

CITY OF CRAIG
COUNCIL AGENDA
SEPTEMBER 1, 2016
COUNCIL CHAMBERS 7:00 P.M

ROLL CALL

Mayor Dennis Watson, Hannah Bazinet, Greg Dahl, Jim See, Don Pierce, Mike Douville,
Jan Trojan

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 Meeting Minutes of August 18, 2016
- Introduction and First Reading of Ordinance 691, Ken Quigley Application to Lease City Property

HEARING FROM THE PUBLIC

- Open for public comment
- Final Reading and Public Hearing of Ordinance 690, FY16 Supplemental budget

REPORTS FROM CITY OFFICIALS

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

READING OF CORRESPONDENCE

- Alaska State Budget Choices
- 2016 King Salmon Derby Report
- King Salmon Derby Winners
- Public Notice Application for Permit in Klawock Inlet

CONSIDERATION OF RESOLUTIONS AND ORDINANCES

- Ordinance 690, FY 16 Supplemental Budget

UNFINISHED BUSINESS

CITY OF CRAIG
COUNCIL AGENDA
SEPTEMBER 1, 2016
COUNCIL CHAMBERS 7:00 P.M

NEW BUSINESS

- AP&T pole placement agreement
- Consider use of Port St. Nick King Salmon Fund
- Port St. Nicholas King Salmon Annual Operating Agreement
- Consider approval, 2016 municipal election workers
- Action on State of Alaska Harvest Limit, Game Unit 2-Wolves

ADJOURNMENT

ROLL CALL

Chairman Don Pierce called the meeting to order at 7:00 p.m. and the roll was taken. Present were, Jim See, Greg Dahl, Jan Trojan, and Hannah Bazinet. Absent excused were Dennis Watson and Mike Douville.

Staff present: Jon Bolling, City Administrator; Joyce Mason, Treasurer; Kassi Bateman, City Clerk; Mike Peel, Harbormaster; Ron McIntosh, Public Works Director; Kim Baxter, Librarian; Victoria Merritt, Parks and Recreation Director; Douglas Ward, Parks and Public Facilities Manager

Audience present: Lisa Radke, Jeff Lundberg

CONSENT AGENDA

DAHL/TROJAN

moved to approve the consent agenda.
MOTION CARRIED UNANIMOUSLY

HEARING FROM THE PUBLIC

Jeff Lundberg was present to discuss the status of the SSRAA (Southeast Southern Region Aquaculture Association) transfer of the POW Hatchery. The employees are in the process of transferring name and IRS information. Don Pierce asked about access to the Klawock River for fishing. Jeff reported that the Klawock-Heenya Corporation is regulating permits to the area. Jim See brought up that the access permits are difficult for some residents to obtain due to the cost. Jim noted that the ANCSA bills in the 70's and 80's did not adequately represent the residents of Prince of Wales Island. Jim met with Senator Murkowski last week to discuss the possibility of opening up all areas to all subsistence residents. Jim would like to look into changing the regulations for access to the Klawock River with council approval. Steve Silver, our City Lobbyist could look into this issue for the City. The council was in favor of Jon and Jim working on this.

REPORTS FROM CITY OFFICIALS

Mayor/IFA- Absent excused.

Administrator- Jon provided a written report.

Treasurer- Joyce prepared a sales tax report, and also reported that the City had budgeted \$270,000 for PILT funding, but will receive \$295,000.

Aquatic Manager- Jessica reported working at the pool in preparation for reopening.

City Clerk- Kassi reported working on new tasks associated with the full time position of clerk as well as working on elections. Arthur Martin will be publishing meeting recordings from the Craig council meetings on his webpage, the POW Report.

City Planner- Absent excused provided a written report. Jim See commented that there have not been a lot of developments happening on the city lots that were sold previously, and whether or not the city should keep investing funds into lots that aren't being developed and sold as quickly as predicted. Jon commented that the decision would be left to the council, however the revenue received in relation to the cost is a benefit to the council. Jon also mentioned that there has been interest in the lots set for development.

EMS Coordinator- Absent excused.

Fire- Absent excused.

Harbormaster- Mike provided a written report and added that the gangway in North Cove with the artwork from the students of Craig has been installed.

Library- Kim provided a written report.

Police Chief- RJ provided a written report.

Public Works- Ron provided a written report.

Parks and Rec- Victoria provided a report and added that the Salmon Social will be August 20th at 6:30 p.m. Wilderness first aid course provided by Chaundell in the upcoming week, along with gymnastics workshops in September, October and November.

Parks and Public Facilities- Doug provided a written report.

READING OF CORRESPONDENCE

CONSIDERATION OF RESOLUTIONS AND ORDINANCES

UNFINISHED BUSINESS

Consider Change Order 4- Craig Aquatic Center Renovation Project

DAHL/BAZINET

moved to approve a change order to the Craig Aquatic Center Renovation contract with CBC Construction to increase the total contract amount not to exceed \$13,213.50. Council further moved to direct staff to draw additional funds from the Craig Endowment Fund for the cost of the contract increase.

Jon mentioned that there will likely be another change order coming before the council regarding the wiring that will need to be replaced in the building. Jim asked about the

design firm that worked on this project and why the firm has not been asked to incur the extra cost for the extra electrical work. Jon explained that the wiring would have needed to be replaced either way, but would have had to be included in the upfront cost. The new opening date for the pool is September 15, 2016.

MOTION CARRIED UNANIMOUSLY

NEW BUSINESS

Consider Approval, Island Ride Vehicle for Hire Application

Kassi reported that since the packets were distributed to the Council, Jeff Music DBA Island Ride has submitted a vehicle inspection from the police department, Island Ride's current State of Alaska business license, and remitted the first two quarters of 2015's sales tax.

DAHL/BAZINET

moved to approve Island Ride's application for a Vehicle for Hire permit contingent on remittance of 2015 sales tax by September 1, 2016, and current proof of insurance.

Jim See asked RJ if it would be beneficial for two cabs to run. RJ commented that Island Ride was issued a citation for operating without a license in the last few weeks. RJ explained that Island Ride tends to be more reliable than the other Craig cab business in terms of staying out late to catch the fares leaving the bars.

MOTION CARRIED UNANIMOUSLY

Consider write-off of Craig Cable Account

DAHL/BAZINET

moved to write off Craig Cable lease and interest invoices in the amount of \$19,635.08

MOTION CARRIED UNANIMOUSLY

Motion to Reconsider-Ordinance 689

Jim See requested that this item be put on the agenda for the council to consider making a motion to reconsider Ordinance 689, Sale of City Property to Troy and Di Thain. Jim commented that the Thain's are already using a portion of this property, and Jim would like to see some revenue from the use of the lot. Jim requested that the Thain's attend the meeting tonight but they were not present to discuss the property. The council declined reconsideration of the ordinance.

ADJOURNMENT

TROJAN/DAHL

moved to adjourn at 7:49 p.m.

MOTION CARRIED

APPROVED _____

MAYOR DENNIS WATSON

ATTEST _____
KASSI BATEMAN, CITY CLERK

CITY OF CRAIG MEMORANDUM

To: Craig Mayor and City Council

From: Brian Templin, City Planner

Date: August 26, 2016

RE: Application to Lease City Property, Ken Quigley (DBA QuigCo LLC)

Ken Quigley (DBA QuigCo LLC) has applied to lease Lot 2A, JT Brown Subdivision (currently leased to Stone Arts of Alaska). Mr. Quigley intends to develop the lot to expand his fish processing business. Mr. Quigley currently leases the adjacent lot (Lot 3A) from the city and operates Noyes Island. The lot is approximately 10,000 square feet.

The lease notice will be published in the Island Post September 1 and September 15, 2016 with the public hearing scheduled at the regular city council meeting on September 15th.

Recommendation: Approve the first reading and set the public hearing of Ordinance 686, authorizing the city administrator to negotiate the lease city owned property to Ken Quigley.

**CITY OF CRAIG
ORDINANCE No. 691**

AUTHORIZING THE CITY ADMINISTRATOR TO NEGOTIATE WITH KEN
QUIGLEY (DBA QUIGCO LLC), THE TERMS OF A LEASE OF CITY OWNED
LANDS CONSISTING LOT 2A, JT BROWN 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 lease of approximately 10,000 square feet of city owned upland consisting of portions of Lot 2A, JT Brown Subdivision. Final terms of said lease are subject to the approval of the Craig city council.

Passed and approved this 15th day of September, 2016.

Mayor Dennis Watson

Attest _____
Kassi Bateman, City Clerk

CITY OF CRAIG

ORDINANCE NO. 690

PROVIDING FOR THE ADOPTION OF THE FISCAL YEAR 2016 SUPPLEMENTAL
OPERATING BUDGET

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

Section 1. Classification. This ordinance is a non-code ordinance and is not of a general and permanent nature and shall not become a part of the code of the City of Craig, Alaska.

Section 2. Effective Date. This ordinance shall become effective immediately upon adoption.

Section 3. Authorization and Appropriation. The appropriations identified in "Attachment A" hereto are adopted and authorized for the period of July 1, 2015 through June 30, 2016 and are the budget for that period. The Administrator may modify line item expenditures within an authorized appropriation to another line item in any amount which would not annually exceed ten (10) percent or \$10,000, whichever is more.

Section 4. Unexpended Balances. All unexpended balances lapse as of June 30, 2016.

APPROVED this ____ day of _____, 2016.

MAYOR DENNIS WATSON

ATTEST: KASSI KNOCK, CITY CLERK

City of Craig
Supplemental Budget
June 30, 2016

	Year to Date Actual	Revised Budget	Orginal Budget
General Fund Revenues	\$ 3,785,067	\$ 3,656,429	\$ 3,676,040
<u>Expenditures</u>			
Administration	635,844	662,216	655,638
Aquatic Center	472,059	472,420	584,229
Council	130,533	130,625	113,298
EMS	181,959	190,880	178,561
Facilities & Parks	467,497	469,776	285,772
Fire	28,278	29,100	32,057
Library	111,591	112,929	97,175
Planning	85,845	88,714	86,951
PS Hatchery	56,688	61,000	35,000
Police	972,155	972,352	956,860
Public Works	290,832	291,215	282,185
Recreation	88,390	91,934	102,682
Total General Fund Expenditures	3,521,671	3,573,161	3,410,408
Net Change in Position	263,396	83,268	265,632
Transfers			
To/From Reserves	(66,081)	(80,800)	(380,800)
From Endowment Fund	168,000	168,000	168,000
To Enterpriese Fund	(5,213)	(37,566)	(59,085)
Net Change in Position	\$ 360,102	\$ 132,902	\$ (6,253)
<u>Enterprise Fund</u>			
<u>Revenue</u>			
Sewer Fees	269,006	269,000	293,000
Water Sales	277,566	276,300	294,700
Garbage Fees	292,297	292,000	310,000
Harbor Services	229,376	227,700	251,500
JTB Industrial Services	446,259	443,800	399,031
Cannery Revenue	3,505	3,100	1,000
Total Revenue	1,518,009	1,511,900	1,549,231
<u>Expenses</u>			
Sewer Expenses	253,685	258,180	306,059
Water Expenses	378,165	378,371	331,756
Garbage Expenses	281,490	283,160	307,521
Harbor Expenses	356,507	357,320	296,472

JTB Industrial Park Expenses	249,251	268,235	357,048
Cannery Expenses	4,124	4,200	9,460
Total Fund Expenses	<u>1,523,222</u>	<u>1,549,466</u>	<u>1,608,316</u>
Net Revenue Over Expenses	(5,213)	(37,566)	(59,085)
Transfer from General Fund	5,213	37,566	59,085
Change in Net Assets	-	-	-

City of Craig
Revenue and Expense MTD and YTD
June 30, 2016

Sewer

	M-T-D Actual	Y-T-D Actual	Y-T-D Encumbrance	Y-T-D Revised Budget	Y-T-D Budget
Total Revenues	\$ 23,086.91	\$ 269,006.44	\$ 0.00	\$ 269,000.00	\$ 293,000.00
Total Personnel Expenditures	6,481.28	82,346.23	0.00	81,850.00	105,915.00
Total Benefits Expenditures	3,427.03	42,942.98	0.00	50,320.00	58,817.00
Total Contract Expenditures	606.60	4,911.01	0.00	4,500.00	6,700.00
Total Travel & Expenditures	0.00	1,170.00	0.00	1,190.00	1,725.00
Total Materials Expenditures	544.79	6,740.60	0.00	7,370.00	12,900.00
Total Utilities Expenditures	2,503.18	40,585.32	0.00	40,200.00	32,700.00
Total Repairs & Maint Expenditures	2,325.96	5,330.24	0.00	3,200.00	20,500.00
Total Other Expenditures	642.09	6,537.94	0.00	6,300.00	6,806.00
Total Capital & Debt Expenditures	0.00	63,121.04	0.00	63,250.00	59,996.00

Total Expenditures

\$ 16,530.93 **\$ 253,685.36** **\$ 0.00** **\$ 258,180.00** **\$ 306,059.00**

Excess Revenue Over (Under) Expenditures

6,557.98 15,321.08 0.00 10,820.00 (13,059.00)

Water

Total Revenues	\$ 30,119.86	\$ 277,566.50	\$ 0.00	\$ 276,300.00	\$ 294,700.00
Total Personnel Expenditures	11,798.68	144,462.10	0.00	145,700.00	115,232.00
Total Benefits Expenditures	5,785.76	69,527.42	0.00	67,400.00	61,469.00
Total Contract Expenditures	160.00	8,400.92	0.00	8,500.00	5,000.00
Total Travel & Expenditures	0.00	1,217.50	0.00	1,250.00	2,190.00
Total Materials Expenditures	2,911.59	44,255.43	(1,104.07)	44,400.00	41,400.00
Total Utilities Expenditures	2,944.36	52,801.54	0.00	52,900.00	62,100.00
Total Repairs & Maint Expenditures	0.00	8,833.51	0.00	8,900.00	10,200.00
Total Other Expenditures	654.10	7,181.94	0.00	7,310.00	7,585.00
Total Capital & Debt Expenditures	15,492.90	41,484.60	0.00	42,011.00	26,580.00

Total Expenditures

\$ 39,747.39 **\$ 378,164.96** **\$ (1,104.07)** **\$ 378,371.00** **\$ 331,756.00**

Excess Revenue Over (Under) Expenditures

(9,627.53) (100,598.46) 1,104.07 (102,071.00) (37,056.00)

Garbage

Total Revenues	\$ 25,056.40	\$ 292,296.80	\$ 0.00	\$ 292,000.00	\$ 310,000.00
Total Personnel Expenditures	2,973.54	36,953.14	0.00	36,400.00	32,898.00
Total Benefits Expenditures	4,002.58	29,864.73	0.00	29,600.00	29,013.00
Total Contract Expenditures	20,890.87	202,007.77	0.00	204,110.00	226,500.00
Total Travel & Expenditures	0.00	0.00	0.00	0.00	1,500.00
Total Materials Expenditures	466.14	7,669.14	0.00	8,150.00	12,200.00
Total Utilities Expenditures	0.00	0.00	0.00	0.00	0.00
Total Repairs & Maint Expenditures	0.00	267.40	0.00	500.00	2,500.00
Total Other Expenditures	490.09	4,713.92	0.00	4,400.00	2,910.00
Total Capital & Debt Expenditures	0.00	14.03	0.00	0.00	0.00

