



CITY OF KOTZEBUE NOTICE

Regular City Council Meeting Agenda

June 18, 2026 at 5:15 PM

City Hall Chambers – 258 A Third Avenue

THE PUBLIC IS ENCOURAGED TO ATTEND.

For residents who want to participate telephonically call: **1-800-315-6338**; access code:
49401#

3RD PUBIC COMMENT ON ORDINANCE 26-02.

Meeting Notice

- I. Call to Order
- II. Roll Call
- III. Invocation / Moment of Silence
- IV. Pledge of Allegiance
- V. Introduction of Staff & Guests
- VI. Adoption of The Agenda
- VII. Adoption of Minutes
- VIII. Citizen Comments
- IX. Correspondence
- X. Unfinished Business

a) **ORDINANCE 26-02**, "A NON-CODE ORDINANCE CORRECTING OMITTED FEES FOR CY2026."

XI. New Business

a) The City Council is being asked to consider a correction to the approved minutes of the June 5, 2025, regular city council meeting. Council Member Kathleen Sherman has requested that the minutes be amended to reflect a correction to the recorded vote on Resolution No. 25-23, titled "A Resolution of the City Council of the City of Kotzebue Setting Revised/Updated/Recalculated Water, Sewer, and Garbage Rates as Required by Ordinance 25-02, Effective June 1, 2025."

b) RESOLUTION 26-26, "A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF KOTZEBUE ACCEPTING PLANNING COMMISSION RESOLUTION 26-07 AND APPROVING THE TIDELANDS USE PERMIT FOR COPPER RIVER SEAFOODS FOR THE 2026 COMMERCIAL FISHING SEASON."

c) Manager's Reports

1. City Manager
2. Holland and Hart
3. The Mulder Company
4. Joe Evans City Attorney
5. Finance Director
6. Public Works
7. Police Department
8. Fire Department
9. Parks & Recreation
10. Package Store
11. Public Relations/Human Resources
12. Planning Department

XII. Council Members Comments

SEAT B: Derek Haviland-Lie

SEAT C: Joshua Hadley

SEAT D: Kathleen Sherman

SEAT E: Cory Jackson

SEAT G: Johnson Greene

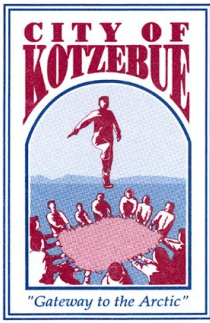
SEAT A: Ernest Norton

SEAT F: Saima Chase

Youth Representative: Vacant

XIII. Executive Session

XIV. Adjournment



258A Third Avenue
P.O. Box 46
Kotzebue, Alaska 99752

City Hall 907-442-3401

Police Dept 907-442-3351

Fire Dept 907-442-3404

Public Works 907-442-5200

Parks & Rec 907-442-3106

CITY COUNCIL

PUBLIC NOTICE

Mayor Chase

has scheduled the next

**Regular City Council Meeting for
Thursday June 18th, 2026 at 5:15pm
City Council Chambers
258A Third Avenue**

3rd PUBLIC HEARING FOR ORDINANCE 26-02

**NON-CODE ORDINANCE 26-02, "CORRECTING
OMITTED FEES FOR CY2026."**

THE PUBLIC IS ENCOURAGED TO ATTEND
FOR CITIZENS WHO WANT TO PARTICIPATE TELEPHONICALLY CALL
1-800-315-6338 access code 49401#

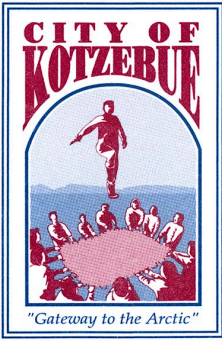
Please contact the office of the City Clerk at 1-907-442-5108 or 1-907-412-2489
if you have any questions.

Posted: JUN-17-2026

City Hall Bulletin Board
City of Kotzebue Website
City of Kotzebue Facebook Page

City of Kotzebue Attorney
City of Kotzebue Department Directors
Post Office Bulletin Board

AC Store Bulletin Board
KOTZ Radio



CITY OF KOTZEBUE, ALASKA

ORDINANCE NO. 26-02

ENTITLED: "A NON-CODE ORDINANCE CORRECTING OMITTED FEES FOR CY2026."

BE IT ENACTED BY THE CITY COUNCIL OF THE CITY OF KOTZEBUE, ALASKA:

- Section 1.** This is a Non-Code Ordinance.
- Section 2.** Non-Code Ordinance 26-01, was passed and approved on February 19, 2026. However, through a software/technical glitch, several fees were omitted for CY2026.
- Section 3.** As a result of the omission, the City has been charging outdated CY2025 fees for all fees omitted in Non-Code Ordinance 26-01.
- Section 4.** The omitted fees for CY2026 are set forth in Exhibit "A" attached hereto and incorporated by reference herein.
- Section 5.** The omitted fees for CY2026 shall become effective with the July 1, 2026 billing cycle for the bills mailed out in early-August 2026.

ENACTED this 18th day of June 2026.

CITY OF KOTZEBUE

Saima Chase
Mayor

[SEAL]

ATTEST:

Donald Jones
City Clerk

ATTESTATION: I, Donald Jones, Clerk for the City of Kotzebue, hereby attest that the above Non-Code Ordinance, No. 26-02, was duly presented to the Kotzebue City Council, duly published and that a valid public hearing was held and that it was duly enacted on June 18, 2026.

Public Post: April 10, 2026
Introduced: April 16, 2026
Public Re-Post: May 1, 2026
First Public Hearing: May 7, 2026
Public Re-Post: May 14, 2026
Second Public Hearing: May 20, 2026
Public Re-post: June 17, 2026
Third Public Hearing: June 18, 2026
Passed and Approved: June 18, 2026
Adopted: July 1, 2026

Attachments:

- **Exhibit “A”:** Table of Fees Omitted in Non-Code Ordinance 26-01 – [1 page]
- **Exhibit “B”:** DOWL Utility Rate Study – [1 page]
- **Exhibit “C”:** Utility Rate PSA [1 page]

PUBLIC WORKS - WATER / WASTEWATER							
ITEM	ACTIVITY	VALID PERIOD	CY25	CUOP RATE	DIFFERENCE	CY26	COMMENTS
SENIOR/DISABLED RATES							
1	Water Flat Rate		\$40.58	\$0.48	\$0.00	\$40.58	
2	Wastewater Flat Rate		\$20.18	\$5.96	\$8.82	\$29.00	
RESIDENTIAL RATES Single/Multi-units up to Five-plex							
3	Water Flat Rate		\$101.46	\$84.74	\$0.00	\$101.46	
4	Wastewater Flat Rate		\$46.60	\$32.98	\$21.40	\$68.00	
MULTI-UNIT DWELLINGS RATES Multi-unit Six-plex and above							
5	Water Base Rate	Up to 6000 Gallons	\$107.02		\$0.00	\$107.02	
6	Water Metered Rate	Per 1000 Gallons	\$42.88		\$0.00	\$42.88	
7	Wastewater Minimum Rate	Up to 6000 Gallons	\$57.18		\$10.82	\$68.00	
8	Wastewater Metered Rate	Per 1000 Gallons	\$19.53		\$7.47	\$27.00	
COMMERCIAL RATES							
9	Water Flat Rate	Monthly	\$240.77		\$0.00	\$240.77	
10	Water Minimum Rate	Monthly	\$107.02		\$0.00	\$107.02	
11	Water Metered Rate	Per 1000 Gallons	\$42.88		\$0.00	\$42.88	
12	Wastewater Flat Rate	Monthly	\$118.42		\$21.58	\$140.00	
13	Wastewater Metered Rate	Per 1000 Gallons	\$57.18		\$10.82	\$68.00	

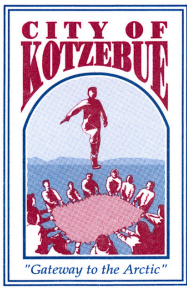
PUBLIC WORKS - SOLID WASTE							
ITEM	ACTIVITY	VALID PERIOD	CY25			CY26	COMMENTS
SENIOR/DISABLED RATES							
14	Residential Pick-Up Elder Service		\$27.29		\$4.71	\$32.00	
RESIDENTIAL RATES							
15	Residential Pick-Up Service		\$52.27		\$11.73	\$64.00	
16	Additional Pick-Up Residential				\$64.00	\$64.00	Additional/Late/Blocked/Missed
COMMERCIAL RATES							
17	Commercial Dumpster Lease	Monthly	\$35.00		\$7.00	\$42.00	
18	Commercial Pick-Up Service	Per Dumpster	\$28.43		\$6.57	\$35.00	
19	Additional Pick-Up	Each			\$35.00	\$35.00	Additional/Late/Blocked/Missed

COMBINED WATER AND SEWER RATE COMPARISON (2020 DATA)

Section X, Item a)

Utilities	Monthly Fees
Port Alsworth	\$ 479
Naknek	\$ 392
Sterling	\$ 355
Tazlina	\$ 316
Bethel	\$ 247
Nome	\$ 204
Utqiagvik	\$ 187
Kotzebue	\$ 169

*** At the time of this study, The City of Kotzebue Utility Rate included the Northwest Arctic Borough - Community Utility Assistance Program (CUAP) discount, which is a yearly appropriated assistance for villages in the NWAB.



City of Kotzebue

Section X, Item a)

3rd PUBLIC HEARING FOR ORDINANCE 26-02

“A NON-CODE ORDINANCE CORRECTING OMITTED FEES FOR CY2026”

REGULAR CITY COUNCIL MEETING

JUNE 18, 2026

Residents of the City of Kotzebue are encouraged to attend the next regular city council meeting for public comment on Ordinance 26-02 regarding water, sewer, and garbage rate increases.

SENIOR / DISABLED RATES

	CURRENT	PROPOSED	**NWAB - CUAP RATE	INCREASE
WATER	\$40.58	\$40.58	\$0.48	\$0.00
SEWER	\$20.18	\$29.00	\$5.96	\$8.82
GARBAGE	\$27.29	\$32.00	\$0.00	\$4.71

RESIDENTIAL RATES

	CURRENT	PROPOSED	**NWAB - CUAP RATE	INCREASE
WATER	\$101.46	\$101.46	\$84.74	\$0.00
SEWER	\$46.60	\$68.00	\$32.98	\$21.40
GARBAGE	\$52.27	\$64.00	\$0.00	\$11.73

**The Northwest Arctic Borough - Community Utility Assistance Program is a yearly appropriated assistance for villages in the NWAB.

