



## **Lake and Peninsula Borough**

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

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### **PLEASE POST**

#### **REGULAR ASSEMBLY MEETING**

Tuesday, August 23, 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 Tuesday, August 23, 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](mailto: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. PRESENTATION: MOORE FOUNDATION**

#### **E. APPROVAL OF MINUTES**

1. May 9, 2016
2. May 20, 2016

#### **F. 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

**G. CONSENT AGENDA**

**H. NEW BUSINESS**

1. Ordinance 16-09: Amendments to Preschool & CTE Fund Utilization – *Hearing & Decision*
2. Ordinance 16-10 re: 1 year Lease to Creager - *Introduction*
3. Ordinance 16-11 re: 10 year Lease to GCI – *Introduction*
4. Ordinance 16-12 re: 5 year Lease to E&E Foods - *Introduction*
5. Fisherman’s Memorial at Chignik Bay Boat Harbor
6. Liquor Licenses

**I. UNFINISHED BUSINESS - none**

**J. TIME AND PLACE OF NEXT MEETING**

Regular Meeting, September 2016 – Date to be determined

**K. CITIZEN’S COMMENTS**

**L. ASSEMBLY COMMENTS**

**M. MAYOR’S COMMENTS**

**N. ADJOURNMENT**

**O. INFORMATION**

# **E. 1. Minutes May 9, 2016**

**Lake and Peninsula Borough  
Regular Assembly Meeting  
August 23, 2016**



**LAKE AND PENINSULA BOROUGH  
REGULAR ASSEMBLY MEETING  
Monday, May 9, 2016 10:00 a.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  
Nikki Reed, Assistant Finance Officer

Guests: George Jacko, Jr., Pedro Bay  
Bob Loeffler, Consultant to the Borough  
Ty Mase, Superintendent, Lake and Peninsula School District  
Chuck McCallum, Fisheries Consultant, via teleconference

**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 Monday May 9, 2016 at 10:20 a.m. from the meeting room of the Lake and Peninsula School District in King Salmon AK. The meeting was available via teleconference.

**B. ROLL CALL**

A quorum was established with Mayor Glen R. Alsworth, Sr. and Assembly members Randy Alvarez, Scott Anderson, Myra Olsen, Alvin Pedersen, Michelle Pope-Ravenmoon, and Christina Salmon were present.

**C. APPROVAL OF AGENDA**

Motion was made by Assembly member Olsen and seconded by Assembly member Pedersen to approve the agenda of May 9, 2016 as presented. Motion passed unanimously by voice vote.

**D. APPROVAL OF MINUTES**

Motion was made by Assembly member Olsen and seconded by Assembly member Pedersen to approve the April 13, 2016 minutes. The Mayor called for errors. None were noted. Motion passed unanimously by voice vote.

**E. MANAGER'S & STAFF REPORTS**

1. **Introduction of Guests** – The Mayor asked everyone present to introduce themselves.
2. **Manager's Report** – Nathan Hill said there was some action on the dock in Iliamna. The barge landing is complete except for the removal of metal in the water. The equipment and people to remove the metal are in Iliamna, and it is anticipated that the work will be completed by the end of the week.

The Chignik dock project will begin with some workers travelling to Chignik Bay to do some preliminary work. There have also been some conversations this last week about federal highway dollars available to install a boat lift. The State is hoping to off-set their costs with these federal highway monies, rather than making those funds available for additional projects. The Mayor added that the State only has staff time into the project, the money is all federal money. Mr. Hill agreed and said that the Borough needs to put together a plan and go to the

commissioner's office with this discussion.

At the Rural Energy Conference Mr. Hill learned AEA has \$250 million obligated to projects, but some have been sitting idle for awhile. The legislators are reconsidering those funds so AEA is being more proactive about completing projects. AEA has a plan to get Kokhanok Wind Project up to a medium penetration level with at least one turbine. Other people are interested in getting the project operating, as well.

The Mayor asked about the status of subsistence fishing in Port Heiden. Mr. Hill said that he understands the Native Village of Port Heiden has been working with Chuck McCallum, the Borough Fisheries Advisor. Assembly member Anderson said that a lot of residents had not been completing their paperwork to report their catch to the State Dept of Fish & Game. It was asked how the Borough should get involved, if at all, to help the community. It was stated that it is up to Port Heiden to make sure the subsistence applications are complete. The Mayor asked if people in Port Heiden want to fish. Assembly member Anderson said that residents do go and catch fish for subsistence, but do not complete the paperwork. The Mayor said he understands. In Port Alsworth, residents didn't used to complete the paperwork, but it is for statistics and to document and establish fish runs to provide continuity and future use. The reports can be accessed in person or on line. Assembly member Anderson said that the tribe understands the importance. Mr. Hill said that 16 people reported their subsistence catch in 2010, and only eight in 2014 and only two last year. Assembly member Alvarez said that the Board of Fish has to have the documented numbers for proof of subsistence. Assembly member Anderson said that because there is no ADF&G presence, residents do not think about reporting. Chuck McCallum said that the best situation would be to train someone from Port Heiden to do the paperwork. Assembly member Alvarez said that he doubts the State will fund subsistence surveys, and it is best if the community does their own. Assembly member Anderson suggested that the Borough could advertise and promote to the village to do their reports. Assembly member Ravenmoon said that Fish and Game has a lot of posters and promotional materials. Assembly member Anderson asked if the village can file their paperwork retroactively. The Mayor said that may be possible. Most important is to use the state paperwork moving forward.

Mr. Hill said his first priority this month has been the budget. He said the Kokhanok Wind Turbine will put out an RFP soon. There is need for a third party to objectively consider the project and the work. Brian Hirsch, a contractor from Homer, is considering doing the oversight of the project. He has been successful in getting federal energy funding.

### **3. Consultant's Reports**

**Cotten** – no discussion

**Loeffler** - Mr. Loeffler said he has been working on the budget and will be participating in the discussion during that portion of the agenda.

### **4. Community Development Coordinator's Report**

Kate Conley reported that there will be a planning commission meeting on May 11<sup>th</sup> to review a development permit

### **5. Planning Commission Minutes**

No discussion

### **6. Fishery Report**

Chuck McCallum, Fisheries Advisor, was available for questions via teleconference. Assembly member Alvarez asked about the trawl fishery halibut by-catch. He said he would like to know the size of the by-catch halibut being caught by the yellowfin fishery. The Mayor asked if the walrus that have hauled out near Pilot Point will affect the Ugashik fishery. The walrus had

traditionally hauled out near Cinnamon Island and now are in Ugashik Bay. Assembly member Olsen said that there is a lot of boat traffic around Cape Grieg. Assembly member Alvarez suggested that the walrus may have eaten Cinnamon Island bare and may stay at Cape Grieg for a while.

## **7. Finance Report**

Ms. Susan Edwards, Finance Officer, gave a history of fund balances from 2006 to present. The balances slowly grew until 2014, and then they began to decrease, which is what the Borough is currently facing. The \$2 million for the Chignik dock was a hit in 2014 and since then the earnings have been slow but steady. For the next five years there will be lower returns, even if interest rates rise, because investments are in five year blocks. The investment strategy has been to have five year commitments that rotate so one is maturing each year. The strategy will likely change to shorter investments because rates are so low. None of the investment funds are unavailable, they can be called if necessary. During this budget preparation, various scenarios have been considered to move funds from endowment or capital funds.

Ms. Nikki Reed, Assistant Finance Officer, reported on the scrap haul-out project. There are currently seven villages with balances: Nondalton, Kokhanok, Chignik Lake, Chignik Lagoon, Pedro Bay, Pilot Point and Igiugig. Some of these villages only have batteries to ship out and then their projects will be completed. Chignik Lake and Chignik Lagoon are working together and arranging for a barge to remove their waste. Port Heiden helped Ugashik to complete their project. Igiugig and Newhalen have helped Kokhanok with their project. Overall, the project is coming along well. Ms. Edwards added that the Federal grantors were skeptical whether this project would be completed. She gave a lot of credit to Ted Meyer, former Community Development Coordinator, who built the framework and to Nikki for her good communication skills. Nathan Hill added that there are some funds remaining and one of the considerations was to remove the old barge from Iliamna. The community complained that it is an eye-sore and a hazard, but the numbers appear to be in the 10s of thousands of dollars to remove it. The landfill rates were exorbitant. Mr. Hill said that it would not be a responsible way to spend the money. He added that if the community approached the Borough with a team effort to remove, the Borough would work with them, but it is not feasible for the Borough to do at this time. The Mayor said that the Newhalen Booster Club is always looking for additional funding, and if they were to remove some nails and sold them on e-bay, they could make money and the wood would be valuable, too. If someone could barge the wood to Homer and then to Seattle, that type of vintage lumber is worth a lot. Assembly member Anderson said that Port Heiden has put in a lot of their own money to match the CIAP money for the scrap clean-up project. Mr. Hill said that that type of cooperative effort is what makes the project successful.

## **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 worked with Evelyn Trefon to facilitate the vocational education trip for Newhalen students. The students will be doing chores for the elders in exchange for the donation the Borough made to the trip. There is an ordinance on the agenda that will allow voters more time to get their ballot into the Borough. There is also a resolution for Revenue Sharing on the agenda.

## **10. School Superintendent's Report**

Ty Mase, school superintendent told the Assembly that Port Alsworth School competed in the State Choral competition and received a 1+, which is more than perfect. The Mayor said Port Alsworth was the group with the highest GPA of all the competitors. Their score was 3.89 GPA. Their raw score gave them #4 in the State. The judges noted that Patty Alsworth, volunteers

her time to the school as there is no formal music program. Each year the judges comment that this group makes him cry. Assembly member Olsen added that there are nineteen high school students in Port Alsworth, and sixteen of them perform in the choir. Mr. Mase said one of the things the school district does is, if a group or individual qualifies for State competition, LPSD will contribute to their performance by paying for their transportation to the event. Mr. Mase said that Dave Bendinger from KDLG attended the LPSD prom and also interviewed Linda Richter, the Nondalton teacher who won the BP Award for teaching.

Assembly member Ravenmoon asked about the school district's hiring process, where they recruit from and why. Mr. Mase said the current push is to create more local teachers. The District has been going to Pennsylvania for the past several years because there is a teacher surplus there. Going forward, the district wants to hire tutoring positions in the fall. Most tutors choose to stay and it is a better decision for the teacher and for the district. The money spent recruiting could have been spent on tutors and it would have been money better spent. Assembly member Ravenmoon said that there was the same push years ago for local teachers and it would be nice to see more Alaskan teachers in our villages. It makes a huge difference because they know the local area, the history and culture. She said that it seems like the district is pulling from outside resources and it effects the culture and children. She emphasized that she would like to see more effort to have local people in the school. Mr. Mase assured the Assembly that the district will try harder to employ local people. He added that sometimes it is easier to sell the adventure and outdoor life in a place like Pennsylvania, than in Anchorage. Assembly member Olsen asked if there is a way for teacher aides to climb the ladder to a teacher. Mr. Mase said yes. If someone is employed with the district 15 hours a week, the district will reimburse 100% of the cost of classes. He would like to see more people take advantage of the program. The Mayor noted that Nancy Anderson took classes and completed a special education certificate while working with the school district. Assembly member Ravenmoon said that social issues in communities can make life a struggle for the kids. She asked how the school district is helping these children. Mr. Mase said the district just picked up a counselor, Raquel, from Ohio, who will be replacing the current counselor in Nondalton. In addition, the district will be using on-line counselors and apps. In the future, the district will have to cut back, due to funding restrictions, but will do what they can when they can. The district is also beginning a self-regulating program this next year. They will be training teachers to help kids to self-regulate and to stay focused. The counseling team will work with the staff to help students and adults to be productive. The Mayor said he and his wife are starting a foundation to aid victims of fetal alcohol syndrome. The nonprofit status was just approved by the IRS, and fundraising can now begin. The foundation will be raising funding to make counseling available and to teach people how to help children that are damaged or effected by chemicals as babies. The foundation will also help adults learn how to help children. The funding is targeted for Lake and Peninsula communities.

#### **11. Student Representative Report**

None

The meeting was recessed at 11:45 am  
The meeting was reconvened at 12:15 pm

#### **F. CONSENT AGENDA – none**

#### **G. NEW BUSINESS**

##### **1. Ordinance 16-04: FY2016 Budget Amendment – Public Hearing & Decision**

Assembly member Olsen made a motion to open the public hearing for Ordinance 16-04: 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 Salmon. Motion passed unanimously by voice vote. The public hearing was declared open at 12:13 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. The Mayor noted that this is a general ordinance for “housekeeping” purposes. There were no further comments. Motion was made by Assembly member Olsen to close the public hearing. Motion was seconded by Assembly member Ravenmoon. Motion passed unanimously by voice vote. The public hearing was closed at 12:14 pm

Motion was made by Assembly member Olsen to adopt Ordinance 16-04: 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 Salmon. The Mayor called for conflict of interest. The Mayor declared that he owns Lake Clark Air and Farm Lodge and will not be voting. The Mayor turned the meeting over to Deputy Mayor Olsen. Deputy Mayor Olsen called for discussion. There was none. Motion passed with six ayes (Alvarez, Anderson, Olsen, Pedersen, Ravenmoon, and Salmon). Alsworth abstained.

**2. Ordinance 16-05: FY 2017 Budget – Public Hearing & Decision**

Assembly member Pedersen made a motion to open the public hearing for 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). Motion was seconded by Assembly member Salmon. The public hearing was declared open at 12:16 pm. The Mayor requested to abstain due to conflict of interest. The control of the meeting was assumed by Deputy Mayor Olsen. The Deputy 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 Deputy Mayor called for comments. Assembly member Salmon asked about the donations to SAVEC. Ms. Edwards said that the donation to SAVEC is not included in the budget because she would like to see the Assembly specifically appoint those funds, rather than do it as part of the budget. She explained at the last meeting, options were discussed, whether to take the needed funds for the school district from the school endowment fund, or whether to take it from the contingency fund. The funds could be a loan from these funds or a direct withdrawal. She said there are some steps that must be taken to access and utilize the funds. Ms. Edwards passed out a new ordinance. Because the budget changed from \$2.9 million to \$3.6 million due to the source of the funding, the ordinance will need to be re-noticed for at least ten days and the Assembly can hold the public hearing via teleconference. The discussion needs to be where the \$700,000 will come from. There was a discussion of how to proceed. It was agreed that this public hearing would be closed. The new ordinance would be noticed and another public hearing would be set for May 20<sup>th</sup>. There were no further comments. Motion was made by Assembly member Anderson to close the public hearing. Motion was seconded by Assembly member Salmon. Motion passed unanimously by voice vote. The public hearing was closed at 12:26 pm

The meeting was returned to the Mayor to chair.

**3. Ordinance 16-06: Lease with Hurley - Introduction**

Assembly member Olsen made a motion to introduce Ordinance 16-06: An Ordinance Authorizing a Transfer and Five Year Lease of Real Property Containing 1.0 acres more or less to Thomas Fountain and Kyle Hurley for the Operation of a Commercial Set Net Operation and set a public hearing for May 20, 2016. Motion was seconded by Assembly member Salmon. There was no further discussion. The original motion passed unanimously by voice vote.

**4. Ordinance 16-07: Amending Sections of Title 4: Elections - Introduction**

Motion was made by Assembly member Olsen to introduce Ordinance 16-07: An Ordinance Amending Borough Code Section 4.40.020 and 4.40.070 to Change the Timetable for the

General Election and set a public hearing for May 20, 2016. Motion was seconded by Assembly member Ravenmoon. Ms. Conley explained that this change was per the Canvass Committee last fall. Motion passed unanimously by voice vote.

**5. Resolution 16-11: School District Budget**

Motion was made by Assembly member Olsen to approve 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 (FY17), and Projecting the Amount of Money to be Made Available from Borough Revenues for School Purposes during that Fiscal Year. Motion was seconded by Assembly member Anderson. The Mayor read the resolution by title. The Mayor declared a conflict of interest and requested to abstain from voting because he owns by Lake Clark Air and the Farm Lodge. The Assembly agreed to allow the Mayor to abstain from voting on Resolution 16-11. The Deputy Mayor assumed chair of the meeting. Deputy Mayor called for discussion. There was none. Motion passed by roll call vote with six yes (Alvarez, Anderson, Olsen, Pedersen, Ravenmoon and Salmon) and one abstention.

**6. Resolution 16-12: Revenue Sharing FY17**

Motion was made by Assembly member Olsen to approve Resolution 16-12: A Resolution Approving Certain Unincorporated Communities and Their Respective Native Village Council and/or Incorporated Nonprofit Entity for Participation in the FY17 Community Revenue Sharing Program. Motion was seconded by Assembly member Pederson. Mayor Alsworth called for conflict of interest. He noted that every village will use his business, Lake Clark, to freight or transport staff at some point. Deputy Mayor Olsen said she does not see that as a conflict. Assembly member Alvarez agreed, that the Mayor does not have a conflicting interest. The Mayor added that each Assembly member lives in one of the villages listed and benefiting from this resolution. Motion passed unanimously by voice vote.

**7. Ordinance 16-08: Transferring Bond Proceeds – Introduction**

Motion was made by Assembly member Olsen to introduce Ordinance 16-08: An Ordinance Authorizing the Transfer of Bond Proceeds to Priority School Capital Improvement Projects and providing for an Effective Date and to set a public hearing for May 20, 2016. Motion was seconded by Assembly member Salmon. The Mayor called for discussion. The Mayor explained that the voters authorized a \$20 million bond and the Borough will pay it back. This does not change the obligation, it just allows the district to utilize this money as needed. These are funds that the Borough is already paying interest on. Tom Klinker, Attorney to the Assembly advising on bond matters, said that the money can be freed up and utilized for projects that will be reimbursed by the State at the 70-30% formulation. This ordinance will allow the district to use the funds set for the Tanalian School that were not needed, to go toward the completion of the Newhalen School. The east wall of the Newhalen School is compromised and deteriorating. This could compromise the entire school if not taken care of. The sewer and drainage also needs to be addressed. This is not growing the building, just fixing things. It was noted that the ordinance introduced had an error on the ordinance number. Motion passed unanimously by voice vote.

**H. UNFINISHED BUSINESS – none**

**I. TIME AND PLACE OF NEXT MEETING** Regular Meeting, TBD – King Salmon  
The Assembly consensus was to do a meeting on May 20<sup>th</sup> via teleconference.

**J. CITIZEN'S COMMENTS**

**Nathan Hill** – Mr. Hill said he has heard concern from villages about the lack of public safety. There are no VPSOs in LPB. Trooper Minnick, who lived in Iliamna, is moving and will not be replaced. This contributes to domestic problems and student challenges. Trooper Minnick called

the Borough and expressed gratitude for the barge landing. There is a general concern borough-wide that there is not sufficient safety enforcement. Assembly member Olsen said she is interested to see the statistics and allotted funding for law enforcement in the Bristol Bay area. Mr. Hill emphasized it is an area problem, not just LPB. Assembly member Salmon asked if there are any options for State involvement. Assembly member Ravenmoon said she has been considering the lack of safety officers for a while. She said that other Boroughs provide safety programs through the Borough. She said it would be good for the Borough to research what role, if any, the Borough can play. She added that without basic safety, capital projects are pointless. It was discussed that Troopers will only make the trip to a village if it is a life threatening emergency. Assembly member Alvarez said that there are fewer VPSOs and Troopers. The Mayor said that the Borough could take on police powers as a Borough. He asked if that is something the Assembly wants citizens to pay for. He said villages can also chose to take on the policing powers. Assembly member Anderson added that mental health is another gap in services to people in the villages, and may be more needed than policing. Mr. Hill said that health issues are complicated by a portion of the villages being served by South Central Foundation and the other half by BBAHC. He said that the only time a mental health expert visits a village is in response to a trauma. Mr. Hill said that a request for mental health services has to come from a community. Gov. Walker has a health initiative to have a wellness center in every village. The Mayor suggested that mental health workers could partner with local churches to access villages. Assembly member Ravenmoon said that both mental health and policing are needed in the communities and little is done to address these problems. Assembly member Anderson asked if there is anything the Borough can do to encourage more mental health services and law enforcement? Assembly member Pedersen suggested the Borough provide training to grow their own mental health workers and VPSOs. The Mayor discussed the possibility of using technology to communicate and access outside help. It was suggested that Tatiana Askoak may be someone to contact for assistance. Assembly member Pedersen suggested writing a letter to ANTHC.

