



Lake and Peninsula Borough

*P.O. Box 495
King Salmon, Alaska 99613*

*Telephone: (907) 246-3421
Fax: (907) 246-6602*



PLEASE POST

REGULAR ASSEMBLY MEETING

Monday, May 9, 2016 10:00 a.m.*

NOTICE AND AGENDA

Notice is hereby given that the Lake and Peninsula Borough Assembly will hold its regular meeting on Monday, May 9, 2016 at 10:00 a.m.* in the meeting room of the Lake and Peninsula School District at 101 Jensen Rd, King Salmon AK 99613

*note the time is subject to change. The meeting will not begin before the posted time, but it is possible the meeting may begin after the posted time due to travel, weather and/or scheduling inconsistencies.

This is a public meeting and the public is invited and welcome to participate. This meeting may be accessed by teleconference. The teleconference number is 1-866-339-5580. Enter pass code *2288317*. Any questions, please contact Borough Clerk, Kate Conley at 907-246-3421 or 1-800-764-3421 or

kateconley@lakeandpen.com.

NOTE: Due to telephone service inconsistency inherent to rural Alaska, the Borough meeting may not always be available in all locations or audible.

A. CALL TO ORDER

B. ROLL CALL

C. APPROVAL OF AGENDA

D. APPROVAL OF MINUTES

1. April 13, 2016

E. MANAGER'S & STAFF REPORTS

1. Introduction of Guests
2. Manager's Report
3. Consultant's Report
4. Community Development Coordinator's Report
5. Planning Commission Minutes
6. Fisheries Report
7. Finance Report
8. Lobbyist Report
9. Clerk's Report
10. Superintendent's Report
11. Student Representative Report

F. CONSENT AGENDA

G. NEW BUSINESS

1. Ordinance 16-04: FY 2016 Budget Amendment – *Hearing & Decision*
2. Ordinance 16-05: FY 2017 Budget – *Hearing & Decision*
3. Ordinance 16-06: Lease with Hurley – *Introduction*
4. Ordinance 16-07: Amending Sections of Title 4: Elections - *Introduction*
5. Resolution 16-11: School District Budget
6. Resolution 16-12: Revenue Sharing FY17

H. UNFINISHED BUSINESS - none

I. TIME AND PLACE OF NEXT MEETING

Regular Meeting, August 2016 – Date to be determined

J. CITIZEN'S COMMENTS

K. ASSEMBLY COMMENTS

L. MAYOR'S COMMENTS

M. ADJOURNMENT

N. INFORMATION

1. Iliamna Village Council TIGER Grant for Iliamna port

D. 1. Minutes April 13, 2016

Lake and Peninsula Borough
Regular Assembly Meeting
May 9, 2016

**LAKE AND PENINSULA BOROUGH
REGULAR ASSEMBLY MEETING
Wednesday, April 13, 2016 1:00 p.m.**

Assembly: Mayor Glen Alsworth
Randy Alvarez
Scott Anderson
Myra Olsen
Alvin Pedersen
Michelle Pope-Ravenmoon
Christina Salmon

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

Guests: Bob Loeffler, Consultant to the Borough
Lilliona Kosbruk, Port Heiden
Salina Alsworth, Port Alsworth
Mercy Alsworth, Port Alsworth
Natalya Shellikoff, Port Heiden
Brittany Anelon, Iliamna
George Jacko, Jr., Pedro Bay
Evelynn Trefon, Newhalen
Ronne Richter, Kokhanok
Ed Lester, Newhalen

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 Wednesday April 13, 2016 at 1:02 p.m. in Newhalen AK. The meeting was not teleconferenced due to technical inadequacies.

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.

C. APPROVAL OF AGENDA –

Motion was made by Assembly member Olsen and seconded by Assembly member Pedersen to approve the agenda of April 13, 2016 as presented. Motion passed unanimously by voice vote.

D. WORKSHOP – Borough Budget FY17

The Mayor asked everyone to introduce themselves. Bob Loeffler presented a PowerPoint that detailed the school district budget and then the borough budget. Mr. Loeffler said that, when talking about the expenses of the district, it is also important to talk about the product the school district produces: quality education. LPSD students do very well with respect to the percent of students who perform at grade level. Statistics show that the district has improved over the last years and continues to improve. Enrollment has been going down over the last 10 years but has been stable the last couple years. The October count is important because state aid is, in part, proportional to the October school count. Foundation aid (state aid) and federal aid has been going down over the last few years. Federal aid is going down because the federal government is appropriating less impact aid, and because of fewer students from families who work for the federal government. The school district has cut numerous activities over the last few years. Despite those cuts, the District needs additional funding to maintain the quality of education that they believe is appropriate. The district has \$2.7 million in unassigned savings within their general

fund. There was a discussion of the contribution required by the state and the amount the borough has given over the years. The contribution to the school is a significant portion of the Borough budget.

The Borough budget was discussed. Mr. Loeffler displayed the revenue, expenditures and savings. In total, there is a projected \$884,000 deficit this year. While savings can cover the deficit this year, there has to be a plan to sustain the borough. If spending continues to outpace revenue, the borough will go bankrupt. The State won't figure out their funding solution for a couple years, so they are unlikely to be a salvation. One mechanism to balance the budget to for the Borough to go to a barebones budget, which would cut capital project and the Community Development Coordinator position. It will keep the borough viable, though it will decrease the services that the Borough can provide its citizens if kept up in the long run. A completely bare-bones budget is a difficult long-run option.

One idea is to utilize the school endowment funds. Assembly member Alvarez asked how, if the district has access to the \$6.5 million, that will relieve the borough budget. Mr. Loeffler explained that \$637,000 of the \$884,000 deficit is given to the school district. The money would still come from the borough, but the borough would take the contribution from the school endowment, instead of from the borough savings. The budget is balanced if the \$150,000 to the permanent fund is not contributed. There was speculation that the fish tax for next year is conservative in the budget. There was a suggestion to raise bed tax. It was noted that the borough cannot survive on a bare bones budget forever.

The second option is for each entity, the district and the borough to each keep their own savings, and the Borough could match the school contribution toward the deficit. This eliminates \$318,686 from the Borough's budget deficit. This scenario worries LPSD because they have to dip into their savings. Assembly member Alvarez said that it is the same amount of money, whether the Borough or LPSD pays it. The Mayor said that the school district has \$2.7 million in unassigned savings in the district's general fund and the Boro's School Endowment is \$6.55 million. Together that is \$9.3 million. Mr. Loeffler said that if one of these solutions can get the district and the borough a few years out, he feels certain the state should resolve its funding issue in three or four years. If the option can get Lake and Pen 15 or 20 years out, that is close enough and we have done our job. He added that this is not a solution, but it gets us down the road to when we can determine how to increase revenue.

A number of people indicated they preferred the first alternative, and Mr. Loeffler indicated that there are details to work on implementing that option. The Mayor asked to take a look at the fund balance for the last 20 years. He said we have been funding our shortfall out of the general fund. We have to have our own 20 year plan to keep the Borough from falling below the balanced line. Ms. Edwards said the general fund balance is not really a savings. It is the working capital. The Mayor said it has been a financial shock absorber. This eliminates the additional funds from the borough budget, however he wants to come up with a long term solution for the school board so they don't have to worry each year if they will have funds to run the district. The amount spent per student is relatively low, yet scores are relatively high. The student success is a big credit to parents, students and staff.

E. APPROVAL OF MINUTES

Motion was made by Assembly member Olsen and seconded by Assembly member Pedersen to approve the March 15, 2016 minutes. The Mayor called for errors. None were noted. Motion passed unanimously by voice vote.

F. MANAGER'S & STAFF REPORTS

1. Introduction of Guests – The mayor asked everyone present to introduce themselves.

- 2. Manager's Report** – Nathan Hill said a construction schedule for the Chignik dock has been proposed. The contractors will begin moving dirt by the end of May or early June. The project is to be completed by the end of 2016. The work will go quickly if the weather doesn't hold up the schedule.

Mr. Hill went to Juneau this past month. In talking with the legislators, there were no conclusions and everyone is realistic about finances.

- 3. Consultant's Report**

Cotten – Mr. Hill said that there is work being done on the Iliamna dock today. Regarding the Chignik dock, Mr. Cotten has been working with all four Chignik area villages to plan for the future and how it will look when the dock is completed. The Mayor asked if there is any information or an update on the \$5 million earmarked for _____. Mr. Hill said he has not heard from the legislature on that designation.

Loeffler - Mr. Loeffler discussed the Millrock's exploration in the Chignik area. There are three known prospects within the lease that Millrock holds for BBNC land. Millrock drilled on two of those prospects and did not find enough copper or gold to warrant continued exploration. This lack of results caused their partner, First Quantum, Ltd in this venture pulled out. Millrock will continue their lease with BBNC for another year. They are trying to market the additional prospect and seeking a partner. Mr. Loeffler noted that the mineral industry is in world-wide contraction and it is more difficult to find a financial partner than it would have been a few years ago. It does not appear that Millrock will conduct additional activity on the lease this summer.

- 4. Community Development Coordinator's Report**

Kate Conley reported that there were two permits received. One was a minor plat which does not need Planning Commission action and the Manager was able to approve with conditions. The second is a development permit which is mostly completed and can be reviewed by the Planning Commission via teleconference later this month.

Susan Edwards said she will report on the scrap project as part of her finance report.

- 5. Planning Commission Minutes**

No discussion

- 6. Fishery Report**

Mr. Hill said that the ADF&G had made a decision not to move the management of the Chignik fishery, as the fishermen had asked. Assembly member Alvarez said that the forecast this year is 46 million to 45 million returning salmon. He said he heard rumors that the price of fish may be higher this year. In addition, the forecast is that 74% of the return for Ugashik is projected to very small in size. He said that some buyers don't like small fish because they won't fit in their machine. Last year Trident took the small fish and ground them in the fish meal plant. Other processors gave fish away if they were too small. Assembly member Alvarez said he wonders if it will affect the fish price. Assembly member Alvarez said that the Borough should be aware of the forecast because it effects to the tax return. Egegik forecast is above average. The harvest forecast is 7.5 million. Ugashik, however, doesn't look good. The Mayor said that the good news is the Borough gets paid even if they throw the fish away. The bad news is that the processors don't want to pay for fish that aren't marketable. The big

processors can't afford to have people hand process, and people don't want to purchase small fillets.

Assembly member Olsen discussed an article published in the Alaska Dispatch Newspaper that was written by Dan Kingsley regarding the intercept fishery. The intercept fishery is comprised of 70 to 90% of Bristol Bay stocks. Assembly member Alvarez said that the Board of Fish did not consult the WASSIP report that BBNC paid for. The Board of Fish refused to accept the information. Assembly member Olsen said that Port Heiden reports that they are not getting enough fish for subsistence. The highest need should be subsistence, but the Board of Fish refuses to address the issue. In addition, Fritz Johnson from Dillingham is not going to be reappointed, which means Bristol Bay will lose representation on the board next year. The Mayor said that a couple years ago the Assembly visited Port Heiden, there was discussion that the Board of Fish claimed that Port Heiden had not completed subsistence reports and therefore it was assumed that they did not subsistence fish. The strategy developed to remedy the problem was for villagers of Port Heiden to document their subsistence catch. The Mayor asked if this strategy had been followed. He said that the state has to have numbers so that the village can claim diminished subsistence returns. There was a discussion of collecting fish tax and which fishing districts were complying.

7. Finance Report

Ms. Susan Edwards, Finance Officer, said that she has primarily been working on the budget. Her Assistant, Nikki Reed, has been dealing with the scrap project and tax collection. The scrap project is moving along well and will finish up by September. The good news is that this grant sat for a long time until it was implemented and ADF&G was worried about the grant not being fulfilled. The Borough has done more than they anticipated. When the grant is successfully accomplished, it will bolster the Borough's reputation. Assembly member Salmon said that if ADF&G wants to see a good example, they should visit Igiugig landfill. It is clean and empty. Ms. Edwards agreed that there are several villages – Ugashik, Port Heiden, Levelock- that all made remarkable progress. Assembly member Anderson said that that Port Heiden has hauled out a lot of e-waste and batteries and hazardous waste. This project also brought a lot of jobs and money into the villages.

Ms. Edwards said some set net fishermen have contacted the finance department about sites and a couple will be considering leases. The Finance department will be visiting Egegik in a few weeks to identify people who have not responded to letters. There was a discussion of investments and returns and the consequences of running a deficit. Ms. Edwards added that the Borough will not be investing at the level they once were because of the diminishing principal. The interest rates are so low, it is negligible interest, she said.

8. Lobbyist's Report

Mark Hickey, Borough Lobbyist, submitted two written reports. There was no discussion.

9. Clerk's Report

Borough Clerk, Kate Conley said that she is beginning the election season. Revenue sharing letters went out to the villages. She asked the Assembly to consider an early May meeting.

10. School Superintendent's Report

Ty Mase, school superintendent was not present. Mr. Hill said that Mr. Mase wanted to be present, but the school board is meeting in King Salmon at this time.

11. Student Representative Report

Natalya Shellikoff, Port Heiden, reported that the student government did not purchase a new prom theme this year, and instead chose to partially fund sending students to AASG, but there was some controversy about how the students would pay their portion of the expense, so no students ended up attending. The student government has \$15,000 available. Their only obligation is to pay for prom.

G. CONSENT AGENDA – none

H. NEW BUSINESS

1. Ordinance 16-03: FY2016 Budget Amendment – Public Hearing & Decision

Assembly member Anderson made a motion to open the public hearing for Ordinance 16-03: An Ordinance Amending the Amended Lake and Peninsula Borough Operating Budget for the Fiscal Year Beginning July 1, 2015 and Ending June 30, 2016 (FY16). Motion was seconded by Assembly member Alvarez. Motion passed unanimously by voice vote. The public hearing was declared open at 2:45 pm. The Mayor asked if the ordinance had been properly posted. The Clerk reported it had been posted as per code and no comments had been received prior to the meeting either in writing or via the telephone. The Mayor called for comments. Ms. Edwards said this is a formal amendment for the Board of Fish expenses and the Capital Fund appropriations. There were no further comments. Motion was made by Assembly member Anderson to close the public hearing. Motion was seconded by Assembly member Alvarez. Motion passed unanimously by voice vote. The public hearing was closed at 2:47 pm

Motion was made by Assembly member Olsen to adopt Ordinance 16-03: An Ordinance Amending the Amended Lake and Peninsula Borough Operating Budget for the Fiscal Year Beginning July 1, 2015 and Ending June 30, 2016 (FY16). Motion was seconded by Assembly member Pedersen. The Mayor called for conflict of interest. None was declared. The Mayor called for discussion. There was none. Motion passed with seven ayes (Alsworth, Alvarez, Anderson, Olsen, Pedersen, Ravenmoon, and Salmon).

2. Ordinance 16-04: FY 2016 Budget Amendment - Introduction

Assembly member Olsen made a motion to introduce Ordinance 16-04: An Ordinance Adopting the Lake and Peninsula Borough Operating Budget for the Fiscal Year Beginning July 1, 2016 and Ending June 30, 2017 (FY17) and set a public hearing for May 9, 2016. Motion was seconded by Assembly member Anderson. There was no discussion. Motion passed unanimously by voice vote.

3. Ordinance 16-05: FY2016 Budget - Introduction

Assembly member Olsen made a motion to introduce Ordinance 16-05: An Ordinance Amending the Lake and Peninsula Borough Operating Budget for the Fiscal Year Beginning July 1, 2016 and Ending June 30, 2016 (FY16) and set a public hearing for May 9, 2016. Motion was seconded by Assembly member Pedersen. There was a discussion of including alternative one, as presented in the workshop, to the proposal. The Mayor said that this alternative does not change the bottom line of money spent or revenue received, but it will affect the how we get there. It is a matter of where the funds come from, not how much is given. The Mayor said that by giving them access to the School Endowment Fund, the district can set a 15 year plan. Now, the Borough needs to determine how to assure the funding for the Borough will be available. Ms. Conley said that the Assembly can direct staff to notice the Ordinance with the alternative incorporated. The Mayor said that we can recommend this scenario and pass the budget and trigger accessing the school endowment next year. Assembly member Anderson asked if alternative one is the best for the school district. Ms. Edwards said yes, it is, but the Borough would need buy in from the district. The Mayor said that the Borough could pay the district from the general fund, and then reimburse the general fund from the school endowment fund at a later date. Ms. Edwards said yes, that could happen, but

it would be good to have it agreed to before approving the budget. The Mayor said he did not see a reason not to do this today. He suggested the Assembly agree on the philosophy and then the implementation can be determined by the Clerk and the Finance Officer. The school board will likely be concerned that they do not have the \$2.7 million savings. Motion was made by Assembly member Pedersen to amend the original motion that the Borough incorporation option 1 into the FY17 budget for public hearing on May 9th. Amendment was seconded by Assembly member Olsen. Motion for amendment passed unanimously by voice vote. The Mayor instructed the staff to discuss alternative one with Superintendent Mase. Mr. Loeffler asked if the Assembly is considering the \$160 for the permanent fund contribution. Assembly member Alvarez said that the manager has to recommend the contribution in the budget, but it can be taken back out at any time. There was a discussion of the lodging tax increase. The original motion passed unanimously by voice vote.

4. Professional Contracts – Resolutions 16-08, 16-09 & 16-10

Motion was made by Assembly member Olsen to adopt resolutions 16-08, 16-09 and 16-10 as presented. Motion was seconded by Assembly member Ravenmoon. Mr. Hill said that while the Borough is conserving money at each opportunity, these contractors offer services the Borough still needs. These new contracts are for less money than Cotten's and Loeffler's previous contracts were. Hickey's contract is the same as last year. There was discussion of how the contracts are budgeted. Ms. Edwards said that they are budgeted based on previous years' usage plus a bit more. Motion passed unanimously by voice vote. Mr. Loeffler tanked the Assembly for the opportunity to work for the Borough for the past ten years.

I. UNFINISHED BUSINESS – none

J. TIME AND PLACE OF NEXT MEETING Regular Meeting, TBD – King Salmon

Ms. Conley requested the next Assembly meeting be early in the month, due to staff training. The Assembly consensus was to do a meeting on May 9th.

K. CITIZEN'S COMMENTS

Evelyn Trefon, Newhalen, addressed the Assembly. She said she is fund raising for a career trip to Anchorage and Palmer Job Corps for three students. The students will look at the training possibilities for construction and vocational careers. Four students and a chaperon will go to AVTEC in Seward and UAA technical college. There will be no school money involved. Ms. Trefon said she currently has \$1000 and needs an additional \$4,412. The Assembly directed the Manager to look into his contingency fund to help determine what he can help with. The Assembly and staff passed a cup to donate and were able to collect \$403.00.

L. ASSEMBLY COMMENTS

Michelle Ravenmoon thanked the students for attending and enduring the meeting. She commended them for doing a good job. She said she hopes to see them serving on the Assembly someday.

Randy Alvarez told the Assembly he will be attending the Rural Energy Conference in Fairbanks.

M. MAYOR'S COMMENTS – none

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

Motion was made by Assembly member Salmon to recess the Assembly meeting to go into executive session as per Borough Code 2.08.050 (B). Motion was seconded by Assembly member Olsen.

Meeting was recessed at 3:31 pm
Meeting was reconvened at 3:52 pm

O. ADJOURNMENT

The meeting was adjourned by unanimous consent at 3:52 pm.

Glen R. Alsworth, Sr., Mayor

Kate Conley, Borough Clerk

_____ Date

DRAFT

E. 2. Reports Manager's

**Lake and Peninsula Borough
Regular Assembly Meeting
May 9, 2016**



Lake and Peninsula Borough

*P.O. Box 495
King Salmon, Alaska 99613*

*Telephone: (907) 246-3421
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Date: May 3, 2016

To: Mayor Alsworth, Assembly Members

From: Nathan Hill, Manager

Re: May Report

In the last three weeks since we met in Newhalen, there has been plenty of work to do. I have been in regular contact with staff, consultants, assembly, planning commissioners and contractors on a variety of topics. I also spent the better part of a week in Fairbanks where I presented upon AEA's request on behalf of the Borough.

Much of my time with staff covered day to day operations; however, there is a considerable discussion revolving around planning into the future and the continuation of how we can sustain a high level of service. So far we are doing fine and projects are proceeding as planned. The "budget team" is working closely with the school district and I think we are coming to consensus on some idea of how things are going to pan out.

The Iliamna barge landing project is near completion with all of the concrete installed and most of the dirt work taken care of. Some of the in water scrap removal is still awaiting completion. There is conversation among staff and residents of the Iliamna communities on more potential work that could happen as part of a phase 2. One of the items we have discussed is the removal of the old wooden barge that we were able to see firsthand while we were there.

The Chignik multi-community dock is still slated to start this summer, but I have not gotten a detailed schedule to date. We are still waiting on the Federal Highway dollars that might be available for the Chignik area. There has been discussion around what could be done with the money depending on the amount available and at how it could best serve the area of designation.

The trip to the Rural Energy Conference was a bit out of the ordinary. Things were moving at an almost blistering pace, which is not typical for this conference. There was a lot of good discussion about projects, particularly Kokhanok and Pilot Point wind. My presentation focused on all of the benefit that the Borough communities have had as a result of AEA and the support they have made available to us.

There was a group of folks from Kokhanok there, including a couple of high school students and a teacher. We were able to take a tour of Alaska Center for Energy and Power. The tour took us through a lab that holds a test bed for alternative energy. The wind modeling piece was specifically designed around the Kokhanok wind statistics. I think it was a positive experience for all involved.

April 25, 2016



April 29, 2016



May 4, 2016



E. 3. Reports Consultant's Cotten

**Lake and Peninsula Borough
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To: Glen Alsworth, Mayor
Assembly members Nathan Hill, Manager
From: Lamar Cotten April 29, 2016

Re: Monthly Report-April 2016

Below is a summary my work for the month of April 2016.

1. Chignik-multi-community public dock. I continue work with Nathan and Chignik area community leaders on operational options for the future borough owned Chignik dock.
2. Worked with Nathan, Bob and Glen on long term budget matters and school funding options.
3. I generally communicate on a daily basis with some combination of the manager, staff, the mayor, engineering firms, state agencies, lobbyist and legal team on a variety of issues.

E. 4. Reports CDC's

**Lake and Peninsula Borough
Regular Assembly Meeting
May 9, 2016**



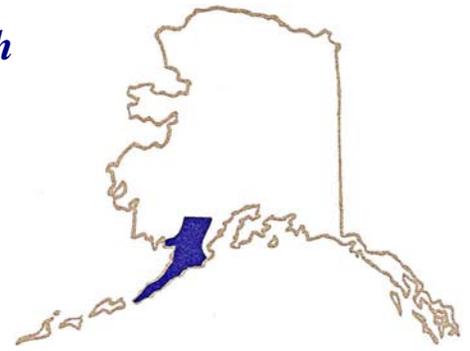
Lake and Peninsula Borough

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Date: May 4, 2016
To: Mayor and Assembly
From: Kate Conley, Borough Clerk
Re: CDC Report

This month has been quiet in the Community Development office. I have set a Planning Commission meeting for May 11, 2016 to review a development permit. No other permits have been received. No other business has been addressed.

**E. 5.
Reports
PC Minutes
none**

**Lake and Peninsula Borough
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May 9, 2016**

E. 6. Reports Fisheries

**Lake and Peninsula Borough
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Fishery Advisor Report

Lake and Peninsula Borough | May 2016

Board of Fisheries Updates

Agenda Change Request Deadline

August 18 is the deadline for Agenda Change Requests (ACR's). This past board cycle (October 2015 – April 2016) was the once every three year cycle for Bristol Bay, Area M, and Chignik. However, issues important to these fisheries can be taken up out of cycle if the Board approves an Agenda Change Request submitted by the deadline which is August 18, 2016.

Anyone wishing to submit an agenda change can use the Board of Fisheries Agenda Change Request Form which can be found at

<http://www.adfg.alaska.gov/index.cfm?adfg=fisheriesboard.main>.

I have received emails and had telephone discussions regarding an Egegik salmon fishery concern that I believe will very likely result in an ACR being submitted. I will track the issue and work with the Borough manager on how best to engage the issue.

Board of Fisheries Work Session: Oct. 18-20 at the Soldotna Sports Center

Several dozen ACR's are typically submitted each year and the Board will decide at it's October work session which ones, if any, to take up and at which meeting to hear and consider the approved ACR's. The Board is supposed to closely follow specific criteria to judge whether there is a good enough reason to hear a proposal out of cycle and the policy guiding the Board can also be found at

<http://www.adfg.alaska.gov/index.cfm?adfg=fisheriesboard.main>.

Comment Deadline for ACR's and other BoF Work Session Issues: October 4

The Board's work session is scheduled for October 18-20 and will be held in the Kenai/Soldotna area at the Soldotna Sports Center. The Board does not hear public testimony at its work sessions but they do take written comments submitted timely prior to the comment deadline of October 4. I will inform the local Advisory Committees of any relevant ACR's that affect Bristol Bay or Chignik fisheries so that Borough resident stakeholders can have an opportunity to comment.

Perryville Community Meeting May 14 on Fisheries

As part of an ongoing project to revitalize it's community based fisheries, Perryville is conducting a full day workshop to begin developing a 2 to 3 year plan to revamp their Community Quota Entity (CQE), to find the funding to leverage purchase of adequate Halibut Quota to put to work the fishermen who will be identified and trained as those who wish to participate in an expanded local community based halibut fishery.

Perryville is bringing the fishery advisor in to attend this meeting and I plan on playing an integral part in the project.

North Pacific Fishery Management Council Update

Governor Walker nominates two to the Council

Governor Bill Walker has nominated Theresa Peterson, of Kodiak, and Michael "Buck" Laukitis, of Homer, for seats on the North Pacific Fishery Management Council. If confirmed, Peterson and Laukitis will replace Duncan Fields, of Kodiak, and David Long, of Wasilla. Duncan Fields is 'termining out' having served the maximum of three terms of three years each. Duncan is planning on running for the Legislature against incumbent representative Louise Stutes. David Long is a one term Council member, who as a skipper of a large Bering Sea Trawl vessel, was a balanced and reasonable Council member who gave considerable thought to community impacts. Peterson and Laukitis will work hard to preserve and advance an Alaska First approach to the management of Alaskan Fisheries in the federal waters of Alaska. Too often the 'industrial' approach has resulted in unnecessarily damaging local fishing economies and I am confident that these two will work hard to avoid that mistake while appropriately developing the fisheries under their authority.

On the Agenda for June 6 - 14 – Gulf of Alaska Trawl Bycatch Management

For more than a decade the Gulf of Alaska Trawl fleet has hungered for the kinds of benefits that other 'rationalized' fleets have received (Bering Sea Pollock; Halibut IFQ; Bering Sea Crab; etc.) but because of the damage to smaller locally based community fisheries that these and other quota based systems around the country and around the world have caused there is resistance to doing basically the very same thing yet again. Sarah Palin, when elected governor, put a stop to Gulf Rationalization at that time.

Now the issue is before the Council again and, once again, a new governor has slowed down the process in order to take a fresh look at it. The current process to create a Catch Share program (the term art that replaces the now outdated "rationalization" label) has been ongoing since 2012.

Commissioner Cotten and others, including myself, are working to develop a robust alternative to the standard Catch Share model for the Council to consider and the upcoming meeting in June but, unlike under Palin, the process has not been stopped and the meeting in Kodiak in June will be a critical meeting. There will be a lot of pressure from the trawl fleet to do what from their perspective is tried and true and to not risk harming their fishery with new and 'experimental' approaches. Although this regulatory process has seemed glacially slow it will likely reach some kind of resolution within a year and whatever finally does happen will have significant ramifications – even slow moving glaciers eventually calve with dramatic splash.

E. 7. Reports Finance

**Lake and Peninsula Borough
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May 9, 2016**

April 2016 Finance Report

To: Mayor Alsworth
 Assembly Members
 Nathan Hill, Manager

From: Susan Edwards, Finance Officer

The financial position of the Borough as expressed by its balance sheet remains strong.

Fund Balance History

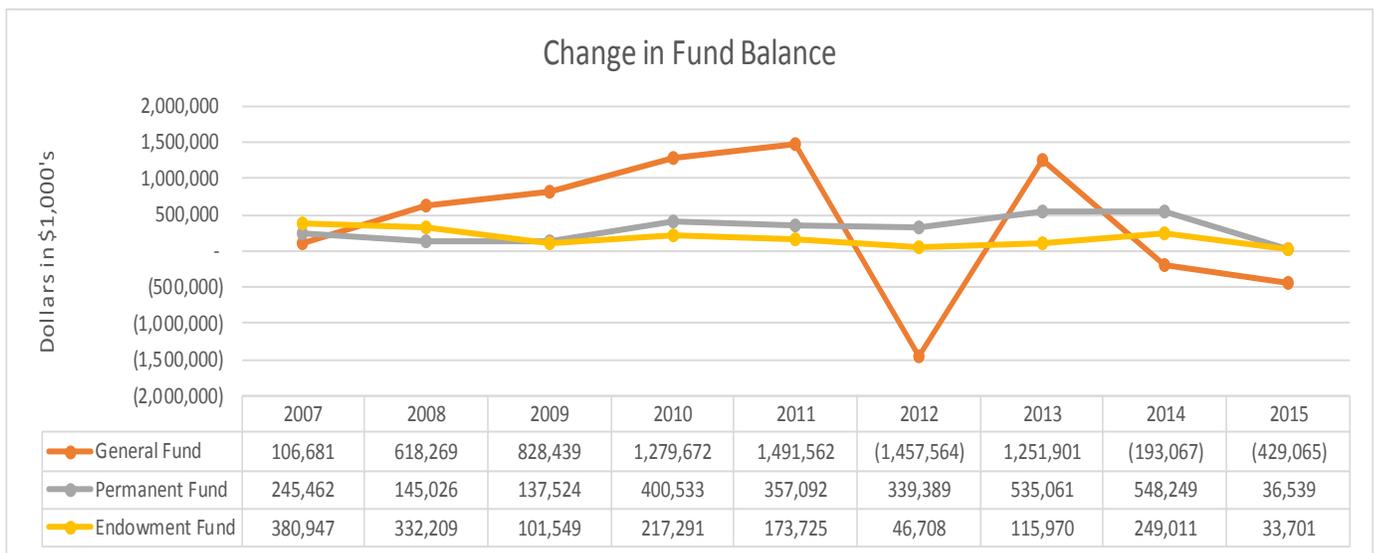
These are the reported fund balances for the last ten years;

Fund	2006	2007	2008	2009	2010	2011 ¹	2012 ²	2013	2014	2015
General Fund	3,727,773	3,834,454	4,452,723	5,281,162	6,560,834	8,052,396	6,594,832	7,846,733	7,653,666	7,224,601
Permanent Fund	5,098,119	5,343,581	5,488,607	5,626,131	6,026,664	6,383,756	6,723,145	7,258,206	7,806,455	7,842,994
Endowment Fund	4,902,074	5,283,021	5,615,230	5,716,779	5,934,070	6,107,795	6,154,503	6,270,473	6,519,484	6,553,185
Total of All Funds	13,727,966	14,461,056	15,556,560	16,624,072	18,521,568	20,543,947	19,472,480	21,375,412	21,979,605	21,620,780

¹ GASB 54 implementation - combined reserve fund, agriculture fund.