Title: Consideration of a Motion to Amend the Approved Minutes of June 5, 2025

Background:

The City Council is being asked to consider a correction to the approved minutes of the June 5, 2025, regular city council meeting. Council Member Kathleen Sherman has requested that the minutes be amended to reflect a correction to the recorded vote on Resolution No. 25-23, titled "A Resolution of the City Council of the City of Kotzebue Setting Revised/Updated/Recalculated Water, Sewer, and Garbage Rates as Required by Ordinance 25-02, Effective June 1, 2025."

The request is to change the recorded vote from "Yes" to "No."

Recommended Motion:

"I move to amend the approved minutes of the June 5, 2025, City Council meeting by correcting the recorded vote of Council Member Kathleen Sherman on Resolution No. 25-23 from 'Yes' to 'No.'"



CITY OF KOTZEBUE NOTICE

Regular City Council *Meeting Minutes*

June 05, 2025 at 5:15 PM

Kotzebue Youth Center - 815 Wanda Street

THE PUBLIC IS ENCOURAGED TO ATTEND.

For residents who want to participate telephonically call: **1-800-315-6338**; access code:
49401#

RESOLUTION 25-27 [INTRODUCTION]

ORDINANCE 25-03 [SECOND HEARING]

I. **Call to Order** at 5:25 PM.

II. **Roll Call**

City Council Members present at time of roll call: Ernest Norton; Derek Haviland-Lie; Joshua Hadley; Kathleen Sherman; Ruth Moto & Johnson Greene.

Absent: Cory Jackson, Excused.

III. **Introduction of Staff & Guests**

Staff present at the time of roll call: Leon Kiana, City Manager; Russ Ferguson, Public Works Director; Chris Cook, Chief of Police; Fred Smith, City Planner; Sam Camp, Planning Director; Mike Laughlin, Finance Director; Jamie Lambert, Arctic Spirits Manager; Liliya Boiko, Parks & Rec Assistant and Lorraine Hunnicutt, Public Works Assistant Director.

Guests present/telephonically at the time of roll call: Joe Evans, City Attorney; Matt Tekker; Harold Lambert; Brenda Evak; Rick Lie; Airana Erlich; Matt Bergan; Mark Hansen, Copper River Seafoods.

IV. **Invocation/Moment of Silence**

Leon Kiana gave invocation.

V. **Pledge of Allegiance**

Pledge of Allegiance was recited by all.

VI. **Adoption of The Agenda**

Agenda was *amended / accepted* by Mayor Haviland-Lie

Amendments:

Councilor Moto made a motion to approve the agenda as amended, seconded by Councilor Norton.

Motion: passed

VII. Adoption of Minutes

a) May 15, 2025 RCCM Meeting Minutes

Councilor Norton made a motion to amend May 15, 2025, meeting minutes, seconded by Councilor Hadley.

Motion: passed

VIII. Citizen Comments

Rick Lie said the water, sewer and garbage rates are going up and he doesn't think we should raise the rates until we get better water. He also said that when he was in the line maintenance department that they would clear the mains and that's not being done and there is sewer that was getting all over the ground when Lift Station #10 was not working. When I was working for Drake Construction we put in a line that goes to Swan Lake for the water treatment plant.

Russ Ferguson responded that the pumps at Lift Station #10 were undersized and we ordered new ones and had them put in. Also, the water that goes to Swan Lake is not treated and the treated water has to go through the Lift Station because of treated water has chemicals and would kill the fish.

Airiana Erlich said the background on the new Water Treatment Plant is not the same because of the design. The manganese levels are higher. The Rate Study by Dowl based on what it costs the citizens and that we were undercharging for water, sewer and garbage. I don't think that we should raise the price of the water – not drinkable. I agree with raising the sewer and garbage rate. The reason for the higher levels of manganese in the new plant doesn't have as many baffles.

Russ Ferguson stated that this is not the case. The old plant didn't use baffles at all. The new plant does. The higher levels are due to higher levels of manganese in the water.

Harold Lambert said that we trying to make citizens pay their bill. When we have the meetings here at the Youth Center we are taking time away from our kids, we need staff to do that. I came to the meeting because it's hard to hear the meeting on the radio.

Matt Tekker said there should be no increase because of water quality.

IX. Correspondence

X. Unfinished Business

XI. New Business

a) **ORDINANCE 25-03 ENTITLED:** "A CODE ORDINANCE ADDING NEW SECTIONS TO THE KOTZEBUE MUNICIPAL CODE ("KMC") TITLE 13, CHAPTER 13.04, WATER AND SEWER UTILITY, A NEW SECTION 13.04.350, ENTITLED '*LIENS FOR PAST DUE UTILITY BILLINGS*' AND KOTZEBUE MUNICIPAL CODE ("KMC") CHAPTER 8.04, REFUSE COLLECTION, A NEW SECTION 8.04.310, ENTITLED '*LIENS FOR PAST DUE UTILITY BILLINGS*' AS SET FORTH HEREIN." **[SECOND HEARING]**

Councilor Hadley moved to approve Resolution 25-03, seconded by Councilor Moto.

Ernest Norton	No	Derek Haviland-Lie	No
Joshua Hadley	Yes	Kathleen Sherman	No
Ruth Moto	Yes	Johnson Greene	No

Motion Failed.

City Council would like the City to be more transparent and give all the information to the Citizens of Kotzebue by putting it on the Radio Station.

Jamie Lambert said that when it first came out her grandparents owned the property and her brother was the one staying in it when he passed away. I was asking City Hall how much is owed on the bill and was curious as to what we would be putting a lien on?

Joe Evans said that the lien would be on the property, so if it was to go for a sale for the property and if it had a lien on it, the lien would need to be paid before it could be sold.

b) **RESOLUTION 25-23,** "A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF KOTZEBUE SETTING REVISED / UPDATED / RECALCULATED WATER, SEWER AND GARBAGE RATES AS REQUIRED BY ORDINANCE 25-02, EFFECTIVE JUNE 1, 2025."

Councilor Hadley moved to approve Resolution 25-23, seconded by Councilor Norton.

Ernest Norton	No	Derek Haviland-Lie	No
Joshua Hadley	No	Kathleen Sherman	Yes

Ruth Moto **Yes**

Johnson Greene

Yes

Motion Failed.

Motion failed due to tie vote, this can be brought back before the City Council but it needs to be a new Resolution.

- c) **RESOLUTION 25-26**, "A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF KOTZEBUE AUTHORIZING THE CITY MANAGER WORKING WITH THE FINANCE DIRECTOR TO AUTHORIZE THE PARTICIPATION OF THE CITY OF KOTZEBUE IN THE ALASKA PUBLIC RISK ALLIANCE."

Councilor Hadley moved to approve Resolution 25-26, seconded by Councilor Moto.

Ernest Norton **Yes**

Derek Haviland-Lie

Yes

Joshua Hadley **Yes**

Kathleen Sherman

Yes

Ruth Moto **Yes**

Johnson Greene

Yes

- d) **RESOLUTION 25-27**, "A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF KOTZEBUE ACCEPTING THE PLANNING COMMISSION RESOLUTION 25-07 AND DESIGNATING THE CITY-OWNED BUILDING AT 289 FIFTH AVENUE AS THE NEW LOCATION FOR THE "ARCTIC SPIRITS" PACKAGE STORE." [INTRODUCTION]

Councilor Moto moved to approve Resolution 25-27, seconded by Councilor Norton.

Ernest Norton **Yes**

Derek Haviland-Lie

Yes

Joshua Hadley **Yes**

Kathleen Sherman

Yes

Ruth Moto **Yes**

Johnson Greene

Yes

- e) **RESOLUTION 25-28**, "A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF KOTZEBUE ACCEPTING PLANNING COMMISSION RESOLUTION 25-08 AND APPROVING THE TIDELANDS USE PERMIT FOR COPPER RIVER SEAFOODS FOR THE 2025 COMMERCIAL FISHING SEASON".

Councilor Norton moved to approve Resolution 25-28, seconded by Councilor Sherman.

Ernest Norton **Yes**

Derek Haviland-Lie

Yes

Joshua Hadley **Yes**

Kathleen Sherman

Yes

Ruth Moto **Yes**

Johnson Greene

Yes

f) **RESOLUTION 25-29**, "A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF KOTZEBUE AUTHORIZING THE CITY MANAGER LEON KIANA OR HIS DESIGNEE FINANCE DIRECTOR MICHAEL LAUGHLIN AS AUTHORIZED SIGNERS ON ALL OF THE CITY'S ACCOUNTS WITH CETERA (TIME VALUE)."

Councilor Norton moved to approve Resolution 25-29, seconded by Councilor Moto.

Ernest Norton	Yes	Derek Haviland-Lie	Yes
Joshua Hadley	Yes	Kathleen Sherman	Yes
Ruth Moto	Yes	Johnson Greene	Yes

g) **RESOLUTION 25-30**, "A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF KOTZEBUE AUTHORIZING THE CITY MANAGER LEON KIANA OR HIS DESIGNEE FINANCE DIRECTOR MICHAEL LAUGHLIN AS AUTHORIZED SIGNERS ON ALL OF THE CITY'S ACCOUNTS WITH KEY BANK."

Councilor Greene moved to approve Resolution 25-30, seconded by Councilor Norton.

Ernest Norton	Yes	Derek Haviland-Lie	Yes
Joshua Hadley	Yes	Kathleen Sherman	Yes
Ruth Moto	Yes	Johnson Greene	Yes

h) **RESOLUTION 25-31**, "A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF KOTZEBUE AUTHORIZING THE CITY MANAGER OR HIS DESIGNEE TO EXECUTE A CONTRACT AND/OR PURCHASE ORDER WITH US ECOLOGY ALASKA, LLC, ANCHORAGE, ALASKA, IN THE AMOUNT OF SIXTY-ONE THOUSAND DOLLARS AND NO CENTS (\$61,000.00) FOR HAZARDOUS WASTE DISPOSAL FOR CY2025."

Councilor Norton moved to approve Resolution 25-31, seconded by Councilor Moto.

Ernest Norton	Yes	Derek Haviland-Lie	Yes
Joshua Hadley	Yes	Kathleen Sherman	Yes
Ruth Moto	Yes	Johnson Greene	Yes

i) **Alaska Deferred Compensation Plan**

Neil Carlson stated that The Alaska Deferred Compensation Plan was taken away by previous administration because it only included Tier #1 & #2. This one will include Tier 3 & 4.

XII. Council Members Comments

Seat A: Ernest Norton

Seat B: Derek Haviland-Lie

Seat C: Joshua Hadley

Seat D: Kathleen Sherman

Seat E: Ruth Moto

Seat F: Cory Jackson

Seat G: Johnson Greene

Youth Representative: vacant

All Councilor comments can be found on record at City Hall.

XIII. Executive Session

Councilor Hadley moved to go into executive session, seconded by Councilor Greene.