Total Expenditures

\$ 28,823.22 **\$ 281,490.13** **\$ 0.00** **\$ 283,160.00** **\$ 307,521.00**

City of Craig
Revenue and Expense MTD and YTD
June 30, 2016

	M-T-D Actual	Y-T-D Actual	Y-T-D Encumbrance	Y-T-D Revised Budget	Y-T-D Budget
Harbor					
Excess Revenue Over (Under) Expenditures	(3,766.82)	10,806.67	0.00	8,840.00	2,479.00
Total Revenues	\$ 23,797.97	\$ 229,375.70	\$ 0.00	\$ 227,700.00	\$ 251,500.00
Total Personnel Expenditures	13,887.10	141,360.97	0.00	148,170.00	118,184.00
Total Benefits Expenditures	4,890.57	81,669.41	0.00	81,900.00	78,269.00
Total Contract Expenditures	0.00	3,750.00	0.00	3,750.00	0.00
Total Travel & Expenditures	470.40	2,851.04	0.00	2,850.00	2,895.00
Total Materials Expenditures	3,887.16	23,182.39	(260.76)	24,500.00	11,760.00
Total Utilities Expenditures	2,761.48	27,901.05	0.00	28,900.00	29,100.00
Total Repairs & Maint Expenditures	(61,470.02)	48,277.47	(1,733.87)	40,750.00	14,789.00
Total Other Expenditures	627.22	22,963.66	0.00	23,000.00	31,475.00
Total Capital & Debt Expenditures	0.00	4,551.50	0.00	3,500.00	10,000.00
Total Expenditures	\$ (34,946.09)	\$ 356,507.49	\$ (1,994.63)	\$ 357,320.00	\$ 296,472.00
Excess Revenue Over (Under) Expenditures	58,744.06	(127,131.79)	1,994.63	(129,620.00)	(44,972.00)
JTB Industrial Park					
Total Revenues	\$ 22,221.67	\$ 446,256.58	\$ 0.00	\$ 443,800.00	\$ 399,031.00
Total Personnel Expenditures	10,023.16	82,226.63	0.00	80,700.00	57,650.00
Total Benefits Expenditures	1,071.11	17,318.28	0.00	21,400.00	40,356.00
Total Contract Expenditures	0.00	6,220.00	0.00	6,910.00	0.00
Total Travel & Expenditures	0.00	0.00	0.00	0.00	0.00
Total Materials Expenditures	326.51	8,307.15	(7.48)	8,400.00	8,043.00
Total Utilities Expenditures	3,306.95	50,299.85	0.00	51,800.00	55,000.00
Total Repairs & Maint Expenditures	17,020.66	78,050.39	2,925.00	82,400.00	5,000.00
Total Other Expenditures	542.00	6,829.00	0.00	6,925.00	11,564.00
Total Capital & Debt Expenditures	0.00	0.00	0.00	9,700.00	179,435.00
Total Expenditures	\$ 32,290.39	\$ 249,251.30	\$ 2,917.52	\$ 268,235.00	\$ 357,048.00
Excess Revenue Over (Under) Expenditures	(10,068.72)	197,007.28	(2,917.52)	175,565.00	41,983.00
Ward Cove Cannery					
Total Revenues	\$ 175.00	\$ 3,505.00	\$ 0.00	\$ 3,100.00	\$ 1,000.00
Total Personnel Expenditures	0.00	0.00	0.00	0.00	0.00
Total Benefits Expenditures	0.00	0.00	0.00	0.00	0.00
Total Contract Expenditures	0.00	0.00	0.00	0.00	2,000.00
Total Travel & Expenditures	0.00	0.00	0.00	0.00	0.00
Total Materials Expenditures	0.00	0.00	0.00	0.00	0.00
Total Utilities Expenditures	154.70	190.11	0.00	200.00	300.00
Total Repairs & Maint Expenditures	0.00	3,099.75	0.00	3,000.00	2,100.00
Total Other Expenditures	2.00	809.78	(6.30)	950.00	2,725.00
Total Capital & Debt Expenditures	0.00	24.00	0.00	50.00	335.00
Total Capital & Debt Expenditures	0.00	0.00	0.00	0.00	2,000.00

City of Craig
Revenue and Expense MTD and YTD
June 30, 2016

	M-T-D Actual	Y-T-D Actual	Y-T-D Encumbrance	Y-T-D Revised Budget	Y-T-D Budget
Total Expenditures	\$ 156.70	\$ 4,123.64	\$ (6.30)	\$ 4,200.00	\$ 9,460.00
Excess Revenue Over (Under) Expenditures	18.30	(618.64)	6.30	(1,100.00)	(8,460.00)

City of Craig

Revenue and Expense MTD and YTD

June 30, 2016

	Y-T-D Current Year	Y-T-D Encumbrance	Total	Revised Budget	Budget
11 Administration					
Total Personnel Expenses	279,267.56	0.00	279,267.56	282,538.00	292,697.00
Total Personnel Benefits Expenses	137,965.30	0.00	137,965.30	134,043.00	146,948.00
Total Contract Expenses	130,278.84	0.00	130,278.84	130,650.00	136,600.00
Personnel Misc Expenses	16,998.40	278.00	17,276.40	18,235.00	17,795.00
Material & Supplies Expenses	12,835.50	0.00	12,835.50	15,350.00	11,200.00
Utilities Expenses	17,687.24	0.00	17,687.24	18,300.00	17,500.00
Maintenance Expenses	2,499.51	0.00	2,499.51	4,400.00	4,308.00
Misc Expenses	34,048.58	0.00	34,048.58	54,700.00	27,590.00
Capital Expenses	3,985.41	0.00	3,985.41	4,000.00	1,000.00
Total Expenditures	635,566.34	278.00	635,844.34	662,216.00	655,638.00
12 Council					
Total Personnel Expenses	15,804.20	0.00	15,804.20	15,000.00	14,700.00
Total Personnel Benefits Expenses	102,133.94	0.00	102,133.94	102,845.00	87,308.00
Total Contract Expenses	563.86	0.00	563.86	620.00	2,500.00
Personnel Misc Expenses	11,735.87	0.00	11,735.87	11,810.00	7,925.00
Material & Supplies Expenses	213.65	0.00	213.65	250.00	150.00
Utilities Expenses	0.00	0.00	0.00	0.00	0.00
Maintenance Expenses	0.00	0.00	0.00	0.00	0.00
Misc Expenses	81.25	0.00	81.25	100.00	715.00
Capital Expenses	0.00	0.00	0.00	0.00	0.00
Total Expenditures	130,532.77	0.00	130,532.77	130,625.00	113,298.00
13 Planning					
Total Personnel Expenses	47,693.34	0.00	47,693.34	50,000.00	47,848.00
Total Personnel Benefits Expenses	32,715.86	0.00	32,715.86	33,124.00	36,333.00
Total Contract Expenses	1,029.40	0.00	1,029.40	1,000.00	0.00
Personnel Misc Expenses	3,326.84	0.00	3,326.84	3,500.00	500.00
Material & Supplies Expenses	140.95	0.00	140.95	150.00	1,050.00
Utilities Expenses	0.00	0.00	0.00	0.00	0.00
Maintenance Expenses	0.00	0.00	0.00	0.00	0.00
Misc Expenses	939.00	0.00	939.00	940.00	1,220.00
Capital Expenses	0.00	0.00	0.00	0.00	0.00
Total Expenditures	85,845.39	0.00	85,845.39	88,714.00	86,951.00
14 Parks & Facilities					
Total Personnel Expenses	126,517.57	0.00	126,517.57	130,600.00	121,583.00
Total Personnel Benefits Expenses	76,731.63	0.00	76,731.63	76,951.00	78,056.00
Total Contract Expenses	5,925.67	0.00	5,925.67	6,250.00	7,200.00

City of Craig

Revenue and Expense MTD and YTD

June 30, 2016

	Y-T-D Current Year	Y-T-D Encumbrance	Total	Revised Budget	Budget
15 Public Works					
Total Expenditures	463,814.27	3,682.87	467,497.14	469,776.00	285,772.00
Total Personnel Expenses	116,105.21	0.00	116,105.21	105,387.00	128,385.00
Total Personnel Benefits Expenses	78,084.44	0.00	78,084.44	86,803.00	91,956.00
Total Contract Expenses	601.00	0.00	601.00	700.00	500.00
Personnel Misc Expenses	1,210.45	0.00	1,210.45	1,200.00	1,675.00
Material & Supplies Expenses	19,898.29	(16.53)	19,881.76	19,900.00	17,540.00
Utilities Expenses	14,602.47	0.00	14,602.47	15,900.00	18,600.00
Maintenance Expenses	28,261.52	885.12	29,146.64	30,000.00	17,000.00
Misc Expenses	3,961.89	0.00	3,961.89	4,025.00	5,029.00
Capital Expenses	27,238.20	0.00	27,238.20	27,300.00	1,500.00
Total Expenditures	289,963.47	868.59	290,832.06	291,215.00	282,185.00
16 Police					
Total Personnel Expenses	533,338.79	0.00	533,338.79	532,604.00	509,465.00
Total Personnel Benefits Expenses	331,535.18	0.00	331,535.18	332,753.00	361,172.00
Total Contract Expenses	1,994.62	1,200.00	3,194.62	3,390.00	1,000.00
Personnel Misc Expenses	4,672.49	0.00	4,672.49	4,705.00	2,000.00
Material & Supplies Expenses	50,225.24	125.50	50,350.74	50,400.00	38,900.00
Utilities Expenses	22,578.06	0.00	22,578.06	24,600.00	25,518.00
Maintenance Expenses	552.97	0.00	552.97	600.00	1,000.00
Misc Expenses	14,187.40	597.22	14,784.62	12,100.00	16,805.00
Capital Expenses	10,580.69	566.51	11,147.20	11,200.00	1,000.00
Total Expenditures	969,665.44	2,489.23	972,154.67	972,352.00	956,860.00
17 EMS					
Total Personnel Expenses	90,195.23	0.00	90,195.23	91,000.00	91,924.00
Total Personnel Benefits Expenses	42,790.99	0.00	42,790.99	43,064.00	53,129.00
Total Contract Expenses	3,058.12	0.00	3,058.12	3,450.00	3,748.00
Personnel Misc Expenses	4,068.00	0.00	4,068.00	4,900.00	3,800.00
Material & Supplies Expenses	20,098.95	941.92	21,040.87	21,600.00	15,400.00
Utilities Expenses	5,536.79	0.00	5,536.79	6,000.00	5,300.00
Maintenance Expenses	4,718.92	0.00	4,718.92	9,146.00	1,000.00

City of Craig

Revenue and Expense MTD and YTD

June 30, 2016

	Y-T-D	Y-T-D	Total	Revised	Budget
	Current Year	Encumbrance		Budget	Budget
Misc Expenses	2,716.63	0.00	2,716.63	2,720.00	3,260.00
Capital Expenses	7,833.69	0.00	7,833.69	9,000.00	1,000.00
Total Expenditures	181,017.32	941.92	181,959.24	190,880.00	178,561.00
18 Fire Department					
Total Personnel Expenses	0.00	0.00	0.00	0.00	0.00
Total Personnel Benefits Expenses	1,644.72	0.00	1,644.72	1,700.00	4,186.00
Total Contract Expenses	0.00	0.00	0.00	0.00	4,200.00
Personnel Misc Expenses	2,559.23	0.00	2,559.23	2,900.00	2,100.00
Material & Supplies Expenses	3,619.78	0.00	3,619.78	3,700.00	1,400.00
Utilities Expenses	4,493.03	0.00	4,493.03	4,500.00	3,800.00
Maintenance Expenses	448.25	0.00	448.25	500.00	2,000.00
Misc Expenses	2,820.00	0.00	2,820.00	3,000.00	4,000.00
Capital Expenses	12,692.90	0.00	12,692.90	12,800.00	10,371.00
Total Expenditures	28,277.91	0.00	28,277.91	29,100.00	32,057.00
19 Library					
Total Personnel Expenses	59,028.58	0.00	59,028.58	62,000.00	63,017.00
Total Personnel Benefits Expenses	32,096.87	0.00	32,096.87	29,689.00	14,010.00
Total Contract Expenses	939.07	0.00	939.07	670.00	0.00
Personnel Misc Expenses	160.00	(100.00)	60.00	160.00	235.00
Material & Supplies Expenses	14,027.28	(904.22)	13,123.06	13,310.00	9,650.00
Utilities Expenses	5,813.56	0.00	5,813.56	6,500.00	8,460.00
Maintenance Expenses	14.36	0.00	14.36	0.00	1,000.00
Misc Expenses	516.00	0.00	516.00	600.00	803.00
Capital Expenses	0.00	0.00	0.00	0.00	0.00
Total Expenditures	112,595.72	(1,004.22)	111,591.50	112,929.00	97,175.00
24 Recreation					
Total Personnel Expenses	38,371.81	0.00	38,371.81	40,500.00	45,291.00
Total Personnel Benefits Expenses	27,192.54	0.00	27,192.54	28,009.00	30,780.00
Total Contract Expenses	3,862.37	0.00	3,862.37	3,900.00	2,500.00
Personnel Misc Expenses	0.00	0.00	0.00	0.00	0.00
Material & Supplies Expenses	3,892.81	0.00	3,892.81	4,000.00	1,700.00
Utilities Expenses	11,013.37	0.00	11,013.37	11,000.00	16,000.00
Maintenance Expenses	0.00	0.00	0.00	0.00	1,000.00
Misc Expenses	2,364.40	0.00	2,364.40	2,525.00	3,411.00
Capital Expenses	1,692.29	0.00	1,692.29	2,000.00	2,000.00

City of Craig

Revenue and Expense MTD and YTD

June 30, 2016

	Y-T-D Current Year	Y-T-D Encumbrance	Total	Revised Budget	Budget
Total Expenditures	88,389.59	0.00	88,389.59	91,934.00	102,682.00
25 Aquatic Center					
Total Personnel Expenses	111,120.23	0.00	111,120.23	112,300.00	167,213.00
Total Personnel Benefits Expenses	72,061.85	0.00	72,061.85	71,500.00	105,982.00
Total Contract Expenses	4,317.56	0.00	4,317.56	4,450.00	4,000.00
Personnel Misc Expenses	272.00	0.00	272.00	300.00	14,969.00
Material & Supplies Expenses	17,734.43	(242.76)	17,491.67	15,520.00	15,000.00
Utilities Expenses	113,720.08	0.00	113,720.08	114,900.00	126,700.00
Maintenance Expenses	5,373.48	0.00	5,373.48	5,600.00	7,500.00
Misc Expenses	6,145.29	0.00	6,145.29	6,200.00	7,365.00
Capital Expenses	141,556.66	0.00	141,556.66	141,650.00	135,500.00
Total Expenditures	472,301.58	(242.76)	472,058.82	472,420.00	584,229.00
31 PSN Hatchery					
Total Personnel Expenses	0.00	0.00	0.00	0.00	0.00
Total Personnel Benefits Expenses	0.00	0.00	0.00	0.00	0.00
Total Contract Expenses	56,364.52	0.00	56,364.52	61,000.00	35,000.00
Personnel Misc Expenses	0.00	0.00	0.00	0.00	0.00
Material & Supplies Expenses	201.33	0.00	201.33	0.00	0.00
Utilities Expenses	0.00	0.00	0.00	0.00	0.00
Maintenance Expenses	0.00	0.00	0.00	0.00	0.00
Misc Expenses	122.80	0.00	122.80	0.00	0.00
Capital Expenses	0.00	0.00	0.00	0.00	0.00
Total Expenditures	56,688.65	0.00	56,688.65	61,000.00	35,000.00

City of Craig
Craig Gov Revenue w Rev Budget
June 30, 2016

	Y-T-D Actual	Revised Budget	Budget	Change
Local Taxes				
Property Tax	597,787	597,700	600,000	87
Sales Tax	1,549,171	1,540,000	1,625,000	9,171
Delinquent Sales Tax	15,434	15,000	2,000	434
Liquor Sales Tax	115,238	115,000	120,000	238
Property Tax Penalties	4,669	5,000	2,000	(331)
Sales Tax Penalties	2,832	2,250	0	582
Total Local Taxes	2,285,131	2,274,950	2,349,000	10,181
State Revenue				
Property PILT Funding	298,338	298,338	300,000	0
State Revenue Sharing	146,041	146,041	145,406	0
Liquor Revenue Sharing	7,700	7,700	10,000	0
Fish Bus Tax - DOR	342,739	250,000	250,000	92,739
Shared Fish Tax - DCED	4,965	4,900	8,000	65
National Forest Receipts	10,000	10,000	0	0
Total State Revenue	809,783	716,979	713,406	92,804
Permits & Fees				
EMS Service Fees	61,025	40,000	50,000	21,025
EMS Training Fees	3,619	3,000	5,000	619
EMS Write Off	(26,490)	(25,000)	0	(1,490)
Aquatic Center Revenue	49,917	49,900	61,000	17
Library Fees	2,534	2,000	1,000	534
Recreation Revenue	11,747	11,000	10,000	747
Senior Card Fees	3,905	3,900	1,000	5
Taxi Permit Fees	0	0	50	0
Building Permit Fees	1,110	1,000	1,000	110
Access Permit Fees	15,897	15,800	7,000	97
Subdivision Fees	115	0	0	115
Total Permits & Fees	123,379	101,600	136,050	21,779
Local Revenue				
Property Lease/Rentals	89,850	89,800	70,000	50
Material Sales	0	0	1,000	0
Equipment Sales	1,175	1,000	0	175
Dump Waste Fees	568	500	0	68
K Salmon Hatchery Support	3,165	0	0	3,165
Total Local Revenue	94,758	91,300	71,000	3,458
Public Safety Funds				
Police-Fines,Citation	11,635	12,000	7,000	(365)
Drivers License Fees	357	0	0	357
Motor Vehicle Commission	65,843	65,000	57,000	843
Dog Licenses	85	0	0	85
State Trooper Dispatch	10,000	10,000	10,000	0
State Jail Contract Revenue	322,724	322,000	286,584	724
Klawock Dispatch	48,455	50,000	50,000	(1,545)
Total Public Safety Funds	459,099	459,000	410,584	99
Other Revenue				
Interest Income (CKNG & CD)	25	0	0	25
Interest Income (A/R)	6,170	6,000	1,000	170
Misc Revenue	6,187	6,100	5,000	87
Donations Received	535	500	0	35

City of Craig
Craig Gov Revenue w Rev Budget
June 30, 2016

	Y-T-D Actual	Revised Budget	Budget	Change
TRANSFER FROM EQUIP. RESERVES	0	60,606	0	(60,606)
TRANSFER FROM CAPITAL RESERVES	0	0	(50,000)	0
TRANS. FRM RESTRICTED FUND NFR	0	0	(400,000)	0
TRANS. FRM RESRV/SPECIAL PROJCT	0	0	135,000	0
Total Other Revenue	12,917	73,206	(309,000)	(60,289)
Total Revenues	\$ 3,785,067	\$ 3,717,035	\$ 3,371,040	\$ 68,032

CITY OF CRAIG MEMORANDUM

To: Craig City Council
From: Jon Bolling, City Administrator
Date: August 26, 2016
RE: September Staff Report

1. USFS Landscape Assessment Project

As a reminder for the council, the US Forest Service intends to develop what's called a landscape assessment document for Prince of Wales Island. The document would satisfy the National Environmental Policy Act requirements for what the USFS says will be a wide range of activities on POW, including timber sales, recreation projects, restoration projects, and other activities over the course of the next 10-15 years. As Craig city administrator, I am part of a POW-based group that hopes to recommend an alternative for the USFS to consider adopting in the assessment document.