² \$2 million for Chignik small boat harbor.

The amount each fund changed:



Aside from the anomalies of the GASB conversion and the Chignik small dock transfer, General and Permanent funds grow as proportionally with fish tax revenue, low debt service, and only the minimum required contribution allocated to the school district.

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Fish Tax Revenue	943,747	945,566	1,045,472	1,260,995	1,617,102	2,138,998	1,272,877	1,829,056	1,187,946	1,100,818
Debt Service	385,000	333,000	306,665	317,284	314,993	314,283	220,000	100,012	62,189	560,066
School Appropriation (net)	547,911	614,052	620,534	620,534	630,808	685,129	685,124	350,688	403,193	722,424

The final factor in fund balance is return on investment and slowing reinvestment. Investments were earning a lower rate of return for recent investments and maturing investments have been taken as cash to cover General Fund balance short falls, rather than being reinvested. The YTD income/loss reported on the balance sheets below really show how little return the borough's investments are earning in today's markets

61 BOROUGH PERMANENT RESPERMAN

Assets		
Current Assets		
WELLS FARGO CHECKING		768,107.50
TIME VALUE INVESTMENTS		7,083,696.23
SCOTTRADE		0.77
Total Current Assets		7,851,804.50
Total Assets		7,851,804.50
Liabilities and Equity		
Total Liabilities		
Equity		
FUND BALANCE - UNASSIGNED		36,540.47
FUND BALANCE - COMMITTE COMMU		6,723,145.25
CONVERSION BALANCING ACCOUNT		1,083,308.68
CURRENT YEAR INCOME/(LOSS)		8,810.10
Total Equity		7,851,804.50
Total Liabilities & Equity		7,851,804.50

Assets		
Current Assets		
WELLS FARGO CHECKING	(50,756.93)	
TIME VALUE INVESTMENTS	6,608,234.96	
SCOTTRADE	0.69	

Total Current Assets		6,557,478.67

Total Assets		6,557,478.67

Liabilities and Equity		
Total Liabilities		
Equity		
FUND BALANCE - UNASSIGNED	33,701.12	
FUND BALANCE - COMMITTE EDUCATI	6,154,502.83	
CONVERSION BALANCING ACCOUNT	364,981.09	
CURRENT YEAR INCOME/(LOSS)	4,293.63	

Total Equity		6,557,478.67

Total Liabilities & Equity		6,557,478.67

Comments on the YTD Financial Statements

We had some unexpected fish tax revenue from the cod fishery in Chignik; not a huge amount, but for this year, any additional revenue is a bonus. Operating expenses are over all 65% below budgeted amounts and if trends continue the borough should end the year well under budget and limit current year deficit to under \$500 thousand.

Finance Activities for May and Beyond.

The month of May is going to be a busy month. At the conclusion of this meeting Nikki and I are going to the Alaska Government Finance Officers Association Spring Conference for professional development. The next week we are flying down for a day to inspect lease sites above Egegik, and hope to identify some of the unknown users of borough property. Nikki leaves for vacation the week after that, and I will spend the balance of the month and into the June getting ready to close up the year and prepare for the opening of the new fiscal year.

Progress Report for CIAP Project

Nikki Reed
 Assistant Finance Officer/ Project Manager

I have been working diligently to follow up with communities to make sure we will be able to meet our deadline. Kokhanok has their contract signed and have begun working on removal of E-waste, Batteries and White Goods. Chignik Lake and Chignik Lagoon have teamed up and are currently working together have a barge for backhaul. Chignik Lake has finished up training for

Hazmat and Haz-Whopper and have begun work on scrap removal. Port Heiden and Newhalen have completed and have submitted final reports, pictures and final payment request. Ugashik has employed a team to finish up scrap removal, they will be barging to Port Heiden if the Village Council approves to be buried in their landfill. Pilot Point Assembly did not want to take on the Ugashik Scrap. Pilot Point has finished except shipping out batteries, they are working on getting quotes for the cost of shipping out and will have a time frame on when it will be complete. Iliamna has completed and is currently preparing final report, pictures and payment request for reimbursement. Nondalton has started there scrap removal and should be finished up in a few weeks. Pedro Bay has one more shipment of batteries to ship out by air freight, it is scheduled for next week. Reimbursement requests have been processed and addendums have been approved that have been coming in from communities. I am impressed with the work the villages have put in to complete their scrap backhaul and collaborating together to help nearby villages to finish up.

10 GENERAL FUND

Assets

Current Assets		
CASH	777,721.82	
WELLS FARGO CHECKING	1,862,752.24	
WELLS FARGO TRUST	1,054,575.36	
TIME VALUE INVESTMENTS	1,473,515.72	
TD AMERITRADE	1,456,434.91	
SCOTTRADE	0.77	
ACCOUNTS RECEIVABLE	100,169.57	
GRANT REIMBURSEMENT	(77,500.00)	
RAW FISH TAX RECEIVABLE	393,170.03	
BED TAX RECEIVABLE	2,536.26	
OTHER RECEIVABLES	10,312.00	

Total Current Assets		7,053,688.68

Total Assets		7,053,688.68

Liabilities and Equity

Current Liabilities		
ACCOUNTS PAYABLE-CONVERSION	29,177.05	
ACCOUNTS PAYABLE	(50,622.50)	
DEPOSITS PAYABLE	19,400.00	
SBS	(471.55)	
FEDERAL WITHHOLDING	10.12	
MEDICARE CONTRIBUTION	(21.50)	
ACCRUED ANNUAL LEAVE	38,131.77	
FICA CONTRIBUTION	(219.32)	

Total Current Liabilities		35,384.07

Total Liabilities		35,384.07
Equity		
FUND BALANCE - UNASSIGNED	5,952,836.67	
CONVERSION BALANCING ACCOUNT	1,427,080.95	
CURRENT YEAR INCOME/(LOSS)	(361,613.01)	

Total Equity		7,018,304.61

Total Liabilities & Equity		7,053,688.68

10 GENERAL FUND

Account Object	Description	Current Year				Variance	%
		Current Month	Current YTD	Budget			
Revenue							
30000	REVENUES		-149.00			-149.00	
30011	RAW FISH SALES AND USE TAX	49,078.31	1,077,453.68	1,500,000.00		-422,546.32	72
30012	BED TAX	36,313.44	144,421.79	155,000.00		-10,578.21	93
30019	PENALTIES & INTEREST	160.00	200.00			200.00	
30030	LICENSES AND PERMITS	865.00	5,865.00	5,000.00		865.00	117
30031	PROFESSIONAL GUIDES	-111,203.42	47,225.67	32,000.00		15,225.67	148
30032	DEVELOPMENT PERMITS	100.00	600.00	1,500.00		-900.00	40
30033	LAND USE PERMITS			1,500.00		-1,500.00	
30039	PENALTIES & INTEREST	36,462.95	38,779.57			38,779.57	
30041	TEACHER HOUSING RENTS		327,216.00	327,216.00			100
30044	LAND LEASE	150.00	62,908.63	30,000.00		32,908.63	210
30071	INTEREST	1,625.81	89,715.81	45,000.00		44,715.81	199
30072	MARKET GAIN/LOSS	24,894.54	-57,331.03	80,000.00		-137,331.03	-72
30090	OTHER LOCAL REVENUES	500.00	1,725.00	1,000.00		725.00	173
30092	PYMT IN LIEU OF DEVELOPMENT		100,000.00	100,000.00			100
30104	STATE COMMUNITY REV SHARE		563,390.00	582,690.00		-19,300.00	97
30115	STATE FISHERIES BUSINESS TAX		29,642.94	29,352.43		290.51	101
30116	SOA SHARED FISH TAX		352,015.68	520,000.00		-167,984.32	68
30120	ELECTRIC AND TELEPHONE COOP			2,000.00		-2,000.00	
30159	OTHER DIRECT FEDERAL REVENUE		22,235.00	283,130.00		-260,895.00	8
							76
Total Revenue		38,946.63	2,805,914.74	3,695,388.43		-889,473.69	76
Expenses							
41100	ASSEMBLY						
351	INSURANCE - LIFE AND HEALTH	5,519.49	68,386.44	80,000.00		11,613.56	85
354	MEDICARE CONTRIBUTION	10.15	130.50	175.00		44.50	75
355	PERS RETIREMENT CONTRIBUTION	44.00	616.00	1,200.00		584.00	51
356	SBS CONTRIBUTION	42.91	551.70	750.00		198.30	74
435	COMMUNICATIONS - TELECOM	98.44	1,089.68	1,350.00		260.32	81
441	RENTALS			500.00		500.00	
470	FOOD	254.58	4,260.67	8,500.00		4,239.33	50
481	TRANSPORTATION	11,621.81	36,937.85	40,000.00		3,062.15	92
482	REGISTRATION/TUITION			500.00		500.00	
484	STIPENDS	700.00	9,000.00	13,000.00		4,000.00	69
485	PER DIEM	1,300.00	11,900.00	17,000.00		5,100.00	70
486	LODGING	2,950.00	8,345.69	13,500.00		5,154.31	62
491	DUES AND FEES		50.00	100.00		50.00	50
	Total Account	22,541.38	141,268.53	176,575.00		35,306.47	80
41300	PLANNING COMMISSION						
354	MEDICARE CONTRIBUTION		47.85	125.00		77.15	38
356	SRS CONTRIBUTION		202.29	375.00		172.71	54
435	COMMUNICATIONS - TELECOM		180.45			-180.45	

10 GENERAL FUND

Account Object	Description	Current Year			Variance	%
		Current Month	Current YTD	Budget		
470	FOOD		863.93	3,200.00	2,336.07	27
481	TRANSPORTATION		12,880.34	9,500.00	-3,380.34	136
484	STIPENDS		3,300.00	5,500.00	2,200.00	60
485	PER DIEM		3,200.00	7,000.00	3,800.00	46
486	LODGING		3,673.99	7,500.00	3,826.01	49
	Total Account		24,348.85	33,200.00	8,851.15	73
41400	ADMINISTRATION					
310	SALARIES - FULL TIME STAFF	27,238.77	266,467.38	320,178.00	53,710.62	83
351	INSURANCE - LIFE AND HEALTH	5,947.39	57,015.51	47,400.00	-9,615.51	120
354	MEDICARE CONTRIBUTION	394.98	3,884.41	4,643.00	758.59	84
355	PERS RETIREMENT CONTRIBUTION	4,154.21	40,079.69	70,500.00	30,420.31	57
356	SBS CONTRIBUTION	1,669.73	16,241.68	19,627.00	3,385.32	83
357	PERS SALARY FLOOR CONTRIBUTION		-9,996.16	36,000.00	45,996.16	-28
359	FICA CONTRIBUTION		181.66		-181.66	
399	OTHER EMPLOYEE BENEFITS		2,625.41	2,500.00	-125.41	105
412	AUDITING AND ACCOUNTING		15,963.43	35,000.00	19,036.57	46
414	LEGAL SERVICES	2,998.55	21,164.16	125,000.00	103,835.84	17
415	ADVERTISING			500.00	500.00	
419	LOBBYIST	9,166.66	36,666.64	55,000.00	18,333.36	67
420	TECHNICAL SUPPORT	1,000.00	7,977.30	15,210.00	7,232.70	52
422	CONSULTANTS	7,880.50	62,388.00	59,000.00	-3,388.00	106
425	MAPPING	201.70	4,086.54	30,000.00	25,913.46	14
431	ELECTRICITY	422.88	3,895.66	8,000.00	4,104.34	49
433	WATER AND SEWAGE		330.00	350.00	20.00	94
435	COMMUNICATIONS - TELECOM	5,817.97	6,381.18	12,640.00	6,258.82	50
436	COMMUNICATIONS - INTERNET SERVICES	-4,043.03	5,743.37		-5,743.37	
440	OTHER PURCHASED SERVICES			2,500.00	2,500.00	
441	RENTALS		912.00	2,500.00	1,588.00	36
443	OFFICE EQUIPMENT		676.99	2,500.00	1,823.01	27
444	SITE REPAIR AND MAINTENANCE		1,364.98	5,500.00	4,135.02	25
445	INSURANCE AND BOND PREMIUMS		17,423.00	18,500.00	1,077.00	94
451	OFFICE SUPPLIES		3,983.97	9,000.00	5,016.03	44
452	COMPUTER HARDWARE/SOFTWARE	1,162.49	9,313.48	25,200.00	15,886.52	37
453	OFFICE RENTAL		277.00		-277.00	
455	POSTAGE	14.75	3,098.65	6,500.00	3,401.35	48
465	VEHICLE EXPENSE		892.75	2,500.00	1,607.25	36
470	FOOD	124.36	652.93	2,000.00	1,347.07	33
481	TRANSPORTATION	1,930.80	22,060.01	40,370.00	18,309.99	55
482	REGISTRATION/TUITION	870.00	1,665.00	1,500.00	-165.00	111
485	PER DIEM		2,500.00	4,500.00	2,000.00	56
486	LODGING		4,333.90	7,170.00	2,836.10	60
491	DUES AND FEES		3,481.01	4,500.00	1,018.99	77
496	BANK FEES/CHARGES		2,690.36	2,800.00	109.64	96
499	MISCELLANEOUS EXPENSES		349.00	1,000.00	651.00	35
	Total Account	66,952.71	616,770.89	980,088.00	363,317.11	63
41500	ELECTIONS					
415	ADVERTISING		348.62	500.00	151.38	70
451	OFFICE SUPPLIES		771.72	7,500.00	6,728.28	10

10 GENERAL FUND

Account Object	Description	Current Year			Variance	%
		Current Month	Current YTD	Budget		
452	COMPUTER HARDWARE/SOFTWARE		658.09	6,400.00	6,400.00	
455	POSTAGE			1,200.00	541.91	55
470	FOOD			250.00	250.00	
	Total Account		1,778.43	15,850.00	14,071.57	11
	Total Expenses	89,494.09	784,166.70	1,205,713.00	421,546.30	65
	Net Income from Operations	-50,547.46	2,021,748.04			
	Other Revenue					
30250	TRANSFERS FROM GENERA FUND			2,925,843.00	-2,925,843.00	
	Total Other Revenue	0.00	0.00	2,925,843.00	-2,925,843.00	
42000	Other Expenses					
	COMMUNITY/ECONOMIC DEVELOPMENT					
312	BOROUGH MATCH		54,886.11	115,684.00	60,797.89	47
515	IMPROVEMENTS OTHER THAN BUILDINGS		37,134.63		-37,134.63	
	Total Account		92,020.74	115,684.00	23,663.26	80
42100	CDC - PLANNING					
310	SALARIES - FULL TIME STAFF		38,958.39	38,958.39		100
351	INSURANCE - LIFE AND HEALTH		8,088.15	8,088.15		100
354	MEDICARE CONTRIBUTION		564.91	564.91		100
355	PERS RETIREMENT CONTRIBUTION		8,570.89	8,570.89		100
356	SBS CONTRIBUTION		2,388.16	2,388.16		100
455	POSTAGE		20.58	20.58		100
481	TRANSPORTATION		3,938.13	3,938.13		100
482	REGISTRATION/TUITION		1,073.97	1,073.97		100
485	PER DIEM		2,500.00	2,500.00		100
486	LODGING		1,387.12	1,387.12		100
491	DUES AND FEES		595.00	595.00		100
	Total Account		68,085.30	68,085.30		100
42200	ILLIAMA DOCK REHAB					
414	LEGAL SERVICES		1,247.50	1,247.50		100
416	ENGINEERING AND ARCHITECT		5,249.17	20,750.00	15,500.83	25
458	CONSTRUCTION SERVICES		320,563.60	491,668.00	171,104.40	65
	Total Account		327,060.27	513,665.50	186,605.23	64
43100	FISHERIES ADVISOR					
413	ADVISORY/CONSULTANT	4,500.00	36,000.00	45,000.00	9,000.00	80
420	TECHNICAL SUPPORT		4,525.00		-4,525.00	

10 GENERAL FUND

		----- Current Year -----				
Account Object	Description	Current Month	Current YTD	Budget	Variance	%
481	TRANSPORTATION		1,827.50	1,000.00	-827.50	183
486	LODGING			600.00	600.00	
	Total Account	4,500.00	42,352.50	46,600.00	4,247.50	91
43110	BOARD OF FISH		160.00	160.00		100
440	OTHER PURCHASED SERVICES		2,178.00	2,178.00		100
441	RENTALS		164.17	164.17		100
451	OFFICE SUPPLIES		1,567.00	6,133.76	4,566.76	26
481	TRANSPORTATION		1,000.00	1,000.00		100
484	STIPENDS		5,565.37	5,565.37		100
485	PER DIEM		9,798.70	9,798.70		100
486	LODGING		20,433.24	25,000.00	4,566.76	82
44000	DONATIONS		500.00	30,000.00	29,500.00	2
493	DONATIONS		500.00	30,000.00	29,500.00	2
44500	LEASE - K SVC			5,000.00	5,000.00	
441	RENTALS			5,000.00	5,000.00	
46000	MANAGERS CONTINGENCY		540.00	10,000.00	9,460.00	5
481	TRANSPORTATION	1,246.00	1,246.00		-1,246.00	
549	MANAGERS CONTINGENCY	1,246.00	1,786.00	10,000.00	8,214.00	18
49200	STATE REVENUE SHARING		154,400.00	180,800.00	26,400.00	85
104	STATE REVENUE SHARING		154,400.00	180,800.00	26,400.00	85
49400	BOROUGH REVENUE SHARING		175,000.00	175,000.00		100
106	BOROUGH REVENUE SHARING		175,000.00	175,000.00		100
49800	OTHER FINANCING USES		300.00	154,000.00	-153,700.00	
549	MANAGERS CONTINGENCY			154,000.00		100
550	TRANSFER TO OTHER FUNDS			550,280.00	550,280.00	
553	TRANSFER TO DEBT SERVICE			150,000.00	150,000.00	
557	TRANSFER TO PERMANENT FUND			2,021,000.00	2,021,000.00	
558	TRANSFER TO CHIGNIK DOCK			17,750.00	17,750.00	
559	TRANSFER TO WIND ENERGY			1,347,423.00	1,347,423.00	
590	TRANSFER TO COMPONENT UNIT	300.00	1,347,423.00	1,347,423.00		100
	Total Account	300.00	1,501,723.00	4,240,453.00	2,738,730.00	35
	Total Other Expenses	6,046.00	2,383,361.05	5,410,287.80	3,026,926.75	44

10 GENERAL FUND

Account Object	Description	Current Year			Variance	%
		Current Month	Current YTD	Budget		

Net Income -56,593.46 -361,613.01

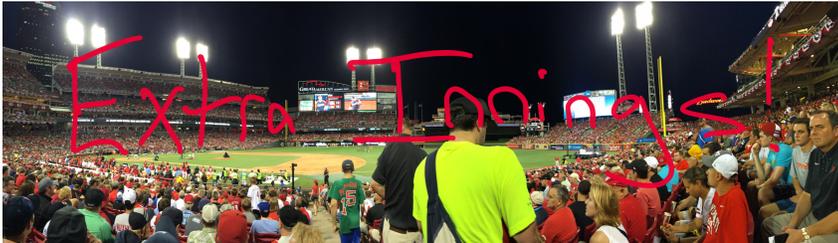
E. 8. Reports Lobbyist

**Lake and Peninsula Borough
Regular Assembly Meeting
May 9, 2016**

LEGISLATIVE REPORT #16-07

By Mark Hickey, Hickey & Associates – April 25, 2016

Legislature enters second week of extended session with little progress to report



As expected, the legislature did not finish on April 17, and has continued the regular session into extra time. Both bodies agreed to focus primarily on the budget and major bills considered part of a package to address the state's fiscal gap.

Work is continuing on the crime bill, operating and capital budgets, oil tax credit reform, and a new version of a Permanent Fund restructuring bill. Senate leaders continue to say they will not pursue taxes this year. The House has set aside its tax bill, although it held several hearings on the income tax proposal.

The group of bills (SB 207-SB 210) introduced two weeks ago by the Senate Finance Committee as a cost cutting proposal is now down to the Revenue Sharing bill (SB 210). This bill passed the legislature and will likely be signed by the governor. The impact to Revenue Sharing is to protect funding for smaller communities at lower levels of funding.

SB 196, a bill to create a PCE dividend, passed both bodies and went to a conference committee. The key issue to resolve is how much money goes to fund the Community Assistance program versus back into the PCE fund.

SPECIAL ORDERS

Revenue Sharing

SB 210, a bill to convert the Revenue Sharing program to a Community Assistance program, passed the legislature. Funding is proposed at \$30 million per year starting in FY18. FY17 funding will be \$38.2 million.

PERS/TRS Program Changes

SB 207 (TRS) & SB 209 (PERS) by the Senate propose increasing the local contribution rates for both programs. Both SB 207 and SB 209 have been tabled for this year.

Oil Tax Credit Reform

The House has yet to pass the House Finance re-write of the governor's oil tax credit proposal (HB 247). Most folks believe this bill is the lynchpin to finding a way forward on other pieces of a fiscal plan.

Permanent Fund Plans

Both Finance Committees unveiled a new version of a bill to restructure the Alaska Permanent Fund. The governor supports the bill too. The bill uses a POMV approach to determine an annual withdrawal of a set amount each year to pay for services. The PFD is set at \$1,000 for three years.

Today marks the 98th day of the Second Regular Session of the 29th Alaska State Legislature.

Other Happenings!

The conference committee on the FY 2017 operating budget is nearly done. The committee has generally taken the lower numbers or large reductions. The source for education funding has not been addressed, but both versions fully fund K-12 for FY17.

The legislature passed SB 74, the Medicaid Reform bill.

Another conference committee has been meeting to work on HB 75, the bill to address additional marijuana regulation, and how to handle a local option for unincorporated communities, Native villages and the unorganized borough. The last piece is the key issue as the conferees try to decide whether to exclude these areas with an "opt in" provision, or to make it a strict "opt in" procedure.

Summary of State Legislation of Interest



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

Each report lists legislative measures of interest, divided into five topics: fiscal plan measures, general municipal issues, education measures, fishery & resource issues, and energy matters. **Legislation enacted last year has been removed.**

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

More information about these measures and other information about the legislature can be found at <w3.legis.state.ak.us>.

Fiscal Plan Measures

HB 182 by Seaton	Establishes a statewide individual income tax and capital gains tax.	WITHDRAWN by sponsor
HB 224 by Hawker	Requires the governor to submit to the legislature a projection of the fiscal year end surplus or deficit. If it is a deficit, then governor shall submit proposal to increase state revenue or reduce spending. The bill also sets limits for the PFD.	Heard & held House Finance 4/5; canceled on 4/9
HB 245/SB 128 by governor	Implements the Alaska Permanent Fund Protection Act. Funds dividend checks at \$1,000 per person in the first 3 years, does not cap the dividend, and starts using a substantial portion of annual earnings for public services. It is now the proposed vehicle for the Permanent Fund plan.	HB 245 heard & held House Finance 4/13, 4/14, 4/16, 4/17 and 4/19 SB 128 heard & held Senate Finance 4/12 and 4/18
HB 248/SB 131 by governor	Proposes an increase on the state's alcohol tax by doubling it from 10 cents to 20 cents a drink.	HB 248 pending House L&C SB 131 pending Senate L&C
HB 249/SB 132 by governor	New HB 249, work draft "G", replaces the original language to include taxes on mining, motor fuel, and fisheries. Taxes require electronic filing with exemptions. Also removes the cap on fees for commercial fishing entry permits and interim use permits. Bill was recently tabled.	HB 249 heard & held House Finance 4/14 and 4/15 SB 132 pending Senate Finance

Continued on page 3

HB 250/SB 134 by governor	Reestablishes an individual income tax at six percent of the federal income tax for all residents and nonresidents with income from a source in the state.	HB 250 heard & held House Finance 4/14 and 4/15 SB 134 pending Senate L&C
HB 251/SB 135 by governor	Increases the fisheries business tax from 4.5 to 5% for shore-based canned processing, from 3 to 4% for shore-based processing, and from 5 to 6% for floating processing. Also increases the fishery resource landing tax from 3 to 4%. Latest CS reverts to introduced version.	HB 251 pending House Finance SB 135 pending Senate Resources HB 251 rolled into HB 249
HB 252/SB 136 by governor	Eliminates an existing port fees credit deduction as part of the cruise ship head tax, thereby providing a modest increase in revenue	HB 252 pending House L&C SB 136 pending Senate L&C
HB 253/SB 137 by governor	Increases the mining license tax from 7 to 8% on net income in excess of \$100,000. Establishes a license fee of \$50 for any application or renewal.	HB 253 pending House Finance SB 137 pending Senate RES
HB 311 by Millett	Requires the governor's fiscal plan to project the amount available for spending for the succeeding ten fiscal years, with some exceptions.	Heard & held House Finance 4/13
HB 319 by Tilton	Increases annual snowmobile registration fees from \$10 to \$20, or \$50 for a six-year registration.	Pending House Rules
HB 365 by Seaton	Establishes income tax of 15% of an individual's federal tax, a refundable tax credit for state residents tied to the permanent fund dividend, and a draw from the PF for state services.	Pending House Finance
SJR 1 by Wielechowski	Proposes a constitutional amendment to restructure the permanent fund earnings reserve, including adding the POMV methodology.	Pending Senate Judiciary
SSSB 114 by McGuire HB 303 by Millett	Restructures the Permanent Fund, including an annual transfer of 5% of the 5-year average POMV earnings to the general fund. Sets a floor of \$1,000 on future dividend payments in 2017.	SB 114 pending Senate Finance HB 303 pending House Finance
SB 133/HB 304 by governor	Increases the state tax on cigarettes from \$2 to \$3 per pack, and the tax on other tobacco products (OTP) from 75% to 100% of wholesale price. Also adds electronic smoking devices into the OTP tax.	SB 133 pending Senate L&C HB 304 pending House L&C
SB 188 by Wielechowski	Provides for the legislature to appropriate money from various oil and gas taxes to the earnings reserve account of the Permanent Fund.	Pending Senate Resources
SB 207 by Senate Finance	Increases school district TRS contribution amount over next 3 years from 12.5% to 19% in FY 2017, then up 1% each year until it reaches 22% in FY 2020. SB 208 would mitigate costs over first 5 years - no longer clear if that remains the plan.	Heard & held Senate Finance 4/7; Co-chair reported intent to hold bill until next year

Continued on page 4

SB 208 by Senate Finance	Eliminates eligibility for the Alaska performance scholarship program for students who graduate after July 15, 2016. Also repeals the Alaska education grant program on July 16, 2022.	Senate Finance reported intent to hold bill until next year
SB 209 by Senate Finance	Increases the employer PERS contribution amount over the next 3 years from 22% to 24.5% in FY 2017, then up 1% each year until it reaches 26.5% in FY 2019.	Senate Finance reported intent to hold bill until next year
SB 210 by Senate Finance	Converts Revenue Sharing to Community Assistance Program. Reduces program funding by 50%, with most of the impact in per capita distributions. Passed version removes change to make senior property tax exemption optional. Version 'N' added an effective date clause.	Passed Senate 4/13; passed House 4/17; awaiting transmittal to the governor

General Municipal Issues

HCR 1 by Edgmon	Urges the Governor to acknowledge officially the sovereignty of Alaska tribal governments.	Pending House Rules
HJR 3 by Edgmon	Urges the Congressional delegation to introduce legislation similar to the Alaska Safe Families and Villages Act of 2013, and support tribal courts.	Pending House Rules
HJR 21 by Reinbold	Proposes amendments to the Alaska Constitution that would limit the terms of state legislators.	Pending House State Affairs
HB 21 by Josephson	Authorizes the creation of regional transit authorities.	Pending House Transportation
HB 47 by Foster	Provides relief for local PERS contribution by municipalities in which the population decreased by 25% between 2000 and 2010.	Pending House Rules
HB 59 by Seaton	Defines marijuana concentrates and requires the state to adopt implementation regulations.	Pending House Judiciary
HB 64 by Hawker SB 6 by MacKinnon SB 11-Wielechowski	Exempts Alaska from the requirement to observe daylight savings time. Requests US Dept. of Transportation to hold hearings to effect this change.	SB 6 pending House Finance SB 11 pending Senate State Affairs HB 64 Pending House State Affairs