#### **K. ASSEMBLY COMMENTS**

**Randy Alvarez** – Assembly member Alvarez said that the fish prices may be better this year. Fish farming in Chile is non-existent this year so there are less fish on the market and that may drive the price up. Ms. Edwards said the Borough received a bit of unexpected revenue from the cod fishery in the Chignik area. Assembly member Alvarez noted that he will have a SAVEC board meeting on May 20<sup>th</sup> at 1:30 pm.

**Myra Olsen** – Assembly member Olsen wished Kate Conley a happy birthday.

#### **L. MAYOR'S COMMENTS**

The Mayor said that this year's budget process is the beginning of a long discussion of overall financial outlook for the borough. In spite of capital project and school district contributions, the overall fund balances for the borough are fairly healthy. Each year the Assembly will be depositing money into the CTE and Preschool funds; however, the money does not deposit in the accounts automatically. In addition, the school district did not use the money in the preschool fund this past year. The Assembly created these funds to insure the programs continue. Intent and usage for these funds need to be discussed and determined. Ms. Edwards agreed. She said that the intent was there, but the Assembly did not discuss the mechanism or how the money is to be drawn out. The Mayor said, as he recalls, the preschool program was funded by grants in past years, but there was no grant money available last year. The Assembly put the money into the preschool fund with the provision that, if the funding is not found, the money in the fund is to be used. The school district utilized their own savings, rather than the preschool fund. Mr. Loeffler said that preschool costs about \$220,000. Superintendent Mase said that if there is a grant to pay a director and more professional development, then the program can cost more. LPSD funded preschool this year from the district's general fund. The Mayor said he remembered that the district was going to try to get grants and any gap would be funded by the Assembly preschool fund. Ms. Edwards said that the money is in the fund, the school district just needs to request the funds from the borough. The Career Technical Education (CTE) was funded at \$54,000, which was 50% of the estimated cost. They use the CTE funds each year. The Assembly requested the

actual cost to run the preschool and the CTE programs, and what has been spent from where. Ms. Edwards said that the district has not requested payment from either fund yet in FY16, but she expected they will be making the request before the year end. Mr. Loeffler said that the preschool fund usage is not in the code and should be put together in an ordinance.

The Mayor said that the Assembly also needs to map out a timeline for long term budgeting. He said it would be valuable to develop a plan. A stated outcome is necessary to get to a goal. What does the Assembly want the Borough to look like in five, ten or twenty years? The outcome gives them guidelines for the future. The Mayor said he would like to have a draft plan by November and a solid plan by March. He said they need benchmarks put together. The Borough cannot count on Juneau, so the State cannot be considering in the funding plan. Assembly member Ravenmoon asked about the comprehensive plan. Ms. Conley said that the current plan expires in October 2017.

The Mayor said as the Borough and the School District move forward, each year will bring surprises. As part of the overall fiscal look, it is important to have a good shock absorber to accommodate for disasters. We need to assure the Borough will be able to continue, regardless of the challenges.

**M. ADJOURNMENT**

The meeting was adjourned by unanimous consent at 1:49 pm.

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Glen R. Alsworth, Sr., Mayor

\_\_\_\_\_  
Kate Conley, Borough Clerk

\_\_\_\_\_  
Date

# **E. 2. Minutes May 20, 2016**

**Lake and Peninsula Borough  
Regular Assembly Meeting  
August 23, 2016**



**LAKE AND PENINSULA BOROUGH  
SPECIAL ASSEMBLY MEETING  
Friday, May 20, 2016 8:30 a.m.**

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

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

Guests: Ed Lester, Newhalen AK  
Chuck McCallum, Fisheries Consultant, via teleconference  
Skipper Tallekpalek, Levelock AK

**A. CALL TO ORDER**

The regular meeting of the Lake and Peninsula Borough Assembly was called to order by Mayor Glen R. Alsworth, Sr. on Friday May 20, 2016 at 8:32 a.m. via teleconference from the meeting room of the Lake and Peninsula School District in King Salmon AK.

**B. ROLL CALL**

A quorum was established with Mayor Glen R. Alsworth, Sr. and Assembly members Randy Alvarez, Scott Anderson, Myra Olsen, Alvin Pedersen, were present. Michelle Pope-Ravenmoon, and Christina Salmon we absent, excused.

**C. APPROVAL OF AGENDA**

Motion was made by Assembly member Pederson and seconded by Assembly member Olsen to approve the agenda of May 20, 2016 as presented. Motion passed unanimously by voice vote.

**D. NEW BUSINESS**

**1. Ordinance 16-05: FY2017 Budget – Public Hearing & Decision**

Assembly member Olsen made a motion to open the public hearing for Ordinance 16-05: 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 8:34 am. 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. There were no further comments. Motion was made by Assembly member Olsen to close the public hearing. Motion was seconded by Assembly member Pedersen. Motion passed unanimously by voice vote. The public hearing was closed at 8:36 am

Motion was made by Assembly member Olsen to adopt 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). Motion was seconded by Assembly member Anderson. The Mayor called for conflict of interest. The Mayor declared that he owns Lake Clark Air and Farm Lodge and will not be voting. The consensus of the Assembly was to allow the Mayor to abstain. The Mayor turned the meeting over to Deputy Mayor Olsen. Deputy

Mayor Olsen called for discussion. It was noted that the Assembly needs to discuss where the additional money for the school district is going to come from. There is the annual contribution, as well as the money for the preschool and CTE. Ms. Edwards said that the money will come from the general fund, just whether the general fund will be reimbursed from the school endowment fund, or not. If there is to be reimbursement from the school endowment fund, ordinances to allow that will need to be passed. Assembly member Alvarez asked what would be best for the Borough? How will this affect the state contribution? Will the state contribution be more if the Borough contributes more? Glen Alsworth said yes, the contribution triggers a match from the state, and a greater contribution from the Borough triggers a greater match from the State. In addition to the contribution, the Borough also pays \$500,000 per year to repay the \$20 million bond. Assembly member Alvarez said he would like to hear from staff about the options. Ms. Edwards explained that the school endowment fund balance is currently \$6 million. The way the fund is set up, the funds are not available, but ordinances can be passed to allow the money to be utilized. Given the current situation, the Assembly can choose to either deplete the general fund, or use the endowment fund. Mr. Glen Alsworth said that recent discussions were to make this money available to supplement the school district budget to make it last for ten to fifteen years. Ms. Edwards said that the question for the Assembly is whether the money for the FY17 budget should be taken from the general fund, or be reimbursed from the school endowment. Assembly member Alvarez said he recommends the general fund should be reimbursed from the school endowment fund later in the year when the ordinances are in place. Assembly members Olsen and Pedersen voiced their agreement with Alvarez. Mr. Glen Alsworth said that the Borough should plan for the long term, worst case scenario, and he would agree, if he were voting. There was no additional discussion. Motion passed with four ayes (Alvarez, Anderson, Olsen, and Pedersen). Alsworth abstained. Ravenmoon and Salmon were absent, excused.

The Mayor reclaimed chair of the meeting.

**2. Ordinance 16-06: Lease with Hurley – Public Hearing & Decision**

Assembly member Olsen made a motion to open the public hearing for Ordinance 16-06: An Ordinance Authorizing a Transfer and Five Year Lease of Real Property Containing 1.0 acres more or less to Thomas Fountain and Kyle Hurley for the Operation of a Commercial Set Net Operation. Motion was seconded by Assembly member Alvarez. The public hearing was declared open at 8:52 am. 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. There were no further comments. Motion was made by Assembly member Olsen to close the public hearing. Motion was seconded by Assembly member Pedersen. Motion passed unanimously by voice vote. The public hearing was closed at 8:53 am

Motion was made by Assembly member Anderson to adopt Ordinance 16-06: An Ordinance Authorizing a Transfer and Five Year Lease of Real Property Containing 1.0 acres more or less to Thomas Fountain and Kyle Hurley for the Operation of a Commercial Set Net Operation. Motion was seconded by Assembly member Pedersen. The Mayor called for conflict of interest. None was declared. Ms. Edwards said staff recommends approval. There was no additional discussion. Motion passed with five ayes (Alsworth, Alvarez, Anderson, Olsen, and Pedersen). Ravenmoon and Salmon were absent, excused.

**3. Ordinance 16-07: Amending Sections of Title 4: Elections – Public Hearing & Decision**

Assembly member Olsen made a motion to open the public hearing for Ordinance 16-07: An Ordinance Amending Borough Code Section 4.40.020 and 4.40.070 to Change the Timetable for the General Election. Motion was seconded by Assembly member Alvarez. The public hearing was declared open at 8:56 am. 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.

There were no further comments. Motion was made by Assembly member Olsen to close the public hearing. Motion was seconded by Assembly member Pedersen. Motion passed unanimously by voice vote. The public hearing was closed at 8:57 am

Motion was made by Assembly member Olsen to adopt Ordinance 16-07: An Ordinance Amending Borough Code Section 4.40.020 and 4.40.070 to Change the Timetable for the General Election. Motion was seconded by Assembly member Pedersen. The Mayor called for conflict of interest. None was declared. Ms. Conley explained that this ordinance is at the request of the Canvass Committee and will give voters an additional seven days for ballots to be mailed after the election. There was no additional discussion. Motion passed unanimously by voice vote.

**4. Ordinance 16-08: Transferring Bond Proceeds – Public Hearing & Decision**

Assembly member Olsen made a motion to open the public hearing for Ordinance 16-08: An Ordinance Authorizing the Transfer of Bond Proceeds to Priority School Capital Improvement Projects, and providing for an Effective Date. Motion was seconded by Assembly member Anderson. The public hearing was declared open at 8:58 am. 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. 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 8:59 am

Motion was made by Assembly member Olsen to adopt Ordinance 16-07: Ordinance 16-08: An Ordinance Authorizing the Transfer of Bond Proceeds to Priority School Capital Improvement Projects, and providing for an Effective Date. Motion was seconded by Assembly member Pedersen. The Mayor called for conflict of interest. None was declared. The Mayor explained that the Borough has received authorization for the renovations to the Newhalen gym to be reimbursed at 70% by the State as it is still part of the gym renovations. There was no further discussion. Motion passed with five ayes (Alsworth, Alvarez, Anderson, Olsen, and Pedersen). Ravenmoon and Salmon were absent, excused.

**5. Ordinance 16-09: Amendments to Preschool & CTE Fund Utilization - Introduction**

Motion was made by Assembly member Olsen to introduce Ordinance 16-09: An Ordinance Amending Borough Code Section 6.74 and 6.75 of the Lake and Peninsula Borough Municipal Code and Providing for and Effective Date and set a public hearing for the Regular Assembly meeting August 2016. Motion was seconded by Assembly member Pederson. There was no discussion. Motion passed unanimously by voice vote.

**E. CITIZEN'S COMMENTS**

None

**M. ADJOURNMENT**

The meeting was adjourned by unanimous consent at 9:09 am.

\_\_\_\_\_  
Glen R. Alsworth, Sr., Mayor

\_\_\_\_\_  
Kate Conley, Borough Clerk

\_\_\_\_\_ Date



# **F. 2. Reports Manager's**

**Lake and Peninsula Borough  
Regular Assembly Meeting  
August 23, 2016**





## **Lake and Peninsula Borough**

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

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



August 2016

To: Mayor Alsworth,  
Assembly Members  
From: Nathan Hill, Manager  
Re: April Report

### August Report

Welcome back everyone! It seems as if summer has come and gone faster than I could have imagined. Much has happened since we last met. During the summer break I have been in regular contact with staff, consultants, assembly, planning commissioners and contractors on a menagerie of topics. There is the exception of time off, in which I was happy to take a good stretch of time to commercial fish, enjoy summer weather and get some subsistence fishing in as well.

I have kept in contact with staff on a regular basis with discussions including but not limited to comprehensive planning, future budget reduction and revenue generation, audit review and project status for past present and future projects. I was able to spend some time in the King Salmon office with staff before and after fishing season which is always time well spent.

The Iliamna barge landing has been in operation for the summer. I have had positive feedback from users. We have yet to do the final survey, but hope to have this done before the construction season is over in Iliamna

The Chignik multi-community has begun construction as of July. Attached is a letter with some project details and photos. We are anticipating the completion this calendar year barring any major issues.

Kokhanok Wind is still awaiting word on an ICDGB grant application that was turned in mid-June. It is expected that we will hear word back from the grantees whether or not we were awarded by September. Dependent upon the award we have plans in place to get the project up to medium penetration.

Directly after the August meeting I will be flying to most of the Southern Borough communities. We will be bringing State, Federal and Private representation to look at projects that the Borough is involved with and to get a general sense of the communities as a whole.

This trip will include a stop at Chignik lake, a tour of Chignik Lagoon Hydro and a visit to the dock that us now under construction in Chignik Bay. Also among the highlights is a stop in Port Heiden to witness the activity involvement the community has in their efforts to be more sustainable.

At this point it seems that we have had a relatively productive summer with both fishing season commercial and sport. However, we are still facing fiscal challenges that need to be addressed to balance our budget. Education and project monies are a target for the State and we are seeing the effects of their efforts to balance the State budget. I look forward to working with all of you to help in finding solutions to upcoming challenges.

## CHIGNIK DOCK UPDATE

Hi Nathan,

Here is a short progress update - To date we have three cell faces and three tail walls completed of a total of 13 and 12 respectively. There was a small learning curve at the beginning while everything was shaken out. Every job is slightly different and what worked on the last one may not work on the next. Everything has been shaken out and we are making progress now.

We started on Cell 5 and are moving North currently we are working on Cell 3 which is the corner cell with the longest face. Once we finish up the north end they will turn back the other direction and move to cell 6 and start moving south. The end cells #1,2,3 & 11,12,13 take the longest to lay out as they are all unique. The contractor has brought a second crane onto the jobsite that will start being utilized in the next week or two. They are going to set it up on land and use it for setting tail walls. While the crane on the barge sets face sheets.

The second, less glamorous, yet equally important part of the project is well underway – more than 1/3 of the new armor stone has been placed. It is on the East side of the project which is the backside or opposite side that the new dock will be on. Three of the four barge loads of armor rock are on site with the fourth on the way currently.

The pictures are roughly in order by date with the last 4 being taken today. I tried to grab picture that highlighted the different stages of building the walls. From the templates up to walls in final position and driven to depth. There are also some progress shots of the armor stone going in.

If you have any questions, or would like me to go into more detail on anything let me know.  
Thanks,

Jason Willoughby Engineering Associate

R&M CONSULTANTS, INC. | 9101 Vanguard Drive | Anchorage, Alaska 99507  
907.646.9662 direct | 907.538.2602 mobile

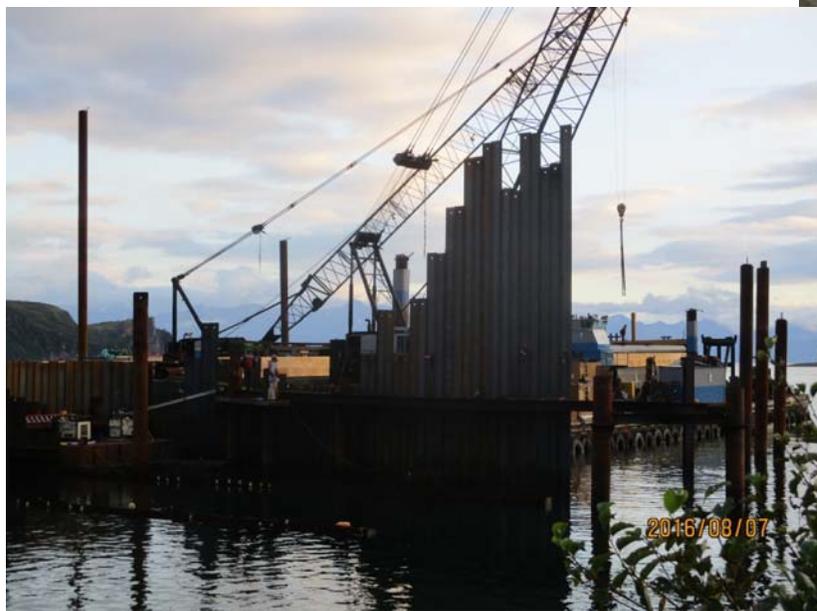
# Chignik Dock Construction



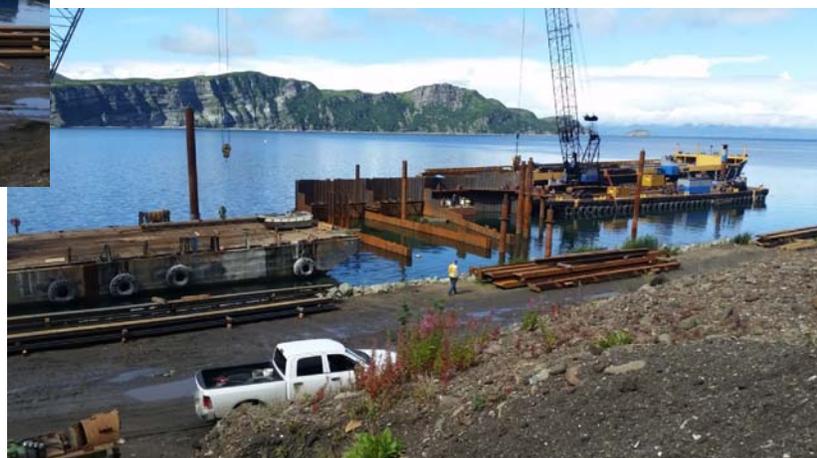
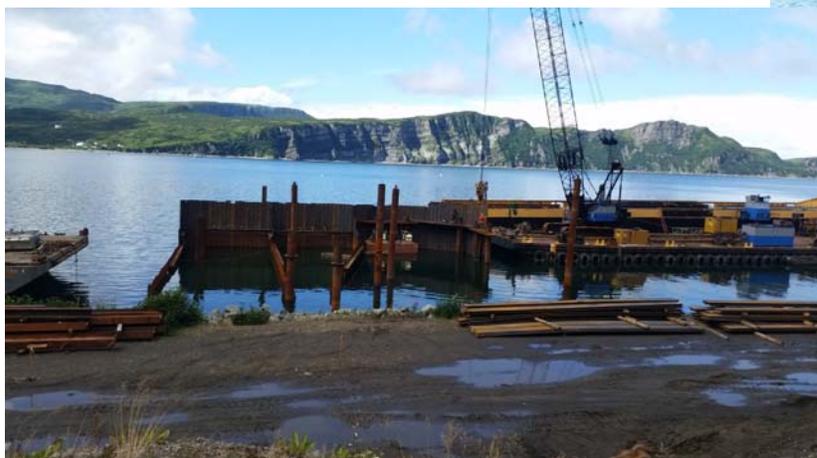
# Chignik Dock Construction



# Chignik Dock Construction



# Chignik Dock Construction



# F. 3. Reports Consultant's Cotten

Lake and Peninsula Borough  
Regular Assembly Meeting  
August 23, 2016



To: Glen Alsworth, Mayor  
Assembly members Nathan Hill, Manager  
From: Lamar Cotten August 08, 2016

Re: Monthly Report-June/July 2016

Below is a summary my work for the month of June/July 2016.

1. Chignik-multi-community public dock. I continue work with Nathan and Chignik area community leaders on the ongoing Chignik Dock project. The contractor, Pacific Pile, Inc. has been on site in Chignik for about a month pounding the steel sheets and filling the cells with local materials . The pace has been slower than expected, but some improvement have been made. The current construction window closes around November 15th or so, depending on the presence and number of eiders wandering around in the area. If the project is not completed by November, it will pick up again sometime in May. As you will recall, construction of the facility is under state management. LPB will own upon successful completion. Its then the intent of LPB to lease the dock to the City of Chignik.
2. CIP matters. I have worked with Kate and Nathan on past and future CIP projects as background data for planning purpose and for future grants.
3. Worked with Nathan, Bob and Glen on long-term budget matters and school funding options.
4. 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.



