

City of Sand Point Council Meeting



Workshop: Tuesday, April 13, 2021 – 2:00 p.m.

Meeting: Tuesday, April 13, 2021 – 7:00 p.m.

CALL TO ORDER

ROLL CALL

CITY OF SAND POINT

(packet will be available on website April 9, 2021
www.sandpointak.com)



MAYOR

Mayor James Smith. - Office Exp. 2023

COUNCIL MEMBERS

Danny Cumberlidge	Seat A - Exp. 2022
Allan Starnes	Seat B - Exp. 2023
Shirley Brown	Seat C - Exp. 2022
Jack Foster Jr.	Seat D - Exp. 2023
Marita Gundersen	Seat E - Exp. 2021
Emil Mobeck	Seat F - Exp. 2021

SAND POINT CITY COUNCIL MEETING AGENDA CITY CHAMBERS

Regular Meeting

Tuesday, April 13, 2021 7:00 pm

**CALL TO ORDER
ROLL CALL
APPROVAL OF AGENDA**

CONSENT AGENDA:

1. Minutes: Minutes of Regular Meeting on March 9, 2021

REPORTS:

1. Finance Officer
2. EAT CEO
3. AEBSD Superintendent
4. Administrator
5. Police Chief
6. EMS Chief
7. Fire Chief
8. Public Works Director
9. Harbor Master
10. Student Representative

HEARINGS, ORDINANCES AND RESOLUTIONS:

1. Ordinance 2021-01: Authorizing Land Easement and Right of Way – 2nd Reading
2. Resolution 21-03: Authorizing Issuance of a Revenue Bond
3. Resolution 21-04: Series Bond

OLD BUSINESS:

1. Travel Lift Update

NEW BUSINESS:

1. Donation Request: Sand Point Women's Club
2. Donation Request: QTT Annual Culture Camp
3. American Recovery Plan Fund
4. FY20 Audit Results

PUBLIC COMMENTS

COUNCIL COMMENTS

ADJOURNMENT

Note: Due to concerns about the COVID-19 virus and to follow best practices in order to prevent the spread of the virus, the meeting will also be held telephonically. Please call 1-800-315-6338 and use the passcode 26961 followed by the # key.

THERE IS A WORKSHOP FOR THIS MEETING AT 2:00 P.M.-SAME DAY SAME CALL IN NUMBER AS ABOVE.

POSTED: 04/07/21

CALL TO ORDER:

The regular meeting of the Sand Point City Council was held Tuesday, March 9, 2021 in the City Chambers and telephonically. Mayor James Smith called the meeting to order at 7:00 p.m.

ROLL CALL:

James Smith	Mayor	Present
Danny Cumberlidge	Seat A	Absent - excused
Allan Starnes	Seat B	Present via telephonically
Shirley Brown	Seat C	Present
Jack Foster Jr.	Seat D	Present
Marita Gundersen	Seat E	Present
Emil Mobeck	Seat F	Present

A quorum was established.

Staff in attendance:

- Jordan Keeler, Administrator
- Shannon Sommer, City Clerk
- Krista Galvin, Finance Officer
- David Anderson, Chief of Police
- Richard Lowry, Police Officer
- Carmen Holmberg, EMS Chief
- David Stokes, Interim Public Works Director via telephonically
- Douglas Holmberg, Harbor Master

APPROVAL OF AGENDA:

Mayor James Smith requested a motion to approve the agenda.

MOTION: Councilperson Emil Mobeck made a motion to approve the agenda with the deletion of Executive Session.

SECOND: Councilperson Marita Gundersen seconded the motion.

VOTE: Motion passed unanimously.

CONSENT AGENDA:

Mayor James Smith requested a motion to approve the consent agenda.

MOTION: Councilperson Jack Foster Jr. made a motion to approve the minutes from the Regular Meeting on February 9, 2021.

SECOND: Councilperson Shirley Brown seconded the motion.

VOTE: Motion passed unanimously.

REPORTS:

Finance Officer – Krista Galvin

Finance Officer Krista Galvin reported for the month of January 2021 Sales Tax was \$39,231.36 and Raw Fish Tax was \$2,616.57.

EAT, CEO - Paul Mueller

EAT CEO Paul Mueller reported they have hired a second dentist; the two dentists will visit each town in the region. There will be an optometrist and dentist for the month of May 2021. The Sand Point Health Clinic continues to administer testing for COVID-19. They will now vaccinate the public 16 years of age and older for the Pfizer, Johnson & Johnson or Moderna vaccine and they are also vaccinating Trident Seafoods employees. He suggested

everyone call the clinic to make an appointment to get the vaccine. He stated EAT is willing to send pallets of bottled water to Sand Point, due to the boil water notice.

Councilperson Mobeck asked EAT CEO Mueller if persons age of sixteen, seventeen and the general public, would they will be able to receive the vaccine with the warm weather. EAT CEO Mueller responded they made sure that the vaccine was deployed to the region at a certain time for the vaccine to still be useable for after six days until the vaccine is not usable. Mayor Smith asked EAT CEO Mueller about suboxone and how will it would be dispersed. EAT CEO Mueller replied Mrs. Cameron Karlsen can be asked how it works and can answer any questions. Councilperson Foster asked EAT CEO Mueller if fishing crews can get vaccinated. EAT CEO Mueller responded they can receive the single dose of Johnson & Johnson and to call the clinic to make an appointment, anywhere in the region.

AEBSD Superintendent – Patrick Mayer

AEBSD Superintendent Patrick Mayer thanked the City of Sand Point water department for their hard work after the power outage. They are supplying bottled water for the students at the Sand Point School and thanked EAT CEO Mueller. He also stated the school is at the end of the third quarter and hopes the schools can have a regular graduation. The school also had after school clubs. They continue to work on their strategic plan and hope to have it completed before the fall of 2021. The school district will mirror travel plans with EAT and other entities.

Administrator – Jordan Keeler

Administrator Keeler reported he worked on getting the Travel Lift paperwork finished for financing. He stated the Board of Fish meeting had been pushed back a year. He received an email about the bond bank refinancing, the projection savings is about \$150,000.00. He thanked Building Maintenance Kenneth Spjut for the new flooring in the City building and thanked all staff for their work and said it is appreciated.

Councilperson Mobeck asked if the interest saving, if that was for the Travel Lift payment. Administrator Keeler stated the City should take the interest savings.

Police Chief – Dave Anderson

Police Chief Dave Anderson reported there is statistical information included in his report. He introduced Police Officer Richard Lowery. He will be working on the address mapping system. He thanked Investigator Justin Cash for his work on the drug issues with the task force. He thanked the community for their communication.

Councilperson Brown asked Chief Anderson if they communicated with the postal system about the new addressing system. Chief Anderson replied they had been communicating and the new system will be a go. Chief Anderson also stated the cell phones are still hard to communicate with 911 and they continue to work on it.

EMS Chief – Carmen Holmberg

EMS Chief Carmen Holmberg reported there were a total of nine calls, six tone outs and three medevacs. She was in the process of setting up an ETT, BLS / CPR class for the April 2021. She finalized the dates of the First Responder Addiction Class. She advertised on Facebook if anyone was interested in joining the EMS team and there would be an opioid crisis training.

Fire Chief – Jason Bjornstad

Fire Chief Jason Bjornstad's report was included in the packet.

Interim Public Works Director – David Stokes

Interim Public Works Director David Stokes reported they fueled all buildings and equipment. They worked on the sand truck chains and sanded roads. They cleaned waste oil burner heaters in the shop. They plowed snow and graded roads. They worked on the Cat grader, they removed and installed the main harness. They pulled alders

from the dump road. They fixed the blade on the sand truck. They painted the grader engine bay access panels. They patched asphalt. They changed hydraulic lines in the Hitachi 200. They changed the grader hydraulic pump.

Landfill

They picked up garbage around dumpsters and they disposed of old office records.

Recycling Center

The recycling center is running fine.

Water and Sewer Supervisor – Dennis McGlashan Jr.

Water and Sewer Supervisor Dennis McGlashan Jr. reported there was a power outage and there was an electrical problem at the water plant. He explained the boil water notice and the water had been chlorinated and generators are on.

Councilperson Foster asked Water and Sewer Supervisor McGlashan if the chlorine taste would be gone. Water and Sewer Supervisor McGlashan replied it is Department of Environmental Conservation's regulations and will continue to send samples. Councilperson Brown expressed the need for notice of the water conservation.

Harbor Master – Douglas Holmberg

Harbor Master Douglas Holmberg reported the electrical problem with the Travel Lift is ongoing. He ordered steel for the east wall.

Councilperson Foster commented the electrical problem needs to be looked at on the Travel Lift. Harbor Master Holmberg stated they changed switches, hopefully a Kendrick Equipment technician can come to Sand Point and the Travel Lift harness is obsolete.

HEARINGS, ORDINANCES, AND RESOLUTIONS:

1. Ordinance 2021-01: Authorizing Land Easement and Right of Way – 1st Reading

Administrator Keeler explained GCI planned to bring fiber optic internet to the region.

MOTION: Councilperson Marita Gundersen made a motion to put Ordinance 2021-01: Authorizing Land Easement and Right of Way on the floor for 1st reading.

SECOND: Councilperson Emil Mobeck seconded the motion.

VOTE: Motion passed unanimously.

2. Resolution 21-02: Authorized Check Signers

Administrator Keeler stated for the Travel Lift loan, Northrim Bank needs the resolution.

Councilperson Mobeck asked how long the paperwork process will take after this last document.

Administrator Keeler replied it will be a few weeks.

MOTION: Councilperson Shirley Brown made a motion to approve Resolution 21-02: Authorized Check Signers.

SECOND: Councilperson Jack Foster Jr. seconded the motion.

VOTE: Motion passed unanimously.

OLD BUSINESS:

1. COVID-19 Update / Discussion: City Mandate

Administrator Keeler stated the State declaration had expired. There are single doses now available for a vaccine, Johnson & Johnson. The CDC may change recommendations. There are two issues to establish, the quarantine of Sand Point travelers and the City of Sand Point employees.

Councilperson Mobeck expressed the quarantine period be lessened and the mandate to follow with the EAT and AEBS. Councilperson Foster commented he will go along with whichever the Council decides.

Councilperson Gundersen stated she would like to see the wording of the City mandate before issued. Direction was given to Administrator Keeler to let the Council know the proposed mandate before made public.

NEW BUSINESS:

1. Donation Request: QTT Annual Earth Day Fair

MOTION: Councilperson Shirley Brown made a motion to donate \$300 to the QTT Annual Earth Day Fair.

SECOND: Councilperson Emil Mobeck seconded the motion.

VOTE: Motion passed unanimously.

2. Discussion: PHT Backhaul Project

Administrator Keeler summarized the three tribes in Sand Point, QTT, PHT and Unga their plan to discard of old vehicles and steel piles and encouraged the public to contact public works personnel if they have derelict vehicles to move.

PUBLIC COMMENTS: None.

COUNCIL COMMENTS:

Councilperson Gundersen stated she would like for council members to be informed on what pertains to City business. Councilperson Foster thanked the City personnel and the efforts of the water and sewer department for the water shortage.

ADJOURNMENT:

MOTION: Councilperson Marita Gundersen made a motion to adjourn.

SECOND: Councilperson Emil Mobeck seconded the motion.

The meeting adjourned at 8:25 p.m.

