

CITY OF CRAIG
COUNCIL AGENDA
March 07, 2013
COUNCIL CHAMBERS 7:00 P.M

ROLL CALL

Mayor Dennis Watson, Greg Head, Joni Kuntz, Jim See, Don Pierce, Mike Douville and Wanda Rice

CONSENT AGENDA

Items listed below will be enacted by one motion. If separate discussion is desired on an item, that item may be removed and placed on the regular meeting agenda.

- City Council Minutes of February 21, 2013
- Accept Vehicle for Hire Application from Jeff Music
- Liquor License Renewals
- Introduction and first reading of Ordinance 649, Sale of city property at Lot 6, Park Place Subdivision to Tyler Rental
- Introduction and first reading of Ordinance 650, Terms of a lease of city-owned property Tract A, Craig Cannery Subdivision with Mr. Don Thomas
- Introduction and first reading of Ordinance 651, Sale of city property at Lot 1, Block 4 Crab Cove Heights Subdivision with Mr. Fred Ensign
- Introduction and first reading of Ordinance 652, Rezoning a portion of Tract E USS 1429 from Commercial to Residential High Density 1

HEARING FROM THE PUBLIC

- Open for public comment
- Final Reading and Public Hearing on Ordinance 648, additions to Craig Endowment Fund Investment Policies Chapters 3.15.050(A)(9) and Chapter 3.15.055(B)(3).

REPORTS FROM CITY OFFICIALS

Mayor
Administrator
Treasurer
Aquatic Manager
City Clerk
City Planner
EMS Coordinator
Harbormaster
Police Chief
Public Works
Parks and Rec
Library

READING OF CORRESPONDENCE

- Sales Tax History

CONSIDERATION OF RESOLUTIONS AND ORDINANCES

- Resolution 13-03, Opposing Aquabounty Technologies, Inc's application to market genetically modified Atlantic salmon in the US.
- Resolution 13-04, Initiating the 2013 Tax Free Day April 13th, 2013
- Resolution 13-05, Supporting purchase of services-SE Senior Services grant proposal
- Resolution 13-06, Supporting Senate Bill 60 and Alaska Legislation
- Ordinance 648, additions to Craig Endowment Fund Investment Policies Chapters 3.15.050(A)(9) and Chapter 3.15.055(B)(3).

UNFINISHED BUSINESS

- Draft letter regarding the Tongass National Forest Plan Five Year review
- Sealaska Lands Bill discussion
- Tanner Crab Court Extension/Salmonberry Subdivision Utilities bid solicitation

NEW BUSINESS

- Continuation of stipend pay for volunteer medics

ADJOURNMENT

CITY OF CRAIG
COUNCIL MEETING
THURSDAY FEBRUARY 21, 2013

ROLL CALL

Mayor Dennis Watson called the meeting to order at 7:00 p.m. and the roll was taken. Present were, Joni Kuntz, Jim See, Don Pierce, Mike Douville and Greg Head. Absent excused was Wanda Rice.

Staff present: Jon Bolling, City Administrator; Kassi Knock, City Clerk; Brian Templin, City Planner; Daniel Nelson, Harbormaster; Ron Macintosh, Public Works Director; Nicole Robison, Aquatic Manager, RJ Ely, Police Chief; Joyce Mason, Treasurer; Victoria Merritt, Parks and Recreation Director.

Audience present: Leonard Williams, Jeff Music.

CONSENT AGENDA

The consent agenda was presented, it contained:
City Council Minutes of February 7, 2013

Ordinance 648, additions to Craig Endowment Fund Investment Policies Chapters 3.15.050(A)(9) and 3.15.055(B)(3).

PIERCE/DOUVILLE: moved to approve the consent agenda. MOTION CARRIED

HEARING FROM THE PUBLIC

Final reading on
Ordinance 645, 9.38.010 Disorderly Conduct adding section 9
Ordinance 646, 9.38.020 Harassment adding section H
Ordinance 647, 10.04.070 Penalties for Violations change of fine amount/points
There was no public comment.

Jon Explained that the US Forest Service is in the process of applying for funding for the bike path from Craig to Klawock. **Torey Houser** is looking for City support and agreement that the City of Craig would help maintain the path if constructed. Jon would like the Council's approval for him to construct a letter of support. The Council was in favor of this project.

READING OF CORRESPONDENCE

PIERCE/KUNTZ moved to make May 15th of each year Moose Neligan Day. MOTION CARRIED.

Brian commented on his Tsunami readiness memo. Greg would like to have one designated channel on the marine radio reserved and have someone dedicated to notifying the public via the channel. This would also be beneficial to the boats that are on the water during the earthquakes.

Mike Douville supports Petersburg's Resolution opposing the AquAdvantage Salmon, and would like to have a Resolution from the City on the next agenda.

Victoria Merritt would like to mention that she will not be at the Council Meetings for the next few months, but has a volunteer coordinator stepping in while she is gone.

CONSIDERATION OF RESOLUTIONS AND ORDINANCES

Resolution 13-02, Records Retention Schedule

PIERCE/HEAD moved to approve Resolution 13-02.
MOTION CARRIED.

Ordinance 645, Disorderly Conduct adding section 9

PIERCE/SEE motion to adopt Ordinance 645.
MOTION CARRIED.

Ordinance 646, Harassment adding section H

PIERCE/HEAD motion to adopt Ordinance 646.
MOTION CARRIED.

Ordinance 647, Penalties for Violations change of fine amount/points

PIERCE/SEE motion to adopt Ordinance 647
MOTION CARRIED.

UNFINISHED BUSINESS

NEW BUSINESS

Tongass National Forest Plan Five-year Review- Young Growth Management on the Tongass National Forest.

Jim See would like to see a letter from the city similar to the POWCAC letter sent in regards to this topic. Jon will get copies of the POWCAC letter to the Council, and draft a letter from the City as well.

Response Boat Engine Replacement

PIERCE/KUNTZ moved to authorize city staff to accept the bid from the Bay Company to purchase 250hp outboards for use on the Harbor Response Boat in an amount not to exceed \$23,000 dollars using equipment reserve in the City's 2013 budget. Greg explained that he was only concerned that the electrolysis damage to the motor could be due to the motor always being in the down position. Daniel mentioned that there is no electrolysis damage visible to the boat itself. Mike Douville would also like to look into purchase of the LED lights for the response boat. Daniel will look into this. MOTION CARRIED

Moots Reappointment to Planning Commission

The Council was in favor of Mayor Watson reappointing John Moots to the Planning Commission. Mayor Watson declared John's reappointment.

Sealaska Lands Bill Discussion

Mayor Watson and Mike would like to have more time to look into this bill. Greg would like to have maps in the

chambers to look at in reference. Mike is particularly interested in the sacred sites. There were some that were withdrawn and appeared back into this bill. This will be added to the next agenda.

Refuse Collection Information
PIERCE/HEAD

motions to approve staff to move forward with actual equipment bid solicitation and begin education efforts for an updated system to the residents of the City. Ron explained that the garbage truck acquisition is going to change the way people handle their garbage. There will need to be public education about the new system. Greg is concerned about the servicing and mechanic work that these new trucks will require. Mayor Watson would like to have some public hearings getting the public's input in the process. Ron and Jon are looking for council consent to move forward in the process.
MOTION CARRIED.

ADJOURNMENT
HEAD/KUNTZ:

Moved to adjourn at 7:42 p.m. MOTION CARRIED

APPROVED _____

MAYOR DENNIS WATSON

ATTEST _____
KASSI KNOCK, CITY CLERK

City of Craig Memorandum

Date: February 28, 2013
To: Mayor Watson, Craig City Council
From: Kassi Knock, City Clerk
Re: Vehicle for Hire Application from Jeff Music

Jeff Music and I have been working on his application for certificate of public convenience and necessity.

As per Craig Municipal Code section 5.20.040 Issuance of Certificate;

- A. If the Council finds that further vehicle-for-hire service in the city is required by the public convenience and necessity, and that the applicant is fit, willing and able to perform such public transportation and to conform to the provisions of this chapter and the rules promulgated by the city administrator and the council, then the city administrator shall issue a certificate stating the name and address of the applicant, the number of vehicles authorized under the certificate, and the date of issuance; otherwise, the application shall be denied.
- B. In making the above findings, the council shall take into consideration the number of vehicles for hire already in operation, whether existing transportation is adequate to meet the public need, the probably effect of increased service on local traffic conditions and the character, experience, and responsibility of the applicant.

I have also included a letter from the owner/driver of Mountain View Cab, Renee Rue. Please also take into consideration the last portion of Chief Ely's monthly report commenting on the application.



CITY OF CRAIG
VEHICLE FOR HIRE

APPLICATION FOR CERTIFICATE OF PUBLIC CONVENIENCE PER VEHICLE

Applicant's Name Jeff Music Date 2-21-13

Applicant's Mailing Address P.O. Box 38 Craig, Alaska 99921

Business Name Island Ride

Business's Physical Location #7-Head Trl. Cct. - Cold Storage Rd. Craig AK 99921

Applicant's Phone # (907) 401-1420 Business Phone # (907) 401-1414

Make and year of vehicle(s) Ford club wagon 1995

License Plate Number(s) GME-384

Vin #(s) 1FBJS31H85H02451

Color Scheme (including lettering or numbers on the vehicle) Maroon with white lettering

Location of proposed depots and terminals #7-Head Trl. Cct. Craig AK.
and/or 6356 G St. Klawock AK.

Days and Hours of Operation 6am to 4am 7 days a week excluding
Christmas day.

(Days per week and hours that business will be conducted and if taxi will be operating on holidays, which holidays and hours taxi will operate)

Location and address of the off-street parking when vehicle is not in service Drivers Homes
OR the Depot

Please Provide:

Indemnity Bond or Liability Insurance as required _____

Vehicle Safety Inspection Check from a Local Garage _____



Copy of current State of Alaska Business License _____

Inspection check off by the Police Department _____

License Fees to be paid yearly- \$10 Right to operate & \$20 for each vehicle _____

Please list your past experience in the transportation of passengers below:

Taxi Co. in Craig From April of 2009 with Shuttle Service for entire Island to current Date.

Do you have any unpaid judgments against you? NO If so, please list them below as well as the nature of the transactions or acts giving rise to the judgments:

Please feel free to provide any information which you believe may help support your application for certificate of public convenience and necessity:

The public likes and wants my BUSINESS .

ALASKA INSURANCE IDENTIFICATION CARD

(STATE)

COMPANY NUMBER

COMPANY

COMMERCIAL

PERSONAL

11991

National Casualty Company

POLICY NUMBER

EFFECTIVE DATE

EXPIRATION DATE

CAO0247913

04/18/2012

04/18/2013

YEAR

MAKE/MODEL

VEHICLE IDENTIFICATION NUMBER

1995

Ford/Club Wagon

1FBJS31H8SHB02451

AGENCY/COMPANY ISSUING CARD

Davies-Barry Insurance

PO Box 766 907.826.2922

Craig, AK 99921

INSURED

- Jeff Music
- Island Ride
- PO Box 38
- Craig, AK 99921

SEE IMPORTANT NOTICE ON REVERSE SIDE

THIS CARD MUST BE KEPT IN THE INSURED
VEHICLE AND PRESENTED UPON DEMAND

IN CASE OF ACCIDENT: Report all accidents to your Agent/Company as soon as possible. Obtain the following information:

1. Name and address of each driver, passenger and witness.
2. Name of Insurance Company and policy number for each vehicle involved.

Web Address: www.akpu.com



City of Craig
Police Department

Vehicle For Hire Inspection
2012

Date: 2/20/13
Vehicle ID/Plate: GME 384
Company Name: Island Ride
Inspection Conducted By: Sgt. Medina

	Passed	Defective	Explanation
Head Lights	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
Tail Lights	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
Turn Signals	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
Emergency Flashers	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
Seatbelts	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
Windshield	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
Doors	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
Taxi Markings	<input type="checkbox"/>	<input type="checkbox"/>	<u>in process</u>

Vehicle Make Ford Model Ford Club wagon Year 1995

The above vehicle has passed the City of Craig Vehicle For Hire Inspection for the year, 2012.

[Signature]
Inspectors Signature

2/20/13
Date

Hide

Vehicle Service Inspection

A thorough inspection helps ensure trouble-free operation between services. This inspection is designed to uncover present and potential problems with your vehicle.

Vehicle Information

Date: 2/19/2013	Name: Jeff Music	Invoice No:
Year: 1995	Make: Ford	Model: E350 Van
Mileage:	VIN: 1FBJS31H8SHB02451	Engine:

Road Test

Vehicle system/components	Problem Area		Technicians Comments
	Present	Potential	
Lights: Interior, Warning			Good
Wipers & Washers			Good
Instruments & Controls			Good
Turn Signals & Flashers			Good
Horn			Good
Headlight & Foglights			Good
Other Exterior Lighting			Good
Heater & A/C Operation			Good
Engine Performance			Good
Turbo Boost Operation			---
Shock Absorber Function			Good
Transmission, Clutch			Good
Brakes			Good
Steering			Good
Wheel Balance			Good

D. L. Clark
2/19/2013

Under Hood

Vehicle system/components	Problem Area		Technicians Comments
	Present	Potential	
Fluid Levels			Good
Drive Belts			Good
Battery & Connections			Good
Starter Operation			Good
Charging System ___ Volts			///
Idle Speed			///
Throttle Position Sensor			///
Valve Adjustment			///
Intake System			///
Fuel Delivery System			///
Ignition System			///
Ignition Cables			///
Exhaust Emissions HC _____ PPM CO _____ %			///
Cooling System			Good
A/C Mounting & Hoses			///

Under Car

Vehicle system/components	Problem Area		Technicians Comments
	Present	Potential	
Steering Gear, Tie Rods			Good
Ball Joints, Control Arms			Good
Wheel Bearings			Good

DJ Clark 2/19/2013

Brakes			Good
Rear Suspension			Good
Tires			Good
Engine Mounts			Good
Engine Seals			/
Transmission Seals			/
Clutch/Trans Linkage			/
Driveshaft, U-Joints			Good
Drive Axles, CV Joints			Good
Exhaust System			Good
Real Axle			Good
Shocks			Good

Del Clark
2/19/2013



STATE OF ALASKA
 Department of Commerce, Community and Economic Development
 Division of Corporations, Business and Professional Licensing
BUSINESS LICENSE PROGRAM
 P.O. Box 110806
 Juneau, Alaska 99811-0806
 Phone: (907) 465-2550
 Website: www.commerce.alaska.gov/occ

BUS/TOB	
OFFICE USE ONLY	
BUS	TOB

ALASKA BUSINESS LICENSE RENEWAL ONLY

12 AAC 12.040

This form is for the renewal only of an Alaska Business License. If your business license has lapsed the fees for any lapsed years must be paid. If your business license has been lapsed for more than two years, you will need to apply for a new license.