# F. 4. Reports CDC

Lake and Peninsula Borough  
Regular Assembly Meeting  
August 23, 2016





## **Lake and Peninsula Borough**

*P.O. Box 495*

*King Salmon, Alaska 99613*

*Telephone: (907) 246-3421*

*Fax: (907) 246-6602*



Date: August 15, 2016  
To: Mayor and Assembly  
From: Kate Conley, Borough Clerk  
Re: CDC Report

Over the summer the department has been relatively quiet, but there have been a few things to report on:

- Minor Plat – The manager and CDC can approve minor plats (less than five lots) without Planning Commission review, so we approved a plat of only one lot in Port Alsworth.
- Major Plat – I received an application for a plat of 16 lots “Tanalian Shores” which will be before the Planning Commission this month. Because it was not yet had a public hearing, the Commissioners will only be reviewing the preliminary, and not judging for final conditions.
- Project Report – For some time, Lamar has wanted to document all of the Borough’s completed projects. This report would be used for both historical and lobbying purposes. I have been working with consultants and staff to pull this together. It will be an on-going document, but we hope to have a good draft ready by this meeting.
- Development Permits – I have discussed several development permits with contractors, but none will be ready for the upcoming meeting.
- ANTHC Assessments – In November 2015, ANTHC spoke to the Assembly about utility assessments, a service offered by the consortium, that can be used as the initial feasibility for improvements to village sewer/water system. There is money available to fund 50% of the cost of the assessment, and I will be reaching out in the next month to those villages who would best benefit from this work. Mr. Gavin Dixon from ANTHC will be travelling to the Chigniks and Port Heiden with Nathan and Lamar after the Assembly meeting.
- Moving Offices – Susan chose to move her office to the previous CDC room. In turn, the CDC office is now where the Finance Officer used to be. I have not completed the move as of this writing, but hope to have everything tidy and organized by next week.



# F. 5. Reports PC Minutes

Lake and Peninsula Borough  
Regular Assembly Meeting  
August 23, 2016



# F. 6. Reports Fisheries

Lake and Peninsula Borough  
Regular Assembly Meeting  
August 23, 2016



# Fishery Advisor Report

Lake and Peninsula Borough | August 2016

## **Bristol Bay Season in Review**

The Ugashik sockeye harvest was 77% over forecast and the Egegik harvest was 48% over forecast. Bay wide the actual harvest of 37.4 million was 7.88 million over the forecast of 29.52 million. Ugashik and Egegik sockeye harvests aggregated together were 5.7 million sockeye over their combined forecasts.

| 2016 Bristol Bay Sockeye Salmon | Millions of Sockeye Salmon and Difference from forecast as a percentage of the forecast |              |               |              |              |                |               |              |              |             |
|---------------------------------|---|--------------|---------------|--------------|--------------|----------------|---------------|--------------|--------------|-------------|
|                                 | Harvest   |              |               | Escapement   |              |                | S. Pen Area M | Total Run    |              |             |
|                                 | Actual  | Forecast     | % over        | Actual       | Forecast     | % +/-          |               | Actual       | Forecast     | % +/-       |
| Ugashik                         | 6.77  | 3.82         | 77%           | 1.64         | 0.95         | 72%            | 0.18          | 8.40         | 4.95         | 70%         |
| Egegik                          | 8.49  | 5.74         | 48%           | 1.84         | 1.4          | 31%            | 0.27          | 10.32        | 7.41         | 39%         |
| Naknek-Kvichak                  | 13.61   | 11.71        | 16%           | 6.15         | 10.61        | -42%           | 0.86          | 19.77        | 23.18        | -15%        |
| Nushagak                        | 7.99  | 7.82         | 2%            | 2.46         | 2.16         | 14%            | 0.38          | 10.45        | 10.36        | 1%          |
| Togiak                          | 0.54  | 0.44         | 24%           | 0.16         | 0.2          | -21%           | 0.02          | 0.70         | 0.66         | 6%          |
| <b>Totals</b>                   | <b>37.40</b>  | <b>29.52</b> | <b>27%</b>    | <b>12.24</b> | <b>15.31</b> | <b>-20%</b>    | <b>1.72</b>   | <b>49.64</b> | <b>46.55</b> | <b>7%</b>   |
|                                 |   |              |               |              |              |                |               |              |              |             |
|                                 |   |              |               |              |              |                |               |              |              |             |
| 2016 Bristol Bay Sockeye Salmon | Millions of Sockeye Salmon and Difference from forecast in numbers of fish              |              |               |              |              |                |               |              |              |             |
|                                 | Harvest   |              |               | Escapement   |              |                | S. Pen Area M | Total Run    |              |             |
|                                 | Actual  | Forecast     | Over          | Actual       | Forecast     | +/-            |               | Actual       | Forecast     | +/-         |
| Ugashik                         | 6.77  | 3.82         | ✓ 2.95        | 1.64         | 0.95         | ✓ 0.69         | 0.18          | 8.40         | 4.95         | 3.45        |
| Egegik                          | 8.49  | 5.74         | ✓ 2.75        | 1.84         | 1.40         | ✓ 0.44         | 0.27          | 10.32        | 7.41         | 2.91        |
| Naknek-Kvichak                  | 13.61   | 11.71        | ✓ 1.90        | 6.15         | 10.61        | ✓ -4.46        | 0.86          | 19.77        | 23.18        | -3.41       |
| Nushagak                        | 7.99  | 7.82         | ✓ 0.17        | 2.46         | 2.16         | ✓ 0.30         | 0.38          | 10.45        | 10.36        | 0.09        |
| Togiak                          | 0.54  | 0.44         | ✓ 0.10        | 0.16         | 0.20         | ✓ -0.04        | 0.02          | 0.70         | 0.66         | 0.04        |
| <b>Totals</b>                   | <b>37.40</b>  | <b>29.52</b> | <b>✓ 7.88</b> | <b>12.24</b> | <b>15.31</b> | <b>✓ -3.07</b> | <b>1.72</b>   | <b>49.64</b> | <b>46.55</b> | <b>3.09</b> |

The Ugashik harvest has reportedly beaten all records and you have to go back to 1985 to find a comparable year with a 6.67 million harvest. The twenty year averages show Ugashik as typically in the 2.5 – 3 million harvest range so the 2016 Ugashik sockeye harvest is more than double the long term average. At a harvest of 8.5 million Egegik is over forecast but closer to its long term averages in the 7 - 8 million range. The average weight in 2016 of about 5.3 pounds, while not as small as last year, is still down from the more typical 5.9 pounds.

For price it seems that the base price is \$0.75 cents with about two thirds of the drift fleet getting quality bonuses of \$0.15. The market was on the upswing so it is not unreasonable to hope for post season adjustments. However, many of the Bristol Bay processors are exposed to a disruptively poor pink return state wide which will likely put a bit of a damper on the potential price adjustments. A reasonably conservative estimate of average Bristol Bay sockeye price is \$0.85/Lb. and an optimistic price after all post season adjustments might be \$1.00/Lb. Based on these assumptions the estimated price range of the total Bristol Bay pack could end up being valued at approximately \$170 – 195 Million. The sum of Ugashik and Egegik, the two Bristol Bay Districts within the Borough Boundaries, could be roughly in the \$67 - 80 Million range.

## **Outer Port Heiden (OPH)**

| Outer Port Heiden Sockeye Harvests |         |           |        |
|------------------------------------|---------|-----------|--------|
| Year                               | Number  | Pounds    | ave wt |
| 2007                               | 387,786 | 2,306,503 | 5.9    |
| 2008                               | 320,857 | 1,876,339 | 5.8    |
| 2009                               | 762,643 | 4,638,179 | 6.1    |
| 2010                               | 786,025 | 4,723,054 | 6      |
| 2011                               | 375,128 | 2,149,015 | 5.7    |
| 2012                               | 268,226 | 1,587,954 | 5.9    |
| 2013                               | 254,916 | 1,511,812 | 5.9    |
| 2014                               | 444,152 | 2,433,552 | 5.5    |
| 2015                               | 898,312 | 5,137,587 | 5.7    |
| 2016                               | 598,194 | 3,424,744 | 5.7    |

Since the Board of Fisheries failed to eliminate or curtail the salmon fishery in the Outer Port Heiden section of the Northern District of Area M and that section is within the Borough Boundaries, the Boroughs tax on Salmon harvested there continues to be a relevant factor. In 2016 there were 598,194 sockeye harvested in the OPH for a total weight of 3,424,744 pounds. Note that the average weight is 5.7 pounds while the average weight in Ugashik is 5.35 pounds. I don't as yet have any information on the prices paid in the

Northern District of Area M but using Bristol Bay prices as a very rough benchmark I would venture an inexact guess that the value of the total sockeye harvest in the Outer Port Heiden District is about \$3 million.

## **Chignik Salmon**

In Chignik the salmon season is ongoing but slow with the harvest standing at 1.3 million sockeye which is slightly below the long term average of about 1.5 million. The total sockeye weight is 7.6 million pounds means that the average weight is a low 5.9 pounds. Typically weights are at least a pound heavier which, naturally, reduces the value of the total harvest. Last year's sockeye were also small but these fish look healthier and the sex ratios were normal as opposed to skewed towards males last year. On a typical year non-sockeye will make up about 15% of the total value but because pinks are so few this year non-sockeye value is likely to be closer to half that. Processors in Chignik this year include Trident, Ocean Beauty, and International Seafoods. Prices vary among processors and the amounts processed by each is confidential information. With so many uncertainties estimating a total value is very inexact right now but for a rough number I would suggest about \$8.5 - \$9 million total value for all species. Trident has a revenue sharing agreement with their fishermen which could result in a post season adjustment in the spring of 2017. Ocean Beauty and International Seafoods are reportedly paying higher prices than Trident and it appears that Trident is processing about 65% of the total harvest which is down from about 85% in past years.

## **Board of Fisheries: in Kodiak from January 10 – 13, 2017**

Four Chignik fishermen have submitted six proposals for modifying the Kodiak management plan for the Cape Igvak interception fishery. Stakeholder participation at this meeting in Kodiak will be important to advance and support the interests of Borough resident fishermen in the Chignik area. The Borough Fishery Advisor will coordinate with the Borough manager and the Borough fishermen to support and assist the fishermen at this Board of Fisheries meeting in Kodiak.

Since 1978 Kodiak fishermen have been allocated 15% of Chignik bound sockeye harvested at Cape Igvak just east of the boundary between the Chignik and Kodiak management areas. The 15% is limited by certain other criteria like minimum harvest thresholds for Chignik fishermen. The six Cape Igvak proposals are:

- Proposal 51: Increase the minimum salmon harvest threshold from 600K to 1 Million
- Proposal 52: Require registration to fish in the Cape Igvak section
- Proposal 53: Harvest allocation should apply only July 9 (instead of July 25).
- Proposal 54: Redefine the area used to determine allocation percentages.
- Proposal 55: Repeal the Igvak Plan and close fishing before July 25<sup>th</sup> at Cape Igvak.
- Proposal 56: Reduce the Cape Igvak Section allocation from 15 % to 7.5%.

## **Other Board of Fisheries Meetings**

- October 18-20: Work Session in Soldotna: ACRs, cycle organization, etc.
- March 20-24, 2017: Statewide & Supplemental Issues in Anchorage (Chignik Cod)

At the March meeting in Anchorage one proposal that was not finalized at the December 2015 Chignik cod meeting is scheduled for final action at this meeting. Proposal 274 calls for reducing closed waters for the protection of Steller sea lions during the parallel Pacific cod fishery in the Chignik Area.

Chignik Tanner crab fishermen should review proposal 249 which would establish a 20 pot gear limit in the South Peninsula District and would also cap the total number of pots in the fishery at 1000 pots. This does not directly affect Chignik but there could be an indirect affect that Chignik fishermen may want to consider.



# F. 7. Reports Finance

Lake and Peninsula Borough  
Regular Assembly Meeting  
August 23, 2016



## August 2016 Finance Report

8/23/2016

To: Mayor Alsworth  
Assembly Members  
Nathan Hill, Manager

### Current Year

#### Fish Tax:

The commercial fishing season has turned out to be better than expected, both in the quantity of the harvest and in the price paid per pound. It was feared that price would be similar to last year's .40¢/lb. but with Copper River coming out early on with a base price of .75¢/lb. prior to the start of the harvest, other processors have followed suit. Chignik processors are paying \$1.00/lb. with over 1.15 million harvested so far. Tax of \$7,500 from Chignik cod fishery and June salmon fish tax revenue of \$281,887 brought FY-16 fish tax total to \$1,284,136. The strength of the run and the better than expected price make raise expectations for FY17 fish tax revenue.

#### Bed Tax and Guide Tax

Bed tax collection for the year just closed were \$171,228, this was down from last year's \$262,832. The \$91,604 difference represents what was collected in past due, unreported, and under reported taxes going back two years. For this year, we are happy to report that 98% of our tax collections are from the current year's business. Guide tax for the year just closed was \$61,679, a difference of \$21,962 over collections of the prior year.

An integral part of our success in collecting these taxes has been a program of information sharing that we have established with the National Park Service (NPS). As does the borough, the NPS has a per day charge for commercial use in their parks, preserves, and monuments. They have agreed to share with the borough their Commercial Use records (CUA) which allows us to cross check what lodges and guides are reporting to the borough. In return, we pass along to the NPS operators that the borough has registered and doing business in NPS areas that do not appear on the NPS reports.

Another help in both our relationship with our registered guides and the collection of guide tax, has been the completion of accurate maps that show where borough boundaries are in relation to AF&G hunting and sport fishing area boundaries, and the National Parks, Refuges, and Monuments boundaries. These maps have amicably settled many a "I'm not in the borough" complaints.

## **The Outlook for the Coming Years**

While in any normal year, stronger than expected revenues would be happy news for the health of fund balances. We are not in normal times. Everyone is aware of the legislature's failure last session to address the State's budgetary crisis and the subsequent veto of the spending bill by the Governor. That directly affected the borough's finances by reducing State reimbursement for municipal debt by 25%. This translates to a shifting of that cost from the State to the borough adding \$300k to the borough's expense for debt service. That amount is just about the expected increase over budget in fish tax revenue. In a phrase, we broke even.

What will happen in the next legislative season is anyone's guess. It is not beyond imagination that they will look for more cuts to revenue sharing and shifting of what costs they can on to municipalities. This is not to mention what may or may not happen with State support for schools. Education funding is such a significant part of the State's budget, one can only wonder how long it will remain immune to budget cuts.

With this uncertainty about the State finances, it greatly complicates making any predictions or planning for the borough. The borough relies upon State revenue sharing for a significant part of our operating revenues.

| Year                | 2013      | 2014      | 2015      | 2016      | 2017*     |
|---------------------|-----------|-----------|-----------|-----------|-----------|
| Total revenue       | 4,537,890 | 3,572,712 | 3,813,260 | 3,395,501 | 2,709,485 |
| State revenue share | 1,331,290 | 1,065,071 | 1,303,334 | 945,049   | 651,385   |
| % of Total Revenue  | 29.3%     | 29.8%     | 34.2%     | 27.8%     | 24.0%     |

\*projected

Those amounts do not include debt reimbursements. Reduction of that amount of state aid, is reflected in raising the total of borough expense.

## **Audit**

The audit for FY-15 has been completed and at this writing is in the process of being published. If copies are ready by the time of the meeting, they will be distributed and presented at that time.

## **CIAP Scrap Clean-up Project**

Nikki Reed  
Assistant Finance Officer/ Project Manager

I have been following up with communities to make sure we will be able to meet our deadline of September 30th.

Of the thirteen project villages, Chignik Lake, Chignik Lagoon, Nondalton and Kokhanok are the only ones left to finish up.

- Chignik Lake is working very hard to complete, they have all scrap staged and ready to barge.
- Chignik Lagoon had some issues with the over whelming amount of scrap and have decide to bury in the new Dump site. Everybody in the Lagoon has pitched in while most were

out commercial fishing. Lagoon are finishing up there fishing season and began to finish up scrap project and are on schedule to complete by September 30, 2016.

- Kokhanok and Nondalton were having issues with air carriers for back haul, they were having a lot of mechanical issues.

Pedro Bay, Chignik Bay, Igiugig, Iliamna, Levelock, Newhalen, Pilot Point, Port Alsworth, and Ugashik have completed their clean-up projects and reimbursement requests have been processed.

I am impressed with all the hard work that has been done in the villages and how they have collaborated to leverage mutual resources to finish up. A lot of team work and they have done an amazing job on clean up in their villages!

10 GENERAL FUND

Assets

Current Assets

|                         |              |              |
|-------------------------|--------------|--------------|
| CASH                    | ( 997.00)    |              |
| WELLS FARGO CHECKING    | 3,050,113.51 |              |
| WELLS FARGO TRUST       | 1,055,894.34 |              |
| TIME VALUE INVESTMENTS  | 979,786.27   |              |
| TD AMERITRADE           | 1,510,863.74 |              |
| SCOTTRADE               | 0.77         |              |
| ACCOUNTS RECEIVABLE     | 11,826.26    |              |
| RAW FISH TAX RECEIVABLE | 281,887.25   |              |
| BED TAX RECEIVABLE      | 63,357.48    |              |
|                         | -----        |              |
| Total Current Assets    |              | 6,952,732.62 |

Total Assets 6,952,732.62

Liabilities and Equity

Current Liabilities

|                                |              |           |
|--------------------------------|--------------|-----------|
| ACCOUNTS PAYABLE               | ( 20,000.00) |           |
| DEPOSITS PAYABLE               | 21,400.00    |           |
| PAYROLL ACCRUALS & LIABILITIES | 19,224.50    |           |
| PERS                           | 2,502.39     |           |
| SBS                            | 473.00       |           |
| FEDERAL WITHHOLDING            | 1,891.61     |           |
| MEDICARE CONTRIBUTION          | 201.93       |           |
| ACCRUED ANNUAL LEAVE           | 19,719.20    |           |
| FICA CONTRIBUTION              | ( 219.32)    |           |
|                                | -----        |           |
| Total Current Liabilities      |              | 45,193.31 |

Total Liabilities 45,193.31

Equity

|                            |              |              |
|----------------------------|--------------|--------------|
| FUND BALANCE - UNASSIGNED  | 6,911,226.00 |              |
| CURRENT YEAR INCOME/(LOSS) | ( 3,686.69)  |              |
|                            | -----        |              |
| Total Equity               |              | 6,907,539.31 |

Total Liabilities & Equity 6,952,732.62

10 GENERAL FUND

| Account        | Description                   | ----- Current Year ----- |               |              |               | %   |
|----------------|-------------------------------|--------------------------|---------------|--------------|---------------|-----|
|                |                               | Current Month            | Current YTD   | Budget       | Variance      |     |
| Revenue        |                               |                          |               |              |               |     |
| 30000          | REVENUES                      | 60,088.34                | 60,088.34     | 1,818,500.00 | -1,758,411.66 | 3   |
| 30100          | REVENUE FROM STATE            |                          |               | 890,985.00   | -890,985.00   |     |
|                | Total Revenue                 | 60,088.34                | 60,088.34     | 2,709,485.00 | -2,649,396.66 | 2   |
| Expenses       |                               |                          |               |              |               |     |
| 41100          | ASSEMBLY                      | 198.90                   | 198.90        | 195,612.00   | 195,413.10    |     |
| 41300          | PLANNING COMMISSION           |                          |               | 27,515.00    | 27,515.00     |     |
| 41400          | ADMINISTRATION                | 58,873.83                | 58,873.83     | 884,255.00   | 825,381.17    | 7   |
| 41500          | ELECTIONS                     |                          |               | 9,450.00     | 9,450.00      |     |
|                | Total Expenses                | 59,072.73                | 59,072.73     | 1,116,832.00 | 1,057,759.27  | 5   |
|                | Net Income from Operations    | 1,015.61                 | 1,015.61      |              |               |     |
| Other Revenue  |                               |                          |               |              |               |     |
| 30200          | OTHER SOURCES                 | -2,008,219.46            | -2,008,219.46 | 915,558.00   | -2,923,777.46 | 219 |
|                | Total Other Revenue           | -2,008,219.46            | -2,008,219.46 | 915,558.00   | -2,923,777.46 | 219 |
| Other Expenses |                               |                          |               |              |               |     |
| 42200          | LILIAMNA DOCK REHAB           | 202.30                   | 202.30        |              | -202.30       |     |
| 43100          | FISHERIES ADVISOR             | 4,500.00                 | 4,500.00      | 54,000.00    | 49,500.00     | 8   |
| 44500          | LEASE - KSVC                  |                          |               | 5,000.00     | 5,000.00      |     |
| 46000          | MANAGERS CONTINGENCY          |                          |               | 10,000.00    | 10,000.00     |     |
| 49200          | STATE REVENUE SHARING         |                          |               | 87,688.00    | 87,688.00     |     |
| 49400          | BOROUGH REVENUE SHARING       |                          |               | 175,000.00   | 175,000.00    |     |
| 49500          | SHARED FISHERIES BUSINESS TAX |                          |               | 26,500.00    | 26,500.00     |     |
| 49800          | OTHER FINANCING USES          | -2,008,219.46            | -2,008,219.46 | 2,150,023.00 | 4,158,242.46  | 93  |
|                | Total Other Expenses          | -2,003,517.16            | -2,003,517.16 | 2,508,211.00 | 4,511,728.16  | 80  |
|                | Net Income                    | -3,686.69                | -3,686.69     |              |               |     |



# F. 8. Reports Lobbyist's

Lake and Peninsula Borough  
Regular Assembly Meeting  
August 23, 2016



**Hickey & Associates**  
**Planning \* Management \* Lobbying**

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## Memorandum

To: Mayor Glen Alsworth, Borough Assembly  
Manager Nathan Hill

From: Mark Hickey, Borough Lobbyist

Date: August 11, 2016

Subject: Lobbyist Report

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This memorandum provides a brief update since my last report on the results of the regular and two special legislative sessions held this year, and other matters of concern.