The City Council went into executive session at 7:30 PM and reconvened at 8:45 PM. No action was taken but directions were given to Leon Kiana.

XIV. Adjournment

Councilor Moto made a motion, seconded by Councilor Greene to adjourn.

Motion passed unanimously.

Meeting adjourned at 8:46 PM.

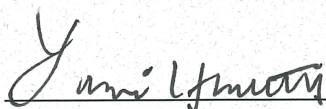
Accepted by:



Derek Haviland-Lie

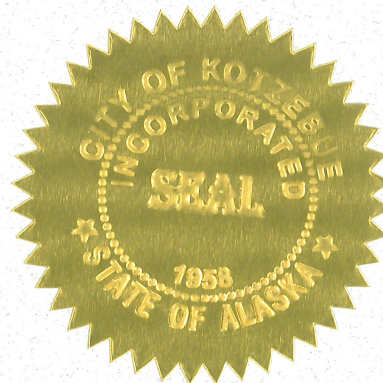
Mayor

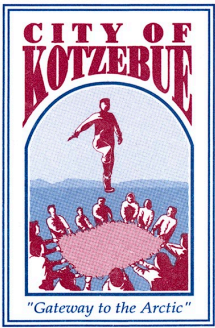
Respectfully Submitted by:



Lorraine Hunnicutt

Acting City Clerk





CITY OF KOTZEBUE

RESOLUTION NO. 26-26

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF KOTZEBUE ACCEPTING PLANNING COMMISSION RESOLUTION 26-07 AND APPROVING THE TIDELANDS USE PERMIT FOR COPPER RIVER SEAFOODS FOR THE 2026 COMMERCIAL FISHING SEASON.

- WHEREAS,** the City of Kotzebue (“City”) owns surface and submerged tidelands as designated in Alaska Department of Natural Resources documentation and reference in State Patents identified in Exhibit B;
- WHEREAS,** Chapter 11.04 of the Kotzebue Municipal Code governs the use of City-owned tidelands;
- WHEREAS,** the Kotzebue Planning Commission through Resolution 26-07, has recommended to the City Council the approval of a Tidelands Use Permit for Copper River Seafoods (“CRS”) to facilitate the purchase of commercially caught fish from local fishermen operating within City tidelands during the 2026 commercial fishing season;
- WHEREAS,** CRS proposes to operate its shoreside fish buying station on Lot 1B, Block 8, USS 4498, leased from Kotzebue Sound Fisheries Association, a subsidiary of NANA Regional Corporation, while engaging with commercial fishermen in City tidelands;
- WHEREAS,** CRS has fulfilled the permit application requirements, including acquiring all necessary federal, state, and local permits, as set forth in Exhibit A of Planning Commission Resolution 26-07;
- WHEREAS,** CRS has maintained a history of good standing with the City regarding prior Tidelands Use Permits since initiating operations in 2026;
- WHEREAS,** Due to time sensitivity, the requirement for a formal appraisal of the non-exclusive use value has been waived, with CRS agreeing to negotiate terms subject to City Council approval; and
- WHEREAS,** the City Council has reviewed the Planning Commission’s findings and recommendations and deems it in the public interest to support the continued operation of CRS in the 2026 fishing season;

NOW, THEREFORE, BE IT RESOLVED, that the City Council of the City of Kotzebue formally accepts Planning Commission Resolution 26-07 in full and approves the issuance of a Tidelands Use Permit to Copper River Seafoods for the 2026 commercial salmon fishing season.

That the terms of the permit, as outlined in Exhibits A and B attached to the Planning Commission's resolution, are hereby adopted, including all stipulations relating to legal compliance, environmental safeguards, and operational conduct.

That the effective period of the permit shall be from July 1, 2026, through August 31, 2026, unless extended by mutual written agreement.

That the City Manager or their designee is authorized to execute all documents necessary to finalize the Tidelands Use Permit and Agreement with Copper River Seafoods on behalf of the City.

That this resolution shall become effective immediately upon adoption.

PASSED AND APPROVED by a duly constituted quorum of the City Council of the City of Kotzebue, Alaska, this 18th day of June 2026.

CITY OF KOTZEBUE

Saima Chase
Madam Mayor

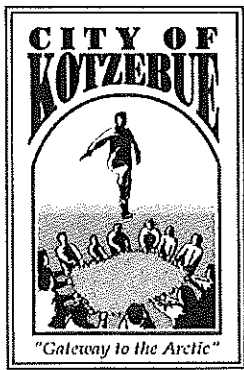
[SEAL]

ATTEST:

Donald Jones
City Clerk

Attachments:

- **Exhibit "A"**: Planning Commission Resolution 26-07 [2 pages]
- **Exhibit "B"**: CRS Tidelands Permit for 2026 Commercial Fishing Season with Exhibits A & B [18 pages]



KOTZEBUE PLANNING COMMISSION

RESOLUTION 26-07

A RESOLUTION OF THE KOTZEBUE PLANNING COMMISSION RECOMMENDING TO THE CITY OF KOTZEBUE CITY COUNCIL THE APPROVAL OF COPPER RIVER SEAFOODS(CRS) TIDELANDS USE PERMIT FOR PURCHASING FISH CAUGHT WITHIN CITY-OWNED TIDELANDS

WHEREAS, the City of Kotzebue ("City") owns surface and submerged Tidelands as delineated in Alaska Department of Natural Resources documents and State Patents "Exhibit B";

WHEREAS, Chapter 11.04, "Tideland Regulations," of the Kotzebue Municipal Code governs the use of City Tidelands;

WHEREAS, CRS has submitted a request for a temporary non-exclusive use of City Tidelands to facilitate the purchase of salmon from local fishermen during the 2026 commercial season;

WHEREAS, CRS's main operations will be conducted shoreside on the property described as NANA Seafoods building

WHEREAS, CRS's operations will not be directly located within the bounds of the City Tidelands "Exhibit B", CRS will still be conducting business with commercial fisherman operating within City Tidelands;

WHEREAS, CRS has fulfilled the conditions precedent outlined in the Tidelands Permit application, including obtaining necessary permits from federal, state, and local governments "Exhibit A";

WHEREAS, CRS has maintained its fish buying operation in Kotzebue for a number of years remaining in good standing with the City on all previous Tidelands Use Permits up to this year;

WHEREAS, the requirement for a formal appraisal of the value of non-exclusive use has been waived due to time sensitivity, with CRS agreeing to negotiate an amount subject to City Council approval;

NOW THEREFORE BE IT RESOLVED:

1. The Tidelands Permit is hereby recommended for approval for Copper River Seafoods, subject

to compliance with all terms and conditions set forth in the permit application and attached agreements (Exhibits A and C).

2. CRS and its agents shall adhere to all federal, state, and local laws, regulations, and permit conditions applicable to activities conducted under this permit.

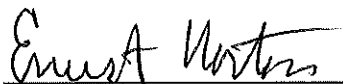
3. CRS shall maintain the permitted area in a clean, safe condition and comply with spill reporting requirements as specified in the permit conditions.

4. This permit shall take effect July 1st, 2026, and expire on August 31, 2026, unless extended by mutual, written agreement of the Parties.

5. The City Manager or their designee is authorized to execute the Tidelands Permit and Agreement on behalf of the City of Kotzebue.

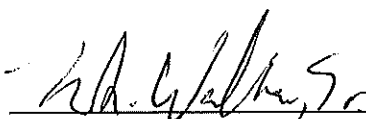
PASSED AND APPROVED by the Kotzebue Planning Commission on this 11th day of June 2026.

CITY OF KOTZEBUE
Planning Commission



Ernest Norton
Chairman

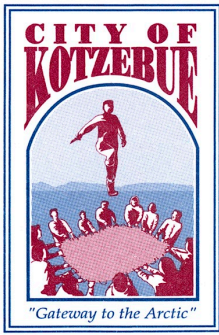
ATTEST:



Lloyd Randy Walker
Planning Director

Attachments

- **Exhibit A:** CRS Tidelands Permit Application
- **Exhibit B:** Map of City of Kotzebue Tidelands
- **Exhibit C:** Proposed CRS Tidelands Permit Agreement



City of Kotzebue
TIDELANDS PERMIT
July 1, 2026-August 31, 2026

[Copper River Seafoods (“CRS”) - Permittee]

The City of Kotzebue owns surface Tidelands and submerged Tidelands pursuant to, *inter alia*, Alaska Department of Natural Resources, Division of Lands, Interagency Land Management Transfer, ADL #19285, dated September 10, 1962, State of Alaska Patent, Tidelands No. 185, dated April 11, 1966, recorded at Book 40, Page 107, Noatak - Kobuk Recording District, Noatak - Kobuk Serial No. 66-219, A.T.S. 238 showing 395.208 acres and Alaska Statutes, Title 38, Public Lands.

Chapter 11.04, "Tideland Regulations," of the Kotzebue Municipal Code ("KMC"), governs, *inter alia*, the use of, improvement of, rights-of-way, easements and resources reservation over, under and through the City of Kotzebue's Tidelands and KMC Chapter 11.04 is incorporated, in its entirety, herein by reference. This Tidelands Permit is issued pursuant to City of Kotzebue Resolution No. 26-26, June 18, 2026, and City of Kotzebue Planning Commission Resolution 26-07, dated June 11, 2026.

Nature of Request for Temporary Non-Exclusive Use of Tidelands

CRS will be buying salmon from local fishermen during the upcoming commercial season from July 1, 2026 to August 31, 2026, as set forth in the **CRS** submittal in Exhibit “A” attached hereto and incorporated herein by reference.

Conditions Precedent and Promissory Conditions

As conditions to obtaining this TIDELANDS PERMIT, **CRS** warrants and commits as follows:

1. **CRS** shall obtain all necessary permits, if any, from the federal government, State of Alaska and local governments required for work in the waters in and around Kotzebue and present copies of said permits to the City Manager/Acting City Manager, City of Kotzebue, before any work is commenced in the Tidelands;
2. KMC 11.04.510, 11.04.630 and 11.04.640, normally would require **CRS** to pay for an appraisal by MacSwain & Associates, LLC, Anchorage, Alaska for the value of the potential, non-exclusive use of the City's surface Tidelands and the value so determined would be paid to the City. However, since it appears that **CRS**'s use of the City's Tidelands will be incidental, if at all, the requirement for a formal appraisal is hereby waived and **CRS** will pay shall pay a one-time Application Fee of \$320.00 and a one-time Permit Fee of \$1,620.00 as required by the

CITY OF KOTZEBUE TIDELANDS PERMIT

[CRS July 1, 2026 – August 31, 2026 Commercial Fishing Season] [RCCM – June 18, 2026]

City's CY2026 Fee Schedule (see, Ordinance 26-01) to the City for its incidental, temporary, non-exclusive use of the City of Kotzebue's Tidelands for the 2026 commercial fishing season by its commercial fishermen who sell their fish to using the City's tidelands during the commercial fishing season and/or fish in the City-owned tidelands. A check made payable to the City of Kotzebue in the amount of \$1,800 shall be submitted to Leon Kiana, City Manager, P.O. Box 46, Kotzebue, Alaska 99752-0046 within ten (10) days of the issuance of this Permit.