The group has secured some funding to hire a third-party facilitator to assist with preparing the group for its meetings, including disseminating technical and resource information from the USFS. An initial solicitation for a facilitator went unanswered, so the group revised the solicitation and has re-advertised. The bulk of the group's work to prepare an alternative for the landscape assessment begins in October.

2. Projects with CTA

City staff continues to work with staff at the Craig Tribal Association to complete bidding and procurement for an upgrade to the city's dispatch center at the Craig Police Department. The \$180,000 grant funding will improve interoperable communications at Craig dispatch, and provide new communication equipment for POW EMS squads. Staff hopes to have the procurement process complete in the next 30 days, with the new equipment being brought online and operational sometime after that date. CTA will procure the equipment and software that are part of the upgrade and arrange for its installation at the dispatch center.

CTA also has secured an intent to award from Alaska DOT/PF funding for installation of sidewalks in and around the Craig Elementary and Middle School properties. CTA staff is working closely with city staff on the next phase of this effort.

The two projects will broaden the range of services the dispatch center can offer to other agencies and communities on POW, and provide safe pedestrian areas along several city streets. Both projects result from efforts by CTA to secure the needed funding.

3. Alaska Mental Health Trust Authority Land Exchange

A bill pending in Congress will provide for a land exchange between the US Forest Service and the Alaska Mental Health Trust. Based on the legislation, the trust would convey to the US Forest Service 18,066 acres near the communities of Ketchikan, Petersburg, Wrangell, Sitka, Meyers Chuck, and Juneau, and receive in exchange 20,920 acres near Ketchikan, Naukati, and Hollis; 12,209 acres of that amount are on POW

Island. The Trust is in negotiations with Viking Lumber Company toward an agreement that would sell all of the old growth in the Naukati area subject to the exchange, about 120 million board feet, to the sawmill.

To date the legislation includes no new public land set-asides, but the legislative process is not yet complete. I will continue to track this legislation with the help of Steve Silver, the city's Washington DC contact.

4. Charter company rental of old fuel dock

Prince of Wales Sportfishing and Sea Hunt Charters rent the old fuel dock and fuel float from the city every summer for use by their charter fishing guests. Their use of the dock is based on an access permit I issue from year to year. The companies asked me recently if I would issue an access permit allowing them to occupy the property for the 2017 season, so that they can plan on use of the site next summer. In 2016, each of the two charter operators paid the city \$1,035 for use of the site from June 1 to September 15. The operators also pay electric, water, and garbage costs.

I am prepared to issue another access permit to the operators, effective from June 1 to September 15 of 2017. If the council has any input it would like to provide to me on this matter, feel free to contact me or raise the matter for discussion at the council's September 1 meeting.

5. USFS Tongass Young Growth Field Trip

I have been invited to attend a US Forest Service-sponsored POW-area field trip meant to foster discussion about young growth management on the Tongass National Forest. The trip is set to take place August 30-September 1. The other attendees include representatives from the office of Sen. Murkowski, Alaska Department of Natural Resources, Mental Health Land Trust Office, University of Alaska lands office, Sealaska Corporation, conservation groups, and timber industry representatives. I think this trip will be useful as the city keeps track of land management issues on the Tongass, and with the pending POW landscape assessment work.

6. Craig Aquatic Center Update

City staff met on August 25 with the project contractor for our weekly progress meeting. The contractor's work schedule shows him missing the contractual substantial completion date of September 6 by at least three days, and possibly longer. Because filling and heating the pools in the aquatic center can occur only after substantial completion, we are now looking at a reopening date of Monday, September 19. Staff plans to begin filling the lap pool on Saturday, September 10. Staff training on the new control systems in the pool building will start on September 12 and run several days that week. Between now and then Jessica and a skeleton crew will undertake painting, cleaning, and other tasks in preparation for reopening.

7. Travel/Leave Schedule

September 20-22: To Petersburg for SE Conference annual meeting.

September 23-28: Personal leave.

City of Craig

Memorandum

To: Mayor Dennis Watson; Craig City Council

From: Jessica Holloway, Aquatic Center Manager

RE: September Report

Date: August 25, 2016

Repairs at the pool are ongoing, there has been some setback that have come up but I have been told that is construction. CBC allowed me into the building on the 18th of August to start cleaning and WOW that's all I can say. I have been nonstop cleaning since I have entered the building.

The basins for the kiddie pool and the big pool were painted on August 28th and look great. The contractors have been great about letting me use their power supply so I can power wash. The bulk of the deck has been power washed once. It will need it again before painting. I will be holding off on that until we are closer to the opening date since there is still a lot of people walking on it. I have been told by the contractor that they should be out of the locker rooms in the next week or so, so I will be able to move on to those.

We are planning to fill the big pool starting on the 10th of September. The new purposed date to open to the public (as long as there are no other setbacks) is September 19th.

On Friday August 19th, Jon and myself as well as two members of the swim team board conducted two separate interviews. One was a man from the UK and the other was a man from New York. We have made an offer and I hope that is will have an answer on if he accepted by the council meeting. We were very happy to receive these since the position has been vacant for a year and there has been very little interest in it. I will keep you updated.

If there are any questions or you are just wanting to take a sneak peek at the building, please feel free to e mail me at pool@craigk.com

Hope everyone had a great summer!!!!

Jessica Holloway

Craig EMS
PO Box 331
Craig, AK 99921



CITY COUNCIL REPORT

AUGUST 26, 2016

PROJECT SUMMARY

REPORT DATE	PROJECT NAME	PREPARED BY
August 26, 2016	Monthly Report	Chaundell Piburn

TRAINING

- ETT classes wrapped up at the end of July.
- EMS training: We are thrilled with our EMT classes. We started classes in July and have continued through August teaching 3 nights a week. On Sunday August 21st we began an island wide training project sponsored by the Health Network. We taught EMT classes, 10 hour days for 12 days, in three communities with three instructors at each site over a live platform called ZOOM (it's like a skype) . It was a new chapter in EMT training. I was thrilled to host these classes and make it work for all these volunteers. These 14 students will complete the EMT 1 basic national level on September 16th with testing and practical's.

EVENTS / PUBLIC OUTREACH

We helped in Coffman Cove during their by the sea event teaching kids preparedness facts.

We hosted a two day Wilderness First Aid class for Victoria.

We are preparing for our EMS symposium event on September 16th & 17th. An incredible instructor has offered to come teach for us. He is paying his own way up here. He is the King County Training Coordinator, Jim Duran. (Any fish donations would be awesome, I would like to send him home with a small box of fish.

We participated in a CODE drill with Peace Health staff.

8/11/16-8/25/16

Submitted by Kimberly Baxter

Volunteer Hours: 22.5

Patron Visits: 924

Circulation: 1037

Computer Usage: 377

Tests Proctored: 2

Meetings: 0

Alaska Digital Library Downloads: 55

Alaska Digital Library use:

Adults- 75.9%

Young Adult – 14.1%

Juvenile – 9.9%

Programs/Events:

Aug. 24th & 31st: Alaska Digital Library Drop In Assistance, 9:30-10:00

Sept. 14th: Alaska Digital Library Drop In Assistance, 9:30-10:00

Sept 16th: EMS testing, 11-2

Sept 24th: Book Club, Accidental Tourist by Anne Tyler

Sept 30th: Knitting Circle 6-8pm

Sept 25th – Oct 1st: Banned Books Week. Read a banned title and get a button.

Child Care Story Time: Every Tuesday, 9:30

Preschool Story Time: Every Friday, 10:00am

Read 1000 Books Before Kindergarten (Ongoing)

We are looking at adding back into our schedule a story time for Craig Head Start on Thursday mornings.

Community Connections, through a grant with the Alaska Mental Health Trust, has gifted the library 28 books, DVDs, and audio books on various parenting and child development topics. This was a wonderful gift that helped us fill and update this section of the library. We will be hosting a display of the donated materials Friday, Sept. 2nd.

Internet: Bytenet out of Juneau, the low bidder for our internet service, will be switching us over Sunday, Aug. 28th.

VISTA:

Ordering for the Crossett Grant for STEM (Science, Technology, Engineering and Math) Backpacks for children is underway. These will be themed sets, housed in a backpack, available for checkout. Topics include: entomology (bugs), marine biology, birdwatching, engineering and more. We will be having a display/open house when they are assembled.

**CITY OF CRAIG
MEMORANDUM**



Date: August 26, 2016
To: Honorable Dennis Watson, Craig City Council
Fr: RJ Ely, Police Chief
Re: Staff Report / August 2016

RJ Ely

ACTIVITY

Activity from August 1, 2016 through August 26, 2016. Dispatch Center took the following amount of calls for service:

Craig	764
Klawock	341
AST	12

DEPARTMENT OF MOTOR VEHICLES

Staying busy and still working on attempting to obtain a Road Testing Computer.

DISPATCHER(S)

Travis Tuttle has completed training and is working solo shifts.

OFFICER(S)

Sgt. Medina completed Strangulation Response, Investigation & Prosecution Training.

OTHER

I'm working with Harbormaster to rewrite Title 4 of Craig Municipal Code. I will also be working on other sections as well, as time permits.

KRYF (Ketchikan Regional youth Facility) will close effective September 15, 2016.

I attended A.L.I.C.E. Training (Alert, Lockdown, Inform, Counter, Evacuate) with School Staff. Active Shooter Training for Civilian's.

Ofc. Bixler is progress well at the Academy / graduation is November 10, 2016

Memo

To: Mr. Mayor, Craig City Council

From: Ron McIntosh, Public Works Director

CC: Jon Bolling, City Administrator

Date: August 26, 2016

Re: Public Works Council Report for September 1, 2016

Activities and status:

1. **NO UPDATE.** The City of Craig Phase 4 Paving Project is still scheduled to begin in August on utilities and grading. Paving is still scheduled for 2017.

Issues have arisen with the construction coordination pertaining to some alignment adjustments with regards to power poles and some additional unforeseen drainage requirements. This will result in some additional increases in cost for drainage structure.

Procedures with APT are moving forward for the power pole issues.

2. Public Works and Facilities is still waiting for materials to install a boardwalk extension across the front of the Ruth Ann's Restaurant site, connecting the walking surface for pedestrians. This work is waiting on the remaining materials from the vendor.
3. Alder trimming and signage repair and replacement continue.

Public Works continues to address day to day operations and issues. If you have any questions or any specific issues, please feel free to contact me.

Thank you,

RCMc

Craig Recreation Report to the Craig City Council for
September 2016, Submitted by Victoria Merritt

Summer is over. The weather has been nice for the 4th of July and the soccer program. Fall is another busy season with school back in session. Kara Cook is coming to work as my recreation assistant. She will be helping with the after school program and opening the Youth/Recreation Center a night or two a week. Kara will also be helping me clean the Center. She is hardworking and good with kids and will be a great asset to my programs.

We have new signs at the City Gym and the Youth and Recreation Center. They were designed by me and made by the Camo Shop. They give the numbers for activities and rentals.

The Youth Wilderness first aid class was a great success with 35 participants. Thanks to Amy Erickson and Chaundell Piburn. This class was sponsored by the POW Health Network!

Soccer season Ended on the 27th of August with a potluck and a family game with a water fight and tshirt prize! We have had great participation and fun coaches. Thanks to Steve and Jill Lucey and Trampis and Trish Conaster! Adult Soccer is on summer break, They will be leaving up the soccer goals for outdoor adult recreation play thru September. Contact Steve or Jill if you want to play.

Summer fun days ended Tuesday August 31. It was a program for all school aged children that met at the Craig City Gym on Tuesdays and Thursdays at 3pm then we went skating or played dodgeball with the Craig Police,

Now it is time for the after school program to start back up. 3-5 Monday thru Thursday and 2 to 5 on Fridays. Meet at the Craig Youth/Recreation Center. Monday will be building and beading. Tuesday crafts and skating, Wednesday cooking science and open gym. Thursday the big event is dodge-ball with the Craig Police at 4pm and movies on Fridays at 2:30. A \$2 donation is requested. After school will start August 30 from 3-5

Youth and Recreation Center has magic and D and D Saturdays at 3 with Jon Wilburn. Yoga is on hiatus. Spanish

Conversation is on Wednesdays at 6pm for free! We need native speakers or those who have taken some Spanish. Come join the fun.

The next Swap Meet has been pushed back to September 3rd as a back to school event. 10 to 2 at the Craig City Gym. rent a table by calling Craig City Hall at 826-3275 or me at 826-2575, non profits are free and other tables are \$10 for the 1st and 5\$ for additional, unless you just show up tomorrow and then it is \$15. Come shop and find treasure!

At the Craig City Gym the POW Salty Roller Girls Roller Derby team meets on Monday and Wednesday at 6 to practice, adults are welcome. Skating or blading every Friday at 7pm , \$1 admission, \$2 rents skates or blades. Open Gym Volleyball is held Tuesdays and Thursdays at 7pm. Lonnie Mills and Carrie Dawn Durgan will open the gym at 8:30pm for youth basketball for 5 middle schoolers! Open Gym Volleyball is held Tuesdays and Thursdays at 7pm. Karate is held Tuesday, Thursday and Friday at 7pm

Gymnastics instructor Julie McDonald will be offering 3 gymnastics workshops, the 2nd Saturday in Sept. Oct. and Nov. First class is September 10th. Ages 2 and up.

The City Gym can be rented for \$15 an hour and the Craig Youth/Recreation Center for \$25. The Craig 4th of July committee is renting out the bouncy house for parties for just \$75 an hour and that includes a committee member to run the house but you must rent the gym first and make arrangements for the bounce house thru Hannah Basinet.

Tina Nickerson will be offering a HIIT High intensity Interval Training Program in October.

The Harvest Festival will be held in October with some fun embellishments. Then it will be time for Bazaar season.

The gym floor is scheduled to be refinished September 19th and will be closed for a couple of weeks. I will be on a trip during that time, Cancer check up, 3 funerals and a birthday. I know how to have a vacation. Kara will cover the afterschool program while I am gone and the floor in the gym will be drying so there will be no activities.

A Big Thank YOU! To all who helped to make The King Salmon Social a great success. This is the first year that the City of Craig has run the Derby and the social.

Volunteers: Doug Rhodes, auctioneer. Wayne Baxter- Donation collection, Greg Dahl for all of his help. Melanie McMillan, Lennon Von Weller, Set up and music. Kathy Peavey for her lights, tent and inspiration, Liam Price, Jon Bolling and Shane- muscle. Set up and Decorating: Melissa Walters and Stephanie Merritt , Liam and Greta Andrews, Cheryl Fecko. Kim Baxter, Karen Coffee and Cathy Bolling. Barb Stanley, Kara Cook Duncan, Rose Maloney, Mary Rose The City Departments all pitched in. Special thanks to Mike Peele and crew at Harbors for getting the building ready. Ralph and Edith Mackie and Melissa Walters for running the bar. Socail Ticket sales: Joyce Mason. Jeff Lundberg and the Moose for use of their ticket tumbler If I missed your name, I apologize. Thank you.

Businesses that donated prizes and cash: AC Thompson House- Donation of the food and Queen Sized bed and frame. Tyler Rental for the porta potties and Nail gun. AC Klawock, 5 one hundred dollar gift certificates, Alaska Gifts- sculpture, Catch a King Charters a charter for four, , Log Cabin- 4 fishing poles, Black Bear,-fishing gear, Klawock AC 5 \$100 Gift Certificats, The IFA-rt walk on, Island Air Express- 2 RT tickets, Viking Lumbe-1/2 pallet of fire bricks, Petro Marine, 4 \$50 Gift Cert., First Bank-5 hats, Napa, Bay Company, Victoria's Designs, A Place to Stay, Clothes Co., Wells Fargo, Fireweed Lodge- 2 nights stays with food. JS Tru Valu, Stephanie Jurries,& Strictly Local,-Salmon print, Di and Troy Thain - Dream Catcher B&B-native art, Mary Walters and Robert Schroeder, Island Processing \$100 gift cert., Dockside Café- 2 meals, Arrowhead LP and Transfer, 2 \$50 gift, Off the Hook Taxidermy-salmon, A place to Stay- wooden handcrafted table, Theresa and Terry Mackey-mosaic fish.

