

City of Sand Point Council Meeting



Workshop: Tuesday, October 8, 2019 – 2:00 p.m.

Meeting: Tuesday, October 8, 2019 – 7:00 p.m.

CALL TO ORDER

ROLL CALL

CITY OF SAND POINT

(packet will be available on website October 4, 2019
www.sandpointak.com)



MAYOR

Mayor Glen Gardner Jr. - Office Exp. 2020

COUNCIL MEMBERS

Danny Cumberlidge	Seat A - Exp. 2019
Allan Starnes	Seat B - Exp. 2020
Shirley Brown	Seat C - Exp. 2019
Jack Foster Jr.	Seat D - Exp. 2020
Marita Gundersen	Seat E - Exp. 2021
Emil Mobeck	Seat F - Exp. 2021

SAND POINT CITY COUNCIL MEETING AGENDA CITY CHAMBERS

Regular Meeting

Tuesday, October 8, 2019 7:00 pm

**CALL TO ORDER
ROLL CALL
APPROVAL OF AGENDA
CERTIFICATION OF ELECTION / OATH OF OFFICE**

CONSENT AGENDA:

1. Minutes: Minutes of Regular Meeting on September 10, 2019

REPORTS:

1. Finance Officer
2. Administrator
3. DPS Police Chief
4. Public Works Manager
5. Harbor Master
6. Student Representative

HEARINGS, ORDINANCES AND RESOLUTIONS:

1. Ordinance

OLD BUSINESS:

NEW BUSINESS:

1. 2020 Close-Up Class Donation Request
2. KSDP Donation Request
3. Upcoming Events: AML & Pacific Marine Expo
4. Discussion: Annexation

**PUBLIC COMMENTS
COUNCIL COMMENTS
ADJOURNMENT**

THERE IS A WORKSHOP FOR THIS MEETING AT 2 P.M. – SAME DAY IN CITY CHAMBERS

POSTED: 10/02/19

City of Sand Point



General Election-October 1, 2019 *FINAL RESULTS*

SEAT A

Danny Cumberlidge	137
Write-ins	6
Blank	3

SEAT C

Shirley Brown	140
Write-ins	4
Blank	2

I, Shannon Sommer, Election Supervisor, hereby certify that the above election results
Of the City of Sand Point's General Election
Held October 1, 2019, have been correctly tabulated.

Shannon Sommer
Shannon Sommer

10/04/19
Date

CALL TO ORDER:

The regular meeting of the Sand Point City Council was held Tuesday, September 10, 2019 in the Sand Point Council Chambers. Mayor Glen Gardner Jr. called the meeting to order at 7:00 p.m.

ROLL CALL:

Glen Gardner Jr.	Mayor	Present
Danny Cumberlidge	Seat A	Present
Allan Starnes	Seat B	Present
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 via teleconference
- Shannon Sommer, City Clerk
- Krista Galvin, Finance Officer
- Brent Nierman, Police Sergeant
- Douglas Holmberg, Harbor Master

APPROVAL OF AGENDA:

Mayor Glen Gardner Jr. requested a motion to approve the agenda.

MOTION: Councilperson Marita Gundersen made a motion to approve the agenda.

SECOND: Councilperson Allan Starnes seconded the motion.

VOTE: Motion passed unanimously.

APPROVAL OF CONSENT AGENDA:

- 1. Minutes of the August 13, 2019 Regular Meeting.

MOTION: Councilperson Shirley Brown made a motion to adopt the Minutes of August 13, 2019 Regular Meeting.

SECOND: Councilperson Jack Foster Jr. seconded the motion.

VOTE: Motion passed unanimously.

REPORTS:

Finance Officer - Krista Galvin

Finance Officer Krista Galvin reported for the month of July 2019 Raw Fish Tax was \$81,992.40 and Sales Tax was \$88,102.92. VIP Taxes & Consulting, LLC CPA Irina Morozova was recently here for audit prep and we are now ready for the audit at the end of October 2019.

Administrator – Jordan Keeler

Administrator Jordan Keeler reported he was out most of the month of August. Gov. Dunleavy’s recall petition needed about twice the number of signatures, the first requirement the State has 30 days to review the context of the petition. The City’s finances raw fish tax is about \$30,000 better than last season. Trident Seafood Corporation is going to do an expansion on the plant.

Mayor – Glen Gardner Jr.

Mayor Gardner thanked Peggy Osterback for donating a photo of Sand Point in 1900. The DEA were in Sand Point for informative presentations. Aleutians East Borough Mayor Alvin Osterback Sr. stated the local police department

learned you don't have to go to the State, you can contact the Federal Government to take a drug case. Mayor Gardner stated the AEB is helping the City with the Drug Task Force Investigator. Councilperson Foster stated the children were impressed with the DEA's presentation, what the DEA did goes along the lines when the State Troopers would visit the school when he was a kid to educate the children how the drugs effect you. That is one of the reasons why he was pressed to have those programs for officers to educate the children at an early stage and learn the signs. He recommended to use the tools you can go around judges and prosecutors, to use them.

DPS Police Sergeant – Brent Nierman

Police Sergeant Brent Nierman reported there was statistical information included in the report. He read a note from Chief Hal Henning: First and foremost, he wanted to acknowledge the amazing efforts of the EMS, Fire Department, EAT's medical staff and Police Department for great work and dedication on all calls from that past week. Words cannot express how proud he was of his EMS and Police staff and how they conducted themselves that past week through some very difficult times. Sand Point Officers and State Troopers worked tirelessly investigating the death and identifying several witness and suspects making two arrests in connection with that death. The investigation is ongoing and there will be more charged in connection to the case. It was amazing to watch these professionals and volunteers come together and work so well to serve the community. Sergeant Nierman stated as the agency responds to a lot of things in their careers, this is one of those that they certainly want the kids, the parents, the community it weighs on them heavily and extended their thoughts and prayers. Sergeant Nierman read EMS Chief Denise Mobeck's report: Carmen Holmberg has been with EMS for 10 years, a huge thank you for her service and dedication to the people of Sand Point. She thanked the volunteers that respond in a very short amount of time from being dispatched and their commitment to the community. The EMS department is looking for community members to become a part of the EMS team, whether it be an ambulance driver, ETT or EMT. They will have upcoming ETT/EMT classes the beginning of November 2019, please contact her for more information or sign up.