PERMIT TERMS AND CONDITIONS

1. **CRS** and/or its agent(s) warrants and commits that it and/or its agent(s) shall comply with all terms of the Temporary Use Permit separately issued for this fishing season as well as well as contracts/agreements/permits entered into/granted by the federal government, State of Alaska and local governments.
2. **CRS** and/or its agent(s) shall comply with any and all applicable local, borough, state and federal laws. Failure to abide by any part of this Permit or violation of any pertinent provisions of the Kotzebue Municipal Code, Northwest Arctic Borough Code, Alaska Statutes, Alaska Administrative Code or federal laws or regulations, will be considered grounds for revocation of this Permit or denial of future permit requests and may result in fines or other penalties. This provision shall apply to all persons working under authority of this Permit.
3. All trash and human waste shall be properly disposed of in accordance with State, Northwest Arctic Borough and City of Kotzebue standards for disposal of refuse, human waste and chemicals.
4. All Permit activities shall utilize measures to minimize noise and nuisance affecting surrounding residential properties, including excessive noise, fumes, odors, glare, smoke, vibration, dust, litter, interference in any telephone, radio or television receivers, and/or significant line voltage fluctuation.
5. Equipment/watercraft used in the performance of the activities covered by this Permit shall not be serviced and fueled within the boundaries of the City's Tidelands. Equipment and vehicles must be monitored, daily, for hydraulic leaks. Equipment and vehicles are to be maintained so as not to cause any fuel spills and/or fluid leaks. Equipment shall not be abandoned.
6. **CRS** and/or its agent(s) shall immediately notify the City of any damage to the waters and/or bottom of the City's Tidelands, including, but not limited to, environmental spills of oil or other chemicals.
7. **CRS** and/or its agent(s) shall immediately notify the City (at least within 24 hours) of any change in the Permit plans and seek modification of the Permit. **CRS** and/or its agent(s) shall suspend uses until approval is given by the Public Works Director. If the proposed action constitutes an emergency, **CRS** and/or its agent(s) shall comply with directions from the Public Works Director, or his Designee, for such emergency actions and shall make reasonable efforts to conduct modified uses in a manner that avoids or minimizes significant harm to the environment, consistent with the need to protect property and human life.

CITY OF KOTZEBUE TIDELANDS PERMIT

[CRS July 1, 2026 – August 31, 2026 Commercial Fishing Season] [RCCM – June 18, 2026]

8. **CRS** and/or its agent(s) are subject to all penalties and civil actions for violation of the Permit conditions and stipulations prescribed herein.
9. The Permittee shall allow the City and its representatives access to the permitted areas during the term of this Permit to conduct scheduled or unscheduled inspections or tests to determine compliance with this Permit or respond to emergency situations.
10. This Permit is for City Tidelands only and does not apply to other lands within the Kotzebue Sound not held in City ownership.
11. This Permit is not a property right. It is a temporary non-exclusive, authorization, revocable by the City for cause.
12. **CRS** is responsible for obtaining authorizations required by other agencies for the permitted activity.
13. The City's primary contact person for this Permit is the Public Works Director, or his/her Designee. The Public Works Director may be contacted at the Public Works Building, at his direct-dial numbers of (907) 442-5200/5201, via fax at (907) 442-2155 and/or via e-mail to lhunnicutt@kotzebue.org and javery@kotzebue.org.
14. **CRS** assumes all responsibility, risk and liability for all activities of Permittee, its employees, agents, invitees, contractor, subcontractors or licensees directly or indirectly conducted in connection with this Permit, including environmental and hazardous substance risks and liabilities, whether accruing during or after the term of this Permit. Permittee shall defend, indemnify and hold harmless the City of Kotzebue, its employees and agents from and against any and all suits, claims, actions, losses, costs, penalties and damages of whatever kind or nature, including all attorney's fees and litigation costs, arising out of , in connection with, or incident to any act or omission by Permittee, its employees, agents, invitees, contractors, subcontractors or licensees, unless the sole proximate cause of the injury or damage is the negligence or willful misconduct of the City or anyone acting on the City's behalf. Within fifteen (15) days, Permittee shall accept any such cause or action or proceeding upon tender by the City. This indemnification shall survive the termination of the Permit.
15. This authorization is subject to all valid existing rights in and to the land under this authorization. The City makes no representations or warranties, whatsoever, either expressed or implied, as to the existence, number or nature of such valid existing rights.
16. Since this is a temporary, non-exclusive use permit for **CRS**, the City reserves the right to grant additional authorizations to other third-parties for compatible uses on or adjacent to the land under this authorization. However, any other users on or adjacent to the area of Tidelands being used by **CRS** shall not interfere with **CRS's** salmon-buying activities with local fishermen during the commercial fishing season from July 1, 2026 through August 31, 2026.

CITY OF KOTZEBUE TIDELANDS PERMIT

[CRS July 1, 2026 – August 31, 2026 Commercial Fishing Season] [RCCM – June 18, 2026]

17. The site used for this Permit shall be left in a clean, safe condition acceptable to the Public Works Director. The site shall be restored to a condition acceptable to the Public Works Director.

18. This authorization is revocable immediately upon violation of any of its terms, conditions, stipulations, nonpayment of fees or upon failure to comply with any other applicable laws, statutes and regulations (federal, state and local).

19. To proceed in areas other than in the above-described City Tideland Area, **CRS** must have prior authorization from the Public Works Director and may request this authorization as an amendment to this Permit.

20. All operations must be conducted in a manner that will ensure minimum conflict with other users of the area. There shall be no interference with free public use of City lands and waters. Public access may not be restricted without prior approval of the Public Works Director.

21. The area subject to this Permit shall be maintained in a neat, clean and safe condition, free of any solid waste, debris or litter.

22. The use of the site authorized by this Permit shall be limited to the tideland area specified in this Permit. **CRS** is responsible for accurately siting operations within this area. Any proposed revisions to the location or operations of this activity within the City Tidelands must be approved, in writing, by the Public Works Director before the change in use occurs.

23. Secondary containment shall be provided for fuel or hazardous substances, as follows:

- a. Container marking. All independent fuel and hazardous substance containers shall be marked with the contents and **CRS**'s name using paint or a permanent label.
- b. Fuel or hazardous substance transfers. Secondary containment or a surface liner must be placed under all container or vehicle fuel tank inlet and outlet points, hose connections, and hose ends during fuel or hazardous substance transfers. Appropriate spill response equipment must be on hand during any transfer or handling of fuel or hazardous substances to respond to a spill of up to five (5) gallons. Trained personnel shall attend transfer operations at all times. Equipment refueling shall not occur within 100 feet of open bodies of water.
- c. Storing containers within 100 feet of bodies of water. Containers with a total capacity larger than 55 gallons that contain fuel or hazardous substances shall not be stored within 100 feet of a body of water.
- d. Exceptions. The Public Works Director may, under unique or special circumstances, grant exceptions to this stipulation on a case-by-case basis. Requests for exceptions should be made to the Public Works Director.
- e. Definitions.

CITY OF KOTZEBUE TIDELANDS PERMIT

[CRS July 1, 2026 – August 31, 2026 Commercial Fishing Season] [RCCM – June 18, 2026]

"Containers" means any item that is used to hold fuel or hazardous substances. This includes tanks, drums, double-walled tanks, portable testing facilities, fuel tanks on small equipment such as light plants and generators, flow test holding tanks, slop oil tanks, bladders and bags. Manifolded tanks or any tanks in a series must be considered as single, independent containers. Vehicles, including mobile seismic tanks, are not intended to be included under this definition.

"Hazardous substances" are defined under A.S. 46.03.826(5) as: (a) an element or compound which, when it enters the atmosphere, water, or land, presents an imminent and substantial danger to the public health or welfare, including fish, animals, or vegetation; (b) oil; or (c) a substance defined as a hazardous substance under 42 U.S.C. 9601(14).

"Secondary containment" means an impermeable, diked area or portable, impermeable, containment structure capable of containing 110 percent of the volume of the largest independent container. Double-walled tanks do not qualify as secondary containment unless an exception is granted for a particular tank.

"Surface liner" means any safe, non-permeable container (e.g., drip pans, fold-a-tanks, etc.) designed to catch and hold fluids for the purpose of preventing spills. Surface liners should be of adequate size and volume based on worst-case spill risk.

24. The Permittee shall immediately notify the City, by phone, of any unauthorized discharge of oil or fuel to water, any discharge of hazardous substances (other than oil or fuel), and any discharge of oil or fuel greater than fifty-five (55) gallons on land. All fires and explosions must also be reported.

The DNR 24-hour Spill Report Number is (800) 478-9300. The online reporting site is **ReportSpills.alaska.gov**. The DNR contact number is (907) 465-5250. The City 24-hour number is 442-3351/3352. The ADF&G number in Kotzebue is 442-3420 and the ADF&G fax number in Kotzebue is 442-2420. DNR, DEC and ADF&G shall be supplied with all follow-up incident reports. See, ADEC/SPAR "Report Oil and Hazardous Substance Spills," attached hereto as Exhibit "B." Copies of all such written spill reports shall be provided to the Public Works Director at the phone numbers, e-mail addresses and fax number listed above in paragraph 13, at page 3 of 5.

25. This Permit contains the entire agreement between the Parties relating to the rights herein granted and the obligations herein assumed. Any oral representations or modifications concerning this Permit shall have no force or effect except in a subsequent written modification, signed by the Party to be charged.

26. This Permit shall bind and inure to the benefit of the respective successors and assigns of the Parties hereto.

CITY OF KOTZEBUE TIDELANDS PERMIT

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27. This Permit shall be interpreted according to the laws of the State of Alaska. Any litigation involving this Permit shall be exclusively in Superior Court, Second Judicial District, at Kotzebue.

28. All Parties to this Permit have participated in the drafting of this Permit. Hence this Permit shall not be construed in favor of one Party against another Party.

29. This Permit shall expire August 31, 2026, unless extended by mutual, written agreement of the Parties.

DATED this ____ day of June, 2026, at Kotzebue, Alaska.