Continued on page 5

HB 65 by Hawker	Changes the required annual APOC financial disclosures for legislators and public officials from March 15 to May 15.	Pending Senate Judiciary
HB 68 by Kreiss-Tompkins	Requires state agencies to post reports on the Alaska Online Public Notice System.	Pending Senate State Affairs
HB 75 by House C&RA	Adds new authority for municipal regulation of marijuana. Senate CS permits a village to allow marijuana establishments by voter initiative.	Conference committee appointed; all scheduled meetings cancelled since 4/16
HB 77 by Thompson	Proposes disability training for village public safety officers and other public safety officers.	Passed House 3/30; moved from Senate Finance 4/14
HB 79 by Judiciary SB 30 by Judiciary	Implements the initiative to legalize and regulate marijuana. SB 30 opts out the unorganized borough, while adding authority for muni's & certain unincorporated communities to opt in.	Both bills pending House Judiciary
HB 84 by Reinbold	Requires state agencies, municipalities, and REAA's to report on federal receipts.	Pending House Finance
HB 95 by Tuck	Proposes several measures relating to election registration and voting, including online and same day voter registration.	Pending House State Affairs
HB 96 by Thompson	Establishes rules for collecting biometric information. Applies to municipalities.	Pending House State Affairs
HB 125 by Millett	Restricts the sale of products containing dextromethorphan (cough suppressants) and prohibits regulation by municipalities.	Passed House 3/16; passed Senate 4/17; awaiting transmittal to governor
HB 127 by Vazquez	Requires public libraries that provide access to the Internet to install software filters that block certain sites including pornography.	Pending House Education

Continued on page 6

HB 133 by House C&RA	Stipulates how municipalities may process applications for various marijuana businesses or prohibit such facilities, and how to tax. Villages may act to prohibit activities by voter initiative.	Pending House L&C
HB 142 by Foster	Establishes an Elder's Day to be celebrated on the winter solstice of each year.	Pending Senate Rules
HB 148/SB 78 by governor	Allows for the Medicaid program expansion in Alaska, which includes eligibility for coverage, reform and cost containment measures.	HB 148 pending House Finance SB 78 pending Senate Finance
HB 160 by Gattis	Repeals art in public buildings requirement, including schools.	Pending House State Affairs
HB 208 by Edgmon	Amends the community revenue sharing program to grandfather the minimum payment versus a proration when funding is reduced.	Pending House Finance
HB 209 by Foster	Creates a Water and Sewer Advisory Committee under the auspices of the legislative branch.	Passed House 4/8; passed Senate 4/17; awaiting transmittal to governor
SSHJR 27 by Claman	Proposes amendments to the Alaska Constitution on the convening date of the regular session and calling for adjournment after ninety days.	Pending House State Affairs
HB 223 by Kito	Calls for the repeal of the ninety-day session in statute. This in effect will return the duration of the regular session to 121 days.	Pending House State Affairs
HB 255/SB 138 by governor	Capital Budget – Very barebones submittal. Governor may propose GO bond bill to fund critical capital needs.	HB 255 pending House Finance SB 138 heard & held Senate Finance 4/11; CS released
HB 256/SB 139 by governor	Operating Budget – Fully funds K-12 Base Student Allocation, including \$50 increase provided by HB 278 (which passed in 2014). Adds \$35 million to Revenue Sharing Fund.	Conference Committee has closed most items except K-12 education funding; taken larger reduction in most cases
HB 275 - Drummond SB 159 by D. Olson	Establishing the second Monday of October of each year as Indigenous Peoples Day.	Both pending Senate State Affairs

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HB 292 by Kito	Allows municipalities to contribute to the designated Alaska Marine Highway system fund within the general fund.	Pending House Transportation
HB 299 by Wilson SB 177 by Coghill	Creates a new section whereby a state contractor or employee of a contractor is not eligible for the state's retirement system.	HB 299 pending House L&C SB 177 pending Senate STA
HB 313 by House L&C	Limits Little Davis Bacon to a public construction contract that exceeds \$75,000.	Pending House L&C
HB 314 by Hughes	Extends the termination date of the Alaska Regional Economic Assistance Program to July 1, 2021. Program currently sunsets July 1, 2016.	Passed House 4/1; passed Senate 4/17; awaiting transmittal to governor
HB 323 by LeDoux	Creates a special fund and marijuana grant program that provides for education, prevention and cessation to reduce marijuana use by minors.	Pending House HSS
HB 337 by LeDoux	Establishes an additional tax of \$50 per ounce on marijuana for people found to be in possession of an excess of plants authorized for personal use.	Pending House Finance
HB 338 by Seaton	Eliminates the senior property tax exemption and allows a municipality to grant a property exemption to a disabled vet or a widow or widower of a senior or disabled vet without voter approval.	Pending House C&RA
HB 346 by Guttenberg	Creates the Broadband Development Corporation and establishes the Alaska Broadband Task Force.	Pending House L&C
HB 370 by House C&RA	Allows a municipality to exempt all or some types of economic development property from taxation for a designated period of time.	Passed House 4/7; heard & held Senate Finance 4/15
SJR 15 by Stoltze HJR 14 by Hughes SCR 4 by Stoltze HCR 4 by Hughes	Calls for a convention of the states to propose a "countermand" amendment to the Constitution of the US, which allows the states to nullify and repeal federal statutes, executive orders, and judicial and regulatory decisions.	SJR 15 pending Senate Rules SCR 4 pending Senate Finance HJR 14 passed Senate 4/16; await transmittal to governor HCR 4 passed Senate 4/15; await transmittal to governor
SB 1 by Micciche HB 328 by Talerico	Proposes a comprehensive, statewide ban on smoking in work places and public places. Added to HB 289 & passed Senate, but HB 289 withdrawn by sponsor.	SB 1 pending House Judiciary HB 328 pending House Judiciary
SB 13 by Wielechowski	Prohibits the state and municipalities from using assets to assist in warrantless searches of electronic data.	Pending Senate C&RA

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SB 22 by Giessel	Reduces the state share from 8% to 5.5% to collect municipal motor vehicle registration taxes.	Pending Senate Finance
SB 36 by Giessel	Authorizes electronic publication of certain municipal notices.	Pending Senate State Affairs
SB 45 by Giessel	Allows parks and recreation service areas to include lots partially within these areas.	Pending Senate C&RA
SB 62 by Judiciary	Establishes the framework for a commercial marijuana industry in Alaska, which includes taxation. Similar to HB 133.	Pending Senate State Affairs
SB 74 by Kelly	Redesigns the current Alaska Medicaid program to allow for reform and cost containment. Managed care, payment redesign, telemedicine, and privatization studies will all be explored.	Passed Senate 3/11; passed House 4/15; awaiting transmittal to governor 4/17
SB 75 by Stevens	Allows for federally recognized tribal governments to receive contributions from the permanent fund dividend through the application process.	Pending Senate Finance
SB 87 by Meyer	Adds language for the exemption or deferral of payment of municipal taxes on deteriorated "residential" property.	Pending Senate C&RA
SB 88 by Egan HB 280 by Kito	Provides a new benefit tier in the PERS and TRS systems with an option to select a defined benefit plan, versus continuing with the current defined contribution plan.	SB 88 pending Senate C&RA HB 280 pending House L&C
SB 93 by McGuire	Establishes a means of online voter registration and clarifies when and where absentee ballot voting stations will be open.	Pending Senate State Affairs
SB 115 by Senate Judiciary	Replaces the Alaska Public Offices Commission with a Public Integrity Commission of Alaska.	Pending Senate State Affairs
SJR 19 by McGuire HJR 29 by Keller	Requests the U.S. Congress to call a convention of the states to set a limit on the number of terms a person may be elected as a member of Congress.	SJR 19 pending Senate Rules HJR 29 pending House Rules
SB 183 by Wielechowski	Establishes that a municipality may prorate the real property exemption for seniors or a widow or widower of a senior or disabled veteran.	Pending Senate C&RA

Education Measures

HCR 8 by Gara	Designates Sept. 1-7, 2015 as Quality Pre-K through High School Week	Pending House Education
HJR 11 by Gara SJR 6 by Wielechowski	Urges Congress to enact measures to prohibit outside, unlimited independent campaign expenditures.	Pending respective State Affairs Committees
HB 2 by Lynn	Exempts students from overtime who are working an unpaid practicum as a postsecondary student.	Pending House L&C
HB 30 by Keller	Requires completion of American constitutionalism curriculum by all districts.	Pending House Finance
HB 36 by Kawasaki, Gara and 7 others	Requires prekindergarten programs in school districts and establishment of a statewide early childhood education plan.	Pending House Education
HB 63 by Gara and Ortiz	Provides a reduction in interest on postsecondary education loans for residents.	Pending House Education
SSHB 66 by Millett SB 202 by Senate Judiciary	Changed to provide medical insurance coverage under PERS for the surviving spouse and dependent children of a deceased peace officer or firefighter. Teachers removed from both bills.	SSHB 66 withdrawn, then same language added to SB 91; Pending House Finance SB 202 pending Senate L&C
HB 80 by Gattis	Repeals requirement for secondary students to take college and career readiness assessments.	Pending Senate Education
HB 82 by Foster	Permits retroactive, supplemental funding for Internet services at certain rural school districts.	Pending House Finance
HB 85 by Reinbold	Makes secondary requirement to take college & career readiness assessments voluntary; restricts collection, storage and handling of student data.	Pending House Finance
HB 89 by Keller	Adds requirement for secondary students to pass a civics exam to gain a diploma.	Pending House Education
HB 90 by Millett SB 83 by McGuire	Allows firefighters, peace officers, DPS personnel and support staff to participate in hybrid defined benefit/defined contribution retirement plan.	HB 90 pending House L&C SB 83 pending Senate State Affairs

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HB 97 by Colver	Removes requirement to file a FAFSA under the Alaska performance scholarship program.	Pending House EDU
HB 98 by Colver	Amends existing law to allow any teacher to opt out of jury duty during the school term.	Pending House EDU
HB 102 by House EDU SSSB 103 by Giessel	Requires school districts to provide funding to residential psychiatric treatment centers for educational services. New Senate version requires school boards to enter such agreements.	SSSB 103 pending House FIN
HB 107 by Gattis	Amends membership of UA Board of Regents of to broaden geographic representation.	Pending Senate Rules
HB 113 by Josephson	Provides PERS credit & state defined contribution deposits for peace officer or firefighter on workers' comp caused by an on-the-job injury.	Pending House L&C
HB 156 by Keller	Amends law to rely less on federal funding, increase local control and require a new accountability system for public schools.	Amended in Senate with portions of SB 89, concur failed in House - may go to a conference committee
HB 157 by Kreiss-Tompkins SB 84 by Olson	Establishes new compliance requirements, standards-based assessments, and teacher certification for language immersion charter schools.	HB 157 pending House EDU SB 84 pending Senate EDU
HB 176 by House FIN	Repeals state employee salary schedule increases by 2%.	Returned to Senate in June 2015, rescinded passage and returned Senate RLS
HB 198 by Gara	Proposes to inflation proof the Base Student Allocation (BSA) with an increase of \$149 for FY 2016. Also proposes additional BSA funding or one-time grant money.	Pending House EDU
HB 203 by Foster	Adds new education tax credit for contributions to a nonprofit for vocational or higher education.	Pending House EDU
HB 204 by Josephson	Extends the school term from 180 days to 190 days.	Pending House EDU
HB 211 by Kawasaki	Proposes a retirement incentive program (RIP) for both TRS and PERS members of the defined benefit plan.	Pending House State Affairs

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HB 232 by Colver	Prohibits use of AMP test by DEED, requiring use of MAP student assessments or a substantially similar system.	Pending House Education
HB 261/SB 146 by governor	Proposes using a Percent of Market Value (POMV) approach for the Public School Trust Fund established under AS 37.14.110.	HB 261 pending House EDU SB 146 pending Senate State Affairs
HB 264 by Wilson	Requires repayment of Alaska performance scholarships and education grants if the post-secondary program is not completed within 6 years from receipt of funds.	Pending House Education
HB 265 by Wilson	Terminates the Alaska technical and vocational education program and increases STEP funding.	Pending House L&C
HB 285 by Josephson	Requires school districts, private schools and postsecondary institutions to protect privacy of students' social media accounts.	Pending House Education
HB 298 by Tilton	Eliminates limits in state laws governing layoff plans for tenured teachers.	FAILED to move from House Education
HB 302 by Tarr	Clarifies existing state law regarding allowable grounds to expel or suspend a student.	Pending House Education
HB 335 by Foster	Raises the age for compulsory attendance from 16 to 18, and reduces the minimum age from 7 to 6.	Pending House Education
HB 356 by Vazquez	Clarifies that the 70% minimum instructional requirement for spending by school districts must be on "direct classroom instruction".	Pending House Education
HB 357 by Vazquez	Clarifies existing law relating to appointment and removal of members of the Board of Education & Early Development applies to "voting" members.	FAILED to move from House Education
HB 361 by LeDoux	Establishes a required K through 3 rd grade reading program in all schools or districts. Specifies mandatory student retention in grade one.	Pending House Education
HB 368 by Hughes	Establishes a new retirement incentive program for vested members of a defined benefit program under both TRS and PERS. Limits reemployment unless paid hourly and no further retirement benefits accrue.	Pending House STA

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SCR 1 by Stevens	Creates an 11-member legislative task force on civics education.	Passed House 4/16; awaiting transmittal to governor 4/17
SJR 2 by MacKinnon	Proposes a constitutional amendment to permit bonding for postsecondary student loans.	Passed House 4/17; awaiting transmittal to governor 4/20
SB 3 by Stevens	Addresses collection, storage and handling of student data by school districts.	Pending Senate Education
SB 44 by Giessel	Amends Public Employment Relations Act to permit employees using the religious exemption to direct the required charitable contribution.	Pending Senate Judiciary
SB 61 by Stevens HB 52 by Herron	Establishes a museum construction matching grant program in Commerce.	SB 61 pending Senate L&C HB 52 pending House Finance
SB 79 by Dunleavy HB 172 by Gattis	Allows a reemployed teacher who retired under a DB plan to continue their retirement benefits.	SB 79 pending Senate C&RA HB 172 pending House L&C
SB 80 by Dunleavy	Increases legislative oversight of DEED's acceptance of federal funds. Requires DEED to review standards and assessments every 5 years.	Pending Senate Education
SB 89 by Dunleavy HB 192 by Keller	Expands a parent's authority to object and withdraw their child from school activities, classes, tests, surveys and programs	SB 89 FAILED to move from House HSS 4/12 HB 192 pending House EDU
SB 116 by Stevens	Establishes a new secondary school civics exam as a graduation requirement.	Pending Senate Education
SB 191 by Dunleavy HB 352 by Gattis	Expands on provision proposed under SB 89 to prohibit abortion service providers from working in schools. Imposes penalties on teachers who violate this provision.	SB 191 pending Senate Judiciary HB 352 pending House EDU
SB 200 by Costello	Requires school districts to provide physical activity for students in kindergarten through grade eight. Floor amendment made program optional.	Passed Senate 4/13; passed House 4/17; awaiting transmittal to governor

Fishery & Resource Issues

HJR 20 by Neuman	Urges the US Congress to enact legislation to clarify and recognize an individual state's authority to manage its own fish and wildlife.	Returned to House Rules
HJR 23 by Tuck	Urges the US Congress to finalize an agreement with the Russian Federation to address illegal, unreported, and unregulated crab fishing.	Pending House Fisheries
HJR 28 by Tarr	Opposes the US FDA approval of genetically engineered salmon and urges Congress to require labeling with the words "Genetically Modified."	Passed House 4/15; moved from Senate Resources; referred to Rules
HB 41 by Tilton and Munoz	Creates a new sport fishing services licensing and regulatory program.	Passed Senate 4/17; awaiting transmittal to governor
HB 53 by Kreiss-Tompkins	Restricts the use of pesticides and broadcast chemicals near certain fish habitat, water and state lands.	Pending House Transportation
HB 103 by Wilson	Eliminates authority for the Boards of Fisheries and of Game to adopt, amend or repeal a regulation unless recommended by other entities or individuals first.	Pending House Fisheries
HB 108 by Wilson	Prohibits a state agency from adopting, administering, or enforcing a regulation, or construing state statutes, to exceed the corresponding law or standards as set by the Environmental Protection Agency (EPA).	Pending House State Affairs
HB 112 by Stutes	Eliminates the Alaska Commercial Fisheries Entry Commission (CFEC), and transfers its duties to a new division within ADF&G. Governor transferred certain administrative functions by an Administrative Order.	Pending House Resources
HB 119 by Josephson	Amends recently passed initiative regarding large-scale mining in the Bristol Bay Fisheries Reserve by clarifying the meaning of "fisheries" and the terms "permits and authorizations".	Pending House Resources
HB 128 by Edgmon	Establishes August 10 th as Alaska Wild Salmon Day.	Passed Senate 4/11; awaiting transmittal to governor

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HB 134 by Ortiz	Keeps language determining that a salmon seine vessel may not be longer than 58 feet in length. Strikes all other exceptions from statute.	Pending House Fisheries
HB 137 by Talerico	Increases all fees for hunting, sport fishing, and trapping licenses and tags. Increases the age for a permanent ID card from age 60 to 65.	Passed Senate 4/17; House failed to concur; conference committee appointed 4/20
HB 150 by Josephson	Adds criteria for Board of Game appointments to ensure at least one member is predominately a non-consumptive user of game resources.	Pending House Resources
HB 152 by Josephson	Deletes language from the big game tags section related to nonresidents and aliens, which in effect requires those classes to have wolf tags.	Pending House Resources
HB 177 by Keller	Directs the Dept. of Fish & Game to produce a king salmon stamp and tag design that would also be appropriate for limited edition prints.	Pending House Resources
HB 179 by Kreiss-Tomkins	Allows for the donation of fish, game, and other traditional foods to various food service programs if properly processed.	Pending House Resources
HB 220 by Talerico	Establishes a fisheries enhancement permit to allow a person to remove fish from state water and place fertilized eggs or hatched fish in the same or other state water.	Pending House Fisheries
HB 241 by Millett	Establishes a nonresident surcharge for commercial fishing permits based on individuals not eligible to receive a PFD.	WITHDRAWN by sponsor
HB 254 by Stutes	Extends the termination date of the Big Game Commercial Services Board to June 20, 2019.	Passed House 4/8; passed Senate 4/17; awaiting transmittal to governor
HB 258 by Tarr	Prohibits the sale of a genetically modified fish or fish product and defines both of the terms.	Pending House Fisheries
HB 266 by Wilson	Modifies the Board of Game's authority to adopt, amend, or repeal certain regulations and provides for expanded notice of such a proposal.	Pending House Finance

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HB 267 by Wilson	Exempts certain mining activities and processes from state water standards that establish a more stringent water quality requirement than federal law.	Pending House Resources
HB 283/SB 163 by governor	Water of the state may not be designated an outstanding national resource water except by an act of the state legislature.	HB 283 pending House RES SB 163 pending Senate Finance
HB 286/SB 164 by governor	Increases sport fishing, hunting, trapping, and commercial fishing violation penalties and restitution amounts for certain offenses.	HB 286 pending House Judiciary SB 164 pending Senate Rules
HB 291 by Drummond	Repeals the authority of the commissioner of the Dept. of Fish & Game to permit residents of the Yukon, Canada, to receive fishing licenses and king salmon tags.	Pending House Fisheries
HB 300/SB 172 by governor	Authorizes the Board of Fish to consider the need of projects to harvest and sell shellfish that are not needed for brood stock. Establishes a new chapter in law concerning shellfish hatcheries.	HB 300 moved from House Finance 4/12; referred to Rules SB 172 pending Senate Finance
HB 306 by Josephson	Prohibits trapping within 200 feet of certain public facilities, areas and trails. Also provides for penalties and civil remedies for violations.	Pending House Resources
HB 327 by Talerico	Establishes state lands sale program for those individuals eligible to receive a PFD.	Pending House Resources
HB 358 by Neuman	Creates a new fisheries bycatch tax of 1% on value of any bycatch by commercial fishermen.	Pending House Fisheries
HB 366 by Kreiss-Tompkins	Establishes regional community permit banks for certain commercial fishing permits. Also determines entry permit ownership, fees and exemptions.	Pending House Fisheries

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SB 42 by Stoltze HB 110 by Neuman	Establishes a priority for personal use fishing for a fishery that is restricted to achieve a management goal. Provides subsistence exception.	SB 42 moved from Senate Resources 4/14; referred Rules HB 110 pending House Fisheries
SB 48 by Stedman	Reduces the fee for a nonresident hunting or fishing license, and a big game tag for a qualifying former state resident.	Pending Senate Resources
SB 68 by Giessel	Addresses how Board of Game can handle emergency closures for antlerless moose.	Pending Senate Resources
SB 181 by Giessel	Amends the definition of navigable water under the Alaska Land Act by expanding uses for commercial navigation.	Pending Senate Resources
SB 185 by Coghill	Requires the Board of Game to solicit proposals to amend regulations annually. The department is required to review the proposals and provide notice to any pertinent advisory committees.	Pending Senate Resources
SB 198 by Dunleavy	Creates a new Alaska fisheries royalty tax of 12.5% on all seafood caught commercially in Alaska.	Pending Senate Resources



Arctic Tern, Iceland

Energy Matters

HB 58 by Kreiss-Tompkins	Makes federally recognized tribes eligible for a loan from the Alaska energy efficiency revolving loan program.	WAIVED House Finance referral 4/10; referred Rules
HB 78 by Wilson	Proposes the "Alaska Competitive Energy Act of 2015" to increase competitive and nondiscriminatory procurement of electrical energy. Gives investigative authority to the Regulatory Commission of Alaska (RCA) on these matters.	Pending House Energy
HB 118/SB 56 by governor	Authorizes municipalities to establish programs to impose assessments for energy improvements.	HB 118 passed House 4/12; moved from Senate Finance 4/17; referred Rules SB 56 pending Senate Finance
HB 138 by Talerico	Mandates development of state emission standards that comply with the federal Clean Air Act.	Pending House Resources
HB 169 by House L&C	Directs the Regulatory Commission of Alaska (RCA) to provide a report to the Legislature about electrical transmissions in certain areas.	Pending House L&C
HB 187 by H. Energy SB 105 by McGuire	Creates the Railbelt Electrical Transmission Authority and establishes the parameters for membership and their powers and duties.	HB 187 pending House Energy SB 105 pending Senate Energy
HB 363 by Vazquez SB 193 by McGuire	Extends the exemption from regulations by the Regulatory Commission of Alaska for certain plants generating renewable energy until 2025.	HB 363 pending House L&C SB 193 passed Senate 4/9; passed House 4/17; awaiting transmittal to governor
SJR 4 by Giessel HJR 8 by Talerico	Urges the federal government to allow states to regulate access to affordable and reliable electrical generation.	SJR 4 pending Senate Energy HJR 8 pending House Rules
SB 196 by Hoffman	Creates a PCE dividend from the excess earnings needed to fund PCE, placing 50% of the dividend into the community assistance program, 20% into the renewable energy grant fund, and 30% back into the PCE endowment fund. Debate is over how much money goes into the Community Assistance program versus inflation-proofing PCE fund.	Passed House 4/17; Senate failed to concur; conference committee appointed 4/20

E. 9. Reports Clerk's

**Lake and Peninsula Borough
Regular Assembly Meeting
May 9, 2016**



Lake and Peninsula Borough

P.O. Box 495

King Salmon, Alaska 99613

Telephone: (907) 246-3421

Fax: (907) 246-6602



Date: May 2, 2016
To: Mayor and Assembly
From: Kate Conley, Borough Clerk
Re: Clerks Report

Here is a short list of items I have been working on:

- Vocational Education Trip – The Assembly and staff raised \$403 when we collected cash for the trip from our wallets. Combined with other fundraisers and donations, they were \$1246 short before their trip. After some discussion, we asked each student sign a contract exchanging ten hours of community service and an essay for the final funding. Evelynnn Trefon will be overseeing their contract work. They will be cutting wood and doing chores for elders. I have attached their essays to this report.
- Elections – I have an ordinance on the agenda that will affect the timetable for the election and give more time for the voters' ballots to get thru the USPS. Notices will go later this month. I have attached the list of Assembly member's term expirations.
- Revenue Sharing – The resolution in the packet is the result of working with the villages. This paperwork is due to the State on June 1. This year the Borough will receive \$272,899 from the State, which is down from \$563,390 last year. The unincorporated villages will receive \$12,900 each from the State, and last year they received \$19,300.
- I will be gone for some vacation this month, but will be here for the rest of the summer. Have a safe, productive season.

LAKE AND PENINSULA BOROUGH ASSEMBLY

Seat A

(Expires 11/17)

Randy Alvarez

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907-246-4302 fax

Seat E

(Expires 11/18)

Myra Olsen

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Seat B

(Expires 11/18)

Christina Salmon

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Seat F

(Expires 11/16)

Scott Anderson

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Seat C

(Expires 11/16)

Michelle Pope Ravenmoon

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Seat G

(Expires 11/18)

Glen Alsworth, Sr.

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Seat D

(Expires 11/17)

Alvin Pedersen

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In Anchorage –

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Anchorage, AK 99501
(907) 278-2054
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District 1 – Seats A, B, & C

(Igiugig, Iliamna, Kokhanok, Newhalen, Nondalton, Pedro Bay, and Port Alsworth)

District 2 – Seats D, E, & F

(Chignik, Chignik Lagoon, Chignik Lake, Egegik, Ivanof Bay, Levelock, Perryville, Pilot Point, Port Heiden, and Ugashik)

At Large – Seat G (Mayor)

Douglas Kalmbacher
4-27-16

Career Exploration Trip

Last week a couple of classmates and I were chosen to go on a career exploration trip in an attempt to spark some interest in what we want to do after high school. First of all I just want to start off by saying that I am extremely grateful to have gotten this opportunity as it has put a few things on my radar that I was not previously perusing. First thing we did was go and tour Alaska Job Corps in Palmer. I think they put on a good presentation for us, outlined the opportunities they have to offer and clearly stated their requirements and ground rules to be a student there. Ultimately though, I have decided that Job Corps is not for me, although I don't believe it was a waste of time because it took it off my map, where I believe that narrowing down my choices is helpful. After that we headed to the Construction career day, which was also in Palmer. There we got to see many jobs such as: heavy equipment operator, ironworker, welder, construction manager and so on. I think this day was very beneficial to me because it was the first chance I had to see welding in action and also got to give it a try myself. This day really got me interested in pursuing a career in welding. Which brings me to the next item on the list, AVTEC. We took the long drive down to Seward and it was absolutely worth the time. There we toured their campus and a few of their classes. The one that really interested me was combination welding, and since that day I have been strongly considering attending AVTEC once I finish high school. The last thing we did was tour UAA Aviation Technology, which was pretty neat because they had cool flight simulators but I'm not really interested in flying so I don't really think that benefited me all that much. In conclusion I believe that it was a fun, beneficial trip for all of us.

Hi my name is Paul and I'm a student at Newhalen School. I was able to attend the construction career day in Palmer and visit various other training facilities. We left on Tuesday April 19 to Anchorage we started by touring Job Corp. Job Corp is in Palmer and we drove for about fifty minutes. Job Corp was really eye opening and the campus was very clean and public. The tour lady showed us the dorm we would be staying in (Should we attend) and all the rules and regulations. She also gave us a brochure with all the trades and how to become certified in those trades. That was our only tour that day and we drove back to Anchorage to check into the hotel we were staying at. The next day we drove to Palmer to go to the construction career day (CC).

That what was by far the best tour I think. We got to do Welding, Carpentry, and Construction. The most interesting one was carpentry; we didn't get to finish that one. Welding was awesome to we got to cut off a piece of metal then go into a booth where we welded. After that we went to carpentry the class we didn't get to finish was a little bit depressed. We left after the carpentry and drove all the way to Seward to tour AVTECH. The drive to Seward was long and the drive back was even worse. We weren't going to tour AVTEC that day so we checked into our hotel and basically had free time the rest of the day. The next day we toured AVTEC, we went to the office and the guy told us about AVTECH and how much it cost, all the trades that are there, and all the rules. He showed us one of the dorms, the basketball room, the weight room, and all the classes and workplaces. I took a lot from this trip and it showed me where I want to go and what I want to do for a living. Thank you

for fundraising this trip. As a freshmen in High School I want to do welding but that will more than likely change by my senior year.

Jared Rickteroff

Newhalen School

Last week, Doug, Paul, and I flew to Anchorage for some job exploration. What did we do?

The first day we went to Anchorage we went to the car rental and got a minivan... the seats were actually pretty comfy. After that we went to grab a bite to eat. Once we were done eating we drove to Palmer to check out their campus and their training courses. They didn't have welding but they did have water and plumbing. I wouldn't mind training for that either, but right now my mind is on Welding; it's the first choice I will try for. After we had a meeting about what they do and what their rules are we went back out to Anchorage and had dinner. We went to Sushi and Sushi where I got the California Role with fried rice. It was so good! We also ordered fried Oreos mmm that was worth it. After we got done eating we went to the hotel we were staying in went to the room for about thirty minutes and went off to Walmart to grab some food and a charger.

The second day, we had breakfast and headed off to Palmer again and that time we went to the Alaska fair grounds and went to this Construction Career day. What they did, was set up a variety of things for us like Welding, Construction, Iron Working and the huge Vehicles they drive. It was great they taught us and let us experience what the Ironworkers do. Once we finished that course there was this welding course we did, I enjoyed that they taught us what to do how to start the welding tools and how to weld. For lunch they gave out free Subway. Once we were done we drove back to Anchorage had pizza for dinner at Moose's Tooth then went to canteens to grab some juice and some water and headed out to Seward. Once we arrived in Seward we checked in this hotel called Harbor 360. Once we checked in we went to Chinooks to get something to eat. After we got done eating Doug, Paul, and I went to the Jacuzzi they had in the building for awhile then went swimming in their five foot deep pool.