**Chignik Dock Project:** Construction of the new ferry dock in Chignik is underway. We are aware of some concerns about the start-up and have been in touch with department officials. We will have more to report at the August Assembly meeting.

**Second Special Session Adjourns/No Action Taken By Legislature:** **The 29<sup>th</sup> Alaska State Legislature adjourned its fifth special session in July without taking any new actions to address Alaska's significant fiscal challenges.** One result is that all of the governor's budget vetoes stand, including the reduction of about \$700 million from the appropriation for the upcoming Permanent Fund dividend. **The effect of this action is estimated to reduce this year's dividend to about \$1,000 per person, versus the \$2,000 per person that would normally be paid.** It should be noted that a legal challenge to reverse this action might occur.

**New Taxes/Revenue Measures:** **None of the governor's proposals to enact new taxes or increases to existing taxes passed the legislature this year.** The House did consider and move three bills to the floor – tax increases on motor fuels, mining and fisheries. None of these measures were voted on by the full House and probably lacked the necessary votes to pass. The Senate failed to consider any of the governor's proposals.

**Next Steps:** The question on everyone's mind is what happens next to address Alaska's fiscal challenges. There is a possibility of another run at it by the governor with a special session this fall after the primary election, or perhaps in November or December after the general election. My guess is the second option is more likely, although I estimate this possibility at 50/50 at best. **The key debates remain whether to start tapping into Alaska Permanent Fund earnings to pay for government services, how much more in budget reductions to make, whether to pass new or increased taxes, and what to do about further reductions to oil and gas tax credits.** It's essentially the same set of topics on the table since January 2016.

**Education Funding/Veto:** The governor also vetoed the \$50 BSA increase of the fiscal year 2017 K-12 foundation formula, and 25% of the state's share of school debt reimbursement. **The total impact for the Borough is estimated to be \$333,457, with approximately \$249,000 due to the school debt veto. The operational effect of these vetoes funds the K-12 education foundation formula at or near the FY 2016 amount.** A spreadsheet is attached with this information – viewers should look at the six right-hand columns.

**Revenue Sharing/ PCE Funding:** The approved FY 2017 budget contains \$38 million for revenue sharing using the current formula for distribution. A new law passed and recently signed by the governor to help protect the Power Cost Equalization (PCE) endowment should help fund the PCE program at current levels over the next few years.

**Marijuana Regulation/Villages Opt Out Authority:** The legislature passed *HB 75* on the last day of the extended session to address additional regulation of commercial marijuana activities. The governor recently signed the bill. **The approved bill includes authority for a Native village or unincorporated community to opt out of any commercial marijuana activity by a vote of the people. I advocated for the inclusion of this language.**

**M/V Tustumena Replacement:** One of my duties is to monitor developments related to the proposed M/V Tustumena Replacement Project. Based on a new analysis of possible fatigue or cracking concerns with a portion of the vessel's hull, **the department is expediting the work to construct the M/V Tustumena's replacement. The latest amendment to the 2016-2019 STIP calls for construction of the new vessel to begin during federal fiscal year 2017, which moves the project schedule up by two years.**

Please let me know if there are any questions.

Attachment

The Department of Education and Early Development  
 FY2017 Projected State Program Allocations based on Legislative Appropriations - June 29, 2016 DRAFT with Governor's vetoes.

Allocations are subject to adjustment based on individual program requirements

|                    | FY2017<br>Projected<br>ADM | Projected Total<br>Foundation<br>@ \$5,930 | Projected AADM<br>HB256 Sec. 32<br>\$4,727,400 | Projected<br>Boarding<br>Home | Residential<br>Boarding<br>Program | Youth<br>in<br>Detention | Projected<br>Special<br>Schools | Projected<br>Pupil<br>Transportation | Projected<br>Debt<br>Retirement | PROJECTED<br>FY2017<br>TOTALS |
|--------------------|----------------------------|--|--|-------------------------------|------------------------------------|--------------------------|---------------------------------|--------------------------------------|---------------------------------|-------------------------------|
| ALASKA GATEWAY     | 367                        | \$ 7,747,909                               | \$ 25,083                                      |                               |                                    |                          |                                 | \$ 705,793                           |                                 | \$ 8,479,152                  |
| ALEUTIAN REGION    | 32                         | 1,208,265                                  | 3,936  |                               |                                    |                          |                                 | 0                                    |                                 | 1,212,233                     |
| ALEUTIANS EAST     | 225                        | 4,704,179                                  | 18,640   |                               |                                    |                          |                                 | 77,175                               | 852,172                         | 5,652,391                     |
| ANCHORAGE          | 47,929                     | 331,539,279                                | 1,390,921                                      |                               | 45,600                             | 512,252                  | 1,181,375                       | 22,625,759                           | 44,852,793                      | 402,195,908                   |
| ANNETTE ISLANDS    | 305                        | 3,087,673                                  | 15,671   |                               |                                    |                          |                                 | 61,355                               |                                 | 3,165,004                     |
| BERING STRAIT      | 1,676                      | 29,149,587                                 | 128,472  |                               | 431,184                            |                          |                                 | 90,504                               |                                 | 29,801,423                    |
| BRISTOL BAY        | 121                        | 1,262,280                                  | 7,126  |                               |                                    |                          |                                 | 357,192                              |                                 | 1,626,719                     |
| CHATHAM            | 165                        | 3,791,146                                  | 11,905   |                               |                                    |                          |                                 | 51,150                               |                                 | 3,854,366                     |
| CHUGACH            | 329                        | 3,001,101                                  | 9,405  |                               | 273,600                            |                          |                                 | 0                                    |                                 | 3,284,435                     |
| COPPER RIVER       | 420                        | 6,204,675                                  | 20,367   |                               |                                    |                          |                                 | 648,610                              |                                 | 6,874,072                     |
| CORDOVA            | 343                        | 3,875,030                                  | 14,911   |                               |                                    |                          |                                 | 126,140                              | 965,156                         | 4,981,580                     |
| CRAIG              | 536                        | 4,661,393                                  | 16,439   |                               |                                    |                          |                                 | 128,892                              |                                 | 4,807,260                     |
| DELTA/GREELY       | 774                        | 9,824,473                                  | 31,910   |                               |                                    |                          |                                 | 1,277,340                            |                                 | 11,134,497                    |
| DENALI             | 912                        | 6,919,510                                  | 23,709   |                               |                                    |                          |                                 | 423,364                              |                                 | 7,367,495                     |
| DILLINGHAM         | 449                        | 5,971,168                                  | 21,541   | 34,310                        |                                    |                          |                                 | 598,525                              | 823,438                         | 7,449,431                     |
| FAIRBANKS          | 13,883                     | 119,480,989                                | 486,139  |                               |                                    | 112,797                  |                                 | 12,263,845                           | 13,082,813                      | 145,440,466                   |
| GALENA             | 3,906                      | 23,359,120                                 | 73,399   |                               | 3,517,074                          |                          |                                 | 85,986                               |                                 | 27,039,485                    |
| HAINES             | 260                        | 2,452,418                                  | 10,960   |                               |                                    |                          |                                 | 170,232                              | 900,826                         | 3,534,696                     |
| HOONAH             | 113                        | 2,067,368                                  | 7,253  |                               |                                    |                          |                                 | 37,290                               | 110,549                         | 2,222,573                     |
| HYDABURG           | 80                         | 1,743,411                                  | 5,593  |                               |                                    |                          |                                 | 0                                    |                                 | 1,749,084                     |
| IDITAROD           | 277                        | 5,875,061                                  | 19,197   | 21,300                        |                                    |                          |                                 | 41,418                               |                                 | 5,957,253                     |
| JUNEAU             | 4,688                      | 37,254,062                                 | 158,518  |                               |                                    | 89,733                   |                                 | 3,090,240                            | 12,302,262                      | 52,899,503                    |
| KAKE               | 96                         | 1,842,511                                  | 6,597  |                               |                                    |                          |                                 | 28,800                               |                                 | 1,878,004                     |
| KASHUNAMIUT        | 324                        | 3,647,933                                  | 18,500   |                               |                                    |                          |                                 | 1,620                                |                                 | 3,668,377                     |
| KENAI              | 8,782                      | 81,016,925                                 | 331,134  | 20,254                        |                                    | 69,143                   |                                 | 8,137,539                            | 3,095,496                       | 92,679,273                    |
| KETCHIKAN          | 2,225                      | 22,987,854                                 | 86,507   |                               |                                    | 69,081                   |                                 | 1,734,480                            | 2,691,451                       | 27,571,598                    |
| KLAWOCK            | 115                        | 2,107,722                                  | 7,956  |                               |                                    |                          |                                 | 74,175                               |                                 | 2,189,968                     |
| KODIAK             | 2,420                      | 26,818,052                                 | 99,438   |                               |                                    |                          |                                 | 2,037,964                            | 5,515,472                       | 34,473,346                    |
| KUSPUK             | 353                        | 7,643,308                                  | 26,680   | 7,540                         |                                    |                          |                                 | 254,866                              |                                 | 7,932,747                     |
| LAKE AND PENINSULA | 315                        | 9,606,600                                  | 31,777   |                               |                                    |                          |                                 | 130,168                              | 994,062                         | 10,762,922                    |
| LOWER KUSKOKWIM    | 4,103                      | 59,646,643                                 | 249,085  |                               | 1,060,616                          | 98,193                   |                                 | 1,255,518                            |                                 | 62,314,158                    |
| LOWER YUKON        | 2,032                      | 31,197,029                                 | 134,090  |                               |                                    |                          |                                 | 2,032                                |                                 | 31,335,183                    |
| MAT-SU             | 18,819                     | 168,253,106                                | 611,800  | 4,920                         |                                    | 63,181                   |                                 | 16,853,850                           | 22,779,158                      | 208,584,834                   |
| NENANA             | 1,040                      | 7,777,787                                  | 24,539   |                               | 1,382,572                          |                          |                                 | 116,820                              |                                 | 9,302,758                     |
| NOME               | 719                        | 8,830,205                                  | 30,747   |                               |                                    | 85,620                   |                                 | 486,374                              | 333,355                         | 9,767,020                     |
| NORTH SLOPE        | 1,798                      | 16,354,195                                 | 101,822  |                               |                                    |                          |                                 | 2,224,126                            | 1,699,729                       | 20,381,670                    |
| NORTHWEST ARCTIC   | 2,032                      | 38,325,673                                 | 131,391  | 17,120                        | 663,360                            |                          |                                 | 54,675                               | 4,131,626                       | 43,325,877                    |
| PELICAN            | 13                         | 518,323                                    | 1,571  |                               |                                    |                          |                                 | 0                                    |                                 | 519,907                       |
| PETERSBURG         | 479                        | 6,081,639                                  | 22,900   |                               |                                    |                          |                                 | 198,306                              | 468,213                         | 6,771,537                     |
| PRIBLOF            | 76                         | 1,525,656                                  | 6,454  |                               |                                    |                          |                                 | 0                                    |                                 | 1,532,186                     |
| SAINT MARY'S       | 180                        | 3,479,212                                  | 11,093   |                               |                                    |                          |                                 | 38,340                               |                                 | 3,528,825                     |
| SITKA              | 1,305                      | 13,468,510                                 | 52,092   |                               |                                    |                          |                                 | 605,440                              | 2,481,695                       | 16,609,042                    |
| SKAGWAY            | 105                        | 909,368                                    | 4,997  |                               |                                    |                          |                                 | 4,200                                |                                 | 918,670                       |
| SOUTHEAST          | 175                        | 5,721,836                                  | 17,909   |                               |                                    |                          |                                 | 223,300                              |                                 | 5,963,220                     |
| SOUTHWEST          | 582                        | 9,875,293                                  | 39,304   | 68,630                        |                                    |                          |                                 | 384,377                              |                                 | 10,368,186                    |
| TANANA             | 37                         | 1,019,352                                  | 3,316  |                               |                                    |                          |                                 | 19,499                               |                                 | 1,042,204                     |
| UNALASKA           | 410                        | 4,319,647                                  | 18,855   |                               |                                    |                          |                                 | 293,560                              | 1,238,773                       | 5,871,245                     |
| VALDEZ             | 648                        | 4,796,796                                  | 26,642   |                               |                                    |                          |                                 | 512,190                              | 1,684,298                       | 7,020,574                     |
| WRANGELL           | 276                        | 3,475,591                                  | 12,595   |                               |                                    |                          |                                 | 213,624                              | 171,938                         | 3,874,024                     |
| YAKUTAT            | 83                         | 1,135,683                                  | 4,181  |                               |                                    |                          |                                 | 55,074                               |                                 | 1,195,021                     |
| YUKON FLATS        | 237                        | 7,361,022                                  | 25,139   |                               |                                    |                          |                                 | 69,204                               |                                 | 7,455,602                     |
| YUKON/KOYUKUK      | 1,396                      | 14,312,092                                 | 45,046   | 5,120                         |                                    |                          |                                 | 97,976                               |                                 | 14,461,630                    |
| YUPIIT             | 453                        | 6,334,493                                  | 29,373   |                               |                                    |                          |                                 | 906                                  |                                 | 6,365,225                     |
| Mt. EDGE CUMBE     | 415                        | 3,178,050                                  | 12,775   |                               |                                    |                          |                                 |                                      |                                 | 3,191,240                     |
| OTHER              | 11                         | 26,027,300                                 |  |                               |                                    |                          | 2,401,025                       |                                      | 821,100                         | 29,249,425                    |
| Sub Totals         | 129,833                    | 1,214,775,503                              | 4,727,400                                      | 179,194                       | 7,374,006                          | 1,100,000                | 3,582,400                       | 78,969,813                           | 121,996,375                     | 1,432,704,691                 |

Veto Reductions By District:

| Proj AADM   | \$             | 6,350.0       | \$         | 6,350.0      | Debt Retirement | REAA      | Subtotal   |
|-------------|----------------|---------------|------------|--------------|-----------------|-----------|------------|
| HB256       | Pupil          | Public School | 25%        | AS 14.11.025 | 25%             | Vetoes by |            |
| \$4,727,400 | Transportation | Funding       |            |              |                 | District  |            |
| \$ 25,083   | \$ 56,816      | 33,694        | \$ -       |              |                 | \$        | 115,593    |
| 3,936       | -              | 5,288         | -          |              |                 |           | 9,224      |
| 18,640      | 6,213          | 25,039        | 213,043    |              |                 |           | 262,935    |
| 1,390,921   | 1,814,304      | 1,868,423     | 11,213,198 |              |                 |           | 16,286,846 |
| 15,671      | 4,939          | 21,052        | -          |              |                 |           | 41,662     |
| 128,472     | 7,286          | 172,576       | -          |              |                 |           | 308,334    |
| 7,126       | 28,754         | 9,573         | -          |              |                 |           | 45,453     |
| 11,905      | 4,118          | 15,992        | -          |              |                 |           | 32,015     |
| 9,405       | -              | 12,632        | -          |              |                 |           | 22,037     |
| 20,367      | 52,213         | 27,358        | -          |              |                 |           | 99,938     |
| 14,911      | 10,154         | 20,032        | 241,289    |              |                 |           | 286,386    |
| 16,439      | 10,376         | 22,083        | -          |              |                 |           | 48,898     |
| 31,910      | 102,826        | 42,864        | -          |              |                 |           | 177,600    |
| 23,709      | 34,081         | 31,847        | -          |              |                 |           | 89,637     |
| 21,541      | 48,181         | 28,937        | 205,860    |              |                 |           | 304,519    |
| 486,139     | 987,240        | 653,031       | 3,270,703  |              |                 |           | 5,397,113  |
| 73,399      | 6,922          | 98,597        | -          |              |                 |           | 178,918    |
| 10,960      | 13,704         | 14,722        | 225,207    |              |                 |           | 264,592    |
| 7,253       | 3,002          | 9,743         | 27,637     |              |                 |           | 47,635     |
| 5,593       | -              | 7,513         | -          |              |                 |           | 13,106     |
| 19,197      | 3,334          | 25,787        | -          |              |                 |           | 48,318     |
| 158,518     | 248,764        | 212,938       | 3,075,566  |              |                 |           | 3,695,786  |
| 6,597       | 2,318          | 8,862         | -          |              |                 |           | 17,777     |
| 18,500      | 130            | 24,851        | -          |              |                 |           | 43,481     |
| 331,134     | 655,072        | 444,812       | 773,874    |              |                 |           | 2,204,892  |
| 86,507      | 139,626        | 116,205       | 672,863    |              |                 |           | 1,015,200  |
| 7,956       | 5,971          | 10,687        | -          |              |                 |           | 24,614     |
| 99,438      | 164,056        | 133,576       | 1,378,868  |              |                 |           | 1,775,938  |
| 26,680      | 20,517         | 35,840        | -          |              |                 |           | 83,037     |
| 31,777      | 10,479         | 42,686        | 248,516    |              |                 |           | 333,457    |
| 249,085     | 101,069        | 334,597       | -          |              |                 |           | 684,751    |
| 134,090     | 164            | 180,123       | -          |              |                 |           | 314,377    |
| 611,800     | 1,356,735      | 821,830       | 5,694,790  |              |                 |           | 8,485,154  |
| 24,539      | 9,404          | 32,963        | -          |              |                 |           | 66,906     |
| 30,747      | 39,153         | 41,302        | 83,339     |              |                 |           | 194,541    |
| 101,822     | 179,042        | 136,777       | 424,932    |              |                 |           | 842,573    |
| 131,391     | 4,401          | 176,497       | 1,032,907  |              |                 |           | 1,345,196  |
| 1,571       | -              | 1,263         | -          |              |                 |           | 2,834      |
| 22,900      | 15,964         | 30,761        | 117,053    |              |                 |           | 186,678    |
| 6,454       | -              | 8,669         | -          |              |                 |           | 15,123     |
| 11,093      | 3,086          | 14,900        | -          |              |                 |           | 29,079     |
| 52,092      | 48,738         | 69,976        | 620,424    |              |                 |           | 791,230    |
| 4,997       | 338            | 6,712         | -          |              |                 |           | 12,047     |
| 17,909      | 17,976         | 24,057        | -          |              |                 |           | 59,942     |
| 39,304      | 30,942         | 52,797        | -          |              |                 |           | 123,043    |
| 3,316       | 1,570          | 4,455         | -          |              |                 |           | 9,341      |
| 18,855      | 23,632         | 25,327        | 309,693    |              |                 |           | 377,507    |
| 26,642      | 41,231         | 35,787        | 421,075    |              |                 |           | 524,735    |
| 12,595      | 17,197         | 16,918        | 42,985     |              |                 |           | 89,694     |
| 4,181       | 4,433          | 5,617         | -          |              |                 |           | 14,231     |
| 25,139      | 5,571          | 33,769        | -          |              |                 |           | 64,479     |
| 45,046      | 7,887          | 60,512        | -          |              |                 |           | 113,445    |
| 29,373      | 73             | 39,457        | -          |              |                 |           | 68,903     |
| 12,775      | -              | 17,694        | -          |              |                 |           | 30,469     |
| -           | -              | -             | 10,410,000 |              |                 |           | 10,410,000 |
| 4,727,400   | 6,350,000      | 6,350,000     | 30,293,819 | 10,410,000   |                 |           | 58,131,219 |