James Smith, Mayor

ATTEST:

Shannon Sommer, City Clerk

REPORTS

FINANCE OFFICER

**City of Sand Point
Raw Fish Tax Revenue**

	<u>FY16</u>	<u>FY17</u>	<u>FY18</u>	<u>FY19</u>	<u>FY20</u>	<u>FY21</u>
July	110,509.71	129,882.77	142,500.10	83,040.24	81,992.40	51,221.78
August	94,822.69	42,576.34	139,542.35	48,290.30	88,100.71	27,115.98
September	62,297.79	63,622.18	37,427.07	49,496.61	65,893.27	24,635.83
October	76,878.70	59,854.60	32,201.69	46,261.99	51,476.42	18,438.92
November	3,770.50	6,757.09	10,083.69	4,963.48	3,495.99	1,111.79
December	735.79	-	515.28	74.67		
January	21,798.52	8,015.18	3,836.52	12,558.77		2,616.57
February	47,098.16	47,058.04	27,529.30	24,948.95		37,744.95
March	69,354.74	95,569.42	45,022.21	82,916.26	13,306.96	
April	23,493.50	5,984.43	58,469.24	13,561.22	13,500.37	
May	16,091.74	20,790.33	24,240.36	8,025.95	8,261.04	
June	78,884.08	109,955.05	58,431.26	89,711.60	16,659.69	-
Total	605,735.92	590,065.43	579,799.07	463,850.04	342,686.85	162,885.82

Sales Tax Revenue

	<u>FY16</u>	<u>FY17</u>	<u>FY18</u>	<u>FY19</u>	<u>FY20</u>	<u>FY21</u>
July	88,780.27	75,255.42	79,691.25	92,628.52	88,102.92	61,022.60
August	92,491.15	64,147.25	77,015.98	65,979.46	102,628.84	62,489.92
September	95,569.47	80,332.82	66,935.45	71,697.10	86,603.67	65,441.59
October	71,821.64	62,727.84	34,186.58	58,219.29	75,277.68	50,576.22
November	35,841.10	36,741.45	49,870.42	46,835.09	42,723.86	35,912.73
December	48,357.80	37,647.73	31,235.26	39,642.29	50,112.63	44,715.17
January	60,942.89	58,373.49	39,387.33	44,528.74	34,118.45	39,231.36
February	60,702.43	59,618.34	45,302.69	41,619.24	35,316.83	49,311.31
March	81,364.98	77,700.11	81,890.02	75,803.84	48,712.31	
April	53,394.08	52,535.54	45,633.53	49,639.45	33,711.29	
May	44,528.77	45,569.00	46,470.55	61,719.51	47,729.27	
June	80,350.37	78,996.36	81,316.23	93,332.26	71,991.16	-
Total	814,144.95	729,645.35	678,935.29	741,644.79	717,028.91	408,700.90

City of Sand Point
Bank Balance

Date

	Balance	
		Date
Bank	End of FEBRUARY	4/6/2021
Key Bank	2,773,130.25	2,859,940.82
Key Bank / CARES	219,439.51	32,677.53
Wells Fargo - General	100,456.03	62,569.31
Wells Fargo - Bingo Fund	90,539.14	105,651.09
Wells Fargo - Silver Salmon Fund	37,997.19	32,872.43
Wells Fargo - PD Forfeiture	593.67	593.67
Wells Fargo - PD Forfeiture	6,666.61	6,666.61
Charles Schwab	616,722.75	635,286.01

CITY OF SAND POINT
***Expenditure Guideline-No Enc Sum©**

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Current Period: FEBRUARY 20-21

	20-21 YTD Budget	20-21 YTD Amt	FEBRUARY MTD Amt	20-21 YTD Balance	% of YTD
GENERAL FUND					
LEGISLATIVE	\$89,200.00	\$57,248.81	\$6,423.12	\$31,951.19	64.18%
ADMINISTRATION	\$1,889,472.34	\$1,428,100.97	\$52,035.25	\$461,371.37	75.58%
PARKS AND RECREATION	\$23,000.00	\$0.00	\$0.00	\$23,000.00	0.00%
PUBLIC SAFETY	\$813,565.93	\$453,456.96	\$56,534.21	\$360,108.97	55.74%
PUBLIC WORKS	\$548,202.00	\$282,222.86	\$44,253.54	\$265,979.14	51.48%
FACILITIES	\$279,623.00	\$125,450.83	\$16,642.63	\$154,172.17	44.86%
<i>Total GENERAL FUND</i>	<u>\$3,643,063.27</u>	<u>\$2,346,480.43</u>	<u>\$175,888.75</u>	<u>\$1,296,582.84</u>	<u>64.41%</u>
BINGO FUND					
ADMINISTRATION	\$418,800.00	\$267,469.37	\$39,258.37	\$151,330.63	63.87%
<i>Total BINGO FUND</i>	<u>\$418,800.00</u>	<u>\$267,469.37</u>	<u>\$39,258.37</u>	<u>\$151,330.63</u>	<u>63.87%</u>
SILVER SALMON DERBY					
FIRE	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
<i>Total SILVER SALMON DERBY</i>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>0.00%</u>
CLINIC OPERATIONS/MAINTENANCE					
ADMINISTRATION	\$62,412.00	\$2,961.13	\$0.00	\$59,450.87	4.74%
<i>Total CLINIC OPERATIONS/MAINTENANCE</i>	<u>\$62,412.00</u>	<u>\$2,961.13</u>	<u>\$0.00</u>	<u>\$59,450.87</u>	<u>4.74%</u>
WATER/SEWER OPERATIONS					
WATER/SEWER	\$307,403.00	\$172,563.89	\$17,002.39	\$134,839.11	56.14%
<i>Total WATER/SEWER OPERATIONS</i>	<u>\$307,403.00</u>	<u>\$172,563.89</u>	<u>\$17,002.39</u>	<u>\$134,839.11</u>	<u>56.14%</u>
HARBOR/PORT OPERATIONS					
HARBOR	\$638,871.67	\$468,742.13	\$38,783.11	\$170,129.54	73.37%
<i>Total HARBOR/PORT OPERATIONS</i>	<u>\$638,871.67</u>	<u>\$468,742.13</u>	<u>\$38,783.11</u>	<u>\$170,129.54</u>	<u>73.37%</u>
SOA DOCK					
HARBOR	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
<i>Total SOA DOCK</i>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>0.00%</u>
REFUSE COLLECTION					
PUBLIC WORKS	\$156,701.60	\$84,515.61	\$12,187.00	\$72,185.99	53.93%
<i>Total REFUSE COLLECTION</i>	<u>\$156,701.60</u>	<u>\$84,515.61</u>	<u>\$12,187.00</u>	<u>\$72,185.99</u>	<u>53.93%</u>
Report Total	<u>\$5,227,251.54</u>	<u>\$3,342,732.56</u>	<u>\$283,119.62</u>	<u>\$1,884,518.98</u>	<u>63.95%</u>

CITY OF SAND POINT
***Revenue Guideline-Alt Code©**

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Current Period: FEBRUARY 20-21

		20-21	20-21	FEBRUARY	20-21	% of
		YTD Budget	YTD Amt	MTD Amt	YTD Balance	YTD
GENERAL FUND						
Active	R 01-200 CAPITAL GAIN / LOSS	\$0.00	\$76,021.75	\$9,990.78	-\$76,021.75	0.00%
Active	R 01-201 INTEREST INCOME	\$10,000.00	\$6,292.15	\$271.20	\$3,707.85	62.92%
Active	R 01-202 FINES AND PENALTYS	\$1,500.00	\$1,631.02	\$0.00	-\$131.02	108.73%
Active	R 01-203 OTHER REVENUE	\$2,500.00	\$100,746.83	\$0.00	-\$98,246.83	4029.87%
Active	R 01-205 4% SALES TAX	\$525,000.00	\$431,380.75	\$39,231.36	\$93,619.25	82.17%
Active	R 01-208 CARES INTEREST	\$37.60	\$53.86	\$1.86	-\$16.26	143.24%
Active	R 01-213 RAW FISH TAX	\$225,000.00	\$141,800.56	\$2,616.57	\$83,199.44	63.02%
Active	R 01-214 FINE-LATE SALES TAX	\$250.00	\$119.55	\$33.04	\$130.45	47.82%
Active	R 01-217 7% B & B Tax	\$3,000.00	\$1,646.50	\$102.50	\$1,353.50	54.88%
Active	R 01-225 PAYMENT IN LIEU OF TAX	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 01-230 DONATIONS	\$76,668.51	\$0.00	\$0.00	\$76,668.51	0.00%
Active	R 01-232 FIRE MISC REVENUE	\$0.00	\$10,000.00	\$0.00	-\$10,000.00	0.00%
Active	R 01-233 BUSINESS LIC. FEE	\$4,000.00	\$2,075.00	\$425.00	\$1,925.00	51.88%
Active	R 01-234 SB 46 PERS RELIEF	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 01-238 ANCHORAGE OFFICE	\$5,000.00	\$0.00	\$0.00	\$5,000.00	0.00%
Active	R 01-250 STATE REVENUE SHARIN	\$87,901.00	\$0.00	\$0.00	\$87,901.00	0.00%
Active	R 01-256 REVENUE--STATE OF ALA	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 01-257 REVENUE--FEDERAL GOV	\$1,117,742.00	\$607,876.50	\$0.00	\$509,865.50	54.38%
Active	R 01-260 STATE LIQUOR SHARE TA	\$2,500.00	\$0.00	\$0.00	\$2,500.00	0.00%
Active	R 01-265 SOA DOCCED SHARED FIS	\$28,000.00	\$0.00	\$0.00	\$28,000.00	0.00%
Active	R 01-266 SOA DOR FISH BUS SHAR	\$225,000.00	\$186,485.55	\$0.00	\$38,514.45	82.88%
Active	R 01-285 EQUIPMENT RENTAL	\$35,000.00	\$7,697.61	\$0.00	\$27,302.39	21.99%
Active	R 01-290 AK HIDTA PROGRAM	\$9,000.00	\$362.81	\$0.00	\$8,637.19	4.03%
Active	R 01-291 BUILDING RENTALS	\$110,000.00	\$66,839.82	\$4,100.00	\$43,160.18	60.76%
Active	R 01-293 LIBRARY GRANT	\$7,000.00	\$7,000.00	\$0.00	\$0.00	100.00%
Active	R 01-296 PD FORFEITURES	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 01-297 POLICE MISC REVENUE	\$165,000.00	\$173,276.82	\$0.00	-\$8,276.82	105.02%
Active	R 01-298 EMS MISC REVENUE	\$45,000.00	\$44,144.00	\$0.00	\$856.00	98.10%
	Total	<u>\$2,685,099.11</u>	<u>\$1,865,451.08</u>	<u>\$56,772.31</u>	<u>\$819,648.03</u>	<u>69.47%</u>
	Total GENERAL FUND	\$2,685,099.11	\$1,865,451.08	\$56,772.31	\$819,648.03	69.47%
BINGO FUND						
Active	R 02-294 BINGO REVENUE	\$20,000.00	\$20,176.00	\$2,978.00	-\$176.00	100.88%
Active	R 02-295 PULL TAB REVENUE	\$430,000.00	\$270,012.00	\$36,692.00	\$159,988.00	62.79%
	Total	<u>\$450,000.00</u>	<u>\$290,188.00</u>	<u>\$39,670.00</u>	<u>\$159,812.00</u>	<u>64.49%</u>
	Total BINGO FUND	\$450,000.00	\$290,188.00	\$39,670.00	\$159,812.00	64.49%
SILVER SALMON DERBY						
Active	R 03-230 DONATIONS	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 03-292 SILVER SALMON DERBY	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
	Total	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>0.00%</u>
	Total SILVER SALMON DERBY	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
CLINIC OPERATIONS/MAINTENANCE						
Active	R 10-257 REVENUE--FEDERAL GOV	\$729,548.00	\$729,548.00	\$0.00	\$0.00	100.00%
Active	R 10-291 BUILDING RENTALS	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
	Total	<u>\$729,548.00</u>	<u>\$729,548.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>100.00%</u>
	Total CLINIC OPERATIONS/MAINTENANCE	\$729,548.00	\$729,548.00	\$0.00	\$0.00	100.00%
WATER/SEWER OPERATIONS						

