr. Hill said it is the same dollar amount as last year. Motion was made by Assembly member Alvarez to adopt Resolution 16-02 as presented. Motion was seconded by Assembly member Salmon. There was no further discussion. Motion passed unanimously by voice vote.

4. Liquor License Renewals

The Mayor explained that these are the liquor licenses in the Borough for the year. If the Borough contests any of the licenses, then now would be the time to bring the issue, otherwise this item is simply information. There was no contest. No action was taken.

K. CITIZEN'S COMMENTS

Susan Edwards read a letter from **Carl Donohue**, owner of Expeditions Alaska. Mr. Donohue wrote a letter expressing his feeling that the "cap" on bed tax is unfair to small operators. He suggests that the Borough is charging a higher rate than necessary and asked if there is room to lower the tax rate. He explained that he pays a lot of fees in addition to LPB taxes. He also suggested the form the Borough uses to report taxes should be altered to include instructions. He added that there is no notice to tax payers about an opportunity to comment on LPB matters. He asked for notification of meetings in the tax notices. Ms. Edwards said that she cannot think of a way to make filing the taxes simpler. She said that there is a pdf form that will calculate and do the math for the taxpayer. They are working to have that pdf carried over onto the new website. A lot of people like that they can pay their taxes online, even from their phone. The department has worked to make it as convenient as possible. Several people have challenged the cap and the accounting system. She said she is willing to work with anyone, as long as she can stay within the bounds of the code.

L. ASSEMBLY COMMENTS

Myra Olsen – Asked if flowers were sent to Ranya's mother's funeral. Ms. Conley said they were sent and received.

Randy Alvarez – Said he has found it difficult to find people willing to go to the Board of Fisheries meeting for Area M. Mr. Hill said that there is still money available from the \$25,000 the Assembly approved in October.

M. MAYOR'S COMMENTS

The Mayor said he has been thinking of budget and cost savings. One easy thing to do is to have every other meeting by teleconference. The cost of a teleconference is hundreds, and the cost of having a meeting is thousands. He said that the meetings could be structured right and could have heavy meeting items when meeting in person, and have lesser involved meetings by teleconference. This would be a cost savings. He added that the Borough needs to come up with a long range sustainable plan. Even if the plan is not tolerable, it will start the process and stop the deficit. He said it is an exciting time to maximize time and concentrate on core values.

N. EXECUTIVE COMMITTEE SESSION – per Borough Code 2.08.050 (B.)

Motion was made by Assembly member Olsen to go into executive session as per Borough Code 2.08.050 (b). Motion was seconded by Assembly member Salmon. Motion passed unanimously by voice vote.

The Assembly was recessed at 11:23 am and all persons left the room except the Assembly and Mr. Hill.

The meeting was reconvened at 12:00 pm.

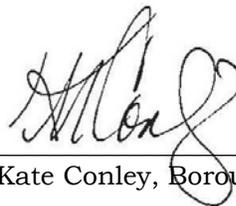
No action was taken.

O. ADJOURNMENT

The meeting was adjourned by unanimous consent at 12:00 pm.



Glen R. Alsworth, Sr., Mayor



Kate Conley, Borough Clerk

Date: February 16, 2016