Sergeant Nierman stated he wanted to touch on the DEA visit, it was probably the most diverse group of individuals to a remote location. There was a very dynamic discussion at the presentation, it was refreshing to know the local and regional office are interested in everything Sand Point and what the State of Alaska considers to be personal amounts of drugs. They won't be circumventing other resources but working with other resources to take the next step to an agreed upon process. It is refreshing to know the department can reach out the feds on drug issues, they have a lot of information that probably links to ours, and links to the drug task force. They will be utilizing those resources.

Public Works Director - David Stokes

Public Works Director David Stokes report was included in the packet.

Mayor Gardner stated there were scrap metal people arriving on the plane that day, to get rid of scrap metal, he hadn't spoke with them yet, but there will be scrap metal being removed. He will have more information at a later date. An update on the Grove, the bearing is in Sand Point but awaiting tools to repair the Grove. There were a couple broken water lines and came close to having a water shortage but the rain arrived. Councilperson Mobeck stated it is nice they help out what is being asked of them. Councilperson Starnes stated when the Crane Inspector was here, he mentioned the swing gear was in question on the Grove, Mayor Gardner stated Public Works Director Stokes knows about it and they will look into it.

Harbor Master – Douglas Holmberg

Harbor Master Douglas Holmberg reported the crew is working well together. They have more boats arriving, and trying to keep the boats off the east wall as much as they could. The equipment is being serviced. They are all in learning mode and he thanked Richard Kochuten Sr. for his help.

Councilperson Starnes stated if they want the cameras to work well, they need a hi-definition tv, because the monitor being used currently is small and does not give a clear picture. Harbor Master Holmberg would like to move the C float camera to T float because the big boats are arriving and would like more security. Mayor Gardner stated they will look into it.

Student Representative – Logan Thompson

Student Representative Logan Thompson reported they just got the student council organized and are now able to conduct business. They are trying to address the student council’s role in the community and school and to play a bigger part, sometimes the student council is under-utilized. There is a pep assembly to support the cross-country runners, there is a cross-country meet the next upcoming Thursday. He is looking forward to working with the City to see what they can accomplish.

HEARINGS, ORDINANCES, AND RESOLUTIONS:

1. Ordinance 2019-06: Council Compensation – 2nd Reading

MOTION: Councilperson Emil Mobeck made a motion to put Ordinance 2019-06: Council Compensation on the floor for 2nd Reading.

SECOND: Councilperson Allan Starnes seconded the motion.

VOTE: Motion passed unanimously.

Dick Jacobsen commented the council had a discussion this spring about raising the boat harbor rates and water and sewer rates and at that time the fishermen were anticipating a good season, it seems the council is doing the same thing over again with the compensation. Mayor Gardner stated originally the council was being compensated through health insurance, now they are not able to receive health insurance. Administrator Keeler stated health insurance was a benefit provided by the City to recognize their time to the City, a lot of changes have been made to the insurance plan, Premera decided the City was disqualified under a grandfathered plan.

MOTION: Councilperson Emil Mobeck made a motion to adopt Ordinance 2019-06: Council Compensation.

SECOND: Councilperson Marita Gundersen seconded the motion.

VOTE: Emil-yes; Marita-yes; Shirley-yes; Jack-no; Danny-yes; Allan-yes.
Motion passed unanimously.

2. Resolution 19-02: Appointing Election Judges

MOTION: Councilperson Shirley Brown made a motion to adopt Resolution 19-02: Appointing Election Judges.

SECOND: Councilperson Jack Foster Jr. seconded the motion.

VOTE: Motion passed unanimously.

OLD BUSINESS: None.

NEW BUSINESS:

1. Confirmation of Harbor Master Hire

MOTION: Councilperson Emil Mobeck made a motion for Confirmation of Harbor Master Hire.

SECOND: Councilperson Danny Cumberlidge seconded the motion.

VOTE: Motion passed unanimously.

PUBLIC COMMENTS:

Edee Jacobsen commented she wondered if the City can add a camera instead of moving a camera in the harbor. Mayor Gardner stated the camera system was under a grant. Administrator Keeler stated there are funds left over from the grant and will give the company a call. Edee Jacobsen commented about the outage in the trailer court and if it was fixed. Mayor Gardner stated he has been working on it since it has happened, the City has a water system in the trailer court and cannot dig because we cannot dig underneath the wiring system. Edee Jacobsen commented about the election posting for candidacy deadline, it was on a day the City was closed. Mayor Gardner stated Administrator Keeler will ask the division of elections. Edee Jacobsen commented she seen a red fire hydrant next to her old shed on Johnson avenue, if there was an emergency, you could not hook a hose to the fire hydrant. Mayor Gardner stated the City is working on the fire hydrants. Councilperson Starnes commented when you open and close a hydrant on the system can blow the whole system, so go very slow, use two hands, rotate the valve very slowly. Dick Jacobsen commented moving the 911 system out of town is a bad move and try to keep it in town.

Mayor Gardner stated the proposed 911 system has not been adopted and it will be a test phase, it will have to go back to the council to be approved, it is only a test at this point. Raymond Nutt commented there is a water line underneath the middle of his house that has been there for about 60 years with a steel fitting that may rust out. Mayor Gardner stated he will speak with Public Works Director Stokes.

COUNCIL COMMENTS:

Councilperson Danny Cumberlidge thanked Harbor Master Holmberg. Councilperson Emil Mobeck thanked Harbor Master Holmberg, also with the drug issue, it is tough. Councilperson Shirley Brown commented thanked everyone for attending the meeting and hoped the council answered everyone's questions. Councilperson Allan Starnes commented thanked the EMS crew with dealing with the tragedy, with poorly paid, poorly appreciated people with doing the best they can, it is a tough job and have to say thank you. Councilperson Jack Foster Jr. expressed his gratitude to the safety department to the medical people, he encourages the town that looking the other way when friends and family turns you into an enabler, as a council and town, tell everyone go somewhere else, it doesn't make a strong town or strong families.

ADJOURNMENT:

MOTION: Councilperson Jack Foster Jr. made a motion to adjourn.

SECOND: Councilperson Emil Mobeck seconded the motion.

The meeting adjourned at 8:10 p.m.