Per AS 43.70.020(d) if you are an entity you must be in compliance (Good Standing) with the Corporations Section and if you have a professional license it must be current to renew your business license.

Per 12 AAC 12.050 you cannot change the name of the business, the business activities, the NAICS codes, or the ownership of a business license when renewing a license. A new business license is required.

BUSINESS NAME: <u>Island Ride</u>			
<i>Provide the full business name that is on the current business license. No changes to the business name can be made on this renewal application.</i>			
RENEWAL BUSINESS LICENSE NUMBER: <u>929246</u>			
MAILING ADDRESS:		PHYSICAL ADDRESS:	
<u>P.O. Box 38</u>		<u>47 Head Trl. Crt.</u>	
<i>Street Address or PO Box</i>		<i>Street Address</i>	
<u>Craig</u>	<u>Alaska</u>	<u>99921</u>	
<i>City</i>	<i>State</i>	<i>Zip</i>	
<u>Craig</u>	<u>Alaska</u>	<u>99921</u>	
<i>City</i>	<i>State</i>	<i>Zip</i>	
BUSINESS LICENSE RENEWAL FEE(S): (Select only one fee option)			
<input checked="" type="checkbox"/> \$50 – 1 Year Annual License – Expires 12/31/2013			
<input type="checkbox"/> \$100 – 2 Year Biennial License – Expires 12/31/2014			
OR if you are 65 years or older and a Sole Proprietor you may select one of the following renewal options:			
Senior Discount Fee: In order to qualify for the 65 years or older discounted fee you must be registered as a Sole Proprietor and must provide your date of birth. Date of Birth (mm/dd/yyyy): <u> </u> / <u> </u> / <u> </u>			
<input type="checkbox"/> \$25 – 1 Year Annual License – Expires 12/31/2013			
<input type="checkbox"/> \$50 – 2 Year Biennial License – Expires 12/31/2014			
This discount fee is NOT AVAILABLE to Partnerships (two or more individuals), Corporations, LLCs, LLPs, or LPs.			
Tobacco Endorsement: \$100 PER ENDORSEMENT LOCATION (in addition to business license fee). Tobacco endorsements will expire on the same date as the business license to which they are attached and are renewable with the business license. List locations of Tobacco Endorsements on page 2.			
Number of Tobacco Endorsement locations: <u> </u> X \$100 = \$ <u> </u> .			
FEE TOTALS: Business License \$ <u> </u> + Tobacco Endorsements \$ <u> </u> = TOTAL \$ <u> </u>			
<i>Make check payable to State of Alaska. Once the business license/endorsements have been issued the fees are nonrefundable.</i>			
PRINTED NAME: <u>Jeff Mvsic</u>			
TITLE: <u>owner</u>			
PHONE: <u>(907) - 401 - 1470</u>			

Business license fees are nonrefundable once the business license has been renewed.

Additional Resources:

For information regarding professional licensing go to the Professional Licensing Section of our website at www.commerce.alaska.gov/occ.

For information regarding Alaska entities go to the Corporations Section of our website at www.commerce.alaska.gov/occ.

RENE REW
ALBERT OWENS
MOUNTAIN VEIW CAB
PO BOX 712 CRAIG ALASKA 99921
9074011234

RECEIVED
FEB 26 2013
CITY OF CRAIG
CRAIG, ALASKA

TO The city of craig council members

i am writing you this letter to inform you that jeff music has told me that he is going to be trying to operate

another cab company .in the city ..he sold this company to me ,and stated he just wanted to do the shuttle buisness

now he has change d his mind , and I beleive the reason for this is that we ,both found out that the klawock ira is planning a new transportation

on the klawock hollis hwy from craig to klawock and to the ferry to operate a shuttle bus with bus stops

,so now he is going to try and run me out of buisnes is what i was told, when i first bought this cab company jeff music

was calling me and harrassing my drivers telling me who not to pick and who i can pick up and stocking me i told him that if he continued i would report him

this was happening on a daily basis he got me so stressed ou,t and my drivers they were afraid to pick any body up.

when i bought the compnay jeff music was telling me how he got away with puting cabs on the road with no legal insurance

that if i wanted to do this i could do the same, he said he would go to the insurance company and put a cab on than 2 weeks later take it off

wich after he got the insurance card it would still show valid dates never would i ever put my company at risk like that or my passengers

so after i heard him say that i was checking all the vin numbers ,and trying to register and get cabs inspected and with what the city told me

and the proccess i went through, he was driving cabs on the road with no insurance or

inspection.and i know this .

i have gone through alot to make these cabs look nice and to be safe for the community and working hard to make this work

also since i have bought this company ,i have had customers tell me that they are so glad that i took over

and so may complaints about drugs in island ride and william joesph offering marijuana to young girls in the cab a parent told me this

who still drives the suttle for him .and who he will empoly if he able to opperate again a cab service

.also a 90 year man name nelson from the craig senior center i picked him up on my fist day as mountain veiw cab and he

said to me i heard this is where you could buy the bag and i said what bag he replied the green one about this size i was so

embarassed and replied back to him not his company .i own it now i just wanted to quit right than.i have a petition that i

am going to present at the march 7th council meeting stating that my cab service has been reliable and the community

'is happy with this mountain veiw cab service and that they feel theres not enough business

for 2 companys running i feel the same

there has always been 2 before in the past and one also quits because there is not enough buisness for both its a waiste of money

i have practally starved trying to pay my insurance and rent on my shop and taxes already and what ever else is need ed to make safe transportation.

24 hrs we have worked to provide good fast service ,i have 5 cabs and i have 2 on but i will put more on when the seson gets busier

what im trying to tell you is that if mr music is allowed to opperate again afteri all he has done .i will pull my cab service off the raod .i will

not play the competing game against his illegal activitys ,and alot of customers will be very unhappy .i wana stay and keep providing

service to the community but i wont if jeff is allowed to opperate again ,all my money will have

been wasted ,very sad

i am a honest person and we have a honest company .

thanks rene rew



February 21, 2013

Renewal Application Notice

City of Craig
Attn: City Clerk
VIA EMAIL: cityclerk@craigak.com

DBA	Lic Type	Lic #	Owner	Service Location
Ruth Ann's Hotel, Bar & Restaurant	Beverage Dispensary- Tourism AS 04.11.400(d)	1856	Ruth Ann Parsons	300 Front St
Shelter Cove Lodge	Beverage Dispensary- Tourism AS 04.11.400(d)	4263	Shelter Cove Enterprises LLC	703 Hamilton Dr
Thompson House	Package Store	1948	Alaska Commercial Company	1310 Craig Klawock Hwy

We have received a renewal application for the above listed licenses 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 13 AAC 104.145, Local Governing Body Protest.

Note: Applications applied for under AS 04.11.400(g), 13 AAC 104.335(a)(3), AS 04.11.090(e), and 13 AAC 104.660(e) must be approved by the governing body.

Sincerely,

SHIRLEY A. COTÉ
Director

/s/ *Christine C. Lambert*

Christine C. Lambert
Licensing & Records Supervisor
Christine.lambert@alaska.gov

CITY OF CRAIG MEMORANDUM

To: Craig City Council
From: Brian Templin, City Planner
Date: February 26, 2013
RE: Ordinance No. 649

Attached is Ordinance No. 649. The ordinance is presented for first reading and approval at the city council's meeting of March 7, 2013.

DJ Hansen, acting as an agent for Tyler Rental Inc., recently filed an application to purchase Lot 6, Park Place Subdivision from the city. The city acquired this lot as part of a trade/sale of two city owned lots at Crab Cove Heights Subdivision to Fred Ensign in 2011. The city originally intended to use this lot, plus work to acquire an additional lot to construct a new firehall on JS Drive. Tyler Rental recently purchased both adjacent lots, and an additional two lots in the subdivision for construction of new retail space. Tyler's purchase does not leave enough room to construct the firehall as planned. A working group within the city has been looking at alternative sites for a new firehall. A public hearing on the alternative sites will be held at the Planning Commission meeting on February 28th and the selected alternative will be forwarded to the council in April.

As a result of Tyler purchasing both adjacent lots this lot is now surplus to the city's needs. Tyler intends to construct new retail space for their business. There is currently a concrete foundation on the lot leftover from the removal of the "Blossom Shop" building. Any sale would include the lot and any improvements contained on the lot, including the building foundation.

The ordinance, once adopted, will allow city staff to negotiate the terms of the sale with Tyler Rental. As has become standard procedure for staff, the final terms will be brought before the council for approval before any sale is completed.

Recommendation

That the city council passes Ordinance No. 649 for first reading and approval.

**CITY OF CRAIG
ORDINANCE No. 649**

AUTHORIZING THE CITY ADMINISTRATOR TO NEGOTIATE WITH TYLER RENTAL INC.D.J. HANSEN AGENT, THE TERMS OF A SALE OF CITY PROPERTY AT LOT 6, PARK PLACE SUBDIVISION AND CERTAIN IMPROVEMENTS CONTAINED ON THOSE PROPERTIES

Section 1. Classification. This is a non-code ordinance.

Section 2. Severability. If any provision of this ordinance or its application to any person or circumstance is held invalid, the remainder of this ordinance and the application to other persons or circumstances shall not be affected thereby.

Section 3. Effective Date. This ordinance shall be effective immediately upon adoption.

Section 4. Action. This ordinance authorizes the City Administrator to negotiate the sale of approximately 10,000 square feet of city owned land shown as Lot 6, Park Place Subdivision and any improvements thereon to Tyler Rental, Inc. Final terms of said sale are subject to the approval of the Craig city council.

Passed and approved this 4th day of April 2013.

Mayor Dennis Watson

Attest

Kassi Knock, City Clerk

CITY OF CRAIG MEMORANDUM

To: Craig City Council
From: Brian Templin, City Planner
Date: February 26, 2013
RE: Ordinance No. 650

Attached is Ordinance No. 650. The ordinance is presented for first reading and approval at the council meeting of March 7, 2013.

Mr. Don Thomas has applied to lease the building on the Ward Cove Cannery site known as Building C or the Stock Room. The building currently holds materials left over from the purchase of the cannery site and some material stored by the harbor department. Mr. Thomas intends to use the building to store supplies and materials associated with his electrical business here in Craig. This is a joint venture with Sam Peters and Scott Wilburn.

Craig Ordinance 650, if passed, will allow the city administrator to negotiate the terms of a market value lease of the building and an associated parking area not to exceed 6,000 square feet. As is standard practice, final terms of the lease will be brought back to the city council for final approval.

Recommendation: Approve first reading of Ordinance 650, Approving the City Administrator to negotiate the terms of a market value lease of Building C and an associated parking area on the Ward Cove Cannery Site for use as storage space.

**CITY OF CRAIG
ORDINANCE No. 650**

AUTHORIZING THE CITY ADMINISTRATOR TO NEGOTIATE WITH MR. DON THOMAS, THE TERMS OF A LEASE OF CITY-OWNED PROPERTY LOCATED ON TRACT A, CRAIG CANNERY SUBDIVISION

Section 1. Classification. This is a non-code ordinance.

Section 2. Severability. If any provision of this ordinance or its application to any person or circumstance is held invalid, the remainder of this ordinance and the application to other persons or circumstances shall not be affected thereby.

Section 3. Effective Date. This ordinance shall be effective immediately upon adoption.

Section 4. Action. This ordinance authorizes the City Administrator to negotiate a market value lease of city-owned property, located within Tract A, Craig Cannery Subdivision, commonly referred to as the Ward Cove Cannery Site, to Mr. Don Thomas. Mr. Thomas has applied to lease a portion of city owned upland and a building for the purpose of operating storage space to support their electrical business in Craig. Lease area will include the building referenced as Building C – Stock Room in the appraisal report of the Ward Cove Packing Company Cannery Site, Downtown Craig, Alaska prepared by Horan and Company in 2006 and an associated parking area. Total lease area (including building) is approximately 6,000 square feet. Lease rate will be equal to or greater than eight percent of the fair market value of the lease area. Final terms of the lease are subject to the approval of the Craig city council.

The City Administrator is under no obligation to enter into a lease of the property described above, and the City Council is under no obligation to approve any lease negotiated by the City Administrator with Mr. Don Thomas.

Passed and approved on April 4th, 2013.

Mayor Dennis Watson

Attest _____
Kassi Knock, City Clerk

CITY OF CRAIG MEMORANDUM

To: Craig City Council
From: Brian Templin, City Planner
Date: February 26, 2013
RE: Ordinance No. 651

Attached is Ordinance No. 651. The ordinance is presented for first reading and approval at the city council's meeting of March 7, 2013.

Mr. Fred Ensign recently filed an application to purchase Lot 1, Block 4, Crab Cove Heights Subdivision from the city. This lot is one of five city owned lots remaining in that subdivision. City staff is currently working with R&M Engineering for street and utility design to serve these lots. It is staff's intent to install utilities and prepare a land sale with council approval late in 2013. The intent of the sale would be to encourage land ownership and home construction for residents of Craig. Mr. Ensign intends to use this lot to construct a moderately priced single family home primarily of local materials for sale.

The ordinance, once adopted, will allow city staff to negotiate the terms of the sale with Mr. Ensign. As has become standard procedure for staff, the final terms will be brought before the council for approval before any sale is completed.

Recommendation

That the city council passes Ordinance No. 651 for first reading and approval.