CITY OF KOTZEBUE

CRS

KPD Chief Christopher Cook
Acting City Manager

By: _____
Its: _____

Attachments:

Exhibit “A” – CRS Submittal [11 pages]
Exhibit “B” – ADEC/SPAR Page [1 page]

CITY OF KOTZEBUE TIDELANDS PERMIT

[CRS July 1, 2026 – August 31, 2026 Commercial Fishing Season] [RCCM – June 18, 2026]



258A Third Ave.
P.O. Box 46
Kotzebue, Alaska 99752

City Hall
(907) 442-3401

Fire Dept.
(907) 442-3404

Police Dept.
(907) 442-3351

Public Works
(907) 442-5200

CITY OF KOTZEBUE
Planning Department
Tidelands Use Permit Application

Date of Application: JUNE 2-2026

Permit No.: _____

Date Received (Planning): _____

Please type or print legibly in ink. Answer all questions completely or mark "N/A" if not applicable. All required attachments, such as project description, maps, proof of insurance, etc., must be included with your packet. An incomplete packet may be returned. If you have any questions or need assistance: call the City of Kotzebue Planning Department at 907-442-5203 or 907-442-5210.

APPLICANT INFORMATION

MARK HANSEN

Name of Applicant

COO

Job Title

1400 EAST 1ST AVE

Address

ANCHORAGE, AK 99501

City, State, Zip Code

206 465-4512

Phone Number

MHANSEN@CRSALASKA.COM

Email Address

COMPANY INFORMATION

COPPER RIVER SEAFOODS INC

Name of Company

304816

AK Business License Number

1400 EAST 1ST AVE

Address

ANCHORAGE, AK 99501

City, State, Zip Code

907 522-7806

Phone Number

MHANSEN@CRSALASKA.COM

Email Address

PROJECT LOCATION

1B

Lot(s)

8

Block(s)

4498

USS

PLAT 80-11

Tract

PROJECT INFORMATION

Please provide a detailed description of your project:

REQUEST PERMIT DURING JULY/AUGUST 2028

Proposed Start Date of Project: July 1-2026 Proposed End Date of Project: Aug 31-2026

DETAILED INFORMATION

Attach **detailed** information regarding your project including:

1. A detailed map of all associated facilities such as tidelines ROW, facilities, waste disposal sites, etc. within city limits,
2. Copy of any State and Federal permits and/or permit applications needed for the project such as State of Alaska Fishing license, AKDF&G Independent Buyer License, etc.
3. Copy of current State of Alaska business license,
4. Certificate of Liability Insurance (with City of Kotzebue as additional insured),
5. Safety and Regulatory Summary,
6. Marine Spill Response Procedures,
7. Lease agreements with other entities and/or landowners (if any),
8. Any additional supporting documents deemed essential for the approval of this permit application.

CERTIFICATION STATEMENT

I, the undersigned, hereby certify, under penalty of perjury, that I am either the owner or the duly authorized legal representative of the owner of the company detailed in this application. I affirm that all information provided herein is accurate, truthful, and complete to the best of my knowledge. I understand and acknowledge that any false, incorrect, or incomplete information provided constitutes grounds for denial of this application and/or revocation of any previously issued building permit based on such information.

In the event that revocation of the tideland use permit becomes necessary, including the issuance of a stop order or the initiation of a revocation action, I agree to undertake, at my own expense, the removal of any and all activities and equipment that were authorized based on false, incorrect, or incomplete information. Furthermore, I agree to reimburse the city for any reasonable costs and attorney fees incurred as a result of such a stop order or revocation action.

 , COO
Signature of Applicant

6/2/2026
Date

Signature of Owner (if different from Applicant)

Date



THE STATE
of **ALASKA**

GOVERNOR MIKE DUNLEAVY

Department of Revenue

Section XI, Item b)

TAX DIVISION

Robert B. Atwood Building
550 West Seventh Avenue, Suite 500
Anchorage, Alaska 99501-3555
Main: 907.269.6620
Fax: 907.269.1001

tax.alaska.gov

December 22, 2025

Letter ID: L2121680896

COPPER RIVER SEAFOODS INC
6721 ARCTIC SPUR RD
ANCHORAGE AK 99518-1551

Fisheries Business License

FEIN: XX-XXX7589
Tax Type: Fisheries Business License
License #: 6426
License Period End: Dec 31, 2026

Dear Licensee:

Your fisheries business license is enclosed. Please post this license at your facility or on your vessel.

As a Monthly Pay and Report license holder you are responsible for filing and paying your Fisheries Business Tax return by the 15th day of the month following activity. If the total value of the fishery resources processed or exported exceeds \$50,000, you must also file and pay **Seafood Marketing Assessment Return**. In addition, you are responsible for **all other taxes and assessments applicable** to your license type, activity, and location as required by Alaska statute and regulation governing fishery taxes. If you had no activity, you are still required to file a return indicating that you did not operate during the period.

Enclosed with your license is a one-page tax type, rates, and due dates schedule. If you need access to additional tax type returns to meet your filing responsibilities you are required to request those from the Department of Revenue, Tax Division.

If you have a surety bonding requirement, you will see a blue stamp at the bottom left corner of the license representing certification that you have fulfilled the bonding requirements. Any restriction to your fisheries activities will also be listed at the bottom of the license.

If you have any questions or concerns, please contact the Department of Revenue at dor.tax.fishexcise@alaska.gov or by phone at 907.269.6620.

Alaska Department of Revenue

Tax Division

Enclosure

ALASKA DEPARTMENT OF REVENUE

Fisheries Business License
Valid Jan 01, 2026 through Dec 31, 2026

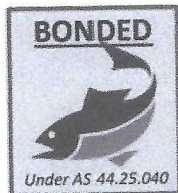
License No
6426

Licensee
COPPER RIVER SEAFOODS INC

Licensed Activity: Shore-based Processor
Licensed to perform activity as a Shore-based Processor described under AS 43.75.

This certifies that the licensee agrees to file a fisheries business tax return stating the value of fisheries resources processed or exported from the state for the license period and to pay fisheries business taxes in full on or before March 31 following the end of the license period. Licensee agrees to comply with all statutes and regulations governing fisheries business taxes. This license cannot be transferred or assigned.

Licensed Location
ANCHORAGE PLANT
1400 EAST 1ST AVE
Anchorage, AK 99501-0000



Faatiga Taafua
Licensing Specialist

12/19/2025
Issue Date

Caution: This does not permit you to do business in Alaska without complying with other State or US Laws.

Alaska Business License # 304816

Alaska Department of Commerce, Community, and Economic Development

Division of Corporations, Business, and Professional Licensing
PO Box 110806, Juneau, AK 99811-0806

This is to certify that the owner

COPPER RIVER SEAFOODS, INC.

is licensed by the department to do business as

COPPER RIVER SEAFOODS, INC.

1400 East 1st Ave, Anchorage, AK 99501-2759

for the period

February 13, 2026 to December 31, 2027
for the following line(s) of business:

31-33 - Manufacturing



This license shall not be taken as permission to do business in the state without having complied with the other requirements of the laws of the State or of the United States.

This license must be posted in a conspicuous place at the business location.
It is not transferable or assignable.

Julie Sande
Commissioner

ACORD™

CERTIFICATE OF LIABILITY INSURANCE

1/13/2026

THIS CERTIFICATE IS ISSUED AS A MATTER OF INFORMATION ONLY AND CONFERS NO RIGHTS UPON THE CERTIFICATE HOLDER. THIS CERTIFICATE DOES NOT AFFIRMATIVELY OR NEGATIVELY AMEND, EXTEND OR ALTER THE COVERAGE AFFORDED BY THE POLICIES BELOW. THIS CERTIFICATE OF INSURANCE DOES NOT CONSTITUTE A CONTRACT BETWEEN THE ISSUING INSURER(S), AUTHORIZED REPRESENTATIVE OR PRODUCER, AND THE CERTIFICATE HOLDER.

IMPORTANT: If the certificate holder is an ADDITIONAL INSURED, the policy(ies) must have ADDITIONAL INSURED provisions or be endorsed. If SUBROGATION IS WAIVED, subject to the terms and conditions of the policy, certain policies may require an endorsement. A statement on this certificate does not confer any rights to the certificate holder in lieu of such endorsement(s).

PRODUCER USI Insurance Services NW 225 Harbor Drive Sitka, AK 99835	CONTACT NAME: Nastasha Suarez	
	PHONE (A/C, No, Ext): 907-623-0472	FAX (A/C, No):
	E-MAIL ADDRESS: nastasha.suarez@usi.com	
	INSURER(S) AFFORDING COVERAGE	NAIC #
	INSURER A : Alaska National Insurance Company	38733
INSURED Copper River Seafoods, Inc. 1400 E 1st Ave Anchorage, AK 99501-1826	INSURER B :	
	INSURER C :	
	INSURER D :	
	INSURER E :	
	INSURER F :	

COVERAGES

CERTIFICATE NUMBER:

REVISION NUMBER:

THIS IS TO CERTIFY THAT THE POLICIES OF INSURANCE LISTED BELOW HAVE BEEN ISSUED TO THE INSURED NAMED ABOVE FOR THE POLICY PERIOD INDICATED. NOTWITHSTANDING ANY REQUIREMENT, TERM OR CONDITION OF ANY CONTRACT OR OTHER DOCUMENT WITH RESPECT TO WHICH THIS CERTIFICATE MAY BE ISSUED OR MAY PERTAIN, THE INSURANCE AFFORDED BY THE POLICIES DESCRIBED HEREIN IS SUBJECT TO ALL THE TERMS, EXCLUSIONS AND CONDITIONS OF SUCH POLICIES. LIMITS SHOWN MAY HAVE BEEN REDUCED BY PAID CLAIMS.

INSR LTR	TYPE OF INSURANCE	ADDL INSR	SUBR WVD	POLICY NUMBER	POLICY EFF (MM/DD/YYYY)	POLICY EXP (MM/DD/YYYY)	LIMITS
A	☒ COMMERCIAL GENERAL LIABILITY ☐ CLAIMS-MADE ☒ OCCUR GEN'L AGGREGATE LIMIT APPLIES PER: ☒ POLICY ☐ PRO-JECT ☐ LOC OTHER:			GL1061826	12/31/2025	12/31/2026	EACH OCCURRENCE \$1,000,000 DAMAGE TO RENTED PREMISES (Ea occurrence) \$500,000 MED EXP (Any one person) \$15,000 PERSONAL & ADV INJURY \$1,000,000 GENERAL AGGREGATE \$2,000,000 PRODUCTS - COMP/OP AGG \$2,000,000 \$
A	☒ AUTOMOBILE LIABILITY ☒ ANY AUTO OWNED AUTOS ONLY ☐ SCHEDULED AUTOS NON-OWNED AUTOS ONLY ☐ HIRED AUTOS ONLY			CA1061824	12/31/2025	12/31/2026	COMBINED SINGLE LIMIT (Ea accident) \$1,000,000 BODILY INJURY (Per person) \$ BODILY INJURY (Per accident) \$ PROPERTY DAMAGE (Per accident) \$ \$
A	☒ UMBRELLA LIAB ☒ OCCUR ☐ EXCESS LIAB ☐ CLAIMS-MADE DED ☒ RETENTION \$10,000			UM1061828	12/31/2025	12/31/2026	EACH OCCURRENCE \$5,000,000 AGGREGATE \$5,000,000 \$
A	WORKERS COMPENSATION AND EMPLOYERS' LIABILITY ANY PROPRIETOR/PARTNER/EXECUTIVE OFFICER/MEMBER EXCLUDED? (Mandatory in NH) If yes, describe under DESCRIPTION OF OPERATIONS below		N/A	WC1061958	12/31/2025	12/31/2026	☒ PER STATUTE ☐ OTH-ER E.L. EACH ACCIDENT \$1,000,000 E.L. DISEASE - EA EMPLOYEE \$1,000,000 E.L. DISEASE - POLICY LIMIT \$1,000,000

DESCRIPTION OF OPERATIONS / LOCATIONS / VEHICLES (ACORD 101, Additional Remarks Schedule, may be attached if more space is required)

This Certificate is issued for insured operations usual to seafood processing. Subject to policy limits, terms and exclusions.