Glen Gardner Jr., Mayor

ATTEST:

Shannon Sommer, City Clerk

REPORTS

FINANCE OFFICER

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

	<u>FY15</u>	<u>FY16</u>	<u>FY17</u>	<u>FY18</u>	<u>FY19</u>	<u>FY20</u>
July	121,976.31	110,509.71	129,882.77	142,500.10	83,040.24	81,992.40
August	48,575.15	94,822.69	42,576.34	139,542.35	48,290.30	88,100.71
September	64,362.76	62,297.79	63,622.18	37,427.07	49,496.61	
October	32,213.32	76,878.70	59,854.60	32,201.69	46,261.99	
November	7,214.11	3,770.50	6,757.09	10,083.69	4,963.48	
December	372.97	735.79	-	515.28	74.67	
January	25,670.23	21,798.52	8,015.18	3,836.52	12,558.77	
February	37,309.68	47,098.16	47,058.04	27,529.30	24,948.95	
March	88,220.14	69,354.74	95,569.42	45,022.21	82,916.26	
April	15,613.35	23,493.50	5,984.43	58,469.24	13,561.22	
May	25,246.23	16,091.74	20,790.33	24,240.36	8,025.95	
June	68,319.25	78,884.08	109,955.05	58,431.26	89,711.60	-
Total	535,093.50	605,735.92	590,065.43	579,799.07	463,850.04	170,093.11

Sales Tax Revenue

	<u>FY15</u>	<u>FY16</u>	<u>FY17</u>	<u>FY18</u>	<u>FY19</u>	<u>FY20</u>
July	104,201.30	88,780.27	75,255.42	79,691.25	92,628.52	88,102.92
August	88,102.34	92,491.15	64,147.25	77,015.98	65,979.46	100,504.28
September	116,436.20	95,569.47	80,332.82	66,935.45	71,697.10	
October	81,510.79	71,821.64	62,727.84	34,186.58	58,219.29	
November	43,535.59	35,841.10	36,741.45	49,870.42	46,835.09	
December	44,980.97	48,357.80	37,647.73	31,235.26	39,642.29	
January	66,575.33	60,942.89	58,373.49	39,387.33	44,528.74	
February	69,895.86	60,702.43	59,618.34	45,302.69	41,619.24	
March	105,731.28	81,364.98	77,700.11	81,890.02	75,803.84	
April	58,562.79	53,394.08	52,535.54	45,633.53	49,639.45	
May	52,976.00	44,528.77	45,569.00	46,470.55	61,719.51	
June	96,824.06	80,350.37	78,996.36	81,316.23	93,332.26	-
Total	929,332.51	814,144.95	729,645.35	678,935.29	741,644.79	188,607.20
			TDX Fines	(150,000.00)		
				528,935.29		

City of Sand Point
Bank Balance

Date

		Balance	
		Date	
Bank	End of August	10/2/2019	
Key Bank	2,219,274.10	2,626,703.75	
Wells Fargo - General	207,373.44	284,142.02	
Wells Fargo - Bingo Fund	78,346.71	92,458.74	
Wells Fargo - Silver Salmon Fund	10,953.49	39,309.92	
Wells Fargo - PD Forfeiture	33,093.65	33,093.65	
Charles Schwab	533,736.36	531,332.94	

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

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Current Period: AUGUST 19-20

	19-20 YTD Budget	19-20 YTD Amt	AUGUST MTD Amt	19-20 YTD Balance	% of YTD
GENERAL FUND					
LEGISLATIVE	\$140,200.00	\$7,496.72	\$3,423.36	\$132,703.28	5.35%
ADMINISTRATION	\$1,008,330.00	\$274,639.07	\$58,326.10	\$733,690.93	27.24%
PARKS AND RECREATION	\$25,000.00	\$2,385.84	\$810.92	\$22,614.16	9.54%
PUBLIC SAFETY	\$699,753.00	\$126,970.14	\$82,809.00	\$572,782.86	18.14%
PUBLIC WORKS	\$720,500.00	\$58,936.13	\$29,199.25	\$661,563.87	8.18%
FACILITIES	\$284,650.00	\$35,234.70	\$18,461.43	\$249,415.30	12.38%
Total GENERAL FUND	\$2,878,433.00	\$505,662.60	\$193,030.06	\$2,372,770.40	17.57%
BINGO FUND					
ADMINISTRATION	\$574,350.00	\$146,085.28	\$83,974.70	\$428,264.72	25.43%
Total BINGO FUND	\$574,350.00	\$146,085.28	\$83,974.70	\$428,264.72	25.43%
SILVER SALMON DERBY					
FIRE	\$32,504.00	\$19,759.32	\$10,773.74	\$12,744.68	60.79%
Total SILVER SALMON DERBY	\$32,504.00	\$19,759.32	\$10,773.74	\$12,744.68	60.79%
CLINIC OPERATIONS/MAINTENANCE					
ADMINISTRATION	\$62,412.00	\$0.00	\$0.00	\$62,412.00	0.00%
Total CLINIC OPERATIONS/MAINTENANCE	\$62,412.00	\$0.00	\$0.00	\$62,412.00	0.00%
WATER/SEWER OPERATIONS					
WATER/SEWER	\$281,500.00	\$31,181.63	\$17,594.67	\$250,318.37	11.08%
Total WATER/SEWER OPERATIONS	\$281,500.00	\$31,181.63	\$17,594.67	\$250,318.37	11.08%
HARBOR/PORT OPERATIONS					
HARBOR	\$612,500.00	\$101,985.91	\$27,820.97	\$510,514.09	16.65%
Total HARBOR/PORT OPERATIONS	\$612,500.00	\$101,985.91	\$27,820.97	\$510,514.09	16.65%
REFUSE COLLECTION					
PUBLIC WORKS	\$159,650.00	\$22,541.27	\$12,697.08	\$137,108.73	14.12%
Total REFUSE COLLECTION	\$159,650.00	\$22,541.27	\$12,697.08	\$137,108.73	14.12%
Report Total	\$4,601,349.00	\$827,216.01	\$345,891.22	\$3,774,132.99	17.98%

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

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Current Period: AUGUST 19-20