**CITY OF CRAIG
ORDINANCE No. 651**

AUTHORIZING THE CITY ADMINISTRATOR TO NEGOTIATE WITH MR. FRED ENSIGN, THE TERMS OF A SALE OF CITY PROPERTY AT LOT 1, BLOCK 4, CRAB COVE HEIGHTS SUBDIVISION

Section 1. Classification. This is a non-code ordinance.

Section 2. Severability. If any provision of this ordinance or its application to any person or circumstance is held invalid, the remainder of this ordinance and the application to other persons or circumstances shall not be affected thereby.

Section 3. Effective Date. This ordinance shall be effective immediately upon adoption.

Section 4. Action. This ordinance authorizes the City Administrator to negotiate the sale of approximately 12,000 square feet of city owned land shown as Lot 1, Block 4, Crab Cove Heights Subdivision to Mr. Fred Ensign. Final terms of said sale are subject to the approval of the Craig city council.

Passed and approved this 4th day of April 2013.

Mayor Dennis Watson

Attest _____
Kassi Knock, City Clerk

CITY OF CRAIG MEMORANDUM

To: Mayor and City Council
From: Brian Templin, City Planner
Date: March 1, 2013
RE: Ordinance 652, Rezoning a portion of Tract E, USS 1429

Shaan-Seet Inc. has been working on a residential development on the old Sealaska Trailer Court located across Main Street from the Shaan-Seet office building. The rezone is based on a replat of Tracts E and F, USS 1429 creating Tracts E-1 and F-1, USS 1429. The preliminary plat of Sunset Development Replat showing these new tracts was approved by the planning commission on February 28th. On February 28, 2013 the Planning Commission heard testimony and passed PC Resolution 544-13 recommending approval of Shaan-Seet's application to rezone Tract E-1 of this subdivision area from Commercial to Residential – High Density I.

Tract F-1 as shown on the preliminary plat currently has a warehouse building used by Shaan-Seet. This building, the current use and the current zoning will remain the same for Tract F-1. Tract E-1 is the area that was used several years ago as the Sealaska Trailer Court. The last trailer was removed from the property several years ago. The land has been vacant and has not had any occupancy since the last trailer was used.

Shaan-Seet intends to build a number of multi-family housing units on the property that they would operate as residential rental units. This use would fill a need in Craig for rental housing, would add property value to the currently vacant lot, is consistent with previous use (residential housing as a trailer court), is consistent with other property in the vicinity and would not create a shortage of commercial property available.

The Planning Commission has approved a preliminary plat. The proposed lots all meet the lot size and dimensions required for this zone. The subdivision and rezone will create a single residential 30,500 square foot lot that will contain multiple rental structures.

The final plat has not been submitted by Shaan-Seet Inc. but a draft of the final lots has been provided to show the area to be rezoned.

Recommendation: Approve first reading of Ordinance 652.

**CITY OF CRAIG
ORDINANCE No. 652**

REZONING A PORTION TRACT E, USS 1429 SHOWN AS TRACT E-1, SUNSET DEVELOPMENT REPLAT (PRELIMINARY PLAT), FROM COMMERCIAL TO RESIDENTIAL – HIGH DENSITY I ZONING

BE IT ORDAINED BY THE COUNCIL OF THE CITY OF CRAIG, ALASKA:

Section 1. Classification. This is a non-code ordinance.

Section 2. Severability. If any provision of this ordinance or its application to any person or circumstance is held invalid, the remainder of this ordinance and the application to other persons or circumstances shall not be affected thereby.

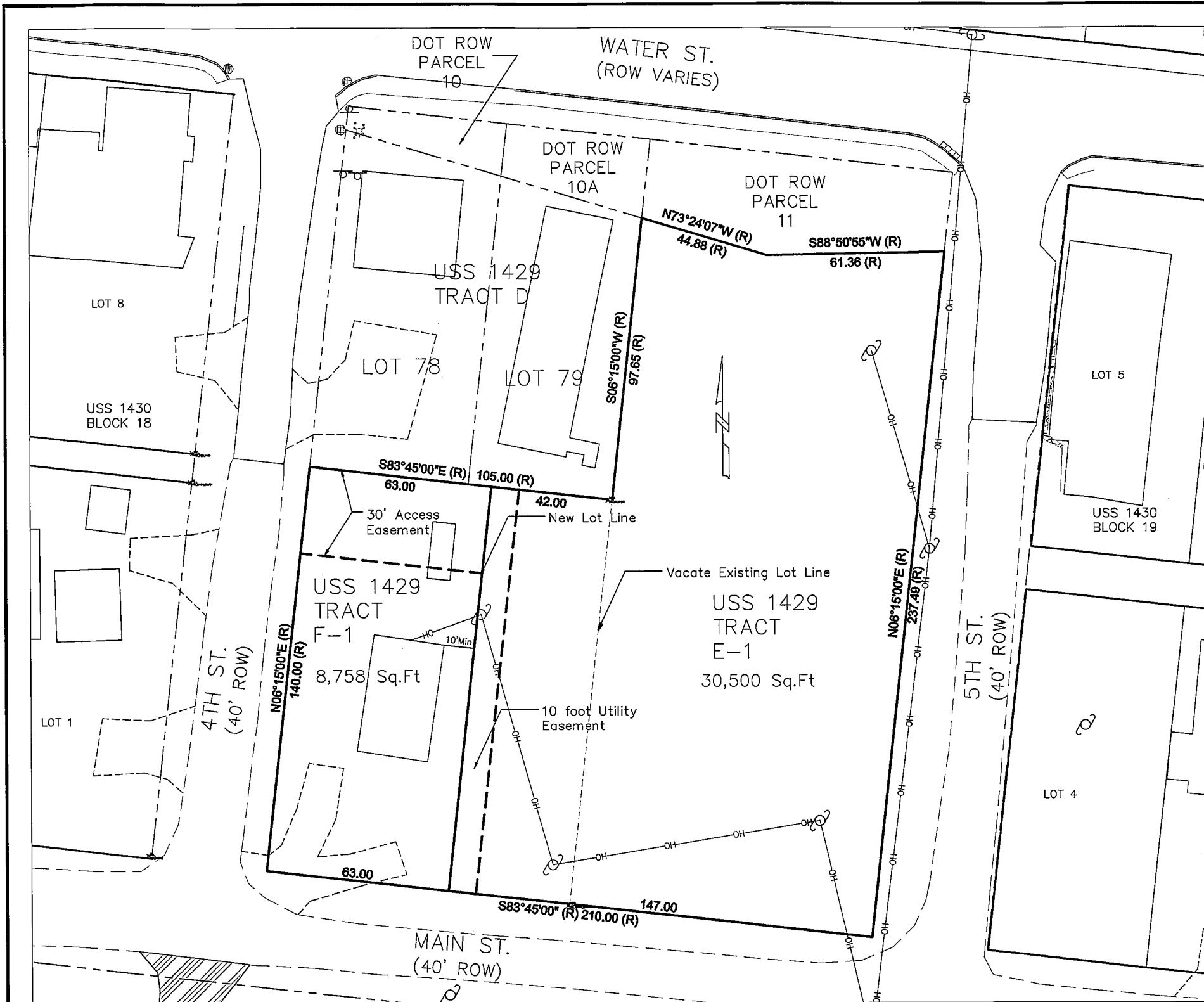
Section 3. Effective Date. This ordinance shall be effective immediately upon adoption.

Section 4. Action. This ordinance amends the official zoning map by rezoning that portion Tract E, USS 1429, shown as lot E-1 on the plat of Sunset Development Replat (preliminary plat) from Commercial to Residential – High Density I Zoning. This ordinance does not amend the zoning of the remainder of the tracts shown on the preliminary plat of Sunset Development Replat.

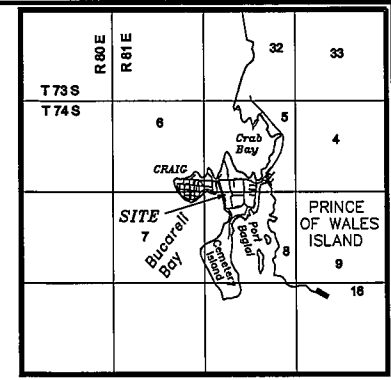
PASSED AND APPROVED ON 4th day of April, 2013

MAYOR DENNIS WATSON

ATTEST _____
KASSI KNOCK, CITY CLERK



- LEGEND**
- ⊙ 5/8" REBAR AND 2" ALUM CAP WITH PLASTIC INSERT SET THIS SURVEY
 - ⊕ FOUND ALUMINUM CAP
 - ⊙ FOUND REBAR AS DESCRIBED
 - ⊙ FOUND IRON PIPE
 - (C) DATA CALCULATED BY SINGLE PROPORTIONATE METHOD
 - (M) DATA MEASURED IN THE FIELD
 - (R) DATA OF RECORD AS LISTED



VICINITY MAP

SCALE: 1 INCH = 1 MILE

CERTIFICATE OF OWNERSHIP AND DEDICATION

We hereby certify that we are the owners of Tract E and F of USS 1429, and that we do approve of this survey and plat; and that we do for ourselves, my heirs, and assigns dedicate, donate and convey to the public, all rights-of-way/alleys/public utility areas/easements/other public ways, as shown hereon.

Owner _____ Date _____
 Shaan Seet

NOTARY'S ACKNOWLEDGEMENT

Subscribed and sworn before me this _____ day of _____, 201__

For _____

Notary Public for Alaska
 My Commission Expires _____

SURVEYOR'S CERTIFICATE

I hereby certify that I am properly registered and licensed to practice land surveying in the State of Alaska, that this plat represents a survey made by me or under my direct supervision, that the monuments shown hereon actually exist as described, and that all dimensions and other details are correct.

Date _____ Registration Number: LS-6700

Gregory G. Scheff, R.L.S.



KETCHIKAN RECORDING DISTRICT

Revisions	
No.	Description

RSM
 RAM ENGINEERING-KETCHIKAN, INC. Phone: (907) 225-7817
 385 Catherine Lake Road Fax: (907) 225-3441
 Ketchikan, AK 99901

WRANGELL OFFICE Phone: (907) 874-2177
 P.O. BOX 1581 Fax: (907) 874-2187
 Wrangell, AK 99829

PROJECT:
SUNSET DEVELOPMENT
 A REPLAT OF TRACTS E & F
 USS 1429
 CREATING LOTS E-1 AND F-1

CLIENT: SHAAN SEET INC. Box 12 Craig, Alaska 99921	DATE: 01/09/13	DRAWN BY: C.G.P.	JOB NO. 122704
SCALE: 1"=20'	APPRVD BY: G.G.S.	SHEET 1 OF 1	

NOTES

1. TOTAL AREA SUBDIVIDED IS 39,258 SQ. FT.
2. THERE IS NO RIGHT-OF-WAY DEDICATED THIS PLAT.
3. EXISTING POWER LINE TO BE RELOCATED INTO EASEMENT DEDICATED THIS PLAT.

CERTIFICATE OF IMPROVMENTS

NO IMPROVEMENTS ARE REQUIRED FOR THE VACATION/REPLAT

PUBLIC WORKS DIRECTOR _____ Date _____
 CITY PLATTING OFFICIAL _____ Date _____

APPROVAL SIGNATURES

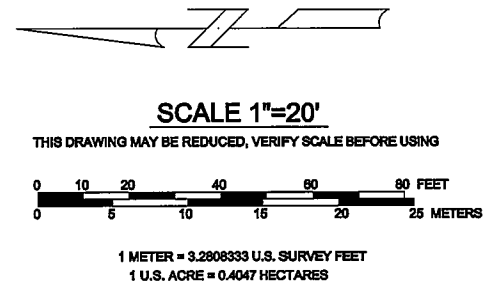
This final subdivision plat has been reviewed and approved in accordance with the Craig Land Development Code - Subdivision Ordinance. All dedications to the public have been inspected and accepted by the City of Craig.

City Platting Official _____ Date _____
 Presiding Officer - Planning Commission _____ Date _____
 Planning Commission Member _____ Date _____

TAX STATEMENT

I hereby certify that all ad velorum taxes, special assignments and other charges required by law to be placed on the tax roll have been paid.

City Clerk _____ Date _____



DRAFT

	Designed:	Approved: --		Client: Shaan Seet Inc. BOX Craig, AK 99921	Project: Tract E Rezoning Application	Sheet Description: EXISTING CONDITIONS	Sheet No. C1
Date	No.	Description	By	Checked: GS	Project No. 122704	R&M ENGINEERING-KETCHIKAN, INC. 355 CARLANNA LAKE ROAD KETCHIKAN, ALASKA 99901	

CITY OF CRAIG
MEMORANDUM

To: City Council
From: Joyce Mason, Treasurer
Date: February 15, 2013
Re: Ordinance No. 648

Attached is Ordinance No. 648. The ordinance adopts changes to the Endowment Fund investment policies to include an additional international index for investment comparisons.

As you are aware, APCM purchases index funds to provide exposure to the various equity asset classes. Recently, Vanguard announced that they would no longer be using the Morgan Stanley Europe, Australasia, Far East (EAFE) index. Instead, they are changing to the FTSE Developed ex North America Index in order to “keep long-term expenses low.”

The index change does not materially alter exposure to the respective asset class and the staff would like to continue use of the Vanguard fund to provide exposure to international equities. It does create a problem with the Fund’s investment policy which explicitly enunciates the particular index that Vanguard will no longer be using. Accordingly for international equities, the staff recommends the city council amend the investment policy to accommodate more than one particular index for both investment and performance measuring purposes. Should the council decide to take no action, APCM would have to sell the Vanguard Funds and replace them with Funds which track the indices set forth in the city code.

The FTSE Developed ex North America Index is a market-capitalization weighted index representing the performance of around 1380 large and mid cap companies in 23 Developed markets, excluding the USA and Canada. The index is derived from the FTSE Global Equity Index Series (GEIS).

Recommendation: Approve first reading of Ordinance No. 648 at the February 21, 2013 meeting.