CITY OF SAND POINT
***Revenue Guideline-Alt Code©**

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Current Period: FEBRUARY 20-21

		20-21	20-21	FEBRUARY	20-21	% of
		YTD Budget	YTD Amt	MTD Amt	YTD Balance	YTD
Active	R 61-202 FINES AND PENALTYS	\$1,500.00	\$572.60	\$11.01	\$927.40	38.17%
Active	R 61-206 WATER/SEWER REVENUE	\$220,000.00	\$148,538.37	\$9,370.39	\$71,461.63	67.52%
Active	R 61-234 SB 46 PERS RELIEF	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 61-235 TRANSFER IN	\$60,500.00	\$0.00	\$0.00	\$60,500.00	0.00%
Active	R 61-270 ON BEHALF REVENUE PE	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Total		\$282,000.00	\$149,110.97	\$9,381.40	\$132,889.03	52.88%
Total WATER/SEWER OPERATIONS		\$282,000.00	\$149,110.97	\$9,381.40	\$132,889.03	52.88%
HARBOR/PORT OPERATIONS						
Active	R 62-201 INTEREST INCOME	\$5,000.00	\$2,814.28	\$1,278.82	\$2,185.72	56.29%
Active	R 62-203 OTHER REVENUE	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 62-210 HARBOR/MOORAGE	\$250,000.00	\$143,018.47	\$4,272.01	\$106,981.53	57.21%
Active	R 62-211 HARBOR/TRAVELLIFT	\$110,000.00	\$46,597.29	\$3,539.01	\$63,402.71	42.36%
Active	R 62-212 BOAT HARBOR/RENTS	\$85,000.00	\$95,576.60	\$8,290.70	-\$10,576.60	112.44%
Active	R 62-215 HARBOR/WHARFAGE	\$0.00	\$14,703.99	\$0.00	-\$14,703.99	0.00%
Active	R 62-219 HARBOR ELEC SERVICE F	\$10,000.00	\$5,942.17	\$935.91	\$4,057.83	59.42%
Active	R 62-220 HARBOR/ELEC DEPOSIT	\$500.00	\$400.00	\$0.00	\$100.00	80.00%
Active	R 62-221 HARBOR/VAN STORAGE	\$20,000.00	\$15,783.94	\$0.00	\$4,216.06	78.92%
Active	R 62-222 HARBOR/STALL ELECTRIC	\$40,000.00	\$19,839.04	\$3,859.78	\$20,160.96	49.60%
Active	R 62-223 HARBOR/ELECTRICITY	\$4,000.00	\$693.54	\$58.46	\$3,306.46	17.34%
Active	R 62-224 GEARSHED LOCKER RENT	\$15,000.00	\$11,258.33	\$4,200.00	\$3,741.67	75.06%
Active	R 62-234 SB 46 PERS RELIEF	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 62-237 HARBOR STORAGE	\$2,000.00	\$0.00	\$0.00	\$2,000.00	0.00%
Active	R 62-270 ON BEHALF REVENUE PE	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 62-285 EQUIPMENT RENTAL	\$30,000.00	\$2,763.80	\$222.97	\$27,236.20	9.21%
Total		\$571,500.00	\$359,391.45	\$26,657.66	\$212,108.55	62.89%
Total HARBOR/PORT OPERATIONS		\$571,500.00	\$359,391.45	\$26,657.66	\$212,108.55	62.89%
SOA DOCK						
Active	R 63-215 HARBOR/WHARFAGE	\$65,000.00	\$1,151.85	\$0.00	\$63,848.15	1.77%
Active	R 63-245 CONTRIBUTIONS	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Total		\$65,000.00	\$1,151.85	\$0.00	\$63,848.15	1.77%
Total SOA DOCK		\$65,000.00	\$1,151.85	\$0.00	\$63,848.15	1.77%
REFUSE COLLECTION						
Active	R 65-202 FINES AND PENALTYS	\$1,500.00	\$180.74	\$6.42	\$1,319.26	12.05%
Active	R 65-204 REFUSE COLLECTION	\$146,000.00	\$109,009.90	\$5,323.14	\$36,990.10	74.66%
Active	R 65-234 SB 46 PERS RELIEF	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 65-235 TRANSFER IN	\$12,150.00	\$0.00	\$0.00	\$12,150.00	0.00%
Active	R 65-270 ON BEHALF REVENUE PE	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Total		\$159,650.00	\$109,190.64	\$5,329.56	\$50,459.36	68.39%
Total REFUSE COLLECTION		\$159,650.00	\$109,190.64	\$5,329.56	\$50,459.36	68.39%
Report Total		\$4,942,797.11	\$3,504,031.99	\$137,810.93	\$1,438,765.12	70.89%

CITY OF SAND POINT

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***Fund Summary -
Budget to Actual©**

FEBRUARY 20-21

	20-21 YTD Budget	FEBRUARY MTD Amount	20-21 YTD Amount	20-21 YTD Balance	20-21 % YTD Budget
FUND 01 GENERAL FUND					
Revenue	\$2,685,099.11	\$56,772.31	\$1,865,451.08	\$819,648.03	69.47%
Expenditure	\$3,643,063.27	\$175,888.75	\$2,346,480.43	\$1,296,582.84	64.41%
		-\$119,116.44	-\$481,029.35		
FUND 02 BINGO FUND					
Revenue	\$450,000.00	\$39,670.00	\$290,188.00	\$159,812.00	64.49%
Expenditure	\$418,800.00	\$39,258.37	\$267,469.37	\$151,330.63	63.87%
		\$411.63	\$22,718.63		
FUND 03 SILVER SALMON DERBY					
Revenue	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Expenditure	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
		\$0.00	\$0.00		
FUND 10 CLINIC OPERATIONS/MAINTENANCE					
Revenue	\$729,548.00	\$0.00	\$729,548.00	\$0.00	100.00%
Expenditure	\$62,412.00	\$0.00	\$2,961.13	\$59,450.87	4.74%
		\$0.00	\$726,586.87		
FUND 61 WATER/SEWER OPERATIONS					
Revenue	\$282,000.00	\$9,381.40	\$149,110.97	\$132,889.03	52.88%
Expenditure	\$307,403.00	\$17,002.39	\$172,563.89	\$134,839.11	56.14%
		-\$7,620.99	-\$23,452.92		
FUND 62 HARBOR/PORT OPERATIONS					
Revenue	\$571,500.00	\$26,657.66	\$359,391.45	\$212,108.55	62.89%
Expenditure	\$638,871.67	\$38,783.11	\$468,742.13	\$170,129.54	73.37%
		-\$12,125.45	-\$109,350.68		
FUND 63 SOA DOCK					
Revenue	\$65,000.00	\$0.00	\$1,151.85	\$63,848.15	1.77%
Expenditure	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
		\$0.00	\$1,151.85		
FUND 65 REFUSE COLLECTION					
Revenue	\$159,650.00	\$5,329.56	\$109,190.64	\$50,459.36	68.39%
Expenditure	\$156,701.60	\$12,187.00	\$84,515.61	\$72,185.99	53.93%
		-\$6,857.44	\$24,675.03		
Report Total		-\$145,308.69	\$161,299.43		

EAT CEO – PAUL MUELLER

**AEBSD SUPERINTENDENT
– PATRICK MAYER**

TO: Mayor Smith
City Council Members

FROM: Jordan Keeler
City Administrator

DATE: April 6, 2021

SUBJ: Monthly Report for April 2021



Here is a summary of items since our March 9th meeting.

- Spent the bulk of the month working on the travel lift financing and this is covered later on in the packet.
- Submitted the CARES Act monthly report for February; we expended all of our funds by roughly March 10th, so the next report will begin the closeout process.
- Submitted paperwork and supporting documents to the State in order to get reimbursed for some of the dirt work that was needed after the July earthquake.
- Attended online briefings for AML regarding legislative session and the possible impacts on municipalities as a whole and what bills/policies/actions are relevant to our interests.
- Started working on liability and health insurance applications for FY22. A few employees have inquired about getting on the plan and I will distribute the information when it becomes available.
- Attended two pre-season fisheries calls, one for the cod season and one regarding the upcoming salmon season that was mostly about COVID-19.
- Continue to stay in contact with EAT on a near-daily basis.



SAND POINT DEPARTMENT of PUBLIC SAFETY



Post Office Box 423
Sand Point, Alaska 99661

MEMORANDUM

To: Honorable Jim Smith, Mayor, City of Sand Point
Mr. Jordan Keeler, City Administrator, City of Sand Point
Mr. Danny Cumberlidge, City Councilperson, City of Sand Point
Mr. Allan Starnes, City Councilperson, City of Sand Point
Ms. Shirley Brown, City Councilperson, City of Sand Point
Mr. Jack Foster Jr, City Councilperson, City of Sand Point
Ms. Marita Gundersen, City Councilperson, City of Sand Point
Mr. Emil Mobeck, City Councilperson, City of Sand Point

From: Denise Mobeck, Administrative Assistant

Date: April 7, 2021

Ref: Department of Public Safety's Monthly Report for March

Police Department

- Dave Anderson, Chief of Police
- Brent Nierman, Police Sergeant
- Frank Farr, Police Officer
- Richard Lowery, Police Officer
- Justin Cash, Investigator

Administrative Assistant

- Denise Mobeck

Dispatchers

- Anne Christine Nielsen, 911 Dispatcher
- Alfred 'Jesse' Pesterkoff, 911 Dispatcher

Police Division Activity

March 2021

0 person were jailed

28 calls to 911

- 10 hang up/mis-dials
- 1 MOC request- all calls are referred to the clinic after-hours nurse hotline
- 2 ambulance requests
- 2 Domestic disturbance
- 1 report of power outage
- 1 public assistance
- 1 civil matter
- 2 REDDI report
- 1 report of no contact violation
- 1 report of multiple burglar alarms going off due to power outage
- 1 suspicious phone call
- 1 vandalism at school
- 1 checking 911 line for service
- 2 noise complaint
- 1 suspicious circumstance

Activity/Calls for service not on 911 line

- Bar checks, city building & school security checks
- 2 Traffic stops- warning for tail light out
- Court documents served
- Assisted EMS with ambulance call
- Unsecured door at school- numerous times
- Increased amount of vehicle traffic at business
- Public assist
- Fuel theft
- Warning for person driving without valid license
- Report to Adult Protective Services
- Warning given to underage person driving ATV on main roadway
- Fingerprints
- Follow up on drug intel received
- Dead eagle sent out
- Assist with Adult Probation Agency

March 2021 EMS Report

- Rescue 1 had five calls, three tone outs and two medevacs.
- We completed the first of two Opioid Crisis trainings with five people in attendance.
- Two BLS classes are scheduled for April 23rd and April 30th with 19 people signed up.
- The ETT class is set to begin April 24th and end May 2nd with 10 people signed up.

Thank you,

Carmen Holmberg
EMS Chief

FIRE CHIEF

No report given at this time.

PUBLIC WORKS DIRECTOR

No report given at this time.

March 2021

Still kinda slow travel lift seems to be working better now hauling some boats. Starting to get some movement on boats.