		19-20	19-20	AUGUST	19-20	% of
		YTD Budget	YTD Amt	MTD Amt	YTD Balance	YTD
GENERAL FUND						
Active	R 01-200 CAPITAL GAIN / LOSS	\$0.00	-\$639.58	(\$1,787.79)	\$639.58	0.00%
Active	R 01-201 INTEREST INCOME	\$20,000.00	\$9,756.31	\$4,688.00	\$10,243.69	48.78%
Active	R 01-202 FINES AND PENALTYS	\$1,000.00	\$0.00	\$0.00	\$1,000.00	0.00%
Active	R 01-203 OTHER REVENUE	\$5,000.00	\$42.79	\$0.00	\$4,957.21	0.86%
Active	R 01-205 4% SALES TAX	\$600,000.00	\$181,442.18	\$88,109.92	\$418,557.82	30.24%
Active	R 01-213 RAW FISH TAX	\$400,000.00	\$171,704.00	\$81,992.40	\$228,296.00	42.93%
Active	R 01-214 FINE-LATE SALES TAX	\$5,000.00	\$63.95	\$61.52	\$4,936.05	1.28%
Active	R 01-217 7% B & B Tax	\$14,000.00	\$2,634.96	\$1,242.40	\$11,365.04	18.82%
Active	R 01-225 PAYMENT IN LIEU OF TAX	\$150,000.00	\$0.00	\$0.00	\$150,000.00	0.00%
Active	R 01-233 BUSINESS LIC. FEE	\$4,000.00	\$175.00	\$25.00	\$3,825.00	4.38%
Active	R 01-234 SB 46 PERS RELIEF	\$40,000.00	\$0.00	\$0.00	\$40,000.00	0.00%
Active	R 01-238 ANCHORAGE OFFICE	\$15,000.00	\$0.00	\$0.00	\$15,000.00	0.00%
Active	R 01-244 JAG GRANT REVENUE	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 01-250 STATE REVENUE SHARIN	\$90,000.00	\$0.00	\$0.00	\$90,000.00	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	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 01-258 REVENUE--ALEUTIANS EA	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 01-260 STATE LIQUOR SHARE TA	\$3,500.00	\$2,500.00	\$2,500.00	\$1,000.00	71.43%
Active	R 01-265 SOA DOCCED SHARED FIS	\$44,000.00	\$0.00	\$0.00	\$44,000.00	0.00%
Active	R 01-266 SOA DOR FISH BUS SHAR	\$275,000.00	\$0.00	\$0.00	\$275,000.00	0.00%
Active	R 01-285 EQUIPMENT RENTAL	\$47,000.00	\$5,854.48	\$0.00	\$41,145.52	12.46%
Active	R 01-290 AK HIDTA PROGRAM	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 01-291 BUILDING RENTALS	\$140,000.00	\$20,210.02	\$8,695.52	\$119,789.98	14.44%
Active	R 01-293 LIBRARY GRANT	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 01-296 PD FORFEITURES	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 01-297 POLICE MISC REVENUE	\$0.00	\$8,303.94	\$8,253.94	-\$8,303.94	0.00%
Active	R 01-298 EMS MISC REVENUE	\$15,000.00	\$2,144.00	\$0.00	\$12,856.00	14.29%
Active	R 01-990 F/V DESTINATION SWEAT	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
	Total	<u>\$1,868,500.00</u>	<u>\$404,192.05</u>	<u>\$193,780.91</u>	<u>\$1,464,307.95</u>	<u>21.63%</u>
	Total GENERAL FUND	\$1,868,500.00	\$404,192.05	\$193,780.91	\$1,464,307.95	21.63%
BINGO FUND						
Active	R 02-203 OTHER REVENUE	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 02-294 BINGO REVENUE	\$45,000.00	\$4,615.00	\$2,785.00	\$40,385.00	10.26%
Active	R 02-295 PULL TAB REVENUE	\$525,000.00	\$158,054.50	\$89,894.50	\$366,945.50	30.11%
	Total	<u>\$570,000.00</u>	<u>\$162,669.50</u>	<u>\$92,679.50</u>	<u>\$407,330.50</u>	<u>28.54%</u>
	Total BINGO FUND	\$570,000.00	\$162,669.50	\$92,679.50	\$407,330.50	28.54%
SILVER SALMON DERBY						
Active	R 03-230 DONATIONS	\$3,250.00	\$0.00	\$0.00	\$3,250.00	0.00%
Active	R 03-292 SILVER SALMON DERBY	\$26,384.00	\$0.00	\$0.00	\$26,384.00	0.00%
	Total	<u>\$29,634.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$29,634.00</u>	<u>0.00%</u>
	Total SILVER SALMON DERBY	\$29,634.00	\$0.00	\$0.00	\$29,634.00	0.00%
CLINIC OPERATIONS/MAINTENANCE						
Active	R 10-257 REVENUE--FEDERAL GOV	\$307,410.00	\$5,462.78	\$2,731.39	\$301,947.22	1.78%
	Total	<u>\$307,410.00</u>	<u>\$5,462.78</u>	<u>\$2,731.39</u>	<u>\$301,947.22</u>	<u>1.78%</u>
	Total CLINIC OPERATIONS/MAINTENANCE	\$307,410.00	\$5,462.78	\$2,731.39	\$301,947.22	1.78%
ROCK CRUSHER ENTERPRISE FUND						

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

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Current Period: AUGUST 19-20

		19-20	19-20	AUGUST	19-20	% of
		YTD Budget	YTD Amt	MTD Amt	YTD Balance	YTD
Active	R 58-207 GRAVEL SALES	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Total		\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Total ROCK CRUSHER ENTERPRISE FUND		\$0.00	\$0.00	\$0.00	\$0.00	0.00%
WATER/SEWER OPERATIONS						
Active	R 61-202 FINES AND PENALTYS	\$1,000.00	\$797.85	\$719.27	\$202.15	79.79%
Active	R 61-206 WATER/SEWER REVENUE	\$220,000.00	\$32,490.71	\$21,262.39	\$187,509.29	14.77%
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 61-243 USDA GRANT REVENUE	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 61-270 ON BEHALF REVENUE PE	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Total		\$281,500.00	\$33,288.56	\$21,981.66	\$248,211.44	11.83%
Total WATER/SEWER OPERATIONS		\$281,500.00	\$33,288.56	\$21,981.66	\$248,211.44	11.83%
HARBOR/PORT OPERATIONS						
Active	R 62-201 INTEREST INCOME	\$5,000.00	\$176.92	\$123.23	\$4,823.08	3.54%
Active	R 62-203 OTHER REVENUE	\$10,000.00	\$0.00	\$0.00	\$10,000.00	0.00%
Active	R 62-210 HARBOR/MOORAGE	\$280,000.00	\$39,774.27	\$36,578.36	\$240,225.73	14.21%
Active	R 62-211 HARBOR/TRAVELLIFT	\$110,000.00	\$23,446.37	\$17,674.51	\$86,553.63	21.31%
Active	R 62-212 BOAT HARBOR/RENTS	\$85,000.00	\$16,581.40	\$8,290.70	\$68,418.60	19.51%
Active	R 62-215 HARBOR/WHARFAGE	\$95,000.00	\$1,659.12	\$0.00	\$93,340.88	1.75%
Active	R 62-219 HARBOR ELEC SERVICE F	\$8,000.00	\$775.61	\$372.22	\$7,224.39	9.70%
Active	R 62-220 HARBOR/ELEC DEPOSIT	\$1,100.00	\$0.00	\$0.00	\$1,100.00	0.00%
Active	R 62-221 HARBOR/VAN STORAGE	\$20,000.00	\$2,700.00	\$2,700.00	\$17,300.00	13.50%
Active	R 62-222 HARBOR/STALL ELECTRIC	\$30,000.00	\$7,714.75	\$4,698.88	\$22,285.25	25.72%
Active	R 62-223 HARBOR/ELECTRICITY	\$4,000.00	\$606.14	\$371.14	\$3,393.86	15.15%
Active	R 62-224 GEARSHED LOCKER RENT	\$15,000.00	\$300.00	\$300.00	\$14,700.00	2.00%
Active	R 62-234 SB 46 PERS RELIEF	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 62-235 TRANSFER IN	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 62-237 HARBOR STORAGE	\$2,500.00	\$587.59	\$587.59	\$1,912.41	23.50%
Active	R 62-270 ON BEHALF REVENUE PE	\$0.00	\$0.00	\$0.00	\$0.00	0.00%
Active	R 62-285 EQUIPMENT RENTAL	\$40,000.00	\$4,411.12	\$2,778.38	\$35,588.88	11.03%
Total		\$705,600.00	\$98,733.29	\$74,475.01	\$606,866.71	13.99%
Total HARBOR/PORT OPERATIONS		\$705,600.00	\$98,733.29	\$74,475.01	\$606,866.71	13.99%
REFUSE COLLECTION						
Active	R 65-202 FINES AND PENALTYS	\$1,500.00	\$367.88	\$336.40	\$1,132.12	24.53%
Active	R 65-204 REFUSE COLLECTION	\$146,000.00	\$21,727.82	\$14,866.06	\$124,272.18	14.88%
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	\$22,095.70	\$15,202.46	\$137,554.30	13.84%
Total REFUSE COLLECTION		\$159,650.00	\$22,095.70	\$15,202.46	\$137,554.30	13.84%
Report Total		\$3,922,294.00	\$726,441.88	\$400,850.93	\$3,195,852.12	18.52%