Kelsey Sheakley was the \$10,000 Raffle Winner!

Businesses that donated prizes and cash:

Moose Lodge- Use of tumbler	
AC Thompson House- Donation of the food and Queen Sized bed and frame.	\$1800
Tyler Rental for the porta potties and Nail gun.	\$565
AC Klawock, 5 one hundred dollar gift certificates,	\$500
Catch a King Charters a charter for four,	\$1000
Log Cabin Sprts- 4 fishing poles	\$280
Black Bear Store Fishing gear and was a weigh in station , The IFA, one round trip walk on	\$155
Island Air Express, 2 rt airfare	\$280
Viking Lumber, ½ pallet of fire bricks	\$100
Petro Marine, 4-\$50 fuel certificates	\$200
First Bank, 5 hats	\$50
Napa, tools	\$108
Bay Company, float tube- speaker system and vhf radios	\$500
Victoria's Designs, wool Blanket	\$55
A Place to Stay, handcrafted wooden table	\$500
Clothes Co-Salmon Sisters Sweater	\$70
Wells Fargo, hats and misc. lights, adapters	\$100
Fireweed Lodge. 2 nights stay at the lodge including meals	\$850
JS Tru Valu, 5-\$25 gift certificats and Saws all	\$225
Stephanie Jurries, and Strictly Local, King Salmon Print	\$65
Di and Troy Thain -Dream Catcher B&B, 3 native art prints	\$1000
Mary Walters and Robert Schroeder,	\$100
Island Processing, \$100 processing	\$100
Dockside Café, - 2 meals	\$50
Arrowhead LP and Transfer, 2 \$50 gift Certificates	\$100
Off the Hook Taxidermy, Framed salmon	\$250
Theresa and Terry Mackey. Mosaic salmon	\$200
Wildfish a case of canned salmon	\$100
Hill Bar half the proceeds from the beer and wine sales'	



Parks & Public Facilities

8/26/2016

Staff Report - August 2016

To: Craig Mayor and City Council

From: Douglas Ward

Projects completed:

- Tree work at Triangle Park.
- Tree removal and sidewalk installation at Power Building.
- Tree removal and thinning at Police Department Building.
- Assist Public works with brushing at False Island.

Projects currently in progress:

- Triangle Park slope removal.
- Annual Wood Boiler Maintenance. 95% complete
- Tree work and undergrowth removal at Ralph James Park.
- Jogging path annual weed eat & clean-up.
- Exterior door replacement at Wastewater treatment Plant
- Seaplane Building roof installation. 98% complete (short materials)



Our department cut grass in city parks, and cut weeds around city buildings and properties. We also performed routine maintenance and repairs on city buildings and properties.

Work Orders Completed This Month:



Parks & Public Facilities

8/26/2016

-  High-1326-Take out trees on corner of building.xls
-  High-1332-Install city gym sign on fence below Tsunami Sign.xls
-  High-1333-Install two signs, one on building at bottom of ramp, the other on 3rd St. side top of ramp.xls
-  High-1335-Take down alders at police station..xls
-  High-1336-Troubleshoot Video camera and microphone in Patrol office, and repair.xls
-  High-1337-Repair leaking drain on sink in exam room #3.xls
-  High-1338-Light fixture in Lab is not working.xls
-  High-1339-Replace 2 bulbs in tank farm area.xls
-  High-1341-Replace Windsock on Float.xls
-  High-1342-Repair fencing and lower bars in Kennels.xls
-  High-1343-Fabricate new smoke doors for wood boiler.xls
-  High-1344-Change out bad bulbs on Front porch of P.D. Building.xls
-  High-1345-Move counter from east wall to south wall in reception office.xls
-  High-1346-Troubleshoot camera for cell#1.xls
-  High-1348-Re Hang light fixture in downstairs womens bathroom.xls
-  High-1349-Check out motor that is not starting.xls
-  High-1350-Entrance door won't latch. Hallway door rubbing on top..xls
-  High-1351-Assist Public Works with brushing on False Island.xls
-  High-1353-Re-program keypad entrance codes.xls
-  High-1355-Assist volunteers with sidewalk construction at POWER Bulbing..xls
-  High-1356-Troubleshoot D.C. motor at Wastewater Treatment Plant..xls
-  Low-1096-Replace picnic table.xls
-  Medium-1277-Tree Work at Triangle park.xls
-  Medium-1340-Wash all exterior windows at city hall.xls

A View of Alaska's Budget Choices if ...

...there is no action by the Legislature or if only the permanent fund restructure (SB128) is passed but no taxes

Governor Walker's plan balances the state's budget within two years through a combination of continued spending cuts, sustainable use of permanent fund earnings, and modest tax increases.

Absent legislative action to implement the components necessary for the balanced and sustainable budget, below are two budget scenarios showing what a state budget would be when Alaska is faced with reducing spending to meet available revenue. One is the "No Action Plan" and requires a state budget of \$1.5 billion revenue. This revenue level assumes an optimistic \$55/bbl price of oil, increasing over time to offset production declines. The other is the "SB128 but No Tax Plan" and assumes a budget of \$3.4 billion, \$1.5 billion current revenue at \$55/bbl plus \$1.9 billion, the amount expected if SB128 passes the legislature, but no other revenue measures. The CBR will be completely depleted in FY18 without new revenue measures. In FY19, Alaska could be facing these scenarios.

No Action Plan:

The CBR will be completely depleted in FY18. After that, Alaska's current revenue structure will produce approximately \$1.5 billion in unrestricted general funds (UGF), assuming oil price returns to \$55/bbl. Petroleum based tax and royalty at \$55/bbl produce about \$950 million and all other taxes; corporate, excise, fees, and investment income, are \$550 million. Table 1. on page 3, shows an example of what the budget by agency would need to be to fit within the available \$1.5 billion revenue. Below are observations and impacts of a \$1.5 billion spending:

- The budget would be one-third of the current FY17 budget and only one-quarter of the FY15 budget.
- Most government agency operating budgets would be 10 to 20% of current levels, a level similar to state spending experienced in the late 1960's.
- School funding would be reduced to 32% of the current \$1.25 billion, dropping to \$400 million.
- Local education employment would fall from the current 24,400 to an estimated 10,000 statewide.
- The Alaska Performance Scholarship and Power Cost Assistance would end in FY19.

- Medicaid and other health formula funding would be reduced by 25% to maintain as much federal coverage as possible.
- All other health programs would be shut down, privatized, or significantly reduced. These include senior benefits, child care benefits, homeless assistance, victim's assistance, housing programs, pioneer homes, health clinics, public health labs, etc.
- Fish and Game, Environmental Conservation, and Natural Resources combined would have \$18 million in operating revenue compared to \$134 million total in FY17. This represents less than 10% of the FY15 funding level.
- Transportation's operating budget would be less than \$40 million compared to the \$218 million. Road maintenance and ferry service would end for some segments and be significantly curtailed on others. Many of the 240 state maintained airports would be closed, and the rest would have reduced operations.
- The legislature would have a budget of \$11.6 million compared to the current \$64 million 15% of FY15. The current budget is just over \$1M per legislator, it would drop to \$193,000 per legislator.
- There would be no 'on behalf' retirement payments, no school debt reimbursement, and no community revenue sharing, shifting all those costs to local governments.
- There would be no rural school construction funding or rural school maintenance.
- Most prisons would be closed, and prisoners either released early or send to out of state facilities as a result of funding at 25% of current level.
- Public safety would be 25% of current level, leaving most areas without trooper presence.
- The capital budget would be less than \$20 million costing the state federal highway match funding.
- AVTEC and most University campuses would loss all state funding. Any campuses remaining campuses would receive one-third or less of current revenue.
- Up to 50% of state and university facilities would need to be sold or shuttered.
- State Library and Museum facilities would operate only at the level that could be sustained by earned revenue and fund raising.
- State employment would drop by an estimated 12,000 employees (25,000 total, ~13,000 UGF funded, cut 70% of UGF employees, and cut 25% of state employees on other fund sources due to lack of matching funds).
- The drop in state and education employment plus the reduction in Medicaid would precipitate significant reduction in health care spending compounding overall state job losses.
- The amount spent for the Permanent Fund Dividend would nearly match the total state budget.

The SB128 but No Tax Plan:

Alaska's current revenue structure will produce approximately \$1.5 billion in unrestricted general funds (UGF) if oil price returns to \$55/bbl. If the Senate Bill 128 (Permanent Fund Protection Act) is passed in its current form, state revenue will increase by ~\$1.9 billion and provide total UGF of \$3.4 billion. Table 3. on page 5, shows an example of what the budget would need to be to fit within \$3.4 billion revenue. Below are observations and impacts of a \$3.4 billion spending:

- The budget would be 78% of the current FY17 budget and just over half, 56%, of the FY15 budget.
- Most government agency operating budgets would be cut an additional 25% from the current levels and operate at 40-60% of the FY15 level.
- School funding would be reduced to 80% of the current \$1.25 billion, dropping to \$1.0 billion.
- Local education employment would see 3,000 to 5,000 fewer employees from the current 24,400.
- Medicaid and other health formula funding would be reduced by 10% to protect federal coverage.
- All other health programs would see an additional 25% reduction, impacting senior benefits, child care benefits, homeless assistance, victim's assistance, housing programs, pioneer homes, health clinics, public health labs, etc.
- Fish and Game, Environmental Conservation, and Natural Resources combined would have \$100 million in operating revenue compared to \$134 million total in FY17. This represents about 59% of the FY15 funding level. Higher fees for permitting and inspections would be expected.
- Transportations operating budget would be \$163 million compared to the \$218 million. Road maintenance and ferry service would be curtailed. Many of the 240 state maintained airports would be closed or have reduced operations.
- The legislature would have a budget of \$48.5 million compared to the current \$64 million over 60% of FY15. The current budget is just over \$1 million per legislator, it would drop to \$800,000 per legislator.
- There would be no 'on behalf' retirement payments, no school debt reimbursement, and no community revenue sharing shifting those costs to local governments.
- The Alaska Performance Scholarship and Power Cost Assistance will be reduced and eliminated within 5 years.
- There would be no rural school construction funding and minimal rural school maintenance.
- Corrections would be reduced an additional 10%. Two or possibly three prisons would be closed and some prisoners will be housed out of state.

Table 1. Budget Choices Alaska Would Face at \$1.5B (in thousands)

Revenue Level	1.5 Billion			
	FY2017 Budget	Total Budget	Percent of FY2017	Percent of FY2015
Basic Administration (Gov, Admin, Revenue)	\$ 120,066	\$ 21,611.9	18%	14%
Legislature	\$ 64,676	\$ 11,641.7	18%	15%
Courts	\$ 106,614	\$ 19,190.4	18%	17%
Transportation	\$ 218,336	\$ 38,890.8	18%	14%
Education (Formula)	\$ 1,248,790	\$ 400,000.0	32%	30%
Education (Non Form)	\$ 35,694	\$ 5,000.0	14%	9%
Capital	\$ 96,137	\$ 17,304.7	18%	3%
DNR&Fish&Game&DEC	\$ 134,474.8	\$ 17,481.7	13%	9%
All Other Government Functions	\$ 102,580.4	\$ 13,335.5	13%	7%
Debt	\$ 182,192	\$ 90,693.9	50%	41%
Retirement on Behalf Payments	\$ 134,419	\$ -	0%	0%
State Employer Share of Retirement	\$ -	\$ 40,124.4		
Oil & Gas Credits	\$ 32,000	\$ -	0%	0%
Corrections	\$ 266,372	\$ 66,593.0	25%	22%
Public Safety	\$ 156,255	\$ 39,063.6	25%	23%
H&SS Medicaid and Other Formula	\$ 724,131	\$ 543,097.9	75%	63%
H&SS Operations and Grants	\$ 354,214	\$ 99,761.1	28%	26%
Transfers / REAA / Community Revenue	\$ 62,491	\$ -	0%	0%
University	\$ 324,884	\$ 76,209.0	23%	21%
Total	\$ 4,364,324	\$ 1,500,000	34%	25%

The cost shift to communities would be significant. Table 2. shows the impact of the cost shifting to communities of varying sizes assuming a total state budget of \$1.5 billion. As the largest community, Anchorage would face a \$332 million state revenue reduction, equating to 65% of Anchorage's current property tax revenue. This compared to the FY17 vetoes of \$14.8M.

Table 2. Revenue Loss Communities Face with No Action Plan (in thousands)

Community	Eliminate On Behalf Retirement Payments		Eliminate Urban School Debt Assistance	Fund K-12 Formula at \$400 million		Total at \$1.5 Billion Revenue
	(Muni)	(SD)	School Debt	Pupil Trans	Foundation	Total
Anchorage	\$ 4,828.6	\$ 37,993.9	\$ 44,852.8	\$ 15,630.3	\$ 229,034.0	\$ 332,339.6
Mat-Su	\$ 518.7	\$ 13,314.0	\$ 22,779.2	\$ 11,630.5	\$ 116,232.6	\$ 164,475.0
Juneau	\$ 928.1	\$ 4,075.8	\$ 12,302.3	\$ 2,134.8	\$ 25,735.9	\$ 45,176.7
Kodiak	\$ 266.5	\$ 1,873.4	\$ 5,515.5	\$ 1,407.9	\$ 18,526.4	\$ 27,589.7
Kake	\$ -	\$ 122.0	\$ -	\$ 19.9	\$ 1,272.8	\$ 1,414.7

- Public safety would be reduced an additional 10% from the current level, leaving some areas without trooper presence.
- The capital budget will remain at the minimal level to meet federal highway and other match requirements at \$100 million.
- University funding would be reduced another \$80 million likely forcing campus closures and possible divestitures to communities.
- Some state and university facilities would need to be sold or shuttered.
- State employment would drop by another 2,000 employees on top of the 2,100 fewer expected by the end of FY17.

Table 3. Budget Choices Alaska Would Face at \$3.4B (in thousands)

Revenue Level	3.4 Billion			
	FY2017 Budget	Total Budget	Percent of FY2017	Percent of FY2015
Basic Administration (Gov, Admin, Revenue)	\$ 120,065.9	\$ 90,049.4	75%	59%
Legislature	\$ 64,676.0	\$ 48,507.0	75%	62%
Courts	\$ 106,613.6	\$ 79,960.2	75%	71%
Transportation	\$ 218,336.1	\$ 163,752.1	75%	59%
Education (Formula)	\$ 1,248,789.9	\$ 1,000,000.0	80%	74%
Education (Non Form)	\$ 35,693.7	\$ 26,770.3	75%	47%
Capital	\$ 96,137.1	\$ 108,947.1	113%	18%
DNR&Fish&Game&DEC	\$ 134,474.8	\$ 100,856.1	75%	53%
All Other Governemnt Functions	\$ 102,580.4	\$ 76,935.3	75%	41%
Debt	\$ 182,191.9	\$ 90,693.9	50%	41%
Retirement on Behalf Payments	\$ 134,419.4	\$ -	0%	0%
State Employer Share of Retirement	\$ -	\$ 40,124.4		
Oil & Gas Credits	\$ 32,000.0	\$ 32,000.0	100%	5%
Corrections	\$ 266,372.0	\$ 239,734.8	90%	81%
Public Safety	\$ 156,254.5	\$ 140,629.1	90%	82%
H&SS Medicaid and Other Formula	\$ 724,130.5	\$ 651,717.5	90%	75%
H&SS Operations and Grants	\$ 354,213.7	\$ 265,660.3	75%	68%
Transfers / REAA / Community Revenue	\$ 62,491.0	\$ -	0%	0%
University	\$ 324,883.5	\$ 243,662.6	75%	66%
Total	\$ 4,364,324.0	\$ 3,400,000.0	78%	56%

Even at the increased \$3.4 billion budget level, the cost shift to communities would be significant. Table 4. On page 6, shows the impact of the cost shifting to communities of varying sizes assuming a total state budget of \$3.4 billion.

