

ROLL CALL

Mayor Millie Schoonover called the meeting to order and the roll was taken. Present were Greg Head, Jim See, Don Pierce and Mike Douville. Absent excused was Joni Kuntz and Marge Young.

Staff present: Jon Bolling, City Administrator; Ramona Wise, Aquatic Manager; Vicki Hamilton, City Clerk; Brian Templin, City Planner; Daniel Nelson, Harbormaster; Amy Marshall, Librarian; RJ Ely, Police Sergeant; Victoria Merritt, Parks and Recreation Director; Steve Tanner, Public Works Director; and Joyce Mason, Treasurer.

Audience present: Fred Ensign, Marrianna Ensign and Trinity Scheidecker

CONSENT AGENDA

There was no consent agenda to consider.

Mayor Schoonover asked council, if there were no objections, she would like to address the item under Unfinished Business, Final Terms of Sales Agreement-Land Trade with Fred Ensign at this time. There were no objections from the council.

UNFINISHED BUSINESS-Jim See asked Jon what the city plans to do with Mr. Ensign's commercial lot if the city can't acquire the lot next to it for possibly having a new fire hall constructed on both lots. Jon said the city could sell the lot.

PIERCE/HEAD: moved to approve the terms of the sale/trade of city owned lots 9 and 10A, Crab Cove Heights Subdivision to Mr. Fred Ensign in exchange for his interest in Lot 6, Park Place Subdivision and payment of \$7,660 with the proceeds of the sale will be placed in the Craig Land Development Fund. MOTION CARRIED UNANIMOUSLY BY VOICE VOTE

HEARING FROM THE PUBLIC

- Final reading and public hearing on Ordinance No. 632, Providing for the adoption of FY 2012 Operating Budget. There were no comments.

REPORTS FROM CITY OFFICIALS

MAYOR-Mayor Schoonover reported she and Jon are traveling on Sunday, June 12th to Washington D.C. to meet with our delegates.

ADMINISTRATOR-Jon Bolling reported he and Steve Tanner interviewed two candidates for the Public Works Director position. The candidates are from Washington and New Mexico. Jon will make a decision on what his next step will be in regards to the public works position.

ADMINISTRATOR REPORT CONTINUED-

Jon provided a colored map of southeast Alaska for the council to review. The map shows proposed redistricting for southeast. There was discussion on the redistricting process.

There was discussion on the meter boxes at the city dock. Continued discussion was about Seafood Producers Co-op having their own meter box installed by Alaska Power and Telephone on the City Dock since they will be tied up to the city dock buying fish there this summer.

Jim See stated he has been going through the city's investment portfolio and he isn't happy with the interest the city is making with the amount of investments the city has with the company.

Jon said he would contact the company and have them send a representative to explain about the city's investments at the next city council meeting.

TREASURER-Joyce Mason reported providing the council with a comparison of the city's insurance bids. This is information for the council. If council wants to take action, Joyce will have it put on the agenda.

Joyce reported giving the council the school's budget. Superintendent, Jim Thomas and Karen Head of the Craig Schools will be here at the next city council meeting on June 16, 2011. Joyce hired Sheri Purser to fill in part time to attend to the accounts payable work while Tina Habib is absent.

Jim See stated that in the last comparison the city did with the city's insurance company, Alaska Public Entity Insurance, this company did not pay for the cost of litigation, where Alaska Municipal League does pay for litigation. That could end up being a huge expense.

AQUATIC MANAGER-Ramona Wise reported the pool is shut down now. They are busy painting, cleaning, and doing small repairs. The pool is scheduled to re-open on June 13th.

CITY CLERK-Vicki Hamilton reported it is good to be back. Vicki has a lot of catching up to do on the minutes and property tax notices. Vicki thanked staff for filling in for her when she was gone. The next meeting is scheduled for June 16th.

CITY PLANNER-Brian reported on the Career Technical Advisory Meeting that was held in Klawock on May 23rd. The main issue discussed was the site selection for the technical education center. They are looking for a site on Boundary Road. The next meeting is scheduled for June 20th.

Brian mentioned that the state's Alaska Coastal Management Plan Program will sunset June 30, 2011 and will go away completely. We will be waiting to see what direction the state legislature takes on this program.

Mike Douville commented in regards to Brian's news about the Coastal Zone Management Program closing down on June 30, 2011. Mike wanted to know what happens when this program goes away. Brian said in some respects it might become easier from a permitting standpoint. A lot of the State standard's go away that the agencies depended on. Brain said for projects, people are used to sending the application to one place and having the State deal within the State agencies to figure out what kind of permits are needed and how to go about them.