**CITY OF CRAIG
ORDINANCE NO. 648**

**AN ORDINANCE RELATING TO BANKING, INVESTMENT AND
COLLATERALIZATION POLICIES FOR THE CITY OF CRAIG, ALASKA,
ADDING THE FTSE DEVELOPED EX NORTH AMERICA INDEX TO THE
ACCEPTABLE INDEX FRO INTERNATIONAL EQUITIES**

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF CRAIG:

Section 1. Classification. This ordinance is of a general and permanent nature and the code sections adopted shall become a part of the code of the City of Craig, Alaska.

Section 2. Severability. If any provision of this ordinance or its application to any person or circumstance is held invalid, the remainder of this ordinance and the application to other persons or circumstances shall not be affected thereby.

Section 3. Effective Date. This ordinance shall become effective immediately upon adoption.

Section 4. Action. **This ordinance adds the FTSE Developed ex North America Index to Chapter 3.15.050(A)(9) and Chapter 3.15.055(B)(3).**

3.15.050 Permissible Investments.

A. The City of Craig Endowment Fund may be invested in:

- 9. International equities which, taken as a whole, attempt to replicate the Morgan Stanley Europem, Australasia, Far East (EAFE) Index or **the FTSE Developed ex North America Index**, including bith mutual funds and exchange traded funds;

3.15.055 Asset allocation and performance.

B. Performance of the Craig endowment fund's investment advisors will be measured as follows:

- 3. Performance measurement for the international equity allocation will be measured against the target weighting, using the Morgan Stanley Europe, Australasia, Far East (EAFE) Index or the **FTSE Developed ex North America Index** for the benchmark.

APPROVED: _____

MAYOR, DENNIS WATSON

ATTEST _____
KASSI KNOCK, CITY CLERK

**CITY OF CRAIG
MEMORANDUM**

To: Craig City Council
From: Jon Bolling, City Administrator
Date: March 1, 2013
RE: Staff Report

1. Trip to Juneau.

I spent February 25-27 in Juneau. Below is a summary of my activities while there.

February 25, 2013

At 9:30 a.m. I met with Rep. Kreiss-Tompkins to discuss a number of issues.

1. Capital Budget Requests. Rep. Kreiss-Tompkins and I reviewed the capital budget requests the city submitted to the legislature through CAPSIS, the web-based system communities and non-profits use to detail projects. We discussed the merits of full versus partial funding of some projects, depending upon the funding available when the capital budget is written toward the end of the legislative session. Rep. Kreiss-Tompkins stated that the outlook for a capital budget as well-funded as last year's is unlikely.
2. State Revenue Sharing. Rep. Kreiss-Tompkins stated that the outlook for revenue sharing is uncertain for the coming fiscal year. He stated that some legislators are indifferent to the program, and he is not certain at this point what that will mean for program funding. Fortunately the legislature set up a fund several years ago from which annual revenue sharing payments are distributed, and one-third of the fund amount is distributed to Alaska communities each year; if the legislature fails to replace the distributed amount then Alaska communities have two years to adjust to declining revenue sharing payments from the state. There are bills in the legislature that would actually increase revenue sharing payments for Fiscal Year 2014, so staff will track funding for the program until the end of the legislative session in April.
3. Road to Mines. Rep. Kreiss-Tompkins stated that he agreed to cosponsor a resolution supporting development at the rare earth element mine prospect near Bokan Mountain. A similar resolution is now in the Rules Committee in the Alaska Senate.

After meeting with Rep. Kreiss-Tompkins I walked over to the offices of the Division of Community and Regional Affairs. I met with staff there to discuss active city grants managed by DCRA. I also met with staff to discuss two pending bills in the legislature that would increase funding for revenue sharing to cities.

After lunch I drove to DOT offices on Glacier Highway to meet with Dan Garner to discuss the Roads to Resources program where DOT has \$5 million available for LIDAR road mapping. I asked DOT last summer to include POW Island in their LIDAR mapping plan. DOT intends to map possible route routes to the Niblack mine prospect and rare earth element mine prospect near Bokan Mountain in 2014.

I met later in the afternoon with Sen. Bert Stedman. Topics discussed included the pending capital budget. As I did with Rep. Kreiss-Tomkins, I reviewed with Sen. Stedman our capital budget requests and talked about the need for and status of each project. We also talked about the sea otter bill sponsored by Sen. Stedman, revenue sharing, and other legislative session topics.

February 26, 2013

I spent the day at the SE Conference meeting at Centennial Hall. Topics on the agenda included a presentation from Alaska Department of Commerce, Community, and Economic Development Commissioner Susan Bell on a variety of energy and economic development projects her department is working on, and listened to a community mayors and others give summaries of projects and issues important to cities from around Southeast Alaska, attended a question and answer session with three Southeast Alaska legislators. During the day I also met with staff from the Division of Community and Regional Affairs to talk about the status of active grants to the city overseen by DCRA staff, met new DCRA staff who will work with POW communities, and talked about legislation pending in the Alaska House and Senate that may affect revenue sharing and other programs.

February 27, 2013

I spent the day at the SE Conference meeting at Centennial Hall. During the day I attended the Southeast Alaska Solid Waste Authority board meeting, attended a meeting of the Southeast Conference Mining Committee, (which is co-chaired by Richard Peterson of Kasaan), and attended part of the conference's Timber Committee meeting. Later in the afternoon I met with Mr. Doug Bridges of Southeast Senior Services about funding that SSS seeks to provide transit services to area elderly between Craig/Klawock and the IFA terminal in Hollis. At 5:30 p.m. Mayor Watson and I met via teleconference with Steve Silver to discuss several topics, including the pending Sealaska bill, the road to mines bill, and sea otter management.

2. Borough Study

POWCAC comments to Sheinberg Associates on the POW borough study are due by about mid-month. I and Coffman Cove City Administrator Misty Fitzpatrick are working on the draft comments for review by POWCAC. Sheinberg Associates then has one month to compile the comments and submit a final report to POWCAC. At that point POWCAC, and the island's residents in their own communities, will need to meet to discuss the merits of moving forward with a borough, or remain in the Unorganized Borough.

On a related note, based on comments made by Mr. Bill Altland at a Ketchikan Chamber of Commerce luncheon recently, the Ketchikan Gateway Borough Assembly on February 25 considered and approved a resolution that attempts to state its own position regarding any interest the borough might have in annexing area in and around Prince of Wales Island. A copy of the resolution is attached. In short, the resolution states that the

borough is not interested at this time in an annexation of some part of POW, but the resolution language does keep open the borough's options for annexation depending on what POW decides to do.

3. Roadless Rule Appeal

The federal district court has not taken any action since my last report to the council. I expect an update soon from the attorneys handling the appeal, and will forward that to the council immediately after I receive it.

4. POW Vocational/Technical Facility

The project is back out to bid. Bids are due on Friday, March 15. The project advisory committee will review the bids and then pass on a recommendation as to bid award to the Klawock City Council.

5. North Fork Lake Dam Project

Draft plans should be on my desk next week, with a complete set of design documents due by the end of March. Bidding can begin immediately thereafter, with work to commence after city council approval of a responsive bid, and the issuance of a final environmental assessment by the US Forest Service.

6. Travel Schedule

June 2013: Personal travel (approximately three weeks).

If the council has questions regarding these items feel free to contact me anytime.

KETCHIKAN GATEWAY BOROUGH

RESOLUTION NO. 2462

A Resolution of the Ketchikan Gateway Borough Assembly Expressing No Desire on the Part of the Assembly to Attempt to Annex Prince of Wales Island; and Providing for an Effective Date.

RECITALS

- A. WHEREAS**, Article X §3 of the Constitution of the State of Alaska provides that the entire State shall be divided into organized and unorganized boroughs established according to standards relating to population, geography, economy, transportation, and other factors, and that each borough must embrace an area and population with common interests to the maximum degree possible; and
- B. WHEREAS**, the greater Ketchikan area and Prince of Wales Island have certain common interests with respect to population, geography, economy, transportation, and other factors; and
- C. WHEREAS**, the framers of Alaska's Constitution intended that borough boundaries "must remain flexible in order to permit future adjustment to growth and changing requirements for the performance of regional functions" (*Alaska's Constitutional Convention*, p. 119, Victor Fischer, 1975); and
- D. WHEREAS**, the 1961 Alaska Legislature established a single unorganized borough legally defined as that portion of Alaska not within an organized borough – which, at the time, was all of Alaska; and
- E. WHEREAS**, the single unorganized borough was not established according to standards; did not in 1961, and does not now, reflect commonalities with respect to population, geography, economy, transportation, and other factors; and did not in 1961, and does not now, embrace an area and population with common interests to the maximum degree possible; and
- F. WHEREAS**, in 1963, the Alaska Legislature mandated that the greater Ketchikan area and seven other areas incorporate as separate organized borough governments by January 1, 1964; and
- G. WHEREAS**, on September 13, 1963, the Ketchikan Gateway Borough was incorporated with boundaries encompassing 1,733 square miles; and
- H. WHEREAS**, multiple competing borough incorporation and annexation proposals

in Alaska during the late 1980s and early 1990s led the Alaska Local Boundary Commission to draw "model borough boundaries" for all of Alaska; and

- I. **WHEREAS**, model boundaries were identified for 25 existing and prospective boroughs, including one set encompassing an estimated 7,296 square miles for the Ketchikan Gateway Borough and a separate set encompassing an estimated 8,200 square miles for a future Prince of Wales Island Borough; and
- J. **WHEREAS**, on May 19, 2008, the Ketchikan Gateway Borough annexed 5,167 square miles – all within the model borough boundaries of the Ketchikan Gateway Borough; and
- K. **WHEREAS**, on May 30, 2008, the City and Borough of Wrangell incorporated with boundaries encompassing an estimated 3,465 square miles (including 191 square miles that had been within the model boundaries of the Ketchikan Gateway Borough); and
- L. **WHEREAS**, on October 29, 2012, the Prince of Wales Community Advisory Council initiated a borough feasibility analysis; and
- M. **WHEREAS**, the contractor preparing the feasibility analysis was specifically asked by the Prince of Wales Community Advisory Council to (among other tasks):
 - (1) examine "a tax on extraction of resources" as an option for raising local revenue to support a Prince of Wales Borough;
 - (2) "address the limited life span of POW mines, and the implication of relying upon them for a borough tax revenue;"
 - (3) consider establishment of a borough "permanent fund" . . . "in response to short mine-life-cycles;"
 - (4) estimate "anticipated revenues of the two mines;" (see, *Prince of Wales Borough Feasibility Study - October 29, 2012 Kick-Off Meeting - Summary & Questions For Sheinberg Team To Answer*); and
- N. **WHEREAS**, the "resources" and "mines" referred to in the Recital M above are understood to consist of the Niblack project and the Bokan project, both of which are located closer to the Ketchikan Gateway Borough than to any other existing municipal government (respectively, 11.5 miles and 13.5 miles from the corporate boundaries of the Ketchikan Gateway Borough); and
- O. **WHEREAS**, at the meeting of the Greater Ketchikan Chamber of Commerce on January 30, 2013, a respected guest from Prince of Wales Island asked, 'Must we form a borough before the Ketchikan Gateway Borough annexes us? If so, please tell your Assembly to let us know;' and

P. WHEREAS, the question raised by the Prince of Wales Island guest at the Greater Ketchikan Chamber of Commerce is the only outreach to the Ketchikan Gateway Borough to date on the issue of a Prince of Wales Island Borough, and deserves the courtesy of a response; and

Q. WHEREAS, the Assembly can only express its position based upon current Borough plans and intentions; it cannot bind others who are authorized by State law (3 AAC 110.410) to initiate petitions for annexation including the Alaska State Legislature; the Commissioner of the Alaska Department of Commerce, Community, and Economic Development; a person designated by the Local Boundary Commission; a political subdivision of the State; a regional educational attendance area; voters of a political subdivision of the State; voters of a regional educational attendance area; or voters in an area proposed for annexation.

NOW, THEREFORE, IN CONSIDERATION OF THE ABOVE FACTS, IT IS RESOLVED BY THE ASSEMBLY OF THE KETCHIKAN GATEWAY BOROUGH as follows:

Section 1. The Assembly expresses its sincere appreciation for the question: "Must Prince of Wales Island residents form a borough before the Ketchikan Gateway Borough annexes them?" The answer is a resounding "No!" There is no evidence to suggest that the interests of the Ketchikan Gateway Borough and its citizens would be served by such an annexation.

However, one circumstance might lead to a change in that position. Should Prince of Wales Island residents propose to incorporate a Prince of Wales Island Borough that would impose taxes or other revenue measures directed – not generally at residents, commerce, and industry – but narrowly at mines, the Borough Assembly may reconsider its position.

This stance is not intended as a threat, but rather is a good-faith answer to the legitimate question posed at the meeting of the Greater Ketchikan Chamber of Commerce on January 30, 2013. The Assembly's rationale for this position is set out in Section 2 below.

Section 2. The citizens of the Greater Ketchikan area and Prince of Wales Island have suffered losses in jobs, population, and school enrollment, and other measures of healthy economies in the 1990s.

The two regions are slowly rebounding. The Ketchikan Gateway Borough is making every reasonable effort to facilitate the development of a Niblack Mine on Prince of Wales Island and a Niblack Mill on Gravina Island. One example of such effort is a recent \$2.5 million grant awarded by the Ketchikan Gateway Borough to ensure construction of the Whitman Lake Hydroelectric project. The Whitman Lake project

which will help to ensure the availability of hydroelectric resources needed for economic development in the region.

The Niblack project, owned by Heatherdale Resources Limited, offers significant economic development opportunities for both Prince of Wales Island and the greater Ketchikan area. Mineral exploration and definition at the 6,200-acre Niblack project site on Prince of Wales Island will continue through the end of calendar year 2014. Heatherdale's critical pre-feasibility and feasibility analyses will begin in the second half of this year and conclude 18 months later at the end of calendar year 2014. If the pre-feasibility and feasibility studies lead to project approval, construction at the mine site and mill site are expected to begin in the second-half of 2016, and be completed 18 months later by the end of 2017. Operations would commence in 2018.

Heatherdale plans to barge material from Niblack on Prince of Wales Island to an offsite location for mill processing. The Ketchikan Gateway Borough's Gravina Island Industrial Complex is, at this time, Heatherdale's preferred site for a mill.