Table 4. Revenue Loss Communities Face with the SB128 but No Tax Plan (in thousands)

Community	Eliminate On Behalf Retirement Payments		Eliminate Urban School Debt Assistance	Fund K-12 Formula at \$1.0 billion		Total at \$3.4 Billion Revenue
	(Muni)	(SD)	School Debt	Pupll Trans	Foundation	Total
Anchorage	\$ 4,828.6	\$ 37,993.9	\$ 44,852.8	\$ 5,137.2	\$ 75,276.0	\$ 168,088.5
Mat-Su	\$ 518.7	\$ 13,314.0	\$ 22,779.2	\$ 3,822.6	\$ 38,201.9	\$ 78,636.3
Juneau	\$ 928.1	\$ 4,075.8	\$ 12,302.3	\$ 701.6	\$ 8,458.5	\$ 26,466.3
Kodiak	\$ 266.5	\$ 1,873.4	\$ 5,515.5	\$ 462.7	\$ 6,089.0	\$ 14,207.1
Take	\$ -	\$ 122.0	\$ -	\$ 6.5	\$ 418.3	\$ 546.9

Without a broad based statewide tax, these costs will likely be shifted to communities. Using the Mat-Su Borough as an example; the community would need to increase property taxes by 7 mills to cover this lost revenue if they wanted to maintain schools at the current level. If they chose not to maintain school funding, just the debt assistance and 'on behalf' retirement payments equates to an additional 3 mills. In addition to all the other services lost, a Mat-Su Borough resident with a \$200,000 home would pay \$600 to \$1,400 more in property tax; this is very similar to a 1% income tax yet does not include help from non-residents.

City of Craig Memoranda

Date: August 26, 2016

To: City Mayor & City Council

From: Joyce Mason, Treasurer

Re: King Salmon Derby

The attached sheet is a summary of the revenue and expenses for this year's salmon derby. This year was the first year I was involved with the derby. The process went well but next year I hope to have additional vendors selling tickets.

The social went well even with other events conflicting with the date. Victoria did a very nice job with the social and deserves a big Thank you. Hopefully next year we are able to have a larger crowd that represents Craig and Klawock.

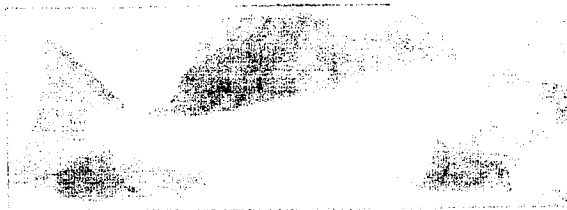
If you have any suggestions please contact Victoria or myself.

Joyce Mason

Prince of Wales Hatchery City of Craig
Derby Historical Data

	2016	2015	2014	2013	2012	2011	2010	2009
Net Profit from Derby	\$20,800.00	\$21,230.00	\$24,375.13	\$16,533.12	\$24,677.09	\$15,002.00	\$13,670.18	\$28,228.26
Total Income	\$ 39,400.00	\$39,580.00	\$42,143.29	\$37,383.00	\$41,927.09	\$33,788.00	\$31,957.00	\$50,661.00
Total Expenses	\$ 18,600.00	\$18,350.00	\$17,768.16	\$20,849.88	\$17,250.00	\$18,786.00	\$18,286.82	\$22,432.74
Total Ticket Sales pre Social	\$ 30,745.00	\$29,685.00	\$30,045.00	\$26,015.00	\$19,425.00	\$18,217.00	\$22,695.00	\$25,565.00
\$35 Derby/Raffle Tickets	770/\$26950	751/\$26,285.00	771/\$26,985.00	593/\$20,755.00				
\$20 Raffle Only Tickets	111/\$2395	90/\$1,800.00	108/\$2,160.00	188/\$3,760.00				
\$100 Family Tickets	14/\$1400	16/\$1,600.00	9/\$900.00	15/\$1,500.00				
Total Derby Dinner Proceeds	\$ 8,730.00	\$9,895.00	\$12,098.29	\$12,658.00	\$22,391.50		\$9,262.00	\$12,820.00
Dinner Tickets/ Entry Fee	150/\$1500	167/\$1,670.00		77/\$1,540.00				
Grand Prize Tickets	114/\$2280	88/\$1,760.00	Approximately 156/\$3,120.00	80/\$1,600.00				
Bucket Raffle Tickets/Auction	\$ 4,755.00	\$6,465.00		\$8,788.00				
Donations	195			\$730.00	\$266.00			

Winners of the 2016
Craig/Klawock
King Salmon Derby!



May 15 to June Derby

1 st Place:	Selena Jaeger - Craig.	42.0
2 nd Place:	Ron Piziali - Craig	37.3
3 rd Place	Tony Lirot - WA	34.1

July to August 15

1 st Place:	Doug Carl - Klawock -	44.2
2 nd Place	Daniel Bertolucci, CA	43.3
3 rd Place	Allen Price, CA	41.0

Proceeds benefit the enhancement
of King Salmon
for Prince of Wales Island.
The King Salmon Derby
is run by the City of Craig.
Your support is appreciated.



US Army Corps
of Engineers
Alaska District

ANCHORAGE
Regulatory Division (1145)
CEPOA-RD
Post Office Box 6898
JBER, Alaska 99506-0898

RECEIVED
AUG 22 2016

Public Notice of Application for Permit

PUBLIC NOTICE DATE: Aug 17, 2016
EXPIRATION DATE: September 19, 2016
REFERENCE NUMBER: POA-2007-601-M1
WATERWAY: Klawock Inlet

Interested parties are hereby notified that a Department of the Army permit application has been received for work in waters of the United States as described below and shown on the enclosed project drawings.

Comments on the described work, with the reference number, should reach this office no later than the expiration date of this Public Notice to become part of the record and be considered in the decision. Please contact Ms. Amanda Whittier at (907) 753-5582, toll free from within Alaska at (800) 478-2712, by fax at (907) 753-5567, or by email at Amanda.L.Whittier@usace.army.mil if further information is desired concerning this notice.

APPLICANT: Mr. Terrence L. Smith; Post Office. Box 1031, Craig, AK 99921.

LOCATION: The project site is located within Section 5, T. 74 S., R. 81 E., Copper River Meridian; USGS Quad Map Craig B-4; Latitude 55.4775° N., Longitude 133.1453° W.; Prince of Wales-Hyder Census Area; in Craig, Alaska.

PURPOSE: The applicant's stated purpose is to construct a dock to provide additional moorage.

PROPOSED WORK: The applicant proposes to:

- Construct a pier structure that would in total have a 5-foot by 110-foot pile supported dock with three 5-foot by 38-foot fingers. The applicant would utilize the current structure previously permitted but not completed. Six additional 8-12 inch pilings would be driven for the structure;

- Three areas within the pier structure would be dredged to -5.3 feet Mean Lower Low Water (MLLW) for a total of 1,500 cubic yards of material. The material would be placed behind the riprap wall and on uplands; and,
- Discharge 15 CY of shot rock on the southern boundary of the project area from below mean high water to 0 feet MLLW.

All work would be performed in accordance with the enclosed plan (sheets 1-5), dated July 1, 2016.

APPLICANT PROPOSED MITIGATION: The applicant proposes the following mitigation measures to avoid, minimize, and compensate for impacts to waters of the United States from activities involving discharges of dredged or fill material.

- a. Avoidance: The proposed project would be for the placement of a pier structure in waters of the U.S., complete avoidance of impacts would not be possible. However, eel grass beds near the property have been avoided.
- b. Minimization: The proposed project would place the minimal fill necessary to stabilize the area that is proposed to be dredged.
- c. Compensatory Mitigation: Compensatory mitigation has not been proposed.

WATER QUALITY CERTIFICATION: A permit for the described work will not be issued until a certification or waiver of certification, as required under Section 401 of the Clean Water Act (Public Law 95-217), has been received from the Alaska Department of Environmental Conservation.

CULTURAL RESOURCES: The latest published version of the Alaska Heritage Resources Survey (AHRs) has been consulted for the presence or absence of historic properties, including those listed in or eligible for inclusion in the National Register of Historic Places. There are no listed or eligible properties in the vicinity of the worksite. Consultation of the AHRs constitutes the extent of cultural resource investigations by the District Commander at this time, and he is otherwise unaware of the presence of such resources. This application is being coordinated with the State Historic Preservation Office (SHPO). Any comments SHPO may have concerning presently unknown archeological or historic data that may be lost or destroyed by work under the requested permit will be considered in our final assessment of the described work.

ENDANGERED SPECIES: The project area is within the known or historic range of the humpback whales (*Megaptera novaeangliae*). We have determined the described activity may affect the humpback whales, and would have no effect on any designated or proposed critical habitat. We will initiate the appropriate consultation procedures under section 7 of the Endangered Species Act with the National Marine Fisheries Service (NMFS). Any comments they may have concerning endangered or threatened wildlife or plants or their critical habitat will be considered in our final assessment of the described work.

ESSENTIAL FISH HABITAT: The Magnuson-Stevens Fishery Conservation and Management Act, as amended by the Sustainable Fisheries Act of 1996, requires all Federal agencies to consult with the NMFS on all actions, or proposed actions, permitted, funded, or undertaken by the agency, that may adversely affect Essential Fish Habitat (EFH).

The project area is within the known range of the species chum (*Oncorhynchus keta*), Coho (*O. kisutch*), pink (*O. gorbuscha*), and sockeye (*O. nerka*) salmon. We have determined the described activity would not adversely affect EFH in the project area.

TRIBAL CONSULTATION: The Alaska District fully supports tribal self-governance and government-to-government relations between Federally recognized Tribes and the Federal government. Tribes with protected rights or resources that could be significantly affected by a proposed Federal action (e.g., a permit decision) have the right to consult with the Alaska District on a government-to-government basis. Views of each Tribe regarding protected rights and resources will be accorded due consideration in this process. This Public Notice serves as notification to the Tribes within the area potentially affected by the proposed work and invites their participation in the Federal decision-making process regarding the protected Tribal right or resource. Consultation may be initiated by the affected Tribe upon written request to the District Commander during the public comment period.

PUBLIC HEARING: Any person may request, in writing, within the comment period specified in this notice, that a public hearing be held to consider this application. Requests for public hearings shall state, with particularity, reasons for holding a public hearing.

EVALUATION: The decision whether to issue a permit will be based on an evaluation of the probable impacts, including cumulative impacts of the proposed activity and its intended use on the public interest. Evaluation of the probable impacts, which the proposed activity may have on the public interest, requires a careful weighing of all the factors that become relevant in each particular case. The benefits, which reasonably may be expected to accrue from the proposal, must be balanced against its reasonably foreseeable detriments. The outcome of the general balancing process would determine whether to authorize a proposal, and if so, the conditions under which it will be allowed to occur. The decision should reflect the national concern for both protection and utilization of important resources. All factors, which may be relevant to the proposal, must be considered including the cumulative effects thereof. Among those are conservation, economics, aesthetics, general environmental concerns, wetlands, cultural values, fish and wildlife values, flood hazards, floodplain values, land use, navigation, shore erosion and accretion, recreation, water supply and conservation, water quality, energy needs, safety, food and fiber production, mineral needs, considerations of property ownership, and, in general, the needs and welfare of the people. For activities involving 404 discharges, a permit will be denied if the discharge that would be authorized by such permit would not comply with the Environmental Protection Agency's 404(b)(1) guidelines. Subject to the preceding sentence and any other applicable guidelines or criteria (see Sections 320.2 and 320.3), a permit will be granted unless the District Commander determines that it would be contrary to the public interest.

The Corps of Engineers is soliciting comments from the public; Federal, State, and local agencies and officials; Indian Tribes; and other interested parties in order to consider and

evaluate the impacts of this proposed activity. Any comments received will be considered by the Corps of Engineers to determine whether to issue, modify, condition or deny a permit for this proposal. To make this decision, comments are used to assess impacts on endangered species, historic properties, water quality, general environmental effects, and the other public interest factors listed above. Comments are used in the preparation of an Environmental Assessment and/or an Environmental Impact Statement pursuant to the National Environmental Policy Act. Comments are also used to determine the need for a public hearing and to determine the overall public interest of the proposed activity.

AUTHORITY: This permit will be issued or denied under the following authorities:

(X) Perform work in or affecting navigable waters of the United States – Section 10 Rivers and Harbors Act 1899 (33 U.S.C. 403).

(X) Discharge dredged or fill material into waters of the United States – Section 404 Clean Water Act (33 U.S.C. 1344). Therefore, our public interest review will consider the guidelines set forth under Section 404(b) of the Clean Water Act (40 CFR 230).

Project drawings and a Notice of Application for State Water Quality Certification are enclosed with this Public Notice.

District Commander
U.S. Army, Corps of Engineers

Enclosures

STATE OF ALASKA

DEPT. OF ENVIRONMENTAL CONSERVATION
DIVISION OF WATER
401 Certification Program
Non-Point Source Water Pollution Control Program

ANCHORAGE
DEPARTMENT OF ENVIRONMENTAL CONSERVATION
WQM/401 CERTIFICATION
555 CORDOVA STREET
ANCHORAGE, ALASKA 99501-2617
PHONE: (907) 269-7564/FAX: (907) 334-2415

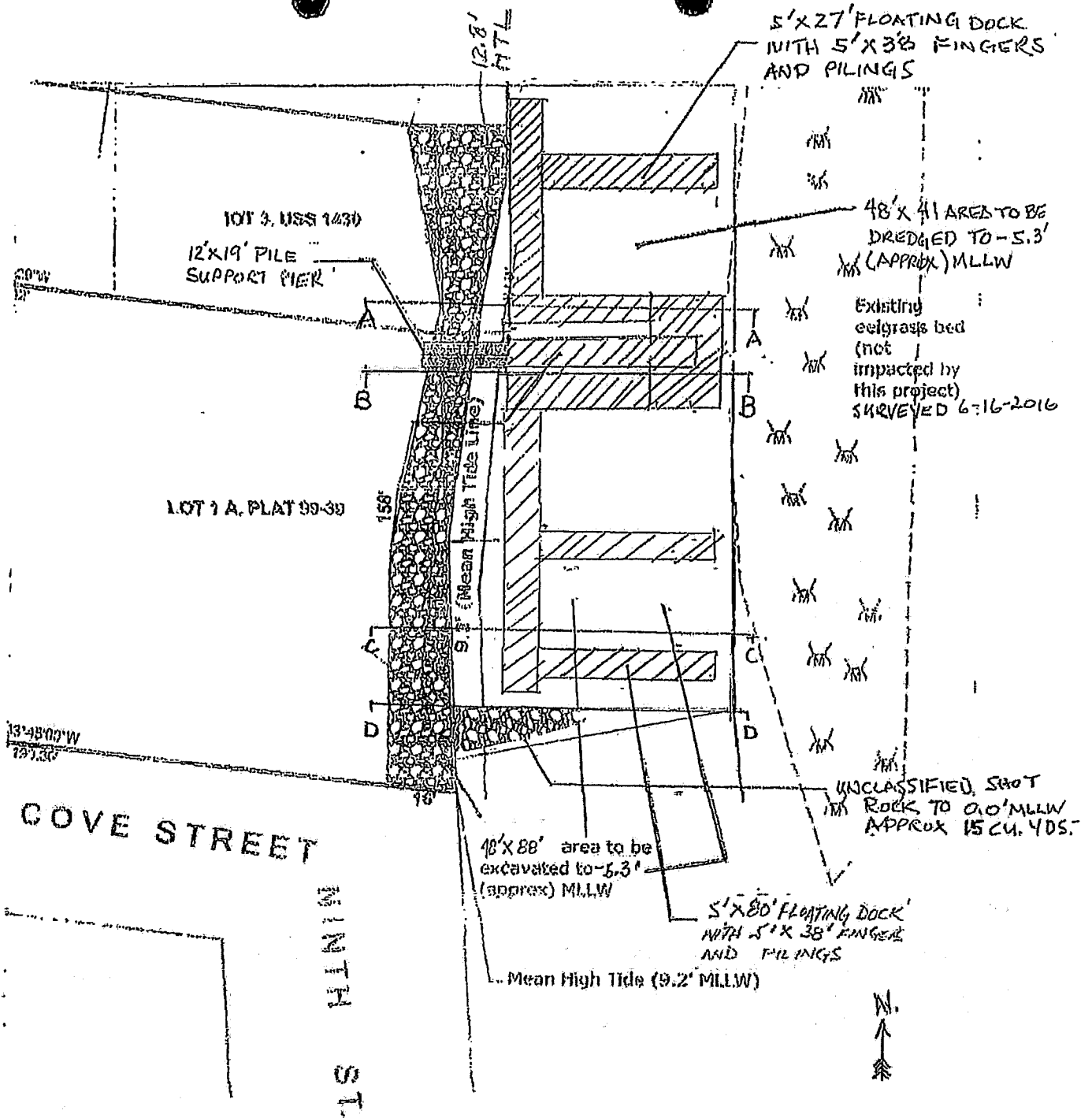
NOTICE OF APPLICATION FOR STATE WATER QUALITY CERTIFICATION

Any applicant for a federal license or permit to conduct an activity that might result in a discharge into navigable waters, in accordance with Section 401 of the Clean Water Act of 1977 (PL95-217), also must apply for and obtain certification from the Alaska Department of Environmental Conservation that the discharge will comply with the Clean Water Act, the Alaska Water Quality Standards, and other applicable State laws. By agreement between the U.S. Army Corps of Engineers and the Department of Environmental Conservation, application for a Department of the Army permit to discharge dredged or fill material into navigable waters under Section 404 of the Clean Water Act also may serve as application for State Water Quality Certification.