11 OTHER INCLUDES SESA, OTHER ADJUSTMENTS. FY2017 action \$10,410.0 Vetoes fund balance contribution to REAA fund.

Vetoes Other Reductions Grants and Agency:

|  |         |
|--|---------|
| Grant to Matsu SD transport to AK Middle college | 116,482 |
| Grants to Parents As Teachers                    | 200,000 |
| Online with Libraries                            | 100,000 |
| ESSA Start up funds                              | 200,000 |
| Total Education Funding Vetoes:                  | 887,477 |



# F. 9. Reports Clerk's

Lake and Peninsula Borough  
Regular Assembly Meeting  
August 23, 2016





## *Lake and Peninsula Borough*

*P.O. Box 495*

*King Salmon, Alaska 99613*

*Telephone: (907) 246-3421*

*Fax: (907) 246-6602*



Date: August 15, 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:

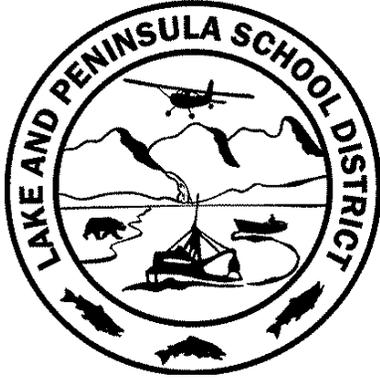
- Elections – As of this writing, I have not had any nomination petitions submitted for the upcoming election. The petitions are due August 20<sup>th</sup>, and I had been in contact with those officials whose seats are up for election and anticipate their paperwork before deadline. I can give you a better report at the meeting. Ballots will go out September 12<sup>th</sup>.
- Upcoming Meetings – The September meeting is usually held in King Salmon when the students are here because we have committed to meeting with the student council twice a year. The District has scheduled a “Spirit of Science” week September 12 to the 16<sup>th</sup>, so the meeting will be sometime that week. I am open to any discussion or ideas about what to discuss with the students. The October meeting will be October 24<sup>th</sup> in King Salmon and will include the Canvass Committee meeting. November is traditionally in Anchorage. I am suggesting we meet November 17<sup>th</sup> and 18<sup>th</sup>. If we make agree to this, I will make the reservations this month.
- Community Development – please see the CDC report for what is new in this department.
- Website – There were a few minor changes to the website. We looked at the usage and chose to add some quick-links on the home page for guides and lodges, as those seem to be destinations for our users.
- Archiving – I did do some minor archiving and reorganizing this summer, but due to legal restraints, I did not destroy any documents.
- Harbor Operations – Nathan has asked me to do some initial research on the workings of a harbor and the ordinances and resolutions the Borough needs to put in place in order to own and run a harbor. I have begun this work and hope to have some ordinances to introduce in October.
- Notary – I renewed my notary, and I should note that several years ago the previous Borough Manager and I chose to certify me as a public notary, and not a government notary. The difference is that I can notarize for any member of the public, whereas a government notary can only notarize for LPB purposes. The other difference is it costs \$90 every three years. I just wanted the Assembly and the public to know that this is a service the Borough provides.
- Vacation – I will be celebrating my 25<sup>th</sup> wedding anniversary from September 12<sup>th</sup> to October 8<sup>th</sup>. I will not be in, but I will have everything prepared for both the election and the Assembly meeting and will be available by cell and e-mail.



# **F. 10. Reports Superintendent's**

**Lake and Peninsula Borough  
Regular Assembly Meeting  
August 23, 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:** August 16, 2016  
**To:** Lake and Peninsula Assembly Members  
**From:** Ty Mase  
**Re:** Superintendent's Report – August 2016

---

**NEW STAFF:** I am extremely enthusiastic about the upcoming school year - our new staff are as good as they come and we look forward to a wonderful school year. Let me introduce them:

Racquel Wright - Counselor (cyber) at Newhalen  
Barbra Donachy – Elementary Generalist at Chignik Lake  
Scott Studie - Elementary Generalist at Levelock  
Stephen Fink – Middle/Secondary Generalist at Newhalen  
Andrew Vardas-Doane – Middle/Secondary Generalist at Perryville  
Marli Manning – Middle/Secondary Generalist at Perryville  
Melissa Follette - Elementary Generalist at Pilot Point  
Hannah Middleton – Elementary/Secondary Generalist at Pilot Point (Head Teacher)  
Elisabeth Coyle – Elementary Generalist at Port Heiden

Welcome Back:

Marcie Lester - Middle/Secondary Generalist at Newhalen  
Chrissy Hall – Elementary/Middle Generalist at Port Heiden  
Stacey Edmondson – SPED/ Elementary Generalist at Igiugig  
Moon McCarley – Elementary Generalist / Head Teacher at Levelock

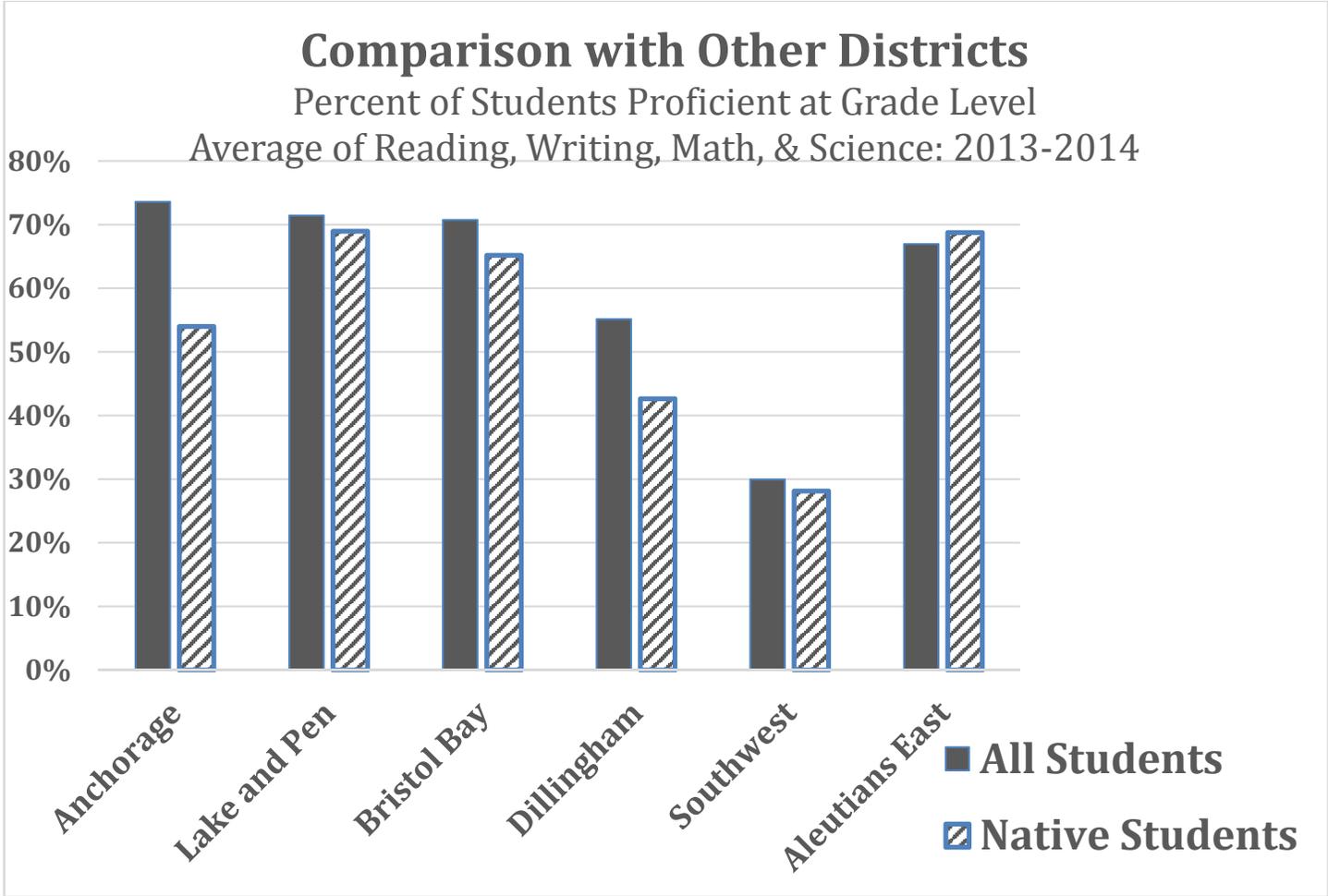
Please join me in making these new members of the LPSD family feel at home and support them in any way possible!

**THE YEAR TO COME:** I am entering my ninth year in this position and can honestly say that I am just as excited for this school year as any in the past. Overall, my goal is to steer the ship in the same direction with a focus on data based instruction and meeting the needs of each individual child through our standards based system and self regulation techniques. Another focus that will not change is our emphasis on family and the personal

health and well-being of our staff. Simply put, along with our students, our teaching staff is one of our most precious resources.

We are looking at a few exciting innovations but we have been careful that they are not “just one more thing or program” but innovation that is easily blended into what we already do and in the end will benefit students and staff.

I look forward to another outstanding year in Lake and Pen.



**PHOTOS FROM KATMAI INSERVICE:**





**H. 1.  
New Business  
Ordinance 16-09  
Changes to Preschool  
& CTE Funds  
*Hearing & Decision***

**Lake and Peninsula Borough  
Regular Assembly Meeting  
August 23, 2016**



# MEMORANDUM

May 10, 2016



Phone: 250-4621

E-mail: bobl@jadenorth.com

**To:** Glen Alsworth, Sr. Mayor  
Lake and Peninsula Borough

**From:** Bob Loeffler

**Subject:** Requested Preschool and CTE Information

---

At the May 9<sup>th</sup> Assembly Meeting, you asked me to find out the school district's annual cost to provide preschool and CTE (Career and Technical Education). Information about school district costs are from Laura Hylton.

**How much does the pre-school cost LPSD?** Pre-school costs LPSD roughly \$220,000 per year. It could be a little less if one or another site ends up not having kids. LPSD has not taken any money out of the pre-school fund which is now sitting at approximately \$300,000. LPB put \$100,000 into the fund in each of FY 15 and 16. LPSD put \$100,000 in during FY 15, but not this year. No money has come out of the fund.

**How much does CTE cost LPSD?** This amount changes a bit from year to year. It appears to cost roughly \$200,000-\$250,00 in total though LPSD has cobbled together different grants which lower the general fund LPSD amount in some years to roughly \$140,000 - \$170,000.

- In FY 15, LPSD received a ~\$92K grant from the state (a construction academy grant) and spent ~\$165K from their general fund for a total of approximately \$255K.
- In FY 14, LPSD spent \$140K and received a grant from the state of roughly \$65K, for a total of about \$205K.
- Somehow I missed FY 16.
- Next year FY 17, LPSD has received a \$30K grant from the Alaska Community Foundation, and they have accepted students from the Southwest School District. And Vo-tech will cost LPSD roughly \$200,000. However, because they are accepting kids from the SW district, Bristol Bay, and LPSD, that is pretty much all of Bristol Bay. Therefore, they believe they will make a good case for getting grant money from BBNC Education Foundation. In other words, accepting kids from SW district, even though it raises the cost somewhat, is an investment in grant entrepreneurship (my words), to attract more grant funds. That seems innovative. Hopefully with action from BBNC Education Foundation, it will turn a "profit" (i.e., lower the LPSD cost).

**How may the Borough access the School Endowment Funds?** LPB Code at 6.71.040(A) provides that the principal "and any investment earnings realized by the fund" shall be retained in the fund. Until the value of the fund reaches a certain level (it is not there yet), the fund cannot be spent except to prevent default on school-related general obligation bonds. Therefore, the language of the endowment prevents the Assembly from appropriating interest or principal without amending the Endowment ordinance.

**How much of the School Endowment is principal? How much is interest?** From Susan:

- Principal: \$3,625,000
- Accrued interest: \$2,928,185
- Balance: \$6,553,185

Contributions to principal came from both the school district and the borough between 1995 and 2001. There were draw downs on the fund in 2002 (\$390,000) & 2003 (\$250,000). Those drawdowns were taken as reductions to interest earnings. The financial statements do not say if these transfers to the school district was to supplement contribution, or if they were a return of principal.



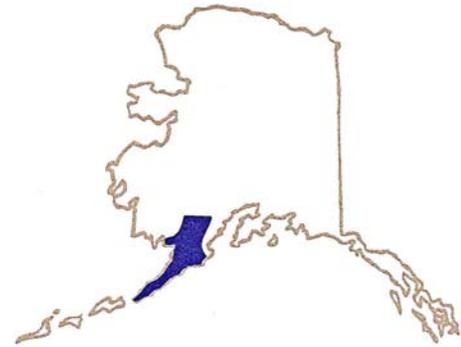
## Lake and Peninsula Borough

P.O. Box 495

King Salmon, Alaska 99613

Telephone: (907) 246-3421

Fax: (907) 246-6602



# PLEASE POST

## PUBLIC HEARING NOTICE

### ORDINANCE NO. 16-09

#### **AN ORDINANCE AMENDING SECTIONS 6.74 AND 6.75 of the LAKE AND PENINSULA BOROUGH MUNICIPAL CODE AND PROVIDING FOR AN EFFECTIVE DATE.**

The Lake and Peninsula Borough Assembly will hold a public hearing to solicit comments on the above referenced ordinance on **Tuesday, August 23, 2016 at 9:00 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. 16-09**

**AN ORDINANCE AMENDING SECTIONS 6.74 AND 6.75 OF THE LAKE AND PENINSULA BOROUGH MUNICIPAL CODE AND PROVIDING FOR AN EFFECTIVE DATE.**

**WHEREAS**, Ordinance 15-21 and Ordinance 15-22 were passed on August 18, 2015 establishing funds for Preschool Education and Career Technical Education; and

**WHEREAS**, it is realized the fund utilization portion of the code needs to be clarified and made more precise.

NOW, THEREFORE, BE IT ENACTED BY THE ASSEMBLY OF LAKE AND PENINSULA BOROUGH:

**Section 1. Classification:**

This ordinance is of a permanent nature and shall, upon enactment, become part of the Lake and Peninsula Borough Municipal Code of Ordinances.

**Section 2. General Provisions:**

There is enacted and adopted the following:

- 1) **Code Amendments** - Section 6.74.020 Fund Utilization

**6.74.020 Fund Utilization.**

Distributions or expenditures of the assets of the Preschool Education Fund shall be made in a non-discriminatory manner for the public purpose of benefiting the education of Lake and Peninsula School District students under the age of 5 years old. Funds may only be used to support or enhance education as advised by the Lake and Peninsula School Board and authorized by ~~the adopting of the Borough's annual budget or amendments thereto~~ ordinance.

- 2) **Code Amendments** – Section 6.75.020 Fund Utilization

**6.75.020 Fund Utilization.**

Distributions or expenditures of the assets of the Career and Technical Education Fund shall be made in a non-discriminatory manner for the public purpose of benefiting the vocational and technical education of Lake and Peninsula School District students. Funds may only be used to support or enhance education as advised by the Lake and Peninsula School Board and authorized by ~~the adopting of the Borough's annual budget or amendments thereto~~ ordinance.

**Section 3. Effective Date.**

This ordinance shall become effective immediately upon enactment.

**ENACTED** by a duly constituted quorum of the Lake and Peninsula Borough Assembly  
this 16<sup>th</sup> day of August, 2016.

**IT WITNESS THERETO:**

**ATTEST:**

\_\_\_\_\_  
Glen Alsworth Sr., Mayor

\_\_\_\_\_  
Kate Conley, Borough Clerk

Introduced:  
Public Hearing:  
Enacted:  
Ayes:  
Nays:  
Not Voting:  
Absent:

H. 2.  
New Business  
Ordinance 16-10  
1 year Lease to Creager  
*Introduction*

Lake and Peninsula Borough  
Regular Assembly Meeting  
August 23, 2016



**LAKE AND PENINSULA BOROUGH  
ORDINANCE 16-10**

**AN ORDINANCE AUTHORIZING A TRANSFER AND ONE YEAR LEASE OF REAL PROPERTY CONTAINING 1.0 ACRES MORE OR LESS TO STEWART G CREAGER 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: 58-13.55-16, West Coordinates: 157-21-27.36, Township 13 South, Range 16 West, Section , Seward Meridian , Alaska ("the Property"); and

**WHEREAS**, Stewart Creager 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 Stewart Creager has demonstrated extemporary care and stewardship of this land; and

**WHEREAS**, Stewart Creager 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 1-year lease located at North Coordinates 58-13.55-16, West Coordinates 157-21-27.36 Township 22 South, Range 49 West, Section 31, Seward Meridian, Alaska, containing 1.0 acres, more or less, to Stewart Creager 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 1-year lease to Stewart Creager for the operation of a set net site for a 1-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 12th day of September 2016.

**IT WITNESS THERETO:**

**ATTEST:**

\_\_\_\_\_  
Glen Alsworth Sr., Mayor

\_\_\_\_\_  
Kate Conley, Borough Clerk

Introduced: August 22, 2016

Public Hearing: September 12, 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:         | Stewart Creager                     |       |              |
| Company Name: |                                     |       |              |
| Address:      | 210 Sterling Dr<br>Eugene, OR 97404 |       |              |
| Telephone:    |                                     | Cell: | 801-867-3305 |
| Email:        | StewartCreager1967@hotmail.com      |       |              |
| Web Site:     |                                     |       |              |

New Lease  Renewal

Has the applicant ever registered either as a business or guide in the LPB?  
LPB Registration #: \_\_\_\_\_

**Land Location**  
**Seward Meridian:**

| Section          | Township     | Range       |
|------------------|--------------|-------------|
| 58               | Egegik 13'55 | 16N         |
| GPS Coordinates: | 58-13-55-16  | 1572127.36W |

A right to encumber  is /  is not requested.

**Purpose of Lease**

|  |
|--|
| Fishing cabin - commercial set net sight |
|  |
|  |

**Structures on Leased Property**

Not present to measure?

| Structure Name | Length | Width |
|----------------|--------|-------|
| Cabin          | ?      | ?     |
| Storage        |        |       |
|                |        |       |
|                |        |       |
|                |        |       |

**RECEIVED**  
JUN - 8 2016  
BY: \_\_\_\_\_



# 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.

Stewart Cragg  
Signature of Applicant or  
Authorized Representative

\_\_\_\_\_  
Title

5/15/2016  
Application Date

Application fee enclosed: \$ 150.00



isa Kerbs

Tim Veal



**H. 3.  
New Business  
Ordinance 16-11  
10 year Lease to GCI  
*Introduction***

**Lake and Peninsula Borough  
Regular Assembly Meeting  
August 23, 2016**



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

**AN ORDINANCE AUTHORIZING A TRANSFER AND TEN YEAR LEASE OF REAL PROPERTY CONTAINING 484 SQ/FT MORE OR LESS TO GCI COMMUNICATION CORP FOR THE PLACEMENT AN ON PREMISE EARTH STATION AT THE NONDALTON CLINIC.**

**WHEREAS**, the Lake and Peninsula Borough is the owner of the lot where the Nondalton clinic is built; and

**WHEREAS**, it is the best interest of the Village and the Borough for the clinic to have access to modern medical communication technology; and

**WHEREAS**, GCI Communication Corp will take every precaution to secure the site to prevent any possible harm and will restore site to the original condition on or before the end of lease depending on the needs of the clinic; and

**WHEREAS**, 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 10-year lease located at 22 x 22 plot more or less located on lot 1 block 4 US Survey 3863 containing 484 sq/ft , more or less, to GCI Communication Corp 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 10-year lease to GCI Communication Corp on premise earth station at the Nondalton clinic for a 10-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 \$90 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 12<sup>th</sup> day of September 2016.

**IT WITNESS THERETO:**

**ATTEST:**

---

Glen Alsworth Sr., Mayor

---

Kate Conley, Borough Clerk

Introduced: August 23, 2016

Public Hearing: September 12, 2016

Enacted:

Ayes:

Nays:

Not Voting:



# Lake and Peninsula Borough



**THIS LEASE AGREEMENT** (hereinafter referred to as the "Agreement") made and entered into this 1<sup>st</sup> day of JUNE, 2016, by and between The Lake and Peninsula Borough (hereinafter referred to as "Landlord") and GCI Communication Corp. (hereinafter referred to as "Tenant").