On the third day, we had breakfast and then Ed picked us up and we went to AVTEC we checked out what they had, like their dorm rooms, the lunch room, their gym, and a couple more of their rooms. It seems like a great place. Seward is pretty calm during the summer, but there are a lot of tourists. After checking out what they had in the main building, we checked out their training classes. We checked out Welding first and after we toured that, we checked out their Plumbing and Construction. We met up with our high school friend in one of the classes too. Once our tour was done we had to go to the Alaska Airlines Center so they could drop me off with my NYO Chaperone. All in all I have to say thank you for giving us an opportunity to go to and find out what jobs we could be interested in and allowing us to experience this.

Agreement for Contracted Services

Introduction

The Lake and Peninsula Borough (hereinafter "the Borough") and Jared Rickteroff (hereinafter "the contractor") have reached an agreement whereby the contractor will provide services to the community. This agreement states the terms, conditions, compensation and scope of work agreed to by both parties.

Terms of Agreements

This agreement secures the services of the contractor to do community service. Evelyn Trefon shall provide the consultant with specific direction regarding work task and priorities and the contractor shall be responsible to Ms. Trefon for the time worked. The contract shall commence upon signing and continue until ten (10) hours of work have been completed, but in no circumstances shall it exceed May 30, 2016.

In addition, the contractor will provide the Borough with an essay of not less than 1 one page detailing the vocational technology excursion. The essay must be sent to the Borough no later than May 1, 2016. This essay will be the property of the Borough, with credit to the author, and may be published or posted, as the Borough sees appropriate.

Compensation

Compensation shall be one-fourth ($\frac{1}{4}$) of the remaining expenses (\$1,246) needed for travel expenses for a vocational technology excursion in the Anchorage area. The trip is to commence on Tuesday, April 19, 2016.

Scope of Work

At the direction of the Evelyn Trefon, the services provided by the Contractor shall include:

1. Work with various parties to complete ten (10) hours of service to the community prior to May 30, 2016.
2. Complete an essay of not less than one page detailing the trip and the contractor's insights by May 1, 2016.
3. Contractor agrees to have a good time, learn a lot and be an outstanding example of good character while on the excursion.



Jared Rickteroff, Contractor

4.25

Date



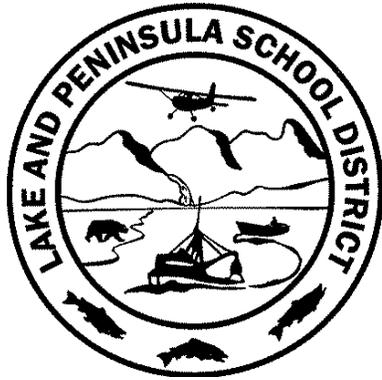
Nathan Hill, Borough Manager

4/16/2016

Date

E. 10. Reports Superintendent's

**Lake and Peninsula Borough
Regular Assembly Meeting
May 9, 2016**



THE
LAKE AND PENINSULA
SCHOOL DISTRICT
101 Jensen Drive
P.O. Box 498
King Salmon, Alaska 99613
Phone (907) 246-4280 / Fax (907) 246-
4473



Date: May 3, 2016
To: Lake and Peninsula Assembly Members
From: Ty Mase
Re: Superintendent's Report – May 2016

Exciting News: 16 Port Alsworth Singers have been accepted and will compete in the State Competition on May 7 at 10:40am. Congratulations and good luck Lynx singers!

Exciting News Part 2: Linda Richter was recently awarded a BP Teacher of Excellence Award. Linda has been with the District since 1979 and couldn't be more deserving of this recognition. If you see Linda please join me in congratulating her!

Enrollment: As we head into summer, we do so hoping that our families will remain in Lake and Pen and we will have ample students at the start of next school year and through count. We have several villages where one family leaving could close the school. We are remaining optimistic and keeping our fingers crossed.

Projected enrollment – early weeks of FY17																		K-SS Total
	P3	P4	KG	1	2	3	4	5	6	7	8	9	10	11	12	13	14	
BAY		1		2	1	2	1	1		1	1			1				10
IGI			3	3	2	2	1	2	3	2		1	1	2	1			23
KHK		1	6	3	8		2	1	3	3	1	1	3	2				33
LAG		2	1	1		3			2	1			2					10
LAK		2	2	2			1	1		2	1	1		2				12
LEV			2	3	1	6	1	4	2	2		1	2			1		25
LHS				1						1		1	1	2				6
NEW		7	6	8	1	5	2	5	5	2	4	1	3	2	4			48
NON		3		3	3		3	3	5	2	1	4	3	1	2	1		31
PIP					2		1	3	2		1	1		1				11
PTA		3		4	3	4	3	4	6	5	6	10	5	4	5		1	60
PTH		3		3	1	4	1	3	2	1		2	1		1			19
PVL				3	1	2		3	3	3		2	4	1		2		24
LPSD			20	36	23	28	16	30	33	25	15	25	25	18	13	4	1	312

Important Upcoming Dates:

May 6: Newhalen Graduation
 May 9: Igiugig Graduation
 May 11: Nondalton Graduation
 May 14: Chignik Bay and Levelock Graduations
 May 19: Last Day of School

May 7: Port Alsworth Choir Competes at State Competition
 May 10: Port Alsworth Graduation
 May 13: Perryville Graduation
 May 16: Pilot Point Graduation
 August 17: First Day of School

**E. 11.
Reports
Student Representative
none**

**Lake and Peninsula Borough
Regular Assembly Meeting
May 9, 2016**

**G. 1.
New Business
Ordinance 16-04
FY 2016 Budget Amendment**

Hearing & Decision

**Lake and Peninsula Borough
Regular Assembly Meeting
May 9, 2016**



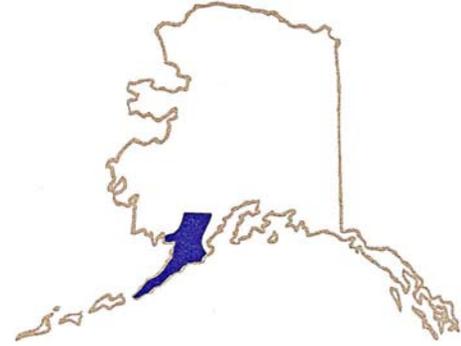
Lake and Peninsula Borough

P.O. Box 495

King Salmon, Alaska 99613

Telephone: (907) 246-3421

Fax: (907) 246-6602



PLEASE POST

PUBLIC HEARING NOTICE

ORDINANCE NO. 16-04

AN ORDINANCE AMENDING THE LAKE AND PENINSULA BOROUGH OPERATING BUDGET FOR THE FISCAL YEAR BEGINNING JULY 1, 2015 AND ENDING JUNE 30, 2016 (FY-16).

The Lake and Peninsula Borough Assembly will hold a public hearing to solicit comments on the above referenced ordinance on **Monday, May 9, 2016 at 10:00 am** in the meeting room of the Lake and Peninsula School District at 101 Jensen Rd, King Salmon AK 99613. Interested members of the public are encouraged to attend. To participate you may submit written comments up to 24 hours prior to the hearing, or attend in person or call **1-866-339-5580 and enter the meeting number *2288317*** (star, two, two, eight, eight, three, one, seven, star) during the hearing. Copies of the proposed ordinance can be viewed at local village and city council offices, or at the Lake and Peninsula Borough offices in King Salmon, Alaska. For information contact Kate Conley at 907-246-3421 or 1-800-764-3421.

Note: Due to telephone service inconsistency inherent to rural Alaska, the Borough meeting may not always be available in all locations or audible.

**LAKE AND PENINSULA BOROUGH
ORDINANCE NO. 16-04**

AN ORDINANCE AMENDING THE LAKE AND PENINSULA BOROUGH OPERATING BUDGET FOR THE FISCAL YEAR BEGINNING JULY 1, 2015 AND ENDING JUNE 30, 2016 (FY-16).

BE IT ENACTED by the Assembly of the Lake and Peninsula Borough that:

Section 1. Classification.

This is a Non-Code Ordinance.

Section 2. General Provisions.

The Lake and Peninsula Borough is authorized to receive revenues, make expenditures, and make changes to the same for the period beginning July 1, 2015 and ending June 30, 2016, in accordance with the "FY16 BUDGET REVISION" attached hereto as "Exhibit A" incorporated herein by reference.

Section 3. Authorization and Appropriation.

The appropriations set forth in section 4 and detailed in Exhibit A of this ordinance are hereby adopted and authorized for the period beginning July 1, 2015 and ending June 30, 2016, and are the operating budget for that period.

Section 4. Purpose

The purpose of this ordinance is to amend the FY12 budget from \$6,490,566 to \$6,490,566.00. This change properly reflects the annual appropriations as detailed in Exhibit A

Section 5. Effective Date.

This ordinance shall become effective upon enactment by the Borough Assembly.

ENACTED by a duly constituted quorum of the Lake and Peninsula Borough Assembly this 9th day of May, 2016.

IT WITNESS THERETO:

ATTEST:

Glen Alsworth Sr., Mayor

Kate Conley, Borough Clerk

Introduced: April 13, 2016
Public Hearing:
Enacted:
Ayes:
Nays:
Not Voting:
Absent:

FY-16 BUDGET REVISION

The following revisions to the FY 2016 Operating budget are submitted for the Assembly's consideration. The revisions take into account Assembly appropriations for expenses since the adoption of the budget, actual expenses amounts and revised and refined estimates of revenues and expenses for the balance of the fiscal year. Over all, reductions to expense are in the amount of \$37,104, however reduced fish tax revenue required and additional use of \$660,311 of General Fund Reserves.

<u>REVENUE</u>	Original Budget	Revised Budget	Variance
RAW FISH TAX	\$ 1,500,000	\$ 1,045,472	\$ (454,528)
BED TAX	155,000	155,000	-
PENALTIES & INTEREST	-	1,500	
LICENSES AND PERMITS	5,000	5,000	-
PROFESSIONAL GUIDES	32,000	165,000	133,000
TEACHER HOUSING RENTS	330,000	327,225	(2,775)
LAND LEASE	30,000	68,000	38,000
INTEREST	45,000	87,000	42,000
PYMT IN LIEU OF DEVELOPMENT	100,000	100,000	-
STATE REVENUE SHARING	582,690	563,390	(19,300)
STATE FISHERIES BUSINESS TAX	29,352	29,643	291
SOA SHARED FISH TAX	520,000	352,015	(167,985)
ELECTRIC AND TELEPHONE COOP	2,000	1,225	(775)
OTHER DIRECT FEDERAL	283,130	283,130	-
TRANSFERS FROM GENERAL FUND	2,794,894	3,455,205	660,311
TOTAL REVENUE	<u>\$ 6,490,566</u>	<u>\$ 6,453,462</u>	<u>\$ (37,104)</u>

Revenue is down from budgeted amount due to lower fish tax collections. Fish prices falling from \$1+ per pound in the last two years to half or less than half that price last year was the driving factor. Other tax collections and increases in the number of land leases have mitigated the shortfall in the fish tax collections.

EXHIBIT A to Ordinance 16-04

<u>EXPENSE</u>	Original Budget	Revised Budget	Variance
ASSEMBLY	\$ 176,575	\$ 157,975	\$ (18,600)
PLANNING COMMISSION	33,200	32,975	(225)
ADMINISTRATION	993,087	781,362	(211,725)
ELECTIONS	15,850	1,795	(14,055)
ECONOMIC DEVELOPMENT	115,684	92,100	(23,584)
CDC - PLANNER	102,567	68,083	(34,484)
ILIAMNA DOCK REHAB	370,750	493,699	122,949
FISHERIES ADVISOR	46,600	50,125	3,525
BOARD OF FISH	-	25,000	25,000
DONATIONS	25,000	-	(25,000)
LEASE EXPENSE	5,000	5,000	-
MANAGERS CONTINGENCY	10,000	10,000	-
OTHER FINANCING AND USES	4,596,253	4,735,347	139,094
TOTAL EXPENSE	<u>\$ 6,490,566</u>	<u>\$ 6,453,462</u>	<u>\$ (37,104)</u>

Reductions in travel, shorter Assembly meeting durations, and reduction in staff were the biggest drivers in lower expense. The contract for the Iliamna dock rehabilitation project was larger by \$123,000 than anticipated and additional appropriations by the Assembly of \$25,000 and \$80,000 for Board of Fish meeting and contributions to the Capital Project Fund respectively, were increases beyond the original budget. Line item detail follows.

Budget Detail

ASSEMBLY	Original	Revised	Variance
INSURANCE - LIFE AND HEALTH	80,000.00	\$ 84,000	4,000
MEDICARE CONTRIBUTION	175	175	-
PERS RETIREMENT CONTRIBUTION	1200	700	(500)
SBS CONTRIBUTION	750	650	(100)
COMMUNICATIONS	1,350	1,350	-
RENTALS	500	-	(500)
FOOD	8,500	7,500	(1,000)
TRANSPORTATION	40,000	35,000	(5,000)
REGISTRATION/TUITION	500	-	(500)
STIPENDS	13,000	10,000	(3,000)
PER DIEM	17,000	13,000	(4,000)
LODGING	13,500	5,500	(8,000)
DUES AND FEES	100	100	-
	\$ 176,575	\$ 157,975	\$ (18,600)
<u>PLANNING COMMISSION</u>			
MEDICARE CONTRIBUTION	\$ 125	\$ 100	(25)
SBS CONTRIBUTION	375	325	(50)
FOOD	3,200	900	(2,300)
TRANSPORTATION	9,500	18,750	9,250
STIPENDS	5,500	4,000	(1,500)
PER DIEM	7,000	4,200	(2,800)
LODGING	7,500	4,700	(2,800)
	\$ 33,200	\$ 32,975	\$ (225)

EXHIBIT A to Ordinance 16-04

ADMINISTRATION			
SALARIES - FULL TIME STAFF	\$ 320,178	\$ 320,178	-
INSURANCE - LIFE AND HEALTH	47,400	72,000	24,600
MEDICARE CONTRIBUTION	4,643	4,643	-
PERS RETIREMENT CONTRIBUTION	70,500	5,500	(65,000)
SBS CONTRIBUTION	19,627	19,627	-
PERS SALARY FLOOR CONTRIBUTION	36,000	36,000	-
OTHER EMPLOYEE BENEFITS	2,500	2,500	-
AUDITING AND ACCOUNTING	35,000	35,000	-
LEGAL SERVICES	125,000	30,000	(95,000)
ADVERTISING	500	500	-
LOBBYIST	55,000	55,000	-
TECHNICAL SUPPORT	15,210	15,210	-
CONSULTANTS	72,000	66,500	(5,500)
MAPPING	30,000	5,000	(25,000)
ELECTRICITY	8,000	4,650	(3,350)
WATER AND SEWAGE	350	330	(20)
COMMUNICATIONS / TELECOM	12,640	13,000	360
COMMUNICATIONS / INTERNET SVCS	-	6,500	6,500
OTHER PURCHASED SERVICES	2,500	-	(2,500)
RENTALS	2,500	1,000	(1,500)
OFFICE EQUIPMENT	2,500	750	(1,750)
SITE REPAIR AND MAINTENANCE	5,500	1,500	(4,000)
INSURANCE AND BOND PREMIUMS	18,500	17,500	(1,000)
OFFICE SUPPLIES	9,000	3,000	(6,000)
COMPUTER HARDWARE/SOFTWARE	25,200	14,000	(11,200)
OFFICE RENTAL	-	1,200	1,200
POSTAGE	6,500	4,200	(2,300)
VEHICLE EXPENSE	2,500	1,000	(1,500)
FOOD	2,000	650	(1,350)
TRANSPORTATION	40,370	25,500	(14,870)
REGISTRATION/TUITION	1,500	795	(705)
PER DIEM	4,500	3,500	(1,000)
LODGING	7,170	5,750	(1,420)
DUES AND FEES	4,500	3,750	(750)
BANK FEES/CHARGES	2,800	4,380	1,580
MISCELLANEOUS EXPENSES	1,000	750	(250)
	\$ 993,087	\$ 781,362	\$ (211,725)

EXHIBIT A to Ordinance 16-04

ELECTIONS			
ADVERTISING	\$ 500	\$ 350	(150)
OFFICE SUPPLIES	7,500	775	(6,725)
COMPUTER HARDWARE/SOFTWARE	6,400	-	(6,400)
POSTAGE	1,200	670	(530)
FOOD	250	-	(250)
	\$ 15,850	\$ 1,795	\$ (14,055)
ECONOMIC DEVELOPMENT			
BOROUGH MATCH	115684	\$ 92,100	(23,584)
IMPROVEMENTS OTHER THAN BUILDINGS		-	-
	\$ 115,684	\$ 92,100	\$ (23,584)
PLANNER			
SALARIES - FULL TIME STAFF	\$ 54,546	\$ 38,960	(15,586)
INSURANCE - LIFE AND HEALTH	8,445	8,088	(357)
MEDICARE	1,582	565	(1,017)
PERS RETIREMENT CONTRIBUTION	12,000	8,571	(3,429)
SBS CONTRIBUTION	3,344	2,389	(955)
MAPPING	2,500	-	(2,500)
COMPUTER HARDWARE/SOFTWARE	5,500	-	(5,500)
TRANSPORTATION	5,000	3,950	(1,050)
REGISTRATION/TUITION	1,500	1,075	(425)
PER DIEM	3,100	2,500	(600)
LODGING	4,300	1,390	(2,910)
DUES AND FEES	500	595	95
MISCELLANEOUS EXPENSES	250	-	(250)
	\$ 102,567	\$ 68,083	\$ (34,484)
ILIAMNA DOCK REHAB			
ENGINEERING AND ARCHITECT	20750	\$ 12,000	(8,750)
IMPROVEMENTS OTHER THAN BUILDINGS	350000	481,699	131,699
	\$ 370,750	\$ 493,699	\$ 122,949
FISHERIES ADVISOR			
ADVISORY/CONSULTANT	\$ 45,000	\$ 45,000	-
TECHNICAL SUPPORT	-	4,525	4,525
TRANSPORTATION	1,000	-	(1,000)
LODGING	600	600	-
	\$ 46,600	\$ 50,125	\$ 3,525

EXHIBIT A to Ordinance 16-04

BOARD OF FISH			
OTHER PURCHASED SERVICES		\$ 160	160
RENTALS		2,178	2,178
OFFICE SUPPLIES		164	164
TRANSPORTATION		6134	6,134
STIPENDS		1000	1,000
PER DIEM		5565	5,565
LODGING		9,799	9,799
	\$ -	\$ 25,000	\$ 25,000
DONATIONS			
SAVAC DONATION	\$ 25,000		(25,000)
VISITORS CENTER LEASE	5,000	5,000	-
	\$ 30,000	\$ 5,000	\$ (25,000)
MANAGERS CONTINGENCY	10,000	10,000	-
OTHER FINANCING AND USES			
STATE REVENUE SHARING	180,800	\$ 180,800	-
BOROUGH REVENUE SHARING	175,000	175,000	-
TRANSFER TO CAPITAL PROJECTS FUND	-	80,000	80,000
TRANSFER CHIGNIK DOCK FUND	2,021,000	2,021,000	-
TRANSFER TO DEBT SERVICE	550,280	550,280	-
TRANSFER TO PERMANENT	150,000	209,094	59,094
TRANSFER TO WIND ENERGY	17,750	17,750	-
TRANSFER TO COMPONENT	1,347,423	1,347,423	-
TRANSFER TO VO-TECH/PRESCHOOL	154,000	154,000	-
	\$ 4,596,253	\$ 4,735,347	\$ 139,094

G. 2.
New Business
Ordinance 16-05
FY 2017 Budget

Hearing & Decision

Lake and Peninsula Borough
Regular Assembly Meeting
May 9, 2016



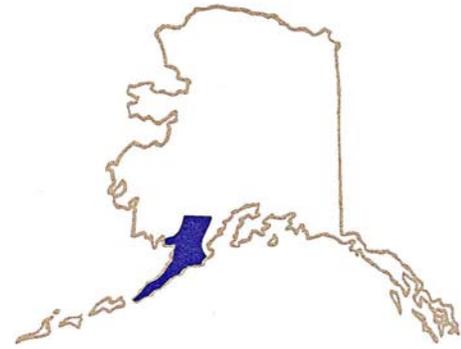
Lake and Peninsula Borough

P.O. Box 495

King Salmon, Alaska 99613

Telephone: (907) 246-3421

Fax: (907) 246-6602



PLEASE POST

PUBLIC HEARING NOTICE

ORDINANCE NO. 16-05

AN ORDINANCE ADOPTING THE LAKE AND PENINSULA BOROUGH OPERATING BUDGET FOR THE FISCAL YEAR BEGINNING JULY 1, 2016 AND ENDING JUNE 30, 2017 (FY-17).

The Lake and Peninsula Borough Assembly will hold a public hearing to solicit comments on the above referenced ordinance on **Monday, May 9, 2016 at 10:00 am** in the meeting room of the Lake and Peninsula School District at 101 Jensen Rd, King Salmon AK 99613. Interested members of the public are encouraged to attend. To participate you may submit written comments up to 24 hours prior to the hearing, or attend in person or call **1-866-339-5580 and enter the meeting number *2288317*** (star, two, two, eight, eight, three, one, seven, star) during the hearing. Copies of the proposed ordinance can be viewed at local village and city council offices, or at the Lake and Peninsula Borough offices in King Salmon, Alaska. For information contact Kate Conley at 907-246-3421 or 1-800-764-3421.

Note: Due to telephone service inconsistency inherent to rural Alaska, the Borough meeting may not always be available in all locations or audible.

**LAKE AND PENINSULA BOROUGH
ORDINANCE NO. 16-05**

AN ORDINANCE ADOPTING THE LAKE AND PENINSULA BOROUGH OPERATING BUDGET FOR THE FISCAL YEAR BEGINNING JULY 1, 2016 AND ENDING JUNE 30, 2017 (FY-17).

BE IT ENACTED by the Assembly of the Lake and Peninsula Borough that:

Section 1. Classification.

This is a Non-Code Ordinance.

Section 2. General Provisions.

The Lake and Peninsula Borough is authorized to receive revenues, make expenditures, and make changes in cash balances for the period beginning July 1, 2016 and ending June 30, 2017, in accordance with the "FY 17 BUDGET" in the amount of \$2,998,116 attached hereto as "Exhibit A" and incorporated herein by reference.

Section 3. Authorization and Appropriation.

The appropriations set forth in "Exhibit A" are adopted and authorized for the period beginning July 1, 2016 and ending June 30, 2017, and are the operating budget for that period.

The Manager is authorized to over expend or transfer funds between line items within functions or departments as needed provided that said transfers do not exceed 25% of the approved budget for that function or department. The manager is further authorized to exceed approved function or department budgets by up to 10% or a maximum of \$10,000 to address unanticipated circumstances. In no case shall the manager expend more funds in a given fiscal year than the amount authorized for the overall Operating Budget unless approved by the Assembly. New expenditures for activities not authorized herein, transfers between functions or departments which exceed the above authorization, transfers between the General Fund and other funds, or any other modifications to the approved budget must be done by ordinance and the normal budget amendment process.

Section 4. Effective Date.

This ordinance shall become effective upon enactment by the Borough Assembly.

ENACTED by a duly constituted quorum of the Lake and Peninsula Borough Assembly this 9th day of May, 2016.

IT WITNESS THERETO:

ATTEST:

Glen Alsworth Sr., Mayor

Kate Conley, Borough Clerk

Introduced: April 13, 2016

Public Hearing: May 9, 2016

Enacted:

Ayes:

Nays:

Not Voting:

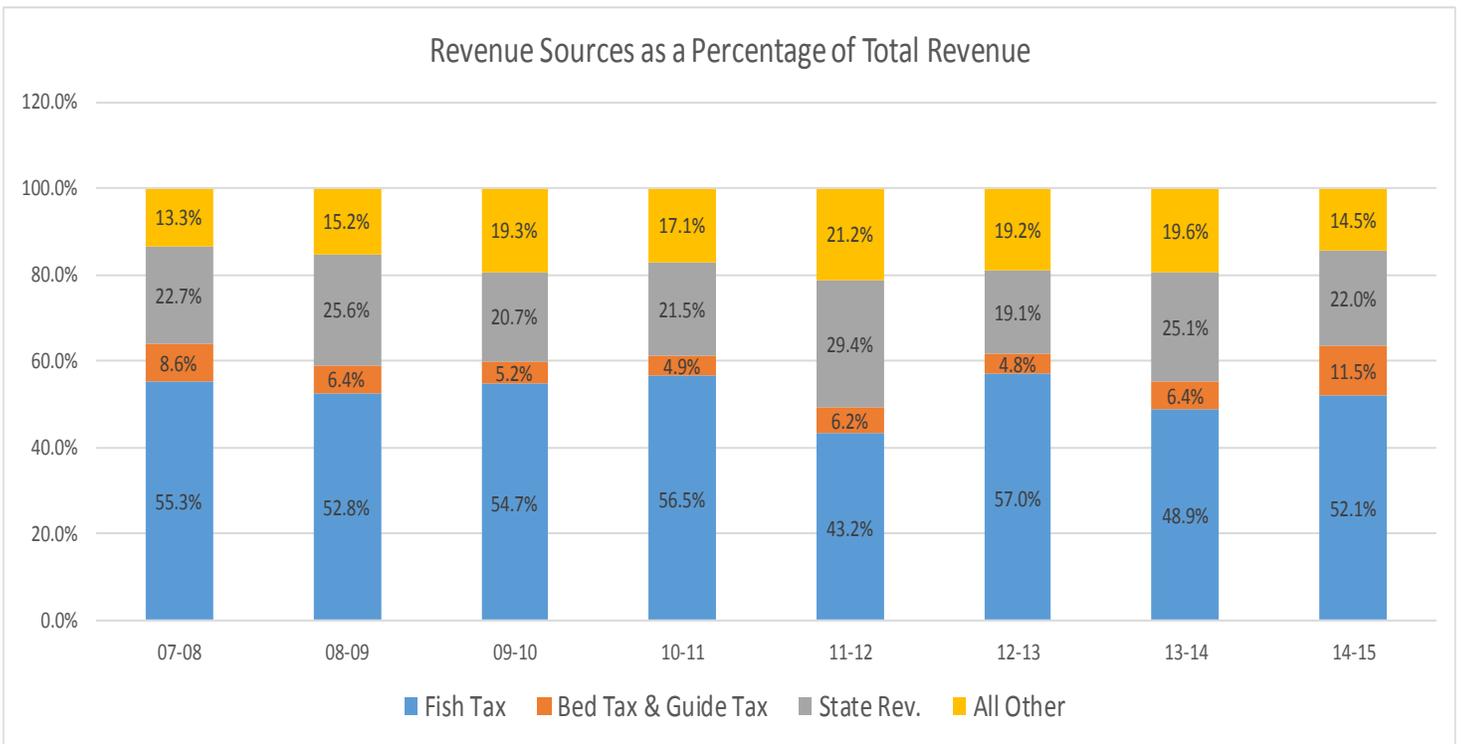
Absent:

FY 17 BUDGET

The budget for the coming year faces a continuation of the fiscal challenges of a predicted second year of poor fish prices, further cut to the State’s revenue sharing, as well as the continuing possible changes to State school funding. As the Legislature hasn’t completed the State budget, State sources of revenue as well as possible increases in the request for school funding in the following budget are subject to revision.

Revenue Sources

- Community Revenue Sharing Community revenue sharing from the state has averaged 23% of the borough’s yearly revenue. The State established this fund in 2008, and each year



on June 30, one-third of the amount available in the fund is withdrawn and distributed the following fiscal year with payments beginning in July. If the fund balance falls below \$60 million, no payments may be made from the fund. Each fiscal year, the legislature may appropriate to the community revenue sharing fund money received by the state during the previous calendar year. The amount may not exceed \$60 million or the amount that when

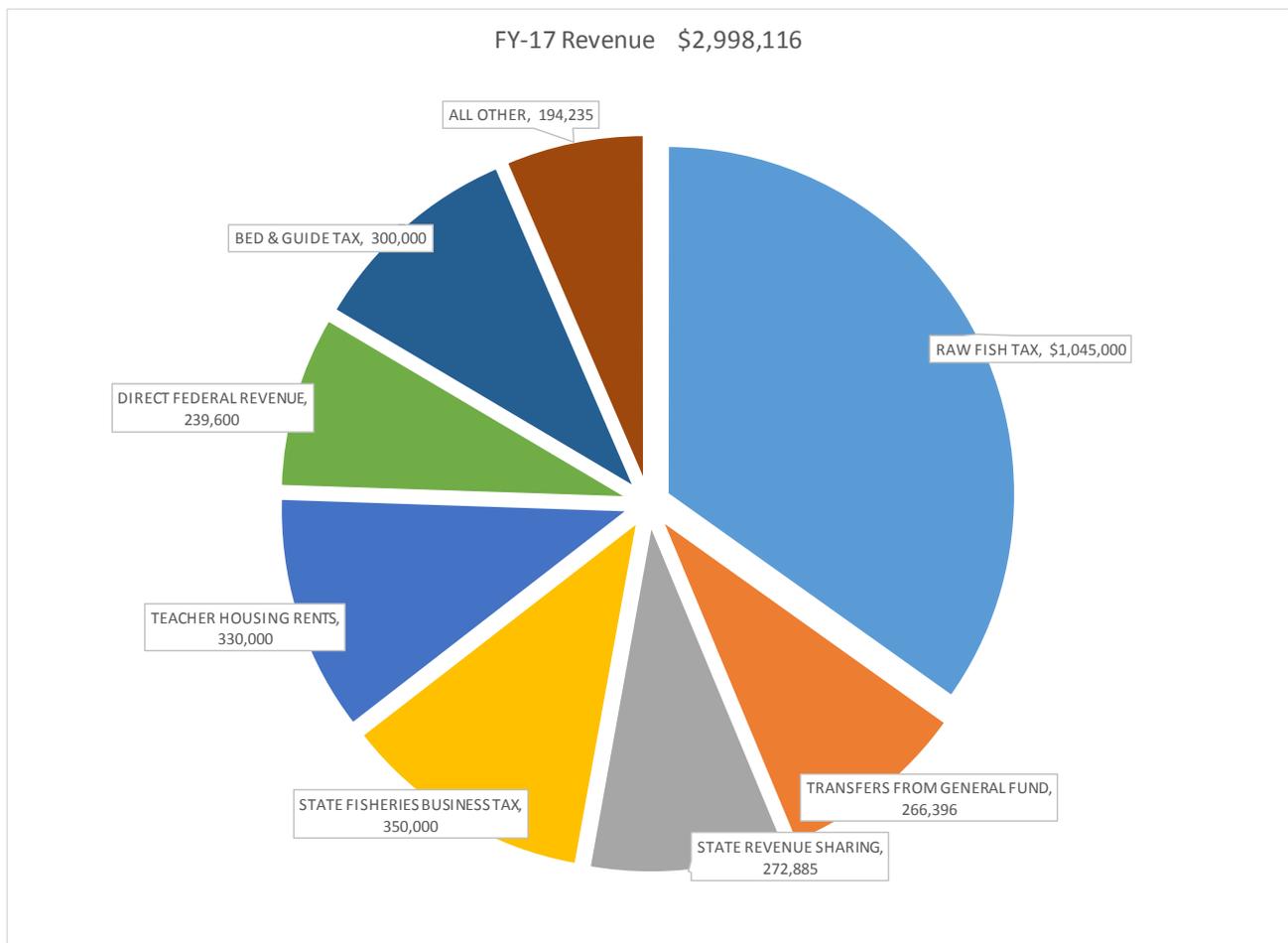
added to the fund equals \$180 million. However, this does not prevent the legislature from appropriating additional money for community revenue sharing payments. For example, the legislature appropriated an additional \$20 million in FY12 and an additional \$25 million in FY13 to help offset the rising cost of energy.