CERTIFICATE HOLDER

CANCELLATION

Copper River Seafoods, Inc.
1400 E 1st Ave
Anchorage, AK 99501

SHOULD ANY OF THE ABOVE DESCRIBED POLICIES BE CANCELLED BEFORE THE EXPIRATION DATE THEREOF, NOTICE WILL BE DELIVERED IN ACCORDANCE WITH THE POLICY PROVISIONS.

AUTHORIZED REPRESENTATIVE

Gary D. Patterson

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DL-25

ALASKA DEPARTMENT OF NATURAL RESOURCES
DIVISION OF LANDS
344 Sixth Avenue
Anchorage, Alaska

ADL 19285

INTERAGENCY LAND MANAGEMENT TRANSFER

The Division of Lands, Department of Natural Resources of the State of Alaska transfers and assigns to the City of Kotzebue, Box 100, Kotzebue, Alaska,

or its successors in function, hereinafter called Assignee, jurisdiction and management of the following described lands, including uplands, shorelands, tidelands or submerged lands, located in the State of Alaska, to-wit:

A parcel of tide and submerged land known officially as Alaska Tideland Survey No. 238 and more properly described as follows: a tract of tide and submerged lands located below the mean high tide line of Kotzebue Sound seaward of the City of Kotzebue and shown on ATS 238 which is on file at the office of the Division of Lands. Starting at Cor. No. 12 M.C. of the townsite survey of Kotzebue which is common with Cor. No. 1 of ATS 238 thence by mates and bounds

N. 68°41' W. 1850 feet to Cor. No. 2,

N. 23°00' E. 3800 feet to Cor. No. 3,

N. 48°00' E. 4750 feet to Cor. No. 4,

S. 84°00' E. 1650 feet to Cor. No. 5,

S. 05°44' W. 1850 feet to Cor. No. 6,

hence meandering along the mean high tide line to Cor. No. 1, the point of beginning. Containing 194.34 acres more or less.

This transfer is made subject to all valid existing preference rights that may be acquired under the provisions of Section 5, Article 3, Chapter 169, as amended.

said jurisdiction and management being limited to the surface and so much of the subsurface as may be required in order to make use of the land for public purposes within the jurisdiction of the Assignee, and for so long as required for said public purposes. The right

to construct, maintain or improve and remove buildings, roads, airports and works of any description, and to use or remove sand, gravel, timber, or other materials on or near the surface is expressly granted when such action is necessary in order to make use of the land for any public purposes within the jurisdiction of the Assignee. The Division of Lands expressly reserves jurisdiction and management of all other minerals including oil and gas in the above described land, provided, however, that the Division of Lands will not permit surface entry for the purpose of mineral or oil and gas exploration or development without the consent of the Assignee.

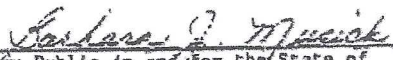
Dated at Anchorage, State of Alaska, this 10th day of September, 1962.


Director, Division of Lands
Department of Natural Resources

UNITED STATES OF AMERICA)
STATE OF ALASKA) ss.

This certifies that on the 10th day of September, 1962, before me a notary public in and for the State of Alaska, duly commissioned and sworn, personally appeared Robert E. Bell, to me known and known to me to be the person described in and who executed and acknowledged the foregoing instrument on behalf of the State of Alaska, as Director of the Division of Lands, Department of Natural Resources. The said Robert E. Bell, after being duly sworn according to law, stated to me under oath that he is the Director of the Division of Lands, Department of Natural Resources and has authority pursuant to law to execute and acknowledge the foregoing instrument as such Director on behalf of the State of Alaska, acting through the Division of Lands, Department of Natural Resources and that he executed and acknowledged the same freely and voluntarily as the free and voluntary act and deed of the said State of Alaska and for the Division of Lands, Department of Natural Resources.

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


Notary Public in and for the State of
Alaska.
My commission expires March 2, 1966

State of Alaska



BOOK 40 PAGE 107
Noatak - Kobuk Recording District

NOATAK - KOBUK
Serial No. 66-319

Patent

Tidelands No. 185

Know All Men By These Presents that the State of Alaska, pursuant to Article III, Chapter 169, SLA 1959, as amended and in consideration of: ... A Municipal Preference Right pursuant to Section 38.05.320, Article 11, Paragraph (b), and the rule and regulations promulgated thereunder, and other good and valuable consideration, does hereby grant to:

CITY OF KOTZEBUE

Box 100

Kotzebue, Alaska

its heirs and assigns, those Tidelands lying seaward of the mean high tide line in Kotzebue Sound, State of Alaska, described as follows:

As shown on ATS 238:

A tract of tide and submerged lands located below the mean high tide line of Kotzebue Sound, seaward of the City of Kotzebue, more particularly described as follows:

Beginning at Corner No. 12 M.C. of the official survey of the Kotzebue Townsite, U.S.S. 2863, which is common to Corner No. 1 of this survey, Alaska Tidelands Survey No. 238, from which U.C.M.C. 12 of U.S. Survey 2863 bears N 72° 48' 42.7" E a distance of 36,942 feet. Thence N 68° 40' 12.6" W., a distance of 1,850.00 feet to Corner No. 2 Thence N 21° 19' 47.4" E, a distance of 3,800.00 feet to Corner No. 3 Thence N 48° 57' 34.6" E, a distance of 4,906.744 feet to Corner No. 4 Thence S 84° 17' 11.9" E, a distance of 1,650.00 feet to Corner No. 5 Thence S 05° 42' 48.1" W, a distance of 1,850.00 feet to Corner No. 6 which is common to Corner No. 3 M.C. of U.S.S. 2863, Tract B. Thence with meanders as follows: N 84° 17' 11.9" W 376.226 ft. S 74° 56' 17.5" W 329.684 ft. S 63° 50' 35.2" W 364.491 ft. S 51° 52' 55.9" W 243.398 ft. S 45° 01' 50.0" W 469.258 ft. S 48° 24' 51.1" W 527.906 ft. S 55° 25' 00.1" W 540.908 ft. S 56° 08' 48.8" W 309.839 ft. S 52° 02' 56.0" W 171.533 ft. S 49° 17' 00.5" W 227.039 ft. S 47° 05' 04.4" W 651.636 ft. S 36° 49' 22.0" W 288.846 ft. S 26° 35' 39.2" W 406.881 ft. S 21° 41' 46.7" W 866.392 ft. S 21° 46' 46.8" W 1,054.713 ft. S 21° 19' 47.4" W 890.320 ft to Corner No. 1 and the point of beginning containing 392.753 acres, not including the tract to be conveyed to B & R Tug and Barge Company. Latitude 66° 53' 25" N and longitude 162° 36' 30" W at Corner No. 1 of A.T.S. 238.

BOOK 40 PAGE 108
Nostak - Kobuk Recording District

RECORDED - FILED	
Nostak - Kobuk REC. DIST.	
DATE	April 25 1966
TIME	5:25 P.M.
Requested by	Ch. J. H. H. H.
Address	P.O. Box 180 Eggen, Alaska

Section _____ Township 17 North Range 18 West KR Meridian
according to the official plat of survey thereof, on file and of record with the Division of Lands and recorded in
Nostak-Kobuk Serial No. 66-78 Nostak-Kobuk
Book ____ Page ____ of the official records of the _____ Recording Precinct, Kotzebue, Alaska

The Grantor, Alaska, expressly reserves, out of the grant hereby made, unto itself, its lessees, successors, and assigns forever, all oils, gases, coal, ores, minerals, fissionable materials, and fossils of every name, kind or description, and which may be in or upon said lands above described, or any part thereof, and the right to explore the same for such oils, gases, coal, ores, minerals, fissionable materials and fossils of every name, kind or description, and which may be in or upon said lands above described, or any part thereof, and the right to explore the same for such oils, gases, coal, ores, minerals, fissionable materials and fossils, and it also hereby expressly saves and reserves out of the grant hereby made, unto itself, its lessees, successors and assigns forever, the right to enter by itself, its or their agents, attorneys, and servants upon said lands, or any part or parts thereof, at any and all times, for the purpose of opening, developing, drilling and working mines or wells on these or other lands, and taking out and removing therefrom all such oils, gases, coal, ores, minerals, fissionable materials and fossils, and to that end it further expressly reserves out of the grant hereby made, unto itself, its lessees, successors, and assigns forever, the right by its or their agents, servants and attorneys at any and all times to erect, construct, maintain, and use all such buildings, machinery, roads, pipelines, powerlines, and railroads, sink such shafts, drill such wells, remove such soil, and to remain on said lands or any part thereof for the foregoing purposes and to occupy as much of said lands as may be necessary or convenient for such purposes hereby expressly reserving to itself, its lessees, successors, and assigns, as aforesaid, generally all rights and power in, to, and over said land, whether herein expressed or not, reasonably necessary or convenient to render beneficial and efficient the complete enjoyment of the property and rights hereby expressly reserved.