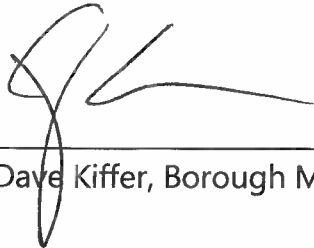
The plan to barge material from the Niblack site to Gravina Island demonstrates that Clarence Strait – the midline of which serves as the corporate boundary of the Ketchikan Gateway Borough in this area – does not necessarily represent the best demarcation between Prince of Wales Island and Ketchikan with respect to common interests regarding transportation, geography, and economy.

There are existing borough governments in Alaska that rely almost exclusively on mines to generate "local" revenues for borough operations. The potential impacts from the types of municipal fiscal policies implied in Recital M above (i.e., a tax or payment in lieu of taxes narrowly imposed on mines to (1) fund borough government while the mines are operating and (2) build a borough permanent fund large enough to fund borough operations after the mines have closed) might in and of themselves render a Niblack or Bokan development unfeasible. This would adversely affect the economic interests of the greater Ketchikan region and Prince of Wales Island.

Section 3. A copy of this resolution shall be provided to the Prince of Wales Community Advisory Council.

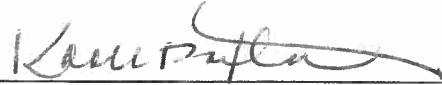
Section 4. This Resolution shall be effective immediately upon adoption.

ADOPTED this 25th day of February, 2013.



Dave Kiffer, Borough Mayor

ATTEST:



Kacie Paxton, Borough Clerk

APPROVED AS TO FORM:



Scott A. Brandt-Erichsen, Borough Attorney

EFFECTIVE DATE:		FEBRUARY 25, 2013		
ROLL CALL	YES	NO	ABSENT	
Bailey	✓			
Moran	✓			
Painter	✓			
Phillips	✓			
Rotecki	✓			
Thompson	✓			
Van Horn	✓			
Mayor (tie votes only)				
4 AFFIRMATIVE VOTES REQUIRED FOR PASSAGE				

**Craig AquaticCenter
Monthly Report**

For the Month of: February
2013

Prepared by: Nicole Robison

Revenue	Number of People		Monthly Amount		
	2012	2013	2012	2013	
Cash	Walk Ins	428	559	\$876.00	\$1,319.00
Passes	Walk Ins		331	\$0.00	\$0.00
Swim Pass	10 Day	24	17	\$822.00	\$440.00
	3 Month	1	0	\$150.00	\$0.00
	6 Month	0	0	\$0.00	\$0.00
	1 Year	2	2	\$460.00	\$450.00
	payments		0	\$0.00	\$0.00
Fitness	Fitness Room	205	531	\$539.00	\$422.00
	Aerobics Walkins	29	0	\$85.00	\$0.00
	Aerobics Pass		0	\$0.00	\$0.00
Special Programs	Craig School	307	338		
Rental	Pool Rental	3	1	\$310.00	\$85.00
	Locker Rental	1	2	\$40.00	\$80.00
Misc. Revenue		50	66	\$64.75	\$77.25
Swim Team		138	283		
Lessons (Private/Out of Town School)			82	\$0.00	\$0.00
Donations			0	\$0.00	\$0.00
Total		1188	2212	\$3,346.75	\$2,873.25

City of Craig Memorandum

Date: February 25, 2013
To: Mayor Watson, Craig City Council
From: Kassi Knock, City Clerk
Re: Clerk's Report

Records Retention

I have begun working on the City Clinic records room, and have found quite a few boxes of records that are over their scheduled destruction date. This month I plan to go through these boxes more thoroughly and get the records in order. I will also be going over and helping Public Works with their records.

Cemetery

This month I have had 3 calls from individuals wanting information about relatives that lived here at one time or another, or have passed on. Between the City Cemetery and with Amy's help I located some of these individuals. The Census records have been a large help in identifying souls in our cemetery, as well as providing more accurate birth and death dates. I believe that having accurate dates, names and information for our cemetery will be beneficial to the community as a whole, and will be helpful to people wanting to learn more about their heritage.

Website/Facebook

Brian and I are still weeding out the bugs with the website, although there haven't been many. We are both very happy with the semi-finished product, and I have been working on mastering the uploading process. Hopefully there won't be a website crash while he is relaxing in Mexico ☺. I haven't made the City's presence on Facebook very large as of yet. We have only a handful of likes as of now, but it has been a good way to get started on getting information to the public. We are able to link to Twitter, as well as our City Website, the Library, and Aquatic Center.

City Surplus:

We have managed to dispose of most of the City and School property. This month the Work skiff is up for bid. The City Explorer was sold for \$879.00, and we had a lot of inquiry so I don't anticipate the 1996 explorer being hard to sell when we find a replacement vehicle we are happy with.

These are the larger tasks I have been working on this month. Council packets have kept me busy with the preparation and follow up. I have also had a lot of work and investigation involving the vehicles for hire. If you have any questions or comments, please don't hesitate to ask!

CRAIG EMS DEPARTMENT



February 23, 2013

- The oxygen regeneration system is here. Its not hooked up to electricity, but its sitting in the EMS supply room. (old clinic emergency room)
- We are up and running with our state field bridge . Dr. Bowman with SEARHC has ordered a printer for us to use and print our run sheets out at the clinic. (all EMS squads will be able to use it)
- We have 3 new people starting ETT classes this week.
- We had 15 calls in January
- I am asking on that the council allows me to pay our stipend to responders on a “ per call” basis through June of this year. After the budget is approved for 2013-2014, I will ask that it be continued through next year as well.

Chaundell

CITY OF CRAIG MEMORANDUM

To: Mayor Dennis Watson, Craig City Council

From: Daniel Nelson, City harbormaster

Date: 3-07-13

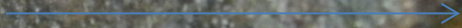
Re: Harbormaster Monthly Report

North Cove harbor is having some electrical issues. On the third finger at the first and second piling the power cable has been completely rubbed through and the outer casing is frayed down to the copper. Don Thomas came down on Thursday to take a look at the electrical system and give an estimate on how much it will cost to replace and what the major issues are. The Harbor is looking at another large unexpected expense. I should have the information in hand for the Council meeting.

The new ice drum that was installed last winter has major rust in the water return trough at the bottom of the drum. It has been restricting the flow of water and ice flakes from exiting the drain. This has been causing a buildup of ice making a dam and then spilling water over the edge in to our ice bin. This water this freezes and causes ice blocks. We spent eleven hours on Tuesday the 26th, with the assistance of a rented electric jack hammer, chipping out five tons of ice. I have contacted the engineer that refurbished the drum, Craig from Cold Tech. I have sent him pictures of the problem and I am hoping to receive word on what they are offering to do about it. I believe the rough was never inspected before being sold to us. See pictures below.

02/24/2013 14:43

Major rust build up, This area
Is almost rusted straight through



Here its almost rusted straight through

Location of where the water and bits of
Flake ice are discharged back into the
Brine tank.

Here you can see the two chunks
Of metal that are welded in, To the far left you can see
Were the water discharges into the brine tray.

The whole tray has major rust in it.

02/24/2013 14:43



The entire tray has rust built up in it, restricting the flow of water and the occasional ice.



False island Dock, Frank and I made an inspection of the piling under the ice house. The pilings have a buildup of rust on them up at the tops. This is where they are exposed the most to oxygen and salt causing the rust to accumulate in this area. I am in the process of contacting other harbors in south east with similar problems to see what they do, beyond zinc's, to repair and maintain their steel pilings. See pictures below.





02/24/2013 07:54



02/24/2013 07:48

North Cove and South Cove harbors are a major asset to the City and to the fishermen of this island. Years of use and neglect has brought them to a state where they need to be renovated to last the next 30 years. We need to figure out how to upgrade the harbor system we have now in order to meet the continuous needs of the fleets we have now. The power in both harbors are old a fading. The dock fingers in north cove need to be rebuilt. The water systems that are in both harbors are becoming a monthly problem. In the summer we are repairing the water lines once a week because the system is just not holding up. The power meters in both harbors are no longer being manufactured so parts are no longer available.

The new Ward Cove harbor is a great idea for planning the future of Craig. But right now we need to attend to what we have and make sure that the needs of the harbor users are being met. Yes I say this as the department head for the Harbors, but I don't say this for my personal gain. I simply want to meet the needs of our community by making sure the harbor that is here today is maintained at the highest level possible and will be here for many years to come.

We need to find a way to renovate OUR harbors.

**CITY OF CRAIG
MEMORANDUM**



Date: February 28th, 2013
To: Honorable Dennis Watson, Craig City Council
Fr: RJ Ely, Police Chief
Re: Staff Report

RJ Ely

ACTIVITY

Activity for January, 2013. Dispatch Center took the following amount of calls for service:

Craig	621
Klawock	194
AST	3

DEPARTMENT OF MOTOR VEHICLES

People are still utilizing the departments drop off services. As we progress closer to summer, I've noticed an increase in road tests, as well written tests are increasing.

DISPATCHER(S)

Still advertising for part time / fill in dispatcher. Applications have been received, interview(s) conducted and as of this time, no person hired. I've yet to fill this position.

Dispatcher Lee Martynuik will be attending ICS Training, end of March. Funding has been secured for this training.

OFFICER(S)

Sgt. Medina will be traveling to Anchorage in March. This will be for continued S.A.R.T. Training. Funding has been secured through the state, for this training. S.A.R.T. is sexual assault response team. Currently Sgt. Medina and myself are S.A.R.T. Certified.

After S.A.R.T. Training, Sgt. Medina will attending ICS Training. Funding has been secured for this training as well.

OTHER

I'm in the process of upgrading / updating department server. Current server is over 10 years old and over the past years, several parts have had to be replaced. Recently, hard drive(s) have been either failing or showing signs of failure. Along with newer software that's coming available, current server wouldn't be able to access programs for running software.

Several steps have been taken and more are yet to be set up, pertaining to the E.O.C. / Emergency Operations Center. The past two major earthquakes have allowed us to stand up the E.O.C. Each time, I felt city was successful and improved each time.

Jeff Music has approached me and stated that due to poor service of current taxi cab, Mountain View Cab Company, he is going to start up Island Ride again. Police Department has investigated a few complaints against Mountain View Cab Company. Music, when he ran Island Ride Cab Company, was dependable, reliable and overall a good service to the community.

Here is the Craig Recreation Report!

Dear Mayor Watson and Craig City Council,

This is Victoria Merritt, Recreation Director for the City of Craig. As you know, I am fighting cancer. I will be undergoing treatment off island; I should be in Denver, Colorado for a couple of months staying with family. I have my first appointment with my new doctor tomorrow morning. I want you all to know that there will still be activities in my absence.

- Gymnastics started February 23rd. You do not have to attend all classes, but you must attend at least 3 to be in the finale. Classes will be held Saturdays, Julie McDonald is our instructor with Tori Houser as her assistant. Ages 4 and 5 at 2pm for a \$5 half an hour class. The next 2 classes are 45 minute class for \$7 at 2:30 ages 6 to 9, at 3:15 ages 10 and up. No Class March 30th for the 4th of July Spring Carnival from 3 to 5. Classes will start back April 20 and 27 and the finale will be at the Island Grind on May 5th, at 7pm at the Craig High School.
- Elementary Basketball will start March 11. Troy Thain and Dan Price will help Coaches Vanessa James and Matt Burrows.
- April 5 and 6th there will be an Alaska Health Fair at the Craig High School. The 5th will be open for students and the community and will be informational from 1pm to 4pm. There will be a bike rodeo at 11am as well as lots and lots of booths, activities and information for all. Gretchen Klein is the Coordinator this year, email her at info@powhealthnetwork.org if you want to be an exhibitor or rent a space. I am sorry to miss this; it will be a great event!
- The Blood test screenings will start at 6:30am on Saturday. This is a fasting blood test, no food for 10 hours, do drink lots of water. Blood pressure must be taken before the blood draw.

Alaska Health Fair Basic Screenings

Blood Pressure Height/Weight (body mass) Hearing Visual Acuity (near and far, color perception, field of vision) Glaucoma Colorectal Screening - ColoCare Kits (take home Blood Screening Tests

Cost for Blood Tests:

Chemistry/Hematology \$45 TSH - Thyroid Screening \$ 30.00

PSA - Prostate Screening \$ 25.00**Other:** ColoCare Kit \$45.00

Vitamin D\$ 50.00 A1C test \$ 25.00ABO/RH (Blood typing) \$ 20.00

- Roller-skating and Rollerblading is back on Friday evenings at 7pm. Admission is just\$1, skates or blades can be rented for just \$2 and there are a lot of them! Music, games and fun for the whole family. Kids under 8 must have a parent attend. Parents with children skating can have free admission and skates. Paula Price will be in charge.
- Volleyball open gym on Tuesdays and Thursdays at 7 at the Craig City Gym, or pay \$1 to play. Jose Cevera will be in Charge.
- Keri Miller will open the Craig Youth/Rec Center on Fridays from 2 to 4pm. Once a month there will be dodge ball at the City Gym from 3 to 4pm, with the law enforcement officers, depending on their work schedules. Keri will let you know.

- Bully Proof™ is a Sunday afternoon workout for kids ages 5-12, and will be adding a workout for older students! They meet at the City Gym at 3pm. is a program from the Gracie institute with Grant Miller, classes will be at 3:00-4:00 on Sundays, and each lesson starts with a short instructional/informative clip. Parents can also feel free to call Keri Miller (738-0186) for more in depth information.
- Video workout 9:30am Monday, Wednesday and Friday for just \$2, stop by city hall to find out more. Parent-tot time is held weekdays from 10:30 am to 12:30pm for free. Stop by City Hall and get the key-with a deposit.
- Seibukan classes are on Tuesday, Thursday and Fridays at 5pm for youth and adult.

The radio show will continue, and Amy Marshall will help me out if I cannot talk.

I will be available by cell phone if needed for at least part of the time. I appreciate all the support I have been given to fight this battle.