**WITNESSETH:**

WHEREAS, Landlord is the fee owner of certain real property being, lying and situated in the Lake and Peninsula Borough, Alaska, such real property having a more precise location of: An approximately 22' X 22' plot (484 sq/ft) more or less, located on Lot 1, Block 4, US Survey 3863, Nondalton, Alaska, as more specifically depicted in the attached Exhibit A (hereinafter referred to as the "Premises").

WHEREAS, Landlord desires to lease the Premises to Tenant upon the terms and conditions as contained herein; and WHEREAS, Tenant desires to lease the Premises from Landlord on the terms and conditions as contained herein; NOW, THEREFORE, for and in consideration of the covenants and obligations contained herein and other good and valuable consideration, the receipt and sufficiency of which is hereby acknowledged, the parties hereto hereby agree as follows:

- 3. **TERM.** Landlord leases to Tenant and Tenant leases from Landlord the above described Premises for a term of TEN YEARS such term beginning on JULY 1 2016, and ending at 11:59 PM JUNE 30, 2026 (the "Term").
- 4. **RENT.** The total rent for the Term is the sum of NINE HUNDRED DOLLARS (\$ 900.00) payable upon execution of this Agreement. Such amount shall be deemed to include any applicable sales tax.
- 5. **GUARANTEE.** Upon the due execution of this Agreement, Tenant shall deposit with Landlord the sum NINE HUNDRED DOLLARS (\$ 900.00) EITHER IN CASH OR BONDED

BY: \_\_\_\_\_ Broker. Receipt of which is hereby acknowledged by Landlord, as security for any damage caused to the Premises during the term hereof. Such deposit of cash shall be returned to Tenant, without interest, and less any set off for damages to the Premises upon the expiration or earlier termination of this Agreement.

- 6. **USE OF PREMISES.** The Premises shall be used and occupied by Tenant and Tenant's employees during the term of this Agreement by Tenant for the purpose of carrying on the business of: installation, construction, maintenance, operation, modification, replacement, repair, and upgrade of a GDSatcom/Prodelin 1184 1.8m Ku-band antenna or similar structure, and related earthwork, foundation structures, and utility infrastructure, to serve as the on premise earth station at the SCF Clinic in Nondalton (the "Antenna Facility").

- a. Tenant will provide at its own expense, adequate fencing of the Premises sufficient to provide security for the tenant's property as well as being a preventive of possible harm to area residents.
- b. Tenant shall be permitted to make such alterations to the Premises as required to install, construct, maintain, operate, modify, replace, repair, and upgrade the Antenna Facility, and to assure that the Antenna Facility complies with all applicable laws.

- 7. **ACCESS.** Landlord covenants and agrees that Tenant and Tenant's employees, assigns, representatives, affiliates, contractors, and guests shall have reasonable access to the Premises across the Landlord's property twenty-four hours a day, seven days a week, for parking vehicles, pedestrian traffic, and ingress and egress to the Premises for all uses authorized or required by this Agreement, including Tenant's right to place underground conduits or aerial feeds, fiber, and/or utility infrastructure connecting the Premises to other area facilities. Tenant shall not allow any other person, other than Tenant's employees, assigns, representatives, affiliates, contractors, or guests of Tenant, to use or occupy the Premises. Tenant shall comply with any and all laws, ordinances, rules and orders of any and all governmental or quasi-governmental authorities affecting the cleanliness, use, occupancy and preservation of the Premises.

- 8. **TAXES AND UTILITIES.** Landlord shall pay all property taxes on the Premises directly to the relevant taxing authority, except that Tenant shall reimburse Landlord for taxes specifically attributable to and levied upon Tenant's Antenna Facility. Such invoice shall be sent to Tenant no later than ninety (90) days following Landlord's receipt of its property tax bill. Tenant shall be solely responsible and promptly pay all charges for gas, electricity, telephone service, or any other utility used or consumed by Tenant on the Premises. Tenant shall have the right, at its expense, to improve the present utilities on the Premises and to permanently place new utilities on (or to bring utilities across) Landlord's property in order to service the Premises. Tenant shall also have the right to install emergency power generators on the Premises. Tenant shall, specifically, have the right to dig a trench from the Antenna Facility, across Landlord's property to the adjacent building structure depicted in Exhibit A, and to install required utility infrastructure in such trench.

- 9. **ASSIGNMENT AND SUB-LETTING.** Tenant shall not assign this Agreement, or sub-let or grant any license to use the Premises or any part thereof without the prior written consent of Landlord, which consent shall not be unreasonably withheld, conditioned, or delayed. A consent by Landlord to one such assignment, sub-letting or license shall not be deemed to be a consent to any subsequent assignment, sub-letting or license. An assignment, sub-letting or license without the prior written consent of Landlord or an assignment or sub-letting by operation of law shall be absolutely null and void and shall, at Landlord's option, terminate this Agreement.

- 10. **ALTERATIONS AND IMPROVEMENTS.** Tenant shall provide Landlord with a new site drawing should tenant construct any building or make any substantial improvements other than the Antenna Facility on the Premises.



# Lake and Peninsula Borough



11. **STEWARDSHIP** Tenant 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. Tenant shall not impede access to traditional trails or waterways and shall not obstruct any landing strip, except when it is deemed unsafe by Tenant, 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, Tenant 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. Tenant 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.
12. **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 |
13. **RESTORATION OF PREMISES.** In the event the Premises are left in such condition that the Landlord is compelled to restore, mitigate, clean the premises due to the negligence of the Tenant, all costs of such restoration, mitigation, and clean-up of the premises shall be billed to the Tenant.
14. **INSPECTION OF PREMISES.** Landlord and Landlord's agents shall have the right at all reasonable times during the term of this Agreement and any renewal thereof to enter the Premises for the purpose of inspecting the Premises and all buildings and improvements thereon. Non-compliance determinations will subject the site to re-inspection. Tenant will be assessed the actual expenses incurred by the Borough for re-inspection. A non-compliance determination occurs when a tenant 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.
15. **SUBORDINATION OF LEASE.** This Agreement and Tenant's interest hereunder are and shall be subordinate, junior and inferior to any and all mortgages, liens or encumbrances now or hereafter placed on the Premises by Landlord, all advances made under any such mortgages, liens or encumbrances (including, but not limited to, future advances), the interest payable on such mortgages, liens or encumbrances and any and all renewals, extensions or modifications of such mortgages, liens or encumbrances.
16. **TENANT'S HOLD OVER.** If Tenant remains in possession of the Premises with the consent of Landlord after the natural expiration of this Agreement, a new tenancy from month-to-month shall be created between Landlord and Tenant which shall be subject to all of the terms and conditions hereof except that rent shall then be due and owing at **ONE HUNDRED DOLLARS (\$100.00)** per month and except that such tenancy shall terminate in sixty (60) days after which, if Tenant has not made application to renew his lease, Tenant will be deemed in trespass and subject to legal action by the Landlord.
17. **SURRENDER OF PREMISES.** Upon the expiration of the Term, Tenant shall surrender the Premises in and with reasonable remediation by the Tenant.
18. **QUIET ENJOYMENT.** Tenant, upon payment of all of the sums referred to herein as being payable by Tenant and Tenant's performance of all Tenant's agreements contained herein and Tenant's observance of all rules and regulations, shall and may peacefully and quietly have, hold and enjoy said Premises for the Term.
19. **INDEMNIFICATION.** Tenant shall defend, indemnify and hold harmless Landlord, 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, to the extent arising out of negligence or willful misconduct by Tenant, its employees, agents, guests, contractors, subcontractors or licensees, except to the extent the injury or damage giving rise to the suit, claim, action, loss, cost, penalty, or damage is caused by 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.
20. **DEFAULT.** If Landlord determines that Tenant is in default of this Agreement, Landlord shall provide Tenant with the appropriate written notice as specified below, and Tenant shall have a limited number of days to cure the default unless otherwise excepted. (a) For the failure to pay rent when due, Landlord shall provide Tenant with a written Notice of Nonpayment specifying Landlord's intention to terminate this Agreement if the rent is not paid, and Tenant shall have ten (10) days after the notice is delivered to pay the rent in arrears in full. (b) For activities in contravention of this Agreement (including but not limited to use of the land that is inconsistent with the provisions of good stewardship, Landlord shall provide Tenant with a written Notice to Quit specifying the acts and omissions constituting the breach and specifying that this Agreement will terminate upon a date not less than thirty (30) days after delivery of the notice to Tenant, and Tenant shall make such arrangements to cure such breach within a timeframe agreeable to the Landlord. If substantially the same act or omission that constituted a prior noncompliance of which notice was given recurs within



## Lake and Peninsula Borough



twelve (12) months, Landlord may terminate this Agreement upon at least thirty (30) days' written Notice to Quit delivered to Tenant specifying the breach and the date of termination of this Agreement. If Tenant fails to cure the default within the agreed timeframe, Landlord may immediately terminate this Agreement, and Tenant shall vacate the Premises and shall provide documentation of such vacation. However, if Tenant's default is of a nature that Tenant should not be given an opportunity to cure the default (including but not limited to substantial damage or destruction of Landlord's or other tenants' property by deliberate act), Landlord may deliver a written Notice to Quit to Tenant specifying the act constituting the breach and specifying that this Agreement will terminate upon a date that is not less than twenty-four (24) hours after service of the notice, and Tenant shall vacate the premises and provide documentation of such vacation to Landlord. (Damage to premises is "substantial" if remediation required of property attributable to Tenant's deliberate infliction of damage to the property exceeds \$1,000.) In addition, if this Agreement is terminated pursuant to this paragraph, Landlord may, at Landlord's option, declare the entire balance of rent payable hereunder to be immediately due and payable and may exercise any and all rights and remedies available to Landlord at law or in equity.

21. **LATE CHARGE.** In the event that any payment required to be paid by Tenant hereunder is not made within seven (7) days of when due, Tenant shall pay to Landlord, in addition to such payment or other charges due hereunder, a "late fee" in the amount of 15% of rent.
22. **ABANDONMENT.** If at any time during the term of this Agreement Tenant abandons the Premises or any part thereof, Landlord may, at Landlord's option, obtain possession of the Premises in the manner provided by law, and without becoming liable to Tenant for damages or for any payment of any kind whatever. Landlord may, at Landlord's discretion, as agent for Tenant, relet the Premises, or any part thereof, for the whole or any part thereof, for the whole or any part of the then unexpired term, and may receive and collect all rent payable by virtue of such reletting, and, at Landlord's option, hold Tenant liable for any difference between the rent that would have been payable under this Agreement during the balance of the unexpired term, if this Agreement had continued in force, and the net rent for such period realized by Landlord by means of such reletting. If Landlord's right of reentry is exercised following abandonment of the Premises by Tenant, then Landlord shall consider any personal property belonging to Tenant and left on the Premises to also have been abandoned, in which case Landlord may dispose of all such personal property in any manner Landlord shall deem proper and Landlord is hereby relieved of all liability for doing so.
23. **ATTORNEYS' FEES.** In the event any dispute arises between Landlord and Tenant concerning this Agreement that results in litigation, the losing party shall pay the prevailing party's reasonable attorney fees and court costs, which shall be determined by the court and made a part of any judgment.
24. **RECORDING OF AGREEMENT.** Tenant shall not record this Agreement on the Public Records of any public office. In the event that Tenant shall record this Agreement, this Agreement shall, at Landlord's option, terminate immediately and Landlord shall be entitled to all rights and remedies that it has at law or in equity.
25. **GOVERNING LAW.** This Agreement shall be governed, construed and interpreted by, through and under the Laws of the State of Alaska and all applicable sections of the Lake and Peninsula Borough Code.
26. **SEVERABILITY.** If any provision of this Agreement or the application thereof shall, for any reason and to any extent, be invalid or unenforceable, neither the remainder of this Agreement nor the application of the provision to other persons, entities or circumstances shall be affected thereby, but instead shall be enforced to the maximum extent permitted by law.
27. **BINDING EFFECT.** The covenants, obligations and conditions herein contained shall be binding on and inure to the benefit of the heirs, legal representatives, and assigns of the parties hereto.
28. **DESCRIPTIVE HEADINGS.** The descriptive headings used herein are for convenience of reference only and they are not intended to have any effect whatsoever in determining the rights or obligations of the Landlord or Tenant.
29. **NON-WAIVER.** No indulgence, waiver, election or non-election by Landlord under this Agreement shall affect Tenant's duties and liabilities hereunder.
30. **MODIFICATION.** The parties hereby agree that this document contains the entire agreement between the parties and this Agreement shall not be modified, changed, altered or amended in any way except through a written amendment signed by all of the parties hereto.
31. **NOTICE.** Any notice required or permitted under this Lease or under state law shall be deemed sufficiently given or served if sent by United States certified mail, return receipt requested, addressed as follows:  
**LAKE AND PENINSULA BOROUGH**  
**PO BOX 395**  
**KING SALMON, AK 99613**



# Lake and Peninsula Borough



32. If to Tenant to:

**GCI Communication Corp.**  
Attn: Lewis Schnaper  
**2550 Denali Street, Suite 1000**  
**Anchorage, AK 99503**

33. Landlord and Tenant shall each have the right from time to time to change the place notice is to be given under this paragraph by written notice thereof to the other party.

As to Landlord this \_\_\_\_\_ day of \_\_\_\_\_, 20\_\_\_\_.  
LANDLORD:

Sign:  Print : Nathan Hill Date: 7/25/16

As to Tenant, this 1st day of June, 2016, 20\_\_\_\_.

TENANT ("Tenant"):

Sign:  Print: Lewis Schnaper Date: 6/1/16

Title Vice President, GCI Business

EXHIBIT A: The Premises





Approximate bearing  
to satellite

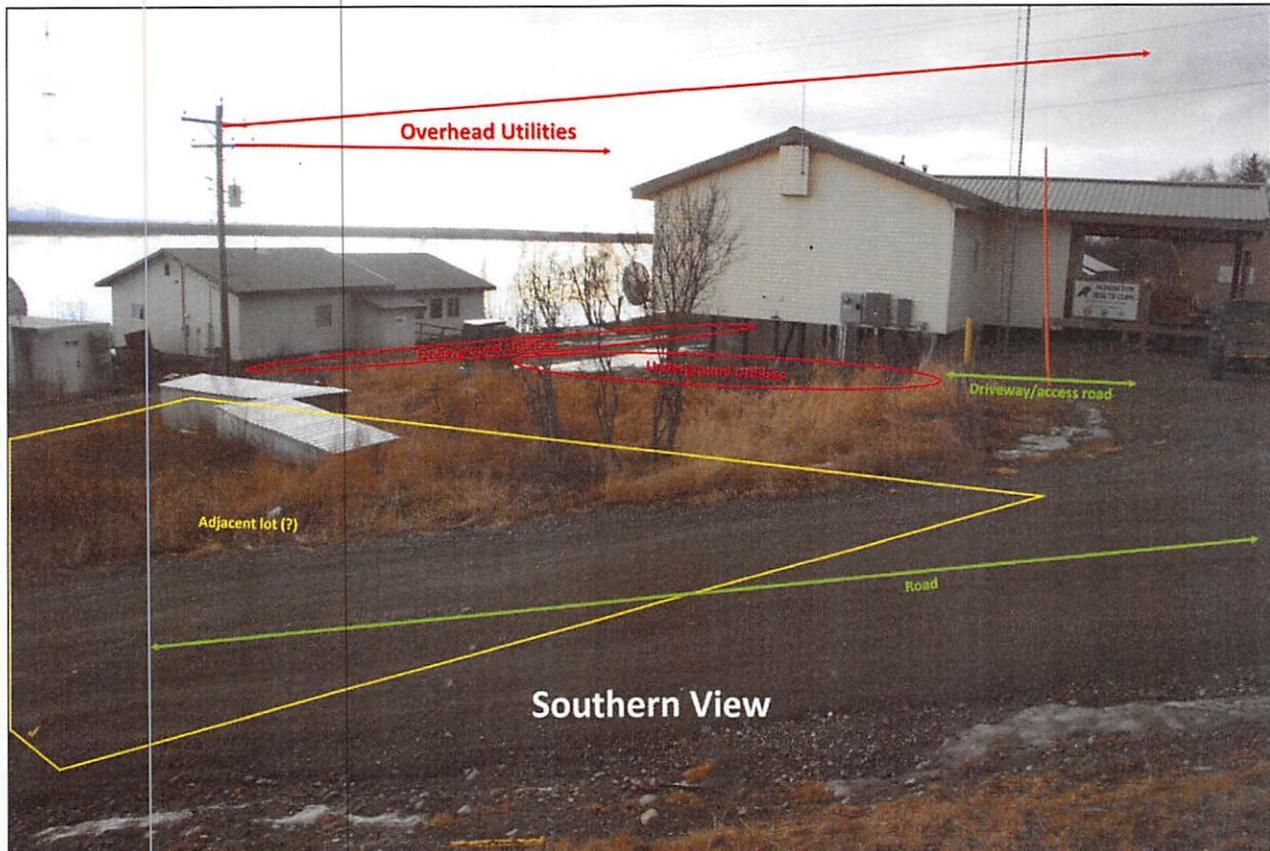
## ER13094 Southcentral Foundation Expansion Project High Availability Satellite Circuit

GCI MBS sold a 5 Mbps high-availability satellite backup circuit to Southcentral Foundation to compliment the high-speed primary service provided over the GCI TERRA network to their Nondalton, Alaska clinic.

GCI intends to employ a GDSatcom/Prodelin 1184 1.8m Ku-band antenna to serve as the on-premise earth station at the clinic. Unfortunately, there are significant complicating factors associated with the placement of the earth station antenna on the SCF property in Nondalton when considering both the look-angle (path) to the satellite, the terrain at the clinic property and utilities in and around the clinic building. As such, it is likely that GCI will need to explore the use of a penetrating mount for which a pipe (mast) is embedded in a concrete foundation. Additionally, GCI would erect a fence around the antenna. The antenna and fence will occupy an area roughly 15 ft. x 15 ft.

The most desirable location is the southwestern end of the clinic building, just west of the fuel tank located at the rear of the building. The crawl space under the clinic building would be utilized to install the necessary cabling between equipment in the clinic communications room and the antenna. Fill (gravel) may be (will likely be) required to create a level surface (pad) on which the non-penetrating fence will be mounted. However, it may be necessary to change the fence design to employ penetrating fence-posts.