Notice is hereby given that the application for a Department of the Army Permit described in the Corps of Engineers' Public Notice No. **POA-2007-601, Klawock Inlet**, serves as application for State Water Quality Certification from the Department of Environmental Conservation.

After reviewing the application, the Department may certify there is reasonable assurance the activity, and any discharge that might result, will comply with the Clean Water Act, the Alaska Water Quality Standards, and other applicable State laws. The Department also may deny or waive certification.

Any person desiring to comment on the project, with respect to Water Quality Certification, may submit written comments to the address above by the expiration date of the Corps of Engineer's Public Notice.



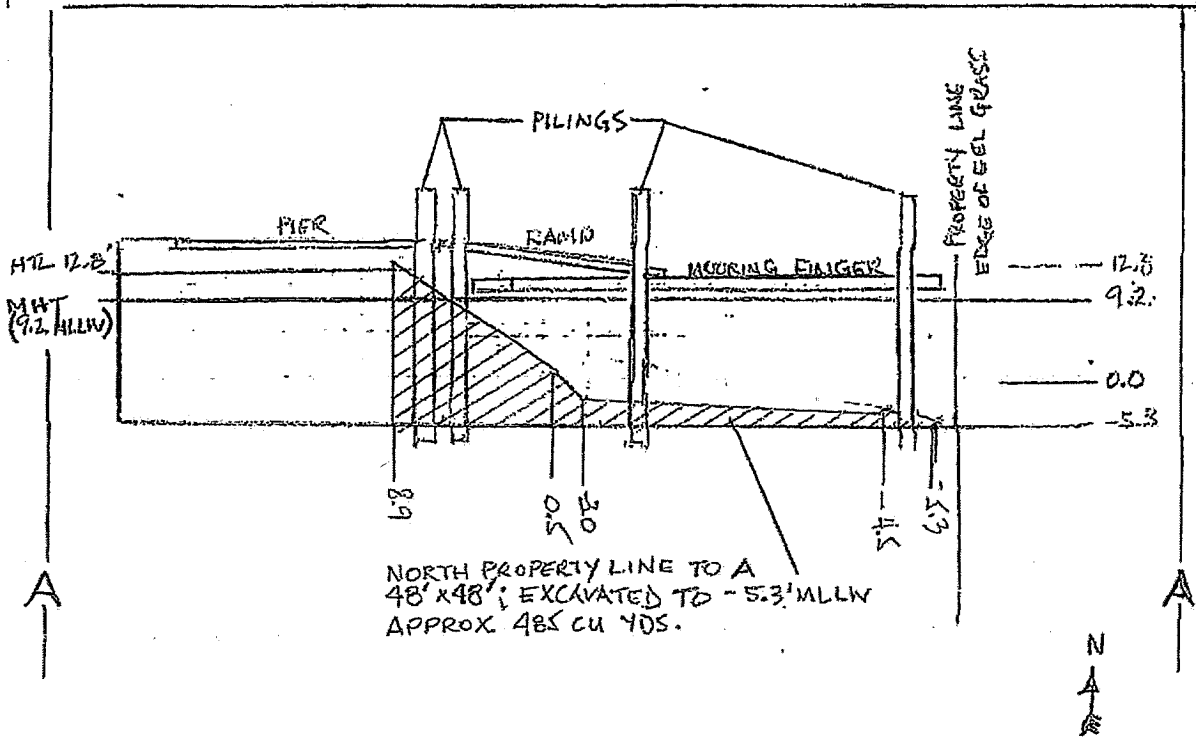
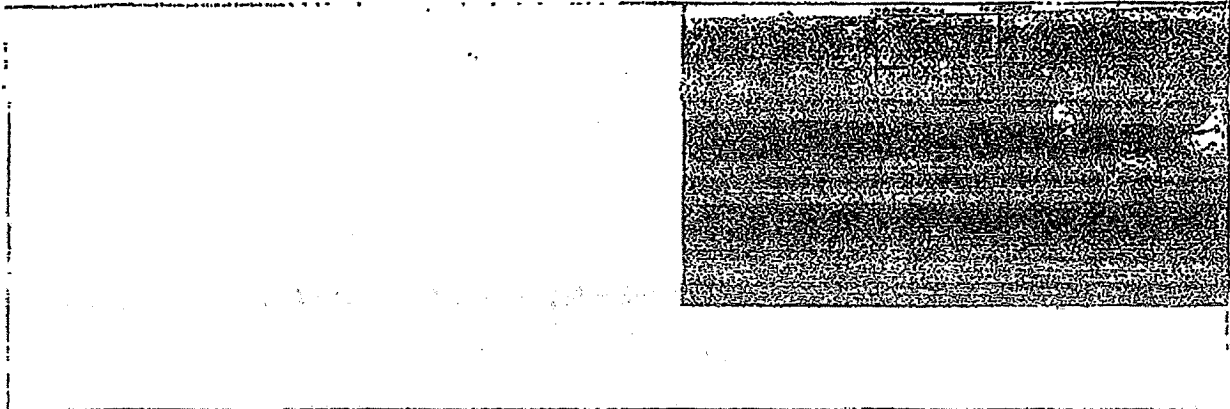
PURPOSE: RESTACK EXISTING SHOT ROCK TO ORIGINAL PERMITTED PLAN POA-2007-601-2. MODIFY EXISTING FLOATING DOCK.
 DATUM: LOCAL

PLAN VIEW
 MR. TERRY SMITH
 P.O. BOX 1031
 CRAIG, AK. 99921

CRAIG HARBOR HOMEOWNERS ASSOC.
 FLOATING DOCK
 MR. TERRY SMITH
 POA-2007-601-2
 KLANOCK INLET
 JULY 1, 2016

1" = 80'

1 OF 5



NORTH PROPERTY LINE TO A
48' x 48' EXCAVATED TO -5.3' MLLW
APPROX 485 CU YDS.

PURPOSE: REPAIR EXISTING
SPOT ROCK TO ORIGINAL
PERMITTED PLAN
POA-2007-601-2. MODIFY
EXISTING FLOATING DOCK.
DATA#4: LOCAL

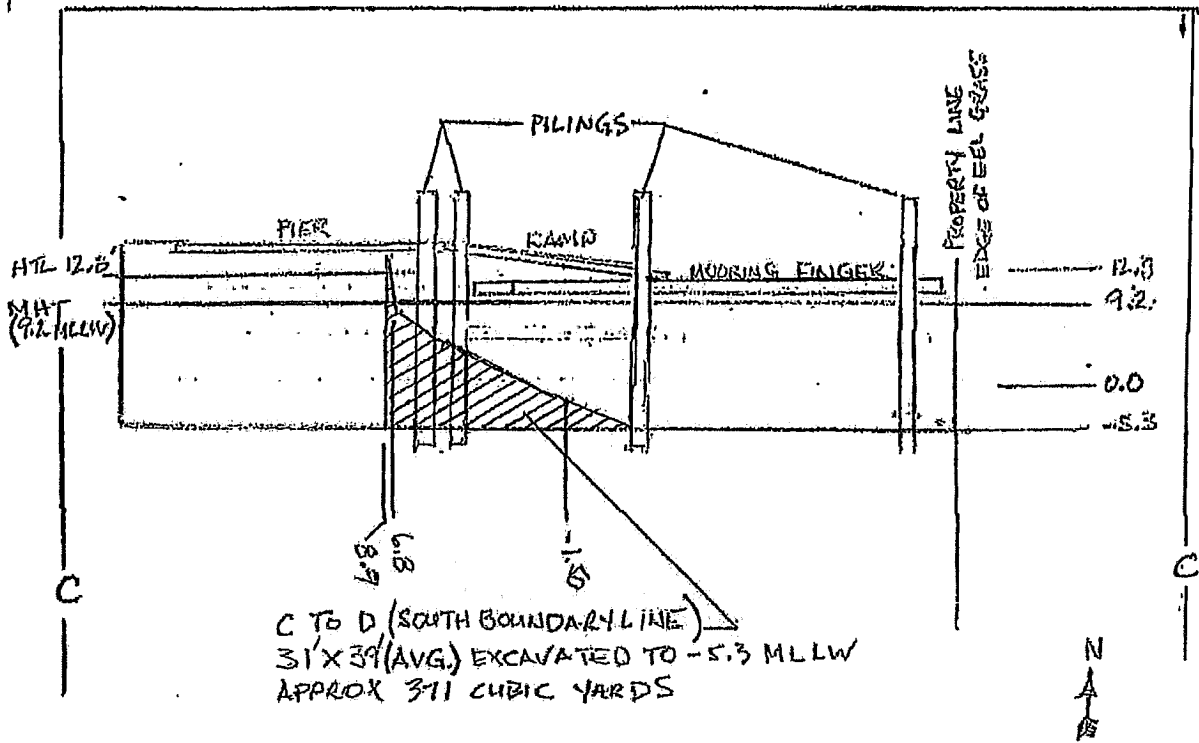
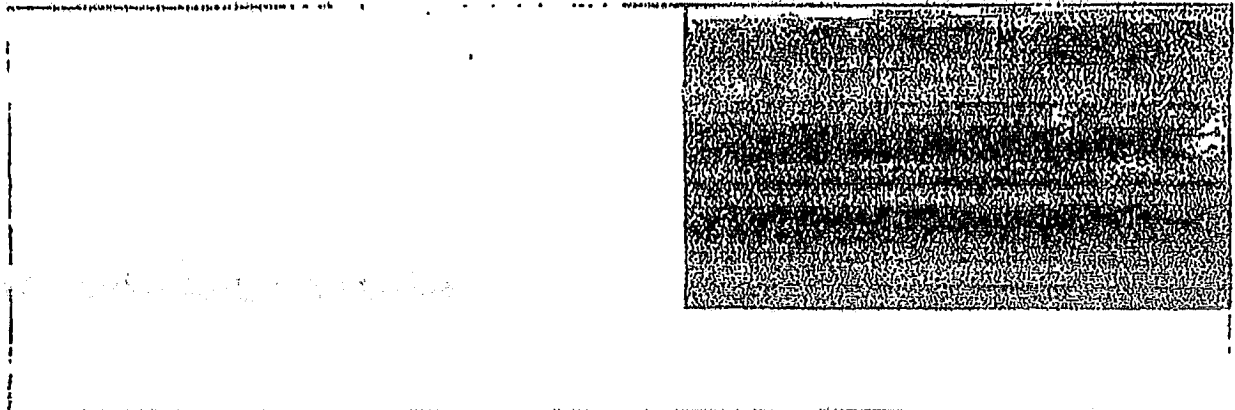
ADDRESS OF PROPERTY OWNERS:
1. CITY OF CRAIG
P.O. BOX 725
CRAIG, AK, 99921
2.

PROFILE VIEW
MR. TERRY SMITH
P.O. BOX 1031
CRAIG, AK, 99921

CRAIG HARBOR HONORABLES
ASSOC.
FLOATING DOCK
MR. TERRY SMITH
POA-2007-601-2
KLANOCK INLET
JULY 1, 2016

1" = 16'

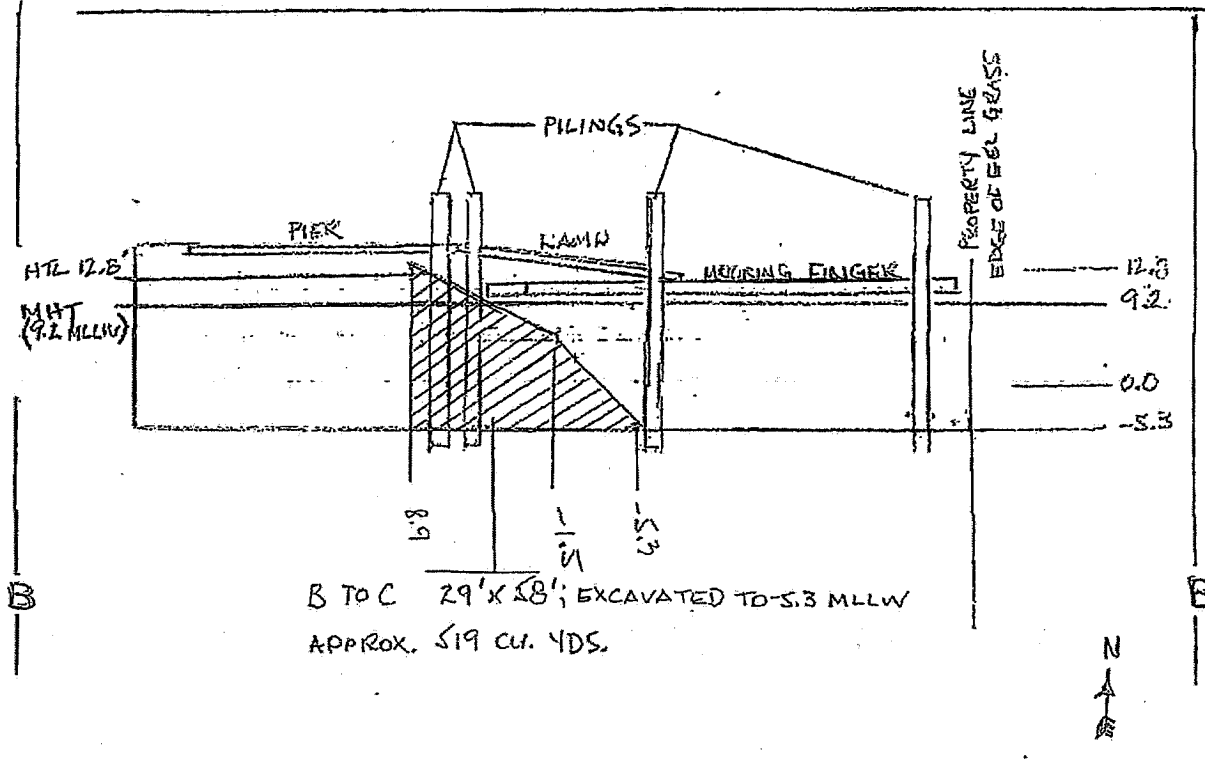
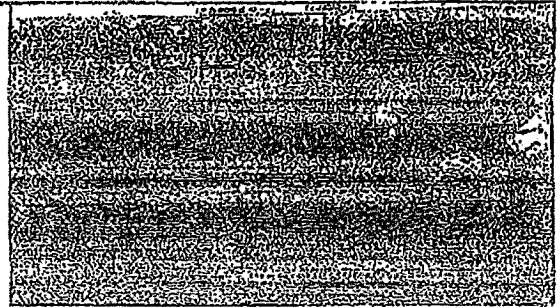
Z OFS



PURPOSE: REPAIR EXISTING
 SPOT ROCK TO ORIGINAL
 PERMITTED PLAN
 POA-2007-601-2. MODIFY
 EXISTING FLOATING DOCK.
 DATUM: LOCAL
 ADJACENT PROPERTY OWNERS:
 1. CITY OF CRAIG
 P.O. BOX 725
 CRAIG, AK, 99921
 2.

PROFILE VIEW
 MR. TERRY SMITH
 P.O. BOX 1031
 CRAIG, AK, 99921

CRAIG HARBOR HUNTERS ASSOC.
 FLOATING DOCK
 MR. TERRY SMITH
 POA-2007-601-2
 KILANOCK INLET
 JULY 1, 2016
 1" = 16'
 3 OF 5



B TO C 29' X 18'; EXCAVATED TO -5.3 MLLW
 APPROX. 519 CU. YDS.

PURPOSE: RESTORE EXISTING
 SPOT ROCK TO ORIGINAL
 PERMITTED PLAN
 POA-2007-601-2. MODIFY
 EXISTING FLOATING DOCK.
 DATUM: LOCAL

AFFECTED PROPERTY OWNERS:
 1. CITY OF CRAIG
 P.O. BOX 725
 CRAIG, AK, 99921

2.