**STUDENT
REPRESENTATIVE**

HEARINGS, ORDINANCES AND RESOLUTIONS

ORDINANCE 2021-01:
AUTHORIZING LAND
EASEMENT AND RIGHT OF
WAY – 2ND READING

Memo

To: Mayor Smith
From: Jordan Keeler, Administrator
cc: City Council
Date: April 6, 2021
Re: Ordinance 2021-01

GCI has requested the City grant them an easement to use City-owned right of ways so they can install their planned fiber optic project. City Code 8.10.090 allows for the issuance of easements on City-owned property if the use is justified for several reasons, including the furtherance of economic development. City code also requires the City to conduct the disposal through an ordinance as the disposal will grant an interest in City-owned property. The ordinance for your consideration includes the statutory language required by 8.10.060 including the description, purpose and method of disposal. City code allows Council to set the price below market value; easements are generally different than outright sales of land as the City retains full ownership and only grants the easement. For this reason, the ordinance does not assign a value to the easement, however, if Council wishes, the ordinance can include a token sum of one dollar or ten dollars if desired.

Given the need for high-speed internet and modern telecommunications in the community, I ask that Council approve Ordinance 2021-01.

City of Sand Point



ORDINANCE 2021-01

AN ORDINANCE OF THE CITY OF SAND POINT, ALASKA, GRANTING AN EASEMENT AND RIGHT OF WAY ALONG CITY OWNED PROPERTIES

SECTION 1. Classification: This is a non-code ordinance.

SECTION 2. Effective Date: This Ordinance becomes effective upon adoption

SECTION 3. Severability: The terms, provisions and sections of this ordinance are severable

SECTION 4. Content: City Code requires certain criteria to be met for the disposal

1. The City wishes to allow economic development by granting the use of City-owned right-of-way's to be used for a fiber optic project.
2. The right-of-way's are located on Parcel 28A, Tract A, USS No. 3585 and Parcel 28A, Tract A, USS No. 3585 and within the rights-of-way of Simeonof Street, Pavlof Avenue, Andronica Street and Sand Point Road.
3. GCI has requested an easement and right-of-way to install a beach manhole and fiber optic cable on the above parcels.
4. The City Council has elected to dispose the interest through the method laid out in 8.10.070 (d).
5. The City Council finds that it is in the best interest at less than market value in order to promote economic development and the easement will revert to the City if the property is not developed.
6. The City Council has determined that the market value of the property is under One Dollar (\$1.00).

Introduction and 1st Reading March 9, 2021
2nd Reading and Adoption April 13, 2021

7. The disposal will be through an ordinance introduced on March 9, 2021 and voted upon April 13, 2021.
8. Passage of this ordinance will grant an easement and right-of-way for the property in question.

**PASSED AND ADOPTED BY A DULY CONSTITUTED QUORUM OF
THE SAND POINT CITY COUNCIL THIS 13th DAY OF APRIL, 2021.**

ATTEST:

James Smith, Mayor

Shannon Sommer, City Clerk

Introduction and 1st Reading March 9, 2021
2nd Reading and Adoption April 13, 2021

**RESOLUTION 21-03:
AUTHORIZING ISSUANCE
OF A REVENUE BOND**

Memo

To: Mayor Smith
From: Jordan Keeler, Administrator
cc: City Council
Date: April 7, 2021
Re: Resolution 21-03

This resolution grants the Mayor the power to enter into an agreement with the Bond Bank for the issuance of a revenue bond. The purpose of the proposed \$1.1 million revenue bond is to pay for the acquisition of a new, 150-ton travel lift to replace the current travel lift. If council approves the resolution, staff will send it to our lawyers who will issue a letter confirming that the city does not have any current or upcoming litigation. Staff will send that letter to the Bond Bank as part of due diligence in evaluating the City's finances. The Bond Bank will vote on bond proposals on April 15. If this resolution does not pass, the City cannot move forward with the revenue bond issuance.

City of Sand Point



RESOLUTION 21-03

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF SAND POINT, ALASKA, AUTHORIZING THE ISSUANCE OF HARBOR REVENUE BONDS OF THE CITY IN ONE OR MORE SERIES TO FINANCE AND REFINANCE HARBOR IMPROVEMENTS; CREATING A LIEN ON NET REVENUE OF THE HARBOR FOR THE PAYMENT OF THE BONDS; AND ESTABLISHING COVENANTS OF THE CITY RELATED TO THE BONDS.

WHEREAS, the City of Sand Point, Alaska (the “City”), is a first-class city and under the provisions of Alaska Statutes 29.47 has the power to issue revenue bonds for a public enterprise of the City where the only security is the revenue of the public enterprise, for which an election is not required; and

WHEREAS, pursuant to Title 11 of the City’s Code of Ordinances the City owns and operates boat harbor facilities (as further defined in Section 1, the “Harbor Enterprise”) as a revenue-producing enterprise; and

WHEREAS, it is necessary and in the best interest of the City and its residents that the City now provide for the issuance of one or more series of harbor revenue bonds to finance and refinance improvements to the Harbor Enterprise, and for any other purpose of the Harbor Enterprise now or hereafter permitted by law;

NOW, THEREFORE, BE IT RESOLVED BY THE SAND POINT CITY COUNCIL:

Section 1. Definitions. The following terms shall have the following meanings in this Master Resolution:

“Aggregate Annual Debt Service” means, for any Fiscal Year, the total amount of Debt Service on all Bonds then Outstanding.

“Annual Debt Service” means, with respect to any Bonds for any Fiscal Year, the total amount of Debt Service on such Bonds.

“Average Annual Debt Service” means, with respect to any Bonds at any time, the total amount of Debt Service on such Bonds scheduled to be paid thereafter, divided by the number of Fiscal Years in which such Debt Service is scheduled to be paid.

“Base Period” means any consecutive 12-month period selected by the City out of the 30-month period preceding the date of issuance of a series of Bonds.

“Bond Register” means the registration books maintained by the Registrar that include the names and addresses of the owners or nominees of the owners of the Bonds.

“Bonds” means the bonds, notes, or other evidences of indebtedness issued from time to time in series in accordance with the provisions of this Master Resolution.

“City” means the City of Sand Point, Alaska, a first-class city organized and existing under the Constitution and laws of the State of Alaska.

“City Council” means the general legislative authority of the City, as the same may be constituted from time to time.

“City Representative” means each of the City Administrator and the Mayor of the City, or such other person who may be designated as such from time to time by resolution of the City Council.

“Consultant” means an independent professional consultant experienced in harbor matters appointed by the City to perform the duties of Consultant under this Master Resolution. For the purposes of delivering any certificate required by Section 5 and making the calculations required by Section 5, the term “Consultant” also shall include any independent public accounting firm appointed by the City to make such calculation or to provide such certificate.

“Costs of Construction” means all costs paid or incurred by the City in connection with the acquisition and construction of capital additions, improvements, and betterments to and extensions of the Facilities, and the placing of the same in operation, including without limitation paying all or a portion of the interest on the Bonds or any portion thereof issued to finance the costs of such improvements during the period of construction of such improvements and for a period of time thereafter; paying amounts required to meet any reserve requirement for such Bonds; paying or reimbursing the City or any fund thereof or any other person for expenses incident and properly allocable to the acquisition and construction of such improvements and the placing of the same in operation; and all other items of expense incident and properly allocable to the acquisition and construction of such additions and improvements, the financing of the same, and the placing of the same in operation.

“Coverage Requirement” means, for any Fiscal Year or Base Period, that Net Revenue is equal to or greater than 125 percent of Aggregate Annual Debt Service.

“Debt Service” means, with respect to any Bonds for any Fiscal Year, an amount equal to the sum of (1) the principal amount of such Bonds due or subject to mandatory redemption during such period and for which no sinking fund installments have been established, (2) the amount of any payment required to be made during such period into any sinking fund established for the payment of such Bonds, and (3) all interest payable during such period on such Bonds and with respect to Bonds with mandatory sinking fund requirements, calculated on the assumption that mandatory sinking fund installments will be applied to the redemption or retirement of such Bonds on the date specified in the Series Resolution authorizing such Bonds.

“Facilities” means all equipment and all property, real and personal, or any interest therein, whether improved or unimproved, now or hereafter owned, operated, used, leased or managed by the Harbor Enterprise and which contribute in some measure to Gross Revenue.

“Fiscal Year” means the fiscal year of the City, which currently is the 12-month period commencing on July 1 and ending the following June 30.

“Gross Revenue” means all income, receipts, and revenue derived by or for the account of the Harbor Enterprise from time to time from any source from the ownership, leasing, or operation of the Facilities, and all earnings on any fund or account that is pledged to secure the Bonds. However, the following shall be excluded from Gross Revenue: (1) the proceeds of any borrowing by the City and the earnings thereon (other than earnings on proceeds deposited in reserve funds); (2) proceeds of insurance or condemnation proceeds other than business interruption insurance; and (3) income from investments irrevocably pledged to the payment of Bonds issued or to be defeased under any refunding bond plan of the Harbor Enterprise.

“Harbor Enterprise” means the boat harbor facilities owned and operated by the City pursuant to Title 11 of the City’s Code of Ordinances, as the same may be added to, improved, and extended.

“Harbor Fund” means the boat harbor enterprise fund of the City.

“Master Resolution” means this Resolution No. 21-03.

“Maximum Annual Debt Service” means, with respect to any Bonds as of any date, the highest Annual Debt Service on such Bonds in each Fiscal Year thereafter in which such Bonds are scheduled to remain Outstanding.

“Net Revenue” means, for any Fiscal Year or Base Period, Gross Revenue less any part thereof that must be used to pay Operating Expenses.

“Operating Expenses” means the current expenses incurred for operation, maintenance, or repair of the Facilities of a non-capital nature, and include without limitation administrative and general expenses, insurance premiums, lease rentals, legal and engineering expenses, payments to pension, retirement, group life insurance, health, and hospitalization funds or other employee benefit funds that are properly chargeable to current operations, interest on customer deposits, payroll tax expenses, and any other expenses required to be paid under the provisions of this Master Resolution or by law or permitted by standard practices for municipal enterprises similar to the properties and business of the Harbor Enterprise and applicable in the circumstances. Operating Expenses do not include payments of taxes or assessments (or payments in lieu of taxes or assessments) to the City, payments with respect to judgments, any allowances for depreciation or amortization, or any principal, redemption price or purchase price of, or interest on, any obligations of the City incurred in connection with the Facilities and payable from Gross Revenue.

“Outstanding” means, as of any date, any Bonds theretofore issued except such Bonds deemed to be no longer Outstanding as provided in the Series Resolution authorizing the issuance thereof.

“Registered Owner” means the person named as the registered owner of a Bond in the Bond Register.

“Registrar” means the City Administrator of the City, or any other person that the City Council may appoint from time to time by resolution or by a Series Resolution, to act as registrar for one or more series of Bonds.

“Series Resolution” means a resolution authorizing the issuance of a series of Bonds, as such resolution may thereafter be amended or supplemented. Each Series Resolution shall be supplemental to this Master Resolution.