Sincerely,
Victoria Merritt
907-401-1227

Library Report to the Council for February 2013

Patron Visits: 1,600
Circulations: 2,204
Computer Use: 487
Program Attendance: 187
Reference Questions: 216
Proctoring: 4 Tests for 3 Students

Toddler Preschool Story Times: Wild About Birds!
Chinese New Year
Teddy Bear President (with Sitka and Seldovia)
A Puzzlement!

Workshops: Graphic Design, Multi-Day Workshop, 1/30-2/1
Digital Learning Day 2/6
Smart PR for Artists, Entrepreneurs, and Small Business 2/22-23

Meetings (via VC): Island-Wide Visitor's Committee Meeting (w/Thorne Bay, Hollis,
and Coffman Cove libraries)
Teen Town Hall with Senator Mark Begich (with Unalaska
Library)

Video Conferences: Gods and Heroes of Ancient Greece and Rome (with Seldovia)
Boating Safety, Recreational (USCG)
Teddy Bear President (with Sitka and Seldovia)
Great Barrier Reef LIVE DIVE! (with Seldovia)
Japanese Art
Life Woven with Song (with Juneau, Haines, Klukwan,
Petersburg, and Kenai)

Director Continuing Education Training
Necessary for the State Grant (PLAG): eBooks webinar
Big Talk From Small Libraries: A Web Conference (I presented a
10 minute talk during the course of the conference)

COMING UP IN MARCH:

Seaweed of Alaska VC (3/7)
Oil Spills VC from Barrow (3/9)
Engineering Projects – Hands On For Educators (CE for Director) 3/8
READ WITH YOUR HERO (3/8) with Alaska State Trooper Brock Simmons
The 2nd Annual Pi-Einstein Day (Special Guests from The Alaska SeaLife Center)
Motel of the Mysteries! (Story Time VC)
Home Energy VC (Grants, Tips, and Information About the Energy Star Program)
Whalefest (the Library is Closed on 3/29, but I'll have a table at the event on 3/29-3/30 with arts and
crafts projects for the kids and teens)

CITY OF CRAIG, ALASKA SALES TAX HISTORY

DATE COLLECTED THROUGH	TOTAL TAX COLLECTED			
	09-30	12-31	03-31	06-30
FY 2013				
SALES TAX	\$ 528,804.63	\$ 289,545.76		\$ 818,350.39
DELINQUENT SALES TAX	\$ 22,182.35	\$ 3,225.00		\$ 25,407.35
LIQUOR SALES TAX	\$ 38,474.00	\$ 26,715.00		\$ 65,189.00
TOTAL	\$ 589,460.98	\$ 319,485.76		\$ 908,946.74
FY 2012				
SALES TAX	\$ 565,475.51	\$ 315,069.55	\$ 255,615.23	\$ 344,938.52
DELINQUENT SALES TAX	\$ 1,654.39	\$ 1,830.76	\$ 5,445.93	\$ 11,325.32
LIQUOR SALES TAX	\$ 39,469.30	\$ 26,968.16	\$ 16,284.35	\$ 28,221.68
TOTAL	\$ 606,599.20	\$ 343,868.47	\$ 277,345.51	\$ 384,485.52
FY 2011				
SALES TAX	\$ 498,795.90	\$ 286,587.05	\$ 261,977.54	\$ 365,012.53
DELINQUENT SALES TAX	\$ 673.25	\$ 416.01	\$ 3,120.09	\$ 22,094.69
LIQUOR SALES TAX	\$ 39,293.91	\$ 26,861.08	\$ 20,837.61	\$ 28,844.89
TOTAL	\$ 538,763.06	\$ 313,864.14	\$ 285,935.24	\$ 415,952.11
FY 2010				
SALES TAX	\$ 487,345.50	\$ 282,245.01	\$ 219,584.80	\$ 338,148.53
DELINQUENT SALES TAX	\$ 3,847.15	\$ 4,021.68	\$ 790.58	\$ 8,614.13
LIQUOR SALES TAX	\$ 41,266.89	\$ 26,361.22	\$ 21,386.92	\$ 30,410.95
TOTAL	\$ 532,459.54	\$ 312,627.91	\$ 241,762.30	\$ 377,173.61
FY 2009				
SALES TAX	\$ 567,263.25	\$ 302,248.23	\$ 234,614.94	\$ 344,095.79
DELINQUENT SALES TAX	\$ 1,708.93	\$ 890.24	\$ 974.49	\$ 349.06
LIQUOR SALES TAX	\$ 38,804.23	\$ 16,659.78	\$ 19,801.91	\$ 30,125.26
TOTAL	\$ 607,776.41	\$ 319,798.25	\$ 255,391.34	\$ 374,570.11
FY 2008				
SALES TAX	\$ 505,034.12	\$ 287,806.87	\$ 276,838.85	\$ 424,532.48
DELINQUENT SALES TAX	\$ 2,849.97	\$ 6,698.39	\$ 3,179.42	\$ 2,667.93
LIQUOR SALES TAX	\$ 34,685.39	\$ 20,652.38	\$ 16,414.22	\$ 28,400.56
TOTAL	\$ 542,569.48	\$ 315,157.64	\$ 296,432.49	\$ 455,600.97
FY 2007				
SALES TAX	\$ 473,422.89	\$ 286,758.32	\$ 223,479.08	\$ 339,000.23
DELINQUENT SALES TAX	\$ 16,891.89	\$ 5,878.90	\$ 2,207.46	\$ 2,425.30
LIQUOR SALES TAX	\$ 33,966.33	\$ 22,541.63	\$ 15,889.50	\$ 22,907.97
TOTAL	\$ 524,281.11	\$ 315,178.85	\$ 241,576.04	\$ 364,333.50
FY 2006				
SALES TAX	\$ 469,002.46	\$ 277,578.91	\$ 228,904.34	\$ 334,626.18
DELINQUENT SALES TAX	\$ 7,966.38	\$ 27,943.81	\$ 9,741.03	\$ 14,541.15
LIQUOR SALES TAX	\$ 32,604.57	\$ 21,188.71	\$ 15,802.81	\$ 24,824.93
TOTAL	\$ 509,573.41	\$ 326,711.43	\$ 254,448.18	\$ 373,992.26

3.62%

-1.32%

CITY OF CRAIG MEMORANDUM

To: Craig City Council
From: Kassi Knock, City Clerk
Date: March 1, 2013
RE: Resolution 13-03

Resolution 13-03 is the resolution that accompanies the AquaAdvantage letter that was included on the 2-21-13 agenda under Reading of Correspondence. It is opposing the FDA's preliminary Finding of No Significant Impact "FONSI" for the application from AquaBounty Technology Inc. to market genetically modified Atlantic salmon for human consumption in the United States. This Resolution mirrors Petersburg's resolution and not only opposes the preliminary finding, but questions the containment and potential for escape, and also encourages the FDA to analyze and evaluate the effects of the sale of this salmon in the United States. The Alaska State Legislature has unanimously approved House Joint Resolution 5 urging the FDA to reconsider its preliminary finding, as well as require labeling the salmon "genetically modified" if approved.

Recommended Motion: Move to approve Resolution 13-03 Opposing AquaBounty Technology Inc.'s application to market genetically modified Atlantic salmon in the United States.

CITY OF CRAIG RESOLUTION 13-03

A RESOLUTION OPPOSING THE U.S. FOOD AND DRUG ADMINISTRATION'S PRELIMINARY FINDING OF NO SIGNIFICANT EFFECT ON THE QUALITY OF THE HUMAN ENVIRONMENT IN THE UNITED STATES WITH APPROVAL OF AQUABOUTY TECHNOLOGIES, INC'S APPLICATION TO MARKET GENETICALLY MODIFIED ATLANTIC SALMON IN THE UNITED STATES.

WHEREAS, AquaBounty Technologies, Inc. has submitted an application to the Food and Drug Administration (FDA) for approval of the "AquAdvantage Salmon", a genetically modified Atlantic salmon, for human consumption and marketing in the United States; and,

WHEREAS, this is the first genetically modified animal intended to be used as food in the United States; and,

WHEREAS, the Center for Veterinary Medicine prepared the "Preliminary Finding of No Significant Impact" (FONSI) report for the FDA, which expresses support for approval of the "AquAdvantage Salmon"; and,

WHEREAS, the FONSI report states the social, economic and cultural effects of approving the rearing and sale of the genetically modified AquAdvantage Salmon to citizens of the United States have not been analyzed and evaluated; and,

WHEREAS, the "AquAdvantage Salmon" was bred by inserting a Pacific Chinook salmon growth hormone gene and an Ocean Pout antifreeze protein gene into fertilized eggs of wild Atlantic salmon that are not genetically modified; and,

WHEREAS, AquaBounty proposes fertilization and incubation to the eyed-egg stage on Prince Edward Island, Canada; shipment of the eyed-eggs to Panama; grow-out and processing of fish in Panama; and shipment of processed fish to the United States for retail sale. AquaBounty maintains the land based rearing of the "AquAdvantage Salmon" to be safely contained with a minimum risk of escapement into the wild; and, in the event there is an escape, believes the geographical area of the salmon rearing is unfavorable to the survival of "AquAdvantage Salmon"; and

WHEREAS, Alaskans know all too well that fish farming containment measures are not fail-safe. Escaped farmed Atlantic salmon from British Columbia fish farms are found in Alaskan waters and are mixing with our wild stocks of Pacific salmon. In addition, AquaBounty does not adequately address the possibility of eyed-eggs making their way into the Prince Edward Island streams that flow into the Northern Atlantic Ocean and are currently the spawning grounds for adult hatchery-reared Atlantic Salmon; and

WHEREAS, the development of “AquAdvantage Salmon” has been ongoing for approximately 15 years yet the product has not been the subject of thorough scientific research and testing to ensure its consumption by humans is safe in the long term; and

WHEREAS, many salmon consumers purchase the product for its widely recognized health benefits, and this lack of safe consumption testing could weaken consumer confidence in all salmon products. Weakened consumer confidence would cause undue financial stress on all wild seafood based livelihoods; and

WHEREAS, Alaska’s wild seafood industry, which is extremely important to the state’s economy and is a large industry in Craig, could be severely impacted by the sale of genetically modified salmon; and

WHEREAS, there is no shortage of farmed Atlantic salmon. The sole purpose of genetically modifying Atlantic salmon is to increase profits for biotechnology firms and salmon farms by creating faster growing fish. While most consumers prefer wild salmon, if the price difference between wild and farmed salmon widens due to a flooded farmed salmon market with the faster-growing AquAdvantage Salmon, the probability that a consumer chooses farmed salmon will increase. This will directly harm our commercial fishermen; and

WHEREAS, should the FDA approve AquaBounty’s application to market their product in the United States, it is critical that the product be mandated to be clearly labeled “Genetically Modified” to allow consumers to make an informed choice regarding their health and well-being. Alaska statutes require such labels to be prominently displayed on the front of the package.

NOW, THEREFORE, BE IT RESOLVED that the City of Craig by this resolution does not support the FDA’s “Preliminary Finding of No Significant Impact” or approval of genetically engineered salmon for sale in the United States.

BE IT FURTHER RESOLVED if, despite strong environmental and human health concerns and lacking the evaluation of the social, economic and cultural effects on the United States and its citizens, the application is approved by the FDA, product labeling requirements should include the words “Genetically Modified” prominently displayed in a minimum font size and a contrasting color on the front of the package.

Adopted this 7th day of March, 2013.

Mayor Dennis Watson

ATTEST _____
Kassi Knock, City Clerk

**CITY OF CRAIG
MEMORANDUM**

To: Craig City Council
From: Jon Bolling, City Administrator
Date: March 1, 2013
RE: Resolution 13-04

Attached you will find Resolution 13-04. The resolution authorizes a sales tax free day in Craig. Also attached is a letter from POW properties requesting that the council authorize the tax free day.

Section 3.08.020.E.25 of the Craig Municipal Code provides for the city council to authorize, by resolution, a day where sales that are normally subject to the city's sales tax are exempt from the tax. The attached resolution provides for the sales tax free day on Saturday April 13, 2013. The resolution also sets out conditions for tax exempt sales on April 13.

The council has authorized a sales tax free day for several consecutive years now. If the council approves the resolution, city staff will work to promulgate the conditions of the event to local merchants.

Prince of Wales Properties
P.O. Box 492
Craig, AK 99921-0492
(907)826-MALL (6255)
(907)401-0015

February 27, 2013

City of Craig
P.O. Box 725
Craig, AK 99921-0725

RECEIVED

FEB 27 2013

CITY OF CRAIG
CRAIG, ALASKA

Re: Request for Tax Relief Day on April 13, 2013

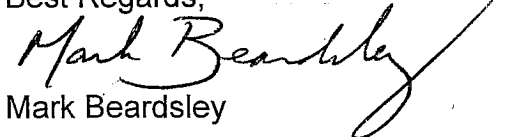
Dear Administrative Staff & Council Members,

I am writing to you on behalf of Prince of Wales Properties. I am requesting that the City of Craig consider allowing a Sales Tax Free day on Saturday, April 13, 2013 in accordance with City of Craig Ordinance No. 593.

This one day event has been well received in previous years. Although the discount to the customer is small, the gesture by the City of Craig to allow this event is substantial.

Thank you for your consideration on this matter.

Best Regards,



Mark Beardsley

CITY OF CRAIG

RESOLUTION NO. 13-04

INITIATING THE 2013 SALES TAX FREE DAY

WHEREAS, the Craig city council requested that an annual sales tax free day be established through ordinance; and

WHEREAS, Ordinance No. 593 provides for a sales tax free day in the Craig Municipal Code; and

WHEREAS, Saturday, April 13th has been chosen as the 2013 tax free day; and,

WHEREAS, Tax Free Day will benefit the Craig residents and other Island shoppers, and provide local merchants a marketing opportunity.

NOW THEREFORE BE IT RESOLVED that April 13th be established as tax-free day for 2013 during normal business hours, subject to the following conditions:

- 1) The promotion does not include the payment of rents and leases;
- 2) All sales made on the tax-exempt day must be recorded like any other exempt sale, and the record from that day submitted with the businesses quarterly sales tax return.
- 3) Sales are limited to stock on hand items only
- 4) Participation in the promotion by local merchants is voluntary.