PROFILE VIEW

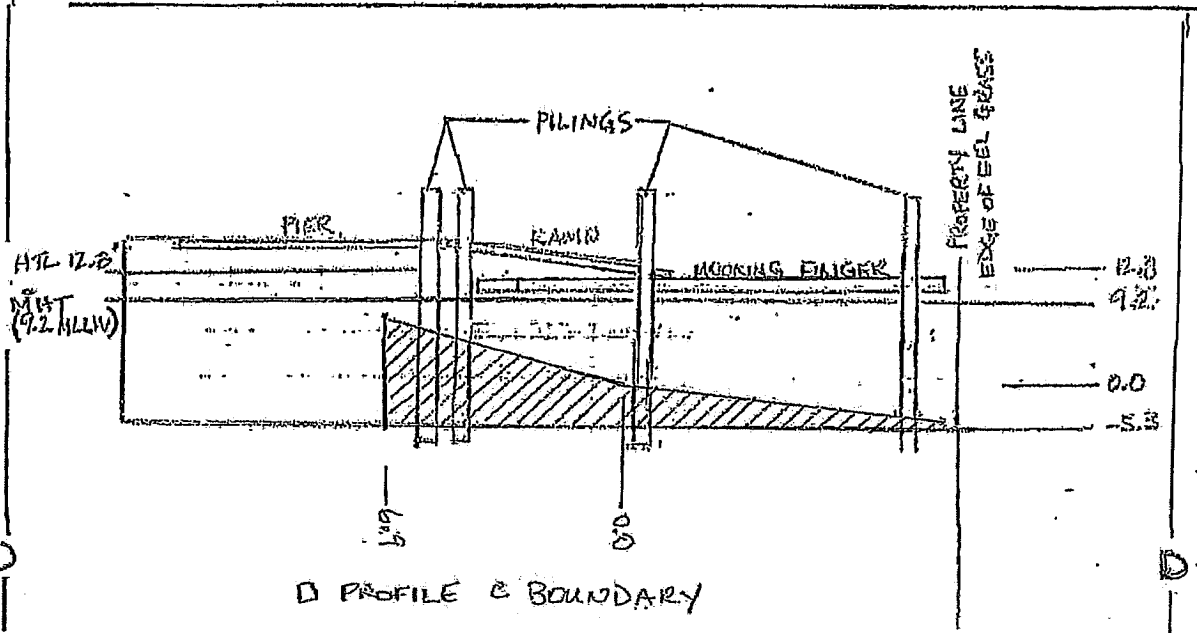
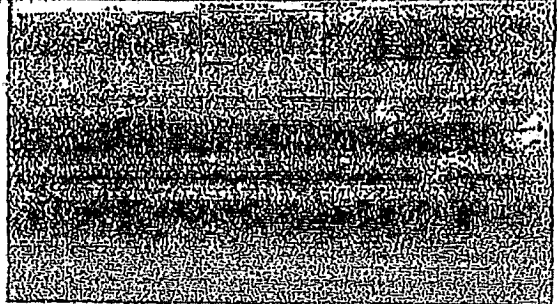
MR. TERRY SMITH
 P.O. BOX 1031
 CRAIG, AK, 99921

CRAIG HARBOR HOMEOWNERS
 ASSOC.

FLOATING DOCK
 MR. TERRY SMITH
 POA-2007-601-2
 KLANOCK INLET
 JULY 1, 2016

1" = 16'

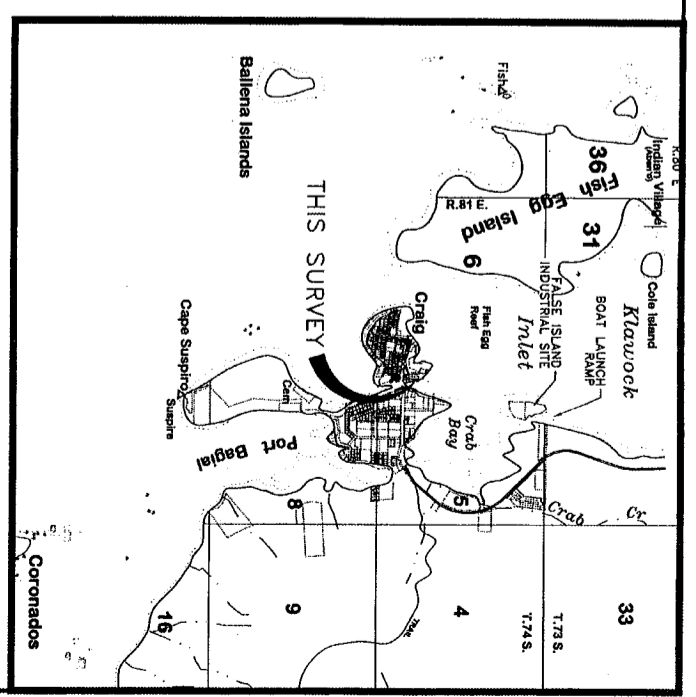
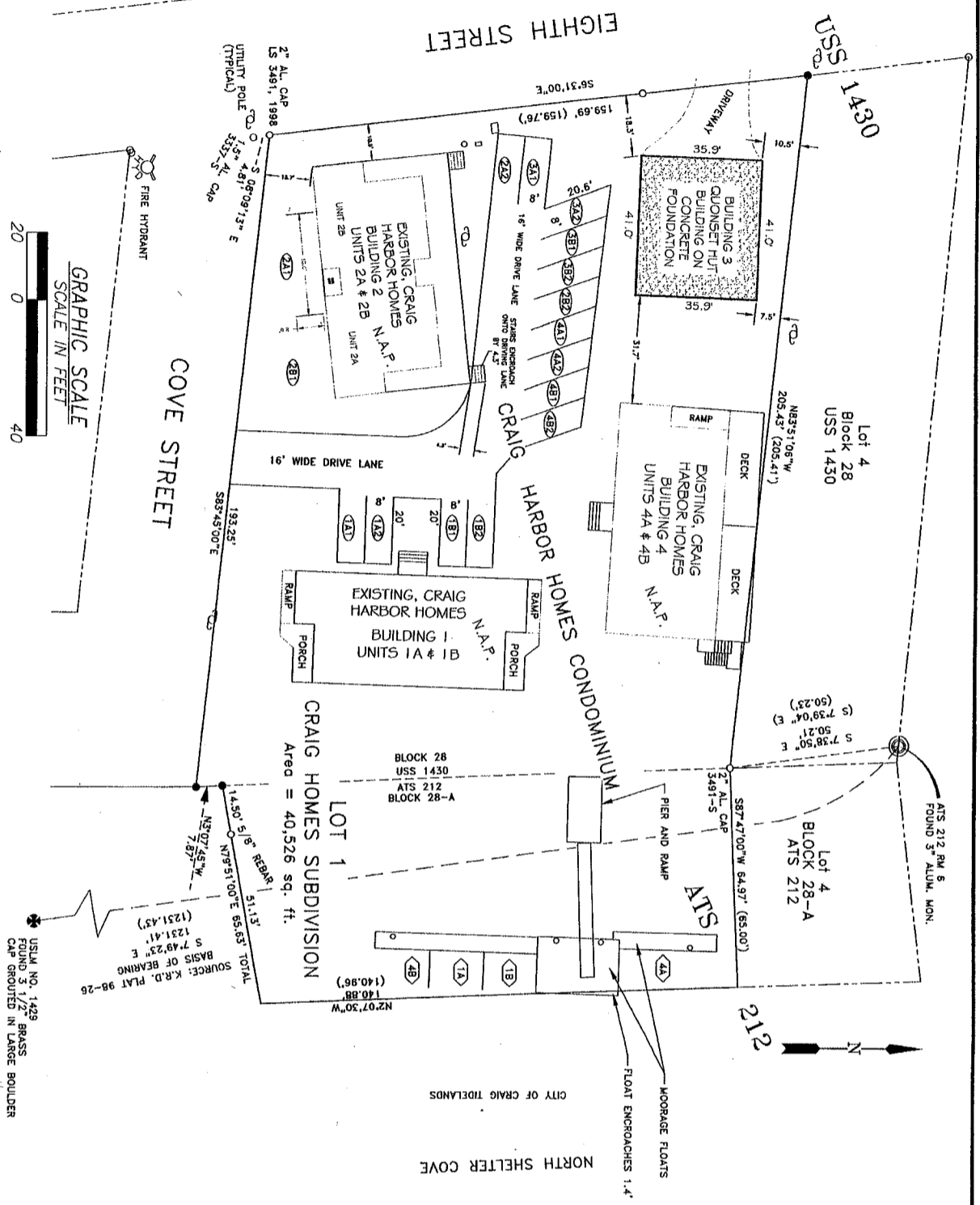
4 OF 5



PURPOSE: REEPAIR EXISTING
 SPOT ROCK TO ORIGINAL
 PERMITTED PLAN
 POA-2007-601-2, MODIFY
 EXISTING FLOATING DOCK.
 DURATION: LOCAL
 ASSISTANT PROPERTY OWNERS:
 1. CITY OF CRAIG
 P.O. BOX 725
 CRAIG, AK, 99921
 2.

PROFILE VIEW
 MR. TERRY SMITH
 P.O. BOX 1031
 CRAIG, AK. 99921

CRAIG HARBOR HOMEOWNERS
 ASSOC.
 FLOATING DOCK
 MR. TERRY SMITH
 POA-2007-601-2
 KLANOIC INLET
 JULY 1, 2016



NOTES

1. Plat reference for LOT 1 of the CRAIG HOMES SUBDIVISION is Ketchikan Recording District Plat No. 2007-44. Plat reference of a condominium plat of Craig Harbor Homes is Ketchikan Recording District Plat 2008-10.
2. Areas shown as open space and roadways are not dedicated to public use.
3. Elevation datum for the building is Mean Lower Low Water = 0.00 feet. The elevations were established based on USCGAS Tidal Bench Mark 8, 1953 which is a standard disk, stamped "NO 8 1953", set in a dark stone on the beach near Rohn Ahti's Restaurant. The Elevation of this bench mark is 10.44 feet above mean lower low water.
4. Certain improvements which may be built by Declarant as part of the Special Declarant Rights, in addition to buildings and improvements shown, may include, pavement and curbs, street lighting, retaining walls, drainage systems, grading, landscaping, and fixtures and improvements which are required by appropriate government authority for the development of the property and the location in the property, and will have dimensions consistent with their purposes. Please refer to the Declaration for Limitations and Reservations of these Rights.
5. All distances, dimensions, and elevations are given in feet and tenths and/or hundredths of feet.
6. Dimensions shown are to the unit boundary lines.
7. All building lines are at 90° to the property lines unless otherwise noted.
8. For description of "UNIT", see Article I, Section 4.2 of the Declaration, Recorded April 8, 2008, as Document No. 2008-001150-0, Ketchikan Recording District, First Judicial District, State of Alaska.
9. Parking spaces and moorage slips may be allocated as limited common elements and assigned to units pursuant to declarant development rights reserved in Articles V and VIII of the Declaration.

CERTIFICATE OF COMPLETION

A certificate of completion in accordance with Section 24.05(3)(b) of the Uniform Common Interest Ownership Act and the Uniform Common Interest Ownership Act shall not be recorded and a plat or plan that is part of the declaration for a condominium may not be filed unless a certificate of completion is recorded with the declaration as evidence that the structural components and mechanical systems of each building component or unit are in accordance with the plans. I do hereby certify that the structural components and mechanical systems are substantially in accordance with the plans.

Trevor Sanda, C.E. #9778 DATE 9-25-13

SURVEYOR'S CERTIFICATE

I do hereby certify that this plat and plans is a true and correct layout of units accurately surveyed to depict as AS-BUILT SURVEY, and that the information as required by Alaska Statute 34.08.170 is provided for on this plat.

Gregory G. Schmitt, L.S. #9700 DATE 9-25-13
 Ketchikan Recording District 2013-53

OWNERS' CERTIFICATE

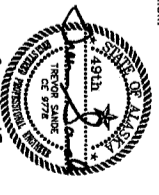
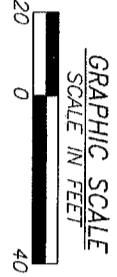
The undersigned does hereby certify that he is the owner of LOT 1, CRAIG HOMES SUBDIVISION, a portion of Lot 1A (Plat 99-39) and Lot 3, Block 28, USS 1430, and Lots 1-3, Block 28-4, Craig Harbor Addition (Plat 2007-44) and Lot 17, 2007 as Plat No. 2007-44 (Plat 2007-44) in the Ketchikan Recording District, First Judicial District, State of Alaska.

Owner: Thomas R. Kirkman DATE 9-25-13

NOTARY ACKNOWLEDGMENT


The foregoing instrument was acknowledged before me this day of September, 2013, by: Thomas R. Kirkman
Thomas R. Kirkman
 My commission expires: 10/16/2016

- LEGEND**
- Aluminum survey, esp. 3/4 in. diameter, found this survey.
 - BLM monument found this survey.
 - Secondary monument recovered this survey.
 - Aluminum survey cap, 2 1/2 in. diameter, on No. 3 rebar, from previous survey.
 - () Indicates record data.
 - () Ketchikan Recording District
 - COMMON ELEMENT (ALL AREAS NOT SPECIFICALLY NOTED ARE COMMON ELEMENTS)
 - LIMITED COMMON ELEMENT
 - FLOOR ELEVATION
 - SD FT SQUARE FOOTAGE
 - PARKING STALL DESIGNATION (LIMITED COMMON ELEMENT)
 - MOORAGE SPACE DESIGNATION (LIMITED COMMON ELEMENT)
 - NOT A PART
 - N.A.P.



CLIENT:	THOMAS R. KIRKMAN PHASE 4 CRAIG, AK 99921
TITLE:	A CONDOMINIUM PLAT, PHASE 4 OF: CRAIG HOMES SUBDIVISION
ENGINEER:	TEAM ENGINEERING-KETCHIKAN, INC. 100 S. JUNEAU BLVD. SUITE 200 KETCHIKAN, ALASKA 99901 PHONE: (907) 225-2917 FAX: (907) 225-2441
DATE:	09/25/13
SCALE:	P.A.C./T.L.S. APPEND. BY: 072759
SHEET:	1 OF 2

**CITY OF CRAIG
MEMORANDUM**

To: Craig City Council
From: Jon Bolling, City Administrator 
Date: August 26, 2016
RE: AP&T Pole Placement Agreement

Thirty years ago, the City of Craig and Alaska Power and Telephone entered into an agreement governing the placement of the company's power poles in city streets. Among the details in the agreement are the conditions under which AP&T assumes the cost of relocating power poles, and when the city assumes those costs. A copy of the existing agreement is attached.

The pole placement agreement expires soon. I am preparing a new agreement to present to Alaska Power and Telephone. Among the changes I will propose to them are the following:

1. Ten year term. Assuming that the cost allocation for moving power poles remains the same, it is in the city's interest to limit the agreement to a shorter term, say ten years. This change will make more streets eligible for AP&T bearing the cost to relocate poles as needed.
2. Cable TV Lines. With the demise of Craig Cable, the cable TV lines already strung on AP&T's poles should be maintained, at least for now, in the event Craig Cable restarts, or another cable company takes its place.
3. Public Notices. The city experiences occasional power interruptions. As a public utility, AP&T should issue press releases/public notice as to the cause and duration of each interruption.

If the council has other suggestions on terms for the new agreement, please voice them at the September 1 council meeting, or at another convenient time. Ultimately, the proposed new agreement will to the city council for consideration of final approval.

PERMIT

THIS AGREEMENT entered into as of the last date below signed, between the CITY OF CRAIG, a municipal corporation, (hereinafter referred to as "Grantor"), whose address is Post Office Box 23, Craig, Alaska 99921, and ALASKA POWER & TELEPHONE COMPANY, INC. an Alaskan corporation, (hereinafter referred to as "Grantee"), whose address is Post Office Box 222, Port Townsend, Washington 98368.

W I T N E S S E T H:

1. The Grantee owns and operates an electric utility in and in the vicinity of Craig, Alaska under Certificate of Convenience and Necessity #2 issued by the Alaska Public Utilities Commission.

2. The Grantee has a subsidiary named National Utilities, Inc. which operates a telephone utility in and in the vicinity of Craig, Alaska under Certificate of Convenience and Necessity #31 issued by the Alaska Public Utilities Commission. The telephone conductors of National Utilities, Inc. together with other equipment, are mounted upon the poles of the Grantee.

3. The Grantor does hereby grant unto the Grantee an exclusive permit for a period of thirty (30) years from the date hereof or until said permit is abandoned, rescinded or revoked, whichever occurs first, to construct, reconstruct, maintain, and operate an electric distribution system including poles, towers, transformers, guy wires and other appurtenances upon the streets,

alleys and public thoroughfares in the City of Craig for the purpose of providing electric utility services, on the following terms and conditions.

4. The Grantee may install said facilities in such places as it deems necessary or advisable but the same shall be installed and maintained so as not to interfere with the free and unobstructed public travel over, or public use of or the Grantor's construction, expansion or repair of, such streets, alleys or public thoroughfares.

5. Whenever it become necessary for the Grantee to break up, dig into, disturb or in any manner interfere with any public street, alley, sidewalk or thoroughfare, or any part thereof, for the construction, reconstruction or repair of such facilities, the Grantee shall at its expense, without unnecessary delay, put such street, alley, thoroughfare or sidewalk in as good condition as it was before broken up, dug into, disturbed or interfered with; and, at its expense, shall remove all surplus sand, earth, rubbish or other excess material from such street, alley, sidewalk or thoroughfare. In event of damage to Grantor's sewer or water system caused by Grantee's activities, Grantee shall at its expense, without unnecessary delay, put such system into as good condition as before the damage occurred. In case of failure by the Grantee to do any of the foregoing within a reasonable time, it will be the duty of the proper officers and employees of the Grantor to place the same in the proper

condition and remove such obstructions, and the expense thereof incurred by the Grantor shall be promptly repaid to the City by the Grantee.