CITY OF SAND POINT

10/02/19 9:08 AM

Page 1

***Fund Summary -
Budget to Actual©**

AUGUST 19-20

	19-20 YTD Budget	AUGUST MTD Amount	19-20 YTD Amount	19-20 YTD Balance	19-20 % YTD Budget
FUND 01 GENERAL FUND					
Revenue	\$1,868,500.00	\$193,780.91	\$404,192.05	\$1,464,307.95	21.63%
Expenditure	\$2,878,433.00	\$193,030.06	\$505,662.60	\$2,372,770.40	17.57%
		\$750.85	-\$101,470.55		
FUND 02 BINGO FUND					
Revenue	\$570,000.00	\$92,679.50	\$162,669.50	\$407,330.50	28.54%
Expenditure	\$574,350.00	\$83,974.70	\$146,085.28	\$428,264.72	25.43%
		\$8,704.80	\$16,584.22		
FUND 03 SILVER SALMON DERBY					
Revenue	\$29,634.00	\$0.00	\$0.00	\$29,634.00	0.00%
Expenditure	\$32,504.00	\$10,773.74	\$19,759.32	\$12,744.68	60.79%
		-\$10,773.74	-\$19,759.32		
FUND 10 CLINIC OPERATIONS/MAINTENANCE					
Revenue	\$307,410.00	\$2,731.39	\$5,462.78	\$301,947.22	1.78%
Expenditure	\$62,412.00	\$0.00	\$0.00	\$62,412.00	0.00%
		\$2,731.39	\$5,462.78		
FUND 61 WATER/SEWER OPERATIONS					
Revenue	\$281,500.00	\$21,981.66	\$33,288.56	\$248,211.44	11.83%
Expenditure	\$281,500.00	\$17,594.67	\$31,181.63	\$250,318.37	11.08%
		\$4,386.99	\$2,106.93		
FUND 62 HARBOR/PORT OPERATIONS					
Revenue	\$705,600.00	\$74,475.01	\$98,733.29	\$606,866.71	13.99%
Expenditure	\$612,500.00	\$27,820.97	\$101,985.91	\$510,514.09	16.65%
		\$46,654.04	-\$3,252.62		
FUND 65 REFUSE COLLECTION					
Revenue	\$159,650.00	\$15,202.46	\$22,095.70	\$137,554.30	13.84%
Expenditure	\$159,650.00	\$12,697.08	\$22,541.27	\$137,108.73	14.12%
		\$2,505.38	-\$445.57		
Report Total		\$54,959.71	-\$100,774.13		

TO: Mayor Gardner
City Council Members

FROM: Jordan Keeler
City Administrator

DATE: October 3, 2019

SUBJ: Monthly Report for October 2019



Here is a summary of the items that I have working on the past month:

- Work continues on the dock project and remains on schedule with a target completion time of late October.
- Dug up several documents and chased down various people for audit prep paperwork.
- Spent time on personnel matter with our lawyers
- Devoted a significant amount of time to the annexation issue. A memo is presented for your consideration later in the packet.
- Worked with other municipalities and AML on the online sales tax framework. Brooks Chandler has also been working on the issue in parallel and he has a memo on the proposed path forward between now and the annual AML meeting.
- Participated in teleconference and document creation/review for the Alaska Municipal Management Association as part of AML activities.
- Examined several years of fish harvest and tax records for the City, neighboring cities and the Borough.



SAND POINT DEPARTMENT of PUBLIC SAFETY



Post Office Box 423
Sand Point, Alaska 99661

MEMORANDUM

To: Honorable Glen Gardner, 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: October 4, 2019

Ref: Department of Public Safety's Monthly Report for September 2019

Police Department

- Hal Henning, Chief of Police
- Brent Nierman, Police Sergeant
- Dave Anderson, Police Officer
- Mark Chandler, Police Officer
- Thomas Slease, Investigator

Administrative Assistant

- Denise Mobeck/weekday 911 Dispatcher

Dispatchers

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

Police Division Activity

SEPTEMBER 2019

7 persons were jailed

4 manslaughter, MICS

2 DUI

1 Theft 2*, VCOR

There were 44 calls to 911

911 calls not resulting in an incident

9 Hang up/mis-dials

13 MOC

2 GCI testing 911 system

2 not emergency call

1 report of fire alarm for wrong city

1 ambulance needed

29 Incidents generated

Suspicious vehicle on business property

2 Welfare check

Prisoner transport to clinic

OD Death investigation

2 DUI

REDDI report

Disturbance at Bar

Suspicious circumstances

2 Harassment

2 Disturbance

2 Public Assist

Traffic stop inoperable lights-resulted in DWLR citation

Traffic stop

Served arrest warrants

Domestic disturbance

Report of 4-wheeler theft

Theft

3 Traffic stops resulting in DWLR citation

Theft of credit card

DUI

Trespass complaint

Drunken disturbance

Noise complaint

Service of court documents

A note from Chief Hal Henning:

Calls for service remained steady in September. We also received notification the Aleutian Pribilof Islands Association has offered to pay travel, lodging and per-diem to send Officer Anderson to Drug Abuse Resistance Education training (D.A.R.E) in New Mexico in February. I have spoken to the school and they are on board and have signed the agreement necessary to attend the training.