Section 2. Priority of Use of Gross Revenue. The City shall deposit all Gross Revenue in the Harbor Fund as collected. The Harbor Fund shall be held separate and apart from all other funds and accounts of the City, and the Gross Revenue deposited therein shall be used only for the following purposes and in the following order of priority:

First, to pay when due Operating Expenses not paid from other sources;

Second, to make when due all payments, including sinking fund payments, required to be made into the debt service account of any Bond redemption fund and to pay the principal of and interest and premium, if any, on any Bonds;

Third, to make when due all payments required to be made into any reserve account established to secure the payment of any Bonds;

Fourth, to make when due all payments required to be made into any other harbor revenue bond redemption fund and debt service account or reserve account created therein to pay and secure the payment of any harbor revenue bonds or other harbor revenue obligations of the City secured by a lien on Net Revenue and the money in the Harbor Fund junior and inferior to the lien that secures payment of the Bonds; and

Fifth, to retire by redemption or purchase in the open market any outstanding harbor revenue bonds or other harbor revenue obligations of the City as authorized in the various resolutions of the City authorizing their issuance, or to make necessary additions, betterments, improvements, and repairs to or extensions and replacements of the Facilities, or any other lawful City purposes, except to the extent of any deficiencies in payments for First, Second, Third, or Fourth purposes.

Section 3. Authorization of Bonds. The City is authorized to issue harbor revenue bonds of the City, to be known as “City of Sand Point, Alaska, Harbor Revenue Bonds,” from time to time in series, and without limitation as to aggregate principal amount. Each series of Bonds may be issued in such amount and upon such terms and conditions as the City Council may from time to time deem to be necessary or advisable, for any purposes of the Harbor Enterprise now or hereafter permitted by law, but only upon compliance with the applicable conditions for their issuance in Section 5.

All Bonds shall be secured by a parity lien on Net Revenue upon the fulfillment of the conditions for their issuance under this Master Resolution. From and after the time of issuance and delivery of the Bonds of each series, and so long thereafter as any of the same remain Outstanding, the City hereby irrevocably obligates and binds itself to set aside and pay out of Net Revenue into the special funds created for the payment of the Bonds of such series, on or before the due date, the amount necessary to pay principal or interest coming due on the Bonds of such series. Such amounts so pledged to be paid into such special funds are hereby declared to be a lien on Gross

Revenue superior to all other liens and charges of any kind or nature whatsoever except for Operating Expenses and except for parity liens that may be made to secure payment of any series of Bonds issued in accordance with the provisions of this Master Resolution.

The Bonds shall not in any manner or to any extent constitute general obligations of the City or the State of Alaska or of any political subdivision of the State of Alaska. Neither the faith and credit nor the taxing power of the City is pledged for the payment of the Bonds.

Section 4. Series Resolution. Each series of Bonds shall be authorized by a Series Resolution, which shall, among other provisions, specify or provide for:

- (a) the authorized principal amount, designation, and series of such Bonds;
- (b) the general purpose or purposes for which such series of Bonds is being issued, and the deposit, disbursement, and application of the proceeds of the sale of the Bonds of such series;
- (c) the date or dates, and the maturity date or dates, of the Bonds of such series, and the principal amount maturing on each maturity date;
- (d) the interest rate or rates on the Bonds of such series, the interest payment date or dates therefor and the tax status thereof;
- (e) the circumstances, if any, under which the Bonds of such series will be deemed to be no longer Outstanding;
- (f) the denominations of, and the manner of dating, numbering, and, if necessary, authenticating, the Bonds of such series;
- (g) the place or places of payment of the principal, redemption price, if any, or purchase price, if any, of and interest on, the Bonds of such series;
- (h) the Registrar for the Bonds of such series and the duties and obligations thereof;
- (i) the form or forms of the Bonds of such series and the provisions for the registration, transfer, and exchange of the Bonds of such series;
- (j) the terms and conditions, if any, for the redemption or prepayment of the Bonds of such series prior to maturity, including the redemption or prepayment date or dates and price or prices and other applicable redemption or prepayment terms;
- (k) the manner of sale of the Bonds of such series;
- (l) if so determined by the City, the authorization of and any terms and conditions with respect to credit support for the Bonds of such series and the pledge or provision of money, assets, or security other than Net Revenue to or for the payment of the Bonds of such series or any portion thereof;
- (m) a special fund or account to provide for the payment of the Bonds of such series and, if so determined by the City, any other specific funds or accounts, including without limitation reserve funds or accounts, for the Bonds of such series and the application of money or securities therein; and

(n) any other provisions that the City deems necessary or desirable in connection with the Bonds of such series.

Section 5. Limitations on Issuance of Bonds. The City shall not issue any series of Bonds or incur any additional indebtedness with a lien on Net Revenue on a parity with the lien that secures payment of the Bonds then Outstanding unless the City satisfies the applicable conditions for the issuance of such series in this Section.

(a) Project Completion. The City may issue Bonds if the City shall not have been in default of its covenant under Section 6(a) for the preceding Fiscal Year, and the Bonds are being issued to pay Costs of Construction of Facilities for which Bonds have been issued previously and the principal amount of such Bonds being issued for completion purposes does not exceed an amount equal to 15 percent of the aggregate principal amount of Bonds theretofore issued to finance such Facilities and reasonably allocable to the Facilities to be completed as shown in a written certificate of the City Representative, and there is delivered a Consultant's certificate stating that the nature and purpose of such Facilities has not materially changed.

(b) Purposes of the Harbor Enterprise. The City may issue Bonds if the City shall not have been in default of its covenant under Section 6(a) for the preceding Fiscal Year, and the Bonds are being issued to finance necessary additions, betterments, improvements, and repairs to or extensions and replacements of the Facilities, upon delivery of a certificate prepared as described in paragraph (1) or (2) of this subsection.

1. Certificate of the City Without a Consultant. The City may deliver a certificate without a Consultant if, based on Net Revenue for the Base Period (confirmed by an independent audit), the Coverage Requirement will be satisfied in each Fiscal Year that Bonds are scheduled to be Outstanding, commencing with the first full Fiscal Year following the date on which any portion of interest on the series of Bonds then being issued will be paid from a source other than the proceeds of such series of Bonds.

2. Certificate of Consultant. Unless the City may deliver a certificate without a Consultant as provided in paragraph (1) of this subsection, the City shall deliver a certificate of a Consultant demonstrating that the Coverage Requirement will be satisfied in each Fiscal Year that Bonds are scheduled to be Outstanding, commencing with the first full Fiscal Year following the date on which any portion of interest on the series of Bonds then being issued will be paid from a source other than the proceeds of such series of Bonds. In making the computations for the purpose of certifying compliance with the Coverage Requirement of this Section, the Consultant may determine Net Revenue by adding the following:

(i) The historic Net Revenue of the Harbor Enterprise for the Base Period.

(ii) Any increase to reflect the rates and charges for use of the Facilities effective on the date of such certificate if there has been any change in such rates and charges during or after the Base Period.

(iii) The Net Revenue derived from customers of the Harbor Enterprise that have become customers during the Base Period or thereafter and prior to the date of such certificate, adjusted to reflect a full year's Net Revenue from each such customer to the extent such Net Revenue was not included under subparagraph (i) of this paragraph (2).

(iv) The estimated annual Net Revenue to be derived from any customer under any executed contract for use of the Facilities, which Net Revenue was not included in any of the other sources of Net Revenue described in this paragraph (2).

(v) The estimated annual Net Revenue to be derived from the operation of any additions or improvements to or extensions of the Facilities under construction but not completed at the time of such certificate and not being paid for out of the proceeds of sale of such Bonds being issued, and which Net Revenue is not otherwise included in any of the sources of Net Revenue described in this paragraph (2).

(vi) The estimated annual Net Revenue to be derived from the operation of any additions and improvements to or extensions of the Facilities being paid for out of the proceeds of sale of such Bonds being issued.

If the Harbor Enterprise will not derive any revenue as a result of the construction of additions, improvements, or extensions being or to be made to the Facilities within the provisions of subparagraphs (v) or (vi) of this paragraph (2), the estimated annual Operating Expenses of such additions, improvements, and extensions shall be deducted from estimated annual Net Revenue.

(c) Refunding for Debt Service Savings. The City may issue Bonds for the purpose of refunding Outstanding Bonds when, in each Fiscal Year thereafter that Bonds are scheduled to remain Outstanding, the Aggregate Annual Debt Service after the issuance of the refunding Bonds will not be greater than the Aggregate Annual Debt Service if such refunding did not occur.

Section 6. Specific Covenants. The City hereby covenants with the Registered Owners for as long as any Bonds remain Outstanding:

(a) Rate Covenant. The City will establish, maintain, and collect rentals, tariffs, rates, fees, and charges in the operation of the business of the Harbor Enterprise that will produce Net Revenue sufficient to satisfy the Coverage Requirement in each Fiscal Year.

If the Net Revenue in any Fiscal Year is not sufficient to satisfy the Coverage Requirement, then the City will retain a Consultant to make recommendations as to operations and the revision of schedules of rentals, tariffs, rates, fees, and charges, and on the basis of such recommendations and other available information the City will establish such rentals, tariffs, rates, fees, and charges for Harbor Enterprise services and operations as are necessary to produce Net Revenue sufficient to satisfy the Coverage Requirement in the Fiscal Year during which such adjustments are made. If the City has taken the steps set forth in this paragraph and the Net Revenue in the Fiscal Year in which adjustments are made nevertheless is not sufficient to satisfy the Coverage Requirement, such failure to comply with the covenant set forth in this subsection shall not constitute a default under this Master Resolution.

(b) Maintenance and Repairs. The City will maintain, preserve, and keep the Facilities in good repair, working order, and condition; will from time to time make or cause to be made all necessary and proper repairs, renewals, and replacements thereto so that the business carried on in connection therewith may be properly and advantageously conducted; and will at all times operate the Harbor Enterprise in an efficient manner and at a reasonable cost.

(c) Insurance. The City will carry fire and other casualty insurance on the Facilities to the full insurable value thereof, and will also carry adequate public liability insurance and such other forms of insurance as under good business practices are ordinarily carried on such plant and

equipment. Such insurance also may be maintained by the City through a program of self-insurance.

(d) Extensions or Betterments. The City will not expend any of the money in the Harbor Fund for any extensions or betterments that are not economically sound and that will not contribute to the operation of the Harbor Enterprise in an efficient and economical manner, unless such extensions are required by law or any regulatory body having jurisdiction.

(e) Accounting. The City will keep and maintain proper books and accounts with respect to the operation of the Harbor Enterprise in such manner as prescribed by any authorities having jurisdiction over the Harbor Enterprise and will cause its books of account to be audited annually by competent certified public accountants, copies of which audits shall, upon request, be furnished to Registered Owners.

(f) Disposal of Harbor Enterprise. The City will not sell or otherwise dispose of substantially all of the Facilities or other properties of the Harbor Enterprise, unless contemporaneously with such sale or disposal there shall be paid into a special fund a sum sufficient (together with investment income thereon) to defease all Bonds then Outstanding to the date or dates on which they first may be redeemed.

The City may sell or dispose of any portion of the Facilities or other properties of the Harbor Enterprise to related or unrelated entities; provided, that if such properties constitute five percent or greater of the “book value” of the Harbor Enterprise’s properties or generate five percent or greater of the Net Revenue of the Harbor Enterprise at the time of such sale or disposition, the Harbor Enterprise has on hand a report from a Consultant verifying that the Coverage Requirement will be satisfied in each of the next three full Fiscal Years.

The City also may sell, dispose of, or convey any assets that are no longer deemed to be useful to the operations of the Harbor Enterprise.

Section 7. Amendatory and Supplemental Resolutions.

(a) The City Council from time to time and at any time may adopt a resolution or resolutions supplemental hereto, which resolution or resolutions thereafter shall become a part of this Master Resolution, for any one or more of the following purposes:

1. To provide for the issuance of a series of Bonds pursuant to Section 4, and to prescribe the terms and conditions pursuant to which such Bonds may be issued, paid, or redeemed.