6. In consideration for the privileges granted to the Grantee, the Grantee shall pay to the Grantor during the life of this permit the sum of \$100.00 upon the execution of this agreement and the further sum of \$100.00 within 30 days after the first day of each calendar year hereafter during the term of this permit. In addition, the Grantee agrees to furnish at its own cost and expense to the Grantor the following:

a. The use of the poles and towers of the Grantee for such fire alarm circuits, street light fixtures, water facilities control circuits, as the Grantor shall cause to be installed on the poles and towers of the Grantee. The electricity used in these circuits and fixtures shall be paid for by the Grantor to the Grantee under the tariffs of the Grantee. Grantee agrees to allow joint use of poles by other nonelectrical utilities (such as cable TV) to the extent practicable to minimize the proliferation of poles within the right of way. The charges and terms for joint use of poles by other nonelectrical utilities will be determined under tariff of the Grantee or by special contract.

b. Reasonable and necessary repair and maintenance services required to install, maintain and repair the fixtures and circuits mentioned in subparagraph (a) above. All materials

required for the work described in this subparagraph shall either be furnished by the Grantor at its expense or at the election of the Grantor the same will be furnished by the Grantee, in which event the Grantor will pay the Grantee the landed costs of such materials to the Grantee.

c. Any code violations by Grantor's aforesaid facilities (subparagraph (a) above) which are the result of improper installation by Grantor shall be corrected at Grantor's sole expense. Any code violations by Grantor's aforesaid facilities which are the result of improper or inadequate maintenance by Grantee shall be corrected at Grantee's sole expense.

7. The Grantee shall at all times during the term of this permit save the Grantor harmless against any and all suits, claims and demands whatsoever, (including attorney fees and costs) made against the Grantor or any of its officers, agents or employees by any person, firm or corporation, and arising out of any negligent act or omission by or on the part of the Grantee, its officers, agents or employees (a) in the maintenance, operation, construction, reconstruction or repair of any of the Grantee's facilities, or any part thereof; or (b) in the maintenance or repair of Grantor's facilities set forth in paragraph 6(a) above.

The Grantor shall at all times during the term of this permit save the Grantee harmless against any and all suits,

claims and demands whatsoever (including attorney fees and costs) made against the Grantee or any of its officers, agents, or employees by any person, firm or corporation, and arising out of any negligent act or omission by or on the part of the Grantor, its officers, agents or employees in the design selection or original installation of Grantor's facilities set forth in paragraph 6(a) above.

8. In the event of a breach by the Grantee of any of the terms or conditions of this permit, the Grantor may give the Grantee 30 days written notice thereof, and if such default is not corrected within such 30 days, then the grantor may terminate this permit by notice of termination delivered to the Grantee.

9. All of the provisions of this permit shall inure to the benefit of and shall be binding upon the Grantee and any successor of the Grantee which holds a Certificate of Public Convenience and Necessity to furnish electric utility service in and in the vicinity of the Grantor. In addition, the rights under the permit may be exercised by National Utilities, Inc. so long as it is a holder of said certificate #31 as a telephone utility and as long as it is a subsidiary wholly owned or controlled by the Grantee. The privileges hereby granted to National Utilities, Inc. are granted in consideration of the sum of \$1.00 in hand paid to the Grantor. The Grantee agrees that insofar as is reasonable and convenient it will not permit National Utilities, Inc. to construct duplicate facilities which

can reasonably and conveniently be avoided by using the facilities of the Grantee in the construction, reconstruction, repair, operation and maintenance of the telephone utility.

10. If, incident to the widening or lengthening of a City street, the City determines and orders that any of Grantee's facilities constructed or reconstructed subsequent to the date of this permit must be changed, relocated or removed to accommodate such street modifications, then the Grantee shall change, relocate or remove such facility in accordance with the order. If the Grantee does not comply with the order within such reasonable time limit as may be set forth in the order, the City may change, relocate or remove such portions of Grantee's facilities as the City deems necessary to accommodate the street modification. The costs of such change, relocation or removal shall be borne:

a. by the Grantee, if the street modification project extends the street to points lying within the public right-of-way as it existed on the date of this permit;

b. by the City, as to any portions of Grantee's facilities required to be moved from land that is in private ownership as of the date of this permit but subsequently is transferred to City ownership, and for which the Grantee had an easement from the private landowner prior to the transfer of ownership from the private landowner to the City.

IN WITNESS WHEREOF, the Grantor has caused this instrument to be executed by its duly authorized officers pursuant to a resolution of the Council of the City of Craig adopted on the 6th day of November, 1986, and the Grantee has caused this instrument to be executed by its duly authorized officers. This permit becomes effective on the last date signed by either of the parties.

CITY OF CRAIG

Date 11-7-86

By Jim Sprague
Jim Sprague, Mayor

AND

By Helen Gray
Helen Gray, City Clerk

ALASKA POWER & TELEPHONE COMPANY

Date 11-25-86

By Robert S. Grimm
Robert S. Grimm, President

AND

By Marilou K. Raymond
Marilou K. Raymond, Secretary

STATE OF ALASKA)
: ss
FIRST JUDICIAL DISTRICT)

THIS IS TO CERTIFY that on this 7th day of November, 1986, before me, the undersigned, a Notary Public in and for the State of Alaska, duly commissioned and sworn, personally appeared Jim Sprague and Helen Gray, the Mayor and City Clerk, respectively, of the CITY OF CRAIG, an Alaska

municipal corporation, known to me and to me known to be the persons they represent themselves to be, and the same identical persons who executed the above and foregoing instrument on behalf of and who acknowledged to me that they had full power and authority to and did execute the above and foregoing as a free and voluntary act and deed of said corporation, for the purposes and uses therein mentioned.

WITNESS my hand and official seal the day, month and year in this certificate first written above.

Lena L. Hartman
Notary Public, State of Alaska
My commission expires: 5-1-91

STATE OF WASHINGTON)
 : ss
COUNTY OF JEFFERSON)


THIS IS TO CERTIFY that on this 25th day of November, 1986, before me, the undersigned, a Notary Public in and for the State of Washington, duly commissioned and sworn, personally appeared Robert S. Grimm and Marilou K. Raymond, The President and Secretary, respectively, of ALASKA POWER & TELEPHONE COMPANY, an Alaskan corporation, known to me and to me known to be the persons they represent themselves to be, and the same identical persons who executed the above and foregoing instrument on behalf of ALASKA POWER & TELEPHONE COMPANY, and who acknowledged to me that they had full power and authority to and did execute the above and foregoing as a free and voluntary act and deed of said corporation, for the purposes and uses therein mentioned.

WITNESS my hand and official seal the day, month and year in this certificate first written above.

Yvonne M. Stafford
Notary Public, State of Washington
My commission expires: 3-15-89

9/dec:c/17

**CITY OF CRAIG
MEMORANDUM**

To: Craig City Council
From: Jon Bolling, City Administrator 
Date: August 26, 2016
RE: Consider Use of Port St. Nicholas King Salmon Fund

Over the past several years, the city has made regular payments to the POW Hatchery Association to raise king salmon at the small hatchery facility at Port St. Nicholas. For part of that time, POWHA paid its operating expenses from other grant funding made available for that purpose. During the time the grant funding helped meet the operational costs, POWHA established an accounting of the surplus payments from the City of Craig. With the assumption of POWHA hatchery operations by SSRAA, the time has come for return of those surplus payments to Craig (Coffman Cove also made surplus payments, and is subject to return of its payments). SSRAA staff will propose to Craig and Coffman Cove an equitable distribution of the fund. Based on POWHA's accounting, the amount to be returned to Craig totals approximately \$85,873.


The amount subject to return to Craig is considerable. Given that the money was originally appropriated by the council for king salmon expenses, the council can direct staff to use the funding for that purpose. However, the council should keep in mind that the city is free to use this funding for any purpose it chooses.

Among the options the council may consider for the funding is working with SSRAA to increase the release of kings at the PSN facility. The facility is permitted for approximately 750,000 kings. The current round ponds have the capacity to raise about 135,000 fish. Additional round ponds could be added to increase production. Another option is to get an estimate from SSRAA of the cost to transport late stage fry or early stage smolts to PSN for short term net pen rearing, and then release, rather than transporting eyed eggs and raising fry and smolts on site.

Another option is simply to deposit the payment in the city's general fund to help meet the city's existing cost to pay SSRAA to run the PSN hatchery facility for a year or two. Good work by Joyce Mason and Victoria Merritt on managing the salmon derby competition and the derby dinner brought in about \$20,000 to help meet hatchery costs, and the cost recovery effort contributed another \$5,300 or so. Those efforts amount to about 40 percent of the city's annual cost share to run the PSN hatchery. The \$85,873 payment to Craig would cover the balance of the city's costs at PSN for two seasons.

Staff would appreciate a discussion among the council of the best use for this payment,

**CITY OF CRAIG
MEMORANDUM**

To: Craig City Council
From: Jon Bolling, City Administrator 
Date: August 26, 2016
RE: Port St. Nicholas King Salmon Annual Operating Agreement

I am still working with the City of Coffman Cove on finalizing the agreement between Craig, Coffman Cove, and SSRAA on allocation of costs to raise king salmon at the Port St. Nicholas hatchery facility. As the council is aware, the facility raises king salmon to the smolt stage for release in Port St. Nicholas and Coffman Cove. In recent years the two cities have shared in the operating cost of the hatchery in proportion to the percentage of smolts released at each community. The PSN hatchery facility already has the king fry separated into two round ponds containing the PSN release (approximately 100,000 kings), and two smaller round ponds containing the fry set for release at Coffman Cove (approximately 34,000 kings).

For the current fiscal year, I sent Coffman Cove a draft agreement that maintains the operating cost share based on the number of kings released in each community. In response, Coffman Cove proposed setting its own payment at last year's level of 18.75 percent of operating costs, and calling for 25 percent of the king salmon raised to be released at Coffman Cove.

I responded by sending the city an alternative proposal accepts their 18.75 percent cost share, and provides Coffman Cove with a release of 18.75 percent of the fish raised. An e-mail I received back from the city earlier today declined that proposal.

I did attend a workshop meeting with the Coffman Cove city council earlier this month to talk with the city about the terms of the current year's agreement. It was clear from the discussion during that workshop that the Coffman Cove city council is concerned about the cost of operating the PSN facility. Increasing costs at the PSN facility would have raised Coffman Cove's share of the cost from \$15,190 to \$20,157. In the prior year Coffman Cove's share amounted to \$10,500. Craig's costs have similarly doubled in the same amount of time.

I understand Coffman Cove's concerns regarding the cost of operating the PSN king salmon facility. However, I need some direction from the city council at this point. Coffman Cove's decline of the alternative proposal I sent them leaves us without the established price sharing structure we have used as the basis for our operational agreements over the past few years.

Among the city's options:

1. Accept Coffman Cove's proposal to pay 18.75 percent of the operating costs for 25 percent of the king salmon produced from the hatchery.
2. Decline Coffman Cove's proposal and negotiate an agreement with SSRAA to pay the full cost of operation for the coming year, and have all the raised kings released at PSN.
3. Propose to Coffman Cove a cost share between the 18.75 percent they propose and the 25 percent based on the proportion of fish they will receive.
4. Reach an agreement with SSRAA to pay the cost of raising the 100,000 king salmon fry currently in the round ponds destined for release at PSN, with an option to later pay the

cost for the raising the fish in the smaller round pond for release at PSN if the City of Coffman Cove does not first reach a separate agreement with SSRAA to pay the cost themselves. This approach gives Coffman Cove the chance to find funding between now and next spring's release date to pay the operational cost proportional to the fish they wish to have released in their community.

I should note there are some members of the Coffman Cove city council believe that the grant funds secured by Coffman Cove years ago and used to equip the PSN facility should offset the amount they pay in operational cost. If Craig proceeds with an operational agreement for PSN that does not include Coffman Cove we may find ourselves in a dispute where Coffman Cove contends that the value of that capital equipment used to raise kings should result in some compensation to them. I do not think that contention is a legitimate one, but the council should be aware that Coffman Cove may raise the matter later.

Our first goal here should be to settle this matter amicably with Coffman Cove. That might be difficult given that Coffman Cove has apparently given us the final offer. Please provide staff some direction on how best to proceed with this matter.

City of Craig Memorandum

August 25, 2016

To: Mayor and City Council

From: Kassi Bateman, City Clerk

Re: Election Staff

I am submitting the following people to be appointed as election workers for the 2016 Municipal Elections:

Primary:

Karen Coffey

Sonnie Anderson

Sarah Altland

Alternates:

Kassi Bateman

Recommendation: Move to appoint S. Anderson, S. Altland, K. Coffey and alternate Kassi Bateman as election judges for the 2016 City of Craig Municipal Elections.

**CITY OF CRAIG
MEMORANDUM**

To: Craig City Council
From: Jon Bolling, City Administrator
Date: August 30, 2016
RE: State of Alaska Harvest Limit, Game Unit 2

The US Forest Service issued a news release on August 25 stating that the Unit 2 wolf harvest quota for the 2016-17 regulatory year is set at eleven. A copy of the text from the news release is attached.

Unlike harvest limits in prior years, the announced limit includes an assumed illegal and unreported take of another 11 wolves from Game Unit 2. Had this management measure not been included in the harvest limit, the legal limit would likely have been 22 wolves for area trappers and hunters. Twenty two wolves equal twenty percent of the estimated game unit population of 108 animals. The twenty percent figure itself is down from the historical sustainable take of thirty percent of the estimated wolf population that ADF&G used for years as its sustainable harvest limit.

The estimate of the Game Unit 2 wolf population has varied wildly in the past two years, from around 240 animals down to as few as about 60. Agency biologists and interested residents of POW have spent considerable time in the past year setting hair boards and checking game cameras to assist game managers in determining an accurate estimate of the wolf population in the POW game unit. That effort has improved the range of data available to agency biologists and played a role in the recent published estimate showing an increase in wolf populations.

I was asked to place this item on the council's agenda for discussion and possible action by the council in response to the announced wolf management measures. The discussion should include reviewing documentation on the merits of halving the wolf harvest due to unreported human-caused mortality, a rather extraordinary measure when compared to management measures of other game species in Game Unit 2.

Staff will assist the council as it determines what course of action to take during its September 1 meeting.

2016 Unit 2 wolf harvest quota announced

Release Date: Aug 25, 2016 Anchorage, AK

Contact(s): [Ryan Scott](#), [Jeff Reeves](#)

CRAIG, Alaska—Biologists with the Alaska Department of Fish and Game (ADF&G), in cooperation with the U.S. Forest Service, announce that the Unit 2 wolf harvest for regulatory year (RY) 2016-17 will be set at eleven wolves.

ADF&G and the Forest Service currently manage wolves on Prince of Wales and associated islands, collectively known as Game Management Unit 2 (GMU 2), for an annual harvest not to exceed 20 percent of the most recent unit-wide population estimate as required by regulation. Our primary goal for managing wolves in GMU 2 is to ensure a population that provides opportunity for a sustainable harvest. While legal harvest is only one of several factors influencing wolf numbers in Unit 2, it is the one that managers can control as we continue wolf research activities.

Unlike elsewhere in Alaska where wolf numbers can be estimated from aircraft, the dense forest cover across Southeast Alaska makes that method impossible. Therefore, ADF&G researchers with support from the Forest Service calculate the total number of wolves based on a DNA mark-recapture technique on a large northcentral Prince of Wales Island study area. Data collected from October through December 2015 (fall 2015) resulted in a GMU 2-wide population estimate of 108 wolves, with a possible range of 69 on the low end, to 167 wolves on the upper end. This is the most current population estimate.

The fall 2015 population estimate of 108 is higher than the 2014 estimate (89 wolves), indicating that the number of wolves in GMU 2 is no longer declining and may have increased. We believe this result supports continuing with the management strategy used last year.

ADF&G and the Forest Service will set the total 2016 harvest quota at 11 wolves. Similar to 2015, that number is 20 percent of the fall 2015 population estimate minus a 50 percent reduction to account for any other human-caused mortality.

The GMU 2 wolf hunting and trapping seasons for federally qualified subsistence users on Federal lands open on Sept. 1 and Nov. 15, respectively. State wolf hunting and trapping seasons in GMU 2 open on Dec. 1. The length of the state seasons will depend on the number of wolves taken during the Federal hunting and trapping seasons. The state season will be shortened or closed if harvest from the earlier Federal seasons approaches 11 wolves.

Please call the ADF&G Ketchikan area office at 907-225-2475 or Craig Area office at 907-826-2561 for more information. For more information from the Forest Service please call Matt Anderson at 907-826-3271 or Jeff Reeves at 907-826-1649. Maps of Federal lands within Unit 2 are available at Forest Service offices. Maps and additional information on the Federal Subsistence Management Program can be found on the web at <http://www.doi.gov/subsistence/index.cfm>.