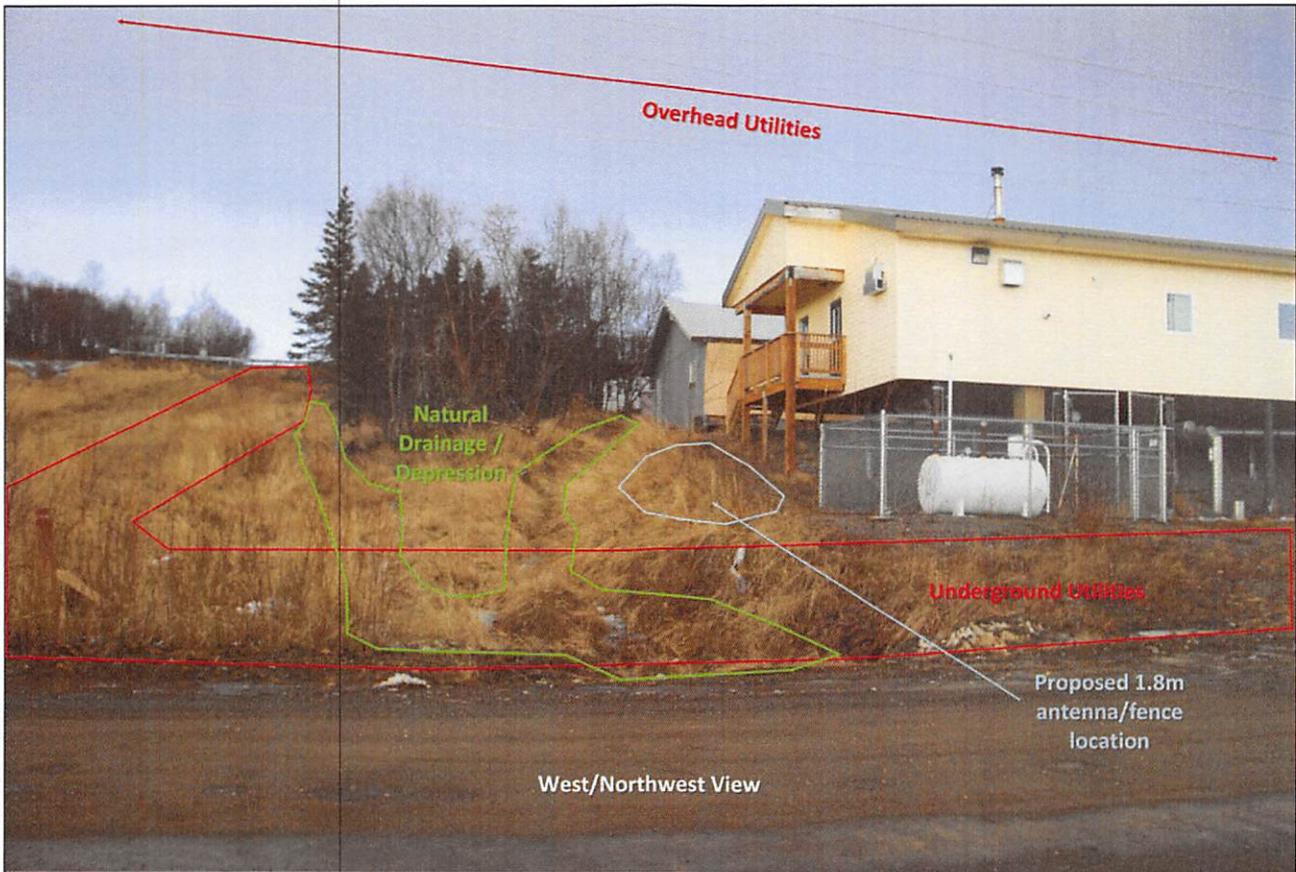
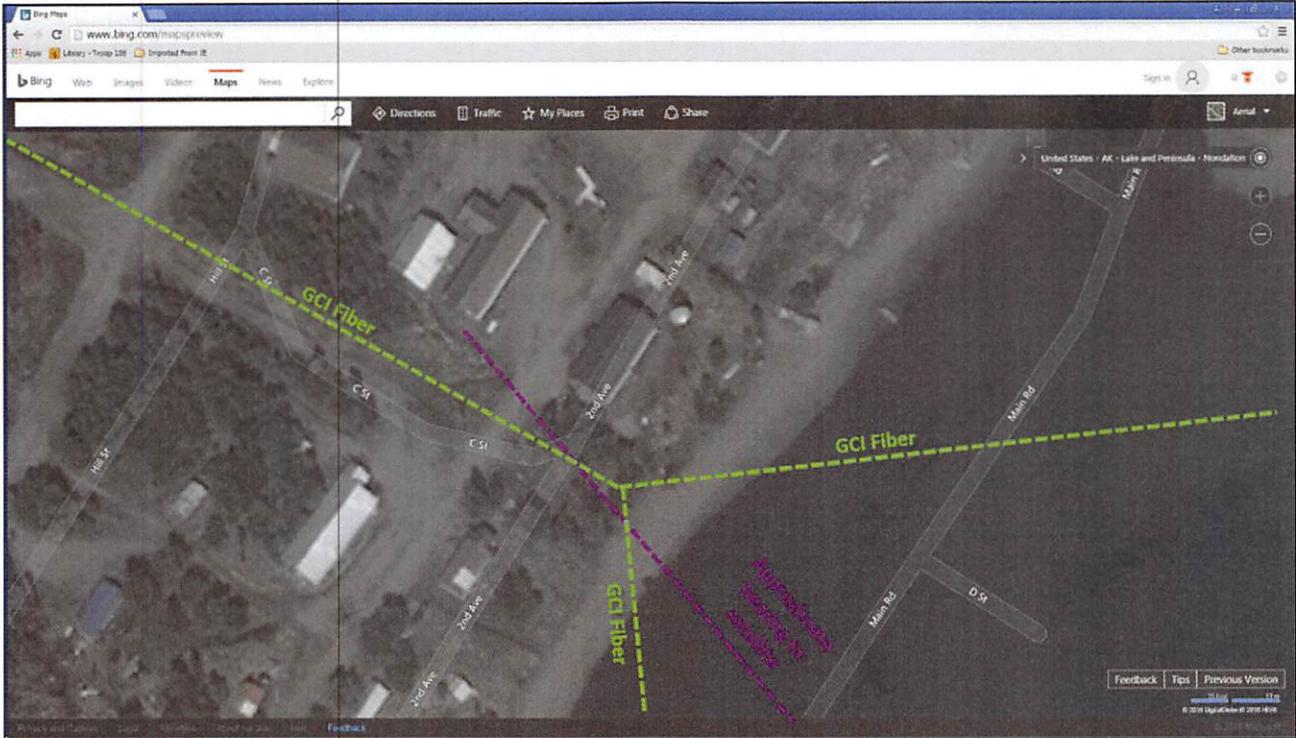
As mentioned above, there are significant complicating factors when considering the placement of the earth station antenna on the clinic property. These complications are detailed in the annotated photographs below.





Below is an annotated aerial photograph obtained from Bing Aerial that detail the SCF Nondalton clinic and surrounding area. The annotations show the direction to the primary Ku-band satellite and GCI fiber optic (subsea and underground) in the immediate vicinity of the clinic building. The last annotated photographs attempts to show the desired location on the SCF Nondalton clinic property to place the 1.8m antenna.

If this location (on the southern side of the clinic building) is not desirable for SCF, then it may be possible to mount the antenna on one of the support pilings of the clinic building (in the center of the rear of the building). However, GCI would need to consult with a structural engineering firm to determine if the piling/building foundation could support such a load.





**H. 4.  
New Business  
Ordinance 16-12  
5 year Lease to E&E Foods  
*Introduction***

**Lake and Peninsula Borough  
Regular Assembly Meeting  
August 23, 2016**



**LAKE AND PENINSULA BOROUGH  
ORDINANCE 16-12**

**AN ORDINANCE AUTHORIZING A TRANSFER AND FIVE YEAR LEASE OF REAL PROPERTY CONTAINING 1.5 ACRES MORE OR LESS TO E & E FOODS, INC FOR THE OPERATION OF A COMMERCIAL OPERATION.**

**WHEREAS**, the Lake and Peninsula Borough owns a 1.5 acre parcel of land located at North Coordinates: 58.2876001 West Coordinates: 157-5315449,215M Township 22.5 South, Range 50 West, Section 7, Seward Meridian, Alaska ("the Property"); and

**WHEREAS**, E & E Foods, Inc. has been operating a commercial operation at this site; and

**WHEREAS**, Representatives of Lake and Peninsula Borough have inspected the property and observed that E & E Foods, Inc has demonstrated extemporany care and stewardship of this land; and

**WHEREAS**, E & E Foods, Inc. 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 58.287623, West Coordinates: 157.531888, Township 22.5 South, Range 50 West, Section 7, Seward Meridian, Alaska, containing 1.5 acres, more or less, to E & E Foods, Inc 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 E & E Foods, Inc 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 \$1500 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 12<sup>th</sup> day of September 2016.

**IT WITNESS THERETO:**

**ATTEST:**

---

Glen Alsworth Sr., Mayor

---

Kate Conley, Borough Clerk

Introduced: August 23, 2016

Public Hearing: September 12, 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:         | Eric Handstad            |       |      |
| Company Name: | E&E Foods, Inc           |       |      |
| Address:      | 801 S Fidalgo St Ste 100 |       |      |
|               | Seattle WA 98108         |       |      |
| Telephone:    | 206 493 2870             | Cell: | Same |
| Email:        | ERICH@EEFOODS.COM        |       |      |
| Web Site:     | EEFoods.com              |       |      |

New Lease  Renewal

Has the applicant ever registered either as a business or guide in the LPB?  
LPB Registration #: \_\_\_\_\_

**Land Location**

**Seward Meridian:**

| Section          | Township               | Range |
|------------------|------------------------|-------|
| 7                | 225                    | 50W   |
| GPS Coordinates: | 58.287623, -157.531888 |       |

A right to encumber  is /  is not requested.

**Purpose of Lease**

|  |
|--|
| Operation of Fish Buying/Loading/unloading Station |
| During Salmon Season                               |
|  |

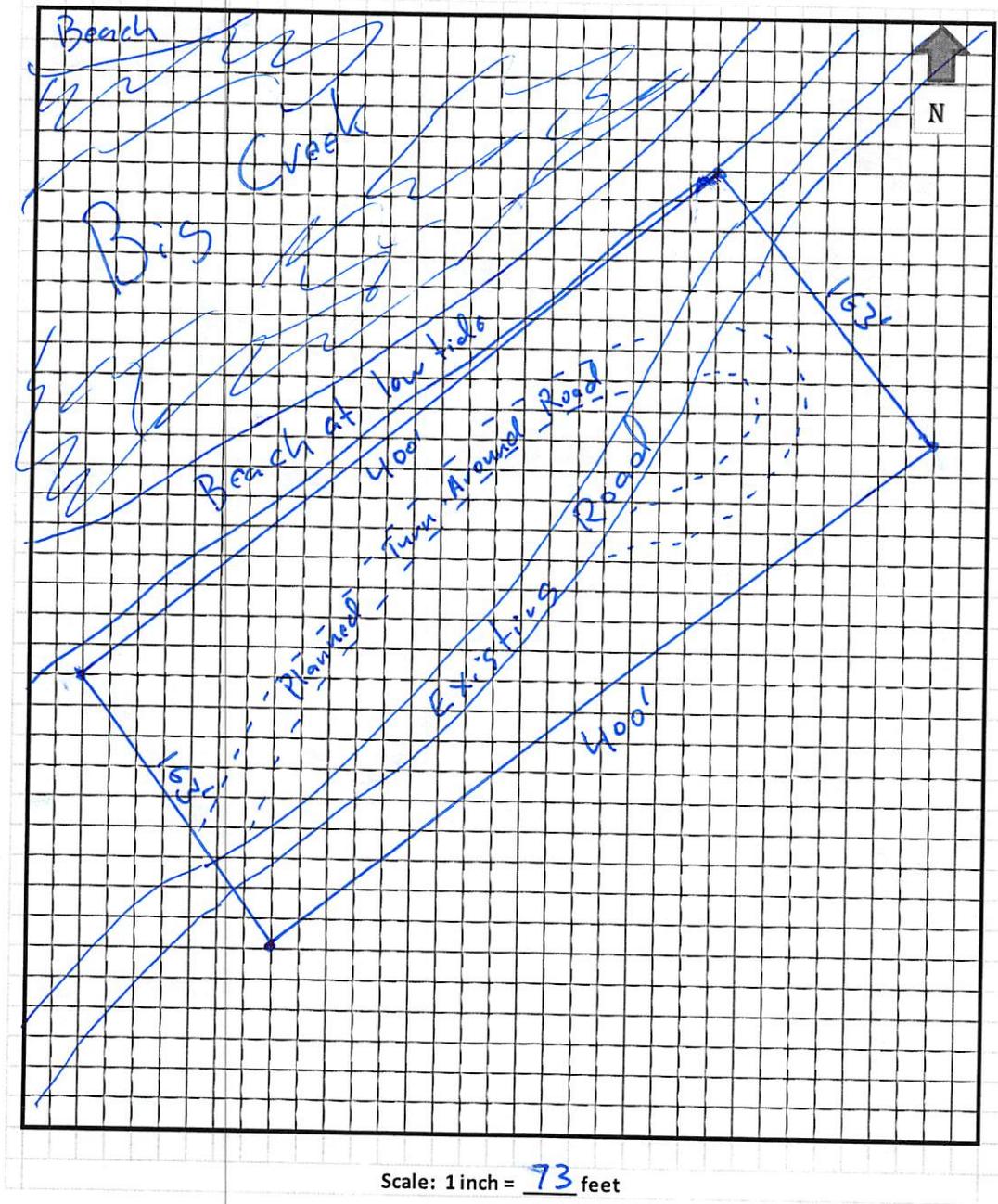
**Structures on Leased Property**

| Structure Name | Length | Width |
|----------------|--------|-------|
|                |        |       |
|                |        |       |
|                |        |       |
|                |        |       |
|                |        |       |
|                |        |       |

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



# Lake and Peninsula Borough

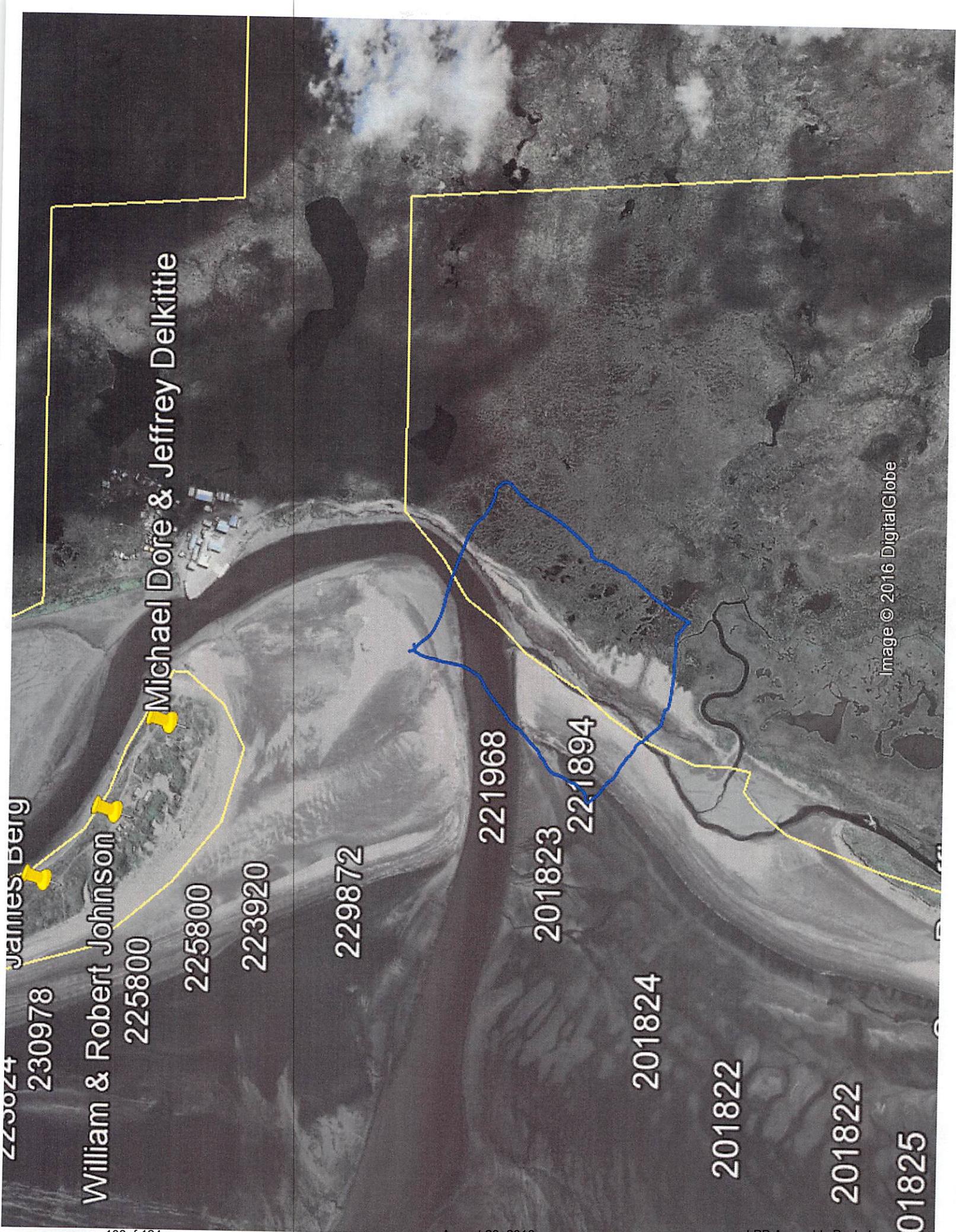


### Instructions:

- 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

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



220024 James Berg

230978

William & Robert Johnson

225800

225800

223920

229872

221968

201823

221894

201824

201822

201822

201825

Michael Dore & Jeffrey Delkittie

Image © 2016 DigitalGlobe

https://www.google.com/maps/@58.2876001,-157.5315449,215m/data=!3m1!1e3?hl=en

Search Google Maps



Measure distance  
Click on the map to add to your path  
Total area: 65,664.42 ft<sup>2</sup> (6,100.42 m<sup>2</sup>)  
Total distance: 1,112.90 ft (339.21 m)



# 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<br><small>Lease price is for the first acre. Additional acreage lease: \$300/each acre or part thereof.</small> | 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 • Iliamna • Ivanof Bay • Kokhanok • Levelock • Newhalen  
• Nordalton • Pedro Bay • Perryville • Pilot Point • Pope Vannoy • Port Alsworth • Port Heiden • Ugashik



## 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.

Chignik Bay • Chignik Lagoon • Chignik Lake • Egegik • Igiugig • Iliamna • Ivanof Bay • Kokhanok • Levelock • Newhalen  
• Nordalton • 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



Application Date

Application fee enclosed: \$ 150



# H. 5. New Business Fisherman's Memorial

Lake and Peninsula Borough  
Regular Assembly Meeting  
August 23, 2016



## Chignik Bay Tribal Council

P. O. Box 50

Chignik, AK 99564

Phone: (907)749-2445

Fax: (907)749-2423

Email: [cbaytc@aol.com](mailto:cbaytc@aol.com)

June 8, 2016

The Chignik Bay Tribal Council invites all entities/individuals to participate in raising money for a Fisherman's Memorial that will be placed at the Chignik Bay Boat Harbor to honor and memorialize fishermen/women who have passed on. All proceeds will be used for the purchase and freight of the granite memorial. Families will then be able to purchase individual bronze plaques with the names of their loved ones who have passed, and they will be placed on the memorial.

We would greatly appreciate your support. Please make checks payable to the Chignik Bay Tribal Council. Thank you.

Sincerely,

  
Debbie Carlson, Tribal Administrator

# ALASKA MEMORIALS & MONUMENTS

5881 ARCTIC BLVD STE 203  
ANCHORAGE AK 99518

# Estimate

|           |            |
|-----------|------------|
| Date      | Estimate # |
| 5/13/2016 | 111        |

|                              |
|------------------------------|
| Name / Address               |
| CHIGNIK FISHERMEN'S MEMORIAL |

|          |                   |         |         |
|----------|-------------------|---------|---------|
| P.O. No. | Terms             | FOB     | Project |
|          | DEPOSIT REQUIR... | SEATTLE | 193     |

| Description  | Qty | Rate      | Total       |
|--|-----|-----------|-------------|
| <p>CHIGNIK FISHERMEN'S MEMORIAL (CUSTOM MONUMENT CONSISTING OF ONE SOLID GRANITE FOUR-SIDED OBELISK 60" TALL; ONE SOLID GRANITE BASE 8" TALL; ONE SOLID GRANITE CARVED SHIPS WHEEL 38" TALL; 4 BRONZE PLAQUES 24" WIDE X 48" TALL ATTACHED TO EACH SIDE AND PREDRILLED TO ACCOMMODATE 144 NAME/DATE PLAQUES; THE SAME TITLE (CHIGNIK FISHERMEN'S MEMORIAL) SANDBLASTED ON THE TOP OF ALL FOUR SIDES; SHIPPING TO COASTAL TRANSPORTATION IN SEATTLE, WA.</p> <p>INDIVIDUAL BRONZE NAME &amp; DATE PLAQUES (4" WIDE X 2" TALL PREDRILLED WITH TWO SCREW HOLES FOR MOUNTING) = \$120 EACH + SHIPPING FROM GA TO CHIGNIK, AK</p> <p>TOTAL WEIGHT = APPROXIMATELY 7,000 POUNDS (3 PIECES)</p> <p>FINISHED/ASSEMBLED HEIGHT = 8'0"</p> <p>DEPOSIT REQUIRED TO START PROJECT = \$14,200<br/>BALANCE DUE PRIOR TO SHIPPING FROM GA - WA</p> <p>ONCE THE DEPOSIT HAS BEEN RECEIVED AND ALL ARTWORK HAS BEEN APPROVED, IT WILL TAKE APPROXIMATELY SEVEN (7) MONTHS TO COMPLETE AND TO ARRIVE AT YOUR SHIPPER IN SEATTLE, WA.</p> | 1   | 28,400.00 | 28,400.00   |
| <b>Total</b>   |     |           | \$28,400.00 |

907-868-9097  
amm@alaska.net  
www.alaskamemorials.com

# H. 6. New Business Liquor Licenses

Lake and Peninsula Borough  
Regular Assembly Meeting  
August 23, 2016





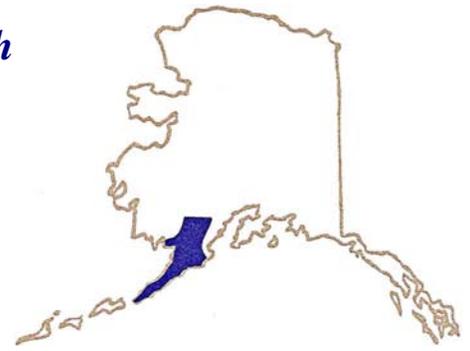
## **Lake and Peninsula Borough**

*P.O. Box 495*

*King Salmon, Alaska 99613*

*Telephone: (907) 246-3421*

*Fax: (907) 246-6602*



Date: August 15, 2016  
To: Mayor and Assembly  
From: Kate Conley, Borough Clerk  
Re: Liquor Licenses

Each January I present the Assembly with a list of all the liquor establishments in the borough for review. If there are any concerns, the Assembly may choose to comment. If there are no concerns, we allow the licenses to renew. We did this usual procedure in January.