The State Community Revenue Sharing is currently in play in the Legislature, with the leading bill cutting revenue sharing by half this year and phasing it out completely by 2019. Current estimate by the State Department of Community and Economic Development for the borough's share is \$272.882, a decrease of \$290,505 down from 2016,

- Bed and Guide Tax Bed tax and Professional guide tax collections have increased as a percentage of total revenue from an average 6% to 11.5%, a significant increase but not sufficient in and of itself to make up shortfalls in other revenue streams. Additionally, because of how these taxes are structured, we cannot expect continued incremental growth in this tax revenue. I estimate that the maximum combined possible collection to average out to \$300k - \$325k annually.
- Fish Tax This is always the wild card when estimating revenue. While tourism can be estimated with in a statistical range, subject to the general economy of the lower 48, the salmon market is influenced by world economic factors. Demand for salmon in Asia, the size of the run, the additional world supply of salmon catches in foreign fisheries, the strength of the dollar, and so on. The conservative approach in budgeting for this revenue stream is to use the historical median.
- Other Revenues This is composed of Federal and other payments in lieu of taxes (PILT), State fisheries business tax sharing, land leasing, teacher housing rents, interest from investments, and other local revenue. A few notes about some of these revenues;
 - PILT Pebble payments have dropped from \$350k per year to \$100k last year, to nothing this year. Unless something completely untoward occurs in mining development, Pebble is no longer a factor as concerns borough revenue or expense.
 - Interest on investments Interest on investments is accounted for as revenue, this is not, per se, cash in the bank. Much of it is bond yield, so for example, we buy a \$100k five year bond with a 2% yield. We would buy the bond for \$82k, and over the life of the bond, would earn the \$18k difference. We don't realize

the earnings until we redeem the bond. Up until recently, the borough hasn't needed to tap our investments and all the earnings have been reinvested.

- **Transfers From General Fund** The last piece of the revenue picture is transfers from General Fund. This is the amount we need to take from savings to cover the shortfall between expected revenue and projected expenses. Like all most all the numbers in a budget for a future period, it is a “best guess”. If fish taxes are more than anticipated the transfer amount could go down, if there is an unanticipated expense, it could go up. What is certain is that we will need to draw on savings this year and barring any radical change to the economy, most likely to draw down on savings in future years as well.



Savings and Fund Balances

As was said above, the borough is fortunate to have saved for this rainy day and have substantial resources. That said, those resources are finite. Without a

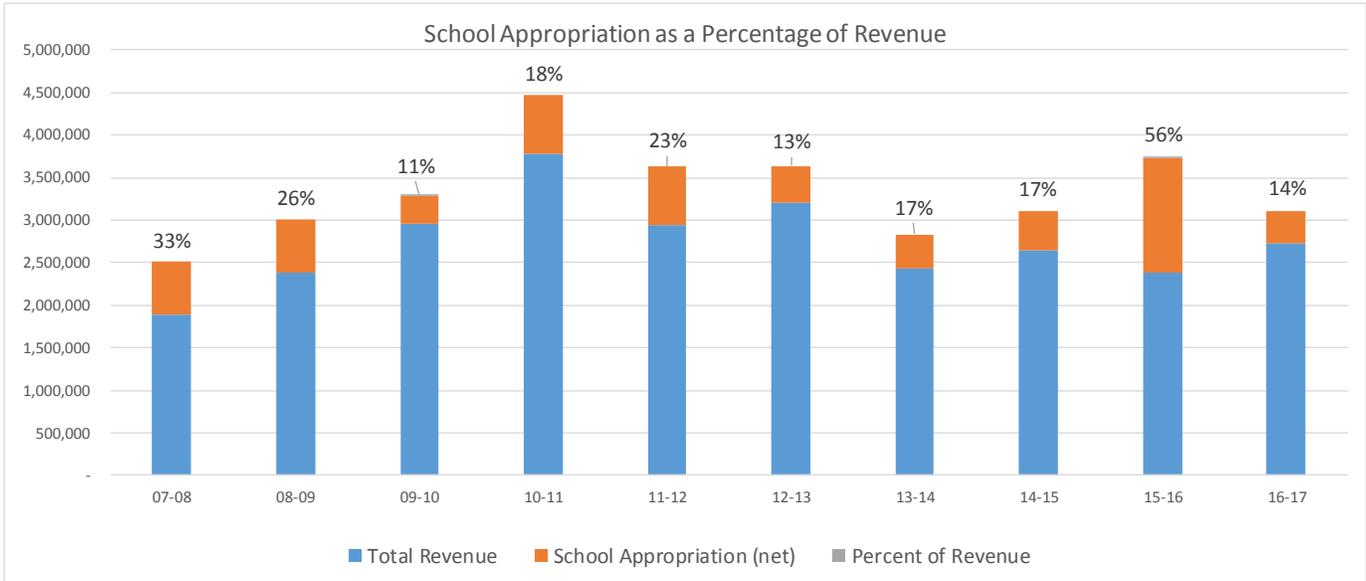
budget surplus, we are drawing down on our investments, lowering the earnings in our portfolio, and not reinvesting and taking advantage of higher yielding investments as the economy strengthens. Current balances are:

General Fund	\$ 3,852,735
Permanent Fund	7,061,548
School Endowment fund	6,587,573
Total Reserve Funds	<u>\$17,501,856</u>

The amount of savings allow the borough time to formulate in a thoughtful way how it wants to address uncertainties in revenues. One must, however, guard against complacency. The budgetary crisis that the state is experiencing is going to be with us for at least a decade and as we have seen, cuts to State support for schools and municipalities has a significant effect on borough finances. The FY-17 budget estimates a further \$884 thousand draw down of the fund balance.

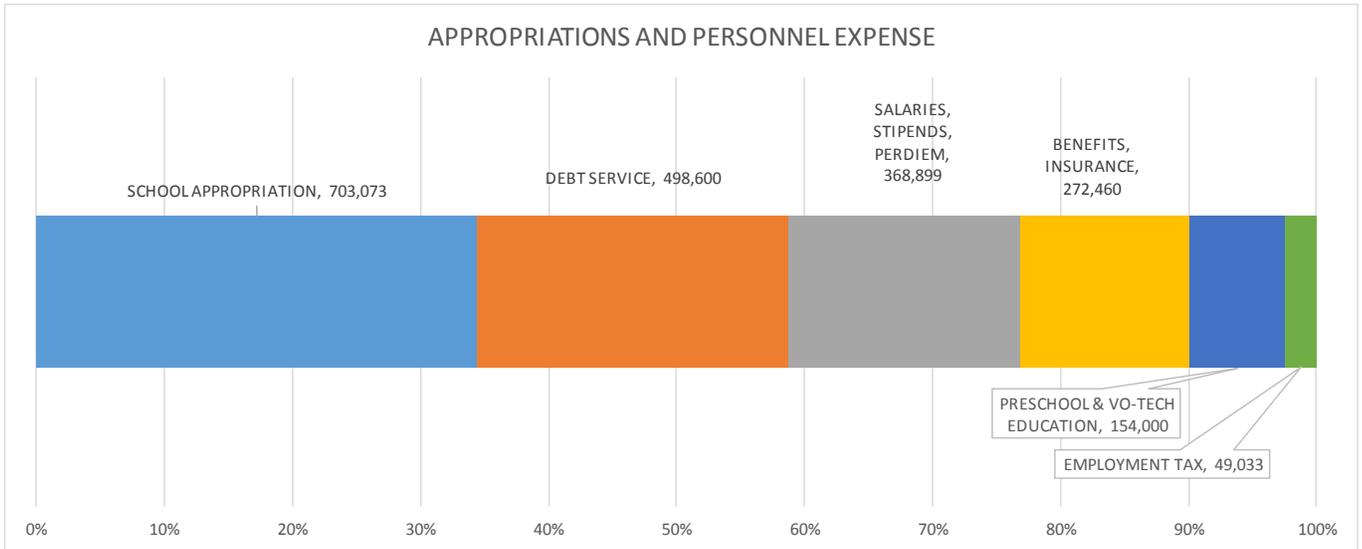
Outflows The budget expense consist of both obligated expenses and discretionary expenses. Of the obligated expenses, there are those that are set in their amount and timing such as debt service, and those for whom the amount of expense at the discretion of the Assembly, such as the appropriation for school support. The Assembly has complete discretionary control over appropriations and transfers to other funds such as the Capital Project Fund appropriation and Borough Revenue Sharing. Operating expenses are both obligatory and discretionary in that there is always going to be some expense in operational expense, the decision as to which are and are not priorities are up to Management and the Assembly. On the whole, the borough runs a pretty bare bones operation.

- **School Appropriation.** The single largest outflow of borough funds goes to support the school district. What has changed in the last year from prior budgets, and is expected to continue, is the proportion that outflow of funds is to total revenue. With cuts in State school support, the borough has stepped up its contribution in recognition of maintaining the ongoing progress and success in student achievement.



The effect of State budget cuts to educational support has meant that the proportion of the borough’s income spent on education by 165%. This being an election year, the consensus is that the Legislature won’t make further cuts to educational spending, but as one of the largest components of the State budget, it is going to be a likely target each legislative session for the foreseeable future.

- Debt Service This outflow of ~\$490,000 is going to be a set cost each year until 2032. Debt payments was 21% of FY-15 revenue and will be of similar proportion for FY-16 and FY-17.
 - Operational Expense Operational expenses of \$1,330,804 include debt payments, staff salaries, elected officials stipends and per diem, employment taxes and benefits, and appropriations for direct school support and school fund contributions.



- Outflows of \$937,911 are comprised of contractual expenses, legal fees, appropriations that are at the discretion of the Assembly, petty expenses, and contingency funds, expenses, and transfers.
 - Contractual expenses – this is expense includes consultants, contracted technical support and technology service and borough insurance. These are a combination of known and “per use costs.” These contracts are at the pleasure of the Manager and may be modified or terminated. These items comprise 17 ½ % of the total budget.

PROFESSIONAL SERVICES	74,000
INSURANCE	18,000
LOBBYIST	55,000
CONSULTANTS	69,000
	216,000

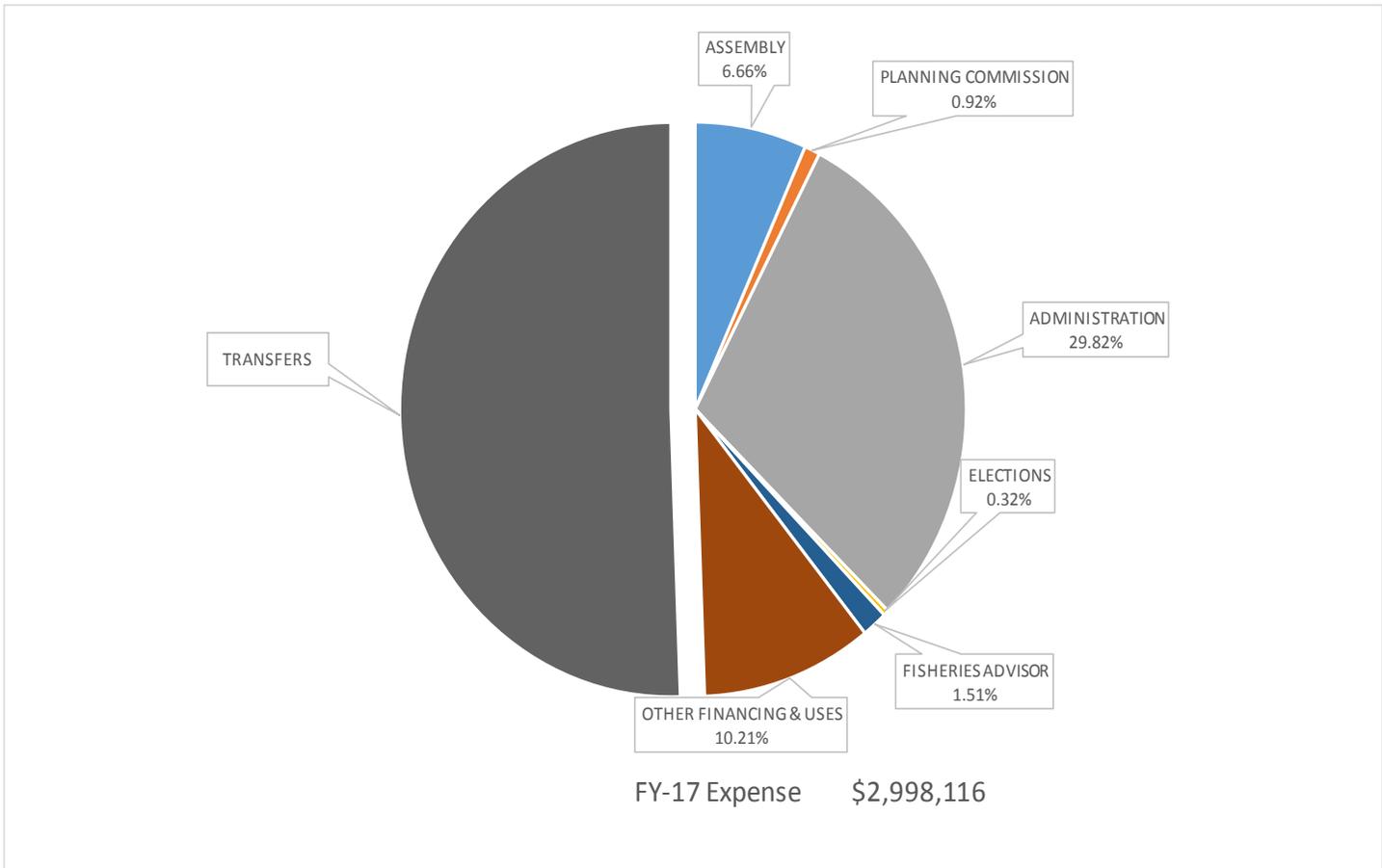
With the resolution of litigation surrounding Pebble, legal expenses are significantly reduced from prior years:

FY-14	FY-15	FY- 16 YTD
\$ 114,819	\$ 83,635	\$ 18,166

- Travel is a significant and necessary expense but is dependent upon the schedule of the Assembly and Planning Commission, and necessary staff travel. Significant changes have been made to control this expense. This budget line is 3.7% of total budgeted expense.

TRANSPORTATION	113,000
LODGING	21,250
	134,250

- o Contingency funds are budgetary place holders for expenses that may or may not occur, the manager’s contingency or donations, for example.
- o Petty expense are all per use costs; postage, utilities, office supplies, food for meetings, dues, registrations, and fees.



<u>SUMMARY BUDGET FY-17</u>	
RAW FISH TAX	\$ 1,045,000
TRANSFERS FROM GENERAL FUND	266,396
STATE REVENUE SHARING	272,885
STATE FISHERIES BUSINESS TAX	350,000
TEACHER HOUSING RENTS	330,000
DIRECT FEDERAL REVENUE	239,600
BED & GUIDE TAX	300,000
ALL OTHER	194,235
	<u>\$ 2,998,116</u>

<u>EXPENSE</u>	
ASSEMBLY	\$ 198,252
PLANNING COMMISSION	27,515
ADMINISTRATION	908,039
ELECTIONS	9,450
COMMUNITY/ECONOMIC DEVELOPMENT PLANNER	-
FISHERIES ADVISOR	45,000
OTHER FINANCING & USES	304,188
TRANSFERS	1,505,673
	<u>\$ 2,998,116</u>

Total Revenue from all sources	\$ 2,731,720
Total budgeted expense	2,998,116
Net Increase/(Decrease) in Fund Value	\$ (266,396)

BUDGET DETAIL

REVENUE

REVENUE	
RAW FISH TAX	\$ 1,045,000
BED TAX	150,000
PENALTIES & INTEREST	5,000
LICENSES AND PERMITS	5,000
PROFESSIONAL GUIDES	150,000
DEVELOPMENT PERMITS	1,500
LAND USE PERMITS	1,000
TEACHER HOUSING RENTS	330,000
LAND LEASE	50,000
INTEREST	40,000
MARKET GAIN/LOSS	40,000
OTHER LOCAL REVENUES	1,000
STATE REVENUE SHARING	272,885
STATE FISHERIES BUSINESS TAX	350,000
SOA SHARED FISH TAX	26,000
ELECTRIC AND TELEPHONE COOP	2,500
DIRECT FEDERAL REVENUE	239,600
OTHER FEDERAL	22,235
TRANSFERS FROM GENERAL FUND	266,396
	<u>\$ 2,998,116</u>

BUDGET DETAIL

EXPENSE

ASSEMBLY	
INSURANCE - LIFE AND HEALTH	\$ 96,793
MEDICARE CONTRIBUTION	165
PERS RETIREMENT CONTRIBUTION	770
SBS CONTRIBUTION	674
COMMUNICATIONS	1,500
RENTALS	500
FOOD	8,500
TRANSPORTATION	55,000
REGISTRATION/TUITION	500
STIPENDS	11,000
PER DIEM	14,000
LODGING	8,750
DUES AND FEES	100
TOTAL - ASSEMBLY	198,252
PLANNING COMMISSION	
MEDICARE CONTRIBUTION	62
SBS CONTRIBUTION	253
FOOD	3,200
TRANSPORTATION	13,000
STIPENDS	3,500
PER DIEM	3,500
LODGING	4,000
TOTAL - PLANNING COMMISSION	27,515

BUDGET DETAIL

EXPENSE

ADMINISTRATION	
SALARIES - FULL TIME STAFF	331,499
INSURANCE - LIFE AND HEALTH	72,432
MEDICARE CONTRIBUTION	4,807
PERS RETIREMENT CONTRIBUTION	81,217
SBS CONTRIBUTION	20,321
PERS SALARY FLOOR CONTRIBUTION	44,000
OTHER EMPLOYEE BENEFITS	2,500
AUDITING AND ACCOUNTING	24,000
LEGAL SERVICES	50,000
ADVERTISING	500
LOBBYIST	55,000
TECHNICAL SUPPORT	16,000
CONSULTANTS	34,000
MAPPING	7,500
ELECTRICITY	8,690
WATER AND SEWAGE	350
COMMUNICATIONS	6,552
INTERNET SERVICES	20,000
RENTALS	5,472
OFFICE EQUIPMENT	2,500
SITE REPAIR AND MAINTENANCE	5,000
INSURANCE AND BOND PREMIUMS	18,000
OFFICE SUPPLIES	4,500
COMPUTER HARDWARE/SOFTWARE	7,500
OFFICE RENTAL	3,400
POSTAGE	4,500
VEHICLE EXPENSE	2,500
TRANSPORTATION	45,000
REGISTRATION/TUITION	4,000
PER DIEM	5,400
LODGING	8,500
DUES AND FEES	5,700
DONATIONS	-
BANK FEES/CHARGES	4,200
TOTAL - ADMINISTRATION	908,039

BUDGET DETAIL

EXPENSE

ELECTIONS	
ADVERTISING	750
OFFICE SUPPLIES	7,500
POSTAGE	1,200
TOTAL - ELECTIONS	9,450
FISHERIES ADVISOR	
ADVISORY/CONSULTANT	45,000
OTHER FINANCING & USES	
LEASE - KSVC	5,000
MANAGERS CONTINGENCY	10,000
STATE REVENUE SHARING	87,688
BOROUGH REVENUE SHARING	175,000
SHARED FISHERIES BUSINESS TAX	26,500
TOTAL - OTHER FINANCING & USES	304,188
TRANSFERS	
TRANSFER TO OTHER FUNDS	100,000
TRANSFER TO DEBT SERVICE	498,600
TRANSFER TO PERMANENT FUND	150,000
TRANSFER TO COMPONENT UNIT	703,073
TRANSFER TO VO-TECH PROGRAM	54,000
TOTAL - TRANSFERS	1,505,673
TOTAL - ALL EXPENSES	<u>\$ 2,998,116</u>

**G. 3.
New Business
Ordinance 16-06
Lease with Hurley**

Introduction

**Lake and Peninsula Borough
Regular Assembly Meeting
May 9, 2016**

**LAKE AND PENINSULA BOROUGH
ORDINANCE 16-06**

AN ORDINANCE AUTHORIZING A TRANSFER AND FIVE YEAR LEASE OF REAL PROPERTY CONTAINING 1.0 ACRES MORE OR LESS THOMAS FOUNTAIN AND KYLE HURLEY FOR THE OPERATION OF A COMMERCIAL SET NET OPERATION.

WHEREAS, the Lake and Peninsula Borough owns a 1.00 acre parcel of land located at North Coordinates: 58,13, 55, 39 West Coordinates: 157,21,40,71, Township 22 South, Range 49 West, Section 30, Seward Meridian, Alaska ("the Property"); and

WHEREAS, Thomas Fountain and Kyle Hurley has been operating a commercial set net operation at this site; and

WHEREAS, Representatives of Lake and Peninsula Borough have inspected the property and observed that Thomas Fountain and Kyle Hurley has demonstrated extemporary care and stewardship of this land; and

WHEREAS, Thomas Fountain and Kyle Hurley has submitted a completed lease application and is ready to fulfill all terms set forth by Borough Code 6.80.260; and

THEREFORE BE IT ENACTED by the Assembly of the Lake and Peninsula Borough that:

Section 1. Classification.

This is a Non-Code Ordinance.

Section 2. General Provisions.

The Assembly finds that issuing a 5-year lease located at North Coordinates North Coordinates: 58,13, 55, 39 West Coordinates: 157,21,40,71, Township 22 South, Range 49 West, Section 30, Seward Meridian, Alaska, containing 3.0 acres, more or less, to Robert and William Johnson is in the best interest of the Borough. A copy of the completed lease application is attached to this Ordinance as Exhibit "A." The Assembly hereby approves the issuance of a 5-year lease to Thomas Fountain and Kyle Hurley for the operation of a set net site for a 5-year term.

Section 3. Rental Rate.

The Assembly determines that it is not cost efficient or practical to obtain an appraisal under Borough Ord. 6.80.140 to determine the fair rental value of the Property. By the best estimate the Borough can obtain, the approximate fair rental value of the Property is \$1000 per year. Based upon the Borough's experience, the cost of obtaining an appraisal of the property would be significantly greater than the annual rent. Therefore the foregoing rental rate was determined by examining lease rates charged by the Borough for similar commercial activities on similar properties inside the Borough.

Section 4. Authorization.

The Lake and Peninsula Borough Assembly authorizes the Borough Manager to sign a lease and all other documents deemed necessary to finalize a lease in accordance with Chapter 6.80 of Lake and Peninsula Borough Code.

Section 5. Effective Date.

This ordinance shall become effective upon enactment by the Borough Assembly.

ENACTED by a duly constituted quorum of the Lake and Peninsula Borough Assembly this 20th day of May, 2016.

IT WITNESS THERETO:

ATTEST:

Glen Alsworth Sr., Mayor

Kate Conley, Borough Clerk

Introduced: May 9, 2016

Public Hearing: May 20, 2016

Enacted:

Ayes:

Nays:

Not Voting:



Lake and Peninsula Borough

P.O. Box 495
King Salmon, Alaska 99613

Telephone: (907) 246-3421
Fax: (907) 246-6602



APPLICATION FOR A LEASE

Applicant

Name:	Thomas Fountain / Kyle Hurley		
Company Name:	F3H Fishing LLC		
Address:	507 Topeka Road Kelso WA 98626		
Telephone:	360.907.9506	Cell:	Same
Email:	thomas.fountain.#@gmail.com		
Web Site:	N/A		

New Lease Renewal

Has the applicant ever registered either as a business or guide in the LPB?
LPB Registration #: NO

Land Location

Seward Meridian:

Section	Township	Range
30	T22S	R49W
GPS Coordinates:	58.13.55.39N 157.21.40.71W	

A right to encumber is / is not requested.

Purpose of Lease

Commercial Set NET

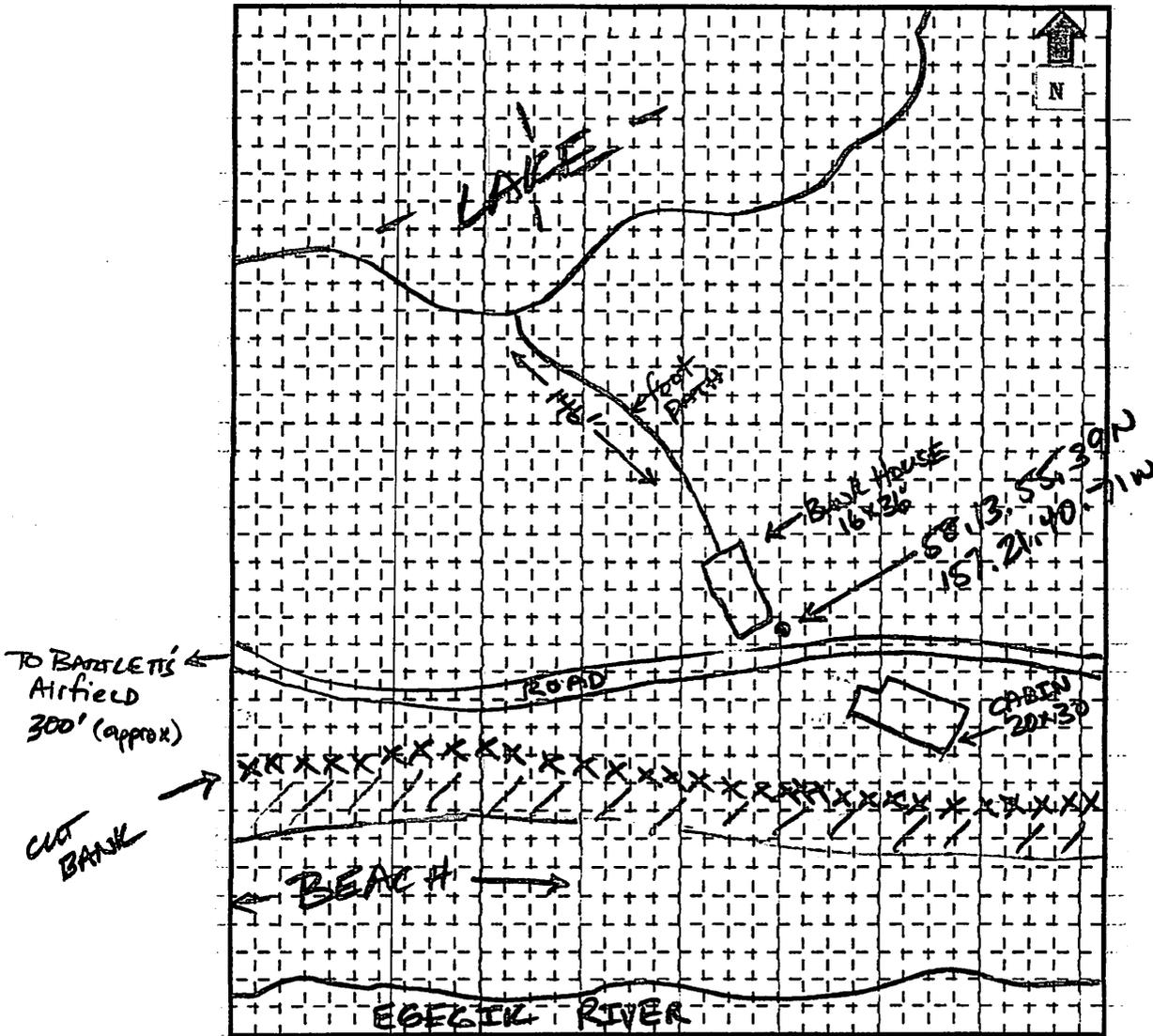
Structures on Leased Property

Structure Name	Length	Width
Bunk House	36	16
CABIN	30	20

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• Nonalton • Pedro Bay • Perryville • Pilot Point • Pope Vannoy • Port Alsworth • Port Heiden • Ugashik



Lake and Peninsula Borough



Scale: 1 inch = 35 feet

Instructions:

- Draw all lines and structures to scale
- Draw in the property lines with dimensions
- Draw in all existing and planned structures with dimensions
- Draw in existing/planned roads, trails, foot paths on property
- Draw in all water bodies in proximity and/or indicate approximate distance from property line
- Write in the scale at the bottom of the drawing

Is the land within 100' of an anadromous (salmon spawning) stream? Yes No

Chignik Bay • Chignik Lagoon • Chignik Lake • Egegik • Igiugig • Iliamna • Ivanof Bay • Kokhanok • Levelock • Newhalen
Nunakut • Pedro Bay • Pampullik • Pilot Point • Pope Vannoy • Port Alsworth • Port Heiden • Ugashik



Lake and Peninsula Borough



Schedule of Fees and Rents per LPB Resolution 06-07

Application Fees	Temporary Use	New Lease	Renewal
Conservational / Recreational	\$10	\$50	\$10
Commercial	\$50	\$150	\$50
Government	\$100	\$200	\$50
Institutional	\$100	\$100	\$50
Light Industrial / Resource Management	\$150	\$200	\$100
Residential/Settlement	\$50	\$150	\$100
Utility/Transportation	\$100	\$200	\$50
Waste Handling	\$200	\$250	\$150

Land Use Fee / Lease Lease price is for the first acre. Additional acreage lease: \$300/each acre or part thereof.	Temporary Use	Annual	5-Year
Conservational / Recreational	\$50	\$200	\$1000
Commercial	\$100	\$1000	\$1000
Government	\$100	\$200	\$50
Institutional	\$100	\$100	\$50
Light Industrial / Resource Management	\$150	\$200	\$100
Residential/Settlement	\$50	\$150	\$100
Utility/Transportation	\$100	\$200	\$50
Waste Handling	\$200	\$250	\$150

The Manager will propose a new fee schedule to the Assembly every five years, based on experience with administration and inflation.