2. To add covenants and agreements of the City for the purpose of further securing the payment of the Bonds, provided that such additional covenants and agreements are not contrary to or inconsistent with the covenants and agreements of the City contained in this Master Resolution.

3. To prescribe further limitations and restrictions upon the issuance of Bonds and the incurring of indebtedness by the City payable from Net Revenue that are not contrary to or inconsistent with the limitations and restrictions thereon theretofore in effect.

4. To surrender any right, power, or privilege reserved to or conferred upon the City by the terms of this Master Resolution.

5. To make such provisions for the purpose of curing any ambiguities or of curing, correcting, or supplementing any defective provision contained in this Master Resolution or in regard to matters or questions arising under this Master Resolution as the City Council may deem necessary or desirable and not inconsistent with this Master Resolution and which shall not adversely affect the interests of the Registered Owners.

Any such supplemental resolution may be adopted without the consent of any Registered Owner, notwithstanding any of the provisions of subsection (b) of this Section.

(b) With the consent of the Registered Owners of not less than 60 percent in aggregate principal amount of the Bonds then Outstanding, the City Council may adopt a resolution or resolutions supplemental hereto for the purpose of adding any provisions to or changing in any manner or eliminating any of the provisions of this Master Resolution or of any supplemental resolution; provided, that no such supplemental resolution shall:

1. extend the fixed maturity of any of the Bonds, or reduce the rate of interest thereon, or reduce the amount or change the date of any sinking fund installment, or extend the time of payments of interest from their due date, or reduce the amount of the principal thereof, or reduce any premium payable on the redemption thereof, without the consent of the Registered Owner of each Bond so affected; or

2. reduce the aforesaid percentage of Registered Owners required to approve any such supplemental resolution, without the consent of the Registered Owners of all of the Bonds then Outstanding.

It shall not be necessary for the consent of the Registered Owners under this subsection to approve the particular form of any proposed supplemental resolution, but it shall be sufficient if such consent approves the substance thereof.

(c) Upon the adoption of any supplemental resolution under this Section, this Master Resolution shall be deemed to be modified and amended in accordance therewith, and the respective rights, duties, and obligations of the City and all Registered Owners under this Master Resolution shall thereafter be subject in all respects to such modification and amendment, and all the terms and conditions of the supplemental resolution shall be deemed to be part of the terms and conditions of this Master Resolution for any and all purposes.

(d) Bonds of any series delivered after the effective date of any amendment adopted under this Section to this Master Resolution or the Series Resolution with respect to that series may bear a notation as to any matter provided for in such supplemental resolution, and if such supplemental resolution shall so provide, new Bonds modified so as to conform, in the opinion of the City, to the terms of any such supplemental resolution may be prepared by the City and delivered without cost to the Registered Owners, upon surrender for cancellation of such Bonds in equal aggregate principal amounts.

Section 8. Notice to Registered Owners. Except as this Master Resolution specifically provides otherwise, any notice under this Master Resolution to Registered Owners may be given by first-class mail, postage prepaid, to such Registered Owners at their respective addresses appearing upon the Bond Register.

Section 9. Resolutions a Contract with Registered Owners. In consideration of the purchase and acceptance of the Bonds by those who shall own the same from time to time, the

provisions of this Master Resolution and of any related Series Resolution shall constitute a contract with each Registered Owner, and the obligations of the City under this Master Resolution and under any related Series Resolution shall be enforceable by any court of competent jurisdiction; and the covenants and agreements herein set forth to be performed by or on behalf of the City shall be for the equal benefit, protection, and security of each Registered Owner.

Section 10. Severability. If any one or more of the covenants or agreements set forth in this Master Resolution to be performed on the part of the City shall be declared by any court of competent jurisdiction to be contrary to law, then such covenant or covenants or agreement or agreements shall be null and void and shall be deemed separable from the remaining covenants and agreements in this Master Resolution and shall in no way affect the validity of the other provisions of the Bonds or of this Master Resolution.

Section 11. Effective Date. This Master Resolution shall take effect immediately upon its passage and adoption.

**PASSED AND APPROVED BY A DULY CONSTITUTED QUORUM OF THE CITY COUNCIL
FOR THE CITY OF SAND POINT ON THIS 13th DAY OF APRIL, 2021.**

CITY OF SAND POINT

James Smith, Mayor

ATTEST:

Shannon Sommer, City Clerk

City of Sand Point



RESOLUTION 21-04

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF SAND POINT, ALASKA, AUTHORIZING THE ISSUANCE AND SALE OF A HARBOR REVENUE BOND OF THE CITY TO FINANCE HARBOR IMPROVEMENTS, INCLUDING REPLACEMENT OF THE EXISTING TRAVEL LIFT, TO REIMBURSE THE CITY FOR ANY EXPENDITURES ON SUCH IMPROVEMENTS, TO MAKE ANY REQUIRED DEPOSIT INTO THE RESERVE ACCOUNT FOR THE BOND, AND TO PAY THE COSTS OF ISSUANCE OF THE BOND; ESTABLISHING THE TERMS OF THE BOND; AND AUTHORIZING THE SALE OF THE BOND.

WHEREAS, the City of Sand Point, Alaska (the “City”), is a first-class city and under the provisions of Alaska Statutes 29.47 has the power to issue revenue bonds for a public enterprise of the City where the only security is the revenue of the public enterprise, for which an election is not required; and

WHEREAS, the City has authorized the issuance of harbor revenue bonds in one or more series pursuant to Resolution No. 21-03, adopted on April 13, 2021 (the “Master Resolution”); and

WHEREAS, it is necessary and in the best interest of the City and its residents that the City issue and sell its harbor revenue bond to finance improvements to the Harbor Enterprise (as defined in the Master Resolution), including replacement of the existing travel lift, to reimburse the City for any expenditures on such improvements, to make any required deposit into the reserve account for the bond, and to pay the costs of issuance of the bond; and

WHEREAS, the Council finds that it is necessary and appropriate to delegate to each City Representative (as defined in the Master Resolution) authority to determine the principal amount, annual principal payment dates and amounts, semiannual interest payment dates, interest rates to be borne by the bond, and other details of the bond, and to determine other matters that are not provided for in this resolution; and

WHEREAS, the City intends to sell the bond to the Alaska Municipal Bond Bank (the “Bond Bank”), which has indicated its intent purchase the bond with the proceeds of an issue of its general obligation bonds; and

WHEREAS, the Bond Bank has indicated its intent to enter into a loan agreement between the Bond Bank and the City, which will provide for the Bond Bank to purchase the bond on the

terms and conditions set forth therein and in this resolution, and it is in the best interest of the City that the City sell the bond to the Bond Bank under such terms and conditions;

NOW, THEREFORE, BE IT RESOLVED BY THE SAND POINT CITY COUNCIL:

Section 1. Definitions. Terms used in this Series Resolution that are defined in the Master Resolution shall have the meanings set forth in the Master Resolution. In addition, the following terms shall have the following meanings in this Series Resolution:

“Bond Bank Bonds” means general obligation bonds issued by the Bond Bank after the date of this Series Resolution, all or a part of the proceeds of which are used to purchase the 2021 Bond.

“Code” means the Internal Revenue Code of 1986, as amended from time to time, together with all regulations applicable thereto.

“Continuing Disclosure Certificate” means a certificate relating to the 2021 Bond executed and delivered by the City with respect to compliance with paragraph (b)(5) of Rule 15c2-12 of the Securities and Exchange Commission, as such certificate may be amended or supplemented from time to time in accordance with its terms.

“Government Obligations” means noncallable direct obligations of, or obligations the payment of principal of and interest on which are unconditionally guaranteed by, the United States of America.

“Loan Agreement” means the Loan Agreement between the City and the Bond Bank relating to the 2021 Bond.

“Project” means improvements to the Harbor Enterprise, including replacement of the existing travel lift.

“2021 Bond Fund” means the Harbor Revenue Bond Fund, 2021, established by Section 11.

“2021 Bond” means the Bond authorized by this Series Resolution.

“2021 Debt Service Account” means the account of that name created in the 2021 Bond Fund by Section 11(a).

“2021 Reserve Account” means the account of that name created in the 2021 Bond Fund by Section 11(b).

“2021 Reserve Requirement” means, as of any date, an amount equal to the least of (1) Maximum Annual Debt Service on the principal of the 2021 Bond then Outstanding; (2) 125 percent of Average Annual Debt Service on the principal of the 2021 Bond then Outstanding; and (3) 10 percent of the initial principal amount of the 2021 Bond.

Section 2. Authorization of 2021 Bond and Purpose of Issuance. For the purpose of providing part of the funds to pay the Costs of Construction of the Project, to reimburse the City for any expenditures on such Costs of Construction, to make any required deposit into the 2021 Reserve Account, and to pay all costs incidental thereto and to the issuance of the 2021 Bond, the City hereby authorizes and determines to issue and sell the 2021 Bond under the Master Resolution.

Section 3. Obligation of 2021 Bond. The 2021 Bond shall be an obligation only of the 2021 Bond Fund and shall be payable and secured as provided herein and in the Master Resolution. The 2021 Bond shall not in any manner or to any extent constitute a general obligation of the City or the State of Alaska or of any political subdivision of the State of Alaska. Neither the faith and credit nor the taxing power of the City is pledged for the payment of the 2021 Bond.

Section 4. Description of 2021 Bond. The 2021 Bond may have endorsed thereon such legends or text as may be necessary or appropriate to conform to the rules and regulations of any governmental authority or any usage or requirement of law with respect thereto. The 2021 Bond shall be issued in the principal amount specified in the Loan Agreement, which shall not exceed the amount necessary to provide net proceeds for the Project of \$1,200,000. The 2021 Bond shall mature on the date specified in the Loan Agreement, which shall not be later than 20 years after the date of initial delivery. The 2021 Bond shall be dated the date of its initial delivery, shall be in the denomination of \$5,000 or any integral multiple thereof and shall be numbered in such manner and with any additional designation as the Registrar deems necessary for purposes of identification. Subject to Section 2 and this Section, the initial date of delivery, the principal amount, annual principal payment dates and amounts, semiannual interest payment dates, and interest rates to be borne by the 2021 Bond shall be determined by the City Representative and set forth in the Loan Agreement, and such determination shall be conclusively evidenced by the execution of the Loan Agreement under Section 15 by the City Representative. Interest on the 2021 Bond shall be computed on the basis of a 360-day year consisting of twelve 30-day months.

Section 5. Place and Medium of Payment. Both principal of and interest on the 2021 Bond shall be payable in lawful money of the United States of America which, on the respective dates of payment thereof, shall be legal tender for the payment of public and private debts. For so long as the Bond Bank is the Registered Owner of the 2021 Bond, payments of principal thereof and interest thereon shall be made as provided in the Loan Agreement. In the event that the Bond Bank is no longer the Registered Owner of the 2021 Bond, payments of principal thereof and interest thereon will be made by check or draft mailed by first-class mail to the Registered Owner at the address for such Registered Owner appearing on the Bond Register on the 15th day of the month preceding the payment date, provided that the final installment of principal of and interest on the 2021 Bond will be payable at the office of the Registrar upon surrender of the 2021 Bond to the Registrar. If any principal installment of the 2021 Bond is not paid when due, the City shall pay interest on such principal installment at the same rate provided therein from and after its due date (but only out of the sources mentioned herein) until such principal installment is paid in full or provision for payment thereof has been made.