On June 15, 2016 the State of Alaska sent me a transfer of ownership of Katmailand, Inc.'s liquor licenses. This includes Grosvenor Lodge and Brooks Camp. I had 30 days to comment. During this time there was not an Assembly meeting. I did submit the following response: "During winter, all liquor is to be removed from the premises or locked securely such that a traveler seeking winter shelter cannot access the liquor."

While the comment period has passed, if the Assembly has additional comments to add, I will contact the State with the concerns and they can pass them onto the licensee for voluntary compliance.



THE STATE  
of **ALASKA**  
GOVERNOR BILL WALKER

Department of Commerce, Community,  
and Economic Development

ALCOHOLIC BEVERAGE CONTROL BOARD

550 W 7<sup>th</sup> Avenue, Ste. 1600  
Anchorage, Alaska 99501  
Main: 907.269.0350  
TDD: 907.465.5437  
Fax: 907.334.2285

June 22, 2016

Katmai Air, LLC  
Attn. Daniel Cheyette  
4125 Aircraft Dr.  
Anchorage, AK 99502

Re: Beverage Dispensary #1531 d.b.a. Kulik Lodge

Dear Applicant,

We have received your application for a liquor license pursuant to Alaska Statutes, Title 4, 04.11.510 states as follows:

“(a) Unless a legal action relating to the license, applicant or premises to be licensed is pending, the board shall decide whether to grant or deny an application within 90 days of receipt of the application at the main office of the board. However, the decision may not be made before the 60 days allowed for protest under AS 04.11.480 have elapsed unless waived by the municipality.”

If a transfer of ownership application, all requirements (tax and creditor clearances) must be met within the 90 day time frame or the application will be presented to the board for denial.

Please contact your municipal clerk and/or borough clerk if applicable, for scheduled review by the assembly and to find out about other processing or applications that may be required.

**This letter is informational only.**

If you have any questions please contact our office.

Sincerely,

Maxine Andrews  
Business Registration Examiner

Cc: Michele Droege, Dorsey & Whitney



June 14, 2016

Lake and Peninsula Borough  
Attn: Kate Conley  
VIA Email: [kateconley@lakeandpen.com](mailto:kateconley@lakeandpen.com)

**Katmailand, Inc. – Beverage Dispensary Liquor License #1530 DBA: Grosvenor Lodge**

- New Application       Transfer of Ownership       Transfer of Location  
 Restaurant Designation Permit       DBA Name Change

We have received an application for the above listed licenses (see attached application documents) within your jurisdiction. This is the notice as required under AS 04.11.520. Additional information concerning filing a "protest" by a local governing body under AS 04.11.480 is included in this letter.

A local governing body as defined under AS 04.21.080(11) may protest the approval of an application(s) pursuant to AS 04.11.480 by furnishing the board **and** the applicant with a clear and concise written statement of reasons in support of a protest within 60 days of receipt of this notice. If a protest is filed, the board will not approve the application unless it finds that the protest is "arbitrary, capricious and unreasonable". Instead, in accordance with AS 04.11.510(b), the board will notify the applicant that the application is denied for reasons stated in the protest. The applicant is entitled to an informal conference with either the director or the board and, if not satisfied by the informal conference, is entitled to a formal hearing in accordance with AS 44.62.330-44.62-630. **IF THE APPLICANT REQUESTS A HEARING, THE LOCAL GOVERNING BODY MUST ASSIST IN OR UNDERTAKE THE DEFENSE OF ITS PROTEST.**

Under AS 04.11.420(a), the board may not issue a license or permit for premises in a municipality where a zoning regulation or ordinance prohibits the sale or consumption of alcoholic beverages, unless a variance of the regulation or ordinance has been approved. Under AS 04.11.420(b) municipalities must inform the board of zoning regulations or ordinances which prohibit the sale or consumption of alcoholic beverages. If a municipal zoning regulation or ordinance prohibits the sale or consumption of alcoholic beverages at the proposed premises and no variance of the regulation or ordinance has been approved, please notify us and provide a certified copy of the regulation or ordinance if you have not previously done so.

Protest under AS 04.11.480 and the prohibition of sale or consumption of alcoholic beverages as required by zoning regulation or ordinance under AS 04.11.420(a) are two separate and distinct subjects. Please bear that in mind in responding to this notice.

AS 04.21.010(d), if applicable, requires the municipality to provide written notice to the appropriate community council(s).

If you wish to protest the application referenced above, please do so in the prescribed manner and within the prescribed time. Please show proof of service upon the applicant. For additional information please refer to 3 AAC 304.145, Local Governing Body Protest.

**Note:** Applications applied for under AS 04.11.400(g), 3 AAC 304.335(a)(3), AS 04.11.090(e), and 3 AAC 304.660(e) must be approved by the governing body.

Sincerely,



Maxine Andrews  
Business Registration Examiner  
Direct line: 907-269-0358  
Email: maxine.andrews@alaska.gov

State of Alaska  
Alcoholic Beverage Control Board

Date of Notice: 6/14/2016

Application Type: NEW \_\_\_\_\_  TRANSFER- Stock transfer only  
 Ownership  
 \_\_\_\_\_ Location  
 \_\_\_\_\_ Name Change

Governing Body: Lake and Peninsula Borough  
 Community Councils: n/a

License #: 1530  
 License Type: Beverage Dispensary  
 D.B.A.: Grosvenor Lodge  
 Licensee/Applicant: Katmailand, Inc.  
 Physical Location: Katmai National Park Grosvenor Lake  
 Mailing Address: 4125 Aircraft Drive Anchorage, AK 99502  
 Telephone #: 907-278-3602  
 EIN: 92-0088302

| Corp/LLC Agent:        | Address  | Phone        | Date and State of Incorporation | Good standing? |
|------------------------|--|--------------|---------------------------------|----------------|
| C T Corporation System | 9360 Glacier Hwy. Ste. 202<br>Juneau, AK 99801 | 884-226-7922 | 9/15/1982<br>Alaska             | yes            |

*Please note: the Members/Officers/Directors/Shareholders (principals) listed below are the principal members. There may be additional members that we are not aware of because they are not primary members. We have listed all principal members and those who hold at least 10% shares.*

| Member/Officer/Director:        | DOB        | Address                                    | Phone        | Title/Shares (%)   |
|---------------------------------|------------|--|--------------|--------------------|
| Bristol Bay Alaska Tourism, LLC | n/a        | 4125 Aircraft Drive<br>Anchorage, AK 99502 | 907-278-3602 | 100%               |
| Scott Torrison                  | 11/8/1961  | 222808 Homestead Rd.<br>Chugiak, AK 99567  | 907-265-7831 | President/GM<br>0% |
| Daniel L Cheyette               | 10/22/1969 | 2890 S. Lakeshore Lp.<br>Palmer, AK 99645  | 907-745-4439 | Secretary<br>0%    |
| Ryan David York                 | 11/25/1975 | 12720 Saunders Rd.<br>Anchorage, AK 99516  | 907-265-7869 | Treasurer<br>0%    |

Stock transfer of ownership only: 100% from Raymond F Petersen to Bristol Bay Alaska Tourism, LLC same d.b.a. and same location

A local governing body as defined under AS 04.21.080(11) may protest the approval of an application(s) pursuant to AS 04.11.480 by furnishing the board **and** the applicant with a clear and concise written statement of reasons in support of a protest within 60 days of receipt of this notice. If a protest is filed, the board will not approve the application unless it finds that the protest is “arbitrary, capricious and unreasonable”. Instead, in accordance with AS 04.11.510(b), the board will notify the applicant that the application is denied for reasons stated in the protest. The applicant is entitled to an informal conference with either the director or the board and, if not satisfied by the informal conference, is entitled to a formal hearing in accordance with AS 44.62.330-44.62-630. **IF THE APPLICANT REQUESTS A HEARING, THE LOCAL GOVERNING BODY MUST ASSIST IN OR UNDERTAKE THE DEFENSE OF ITS PROTEST.**

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**Note:** Applications applied for under AS 04.11.400(g), 3 AAC 304.335(a)(3), AS 04.11.090(e), and 3 AAC 304.660(e) must be approved by the governing body.

Sincerely,

*Maxine Andrews*  
Business Registration Examiner  
maxine.andrews@gmail.com  
907-269-0358

Alcoholic Beverage Control Board  
 550 West 7<sup>th</sup> Ave. Suite 1600  
 Anchorage, AK 99501

## Transfer Liquor License

(907) 269-0350  
 Fax: (907) 334-2285  
<http://commerce.alaska.gov/dnn/abc/Home.aspx>

License is:     Full Year                      OR                       Seasonal    List Dates of Operation: 5/1 - 10/31

| SECTION A - LICENSE INFORMATION  |  |   | FEES  |
|--|--|---|---|
| License Year:<br>2016-17   | License Type:<br><b>Package Store - Seasonal</b>                       | Statute Reference<br>Sec. 04.11. <u>150</u>         | Filing Fee:        \$100.00   |
| License #: <b>182</b>  |  |   | Rest. Desig. Permit Fee: <del>(\$50.00)</del> \$                    |
| Local Governing Body: (City, Borough or Unorganized)<br><b>Outside City Limits<br/>Lake and Peninsula Borough</b>  | Community Council Name(s) & Mailing Address:<br><b>None</b>            |   | Fingerprint:        \$ <b>399.50</b><br><i>(\$49.75 per person)</i> |
| Name of Applicant (Corp/LLC/LP/LLP/Individual/Partnership):<br><b>Katmailand, Inc.</b>   | Doing Business As (Business Name):<br><b>Brooks Lodge</b>              | Business Telephone Number:<br><b>(907) 278-3602</b> | <b>TOTAL</b> <del>400.00</del> <b>199.50</b>                        |
| Mailing Address:<br><b>4125 Aircraft Drive</b>   | Street Address or Location of Premises:<br><b>Katmai National Park</b> | Email Address:<br><b>dcheyette@bbnc.net</b>         | Fax Number:<br><b>(907) 276-3924</b>                                |
| City, State, Zip:<br><b>Anchorage, AK 99502</b>  |  |   |   |
| Is any shareholder related to the current owner? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No<br>If "yes" please state the relationship _____ |  |   |   |

| SECTION B - TRANSFER INFORMATION   |  |
|--|--|
| <input checked="" type="checkbox"/> Regular Transfer<br><br><input type="checkbox"/> Transfer with security interest: Any instrument executed under AS 04.11.670 for purposes of applying AS 04.11.360(4)(b) in a later involuntary transfer, must be filed with this Application. Real or personal property conveyed with this transfer must be described. Provide security interest documents.<br><br><input type="checkbox"/> Involuntary Transfer. Attach documents which evidence default under AS 04.11.670. | Name and Mailing Address of <i>CURRENT</i> Licensee:<br><b>Katmailand, Inc.</b><br><br>Business Name (dba) <i>BEFORE</i> transfer:<br><b>Brooks Lodge</b><br><br>Street Address or Location <i>BEFORE</i> transfer:<br><b>Katmai National Park</b> |

| SECTION C - PREMISES TO BE LICENSED   |   |   |
|---|---|---|
| Distance to closest school grounds:<br><b>Greater than 200'</b>   | <i>Distance measured under:</i><br><input checked="" type="checkbox"/> AS 04.11.410        OR<br><input type="checkbox"/> Local ordinance No. | <input type="checkbox"/> Premises is GREATER than 50 miles from the boundaries of an incorporated city, borough, or unified municipality.<br><input type="checkbox"/> Premises is LESS than 50 miles from the boundaries of an incorporated city, borough, or unified municipality.<br><input checked="" type="checkbox"/> Not applicable |
| Distance to closest church:<br><b>Greater than 200'</b>   | <i>Distance measured under:</i><br><input checked="" type="checkbox"/> AS 04.11.410        OR<br><input type="checkbox"/> Local ordinance No. |   |
| Premises to be licensed is:<br><input type="checkbox"/> Proposed building<br><input checked="" type="checkbox"/> Existing facility<br><input type="checkbox"/> New building |   | <input type="checkbox"/> Plans submitted to Fire Marshall (required for new & proposed buildings)<br><input checked="" type="checkbox"/> Diagram of premises attached   |

## Transfer Liquor License

### SECTION D – LICENSEE INFORMATION

1. Does any individual, corporate officer, director, limited liability organization member, manager or partner named in this application have any direct or indirect interest in any other alcoholic beverage business licensed in Alaska or any other state?

Yes  No If Yes, complete the following. Attach additional sheets if necessary.

| Name                               | Name of Business    | Type of License                  | Business Street Address | State  |
|------------------------------------|---------------------|----------------------------------|-------------------------|--------|
| Bristol Bay Alaska Tourism, LLC    | Mission Creek Lodge | Outdoor Recreational Lodge #5145 | 165 Mission Lane        | Alaska |
| fka Bristol Bay Mission Lodge, LLC |                     |                                  |                         |        |
|                                    |                     |                                  |                         |        |
|                                    |                     |                                  |                         |        |

2. Has any individual, corporate officer, director, limited liability organization member, manager or partner named in this application been convicted of a felony, a violation of AS 04, or been convicted as a licensee or manager of licensed premises in another state of the liquor laws of that state?

Yes  No If Yes, attach written explanation.

### SECTION E – OWNERSHIP INFORMATION - CORPORATION

*Corporations, LLCs, LLPs and LPs must be registered with the Dept. of Community and Economic Development.*

|   |                    |   |                                   |
|---|--------------------|---|-----------------------------------|
| Name of Entity (Corporation/LLC/LLP/LP) (or N/A if an Individual ownership):<br>Katmailand, Inc.  |                    | Telephone Number:<br>(907) 278-3602                           | Fax Number:<br>(907) 276-3924     |
| Corporate Mailing Address:<br>111 West 16th Ave., Suite 400   | City:<br>Anchorage | State:<br>AK  | Zip Code:<br>99501                |
| Name, Mailing Address and Telephone Number of Registered Agent:<br>CT Corporation System, 9360 Glacier Hwy, Ste 202, Juneau, AK 99801 (844) 226-7922  |                    | Date of Incorporation OR Certification with DCED:<br>3/7/2012 | State of Incorporation:<br>Alaska |
| Is the Entity in "Good Standing" with the Alaska Division of Corporations? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No<br>If no, attach written explanation. Your entity <i>must</i> be in compliance with Title 10 of the Alaska Statutes to be a valid liquor licensee. |                    |   |                                   |

| Entity Members (Must include President, Secretary, Treasurer, Vice-President, Manager and Shareholder/Member with at least 10%) |              |     |  |                       |               |
|---|--------------|-----|--|-----------------------|---------------|
| Name  | Title        | %   | Home Address & Telephone Number                        | Work Telephone Number | Date of Birth |
| Bristol Bay Alaska Tourism, LLC   | Shareholder  | 100 | 111 West 16th Ave., Suite 400, Anchorage, AK 99501     | (907) 278-3602        | N/A           |
| Scott Torrison  | President/GM | 0   | 222808 Homestead Rd, Chugiak, AK 99567, (907) 688-0667 | (907) 265-7831        | 11/8/1961     |
| Daniel Cheyette   | Secretary    | 0   | 2890 S. Lakeshore Lp, Palmer, 99645 (907) 745-4439     | (907) 265-7855        | 10/22/1969    |
| Ryan York   | Treasurer    | 0   | 12720 Saunders Rd. Anchorage, AK 99516 (907) 522-2236  | (907) 265-7869        | 11/25/1975    |
|   |              |     |  |                       |               |
|   |              |     |  |                       |               |

## Transfer Liquor License

**NOTE: If you need additional space, please attach a separate sheet.**

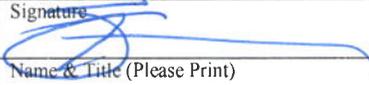
### SECTION F – OWNERSHIP INFORMATION – SOLE PROPRIETORSHIP (INDIVIDUAL OWNER & SPOUSE)

**Individual Licensees/Affiliates** (The ABC Board defines an "Affiliate" as the spouse or significant other of a licensee. Each Affiliate must be listed.)

|                            |  |                            |  |
|----------------------------|--|----------------------------|--|
| Name:<br>Address:          | Applicant <input type="checkbox"/><br>Affiliate <input type="checkbox"/> | Name:<br>Address:          | Applicant <input type="checkbox"/><br>Affiliate <input type="checkbox"/> |
| Home Phone:<br>Work Phone: | Date of Birth:   | Home Phone:<br>Work Phone: | Date of Birth:   |
| Name:<br>Address:          | Applicant <input type="checkbox"/><br>Affiliate <input type="checkbox"/> | Name:<br>Address:          | Applicant <input type="checkbox"/><br>Affiliate <input type="checkbox"/> |
| Home Phone:<br>Work Phone: | Date of Birth:   | Home Phone:<br>Work Phone: | Date of Birth:   |

**Declaration**

- I declare under penalty of perjury that I have examined this application, including the accompanying schedules and statements, and to the best of my knowledge and belief it is true, correct and complete, and this application is not in violation of any security interest or other contracted obligations.
- I hereby certify that there have been no changes in officers or stockholders that have not been reported to the Alcoholic Beverage Control Board. The undersigned certifies on behalf of the organized entity, it is understood that a misrepresentation of fact is cause for rejection of this application or revocation of any license issued.
- I further certify that I have read and am familiar with Title 4 of the Alaska statutes and its regulations, and that in accordance with AS 04.11.450, no person other than the licensee(s) has any direct or indirect financial interest in the licensed business.
- I agree to provide all information required by the Alcoholic Beverage Control Board in support of this application.

| Signature of Current Licensee(s)  | Signature of Transferee(s)  |
|---|---|
| Signature   | Signature   |
|  |                         |
| Name & Title (Please Print)<br>Raymond F Petersen, President and Sole Shareholder   | Name & Title (Please Print)<br>Scott Torrison, Manager of Bristol Bay Alaska Tourism, LLC, Sole Shareholder |
| Subscribed and sworn to before me this<br>12 <sup>th</sup> day of May 2016          | Subscribed and sworn to before me this<br>17 <sup>th</sup> day of May 2016                                  |
| Notary Public in and for the State of Alaska  | Notary Public in and for the State of Alaska  |
|  |                         |
| My commission expires: June 18, 2018  | My commission expires: June 18, 2018  |



STATE OF ALASKA  
ALCOHOL BEVERAGE CONTROL BOARD  
Licensed Premises Diagram

**INSTRUCTIONS:** Draw a detailed floor plan of your present or proposed licensed premises on the graph below; show all entrances and exits, and all fixtures such as tables, booths, games, counters, bars, coolers, stages, etc.

**DBA:** Brooks Lodge Package Store

**PREMISES LOCATION:** Brooks Lodge, Katmai National Park

Indicate scale by x after appropriate statement or show length and width of premises.

**SCALE A:** \_\_\_\_\_ 1 SQ. = 4 FT.      **SCALE B:**  1 SQ. = 2 FT.

Length and width of premises in feet: 36' x 20'

**Outline the area to be designated for sale, service, storage, and consumption of alcoholic beverages in red.**  
**DO NOT USE BLUE INK OR PENCIL ON THIS DIAGRAM.**