Heavy Industrial Use and Mineral Extraction

The Assembly will consider permits, fees and leases on a case by case basis.

Lease Terms and Conditions Per LPB Code 6.80.260, General Conditions

Term.

New Lease: Five Years

Renewal: Up to 25 years, with rent amount reviewed every five years. Longer lease terms are at the discretion of the Assembly.

Amount of Guarantee: Applicants are required to obtain a performance guarantee in either cash/bond equal to one annual payment

Chignik Bay • Chignik Lagoon • Chignik Lake • Egegik • Igiugig • Ilamna • Ivanof Bay • Kokharok • Levetock • Newhalen
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Lake and Peninsula Borough



Insurance

Insurance is required for any commercial use of borough land. Upon approval, and thereafter on each anniversary date for the term of the lease, the Applicant will provide the Borough proof of insurance coverage at a minimum of:

General Commercial Liability	Each Occurrence:	\$300,000
	Damage to Premises:	\$50,000
	Medical Expenses (any one Person)	\$5,000
	Personal and Advance Injury	\$300,000

Indemnification

Applicant shall defend, indemnify and hold harmless the Lake and Peninsula Borough, its employees and agents from and against any and all suits, claims, actions, losses, costs, penalties and damages of whatever kind of nature including all attorney fees and litigation costs, arising out of, in connection with or incidental to any act or omission by Applicant, its employees, agents, guests, contractors, subcontractors or licensees unless the sole proximate cause of the injury or damage is the negligence or willful misconduct of the Borough or anyone acting on the Borough's behalf. Within 15 days Applicant shall accept any such cause or action or proceeding upon tender by the Borough. This indemnification shall survive the expiration or termination of this lease or permit.

Acceptance of Conditions. Applicant, by signing this application accepts full knowledge of the ordinances of the Lakes and Peninsula Borough and agrees to abide thereby, including amendments thereto, in the administration of the interest conveyed to applicant by the borough under this application. All conveyances or grants of interest are made under the ordinances of the Lakes and Peninsula Borough and in the event of a conflict between this application and any conveyance made hereunder and the ordinances of the Lakes and Peninsula Borough, the ordinances govern. Applicant also acknowledges that any lease is subject to state and federal regulation and restrictions, and agrees to keep itself informed as to the nature of those laws, regulations and restrictions, and to abide in all ways with those laws, regulations and restrictions.

Stewardship. The lessee is obligated to be a steward for this region by maintaining the pristine environment and by **keeping written notation of complaints** from concerned parties visiting the region and by forwarding such complaints to the borough. The lessee shall not impede access to traditional trails or waterways and shall not obstruct any landing strip, except when it is deemed unsafe by the lessee, or closed for regular maintenance. The ability of all users to use or access state, borough or other public land or waters adjacent to or surrounding the leased premises must not be restricted in any manner. However, the lessee may restrict access to the leased property and grounds directly around the buildings site for security of buildings, resources, equipment, supplies and for the privacy of clients. The borough may give notice of particulars of sanitation, etc., which bind the applicant. The applicant is allowed to bury up to 10 gallons of pulverized glass and incinerator ash on site yearly, provided the vegetation above the pit is restored to the original condition.

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• Nondalton • Pedro Bay • Perryville • Pilot Point • Pope Vannoy • Port Alsworth • Port Heiden • Ugashik



Lake and Peninsula Borough



Inspections: Representatives and personnel of the Lake and Peninsula Borough and other interested state agencies may inspect the leased area at any time. Non-compliance determinations will subject the site to re-inspection. Lessee will be assessed the actual expenses incurred by the Borough for re-inspection. A non-compliance determination occurs when a lessee is found to be in violation of the lease and has not remedied that violation, or if there is a reported violation that is substantiated by a site visit.

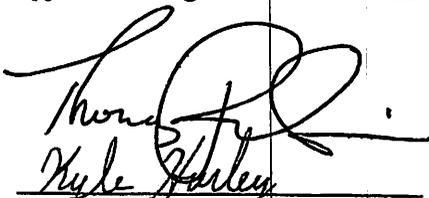
Modification of Agreements. The Borough reserves the right to modify any lease or permit whenever required to meet emerging environmental circumstances. The lessee will be advised before any such modifications or additions are finalized. Any correspondence on this lease or permit may be directed to the Lake and Peninsula Borough Manager, PO Box 495, King Salmon, AK 99613, telephone (907) 246-2341.

Land use is regulated under chapter 6.80 of the Lake and Peninsula Borough Code and any other provision of the borough ordinances as they are now or as they may be amended. General Conditions from 6.80.260

Process

Upon receipt of the completed application and application fee, the application will go before the Borough Assembly for review and approval by ordinance. Once approved by the Assembly, the applicant will be mailed a lease to sign. When signed and returned with first years rent payment, bond or cash guarantee, and proof of insurance, the Borough will sign the lease to be in full and binding effect. Lessee will receive from the Borough a copy of the application, signed lease, and ordinance for their records.

I have read and understand all of the foregoing and attached stipulations. By signing this lease application, I agree to the terms and conditions of this lease when issued except price.



Signature of Applicant or
Authorized Representative



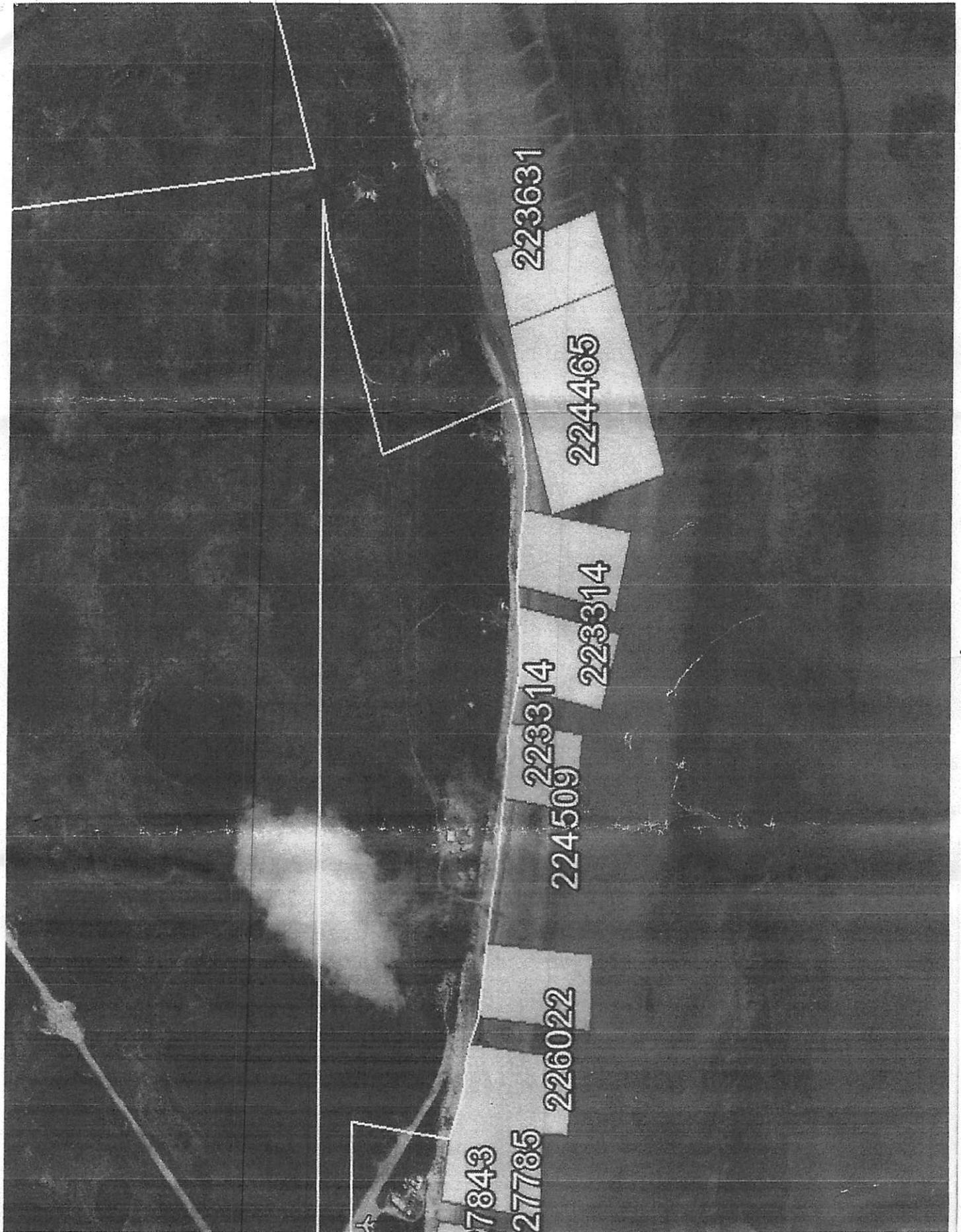
Title UC



Application Date

Application fee enclosed: \$ 150⁰⁰

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• Nondalton • Pedro Bay • Perryville • Pilot Point • Pope Vannoy • Port Alsworth • Port Heiden • Ugashik



The Sea-Mountain Group

Policy of Insurance: Set Net Singleton

Policy Number: SMI30917-000

Policy Period: From: Friday June 12, 2015, Noon Standard Time at Place of Insurance
To: Sunday June 12, 2016, Noon Standard Time at Place of Insurance

Named Insured: Kyle Hurley & Tom Fountain, DBA F & H Fishing LLC
507 Topeka Road, Kelso, WA 98626

Loss Payee: Name Insured and:
1. Assured and/or Order,



In consideration of the premium hereinafter stated, the various companies name herein, severally but not jointly, do hereby insure the assured named herein, for the amounts and proportions, set opposite their respective names. All subject to the terms and condition of the forms and endorsement attached herein:

- Vessel:** 1. Skiff 1 4989 23 Raider Aluminum GAS - AK04039AJ
2. SKIFF II 1989 23 Raider Aluminum GAS - AK4036AJ

Coverage	Limit	Deductible	Rate	Premium
Hull & Machinery	\$24,000.00	\$1,500.00	agreed	\$780.00
Protection & Indemnity	\$500,000.00	\$2,500.00	agreed	\$1,200.00
*Public Liability/Property Damage Deductible		\$5,000.00		
Hull & Machinery (2)	\$19,000.00	\$1,500.00	agreed	\$618.00
Protection & Indemnity (2)	\$500,000.00	\$2,500.00	agreed	\$1,200.00
*Public Liability/Property Damage Deductible		\$5,000.00		
Grand Total				\$3,798.00

Trading Warranty

Warranted vessel employed in the Commercial Set Net Industry, and confined to within a five (5) mile radius of the Set Net site located in Egegik, AK. Permission is granted for occasional trips within the warranted operating area to pick up/Drop off small supplies.

Lay-up Warranty

Warranted the insured vessel shall be laid-up during the period from o/a 7/17., to o/a 6/14., but with permission to move within the port of lay-up for service and fueling.

Crew Warranty

It is understood and agreed that the premium for this policy is based on a maximum of FIVE (5) hired crew at any time. The crew schedule is as follows:

Warranted not to exceed: FIVE (5) hired crew for 30 consecutive days o/a June 14h to o/a July 17th. Permission is granted for the crew to rotate between the vessels.

The assured is obligated to report any increase in number of hired crew immediately upon being advised or aware of same. Or held covered, subject to an Additional Premium, if any, as agreed to by Underwriters per held covered clause within.

Operator Warranty

Warranted that during such times as the vessel is operating, the named assured Kyle Hurley and Tom Fountain shall be aboard unless specifically otherwise agreed to, in writing, by this company. Permission is granted for one (1) qualified crew to operate the vessels for the sole purpose of picking up/dropping off supplies, and subject to crew man having prior operating experience making similar trips with no losses. However, if, in the event of illness or other unforeseen emergency, the named operator shall be required to leave the vessel during the operating season, the vessel may continue to operate for a period not to exceed eight days during the absence of the named assured providing prompt notice is given to the underwriters of the circumstances requiring such action.

Additional Warranty

It is understood and agreed that in regards to any Machinery or it's appurtenances this Policy shall not respond for any claim for loss, damage or expense resulting from wear and tear, gradual deterioration or inherent vice.

Additional Warranty

It is warranted agreed and understood that this company shall not be liable beyond the actual cash value of the GAS ENGINE described herein at the time any loss or damage occurs with proper deduction for depreciation however caused, and shall in no event exceed what it would then cost to repair or replace the same with like kind and quality.

U.S. Coast Guard Regulations

It is a condition of the Insurance that the Insured is in compliance with all U.S. Coast Guard regulations pertaining to the vessel and its intended operations and area of service.

**G. 4.
New Business
Ordinance 16-07
Elections Code Changes**

Introduction

**Lake and Peninsula Borough
Regular Assembly Meeting
May 9, 2016**



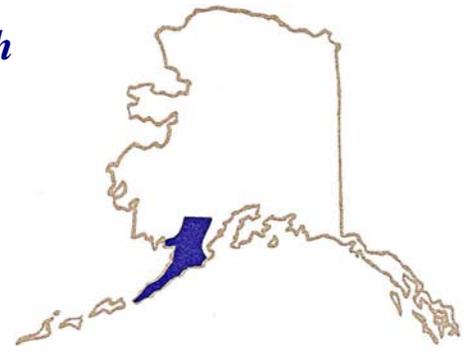
Lake and Peninsula Borough

P.O. Box 495

King Salmon, Alaska 99613

Telephone: (907) 246-3421

Fax: (907) 246-6602



Date: May 2, 2016
To: Mayor and Assembly
From: Kate Conley, Borough Clerk
Re: Ordinance 16-07

Ordinance 16-07 proposes to change the date that the Canvass Committee will meet. This will, in effect, give the voters an extra seven days for their ballots to be received in King Salmon. Voters currently have thirteen days, and this will give the ballots 20 days to arrive.

Because this needs to be published, I am proposing we have a special Assembly meeting on the 20th via teleconference for a public hearing and decision.

**LAKE AND PENINSULA BOROUGH
ORDINANCE NO. 16-07**

**AN ORDINANCE AMENDING BOROUGH CODE SECTION 4.40.020 AND 4.40.070 TO
CHANGE THE TIMETABLE FOR THE GENERAL ELECTION**

WHEREAS, the Lake and Peninsula Borough has a general policy to conduct the municipal election by US Mail whenever possible (4.10.020); and

WHEREAS, the Borough Code states the Borough should preserve the highest practicable standards of electoral practices (4.10.010 (B)); and

WHEREAS, LPB code 4.40.020 provides for the Canvassing Committee meeting on the Monday prior to the third Tuesday in October, thus giving the voters twelve (12) days from election day for the US Postal Service to deliver the ballots;

WHEREAS, completed ballots have been received from voters in the Lake and Peninsula offices after the Canvass Committee and those ballots could not be opened and counted; and

Therefore, **BE IT ENACTED** by the Assembly of the Lake and Peninsula Borough that:

Section 1. Classification.

This is a Code Ordinance.

Section 2. General Provisions.

1. Borough Ordinance 4.20.020(A) is amended to read:
Unless the Assembly provides otherwise by ordinance, the Canvassing Committee shall consist of the Borough Assembly, excluding any Assembly members who are standing for election or re-election. The Canvassing Committee will meet the Monday prior to the ~~third~~ fourth Tuesday in October and canvass all absentee and challenged ballots executed in the election. The canvass may be postponed from day to day for cause but not exceeding five days in total, except that if the Canvassing Committee issues subpoenas under §4.40-040(B)(5), the five day interval shall not start to run until there has been compliance with those subpoenas.

Section 3. Effective Date.

This ordinance shall become effective upon enactment by the Borough Assembly.

ENACTED by a duly constituted quorum of the Lake and Peninsula Borough Assembly this 20th day of May, 2016.

IT WITNESS THERETO:

ATTEST:

Glen Alsworth Sr., Mayor

Kate Conley, Borough Clerk

Introduced: May 9, 2016
Public Hearing: May 20, 2016
Enacted:
Ayes:
Nays:

Not Voting:
Absent:

**G. 5.
New Business
Resolution 16-11
School District Budget**

**Lake and Peninsula Borough
Regular Assembly Meeting
May 9, 2016**

**LAKE AND PENINSULA BOROUGH
RESOLUTION 16-11**

A RESOLUTION ACCEPTING AND APPROVING THE ANNUAL OPERATING BUDGET OF THE LAKE AND PENINSULA BOROUGH SCHOOL DISTRICT FOR THE FISCAL YEAR BEGINNING JULY 1, 2016 AND ENDING JUNE 30, 2017 (FY 17), AND PROJECTING THE AMOUNT OF MONEY TO BE MADE AVAILABLE FROM BOROUGH REVENUES FOR SCHOOL PURPOSES DURING THAT FISCAL YEAR.

WHEREAS, Article VIII, Section 8.03 of the Lake and Peninsula Borough Charter requires that the Lake and Peninsula Borough School District approve an annual budget and submit it to the Borough Assembly for final action, and

WHEREAS, Section 14.14.060 (C) of the Alaska Statutes, provides that a school district within a borough shall submit the district budget for the following school year to the Borough Assembly by May 1 for approval of the total amount of budgeted revenues and expenditures, and

WHEREAS, the Statutes provide further that, within 30 days after receipt of the budget, the Assembly shall determine the total amount of money to be made available from local sources for school purposes and shall furnish the School Board with a statement of the sum to be made available, and

WHEREAS, the School District submitted its proposed annual budget to the Borough office on April 25, 2016 and the requested local contribution was reviewed and approved by the Borough Assembly on May 9, 2016.

NOW THEREFORE BE IT RESOLVED, that the annual operating budget submitted by the School District for FY 2017 is hereby approved, and

BE IT FURTHER RESOLVED, that the amount to be made available from the Lake and Peninsula Borough for school purposes in FY 2017 is \$1,347,423.00, which shall be appropriated in the Borough's annual Operating Budget to be adopted no later than June 1, 2016.

PASSED AND APPROVED, by a duly constituted quorum of the Lake and Peninsula Borough Assembly this 9th day of May, 2016.

IN WITNESS THERETO:

Glen Alsworth Sr., Mayor

ATTEST:

Kate Conley, Borough Clerk

**Alaska Department of Education and Early Development - School Finance
FY2017 School Operating Fund Budget Summary**

Lake and Peninsula
District Name

Beginning Fund Balance: July 1, 2016 (Subject to 10% Limit per AS 14.17.505(a))	<u>\$1,480,532</u>
(Excluded from the 10% Limit)	<u>\$2,258,577</u>
Total Beginning Fund Balance	<u>\$3,739,109</u>

Revenue

010 City/Borough Appropriations	(1) <u>\$1,347,423</u>	
030 Earnings on Investments	(2) <u>30,000</u>	
040 Other Local Revenues	(3) <u>398,133</u>	
041 Tuition from Students	(4) <u>0</u>	
042 Tuition - Other Districts	(5) <u>0</u>	
047 E-Rate Program	(6) <u>1,825,935</u>	
050 State Sources	(7) <u>9,867,903</u>	
100 Federal Sources - Direct	(8) <u>817,901</u>	
150 Federal Sources - Through the State	(9) <u>194,225</u>	
190 Federal Sources - Other Agencies	(10) <u>0</u>	
250 Transfers From Other Funds	(11) <u>0</u>	
Total Revenue		<u>\$14,481,520</u>

Expenditures

100 Instruction	(12) <u>\$5,064,596</u>	
200 Special Education Instruction	(13) <u>891,322</u>	
220 Special Education Support Services	(14) <u>197,728</u>	
300 Support Services - Students	(15) <u>124,630</u>	
350 Support Services - Instruction	(16) <u>2,983,663</u>	
400 School Administration	(17) <u>694,469</u>	
450 School Administration Support Services	(18) <u>57,747</u>	
510 District Administration	(19) <u>633,433</u>	
550 District Administration Support Services	(20) <u>532,295</u>	
600 Operations and Maintenance of Plant	(21) <u>2,604,974</u>	
700 Student Activities	(22) <u>471,795</u>	
780 Community Services	(23) <u>0</u>	
900 Other Financing Uses	(24) <u>400,000</u>	
Total Expenditures		<u>\$14,656,652</u>

Ending Fund Balance: June 30, 2017 (Subject to 10% Limit per AS 14.17.505(a))	<u>\$1,305,400</u> **
(Excluded from the 10% Limit)	<u>\$2,258,577</u>
Total Ending Fund Balance	<u>\$3,563,977</u>

** Must be greater than or equal to zero

**Minimum Expenditure for Instruction Calculation
AS14.17.520 & 4 AAC 09.115**

Total Instructional Expenditures (Functions 100-400)	(a) <u>\$9,956,408</u>
Total Expenditure Codes (Functions 100-780)	(b) <u>\$14,256,652</u>
Total Instructional Expenditures (a) divided by Total Expenditures (b)	<u>70%</u>

**Alaska Department of Education and Early Development - School Finance
FY2017 School Operating Fund Budget Revenues**

Lake and Peninsula
District Name

010 City/Borough Appropriations

	Amount	
011 City/Borough Direct Appropriation	<u>1,347,423</u>	
012 City/Borough "In-Kind"		
<u>(detail descriptions & dollar amts required for in-kind)</u>		
<u>In-Kind is a required code and must be presented separately</u>		
<u>or budget will be returned.</u>		
<u> </u>		
<u> </u>		
Total City/Borough Appropriations		<u><u>\$1,347,423</u></u>

Transferred to (1) on page 2

030 Earnings on Investments

030 Earnings on Investments	<u>30,000</u>	
Total Earnings on Investments		<u><u>\$30,000</u></u>

Transferred to (2) on page 2

040 Other Local Revenues

040 Other Local Revenues - Identify:		
<u>(provide detail descriptions & dollar amts for local revenues)</u>		
<u>Rents and other</u>	<u>398,133</u>	
<u> </u>		
<u> </u>		
<u> </u>		
Total Other Local Revenues		<u><u>\$398,133</u></u>

Transferred to (3) on page 2

041 Tuition from Students

041 Tuition from Students		
Total Tuition from Students		<u><u>\$0</u></u>

Transferred to (4) on page 2

042 Tuition - Other Districts

042 Tuition		
Total Tuition - Other Districts		<u><u>\$0</u></u>

Transferred to (5) on page 2

047 E-Rate Program

047 E-Rate Program Revenue	<u>1,825,935</u>	
Total E-Rate Program		<u><u>\$1,825,935</u></u>

Transferred to (6) on page 2

**Alaska Department of Education and Early Development - School Finance
FY2017 School Operating Fund Budget Expenditures**

Lake and Peninsula

District Name

<i>Function 100 Instruction</i>	Amount	Personnel FTE
Salaries		
310 Certificated Salaries	<u>2,210,000</u>	<u>37.00</u>
320 Non-Certificated Salaries	<u>488,000</u>	<u>18.20</u>
Total Salaries	<u>\$2,698,000</u>	
Employee Benefits		
360 Employee Benefits	<u>1,398,711</u>	
380 Housing Allowance/Subsidy	<u>300,300</u>	
390 Transportation Allowance	<u>29,000</u>	
Total Employee Benefits	<u>\$1,728,011</u>	
Total Salaries & Employee Benefits	<u><u>\$4,426,011</u></u>	
Non-Personnel		
410 Professional and Technical Services	<u>25,000</u>	
419 Chief Administrator Contract Services	<u></u>	
420 Staff Travel	<u>60,000</u>	
425 Student Travel	<u>90,000</u>	
430 Utility Services	<u>218,895</u>	
435 Energy	<u></u>	
440 Other Purchased Services	<u></u>	
445 Insurance and Bond Premiums	<u></u>	
450 Supplies, Materials and Media	<u>242,690</u>	
480 Tuition and Stipends	<u></u>	
490 Other Expenses - Identify:		
Dues & Fees	<u>2,000</u>	
	<u></u>	
	<u></u>	
510 Equipment	<u></u>	
Total Non-Personnel	<u><u>\$638,585</u></u>	
Total Salaries, Benefits, Non-Personnel	<u><u>\$5,064,596</u></u>	

Transferred to (12) on page 2

**Alaska Department of Education and Early Development - School Finance
FY2017 School Operating Fund Budget Expenditures**

Lake and Peninsula
District Name

Function 200 Special Education Instruction

	Amount	Personnel FTE
Salaries		
310 Certificated Salaries	<u>294,600</u>	<u>4.90</u>
320 Non-Certificated Salaries	<u>249,300</u>	<u>9.10</u>
Total Salaries	<u>\$543,900</u>	
Employee Benefits		
360 Employee Benefits	<u>253,822</u>	
380 Housing Allowance/Subsidy	<u>52,500</u>	
390 Transportation Allowance	<u>2,000</u>	
Total Employee Benefits	<u>\$308,322</u>	
Total Salaries & Employee Benefits	<u><u>\$852,222</u></u>	
Non-Personnel		
410 Professional and Technical Services	<u> </u>	
420 Staff Travel	<u>35,000</u>	
425 Student Travel	<u> </u>	
430 Utility Services	<u> </u>	
435 Energy	<u> </u>	
440 Other Purchased Services	<u> </u>	
445 Insurance and Bond Premiums	<u> </u>	
450 Supplies, Materials and Media	<u>4,100</u>	
480 Tuition and Stipends	<u> </u>	
490 Other Expenses - Identify:	<u> </u>	
<u> </u>	<u> </u>	
<u> </u>	<u> </u>	
<u> </u>	<u> </u>	
510 Equipment	<u> </u>	
Total Non-Personnel	<u><u>\$39,100</u></u>	
Total Salaries, Benefits, Non-Personnel	<u><u><u>\$891,322</u></u></u>	

Transferred to (13) on page 2

**Alaska Department of Education and Early Development - School Finance
FY2017 School Operating Fund Budget Expenditures**

Lake and Peninsula
District Name

Function 220 Special Education Support Services - Students

	Amount	Personnel FTE
Salaries		
310 Certificated Salaries	<u>36,844</u>	<u>0.50</u>
320 Non-Certificated Salaries	<u> </u>	<u> </u>
Total Salaries	<u> \$36,844</u>	
Employee Benefits		
360 Employee Benefits	<u>21,684</u>	
380 Housing Allowance/Subsidy	<u> </u>	
390 Transportation Allowance	<u>500</u>	
Total Employee Benefits	<u> \$22,184</u>	
Total Salaries & Employee Benefits	<u> \$59,028</u>	
Non-Personnel		
410 Professional and Technical Services	<u>133,500</u>	
419 Chief Administrator Contract Services	<u> </u>	
420 Staff Travel	<u>5,000</u>	
425 Student Travel	<u> </u>	
430 Utility Services	<u>200</u>	
435 Energy	<u> </u>	
440 Other Purchased Services	<u> </u>	
445 Insurance and Bond Premiums	<u> </u>	
450 Supplies, Materials and Media	<u> </u>	
480 Tuition and Stipends	<u> </u>	
490 Other Expenses - Identify:	<u> </u>	
<u> </u>	<u> </u>	
<u> </u>	<u> </u>	
<u> </u>	<u> </u>	
510 Equipment	<u> </u>	
Total Non-Personnel	<u> \$138,700</u>	
Total Salaries, Benefits, Non-Personnel	<u> \$197,728</u>	

Transferred to (14) on page 2

**Alaska Department of Education and Early Development - School Finance
FY2017 School Operating Fund Budget Expenditures**