Section 6. Optional Prepayment. The principal installments of the 2021 Bond, if any, subject to optional prepayment by the City, the date or dates on which the 2021 Bond is subject to optional prepayment, the terms upon which the 2021 Bond may be prepaid and the prepayment price or prices for the 2021 Bond, shall be determined by the City Representative and set forth in the Loan Agreement, and such determination shall be conclusively evidenced by the execution of the Loan Agreement under Section 15 by the City Representative. If fewer than all of the principal installments of the 2021 Bond are to be prepaid, the principal installments to be prepaid shall be determined by the City. Notice of any such prepayment shall be sent by the City not less than 50 days prior to the date fixed for prepayment by first class mail to the registered owner of the 2021 Bond at such Registered Owner's address as it then appears on the Bond Register. Notice of prepayment having been duly given and money for prepayment being held by the City, interest on the principal installments to be prepaid shall cease to accrue on the date fixed for prepayment.

Section 7. Form of 2021 Bond. The 2021 Bond shall be in substantially the following form, with such variations, omissions, and insertions as may be required or permitted by this Series Resolution or the Master Resolution:

UNITED STATES OF AMERICA
STATE OF ALASKA
CITY OF SAND POINT

No. _____

\$ _____

HARBOR REVENUE BOND

REGISTERED OWNER:

PRINCIPAL AMOUNT:

The City of Sand Point, a municipal corporation of the State of Alaska (the “City”), acknowledges itself indebted and for value received promises to pay (but only out of the sources mentioned herein) to the Registered Owner set forth above, or its registered assigns, the principal amount set forth above in the following installments on _____ 1 of each of the following years, and to pay interest on each such principal installment from the date hereof until paid or provision for payment thereof has been made, payable on _____ 1, 20__ and semiannually thereafter on _____ 1 and _____ 1 of each year, at the following rates per annum:

Year	Principal Installment	Interest Rate	Year	Principal Installment	Interest Rate
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For so long as the Alaska Municipal Bond Bank (the “Bond Bank”) is the Registered Owner, payments of principal hereof and interest thereon shall be made as provided in the loan agreement between the Bond Bank and the City relating to this bond (the “Loan Agreement”). In the event that the Bond Bank is no longer the Registered Owner, payments of principal hereof and interest thereon will be made by check or draft mailed by first class mail to the Registered Owner at the address for such Registered Owner appearing on the Bond Register on the 15th day of the month preceding the payment date, provided that the final installment of principal of and interest on this bond will be payable at the office of the City Administrator (the “Registrar”) upon surrender of this bond to the Registrar. Interest on this bond shall be computed on the basis of a 360-day year consisting of twelve 30-day months.

This bond is a special obligation of the City and is one of the duly authorized harbor revenue bonds of the City designated “City of Sand Point, Alaska, Harbor Revenue Bonds” (the “Bonds”) issued and to be issued in various series under Resolution No. 21-03 (the “Master Resolution”), adopted on April 13, 2021, and Resolution No. 21-04 (the “Series Resolution,” and together with the Master Resolution, as it may be amended and supplemented from time to time, the “Resolution,”), adopted on April 13, 2021. As provided in the Master Resolution, the Bonds may be issued from time to time pursuant to Series Resolutions in one or more series, in various principal amounts, may mature at different times, may bear interest at different rates, and, subject to the provisions thereof, may otherwise vary. The aggregate principal amount of Bonds that may be issued under the Master Resolution is not limited, and all Bonds issued and to be issued under the Master Resolution are and will be equally and ratably secured by the pledges and covenants made therein, except as otherwise expressly provided or permitted in the Master Resolution.

This bond is the Bond (as defined in the Series Resolution, the “2021 Bond”) issued in the principal amount of \$ _____ under the Resolution for the purpose of providing part of the funds required to finance improvements to the Harbor Enterprise, including replacement of the existing travel lift, to reimburse the City for any expenditures on such improvements, to make any required deposit into the 2021 Reserve Account, and to pay the costs of issuance of the 2021 Bond.

Reference is made to the Resolution for a description of the rights of the Registered Owner and of the rights and obligations of the City thereunder, to all of the provisions of which Resolution the Registered Owner, by acceptance hereof, assents and agrees.

This bond is subject to prepayment at the option of the City in accordance with the applicable provisions of the Resolution and the applicable provisions of the Loan Agreement.

This bond shall be an obligation only of the 2021 Bond Fund and shall be payable and secured as provided in the Resolution. This bond shall not in any manner or to any extent constitute a general obligation of the City or the State of Alaska or of any political subdivision of the State of Alaska. Neither the faith and credit nor the taxing power of the City is pledged for the payment of this bond.

The City has irrevocably obligated and bound itself to set aside and pay out of Net Revenue into the 2021 Bond Fund, on or before the due date, the amount necessary to pay principal or interest coming due on this bond. The City has declared such amounts so pledged to be paid into the 2021 Bond Fund to be a lien on Gross Revenue superior to all other liens and charges of any kind or nature whatsoever except for Operating Expenses and except for parity liens that may be made to secure payment of any series of Bonds issued in accordance with the provisions of the Master Resolution.

This bond may be transferred only upon the Bond Register. Upon surrender for transfer or exchange of this bond at the office of the Registrar, with a written instrument of transfer or authorization for exchange in form and with guaranty of signature satisfactory to the Registrar, duly executed by the Registered Owner or its duly authorized attorney, the City shall execute and the Registrar shall deliver a 2021 Bond of the same series, maturity, and interest rate or rates, in equal principal amount, subject to such reasonable regulations as the Registrar may prescribe and upon payment sufficient to reimburse it for any tax, fee, or other governmental charge required to be paid in connection with such transfer or exchange. The City may treat and consider the person in whose name this bond is registered as the absolute owner hereof for the purpose of receiving payment of, or on account of, the principal or prepayment price, if any, hereof and interest due hereon and for all other purposes whatsoever.

IT IS HEREBY CERTIFIED and declared that this bond is issued pursuant to and in strict compliance with the Constitution and laws of the State of Alaska and the ordinances and resolutions of the City of Sand Point, and that all acts, conditions, and things required to happen, to be done, and to be performed precedent to and on the issuance of this bond have happened, been done, and been performed.

IN WITNESS WHEREOF, THE CITY OF SAND POINT, ALASKA, has caused this bond to be signed in its name and on its behalf by the manual or facsimile signature of its Mayor and its

corporate seal (or a facsimile thereof) to be impressed or otherwise reproduced hereon and attested by the manual or facsimile signature of its Clerk, all as of the ____ day of _____, _____.
CITY OF SAND POINT, ALASKA

/specimen/
Mayor

ATTEST:

/specimen/
City Clerk

[SEAL]

Section 8. Execution. The 2021 Bond shall be executed in the name of the City by the manual or facsimile signature of the Mayor, and its corporate seal (or a facsimile thereof) shall be impressed or otherwise reproduced thereon and attested by the manual or facsimile signature of the Clerk. The execution of the 2021 Bond on behalf of the City by any person who at the time of the execution is duly authorized to hold the proper office shall be valid and sufficient for all purposes, although any such person shall have ceased to hold office at the time of delivery of the 2021 Bond or shall not have held office on the date of the 2021 Bond.

Section 9. Registration.

(a) The 2021 Bond shall be issued only in registered form as to both principal and interest. The City designates the City Administrator as Registrar for the 2021 Bond. The Registrar shall keep, or cause to be kept, the Bond Register at the office of the City.

(b) The City, in its discretion, may deem and treat the Registered Owner of the 2021 Bond as the absolute owner thereof for all purposes, and neither the City nor the Registrar shall be affected by any notice to the contrary. Each payment made as described in Section 5 shall be valid and shall satisfy and discharge the liability of the City on the 2021 Bond to the extent of the amount or amounts so paid.

(c) The 2021 Bond may be transferred only upon the Bond Register. Upon surrender for transfer or exchange of the 2021 Bond at the office of the Registrar, with a written instrument of transfer or authorization for exchange in form and with guaranty of signature satisfactory to the Registrar, duly executed by the Registered Owner or its duly authorized attorney, the City shall execute and the Registrar shall deliver a 2021 Bond of the same series, maturity, and interest rate or rates, in equal principal amount, subject to such reasonable regulations as the Registrar may prescribe and upon payment sufficient to reimburse it for any tax, fee, or other governmental charge required to be paid in connection with such transfer or exchange. The 2021 Bond surrendered for transfer or exchange shall be canceled by the Registrar.

(d) The City covenants that the City will maintain a system for recording the ownership of the 2021 Bond that complies with the provisions of Section 149 of the Code.

Section 10. 2021 Bond Destroyed, Stolen, or Lost. Upon filing with the Registrar of evidence satisfactory to the City that the 2021 Bond has been destroyed, stolen, or lost and of the ownership thereof, and upon furnishing the City with indemnity satisfactory to it, the City shall execute and deliver a new 2021 Bond identical in all respects to the 2021 Bond destroyed, stolen, or lost. The person requesting the execution and delivery of the new 2021 Bond under this Section shall comply with such other reasonable regulations as the City may prescribe and pay such expenses as the City may incur in connection therewith.

Section 11. 2021 Bond Fund. A special fund of the City designated the “Harbor Revenue Bond Fund, 2021” is hereby created for the purpose of paying and securing the payment of the 2021 Bond. The 2021 Bond Fund shall be held separate and apart from all other funds and accounts of the City and shall be a trust fund for the Registered Owner, from time to time, of the 2021 Bond.

(a) 2021 Debt Service Account. The 2021 Debt Service Account is hereby created in the 2021 Bond Fund for the purpose of paying the principal of and interest on the 2021 Bond. The City hereby irrevocably obligates and binds itself, for so long as the 2021 Bond remains Outstanding, to set aside and pay into the 2021 Debt Service Account from Net Revenue or money in the Harbor Revenue Fund available under the Resolution, on or prior to the respective dates on which the same become due, the amounts required to pay when due the principal of and interest on the Outstanding 2021 Bond.

(b) 2021 Reserve Account. The 2021 Reserve Account is hereby created in the 2021 Bond Fund for the purpose of securing the payment of the principal of and interest on the 2021 Bond. The 2021 Reserve Account shall be held by the trustee for the Bond Bank Bonds and applied in accordance with this subsection. Each City Representative is authorized to execute and deliver a reserve account agreement to the trustee for the Bond Bank Bonds pursuant to the Loan Agreement, and the terms and conditions thereof shall be conclusively deemed approved by the execution and delivery of the reserve account agreement by the City Representative. On the date of issuance of the 2021 Bond, the City shall deposit money in the 2021 Reserve Account equal to the 2021 Reserve Requirement. If a deficiency occurs in the 2021 Debt Service Account, the trustee for the Bond Bank Bonds shall withdraw from the 2021 Reserve Account the amount sufficient to make up the deficiency and transfer such amount to the City for deposit in the 2021 Debt Service Account. The City shall make up any deficiency in the 2021 Reserve Account resulting from such a withdrawal within one year out of Net Revenue or out of any other money legally available for such purpose, after providing for the payments required to be made into the 2021 Debt Service Account within such year.

The money in the 2021 Reserve Account shall never be invested at a yield in excess of the yield on the Bond Bank Bonds.

Any amount in the 2021 Reserve Account in excess of the 2021 Reserve Requirement for the 2021 Bond may be transferred to the 2021 Debt Service Account and used to pay when due the principal of and interest on the 2021 Bond. Whenever there is a sufficient amount in the 2021 Bond Fund, including the 2021 Reserve Account and the 2021 Debt Service Account, to pay all principal of and interest on the 2021 Bond then Outstanding, the amount in the 2021 Reserve Account may be used to pay such principal and interest, and no further deposits need be made into the 2021 Bond Fund.