CITY PLANNER CONT.-One of the other things this program did was allowed us to see projects that were being proposed in the area so we could comment on them or have some input in how they were shaped.

Brian commented one of the biggest effects that the program going away has is that the State of Alaska and local communities are able to input into federal projects or projects on federal lands through Coastal Zone Management. When this program goes away, the State doesn't have any right to regulate those activities anymore. Brian mentioned the offshore drilling projects up north. He said anything off of three miles from shore the state loses standing to set standards, since this is federal waters.

Mike Douville asked the status of the permit for the outfall for Silver Bay Seafoods Cold Storage. Jon said a permit was not issued. The cold storage will be operating under what the State calls A compliance Order by Consent. This is the State giving authorization for the outfall while the State works on a general permit for all the shore-based processing facilities, statewide.

HARBORMASTER-Daniel Nelson reported the activity at the boat launch is picking up. The harbor crew is busy issuing launch permits.

False Island cleanup is going well. People are moving their containers and doing cleanup.

The power pedestal has been installed at North Cove Harbor for the Silverado.

Daniel stated Sergeant Ely helped the Harbor Department with instructions on how to look up A-K numbers so when skiffs or boats come in to the harbors, the department can get the names of the owners and charge them the appropriate moorage fees.

Daniel reported the pile driver should be in Craig soon to do work at South Cove. They should arrive here on June 10th. Boats in South Cove should be moving out in preparation for the pile driving work there.

Daniel reported Seafood Producers Cooperative (SPC) is due in Craig on June 25th. The power and water provided at City Dock for SPC will be metered.

As it is every summer, there is a problem with parking at the North Cove/South Cove parking lot. There was discussion amongst the council on how to address the parking issue. To alleviate some of the congestion at the harbor, the city has leased Pat Gardner's property to provide additional parking space.

POLICE CHIEF-Sergeant Ely provided a written report for the council. Mike Douville expressed his appreciation to Sergeant Ely for providing updates on Mark Habib's condition.

PUBLIC WORKS-Steve Tanner reported finding 60-80 gallons per minute leaks out on Port Saint Nicholas Road. Another leak was spotted by the high school. This was 30 gallons per minute leak. Both leaks have been fixed.

Steve reported S.E. Road Builders is almost done with their work on Beach Rd. and Seventh Street. The work they have to do is touching up on the edges of the pavement and doing driveway approaches.

The Garden Club has volunteered to plant flowers in the "triangle" at Sixth and Beach Rd.

Steve reported the city rented a broom from S.E. Road Builders to get the city's streets swept. Steve will provide a report for next council meeting on how things went with Clean-up Week.

LIBRARY-Amy Marshall reported the library had 1,478 patrons during the month of May. Amy reported two computers at the library are on their last legs.

LIBRARY CONT.-There was 2,353 items in circulation. Kids Programs brought in 355 kids in attendance for the month. The Summer Reading Programs will be for kids, teens, and an adult reading program.

Amy received word that the money was released for the I.M.L.S. (Institute of Museum and Library Services) Grant. Craig Community Association should be receiving the money soon. The grant is for \$7,000, which will go to support library programming, summer programming, and also to purchase two computers.

Amy reported that libraries that are found in compliance with the Department of Commerce threshold for bandwidth and for speed could get the hardware part of the grant now. If the city wants it, it includes video conferencing equipment, two computers, and all the routers, upgraded server pieces that go along with it. They will come down and install it. It also includes the furniture for the equipment. The Craig Library will be first in the State of Alaska to get it.

EMS-Chaundell Piburn reported their first Fire/EMS Aid Station for the annual marathon, was a success. Chaundell is setting up an ETT class this summer for new members of EMS. She is also scheduling CPR Classes one day a month, every month.

READING OF CORRESPONDENCE

There were no comments.

CONSIDERATION OF RESOLUTIONS AND ORDINANCES

Ordinance No. 632, Providing for the Adoption of the FY 2012 Operating Budget, was presented.

PIERCE/DOUVILLE: moved to approve Ordinance No. 632. MOTION CARRIED BY UNANIMOUS ROLL CALL VOTE

Resolution No. 11-08, Revision of Harbor Rates Structure, was presented.

HEAD/DOUVILLE: moved to approve Resolution No. 11-08.

Discussion: Mike Douville had issues with some of the harbor rates. This resolution was deferred until the next city council meeting, June 16th.

NEW BUSINESS

ADJOURNMENT

HEAD/DOUVILLE: moved to adjourn. MOTION CARRIED

The meeting adjourned at 8:15 p.m.

APPROVED _____

MAYOR A. MILLIE SCHOONOVER

ATTEST
VICKI HAMILTON, CITY CLERK