APPROVED _____

MAYOR DENNIS WATSON

ATTEST _____
KASSI KNOCK, CITY CLERK

CITY OF CRAIG
RESOLUTION 13-05

SUPPORTING THE COORDINATED PUBLIC TRANSIT-HUMAN SERVICES
TRANSPORTATION PLAN FOR PRINCE OF WALES ISLAND TO BE SUBMITTED TO
THE STATE OF ALASKA DEPARTMENT OF TRANSPORTATION AND PUBLIC
FACILITIES.

WHEREAS, some Prince of Wales residents have specialized transportation needs. Individuals with limited incomes and people with disabilities rely heavily, sometimes exclusively, on public and specialized transportation services to live independent and fulfilling lives. These services are essential for travel to work and medical appointments, to run essential errands, or simply to take advantage of social or cultural opportunities; and

WHEREAS, under TEA-21 projects funded by three Federal Transit Administration (FTA) human services transportation programs: Elderly and persons with Disabilities (Section 5310), Job Access and Reverse Commute (JARC, Section 5316), and New Freedom (Section 5317) must be derived from a “locally developed, coordinated public transit-human services transportation plan.” Alaska Department of Transportation and Public Facilities also includes funds from the Alaska Mental Health Trust in the application process; and

WHEREAS, the JARC program provides capital and operating funding for services to improve access to jobs for low income persons; and

WHEREAS, the New Freedom program provides capital and operating funding for transit and paratransit services and improvements for persons with disabilities that are new and go beyond those required by the American with Disabilities Act; and

WHEREAS, the Elderly and persons with Disabilities program provides capital assistance funding to provide transit and purchase of services to private nonprofit agencies, federally recognized tribes, and to qualifying local public bodies that provide specialized transportation services to elderly persons and to persons with disabilities; and

WHEREAS, Alaska Mental Health Trust provides grants to private non-profit agencies, federally recognized tribes, and to qualifying local public bodies that serve community transit needs of trust beneficiaries, namely Alaskans who experience

mental illness; developmental disabilities; chronic alcoholism with psychosis; or Alzheimer's disease and related dementia through funding for purchase of services, capital and coordinated transportation system planning; and

WHEREAS, a local committee with representation from public, private and nonprofit transportation providers, human service agencies and representatives of the public including individuals with disabilities, older adults and people with low-incomes met on Wednesday, March 6 , 2013; and

WHEREAS, the local committee reviewed and recommended through consensus a Enter Project List or Coordination Plan to be submitted to the State of Alaska Department of Transportation and Public Facilities.

NOW, THEREFORE, BE IT RESOLVED BY THE CRAIG CITY COUNCIL:

SECTION 1. That the Craig City Council supports the local committee's Coordinated Plan.

SECTION 2. That this resolution takes effect immediately upon its adoption

ADOPTED BY THE CRAIG CITY COUNCIL THIS SEVENTH DAY OF MARCH, 2013.

Mayor Dennis Watson

Kassi Knock, City Clerk

**CITY OF CRAIG
MEMORANDUM**

To: Craig City Council
From: Jon Bolling, City Administrator
Date: February 28, 2013
RE: Resolution 13-05

Attached you will find Resolution 13-05. The resolution supports efforts by Southeast Senior Services (SSS) to provide transit services for eligible seniors between Craig and Klawock to the IFA terminal in Hollis.

SSS already provides some Hollis transport for seniors, but the service is expensive, and comes at the cost of other services the agency might otherwise provide. SSS intends to offer the compensated service based on goals in the recently completed Coordinated Public Transit Plan for Prince of Wales Island. That plan, developed in conjunction with the Craig and Kasaan tribes and island communities, is the basis for securing funding from Alaska DOT/PF for regular and compensated transit services for eligible seniors through the federal Older Americans Act. The act channels transit funding through various groups, including the State of Alaska and federally recognized tribes. An e-mail from Mr. Doug Bridges, who oversees the program for SSS, is attached and offers some background on why the agency wishes to collect resolutions of support for the Hollis transit service.

As part of the process to qualify for the regular Hollis service, SSS and other POW groups will meet Wednesday, March 6 in Klawock to discuss the transit plan and the proposed Hollis service. It is possible that the SSS funding proposal to Alaska DOT/PF may change based on input from that meeting. If that occurs I will brief the council on any changes to that service that might affect the wording in the attached resolution.

Please note also that the resolution refers to council approval of the POW Coordinated Transit Plan. The plan is too large to include here. I have a copy of the document at my office and can provide a copy to the council at its request. Both Mayor Watson and I participated in portions of the process where the plan was written and can answer questions that the council may have regarding its scope and purpose.

Please note that the resolution refers to a meeting scheduled to take place this Wednesday, March 6. The attendance at and outcome from that meeting may affect the wording in the attached resolution. I will report to the council at its March 7 meeting if the outcome from the March 6 meeting affects the wording in the attached resolution.

For the sake of public disclosure, I will remind the council here that I serve on the board of directors of the agency that oversees SSS. I do not stand to benefit personally from the proposed Hollis transit service, nor do I see the service as contrary to the best interests of the City of Craig. Instead I see the proposal as a benefit for Craig residents, and good for SSS and the elderly population it serves.

Recommendation

Approve Resolution 13-05.

Coordinated Transportation Meeting Wed 3-6-13

From: **Doug Bridges** (Doug.Bridges@ccsjuneau.org) This sender is in your [contact list](#).

Sent: Tue 2/26/13 8:26 PM

To: lisaacs@cityofklawock.com; Aaron Fong (Aaron.Fong@comconnections.org); jthomas@craigschools.com; transportation@craigtribe.org; eight_stars_of_gold@hotmail.com; jssilverthorn@hotmail.com; powha@hughes.net; dwatson@interislandferry.com; sam@kasaan.org; richard.carlson@klawockschool.com; Donald Nickerson Jr (donnickerson@klawocktribe.org); henriettakato@klawocktribe.org; donn@searhc.org; j.moore@searhc.org; jrosen@searhc.org

Cc: info@flypacificairways.com; info@islandairx.com; info@promechair.com; info@taquanair.com

Hi,

My name is Doug Bridges and I am a Regional Coordinator with Southeast Senior Services which is a division of Catholic Community Services. I oversee our Senior Services and transportation services in Craig, Klawock, Hydaburg, Ketchikan, Skagway, and Wrangell. As many of you know our agency provides nutrition, transportation, and support services for the communities of Craig and Klawock through the Craig/Klawock Senior Center which is operated out of the Tlingit&Haida Regional Housing Authority facility on Summit Street in Klawock.

I am writing you to invite you to a first meeting of the "Craig-Klawock Coordinated Transportation Group" at the Craig/Klawock Senior Center dining room at 4:00 P.M. on Wednesday March 6th. We anticipate this meeting going no later than 6:00 P.M. perhaps ending sooner.

I am calling this meeting because I am writing a grant proposal to the State of Alaska Dept. of Transportation for a "Purchase of Services Grant" that will help pay for Craig and Klawock seniors transportation to and from the Hollis ferry. Additionally, if approved, this grant will help pay for Hollis trips for people under 60 years of age (our eligibility age for seniors) with disabilities who require our lift-equipped vehicle for safe transport.

Last year the Craig Tribal Association (CTA)and the Organized Village of Kasaan(OVK) hired "LSC Transportation Consultants, Inc (LSC)" to develop a Coordinated Public Transit-Human Services Transportation Plan for Prince of Wales Island. The plan can be viewed at the following link: <http://www.lscs.com/projects/pwisland/final.htm> . Some of you who are receiving this e mail took part in the meetings (as did I) that took place in Craig, Coffman Cove, and Kasaan. For those that didn't I encourage you to follow the link to get a look at the comprehensive view of transportation service/assets that exist currently and what the participants and communities would like to see in the future. We are really pleased to see Hydaburg Cooperative Associations transportation plans starting to come into service. Parts of their plan can be viewed in the LSC report link as well The most pressing need identified in the report island wide was access to the ferry terminal in Hollis. There are plenty of other needs identified but the one all agreed on was Hollis transportation.

The Craig/Klawock Senior Center is already providing rides to Hollis for people over 60 in both in both communities M-F , as able, based on pre-scheduled ride requests from passengers. We currently pay for these trips using Older Americans Act funds from Craig Tribal Association, Klawock Cooperative (Title VI), and the State of Alaska Division of Senior and Disabilities Services (Title III). The trips are quite expensive to provide and only available to seniors and we need more money to keep this going and be able to extend this service to citizens with disabilities.

I stated earlier that the reason for calling the meeting was because of my grant proposal but there are bigger reasons why this meeting and the forming of this group are important to citizens of Craig and Klawock and eventually all communities on POW. The Federal Government for some years has been really pushing the idea of "coordination" in many areas of funding but particularly transportation. The basic idea is to promote the

<https://blu002.mail.live.com/mail/PrintMessages.aspx?cpids=28d0e3a1-809e-11e2-a2ef-002264c15...> 3/1/2013

efficient use of federal money to the best affect in the communities/agencies they fund. Since the money that Alaska Dept of Transportation provides in many different grant forms has federal origin the seeking of grant funds is tied to coordination. To seek Dept. of Transportation funds the grant seekers are required to be part of some coordinated group in the communities . So for any of you or others seeking these funds for this "cycle" (AK DOT deadline end of March) or ones in the future, participation in this group will be useful. Of course there is yet another reason for forming this group and that ties to the whole reason that CTA and OVK commissioned the plan and that is to study,plan, and build transportation options and infrastructure to fill the current and future needs of your communities.

We are volunteering to be the "lead agency" of this group if that is acceptable to you all. There is no particular benefit to being the lead agency. It basically means more work for our staff but it should also insure that we go through the various requirements of coordination including at the minimum two meetings a year and a public meeting to prioritize the various transit project requests to AK DOT. These would only be suggestions from our group. DOT might have its own reasons for deciding otherwise but they require that a public meeting be held to gather our suggestions.

I am proposing that we have our first meeting at 4:00 P.M., then at 5:00 P.M. consider our "Purchase of Services" proposal and any other proposals from agencies or individuals that come to the meeting with the purpose of creating our priority list. If you can't make the meeting you or others in the communities would always be welcome to take part in future meetings. I have been involved with this process in Ketchikan and Wrangell . Others in my agency have also helped develop these groups and plans in Hoonah, Haines, Juneau, Kake, Sitka, and Yakutat. This is another reason I am suggesting that we start as the "lead agency" for now. Perhaps in the future we or the group may decide otherwise but this gets us off to a good start. This should also give us an ongoing forum for transportation issues in the communities.

I am not including other POW communities in this first effort as considering the needs of two communities as close as Craig and Klawock is much more manageable to start. Also, we are currently only seeking funds from this grant proposal to serve Craig and Klawock. As we progress , maybe the group will decide to include other communities or it might inspire others to do the same process.

In closing, I know this is a long e mail and I apologize for that but wanted to give you all as much information up front as possible. Please feel free to ask any questions and I hope that you will consider taking part in this meeting and bring others who might be interested or I might have overlooked.

Thank you,
Doug Bridges

Doug Bridges
Southeast Senior Services
N.T.S. Regional Coordinator
419 6th Street
Juneau,Ak 99801
907 463-6159
907 586-9018 Fax

CITY OF CRAIG

RESOLUTION 13-06

A RESOLUTION SUPPORTING SENATE BILL 60 OF THE 28TH ALASKA LEGISLATURE

WHEREAS, in 2011 the Craig City Council adopted Resolution 11-02, calling on State and Federal officials to work to change sea otter management practices to protect commercial fishery stocks; and,

WHEREAS, the extraordinarily high rate of sea otter population growth in Southeast Alaska resulted in greatly increase sea otter predation of commercial fishery stocks, including geoduck clams, sea cucumbers, sea urchins, and crab; and,

WHEREAS, a 2011 analysis of the financial impacts to commercial fisheries resulting from sea otter predation estimates that the rapidly increasing population of otters has cost the region \$28.3 million in direct, indirect, and induced impacts since 1995; and,

WHEREAS, perceived inconsistent interpretations of federal sea otter statues based on the Marine Mammal Protection Act has had a chilling effect on permitted take of sea otters by eligible Native hunters; and,

WHEREAS, SB 60 seeks to encourage the harvest of sea otters by offering a \$100 payment for each otter taken in compliance with federal law and regulation.

WHEREAS, SB 60 would implement one method of sea otter management consistent with the city councils goals articulated in City of Craig Resolution 11-02.

NOW, THEREFORE BE IT RESOLVED the Council for the City of Craig supports SB 60, now pending in the Alaska Legislature, and encourages the Alaska Senate and Alaska House of Representatives to approve the legislation during the first session of the 28th Alaska Legislature.

Adopted this 7th day of March 2013.

Mayor Dennis Watson

ATTEST _____
Kassi Knock, City Clerk

CITY OF CRAIG MEMORANDUM

To: Craig City Council
From: Jon Bolling, City Administrator
Date: September 28, 2012
RE: Resolution 13-06

Attached you will find Resolution 13-06. The resolution supports Senate Bill 60, recently introduced in the Alaska Senate. The resolution sets a \$100 bounty on sea otters that are taken in compliance with federal law. A copy of SB 60 is attached. Mayor Watson asked that the resolution be put before the council for consideration.

As the council will recall, it adopted a resolution in 2011, Resolution 11-02 calling for a change to federal sea otter management practices to protect existing commercial fisheries that suffer disproportionately from sea otter predation. SB 60 aims to accomplish part of this goal by encouraging lawful take of sea otters. The resolution is sponsored by Sen. Bert Stedman. Sen. Stedman has heard from a number of communities within his senate district about the impact of sea otter predation on commercial fishing stocks.

SB 60 has not yet been scheduled for a hearing in any of the three committees to which it has been referred.

Recommendation

Adopt City of Craig Resolution 13-06.

SENATE BILL NO. 60

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-EIGHTH LEGISLATURE - FIRST SESSION

BY SENATOR STEDMAN

Introduced: 2/20/13

Referred: Resources, Judiciary, Finance

A BILL

FOR AN ACT ENTITLED

1 **"An Act relating to sea otter population management."**

2 **BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:**

3 * **Section 1.** AS 16.35 is amended by adding a new section to read:

4 **Sec. 16.35.190. Bounty on sea otters.** The department shall pay a person \$100
5 for each sea otter

6 (1) the person lawfully takes under 16 U.S.C. 1361 - 1421h (Marine
7 Mammal Protection Act); and

8 (2) for which the person submits proof of taking satisfactory to the
9 department.