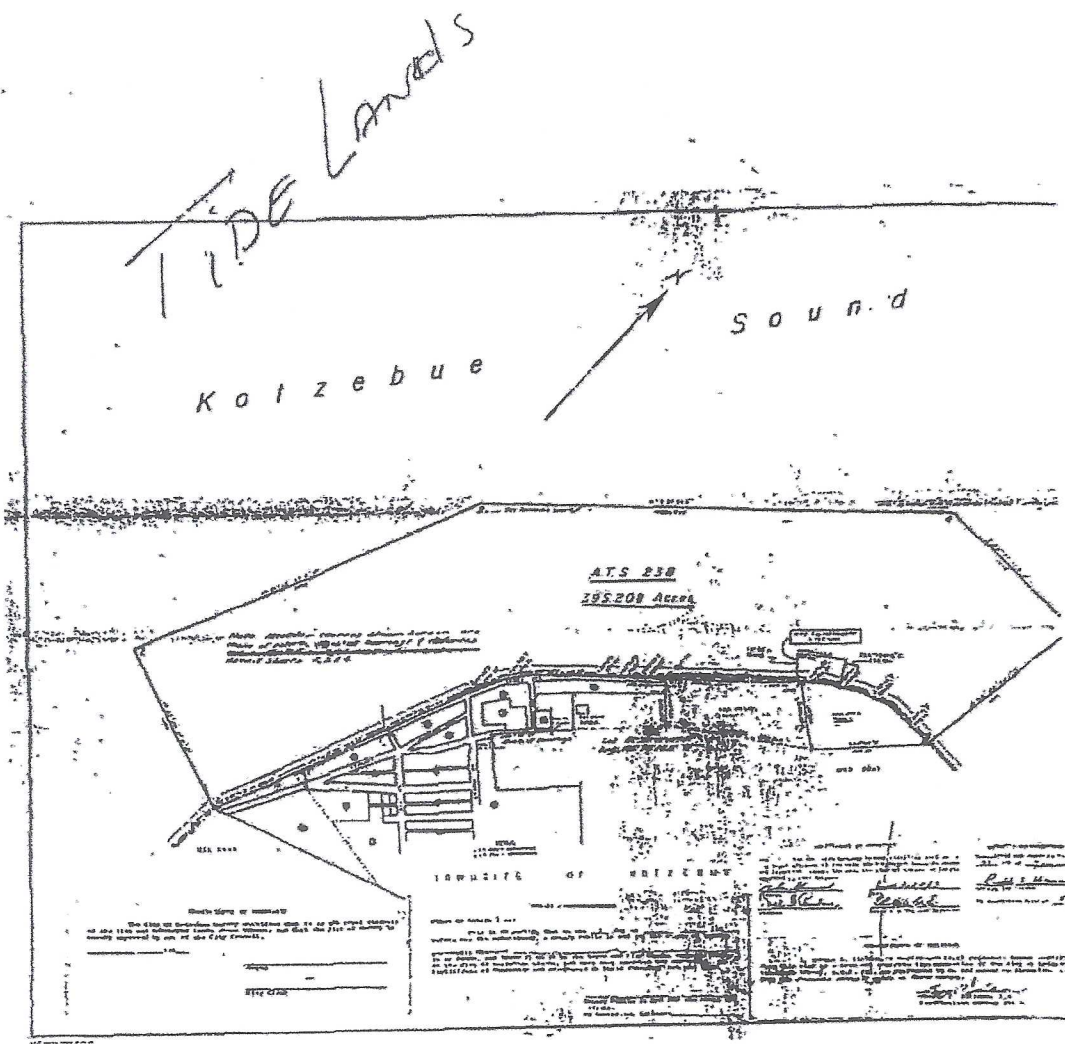
This indenture is executed subject to the covenant that no person, firm, association or corporation shall take herring spawn in waters on or over the tidelands herein conveyed, nor shall any person, firm, association, organization or corporation engage in the sale, barter or exchange of herring spawn for profit, providing however, nothing herein shall be construed to prevent or prohibit the taking of herring spawn by residents of this State for (1) personal consumption or (2) barter or exchange for the necessities of life, pursuant to Section 1, Chapter 34, SLA 1959.

Do Have and to Hold the said land with the appurtenances thereof unto the said Grantee and
its heirs and assigns forever.

In Testimony Whereof the State of Alaska has caused these presents to be executed by the Director
of the Division of Lands pursuant to Article II, Chapter 169, SLA 1959, as amended this 11th
day of April A.D. 19 66.

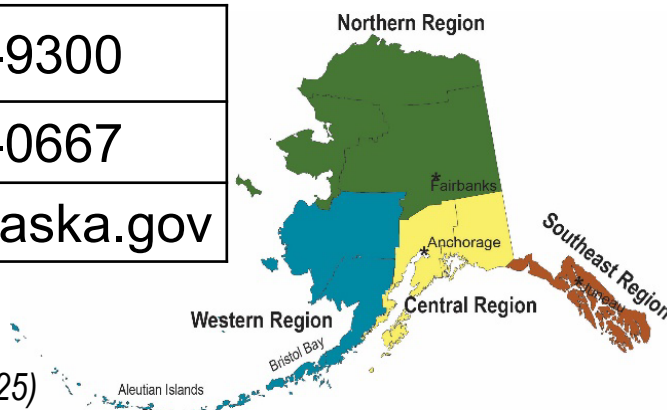

Director, Division of Lands

State Record of Patents
Vol. III
Page 185



Report Oil and Hazardous Substance Spills

TOLL-FREE	1-800-478-9300
INTERNATIONAL	1-907-269-0667
ONLINE	ReportSpills.alaska.gov



It's Required by Alaska Law!

(AS 46.03.755, AS 46.03.450, 18 AAC 75.300, 18 AAC 75.325)

Oil and Petroleum Product Reporting

Spills to Water

- Any amount spilled to water must be reported **immediately**.

Spills to Land

- Spills in **excess of 55 gallons** must be reported **immediately**.
- Spills in **excess of 10 gallons but less than 55 gallons** must be reported within 48 hours.
- Facilities shall maintain a spill log and report a record of oil discharges from **1 to 10 gallons** monthly.

Spills to Impermeable Secondary Containment

- Spills in **excess of 55 gallons** must be reported within 48 hours.

Hazardous Substance Reporting

Any hazardous substance spill, other than oil, must be reported **immediately**.

Underground Storage Tank (UST)* Reporting

You must report a suspected below ground release from a UST system, in any amount, within 24 hours. (18 AAC 78.212)

If a release is suspected the owner or operator of a UST shall investigate the UST site and shall report to the UST Unit within the period specified. (18 AAC 78.200)



Alaska Department of Environmental
Conservation
Division of Spill Prevention and Response
<https://spills.alaska.gov>

Contact us: (907) 465-5250

* Regulated UST as defined in AS 46.03.450(8)

Revised 10/10/20

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**City of Kotzebue
City Manager's Report
Regular City Council Meeting – June 2026**

1. City Operations & Finance

Staff continue to closely monitor revenues, expenditures, and grant activity to maintain strong fiscal oversight and long-term fiscal stability. The City remains in a positive cash position while actively managing multiple concurrent capital, infrastructure, and facility-related commitments.

Administrative workload remains elevated due to overlapping state, federal, and commission-funded projects requiring detailed compliance reporting, drawdown documentation, and interagency coordination.

Technology modernization efforts continue through Alaska Communications support for the City's migration to Microsoft Office 365, improving system reliability, cybersecurity, and operational efficiency.

2. Infrastructure & Public Works

a) Cape Blossom Road Project – Phase II Coordination

The City continues active coordination with the Alaska Department of Transportation & Public Facilities regarding Phase II of the Kotzebue to Cape Blossom Road project.

b) The \$2.0M Denali Commission local match transfer process is underway. DOT has requested a detailed budget breakdown to support drawdown and fund transfer requirements, and City staff are preparing the necessary documentation for submission.

c) City staff are also coordinating on PIDP grant reporting and compliance requirements associated with the broader Cape Blossom infrastructure project, including federal documentation updates and recertification requests to ensure continued eligibility and alignment with prior submissions.

d) Weekly coordination meetings with the PND construction contractor remain ongoing. Current discussions include anticipated change orders related to guardrail end treatments, signage improvements, and additional borrow material for

embankment construction. Required reporting items have been submitted or are in final coordination.

3. Grants & Partnerships

a) Energy Efficiency & Conservation Block Grant (EECBG)

Staff are actively obtaining contractor quotes and evaluating project options under the EECBG program.

b) Recreation Economy for Rural Communities (RERC)

The City continues participation in RERC with positive partner feedback. The Kotzebue City input was the best of the 25 selected cities.

c) Port Infrastructure Development Program (PIDP)

City continues compliance coordination and reporting requirements with federal partners.

Facilities & Property Management

a) Building 289 – Competing Use Evaluation

The City is evaluating multiple potential uses for Building 289 including UIC lease proposal and Maniilaq interest. All options remain under review and require Council approval.

b) Gaming Operations – Pull Tab Program

Gaming application has been approved and pull-tab permit awarded. Compliance requires separation from alcohol operations. Building 289 is under consideration as a potential compliant location.

4. Public Safety & External Coordination

SOCOM Visit – June 15, 2026

The City will host SOCOM representatives for an introductory visit to establish points of contact and provide an overview of operations.

5. Utilities & Legal / Administrative Review

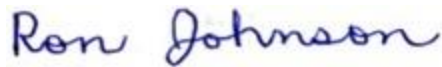
Elder Utility Rate Administrative Review

The City is reviewing administrative procedures under KMC 13.04.325 related to termination of elder utility rates following death of qualifying individuals. Legal counsel is reviewing applicable authority.

6. Focus Areas Moving Forward

- Fiscal oversight and grant compliance
- Cape Blossom Phase II coordination
- Building 289 evaluation
- Gaming implementation compliance
- Utility system resilience
- Intergovernmental coordination

Respectfully submitted,



Ron Johnson
City Manager
City of Kotzebue

City Attorney's Report for June 18, 2026 RCCM [prepared and submitted on June 15, 2026]

Pending Lawsuit: *Luke Outwater v. Sgt. David Cox and City of Kotzebue*, 2KB-22-00276CI, Superior Court, Second Judicial District, Kotzebue, appeal pending in Alaska Supreme Court, Case No. S19518. This is the fourth time this case has been before the Alaska Supreme Court – three Petitions for Review preceded this ARAP 204 Appeal. Outwater's Opening Brief and Excerpt of Record have been filed and accepted by the Alaska Supreme Court. The City's Brief and Excerpt of Record have been filed. Outwater's Reply Brief has been filed in the Supreme Court. Defense and indemnity coverage is being provided by APRA (successor to the AMLJIA). Proceedings in the trial court have been stayed and the trial date been vacated. (The appeal in the Alaska Supreme Court by Luke Outwater challenges the trial court's dismissal of Defendant David Cox based on qualified immunity.) Oral argument has been set for September 9, 2026 before the Alaska Supreme Court in Anchorage.

Notice of Potential Claim and Request to Preserve Evidence: Allstate has withdrawn this claim and closed its file.