The equipment for the radio equipment took longer than anticipated to arrive and are still moving forward with the dispatch project. We are in the process of finalizing connectivity with the main radios in Anchorage. We will need to purchase an additional piece of equipment that will run about \$2,400. This will be purchased and paid for out of the Drug Forfeiture Fund. We are hoping to start installation on the equipment by the end of November and start beta testing the 1st of the year.

We also received notification that the Department will receive its first asset forfeiture from the drug task force in the near future. The amount forfeited in the case was approximately \$52,000 and the department will receive 25% of that (around \$13,000). There is roughly another \$250,000 in forfeited assets currently pending distribution that the department will see funds from soon.

Investigator Slease and the Task Force continue to do great work in limiting the flow of illicit drugs into our community.

Sgt. Nierman celebrated his two year anniversary with the department and we continue to remain fully staffed with no turnover within the department since July 2017.

EMS Division

Chief of EMS Division: Denise Mobeck

EMS Activity: 5 runs

Rescue1 transported 1 patient to clinic

Rescue1 transported 1 patient to airport for medevac

Rescue1 transported 1 for commercial flight

Rescue1 standby for cross country race- 1 person treated

Rescue1 responded and 1 patient refused service

Thank you to our volunteers that respond in a very short amount of time from being dispatched and for your commitment to the community!

We are in need of community members to become a part of the EMS team, whether it be ambulance drivers, ETT or EMT. We have FREE upcoming ETT/EMT classes the beginning of November. Please contact Denise at 383.3700 for more information or to sign up. YOU could make a difference to save a life!

Fire Division

Chief of Fire Division: Vacant, administrative duties being fulfilled by police administrative assistant.

Fire Activity: 0 fires

All monthly incident reports were filed with the State Fire Marshal's Office meeting obligations and maintaining agency certification.

September 2019 Public Works Report

Shop

- Fueled buildings
- Loaded flats of scrap metal
- Serviced the bobcat
- Did ground work for AHA
- Work and service graders
- Install new parts on dump truck
- Graded roads
- Dig ditch at Peter Pan
- Repair ram, and grease Hitachi 200
- Brought roller back from airport
- Pick up sand from cold bay
- Sweep roads
- Hauled vehicles from dump

Landfill

- Loaded and crushed vehicles
- Pulled off tires off of vehicles
- Cleaning around landfill

Recycling

- Recycle center is running good

Water and Sewer

- Pumped on harbor lift station for two weeks
- Sent two pumps into Alaska Pump for repair
- Jetting grease at Russia town
- Cleaned turbidimeters
- Fixed leaks and saved over a million gallons of water from prior month

HARBOR MASTER

No report given at this time.

**STUDENT
REPRESENTATIVE**

HEARINGS, ORDINANCES AND RESOLUTIONS

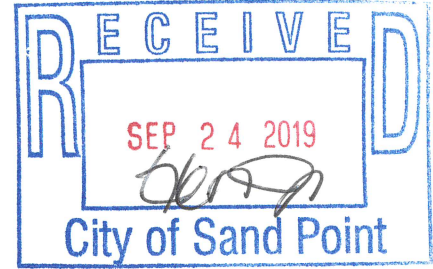
OLD BUSINESS

NEW BUSINESS

Sand Point School Close Up
P.O. Box 269
Sand Point, AK 99661

September 17th, 2019

Mayor Glen Gardner, City Council
City of Sand Point
249 Main Street
Sand Point, AK 99661



Dear Mayor Gardner and City Council Members,

The Sand Point School 11th grade students will be traveling to Washington, D. C. to take part in the Close-Up foundation's Washington, D.C. civic education program during the week of April 19th. Close-Up gives our students the opportunity to experience their government in action and gain the skills, knowledge, and confidence they need to be engaged and informed citizens.

On behalf of the 2020 Close-Up class, we are respectfully requesting a donation of any form that would help us to reach our fundraising goal to participate in the 2020 Close-Up program. Your donation would be greatly appreciated.

Please contact me, Paul Barker, if you have any questions or concerns at Sand Point School, 907-383-2393 ext 6006 or by email at pbarker@aebsd.org.

Thank you for your consideration,

Sincerely,

Sand Point School 2020 Close-Up Class

Alexia Holmberg, Paige Lundgren, Steven Galovin, and Parker Larsen + Alfred Sockpich

Close-Up is a 501 (c) (3) nonprofit. Tax ID # is 23-7122882. Please consult your tax advisor to see if your contribution may be tax deductible.

October 4, 2019

Aleutian Peninsula Broadcasting, Inc.

Box 328

Sand Point, AK 99661

To Sand Point City Council,

I am writing to make a special request in the lease agreement for KSDP and the City. As everyone has been made aware, Alaska joined 1 of 14 different states in the U.S. who do not support public broadcasting through statewide funding. Since the beginning of Governor Walkers administration KSDP has seen its state funding go from \$60,000 to \$30,000 and now to \$0 with Gov. Dunleavy. This loss in funding represents a tremendous impact on KSDP's revenue stream and our ability to grapple with a sudden jolt to our cash flow at this level is difficult without significant cuts to services

Currently our lease is roughly \$519 a month, which comes to an annual total of \$6,220. This represents a full 1/5th of the money lost this past fiscal year through Governor Dunleavy's vetoes. We appreciate all that the City of Sand Point has done to support KSDP throughout the years and we would like to ask that the City consider any form of relief possible in our rent payment. Any amount helps greatly and will give us a leg up in navigating this next years fiscal reality. Thank you again so much for your time and consideration on this matter.

Sincerely,

Austin Roof
General Manager
Aleutian Peninsula Broadcasting, Inc.