(c) Pledge and Lien. The amounts so pledged to be paid into the 2021 Bond Fund are hereby declared to be a lien on Gross Revenue superior to all other liens and charges of any kind or nature whatsoever except for Operating Expenses and except for parity liens that may be made to secure payment of any series of Bonds issued in accordance with the provisions of the Master Resolution.

Section 12. Disposition of the Sale Proceeds of the 2021 Bond.

(a) Sale proceeds of the 2021 Bond in an amount sufficient to make the balance in the 2021 Reserve Account equal to the 2021 Reserve Requirement shall be deposited in the 2021 Reserve Account.

(b) The remaining sale proceeds of the 2021 Bond shall be used to pay Costs of Construction of the Project, to reimburse the City for any expenditures on such Costs of Construction, and to pay all costs incidental thereto and to the issuance of the 2021 Bond.

Section 13. Tax Covenants. The City covenants to comply with any and all applicable requirements set forth in the Code in effect from time to time to the extent that such compliance shall be necessary for the exclusion of the interest on the 2021 Bond from gross income for federal income tax purposes. The City covenants that it will make no use of the proceeds of the 2021 Bond that will cause the 2021 Bond to be an “arbitrage bond” subject to federal income taxation by reason of Section 148 of the Code.

Section 14. Defeasance. Payment of all or any principal installments of the 2021 Bond may be provided for by the irrevocable deposit in trust of cash, Government Obligations, or any combination thereof. The cash and the maturing principal and interest income on such Government Obligations, if any, must be sufficient and available without reinvestment to pay when due such principal, whether at maturity or upon fixed prepayment dates, together with interest thereon. The cash and Government Obligations shall be held irrevocably in trust for the Registered Owner of the 2021 Bond solely for the purpose of paying such principal and interest as the same shall mature or become payable upon prepayment, and, if applicable, upon the giving of notice of prepayment and notification to the Registered Owner that the deposit required by this Section has been made and that such principal is deemed to be paid in accordance with this Series Resolution. Such principal shall no longer be deemed Outstanding hereunder. The obligation of the City in respect of such principal and interest shall nevertheless continue but the Registered Owner shall thereafter be entitled to payment only from the cash and Government Obligations deposited in trust to provide for the payment of such principal and interest.

Section 15. Sale of 2021 Bond. The 2021 Bond shall be sold by negotiated sale to the Bond Bank as provided in the Loan Agreement. The preliminary official statement relating to the Bond Bank Bonds, a final official statement relating to the Bond Bank Bonds in substantially the form of such preliminary official statement, and the distribution of each in connection with the sale of the Bond Bank Bonds are approved. Each City Representative is authorized to provide such information for inclusion in such preliminary official statement and final official statement as the City Representative may deem necessary or desirable in connection with the sale of the Bond Bank Bonds. The Loan Agreement is approved. Each City Representative is authorized to execute and deliver the Loan Agreement, and the terms and conditions thereof shall be conclusively deemed approved by the execution and delivery of the Loan Agreement by the City Representative.

Section 16. Authority of Officers. Each City Representative, the City Clerk, the City Attorney, and bond counsel to the City is authorized and directed to do and perform all things and determine all matters not determined by the Master Resolution or this Series Resolution, to the end that the City may carry out its obligations under the 2021 Bond, the Master Resolution, and this Series Resolution. No recourse shall be had for the payment of the principal of or the interest on the 2021 Bond or for any claim based thereon or on the Master Resolution or this Series Resolution against any member of the Council or officer of the City or any person executing the 2021 Bond.

Section 17. Continuing Disclosure Certificate. Each City Representative is authorized to execute and deliver a Continuing Disclosure Certificate pursuant to the Loan Agreement, and the terms and conditions thereof shall be conclusively deemed approved by the execution and delivery of the Loan Agreement by the City Representative.

Section 18. Severability. If any one or more of the covenants or agreements set forth in this Series Resolution to be performed on the part of the City shall be declared by any court of competent jurisdiction to be contrary to law, then such covenant or covenants or agreement or agreements shall be null and void and shall be deemed separable from the remaining covenants and agreements in the Master Resolution and this Series Resolution and shall in no way affect the validity of the other provisions of the 2021 Bond or of the Master Resolution or this Series Resolution.

Section 19. Effective Date. This Master Resolution shall take effect immediately upon its passage and adoption.

**PASSED AND APPROVED BY A DULY CONSTITUTED QUORUM OF THE CITY COUNCIL
FOR THE CITY OF SAND POINT ON THIS 13th DAY OF APRIL, 2021.**

CITY OF SAND POINT

James Smith, Mayor

ATTEST:

Shannon Sommer, City Clerk

OLD BUSINESS

TRAVEL LIFT UPDATE

Memo

To: Mayor Smith
From: Jordan Keeler, Administrator
cc: City Council
Date: April 5, 2021
Re: Travel Lift Update

The Alaska Bond Bank has sorted through the implications of a fall 2020 State Supreme Court ruling on bonding authority and will be issuing new bonds and refinancing existing bonds. The timing is excellent for the City as it can now work with the Bond Bank to issue a Revenue Bond. Unlike a General Obligation bond, a Revenue Bond does not need voter approval and the repayment of the bond is tied to a specific revenue source. In this case it would be tied to Harbor Fund revenue generated by the travel lift fees. The Bond Bank will have their board meeting on April 15th, two days after our council meeting to consider the various bonding proposals before them and select which projects to bond out.

I have been working this past month with the Bond Bank and the financial firm who will execute the offering. They have reviewed our financial statements, audits and other aspects of City operations to ensure that the bond size is appropriate and the City will be able to meet the bond obligations. Right now, the proposal is to issue \$1.1 million bond to cover most of the cost of the travel lift, with the remaining \$100,000 projected to come from the Borough's FY 2022 community assistance application. The final interest rate on the bonds would not be finalized until the day of the sale and the conservative estimate is a fixed 1.8% over 15 years. The original plan was a 10-year term, but they want the City to maintain a minimum ratio of revenue to expense so we had to stretch out the payment to 15 years to meet their requirements. The financial firm also stated that the projected finances may allow the City to pay off the bonds in 10 years if the budget allows for it.

In discussions with the Bond Bank to meet their requirements for both bond payments and O&M costs, plus an additional cushion for slow years, it became clear that rates for both travel lift usage as well as moorage will need to go up 20%. To say this is a large increase is quite the understatement and I know nit is tough to swallow. However, the increase is necessary in order to meet the financial requirements of the bond issuance. The proposed increase would take effect at the start of FY 22 on July 1 and remain in place for the duration of the life of the bond. The

proposed increase would also have to go through the ordinance process as harbor fees are set by city code. I realize that fee increases are never popular and it's been a rough few years for our fishermen. If the City wishes to continue operating, this the only option to obtain a new travel lift and keep boats in the community while providing the level of service needed to meet the needs of the fleet. Revenues from rate increases will be set aside for the new travel lift and cannot go towards salary, benefits, other equipment or other uses.

Again, I understand that money is tight and a user fee increase hits harbor users in the wallet. The other option to use a commercial bank requires a 25% down payment plus parking the other 75% of the funds in a CD until the travel lift is delivered. The City does not have enough liquid funds to go that route and the need for a new travel lift does not permit us to wait until that becomes an option. I strongly urge Council to move ahead with the revenue bond issuance and raise the rates needed to meet the bond requirements.

NEW BUSINESS

Sand Point Women's Club

P.O. Box 406
Sand Point, Alaska 99661

March 18, 2021

Mayor Jim Smith
City of Sand Point
P.O. Box 249
Sand Point, Alaska 99662



Re: Request for funding to replace the Sand Point Cemetery Fence

Dear Mayor Smith,

First, I want to thank you for meeting with the Women's Club members to discuss the replacement of the old broken rusty fence around the city cemetery. I am writing in follow-up to those discussions and am asking the city for a conation of funds to cover the cost of replacing the old fence with a new one. The estimated cost for the fencing materials (does not include shipping or labor to install the fence) is about \$14,000.

The city cemetery is a focal point in our community and is regularly visited by family, friends and people who travel to Sand Point to locate the grave sites of their loved ones buried here.

One of the main purposes of the Women's Cub is to help make our community a better place for the people who live here. Replacing the old fence and clearing out the brush and foliage that has overtaken some of the grave sites would greatly improve the function and appearance of the cemetery; as the condition of the existing fence is in ruin and an eye-sore.

The Women's Club is in the process of raising funds to help cover the cost to replace the fence and clean up the cemetery. In addition to requesting financial assistance from the city; the Women's Club will be holding bake sales and other fundraising events and seeking donations from local businesses and community members to fund the project. We are hoping the city will continue to partner with us in making this project a success and helping to beautify the cemetery where our loved one's rest.

Thank you in advance for considering our request and partnering with us on this project. We look forward to hearing from you soon.

Sincerely,

A handwritten signature in blue ink that reads "Peggy N. Osterback". The signature is fluid and cursive, with a horizontal line underlining the name.

Peggy N. Osterback
SPWC Member



QAGAN TAYAGUNGIN TRIBE
P.O. BOX 447
SAND POINT, ALASKA 99661
PHONE (907) 383-5616

City of Sand Point
Attn: Mayor Jim Smith
Po Box 249
Sand Point, AK

March 29, 2021

Dear Mr. Smith,

Aang! The Qagan Tayagungin Tribe is starting to prepare for our Annual Culture Camp. The camp dates for this year are Monday, July 19th through Thursday, July 29, 2021. Classes will be held from 9 am through 5 pm for our campers K-12th grade; and from 7 pm to 9 pm for adult participants.

This year we will continue to learn the Unangax language, dance, and beaded headdresses, as well as traditional foods (i.e. gathering and preparing salmon for drying, smoking, salting for use throughout the year). We are also hoping to offer drum making, Unangax bentwood hat making, regalia making, and salmon tanning as well.

We take great pride in providing a cultural education to our community every year. It takes a significant amount of money to fund camp every year. Last year's camp had 94 children from kindergarten through twelfth grade, and a few dozen adults who attended. We are hoping the City of Sand Point will continue to support this valuable program, and are asking for a donation of \$5,000.

Thank you very much for your time and support for the Sand Point Culture Camp.

Sincerely,

A handwritten signature in blue ink that reads "Carla Chebetnoy".

Carla Chebetnoy
Culture Camp Director

RECEIVED

MAR 31 2021

City of Sand Point

AMERICAN RECOVERY
PLAN FUND

Memo

To: Mayor Smith
From: Jordan Keeler, Administrator
cc: City Council
Date: April 5, 2021
Re: American Rescue Plan Funds

The Biden Administration and Congress passed the American Rescue Plan (ARP) last month shortly after the council meeting. A provision in the bill allocated funds for state, county, local and tribal government based on the size of the entity and Sand Point was allocated \$220,000. The spending guidelines on the money are not yet finalized, but they will likely be much less restrictive than the CARES Act funds. ARP funds should arrive within the next two months and the reporting requirements will likely be similar to the CARES Act. This brings us to the \$220,000 question: How to spend the funds? In no particular order, here are some ideas.

- Wait and see how the salmon season plays out and evaluate then based on City finances
- Simply put the funds in the General Fund, if allowed, and keep spending constant
- Identify key infrastructure needs and put the funds towards addressing them
- Subsize water/wastewater/solid bills for all residential accounts
- Disperse the money as a flat per-household payment of roughly \$800
- Allocate funds to each department to be spent as needed
- A combination of some of the above ideas
- Other ideas

I think these are good jumping off points for discussion. I look forward to discussing this in the workshop and then working with staff to implement the policy.

FY20 AUDIT RESULTS

See download link or hard copy.

PUBLIC COMMENTS

COUNCIL COMMENTS

ADJOURNMENT

FYI