Lake and Peninsula
District Name

Function 400 School Administration

	Amount	Personnel FTE
Salaries		
310 Certificated Salaries	<u>404,182</u>	<u>4.00</u>
Total Salaries	<u>\$404,182</u>	
Employee Benefits		
360 Employee Benefits	<u>205,837</u>	
380 Housing Allowance/Subsidy	<u>36,750</u>	
390 Transportation Allowance	<u>2,500</u>	
Total Employee Benefits	<u>\$245,087</u>	
Total Salaries & Employee Benefits	<u><u>\$649,269</u></u>	
Non-Personnel		
410 Professional and Technical Services	<u> </u>	
419 Chief Administrator Contract Services	<u> </u>	
420 Staff Travel	<u>40,000</u>	
425 Student Travel	<u> </u>	
430 Utility Services	<u> </u>	
435 Energy	<u> </u>	
440 Other Purchased Services	<u> </u>	
445 Insurance and Bond Premiums	<u> </u>	
450 Supplies, Materials and Media	<u>1,200</u>	
480 Tuition and Stipends	<u> </u>	
490 Other Expenses - Identify:		
Dues & Fees	<u>4,000</u>	
<u> </u>	<u> </u>	
<u> </u>	<u> </u>	
510 Equipment	<u> </u>	
Total Non-Personnel	<u><u>\$45,200</u></u>	
Total Salaries, Benefits, Non-Personnel	<u><u>\$694,469</u></u>	

Transferred to (17) on page 2

**Alaska Department of Education and Early Development - School Finance
FY2017 School Operating Fund Budget Expenditures**

Lake and Peninsula
District Name

Function 450 School Administration Support Services

	Amount	Personnel FTE
Salaries		
320 Non-Certificated Salaries	<u>35,411</u>	<u>1.10</u>
Total Salaries	<u>\$35,411</u>	
Employee Benefits		
360 Employee Benefits	<u>18,836</u>	
380 Housing Allowance/Subsidy	<u> </u>	
390 Transportation Allowance	<u> </u>	
Total Employee Benefits	<u>\$18,836</u>	
Total Salaries & Employee Benefits	<u><u>\$54,247</u></u>	
Non-Personnel		
410 Professional and Technical Services	<u> </u>	
420 Staff Travel	<u> </u>	
425 Student Travel	<u> </u>	
430 Utility Services	<u>3,000</u>	
435 Energy	<u> </u>	
440 Other Purchased Services	<u> </u>	
445 Insurance and Bond Premiums	<u> </u>	
450 Supplies, Materials and Media	<u>500</u>	
480 Tuition and Stipends	<u> </u>	
490 Other Expenses - Identify:	<u> </u>	
<u> </u>	<u> </u>	
<u> </u>	<u> </u>	
<u> </u>	<u> </u>	
510 Equipment	<u> </u>	
Total Non-Personnel	<u><u>\$3,500</u></u>	
Total Salaries, Benefits, Non-Personnel	<u><u>\$57,747</u></u>	

Transferred to (18) on page 2

**Alaska Department of Education and Early Development - School Finance
FY2017 School Operating Fund Budget Expenditures**

Lake and Peninsula
District Name

Function 510 District Administration

	Amount	Personnel FTE
Salaries		
310 Certificated Salaries	<u>207,786</u>	<u>2.00</u>
320 Non-Certificated Salaries	<u> </u>	<u> </u>
Total Salaries	<u> \$207,786</u>	
Employee Benefits		
360 Employee Benefits	<u>292,047</u>	
380 Housing Allowance/Subsidy	<u> </u>	
390 Transportation Allowance	<u>1,400</u>	
Total Employee Benefits	<u> \$293,447</u>	
Total Salaries & Employee Benefits	<u> \$501,233</u>	
Non-Personnel		
410 Professional and Technical Services	<u>18,000</u>	
419 Chief Administrator Contract Services	<u> </u>	
420 Staff Travel	<u>60,000</u>	
425 Student Travel	<u> </u>	
430 Utility Services	<u>8,500</u>	
435 Energy	<u> </u>	
440 Other Purchased Services	<u>3,700</u>	
445 Insurance and Bond Premiums	<u> </u>	
450 Supplies, Materials and Media	<u>15,000</u>	
480 Tuition and Stipends	<u>15,000</u>	
490 Other Expenses - Identify:		
Dues & Fees	<u>12,000</u>	
	<u> </u>	
	<u> </u>	
510 Equipment	<u> </u>	
Total Non-Personnel	<u> \$132,200</u>	
Total Salaries, Benefits, Non-Personnel	<u> \$633,433</u>	

Transferred to (19) on page 2

**Alaska Department of Education and Early Development - School Finance
FY2017 School Operating Fund Budget Expenditures**

Lake and Peninsula

District Name

Function 550 District Administration Support Services

	Amount	Personnel FTE
Salaries		
310 Certificated Salaries		
320 Non-Certificated Salaries	<u>322,790</u>	<u>4.15</u>
Total Salaries	<u>\$322,790</u>	
Employee Benefits		
360 Employee Benefits	<u>153,305</u>	
380 Housing Allowance/Subsidy		
390 Transportation Allowance	<u>3,500</u>	
Total Employee Benefits	<u>\$156,805</u>	
Total Salaries & Employee Benefits	<u><u>\$479,595</u></u>	
Non-Personnel		
410 Professional and Technical Services	<u>30,000</u>	
420 Staff Travel	<u>10,000</u>	
425 Student Travel		
430 Utility Services	<u>600</u>	
435 Energy		
440 Other Purchased Services	<u>4,500</u>	
445 Insurance and Bond Premiums	<u>35,600</u>	
450 Supplies, Materials and Media	<u>12,000</u>	
480 Tuition and Stipends		
490 Other Expenses - Identify:		

495 Indirect Costs	<u>(40,000)</u>	
510 Equipment		
Total Non-Personnel	<u><u>\$52,700</u></u>	
Total Salaries, Benefits, Non-Personnel	<u><u>\$532,295</u></u>	

Transferred to (20) on page 2

**Alaska Department of Education and Early Development - School Finance
FY2017 School Operating Fund Budget Expenditures**

Lake and Peninsula

District Name

Function 600 Operations and Maintenance of Plant

	Amount	Personnel FTE
Salaries		
310 Certificated Salaries		
320 Non-Certificated Salaries	<u>708,205</u>	<u>17.00</u>
Total Salaries	<u>\$708,205</u>	
Employee Benefits		
360 Employee Benefits	<u>334,469</u>	
380 Housing Allowance/Subsidy		
390 Transportation Allowance	<u>500</u>	
Total Employee Benefits	<u>\$334,969</u>	
Total Salaries & Employee Benefits	<u>\$1,043,174</u>	
Non-Personnel		
410 Professional and Technical Services	<u>37,000</u>	
420 Staff Travel	<u>150,000</u>	
425 Student Travel		
430 Utility Services	<u>65,000</u>	
435 Energy	<u>920,000</u>	
440 Other Purchased Services	<u>20,000</u>	
445 Insurance and Bond Premiums	<u>140,000</u>	
450 Supplies, Materials and Media	<u>229,800</u>	
480 Tuition and Stipends		
490 Other Expenses - Identify:		

510 Equipment		
Total Non-Personnel	<u>\$1,561,800</u>	
Total Salaries, Benefits, Non-Personnel	<u>\$2,604,974</u>	

Transferred to (21) on page 2

**Alaska Department of Education and Early Development - School Finance
FY2017 School Operating Fund Budget Expenditures**

Lake and Peninsula

District Name

Function 780 Community Services

	Amount	Personnel FTE
Salaries		
310 Certificated Salaries	_____	_____
320 Non-Certificated Salaries	_____	_____
Total Salaries	_____	\$0
Employee Benefits		
360 Employee Benefits	_____	
380 Housing Allowance/Subsidy	_____	
390 Transportation Allowance	_____	
Total Employee Benefits	_____	\$0
Total Salaries & Employee Benefits	_____	\$0
Non-Personnel		
410 Professional and Technical Services	_____	
420 Staff Travel	_____	
425 Student Travel	_____	
430 Utility Services	_____	
435 Energy	_____	
440 Other Purchased Services	_____	
445 Insurance and Bond Premiums	_____	
450 Supplies, Materials and Media	_____	
480 Tuition and Stipends	_____	
490 Other Expenses - Identify:		
_____	_____	
_____	_____	
_____	_____	
510 Equipment	_____	
Total Non-Personnel	_____	\$0
Total Salaries, Benefits, Non-Personnel	_____	\$0

Transferred to (23) on page 2

**Alaska Department of Education and Early Development - School Finance
 FY2017 School Operating Fund Budget Other Financing Uses**

Lake and Peninsula
 District Name

Function 900 Other Financing Uses

Amount

Transfers To:

550 Transfer to Other Funds

(Provide a detailed explanation for all transfers)

Food Services	400,000
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Total Other Financing Uses		\$400,000
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Transferred to (24) on page 2

**Alaska Department of Education and Early Development - School Finance
FY2017 School Operating Fund Budget TRS/PERS Functional Breakdown**

Lake and Peninsula
District Name

The department uses two required revenue object codes, 056 and 057, for the purpose of recording TRS and PERS on-behalf revenue. The full amount of the TRS and PERS on-behalf from all funds must be recorded in the operating fund. The district is to calculate the functional break-out in order to allocate the related on-behalf expenditure.

The district is to use the following allocation method for breaking out the TRS by function.

- 1) To calculate the TRS on-behalf amount take the difference between the Board Recommended Rate and the Effective Rate and multiply the difference by the total district wide TRS payroll from all funds. You will now have the total dollar amount of the TRS on-behalf for all funds.
- 2) Divide the (total district wide TRS payroll by function from all funds) by the (total district wide TRS payroll from all funds) to derive a percentage of total district wide TRS payroll by function.
- 3) The total district wide TRS payroll by function percentage is multiplied by the total TRS on-behalf to come up with the total TRS on-behalf by function to be recorded in the operating fund.

The district is to use the same methodology for recording total PERS on-behalf. The TRS and PERS on-behalf allocations are to be recorded in the schedule below and also included in the employee benefits in each function. The total on-behalf employee benefits by function should reconcile to the total on-behalf revenues recorded from page 4.

	TRS	PERS
Total On-Behalf Revenue from page 4	<u>622,766</u>	<u>75,151</u>
Function 100 On-Behalf Expenditures	<u>332,381</u>	<u>10,230</u>
Function 200 On-Behalf Expenditures	<u>51,237</u>	<u>5,585</u>
Function 220 On-Behalf Expenditures	<u>10,784</u>	
Function 300 On-Behalf Expenditures	<u>29,851</u>	<u>8,748</u>
Function 350 On-Behalf Expenditures	<u>88,839</u>	<u>9,343</u>
Function 400 On-Behalf Expenditures	<u>62,487</u>	
Function 450 On-Behalf Expenditures		<u>1,136</u>
Function 510 On-Behalf Expenditures	<u>32,995</u>	<u>432</u>
Function 550 On-Behalf Expenditures		<u>12,705</u>
Function 600 On-Behalf Expenditures		<u>26,669</u>
Function 700 On-Behalf Expenditures	<u>14,192</u>	<u>303</u>
Function 780 On-Behalf Expenditures		
Total On-Behalf Employee Benefits by Function	<u>622,766</u>	<u>75,151</u>

Note: TRS and PERS on-behalf for Pupil Transportation and Food Service should be included in function 300 and TRS and PERS on-behalf for Construction & Facilities Acquisition should be included in function 600.

**G. 6.
New Business
Resolution 16-12
Revenue Sharing FY17**

**Lake and Peninsula Borough
Regular Assembly Meeting
May 9, 2016**



Lake and Peninsula Borough

P.O. Box 495

King Salmon, Alaska 99613

Telephone: (907) 246-3421

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Date: May 2, 2016
To: Mayor and Assembly
From: Kate Conley, Borough Clerk
Re: Resolution 16-12

This is an annual resolution. The Borough is required to pass this resolution to qualify for State Revenue Sharing. Because a this ordinance certifies communities to qualify for State Revenue Sharing as well, the Borough is taking on the responsibility that these communities do, in fact, qualify. As such, we send out paperwork each year that the communities must complete and sign that provides us the support for this assessment. Each community has completed and signed this paperwork and of the ten unincorporated communities, nine qualify for State Revenue Sharing. Ugashik is the only one who does not qualify because they do not meet the 25 resident requirements.

The Borough portion of Revenue Sharing is \$272,899, which is less than less year when we received \$563,390. Each unincorporated community will receive \$12,900 each from the State, and last year they received \$19,300. The check for the unincorporated communities will come through the Borough and we will simply pass it along. This money usually is issued in September.

LAKE AND PENINSULA BOROUGH

RESOLUTION 16-12

A RESOLUTION APPROVING CERTAIN UNINCORPORATED COMMUNITITES AND THEIR RESPECTIVE NATIVE VILLAGE COUNCIL AND/OR INCORPORATED NONPROFIT ENTITY FOR PARTICIPATION IN THE FY17 COMMUNITY REVENUE SHARING PROGRAM

WHEREAS, AS 29.60.865 and 3 AAC 180.070 require the assembly of a borough or unified municipality to adopt a resolution identifying those unincorporated communities located within their municipal boundaries that the assembly determines meet the Community Revenue Sharing Program eligibility criteria established under AS 29.60.865, AS 29.60.879, and 3 AAC 180.110; and

WHEREAS, the unincorporated community has either a Native village council or incorporated nonprofit entity that will agree to receive and spend the Community Revenue Sharing payment for the public benefit of the unincorporated community; and

WHEREAS, the unincorporated community has 25 or more residents residing as a social unit; and

WHEREAS, at least three of the following services: fire protection, emergency medical, water and sewer, solid waste management, public road or ice road maintenance, public health, and search and rescue; are generally available to all residents of the unincorporated community and each of the three services, in any combination, are provided by one or more qualifying Native village council or incorporated nonprofit entity or are substantially paid for by the residents of the unincorporated community through taxes, charges, or assessments levied or authorized by the borough or unified municipality.

NOW THEREFORE BE IT RESOLVED, that the Assembly of Lake and Peninsula Borough, by this resolution hereby certifies that the following unincorporated communities and their respective Native village council or incorporated nonprofit entity are eligible for funding under the FY 17 Community Revenue Sharing Program:

Unincorporated Community	Native village council or nonprofit entity
Chignik Lagoon	Chignik Lagoon Village Council
Chignik Lake	Chignik Lake Village Council
Igiugig	Igiugig Village Council
Iliamna	Iliamna Village Council
Kokhanok	Kokhanok Village Council
Levelock	Levelock Village Council
Pedro Bay	Pedro Bay Village Council
Perryville	Native Village of Perryville
Port Alsworth	Port Alsworth Improvement Corporation

PASSED AND APPROVED, by a duly constituted quorum of the Lake and Peninsula Borough Assembly this 9th day of May, 2016

IN WITNESS THERETO:

Glen Alsworth Sr., Mayor

ATTEST:

Kate Conley, Borough Clerk

**N. 1.
Information
IVC TIGER Grant
Iliamna Port**

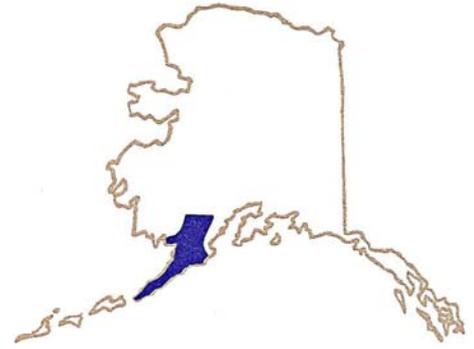
**Lake and Peninsula Borough
Regular Assembly Meeting
May 9, 2016**



Lake and Peninsula Borough

*P.O. Box 495
King Salmon) Alaska 99613*

*Telephone: (907) 246-3421
Fax: (907) 246-6602*



May 29, 2016

Iliamna Village Council Transportation Department
Timothy Anelon, Project Manager
PO Box 286
Iliamna AK 99606

Dear Mr. Anelon,

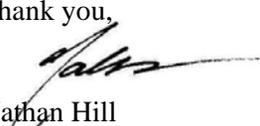
The Lake and Peninsula Borough is committed to promoting the critically important traditional, economic and subsistence activities of all Borough residents. One of the most critical services to all villages is transportation, it drives the economy, facilitates subsistence, and supports the lives of each person in our Borough.

Iliamna is a hub-community. It is connected by road to Newhalen, and serves as a gateway to Nondalton and Port Alsworth via the waterways and as such, the Iliamna dock is a vital resource. It is unfortunate that erosion forced the removal of the previous dock, removing an important link in the transportation chain that gets goods and services to and from all the villages on Iliamna Lake.

The Borough recognizes the importance of the dock as an economic tool for creating and preserving employment to these financially challenged villages. It improves access to the sub-regional clinic in Iliamna and supports the delivery of large bypass mail. This dock will be used by businesses, individuals, and families and is an investment in the area and people.

The Borough supports its citizens and community organizations in their effort to improve the dock. Development of the dock will improve the lives of all area residents and we strongly encourage the granting agency to give careful consideration to the PORTT Project grant application.

Thank you,


Nathan Hill
Borough Manager



The P.O.R.T.T. Project

Promoting Opportunities for Regional Tribal Transportation

The Village of Iliamna

FY 2016 TIGER Capital Project Grant Application

Submitted by Iliamna Village Council

Grant Request: \$6,856,000



Application at a Glance:

PROJECT TITLE: P.O.R.T.T. Promoting Opportunities for Regional Tribal Transportation

PROJECT LOCATION INFORMATION: Iliamna, Alaska
225 Miles SW of Anchorage

LAKE ILIAMNA VILLAGES DEMOGRAPHICS: Population – 889
Per Capita Income - \$21,581
Poverty Level – 17.7%

ECONOMICALLY DISTRESSED: The Village of Iliamna is a non-distressed area.

SPECIAL CONSIDERATIONS: **FATALITIES** – There have been 3 transportation fatalities in Iliamna due to the lack of port transportation infrastructure.

SERIOUS INJURIES – There have been 4 reported serious injuries in Iliamna due to the lack of port transportation infrastructure.

PROJECT CLASSIFICATION: Rural

FUNDING REQUEST: \$6,856,000

LOCAL MATCH: \$25,000

BENEFIT-COST RATIO: 9.5:1



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I. PROJECT DESCRIPTION

The **Promoting Opportunities for Regional Tribal Transportation** or **P.O.R.T.T.** Project is a vitally important project to be undertaken by the Village of Iliamna. **P.O.R.T.T.** is a critical component of connection for the Lake Iliamna Village communities, as it will serve as the only formal port of entry for the entire region on Lake Iliamna. This regionally significant project proposes to construct a port in Iliamna, on the Northeast Bay of Lake Iliamna. Northeast Bay will house the port, the hub for all boat and barge traffic on the north shore of Lake Iliamna and provides shipping to the seven Lake Iliamna Villages.

The **P.O.R.T.T.** project will serve to compliment on-going State and regional investments in economic revitalization, erosion control, and provision of expanded shipping options. This project will benefit 100% of Lake Iliamna Village region’s 889 residents by establishing a port of entry for the shipment of goods and materials, safe and reliable access to the sole regional health clinic located in the Village of Iliamna, and by creating an avenue for future economic growth.

P.O.R.T.T., in combination with other on-going City and State funded civic betterment projects, will aid in the transformation of access to this regional hub, which is strategically located near the heart of downtown Iliamna, less than a mile from Nilavena Sub-Regional Clinic, the only Sub-Regional Clinic and less than two miles from Iliamna Airport, the only regional paved airport that is equipped to accommodate large aircraft. TIGER funding will enable the Village of Iliamna to construct **P.O.R.T.T.** The Port of Iliamna will serve as a safe and protected barge docking area and **the only** thoroughfare for all shipped/barged materials entering the Lake Iliamna Village region. It will enable the hundreds of predominantly minority and low-income residents within the Lake Iliamna villages a safe and reliable connection to healthcare at Nilavena Sub-Regional Clinic, access to the fishing, hunting, and gathering subsistence practices that are the primary means of sustainability for the community. The Port of Iliamna will also revitalize local economies by promoting increased village access to commercial fishermen and tourism and to those that frequent this popular Alaska region.



The proposed location for the P.O.R.T.T. Project is located in the Northeast Bay of Lake Iliamna.

At left, the previous dock is pictured. This dock was removed due to the failing infrastructure and hazard it posed to the community. The proposed dock will be in the same location.

The **P.O.R.T.T.** Project satisfies the primary objective of the TIGER program, to stimulate economic recovery through strategic investment in the construction of transportation improvements. For this project, this is accomplished through the construction of a new port. Demonstrated within this application is complete satisfaction of all the strict selection criteria described in the NOFA.

The Village of Iliamna and its principal project partners are experienced in successfully developing and implementing dock construction and installation projects, as demonstrated through the successful implementation of the previous dock that withstood over thirty years of the torrential weather patterns, significant usage, and minimal maintenance. Of equal importance, is the public support behind this project. TIGER funding will help enable the Village of Iliamna to build itself back into a strong, sustainable and livable city that provides economic opportunities for all its residents, and a village that will serve as an economic engine of the Lake Iliamna Village region.

With the submission of this application, the Village of Iliamna, with broad support from a long list of partners and supporters, formally requests the financial assistance of the U.S. Department of Transportation in helping address and turn-around the economic decline that has plagued this region over the past three years. The Village of Iliamna is requesting \$6,856,000 in TIGER funding, matched by \$25,000 in local funds, to cover the total project cost of \$6,881,000.

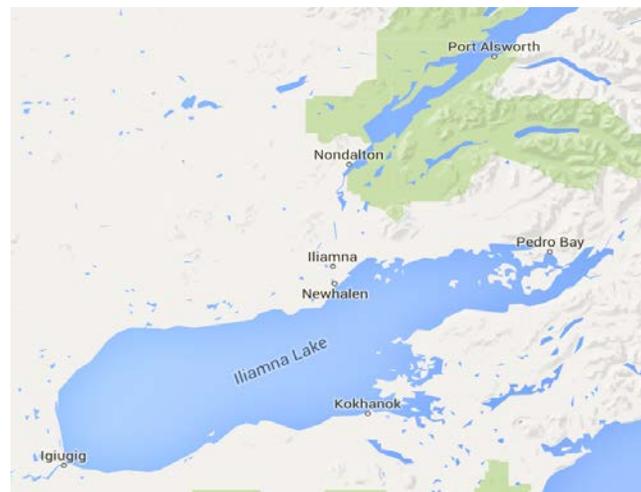
CHALLENGE: The Lake Iliamna Village Region has faced a grim economic future, due in part to the decline of the Pebble mining project. At its peak, the Pebble project employed 1,403 employees, 183 of which were employed from within the Lake Iliamna Village region. Now, three years after the Pebble project lost its major investors, there is scarcely a trace of the Pebble project or the employees that once brought increased prosperity to this region. Since the decline, the Lake Iliamna Villages have experienced the significant loss of highly-paid jobs, the decline of the financially lucrative commercial fishing industry, the decline of culturally significant subsistence fishing practice, declining populations due to the loss of regional jobs, and the economic decline associated with the loss of the economic boost gained from the massive addition of Pebble employees.

RESPONSE: The Lake Iliamna Villages have remained resilient, despite the economic decline. The **P.O.R.T.T.** Project will expand economic growth in this region by fostering an accessible transportation system that promotes the regional movement of goods, increased transportation network efficiency, economic and sustainable growth, increased regional economic productivity, long-term job creation, and regionally reliable and efficient freight movement. Transportation infrastructure has remained a top priority in the region, in part evidenced by the Village of Iliamna's upcoming 2016 summer construction of its new transportation facility. The Village of Newhalen is also actively working toward improving its roads as well as developing a transportation facility. There is also continued hope and optimism for a resurgence of the Pebble project, which will again flood the region with increased employment opportunities and increased economic opportunities.

II. PROJECT LOCATION

The proposed location for the **P.O.R.T.T.** Project is in the Northeast Bay of Lake Iliamna, at 59°45'12" N 154°49'1" W. This location provides key access to safe harboring, breakwater protection, and freight transportation for local fishing boats, commercial fishing boats, and commercial barge transportation. **P.O.R.T.T.** will provide a critical point of entry for freight transportation, an imperative element of the economic sustainability of this region. **P.O.R.T.T.** is located on the Northwestern coast of Dog Island, connecting directly to Point Road to the south, Slop Bucket Road to the north, and Roadhouse Strip Road to the west. **P.O.R.T.T.** is 2 miles away from Nilavena Sub-Regional Clinic, 3.5 miles from the Iliamna Airport, less than a half mile away from Rainbow King Lodge, popular fishing and lodging destination, and less than 5 miles to the Village of Newhalen.

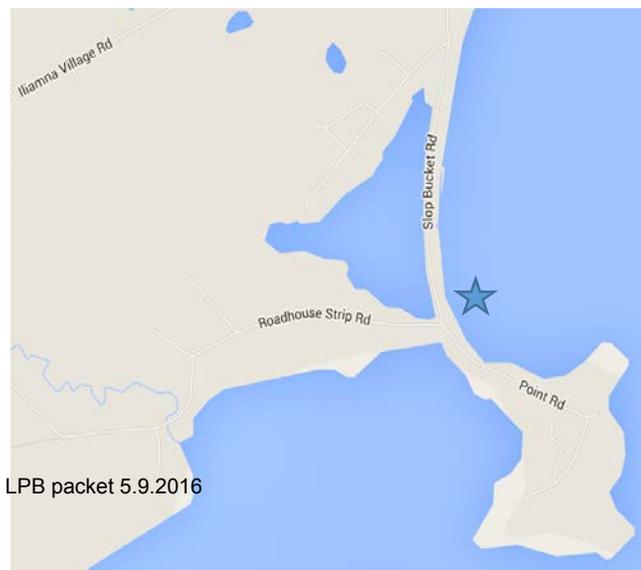
P.O.R.T.T. will benefit 100% of the 889 residents of in the Lake Iliamna region including: Iliamna, Newhalen, Nondalton, Igiugig, Kokhanok, Pedro Bay, and Port Alsworth. According the U.S. Census Bureau, 17.7% of residents in this region fall below the poverty level. The average per capita income is \$21,581, and the median household income is \$47,143.



Left: Iliamna is located in Lake and Peninsula Borough in the southwestern portion of Alaska.

Top: Lake Iliamna spans 1,000 square miles and is home to the largest sockeye salmon run in the world.

Bottom: The proposed P.O.R.T.T. Project is located in the Northeast Bay of Lake Iliamna.



III. PROJECT PARTIES

Village of Iliamna/Iliamna Village Council

Grant Applicant

Iliamna Village Council is the governing body for the Village of Iliamna, a federally recognized Alaska Native Tribal entity and will be the grant recipient responsible for planning and executing the implementation of the **P.O.R.T.T.** Project in partnership with other regional tribal organizations. The Iliamna Village Council has professional staff experienced in federal grant management.



PRIMARY PROJECT CONTACT

Timothy Anelon, Project Manager
 Iliamna Village Council Transportation Department
 Transportation Manager
 P.O. BOX 286
 Iliamna, AK 99606
 T: (907)571-1246
 E: tim.anelon@iliamnavc.org

IV. GRANT FUNDS, SOURCES, AND USES

REQUESTED AMOUNT: \$6,856,000 (99.6%)	LOCAL MATCH: \$25,000 (.4%)
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TOTAL PROJECT COST: \$6,881,000

The Village of Iliamna respectfully requests \$6,856,000 in TIGER Grant funds to support the Promote Opportunities for Regional Tribal Transportation (**P.O.R.T.T.**) Project. This project proposes to implement the Port of Iliamna, a safe and accessible port for the Village of Iliamna and surrounding Lake Iliamna Villages. This investment in regional transportation infrastructure will transform the movement of people and goods in this remote Southwestern Alaska region. The **P.O.R.T.T.** initiative addresses the fact that this project would be very difficult to fund otherwise. The Village of Iliamna can contribute \$25,000 from unexpended funds from FY 2016 Transportation Budget as a match for this project.

LINKED INVESTMENT TO THE N.A.T.I.V.E. PROJECT

In 2013, the Denali Commission expended funds totaling \$574,397 on the “Iliamna Dock and Rehabilitation-Design/Construction” Project. This project was intended to support the finalization of design and permits for the construction phase of rehabilitating the sheet wall dock. This construction never took place, however, because erosion caused irreparable damage to the dock. The dock was instead removed due to its hazardous state.

- **Denali Commission Iliamna Dock Rehabilitation-Design/Construction Project:**
https://www.denali.gov/dcpdb/index.cfm?fuseAction=IndicatorDisplay.ProjectAtAGlanceSingle&project_id=6797

V. SELECTION CRITERIA

STATE OF GOOD REPAIR



P.O.R.T.T. will improve existing transportation conditions by installing a sustainable port that will increase the efficiency of freight transportation and the mobility of people while also serving as a catalyst for economic growth. At present, only weathered and crumbling infrastructure remains where a functional and bustling dock once stood. If left unimproved, the useless dock remains pose an imminent threat to the movement of people and goods among the Lake Iliamna Villages. The dock provides for the yearly passage of hundreds of pounds of freight, necessary for all regional infrastructure construction, economic growth and sustainability. Without secure off-loading capabilities, barges are forced to comply with unpredictable weather patterns for delivery. Windy weather patterns can delay barge off-loading for days, requiring barges to sit at bay until it is safe to beach and off-load the freight. Without a safe harbor, there is no breakwater protection for boats that are subject to the 100 mile per hour winds in the open waters of Northeast Bay. This total lack of protection is both unsafe and costly, as boats and barges face irreparable damage when unprotected from the elements. The Village of Iliamna will utilize a portion of it yearly TTP funds as a sustainable source of revenue to operate and maintain the **P.O.R.T.T.** Project.

The previous dock provided protection for boaters and boats, and served as an adequate off-loading location for barge transit.

The dock suffered significant erosion damage due to perpetual storm activity that induced waves of up to 6-feet-high.