**CITY OF CRAIG
MEMORANDUM**

To: Craig City Council
From: Kassi Knock, City Clerk
Date: March 1, 2013
RE: Sealaska Land Bill Discussion

This agenda item has rolled over by request from the 2-21-13 meeting, and is up for discussion. I have omitted the Sealaska land maps as well as the actual bill. These items are available in my office.

**CITY OF CRAIG
MEMORANDUM**

To: Craig City Council
From: Jon Bolling, City Administrator
Date: February 15, 2013
RE: New Sealaska Lands Bill

Earlier this week Senator Murkowski introduced a revised Sealaska Lands bill. A copy of the bill and summary documents are attached. I also have 29 pages of maps released with the Senate version of the bill that I can print for each of you at your request. Staff will have one set of these maps printed and available for review at the council meeting.

The version of the bill introduced into the US House of Representatives is similar to the Senate bill in the number of acres and parcels conveyed to Sealaska, but unlike the Senate bill the House version contains no new LUD II designations or new rules for logging setbacks from salmon streams.

I have no information yet on hearing dates set for this bill before the Senate Energy and Natural Resources Committee. When staff receives word on a hearing date we will pass that information on to the city council.

No council action is required at this point. Staff is available to research any questions that the council may have about the bill, or take other council direction.

Sealaska Lands Bill Information Sheet

Background:

- In 1971, Congress passed the Alaska Native Claims Settlement Act (ANCSA) that provided Alaska Natives with 44 million acres of land and \$966 million to settle all aboriginal land claims. Forty-two years later, Sealaska, one of the 13 corporations set up by the act, representing all Southeast Alaska Natives, is still waiting to take tentative title to about a third of its lands.
- Sealaska, the corporation with the largest percentage of Native shareholders, 21.85% in the state, received nearly the smallest initial allocation of land (~290,000 acres) as a result of a 1968 \$7.5 million judgment against the United States for the taking of the Tongass National Forest and Glacier Bay National Park, which make up much of the traditional territory of the Tlingit, Haida, and Tsimshian Nation.
- Under Section 14(h), Sealaska is still waiting to select approximately 70,000 additional acres in the region to complete its roughly 360,000- to 375,000-acre entitlement.
- Sealaska was effectively limited to selecting land from 10 areas in Southeast, 44 percent of which were under water bodies. This requirement was not placed on other Native Regional Corporations in Alaska. Much of the acreage that remains available to Sealaska is unacceptable for natural resource development, including timber harvest, on environmental, fishery, or economic grounds. In addition, of the lands available today to Sealaska, 61,000 acres are in old-growth wildlife habitat and, of particular concern to some environmental groups, 277,000 acres are in inventoried “roadless” areas, as designated by the U.S. Forest Service.
- To alleviate these inequities, the Alaska Congressional Delegation first proposed the Southeast Alaska Native Land Entitlement Finalization Act in 2007 to allow Sealaska to select acreage that would be more acceptable on environmental grounds and more beneficial to the region’s economy, an area with an average 13% to 25% unemployment rate.
- The revised version of the legislation, reached after years of negotiations among parties, is now pending committee and then Senate approval. It differs in several respects from a House version approved in June 2012. The bill contains more than 175 changes to incorporate public comments and solve various concerns with the legislative proposal first introduced in 2007/2008 and again in 2009 and 2011.

Details of this version of the bill:

Timber Lands:

- The revised bill allows Sealaska to select economic development lands from 9 tracts containing about 68,400 acres. The lands have been significantly revised to protect old-growth habitat for wildlife, to meet local community concerns (26,000 acres on northern Prince of Wales Island deleted to meet Point Baker, Port Protection and Edna Bay concerns) and to protect fisheries and anchorages for fishermen and to meet U.S. Forest Service desires to protect lands to aid its young-growth timber transition strategy in the Tongass National Forest.*
- The bill requires Sealaska by a conservation easement to protect three major salmon spawning systems by imposing a 100-foot cut buffer along the main stem of Trout Creek on Koscuisko Island, on Old Tom Creek at Polk Inlet and on Karheen and Tuxekan Creeks on Tuxekan Island. The State Forest Practices Act will protect all other streams in the Sealaska selections.
- The economic lands contain a provision that guarantees public access for recreation, hunting and fishing, both sport and subsistence, allowing closures only to protect public safety. The bill will result in Sealaska receiving about 25,000 fewer acres of old-growth forest land than it could have selected from within the original selection areas and will require Sealaska to give up their selection rights to 327,000 acres in the Tongass.
- The bill, besides reducing harvesting on Koscuisko and Tuxekan Islands to meet Edna Bay resident concerns, to protect karst and old-growth habitat for species and to protect fishermen anchorages, cuts harvesting at 12 Mile Arm and Polk Inlet to protect Forest Service facilities/research, and provides additional land to Sealaska at Calder and on the Cleveland Peninsula, to offset the acreage reductions summarized above.

Small Parcel Sites:

- The bill, to encourage Sealaska to diversify from commercial timber and mineral extraction, allows the corporation to select nine small parcels of land near Yakutat, Kake, and Hydaburg. The sites, totaling 1,099 acres, are down from more than 50 sites, representing 5,000 acres that were considered in earlier version of the legislation. The bill requires the same public access to all such parcels as it does for other economic development lands.

Cemetery and Historical Sites:

- The bill allows Sealaska to use acreage from its entitlement to select additional cemetery and historic sites – sites allowed by selection under the 1971 act. The selections must be approved based on the original criteria/regulations followed by all Native corporations to select such sites. The bill allows Sealaska to select 76 sites, all outside of federal parks and conservation system units, potentially totaling 490 acres. The sites all were identified in 1975. In the event sites are disapproved, Sealaska will be able to select additional sites, to make up any lost acreage. Sealaska originally sought up to 3,600 acres of such sites. The bill requires Sealaska to consult with all tribes before taking such sites, prohibits the transfer of sites to third parties, and protects the sites from being lost from Native ownership in the event of any future financial claims made against Sealaska; they reverting to the United States in the event of financial judgments.
- The bill, however, requires public access to all of these lands under easements provided by Sections 17(b) and 14(g) of the 1971 law and further requires, to meet the concerns of some outdoor groups, that the corporation grant a 25-foot easement along all salmon streams that cross cemeteries and historical sites to permit sport and subsistence fishing access – something not required of any of the other Alaska Native corporations on their lands.

Other Issues:

- S. 730 allowed Sealaska to hold non-exclusive easements for use of three historic migration and trade routes. This provision has been removed, but the trails will be named to honor Alaska Native historic use of the routes: the Yakutat to Dry Bay trail will be renamed “Neix naax aan nax” meaning The Inside Passage; the Bay of Pillars to Port Camden Trail on Kuiu Island will be renamed, “Yakwdeiy1 Trail” meaning the Canoe Road; and the Portage Bay to Duncan Canal Trail on Kupreanof Island will be renamed “Lingit Deiyl” meaning the People’s Road.
- Creates about 152,000 acres of new conservation areas in the 16.9-million-acre forest to help protect fishery habitat.
- To provide certainty to Federal land managers in the Tongass, the bill legislates the final conveyance of timber acreage to Sealaska, providing for interim conveyance of the economic tracts within 60 days of passage.
- Directs Sealaska and the Forest Service to negotiate an agreement to utilize logging roads and log transfer facilities, roads that the federal government will continue to be able to use.
- Makes it more apparent that third-party rights and other limitations are protected, providing specific authority for professional guides and tour boat operators to continue commercial operations on Sealaska lands for up to 20 years (for the term of an existing permit plus one permit extension).

Summary:

- The bill, endorsed in the past by more than 60 Indian tribes and Native organizations, including the Alaska Federation of Natives and the National Congress of American Indians, and supported by dozens of Statewide organizations and communities, including the Resource Development Council of Alaska, will finalize Sealaska’s entitlement under the 1971 Alaska Native Claims Settlement Act.

- It further should aid the Forest Service to move toward a young-growth strategy for timber harvesting, while leaving plenty of timber for the operation of existing private mills in the region.
- It will NOT result in “high-grading” of timber. Sealaska’s conveyances will include only about 20,700 acres of large old-growth trees – just 3.8% of the forest’s 537,451 acres of such trees. Already 437,000 acres of large old-growth trees (81%) are protected in conservation areas. By permitting the alternative selections, the bill ensures protection of the environmentally sensitive Situk River Valley, the Craig municipal watershed and key fishery habitat near Hoonah and Hydaburg, preserving more land in Old-Growth Habitat Reserves than otherwise would have occurred under the existing Sealaska land selections.
- It will also save the government money, compared to what Sealaska could have earned by selecting lands inside its 1976 selection areas. While some environmental groups have argued that the government is giving up some \$90 million in road improvements, the government is retaining complete access rights to those logging roads by this bill for use in future federal timber sales. And Sealaska, by taking about 25,000 acres of young-growth, which currently is not worth as much as old-growth at current timber prices, is giving up more than \$12.5 million in stumpage revenues compared to having selected all old-growth timber, as was the corporation’s right under the 1971 act and 1976 amendments. (Calculation assumes that all old-growth lands produce an average of 25,000 board feet of timber per acre and that old growth sells for the \$41 per thousand board feet that the Tongass averaged in 2011, while youth-growth averages about \$36 per thousand board feet).
- Without the bill none of Sealaska’s future lands would be guaranteed to be open to public access. Under this legislation, nearly 99% of the lands (lands other than the sacred sites) generally will be open for hunting and fishing by the general public, and even sacred sites contain expanded public access rights.

*** Timber Lands:**

Calder, 6,708 acres; Election Creek, 2,000 acres; Cleveland Peninsula, 1,380 acres; 12-Mile Arm, 6,471 acres; Tuxekan Island, 13,041 acres; Polk and MacKenzie Inlet, 10,445 acres; Koscuisko Island, 11,974, acres; Keete, 11,872 acres; Kuiu Island, about 4,591 acres. Total acreage about 68,438.

**** Small Parcel Sites:**

Chicago Harbor, 150 acres; North Dolgoi Island, 245 acres; Redfield Lake, 22 acres; Cannon Beach, 43 acres; Crab Island Village, 4 acres; East Payne Island, 157 acres; Turnabout Island Village, 69 acres; Josephine Lake, 314 acres; Tlevak Narrows/Turn Point, 95 acres; Eleanor Island, 48 acres; ten sites, 1,099 acres.

***** Conservation Areas:** Bay of Pillars, 21,066 acres; Kusheanhin Creek, 36,624 acres; Sarkar Lakes, 25,402 acres; Western Koscuisko Island, 7,790 acres; Honker Divide, 15,584 acres; Eek Lake and Sukkwan Island, 34,873 acres; Eastern Koscuisko Island, 1,664 acres; Northern Prince of Wales Island, 9,064 acres. Total acreage about 152,067.

CITY OF CRAIG MEMORANDUM

To: Craig Mayor and City Council
From: Brian Templin, City Planner
Date: February 28, 2013
RE: Tanner Crab Court Extension/Salmonberry Subdivision Utilities

As the council is aware, staff has contracted with R&M Engineering to develop engineered drawings and bid documents for and extension of the existing utility on Tanner Crab Court and for installation of utilities at Salmonberry Subdivision. These utility extensions are planned in order to meet an obligation for lots traded to Mr. Fred Ensign on Tanner Crab Court and to make the remainder of the lots in both subdivisions saleable and ready for development.

R&M has completed the utility designs to the satisfaction of the city and has prepared cost estimates for both subdivisions. Currently the estimate to install road, water and sewer to both subdivisions is about \$600,000 (\$300,000 for each subdivision). While this exceeds the current available funding in the city's land development fund staff would like to instruct R&M to proceed with solicitation of bids. Staff has negotiated a number of changes to the design that would allow more construction firms (including smaller local firms) to bid on the work and is working with AIC to trade some rock in exchange for sponsoring a material pit for their work on city streets and on the Klawock-Hollis Highway. Having a local bidder and/or having a stockpile of usable rock could significantly lower the cost of the work.

In addition to steps to lower the cost staff has instructed R&M to write the bid solicitation with Tanner Crab Court as the primary bid item with Salmonberry Subdivision as a bid alternate. This will allow us to complete the installation of utilities to the 7 remaining lots on Tanner Crab Court if the bid price is low enough, even if the total bid for both subdivisions is too high. Available funding (pending a sale of Lot 6, Park Place Subdivision to Tyler Rental) is close to the engineer's estimate for Tanner Crab Court. Another advantage of having the primary/alternate bid strategy is that it would allow us to consider completing one subdivision now, executing a land sale and then using the proceeds to complete utilities on Salmonberry Subdivision.

Ultimately if the bid prices are too high for available funding staff will consider other funding sources or reject all bids and resolicit a smaller project to complete our obligation to Mr. Ensign. Whether the project is awarded, partially awarded or rejected will be a council decision after bids are received.

Recommendation: Move to have staff direct R&M Engineering to proceed with bid solicitations for the Tanner Crab Court Extension and Salmonberry Subdivision Utility Installation.

Memorandum

To: Craig City Council Members
CC: John Moots ; Jon Bolling
From: Chaundell Piburn
Date: 3/1/2013
Re: Continuation of Stipend Pay

For the past two month trial period (December 2012 and January 2013) the city has paid volunteer medics a “per call” stipend as approved by the council. This “per call” stipend has helped retain EMTs.

EMS would like to continue paying our Volunteer medics a stipend “per call” until the end of the 2013 fiscal year at the “per call” rate currently set by the city council. There is enough in the current FY2013 EMS budget to cover these projected costs through June 30, 2013.

I have included the “per call” stipend in the department’s FY2014 budget request.

Recommendation: Approve, by motion continuation of payment on a “per call” basis to Craig EMTs.

Recommended Motion: I move to authorize staff to continue paying EMTs on a “per call” basis at a rate established by the city council.

Chaundell