UPCOMING EVENTS: AML & PACIFIC MARINE EXPO

Memo

To: Mayor Gardner & City Council
From: Jordan Keeler, Administrator
cc: City Council
Date: October 1, 2019
Re: AML Policy Statements

The Alaska Municipal League has prepared their 2020 Policy Statements that will be voted on by AML members at the annual meeting in November. Most of the positions taken are not a surprise, but I would like to bring attention to several positions:

SB50 – AML supports an employment tax that would help pay for maintenance and construction of educational facilities. – I do not recall any discussion of this at AML last year or anything coming from the City that would support this. This is not to say that the City does not support education, rather, this approach was never entertained.

HB79 – AML supports addressing recruitment and retention of peace officers and firefighters by developing an appropriately structured Tier within PERS, but demands that safeguards be put in place to protect from additional unfunded liability and also that the plan be provided to a broader group of public employees. – PERS is already underfunded and the State is in no position to take on any current or future financial commitments of this scale. The PERS funding issue is already contentious and the State can save major funds by not contributing on behalf of municipalities. Furthermore, the implementation would be messy and expensive; the State would be very hesitant to fund the transition costs.

SB115 – AML supports the suggested increase to the motor fuel tax, and suggests an amendment to sharing revenue with local governments with responsibility for road construction and maintenance. – Again, I do not recall this from AML last fall nor do I recall the City discussing or supporting this.



AML Principles

- Support the Alaska Constitution's mandate "to provide for maximum local self-government."
- Support policies that reduce tax burdens on local government and reimburse for State-mandated exemptions.
- Support State revenue-sharing as an investment in and support for municipal governance.
- Support adequate State funding for basic public services and infrastructure, such as: education, public safety, health, emergency services, and transportation that is necessary for strong and vibrant municipalities.
- Oppose unfunded and underfunded State or Federal legislative and administrative mandates.
- Oppose any efforts to reduce local revenues and local revenue authorities.
- Oppose State or Federal policies that shift responsibilities to local governments without a negotiated agreement that includes adequate and full annual funding.

AML 2020 Policy Statements

Municipal Governance (Title 29)

- Support increased capacity within and professionalization of State tax assessment.
- Support improvements to records retention, public records access, and public notice.
- Support issuance of a municipal impact fiscal note within proposed legislation.

Community Assistance and Revenue Sharing

- Support a baseline floor of \$60 million annually, and encourage a long-term, sustainable solution.
- Support a method to waive debt, forgive loans, or otherwise bolster "stressed" communities.

PERS/TRS Changes

- Support amendments to termination studies and penalties for leaving PERS/TRS.
- Support the development of a pathway to decrease overall unfunded liability.
- Oppose any cost shift of the State "on behalf" payment over 22%.

Fiscal Policy

- Support agency and programmatic efficiency and right-sizing, but oppose cost-shifting to municipalities and eliminating essential services.
- Support the development of a broad-based tax to increase state revenue.

Public Safety

- Increase officer recruitment and retention.
- Support and strengthen the VPSO program.
- Support state efforts to decrease access to and impacts from opioids.

Economic Development

- Support increased investment in diversification and small business development.
- Support increased investment in training and workforce development.
- Support state responsiveness to local economic development planning.

Education

- Support early childhood education, career and technical education, and preparing, attracting and retaining qualified educators.
- Support for accountability and assessment that meets federal requirements and maximizes local control.
- Oppose any reduction in school funding and support investment in infrastructure and deferred maintenance.

Fisheries

- Support for appropriately funded DF&G and increased investment in fisheries research and outreach.
- Support continued investment in port and harbor infrastructure.
- Support an active role in federal fisheries management, and clean water, as well as transboundary negotiations.

Energy

- Support for vetting of and investing in energy projects, processes and programs that decrease energy costs

Transportation

- Support State investment that can be used to match or supplement federal funding
- Support increases to the State capital budget
- Support a sustainable ferry system that continues basic ferry service to coastal communities

Minerals

- Support responsible resource development and the reduction of investment barriers alongside improved environmental risk management.
- Oppose additional state tax on mineral development and support robust local government property, or payment in lieu of, taxes.

Water, Wastewater and Sanitation

- Support increased State investment in maintenance and infrastructure upgrades.

AML 2020 Legislative Position Statements

HB64/SB62 - AML supports additional or new funding to Community Assistance, including through sharing of the Alcohol Tax, but opposes any overall funding decrease.

SB52 – AML supports reform to Title 4, but encourages amendments to increase local control of license dispensation (similar to that found in HB107/SB96).

SB50 – AML supports an employment tax that would help pay for maintenance and construction of educational facilities.

HB75/SB74 – AML supports increasing minimum broadband speeds from 10 Mbps to 25 Mbps.

HB79 – AML supports addressing recruitment and retention of peace officers and firefighters by developing an appropriately structured Tier within PERS, but demands that safeguards be put in place to protect from additional unfunded liability and also that the plan be provided to a broader group of public employees.

HB131/SB104/HJR7/SJR6 – AML opposes changing the annual appropriation limit on State spending, and does not support changes to the Constitution to this end.

HB65/SB63 – AML overwhelmingly opposes the repeal or veto of shared fish taxes.

HB59/SB57 – AML overwhelmingly opposes the repeal of the municipal tax levy on oil and gas property.

HB66/SB64/HB106 – AML opposes repealing the school bond debt reimbursement program, any reduction to payments of past debt commitments, and any extension of the moratorium on the program.

HB84/SB107/HB30 – AML supports reform of Workers Compensation but disagrees with the presumption of compensability for disability based on service as a peace officer or emergency personnel, and opposes extension of benefits to potential beneficiaries outside immediate family members.

SB115 – AML supports the suggested increase to the motor fuel tax, and suggests an amendment to sharing revenue with local governments with responsibility for road construction and maintenance.

HB130/SB110 – AML opposes repealing the Community Assistance Fund, Power Cost Equalization Fund, and other long-term investments held by the State, as well as vetoes to the capitalization of the same.

SB126 – AML opposes forced consolidation of school districts.

HJR17 – AML calls on Congress to repeal the law that prohibits tribes from utilizing Indian Self-Determination and Education Assistance Act funds for education in Alaska.

HJR5/SJR4 – AML opposes the Constitutional Amendment requiring voter approval of new or increased taxes.

HB73/SB69 – AML supports amending the charitable gaming permit statute to exempt from permits and fees those municipalities or organizations with \$20,000 or less in receipts per year.

HB156 – AML supports allowing school district and other public employees the ability to opt-in to State health coverage.

HB69/SB67 – AML opposes repealing the Alaska Public Broadcasting Commission, as well as veto of the same.

HB61/SB59 – AML opposes repealing the reimbursement of municipal capital project debt, as well as veto of the same.