ECONOMIC COMPETITIVENESS

P.O.R.T.T. will contribute to the economic competitiveness within the Lake Iliamna Village region over the medium- to long-term by revitalizing communities and creating and preserving jobs. The U.S. Department of Labor has assessed that 17.7% of Lake Iliamna Village members live below the poverty line. The **P.O.R.T.T.** Project proposes to bring jobs back to the region in a number of ways. The Lake Iliamna villages strive to develop employment initiatives to retain local residents, especially Native village members. Population decline has plagued the villages in this region due to the declining job market. This project addresses this concern by offering full time, part time, and long-term local employment opportunities. In addition, this project will enhance local resources and strengthen the community by retaining local talent, while also bolstering regional support.

P.O.R.T.T. offers increased access for Igiugig, Kokhanok, and Pedro Bay by improving access to the Village of Iliamna and Nilavena Sub-Regional Clinic. Implementation of the project will also help reposition and repurpose the land along the Northeast Bay, creating a more efficient and competitive harbor system. The proposed port will include several safe harboring opportunities for both regional subsistence fishermen and commercial fishermen.

P.O.R.T.T. promotes the sustainability of the Bypass Mail System, a program established to increase the efficiency of rural Alaska postal service through the consolidation of services, facilities, and employees. The Bypass Mail System increases regional economic competitiveness and public benefit from reduced travel costs to and from healthcare facilities. Without the Bypass Mail System, smaller communities and remote villages would receive far less postal service. The **P.O.R.T.T.** Project is critical to the sustainability of the Bypass Mail System. The Village of Iliamna is one of five postal hubs in Southwest Alaska within the Bypass Mail System that ensures the delivery of bulk shipments of palletized goods, mostly food and dry goods. The Village of Iliamna maintains the delivery of these goods to four destination airports.

P.O.R.T.T. decreases freight transportation costs and allows for the transport of the freight required for all significant infrastructure projects in this region. Though bulk shipments of goods can be transported via the Bypass Mail System, the only means of transporting building materials to the region is via barge. **P.O.R.T.T.** is a critical component of the safe and accessible shipment of building materials.

QUALITY OF LIFE

P.O.R.T.T. increases the quality of life among the Lake Iliamna Villages by **providing import and export transportation options** for the transfer of goods and people that is both safe and affordable. Families and companies alike rely on affordable freight transfer utilizing the barge system at the port. All big construction projects in this region depend on this single port for barge shipping and the ability to off-load safely at Northeast Bay. The port will also improve maritime safety, primarily for subsistence and commercial fishermen by protecting all users and their transportation vessels from the elements.

P.O.R.T.T. will **enhance economic competitiveness** by stimulating the primary contributors to the current economic structure: commercial fishing, sport fishing, and tourism. The Port of Iliamna will increase access to the popular tourism markets.

As identified by the Southwest Alaska Transportation Plan (SWATP), the Village of Iliamna is one of six transportation hubs in southwest Alaska. In this context, a transportation hub is a location where passengers and/or freight move between vehicles or transportation modes to travel on to other communities. The Village of Iliamna sees high volumes of travelers and cargo each year, with many of the travelers and freight moving on to smaller communities nearby. As a regional transportation hub, the Village of Iliamna can also reap the associated economic benefits as an economic hub. **Connectivity** is a primary goal within the SWATP. **P.O.R.T.T.** aligns with the following SWATP connectivity objectives: establish improved access to ports and docks, improve access to transportation hubs, improve regional transportation hub access to other communities in the state, and provide access to public service health clinics (DOWL, 2016).



Tourism, and commercial and subsistence fishing are key components of the Lake Iliamna Villages economy.



Nilavena Sub-Regional Clinic serves the 889 residents in the Lake Iliamna Village region.

Some travel upwards of 50 miles just to gain access to basic and preventative healthcare at Nilavena SRC.

P.O.R.T.T. increases reliable and timely access to healthcare at Nilavena Sub-Regional Clinic. Nilavena Sub-Regional Clinic provides service to the seven Lake Iliamna Villages, Igiugig, Kokhanok, Iliamna, Newhalen, Nondalton, Pedro Bay, and Port Alsworth. Nilavena Sub-Regional Clinic is a designated Community Health Center, providing services for Alaska Natives and the non-Native population living in the area. This affordable healthcare option is available to all, but is virtually inaccessible to the Villages of Pedro Bay, Kokhanok, and Igiugig due to the lack of a safe and accessible port in Iliamna. The populations of Pedro Bay, Kokhanok, and Igiugig rely on boating as their primary means of transportation to access Iliamna. That access that is often limited or simply impossible due to weather restraints and lack of protection from a dock.

P.O.R.T.T. Project will complement the existing community revitalization efforts through targeted community investment in the Port of Iliamna. Residents have strongly supported this project because it will make a significant difference in their quality of life.

P.O.R.T.T. is a key component of regional fuel delivery. Fuel is transported to Iliamna and surrounding communities by either air or barge. Regional hub Iliamna is then responsible for transporting fuel to the surrounding communities. The Port of Iliamna will facilitate the Village's ability to deliver fuel via barge to the Lake Iliamna communities.

ENVIRONMENTAL SUSTAINABILITY

This project will directly result in the implementation of environmental sustainability objectives shared by the Federal Government (USDOT) and the Lake Iliamna Village region.

COASTAL EROSION: The development of the Port of Iliamna will serve to rehabilitate the shoreline along the Northeast Bay, an area severely damaged by coastal erosion. Erosion poses a major threat to the Northeast Bay shoreline, and over time, will move the coastline farther inland. In the Northeast Bay of Lake Iliamna, coastal erosion damage is a direct result of storm-driven waves that often approach 6-feet-high. In Southwest Alaska, climate change has caused a decline in shore in the winter, making coastal villages more vulnerable to winter storm wave action. Additionally, coastal areas are also vulnerable to increases in intensity of storm surge and heavy precipitation (DOWL, 2016). The Port of Iliamna will mitigate a significant amount of the damage caused by coastal erosion, thus helping to preserve the Northeast Bay shoreline from future degradation.



Images taken on the grand opening day of Nilavena Sub-Regional Clinic in Iliamna, Alaska.

SAFETY

In 2015, 3 people were killed and 4 people suffered serious injuries when a lodge-operated floatplane crashed in Iliamna.

P.O.R.T.T. is an essential component of transportation infrastructure in this region due to its almost strict reliance on water and air transportation. In September 2015, the Lake Iliamna Village region experienced one of the most tragic accidents in its history when a de Havilland DHC-3T Turbine Otter floatplane departed from East Wind Lake, a small outlying lake, and crashed within minutes of departure. Due to the lack of a Port and protection from the elements at Lake Iliamna, small floatplanes seek elemental protection in smaller surrounding lakes. Tragically, smaller lakes are also inherently more challenging to access and are more difficult to safely maneuver, as was evident in this crash.

P.O.R.T.T. will promote a safe, connected, accessible transportation system for the movement of goods and people. Lake Iliamna represents an important transportation corridor in this region. Inter-village travel is primarily accomplished by boat from the Native Villages of Pedro Bay, Kokhanok, and Igiugig to Newhalen and regional hub Iliamna. All travel from the Native Villages of Pedro Bay, Kokhanok, and Igiugig to the northern villages Nondalton and Port Alsworth requires travelers to tow their ATV's via boat to Iliamna, dock their boats at Iliamna, and then travel via ATV northward. There are no facilities to safely dock, load and off-load boats, and access boats.

P.O.R.T.T. will provide the infrastructure resources necessary to improve safety for commercial and subsistence fisherman, inter-village travelers, and barge transportation. The port will provide breakwater protection for harbored vessels, and will serve as a secure on- and off-loading site for barge transit.



Aerial photographs of the tragic September 15, 2015 floatplane crash in Iliamna, Alaska.

Three people were killed, four were seriously injured, and three walked away from the crash with minor injuries.



Iliamna village members the first at the scene and provided treatment to the survivors.

PARTNERSHIPS

The vision of a transportation system revitalized by the Port of Iliamna is shared by a host of local and regional partners and stakeholders who have guided this project to where it is today. This project began as a community effort to increase port infrastructure opportunities in the Village of Iliamna. The dock that supported the community for over thirty years was extremely deteriorated and posed a significant safety risk to Lake Iliamna Village residents. The project evolved as a simple dock removal, and has evolved into a regionally transformative port infrastructure project. The following organizations have played and will continue to play a key role in this project:

City of Newhalen

Project Partner

The City of Newhalen is an integral regional partner has pledged its support for the P.O.R.T.T. Project.

Newhalen Tribal Council

Project Partner

Newhalen Tribal Council is the governing body for Newhalen Village, a federally recognized Alaska Native Tribal entity, and has pledged its support for the P.O.R.T.T. Project.

Iliamna Newhalen Nondalton Electric Cooperative

Project Partner

The Iliamna Newhalen Nondalton Electric Cooperative is an integral regional partner and has pledged its support for the P.O.R.T.T. Project. INNEC is an electric utility company located in Alaska Bush country, and provides power to Iliamna, Newhalen, and Nondalton.

Alaska Department of Transportation

Denali Commission

Bristol Bay Native Association

Bureau of Indian Affairs

Federal Highway Administration



VI. RESULTS OF BENEFIT-COST ANALYSIS

Safety is the most quantifiable factor in the **P.O.R.T.T.** Project in terms of the Benefit-Cost Analysis. As mentioned in the Safety subsection, in September 2015, 3 people died and 4 were seriously injured when a floatplane crashed in Iliamna, as a direct result of deficient regional port transportation infrastructure. Assuming a serious crash occurs every ten years, and the fatality and moderate accident data remains constant from 2020 until 2040 (twenty years after the project), there will be 6 total deaths and 8 total moderate injuries resulting from a lack of sufficient port transportation infrastructure.

With the support of TIGER funds, there will be 6 lives saved and 8 moderate injuries prevented over the twenty-year period following the P.O.R.T.T. project closeout.

The United States Department of Transportation has assessed the Value of a Statistical Life at **\$9,600,000**, and serious injuries at **\$1,008,000**.

6 lives saved = \$57,600,000

8 moderate injuries prevented = \$8,064,000

Total Benefit = \$65,664,000

Total Cost = \$6,881,000

Total Benefit-Cost Ratio = 9.5:1

Costs

The total project costs are \$6,881,000.

Benefits

State of Good Repair. This project will greatly enhance port transportation infrastructure in the Lake Iliamna Village region, providing safe travel for all port users.

Economic Competitiveness. This project will provide the Lake Iliamna Village region with greater ability to access local employment opportunities, including training and labor for its local labor force during the project and for years after the project completion date.

Quality of Life. This project will transform port transportation infrastructure in this region by providing its first formal port system. Residents and visitors to this region will have safe and efficient access to the Village of Iliamna and surrounding

villages, and greater region for activities, resources, services, and training and employment opportunities.

Environmental Sustainability. The Port of Iliamna will decrease erosion along the Northeast Bay shoreline, thus promoting a sustainable future for the Village of Iliamna. The Port of Iliamna provides ease of accessibility for travel to the Village of Iliamna and surrounding villages, decreasing energy consumption and pollution from idle boat usage.

Safety. This project will enhance safe and accessible travel to the Village of Iliamna and the surrounding Lake Iliamna Village region.

Projections

Projections for the twenty years following the project completion date will be recorded and monitored by the Village of Iliamna, Iliamna Village Council Transportation Department, and the Iliamna Village Council tribal administrator. This will allow for the Village of Iliamna to illustrate how this project has improved economic and social conditions for the Village of Iliamna and the Lake Iliamna Communities. Tracking the progress over the twenty years following the project completion date will also show improvements to overall Port of Iliamna safety statistics.

Projections for the “build scenario” for the project for the years 2020 – 2040:

- Increase in employment by at least 10% in the Village of Iliamna
- Increase in visitors and revenue to the Village of Iliamna community by providing a safe and accessible Port of Iliamna
- Improved economic and social well-being and an increase in future transportation enhancement projects – an increase in the Village of Iliamna’s trained labor force will provide opportunities for additional transportation projects and additional training and employment opportunities

Projections for the “no-build scenario” for the project for the years 2020 – 2040:

- Decreased employment
- Increase in boating related accidents from deficient transportation infrastructure
- Stagnant levels of economic and/or social improvements

The P.O.R.T.T. Project has regional and local community support, and is supplemented by a \$25,000 match. The project has been on the Iliamna Village Council’s Capital Improvements Program (CIP) list and included in the Village of Iliamna’s Long Range Transportation Plan (LRTP) since 2006.

VII. PROJECT READINESS

REGIONAL AND LOCAL PLANNING

The P.O.R.T.T. Project is in conformance with Federal and Regional plans and policies.

At the village level, the **P.O.R.T.T.** Project is serving as a catalyst for the updating of the Village of Iliamna's Long Range Transportation Plan, which prioritizes the implementation of a Village port, a project that will transform port infrastructure for the Village of Iliamna, and the Lake Iliamna Village region as a whole (William N. Miller & Associates, 2010).

P.O.R.T.T. directly supports the goals of the Southwest Alaska Transportation Plan (SWATP), a tool that supports the regional investment and coordination of infrastructure development. SWATP supports transportation development that maximizes public benefit from regional transportation investments. SWATP identifies the Village of Iliamna as one of six regional hubs in the southwestern region of Alaska. Regional hubs are critical components of maintaining regional transportation infrastructure. The Port of Iliamna provides regional connectivity to the Bypass Mail System, regional access to public health services, and fuel and freight delivery through barge services.

At the Federal Level, **P.O.R.T.T.** supports the transportation infrastructure directives of the FASTACT.

This project will be integrated with current plan developments to redesign the Port of Iliamna. The construction management plan details and design work for the Port of Iliamna have already been completed. The engineering company has been secured for implementation of construction work, and design finalization work is required to prepare for the design of the port facility.

The Village of Iliamna is committed to having this project ready for construction by May 30, 2017. In addition, the Village of Iliamna and the Iliamna Village Council Transportation Department's Road Director will oversee implementation, including the schedule and scope of work. The TIGER funded contractor will be responsible for all the port related construction tasks and duties for this project, in partnership with the Iliamna Village Council Roads Director. NEPA and other environmental reviews/approvals will be included in the current design agreement.

TECHNICAL FEASIBILITY

Important preliminary planning steps have already taken place to establish support from regional entities to support and sustain the project for many years after the project completion date. The Village of Iliamna has secured professional partners to bid for the project's contractor position, which will be aided by Transportation Department Director Timothy Anelon.

The Iliamna Village Council Transportation Department's capacity to assume responsibility for this project is reflected in their ability to identify, utilize, and maintain cooperative relationships with project partners to maximize project outcomes. During all projects, the Roads Director has been a key component in the planning, development, and construction processes, and has adhered to all project schedules, deadlines, and reporting requirements.

Iliamna Village Council Transportation Director Timothy Anelon has worked on numerous planning, development, and construction projects in the Village of Iliamna and surrounding Lake Iliamna Villages. In carrying out transportation related projects, the Iliamna Village Council Transportation Department maintain a strong communication network between key partners to ensure that the Village of Iliamna will manage transportation projects in ways that strengthen sovereignty and support self-determination policies and procedures. One of the primary goals of Mr. Anelon and the Transportation Department is to reduce reliance on external funding and agencies to strengthen local, regional, and intergovernmental relationships.

Anelon has co-managed grants with Iliamna Village Council and tribal staff, ensuring that project timelines, grant requirements, and policies were adhered to during project activity. The Transportation Department and the Iliamna Village Council maintain an open communication network, meeting monthly to discuss transportation related agendas with Village leadership. This helps to ensure both entities are up-to-date on transportation projects. This standard of communication will be maintained throughout the TIGER P.O.R.T.T. Project as well.

Mr. Anelon will work with the contractor to observe local and federal regulations and policies for this project, including protection of sensitive and/or confidential information, and comply with all applicable Federal and program-specific statutes, regulations, and policies. This also includes working with DOT on the development and implementation of the project plan to negotiate performance indicators, collect information and report on the project's performance with respect to the

relevant long-term outcomes that are expected to be achieved through construction of the project. The contractor's responsibilities will include ensuring that the project reports on specified performance indicators for the project are submitted. The contractor will also provide ongoing oversight throughout the award budget period, with continuous review and evaluation of project activities and processes through meetings held with key partners as needed. By maintaining close monitoring of the project, the contractor can properly delegate technical, financial, and administrative controls over the project to ensure grantee compliance with statutory and administrative requirements.

As Transportation Manager, Timothy built and has maintained all of the 72.3 miles of roads in the Village of Iliamna. He was also responsible for the oversight and installation of the sewers in the village, and construction of the Iliamna Airport. Mr. Anelon also constructed the first dock in the village that serviced the Lake Iliamna Village region for over thirty years. Thomas Hedlund, Iliamna Village Council President, and key player in the P.O.R.T.T. Project, has extended experience as a General Contractor, built the road from the Village of Iliamna to the Village of Nondalton, was an operator for Tazimina, and built the airport in Tatilek, AK. The Village of Iliamna's Transportation Department support staff include an extended list of transportation-related accomplishments, and are all certified Heavy Equipment Operators.

FINANCIAL FEASIBILITY

The Project Schedule and Budget outline the financial feasibility of this project with TIGER funding, and the viability and completeness of the project's financial package, if funded. As was mentioned before, this project would be very difficult to fund without TIGER funding contributions. The Village of Iliamna will leverage TIGER funds with \$25,000 of annual TTP funds.

PROJECT BUDGET

Activity	FY15 TIGER Funds	Percentage of Project Cost	Other Funds (Tribal)	Percentage of Project Cost	Project Cost
Mobilization	\$500,000.00	100.00%	\$0.00	0.00%	\$500,000.00
Survey	\$100,000.00	100.00%	\$0.00	0.00%	\$100,000.00
QA/QC	\$100,000.00	100.00%	\$0.00	0.00%	\$100,000.00
Construction schedule	\$45,000.00	100.00%	\$0.00	0.00%	\$45,000.00
Procurement	\$2,000,000.00	100.00%	\$0.00	0.00%	\$2,000,000.00
Clean up	\$25,000.00	76.92%	\$7,500.00	23.08%	\$32,500.00
General Labor	\$26,000.00	77.61%	\$7,500.00	22.39%	\$33,500.00
Port Construction	\$2,500,000.00	100.00%	\$0.00	0.00%	\$2,500,000.00
Residential Housing	\$35,000.00	100.00%	\$0.00	0.00%	\$35,000.00
Vehicle	\$50,000.00	100.00%	\$0.00	0.00%	\$50,000.00
Equipment	\$150,000.00	100.00%	\$0.00	0.00%	\$150,000.00
Design/Engineering	\$300,000.00	100.00%	\$0.00	0.00%	\$300,000.00
Environmental	\$200,000.00	100.00%	\$0.00	0.00%	\$200,000.00
ROW Acquisition	\$50,000.00	100.00%	\$0.00	0.00%	\$50,000.00
PS&E	\$100,000.00	100.00%	\$0.00	0.00%	\$100,000.00
Subtotal					\$6,196,000.00
General administration	\$75,000.00	88.24%	\$10,000.00	11.76%	\$85,000.00
Contingency	\$325,000.00	100.00%	\$0.00	0.00%	\$325,000.00
CM/PM	\$250,000.00	100.00%	\$0.00	0.00%	\$250,000.00
Insurance	\$25,000.00	100.00%	\$0.00	0.00%	\$25,000.00
Subtotal					\$685,000.00
Total Project Funds					\$6,881,000.00

FINANCIAL MANAGEMENT

The Iliamna Village Council operates on a fund-accounting system, including separate budgetary accounts for all programs to provide sound management and effective fiscal control over the expenditure of funds. Iliamna Village Council is in compliance with all requirements of 24 CFR part 85 and 24 CFR part 1003, as demonstrated by the following financial management standards:

- *Financial Reporting:* Iliamna Village Council provides accurate, current, and complete disclosure of the financial results of financially assisted activities in accordance with the financial reporting requirements of each of its grants.
- *Accounting Records:* Iliamna Village Council maintains records which identify the source and application of funds provided for financially-assisted activities. These records contain information pertaining to grant awards and authorizations, obligations, unobligated balances, assets, liabilities, outlays or expenditures, and income.
- *Internal Control:* Effective control and accountability is maintained for all grant cash, real and personal property, and other assets. Iliamna Village Council safeguards all such property and assures that it is used solely for authorized purposes.
- *Budget Control:* Actual expenditures or outlays are compared with budgeted amounts for each grant. Financial information is related to performance or productivity data, including the development of unit cost information whenever appropriate or specifically required in the grant agreement.
- *Allowable Cost:* Applicable OMB cost principles, agency program regulations, and the terms of grant agreements are followed in determining the reasonableness, allowability, and allocability of costs.
- *Source Documentation:* accounting records are supported by such source documentation as cancelled checks, paid bills, payrolls, time and attendance records, contract and sub grant award documents, etc.
- *Cash Management:* Procedures for minimizing the time elapsing between the transfer of funds from the U.S. Treasury and disbursement by Iliamna Village Council is followed whenever advance payment procedures are used. When advances are made by letter-of-credit or electronic transfer of funds methods, Iliamna Village Council makes draw-downs as close as possible to the time of making disbursements.

PROCUREMENT AND CONTRACT MANAGEMENT

Iliamna Village Council's adopted procurement policies and procedures and contract management policies and standards meet the requirements of 24 CFR part 85, 24 CFR part 1003 and OMB Circular A-87, by providing for the fair and equitable treatment of all persons or firms involved in purchasing by Iliamna Village Council;

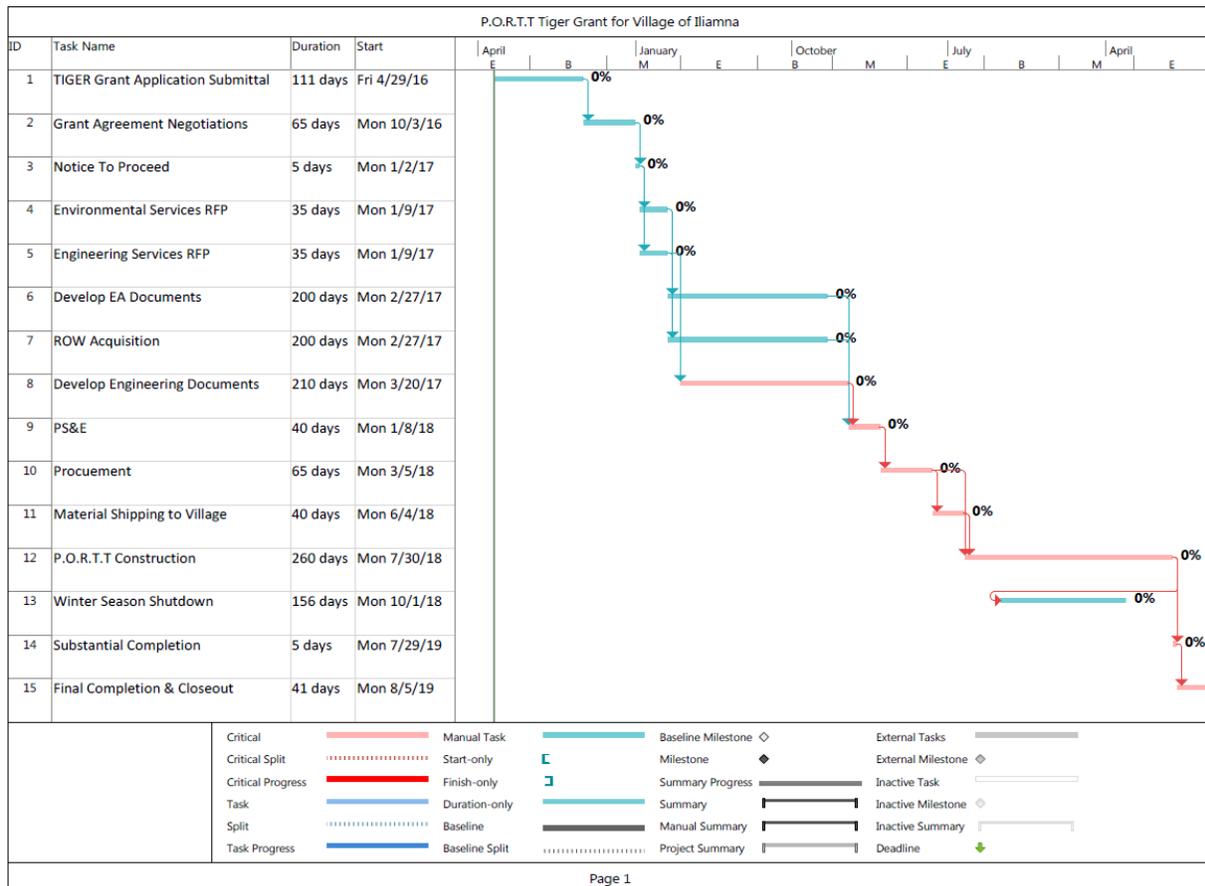
assuring that supplies, services, and construction are procured efficiently, effectively, and at the most favorable prices available to the Iliamna Village Council; promoting competition in contracting; providing safeguards for maintaining a procurement system of quality and integrity; and assuring that the Iliamna Village Council purchasing actions are in full compliance with applicable federal standards and regulations along with any applicable state and local laws.

- Iliamna Village Council maintains a written code of standards of conduct governing the performance of employees engaged in the award and administration of contracts and which addresses conflict of interest.
- Before awarding a contract, Iliamna Village Council reviews the proposed contractor's ability to perform the contract successfully, considers the contractor's integrity, compliance with public policy, records of past performance, and financial, administrative and technical capability to perform contract work of the size and type involved within the time allotted.
- Iliamna Village Council maintains detailed records indicating rationale for the method of procurement, selection of contract type, contractor selection or rejection, and the basis for the contract price.
- Iliamna Village Council is solely responsible for the settlement of contractual and administrative issues arising out of procurements and has protest procedures in place to handle and resolve disputes relating to procurements.
- All Iliamna Village Council procurement transactions are conducted in a manner providing full and open competition consistent with the standards of 24 CFR 85.36
- Iliamna Village Council has written selection procedures for procurement transactions, ensuring that solicitations include clear descriptions and identify all requirements that must be fulfilled.
- Iliamna Village Council ensures that prequalified lists of persons, firms, or products are current and include enough qualified sources to maximize open and free competition.
- Small purchase procurement procedures are in place to ensure that quotes are received from an adequate number of qualified sources.
- Sealed-bid procurements are publicly solicited, and a firm-fixed-price contract is awarded to the lowest bidder who conforms with all the terms and conditions of the invitation for bids.
- Competitive proposal procurement RFP's comply with the requirements of 24 CFR 85.36(d)(3) and non-competitive proposal procurement is used only when award of a contract is infeasible under small purchase procedures, sealed bids, or competitive proposals and in compliance with 24 CFR 85.36(d)(4)(i).
- Iliamna Village Council performs cost analysis in connection with every procurement action including contract modifications, making independent estimates before receiving bids or proposals, and negotiates profit as a separate element of the price for each contract in which there is no price competition and in all cases where cost analysis is performed.

PROJECT SCHEDULE 1

ID	Task Name	Duration	Start	Finish
1	TIGER Grant Application Submittal	111 days	Friday 4/29/16	Friday 9/30/16
2	Grant Agreement Negotiations	65 days	Monday 10/3/16	Friday 12/30/16
3	Notice to Proceed	5 days	Monday 1/2/17	Friday 1/6/17
4	Environmental Services RFP	35 days	Monday 1/9/17	Friday 2/24/17
5	Engineering Services RFP	35 days	Monday 1/9/17	Friday 2/24/17
6	Develop EA Documents	200 days	Monday 2/27/17	Friday 12/1/17
7	ROW Acquisition	200 days	Monday 2/27/17	Friday 12/1/17
8	Develop Engineering Documents	210 days	Monday 3/20/17	Friday 1/5/18
9	PS&E	40 days	Monday 1/8/18	Friday 3/2/18
10	Procurement	65 days	Monday 3/5/18	Friday 6/1/18
11	Material Shipping to the Village	40 days	Monday 6/4/18	Friday 7/27/18
12	P.O.R.T.T. Construction	260 days	Monday 7/30/18	Friday 7/26/19
13	Winter Seasonal Shutdown	156 days	Monday 10/1/18	Friday 5/6/19
14	Substantial Completion	5 days	Monday 7/29/19	Friday 8/2/19
15	Final Completion & Closeout	41 days	Monday 8/5/19	Friday 9/30/19

PROJECT SCHEDULE 2



NEPA STATUS

The **P.O.R.T.T.** Project will be submitted through the Federal Highway Administration (FHWA) to complete National Environmental Policy Act (NEPA) review and processing.

VIII. FEDERAL WAGE RATE CERTIFICATION

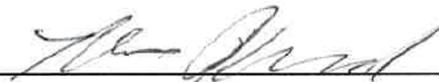


2016 TIGER Discretionary Grant Program Federal Wage Rate Certification

Name of Applicant: Village of Iliamna/Iliamna Village Council
Project: Promoting Opportunities for Regional Tribal Transportation
(P.O.R.T.T) Project

I hereby certify that Iliamna Village Council will comply with the requirements of subchapter IV of chapter 31 of title 40, United States Code [Federal wage rate requirements], as required by the FY 2016 Appropriations Act.

Any applicable work that will be subcontracted will follow the wage rates. **Any work that is provided through force account (tribe's labor) will be determined by Iliamna Village Council, the governing body of the Village of Iliamna.**

Signature:  Date: 4-22-16
Iliamna Village Council President

Signature:  Date: 4-22-16
Iliamna Village Council Transportation Director

References

- DOWL. (2016, January). Southwest Alaska Transportation Plan Update. Retrieved from http://www.swaktransplan.com/projects/SWAKTP/new_website/docs/swatp_final_draft.pdf
- William N. Miller & Associates, Forsi Engineering. (2010, March). Indian reservation roads program Iliamna long range transportation plan. Anchorage, AK.