HB76 – AML opposes a mandatory building code that is not inclusive of local government perspectives.

HB60/SB58 – AML opposes repealing the Senior Benefits Payment Program.

DISCUSSION: ANNEXATION

Memo

To: Mayor Gardner & City Council
From: Jordan Keeler, Administrator
cc: City Council
Date: October 1, 2019
Re: Annexation

The City of Sand Point submitted an annexation petition to the State of Alaska in early 2016 that was ultimately withdrawn in 2017 before any official decision was rendered. The petition sought to expand the City from 29 square miles to approximately 274 square miles with the rationale that City is not able to collect raw fish tax outside the current boundary but provides public services to Sand Point based fleet that catches the fish. The Local Boundary Commission (LBC) responded less than favorably to the City's petition, mostly on the scale of the proposed boundaries, and the City withdrew the petition.

It may be time to revisit the idea of annexation. The justification for the annexation remains, mainly the loss of fish tax that would be used to support municipal services, and may or may not have increased. Furthermore, the City is looking at a reduction of Community Revenue Assistance next fiscal year and beyond, plus a possible reduction in shared fisheries taxes and other state direct or indirect support. Scaling down the proposed annexation to, say, 3 miles around the island or to make it align with fishing boundaries may placate the LBC staffers and make it more palatable.

The State offers two avenues for petitioners – the administrative process where the LBC votes on the petition and the legislative review process where the Legislature votes on the petition. The 2016 proposal was submitted under the legislative review process. I was not part of the discussion that led to the legislative review pathway, but it does offer an interesting narrative this time where the City can argue it is adopting to reduced state funding. However, the gridlock last legislative session and contention over other issues could cause it to get overshadowed and fail to advance. The LBC vote choice remains an option, although the Third Judicial District seat is vacant and the at-large seat is held by a former City employee who cannot vote on the matter until April 2020.

If Council agrees, I will present some options at the November meeting.

PUBLIC COMMENTS

COUNCIL COMMENTS

ADJOURNMENT

FYI

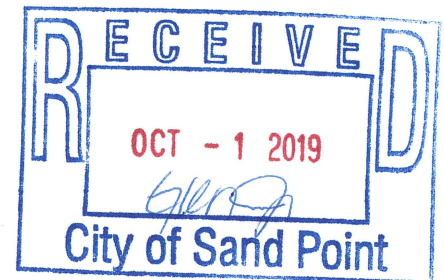
Pauloff Harbor Tribe

P.O. Box 97
Sand Point, Alaska 99661
Phone: (907) 383-6075
Fax: (907) 383-6094
Environmental Dept. Phone: (907) 383-2487

City of Sand Point
Mayor Glen Gardner Jr.
P O Box 249
Sand Point, AK 99661

September 30, 2019

Re: Donations received.



Dear Glen,

The Pauloff Harbor Tribe is writing to express our sincere thank you for the donation Eastern Aleutian Tribes gave to us. Due to delays in receiving some of our prizes the recycling fair was held at a later date than we had anticipated. It was just completed September 27, 2019, Saturday.

The two fifty dollar gift cards from Alaska Commercial Company were well received and made wonderful prizes for our recycling fair. Thank you again for your contribution.

We are proud to report that recycling is continuing within in our City of Sand Point. Aluminum and number one plastics are a couple regulars that we do. The biggest accomplishment to date that Pauloff Harbor Tribe has done is a tire recycling program. The grant cycle for this huge project has closed but we recycled some four thousand two hundred sixty-three tires off our beautiful island. Remember to recycle where ever you are. Every little bit adds up and makes a big difference.

Respectfully,

Anne M. Morris,

PHT Environmental Coordinator

BOYD, CHANDLER, FALCONER, & MUNSON LLP

Attorneys At Law
Suite 302
911 West Eighth Avenue
Anchorage, Alaska 99501
Telephone: (907) 272-8401
Facsimile: (907) 274-3698
bcf@bcfaklaw.com

MEMORANDUM

TO: Jordan Keeler
City Administrator
City of Sand Point



FROM: Brooks W. Chandler
City Attorney

RE: Taxation of Internet Sales

DATE: October 2, 2019

This is an update on the status of joint municipal efforts to create a system intended to maximize collection of sales tax from sales made on the internet. I attended a conference on the issue in June and several teleconference sessions the last of which took place Wednesday September 25. It appears there is critical mass to place a proposal before many municipalities for consideration before or at the annual conference in November. Here is the concept :

1. An agreement that : a) creates an “intergovernmental” entity named the Alaska Remote Sellers Sales Tax Commission; b) establishes the general governing structure (with full details provided by bylaws); and c) obligates the Commission to develop and those signing to adopt a “Uniform Code of Taxation of Sales Made by Remote Sellers”. Both the Agreement and the Uniform Code are 75% developed. (I have reviewed and commented on drafts prepared by a drafting committee headed by the Kenai Peninsula Borough’s attorney).

2. Each municipality wanting to participate must approve the Agreement by a non-code ordinance. Doing so will make them a Member of the Commission similar to being a member of AML or the AML finance or insurance pools.

3. Once the initial Members have been established the Commission elects the initial Board of Directors. The Board finalizes a Uniform Code after circulating a draft to those who have signed the Agreement and getting final comments. The Uniform Code is approved by the Board.

4. The Uniform Code is then sent out to each Member of the Commission for adoption by code ordinance (the process is similar to how uniform building codes are adopted). The ordinance adopting the uniform code also expressly delegates each Member's power to administer and collect sales tax on sales made over the internet to the Commission. If this ordinance does not pass the Member must resign from the joint group.

5. While this process is underway the Commission will contract with AML to manage the joint collection and administration effort. This effort will include development of software, report forms and mapping plus general administration.

6. With joint administration all the internet sellers would submit returns and tax to the Commission. The Commission would then send the tax payments to each municipality.

Costs for creation and implementation of this joint administration have not been fully estimated. The general concept is the costs will be covered by revenue collected with little or no out of pocket expense to Members. Each Member would pay a fixed percent of the revenue collected (currently the working number is 12%). But I would expect there will be "seed money" expenses for those first signing up. The seed money could be reimbursed from future tax revenue or as additional Members join. This is an important consideration. The expectation is that more precise numbers will be available before anyone is asked to approve the initial Agreement.

Stay tuned for more details and let me know if you have any comments about the approach described above. Amazon and perhaps a couple more companies are currently collecting and remitting sales tax on internet sales. But Amazon is collecting about 35% of what it should be collecting and there are many companies not collecting tax. It does make sense to develop a coordinated approach in an effort to maximize revenue for all.