Lawsuit (resulting from Swan Lake Loop Failure in 2024): *Francis Swanson, Kristi Nelson, Audrey Lee, Jason Lee and Sophie Foster v. City of Kotzebue*, 2KB-26-00017CI, Superior Court, Second Judicial District, Kotzebue, FIRST AMENDED COMPLAINT, dated February 2, 2026. The City's liability carrier, APRA – the successor to the AMLJIA – has retained Jim Wilkson, an attorney with Farley & Graves in Anchorage, to defend the City in this matter. APRA has also retained me as CHI counsel for the City of Kotzebue. An ANSWER to the FIRST AMENDED COMPLAINT has been filed. A Pre-Trial Scheduling Conference was held on May 7, 2026 and a trial has been set for January 2028. We are awaiting Court approval of the proposed Pre-Trial Scheduling Order. [Any questions/comments regarding this recently filed, pending litigation should be discussed in Executive Session.]

Work from May 18, 2026 to June 15, 2026 Since my last report oral report to the City Council for the May 2026 RCCM, I have worked on and continue to work on a number of matters/issues and attended a variety of meetings and reviewed materials, as follows:

- Legislative Updates from State Lobbyists
- SOA assistance/reimbursement for 2023 snow removal and 2024 Storm
- Numerous personnel matters (which, by law, are confidential)
- Lift Station #9 failure
- Maniilaq Housing Projects
- Utility Billing issues
- DOWL Services by-weekly meetings

- Armory rental for recreational activities
- FEMA reimbursement for October 2025 Typhoon Halong
- Personal damages to three homes from Lift Station #9 failure
- NANA VEI Grants
- Western Alaska Disaster Relief Steering Committee
- APRA Claims
- Vortac Lake Dam PER/Beltz Allotment
- Open Grants with Grants Consultant
- *Swanson et al. v. City of Kotzebue* (as *CHI* counsel)
- City Attorney's Report for June 18, 2026
- Rural Health Transformation Program ("RHTP")
- House # 110A (utility billings/Elders exemption)
- NANA VEI funding
- NWAB VIF funding
- RERC materials and RERC teleconferences
- SRF Projects
- FEC and ADEC Brownfield
- FEMA process and FEMA deadlines
- Congressional Designated Spending ("CDS")
- Washeteria funding
- NANA Broadband/Cornerstone TUP
- Policing Housing
- Cape Blossom Road
- Beck, Monigold, Chase homes
- AML Services
- CIAP (Shoreline Cleanup)
- APRA FY2027 Renewal
- Houses 480, 481 and 482 – sewage backup
- Planning Commission
- AMLIP Investments
- Federal lobbyist reports
- WTP Phase II
- HUB visit to Kotzebue (June 15th)
- Denali Commission
- Sole source procurement
- KRJ funding for FY2027
- Employment of former City employee
- Mandatory IID requirement
- Gaming Permit
- Use of Cain Building/House # 289 for new Package Store
- Request by UIC for use of Cain Building/House # 289 for construction activities
- House numbering in Kotzebue
- Community Service

As has been my practice for the past twenty-seven years, I am available 24/7 by email, text and phone for City matters, which means numerous emails, texts and calls on the above-mentioned matters and new matters.

[I will be in Kotzebue June 16th to June 27th to work on City matters and the Swanson lawsuit.]

Kotzebue City
Revenues with Comparison to Budget
For the 6 Months Ending June 30, 2026

Section XI, Item c)

GENERAL FUND

	Period Actual	YTD Actual	Budget	Unexpended	Pcnt
<u>GENERAL REVENUE</u>					
100-00-43100 Sales Tax	803,895.46	803,895.46	4,425,000.00	3,621,104.54	18.2
100-00-43105 Sale Tax-Bingo/Pull Tabs	.00	.00	300,000.00	300,000.00	.0
100-00-43110 Sales Tax - MUS	48,356.23	48,356.23	65,000.00	16,643.77	74.4
100-00-43111 Bed Tax	840.00	840.00	94,459.00	93,619.00	.9
100-00-43116 Liquor Store Use Tax	32,781.70	32,781.70	180,722.00	147,940.30	18.1
100-00-43117 Tobacco - Excise Tax	5,342.88	5,342.88	268,685.00	263,342.12	2.0
100-00-43120 Penalties/Interest	1,587.20	1,587.20	26,270.00	24,682.80	6.0
100-00-43125 Municipal Court Fines	1,215.00	1,215.00	9,500.00	8,285.00	12.8
100-00-43126 Court Fees for Summons	525.00	525.00	500.00	(25.00)	105.0
100-00-43130 Interest	.00	.00	5,000.00	5,000.00	.0
100-00-43200 State Revenue Sharing	845.00	845.00	120,180.00	119,335.00	.7
100-00-43207 State of AK PERS Relief	.00	.00	105,000.00	105,000.00	.0
100-00-43211 Misc Income-Forfeitures	100.00	100.00	.00	(100.00)	.0
100-00-43305 Equipment Rental	.00	.00	1,500.00	1,500.00	.0
100-00-43315 DOC Jail Contract	256,858.67	256,858.67	1,005,213.06	748,354.39	25.6
100-00-43320 Emerg. Mgmt. Assistance	693,948.31	693,948.31	.00	(693,948.31)	.0
100-00-43330 Rentals/Lease	15,109.05	15,109.05	23,000.00	7,890.95	65.7
100-00-43335 Xerox Copy	.00	.00	10.00	10.00	.0
100-00-43345 Maps	90.00	90.00	150.00	60.00	60.0
100-00-43400 Alarms Monitoring	2,500.00	2,500.00	200.00	(2,300.00)	1250.0
100-00-43415 Animal Control Fees	600.00	600.00	750.00	150.00	80.0
100-00-43425 Building Permits	13,503.33	13,503.33	3,500.00	(10,003.33)	385.8
100-00-43426 Community Activities	1,875.00	1,875.00	5,000.00	3,125.00	37.5
100-00-43427 Notary Services	21.40	21.40	150.00	128.60	14.3
100-00-43435 Miscellaneous Permits	595.00	595.00	8,200.00	7,605.00	7.3
100-00-43505 Cash Over/Short-G.F.	10.25	10.25	100.00	89.75	10.3
100-00-43520 Miscellaneous Income	194,593.25	194,593.25	15,000.00	(179,593.25)	1297.3
100-00-43522 Gen Fund Admin Overhead	.00	.00	550,000.00	550,000.00	.0
100-00-43523 Electric & Telephone Coop	.00	.00	115,621.00	115,621.00	.0
100-00-43524 OTZ Native Village-Roads	.00	.00	50,000.00	50,000.00	.0
100-00-43525 NSF Check Fee	30.00	30.00	500.00	470.00	6.0
100-00-43526 Snow Removal	25,000.00	25,000.00	500.00	(24,500.00)	5000.0
100-00-43530 Donations	9,950.00	9,950.00	2,500.00	(7,450.00)	398.0
100-00-43534 911 Billing Surcharge	17,818.94	17,818.94	150,000.00	132,181.06	11.9
100-00-43535 Ambulance 3rd Party	173,254.38	173,254.38	250,000.00	76,745.62	69.3
100-00-43536 Maniilaq Ambulance	31,000.00	31,000.00	450,000.00	419,000.00	6.9
100-00-43606 Memberships	20.00	20.00	.00	(20.00)	.0
100-00-43610 Food	.00	.00	1,000.00	1,000.00	.0
100-00-43615 Building Rental	4,832.50	4,832.50	15,000.00	10,167.50	32.2
100-00-43616 Special Events / Misc.	100.00	100.00	500.00	400.00	20.0
100-00-43800 Operating Tranfers In	.00	.00	1,778,344.00	1,778,344.00	.0
Total GENERAL REVENUE	2,337,198.55	2,337,198.55	10,027,054.06	7,689,855.51	23.3
Total Fund Revenue	2,337,198.55	2,337,198.55	10,027,054.06	7,689,855.51	23.3

Kotzebue City
Expenditures with Comparison to Budget
For the 6 Months Ending June 30, 2026

Section XI, Item c)

GENERAL FUND

	Period Actual	YTD Actual	Budget	Unexpended	Pcnt
<u>ADMINISTRATION DEPT.</u>					
100-10-54125 Salaries & Wages	261,903.73	261,903.73	600,750.00	338,846.27	43.6
100-10-54130 Overtime Salaries	1,253.60	1,253.60	1,500.00	246.40	83.6
100-10-54140 Employee Benefits	79,038.92	79,038.92	233,558.50	154,519.58	33.8
100-10-54210 Electricity	1,351.10	1,351.10	8,500.00	7,148.90	15.9
100-10-54215 Heating Fuel	6,637.00	6,637.00	13,000.00	6,363.00	51.1
100-10-54220 Building Maintenance	818.58	818.58	3,000.00	2,181.42	27.3
100-10-54306 Meals & Entertainment	255.44	255.44	500.00	244.56	51.1
100-10-54315 Office Supplies & Equip.	13,379.56	13,379.56	15,000.00	1,620.44	89.2
100-10-54325 Office Leased Equipment	4,618.46	4,618.46	30,000.00	25,381.54	15.4
100-10-54400 Service Charges	2,176.71	2,176.71	3,500.00	1,323.29	62.2
100-10-54407 Employee Morale & Health	904.57	904.57	600.00	(304.57)	150.8
100-10-54410 Telephone/Fax	15,414.89	15,414.89	28,000.00	12,585.11	55.1
100-10-54415 Travel/Lodging	3,686.01	3,686.01	10,000.00	6,313.99	36.9
100-10-54425 Training	1,013.49	1,013.49	5,000.00	3,986.51	20.3
100-10-54430 Dues & Membership	315.00	315.00	500.00	185.00	63.0
100-10-54434 Ambulance 3rd Party Fees	(19,714.33)	(19,714.33)	.00	19,714.33	.0
100-10-54435 Postage	1,447.64	1,447.64	1,000.00	(447.64)	144.8
100-10-54436 Professional Services	48,201.49	48,201.49	110,000.00	61,798.51	43.8
100-10-54437 Audit Consulting	270,372.18	270,372.18	300,000.00	29,627.82	90.1
100-10-54438 Legal	81,216.49	81,216.49	200,000.00	118,783.51	40.6
100-10-54439 Insurance	.00	.00	12,000.00	12,000.00	.0
100-10-54441 Lobbying	27,193.51	27,193.51	45,000.00	17,806.49	60.4
100-10-54450 Freight Charges	577.06	577.06	1,000.00	422.94	57.7
100-10-54505 Unleaded Gas	1,874.10	1,874.10	1,500.00	(374.10)	124.9
100-10-54526 Light Vehicle R & M	4,908.98	4,908.98	1,500.00	(3,408.98)	327.3
100-10-54620 Maintenance/Support Agrmt	13,270.00	13,270.00	32,000.00	18,730.00	41.5
100-10-54625 Computer & DP Equipment	2,766.75	2,766.75	.00	(2,766.75)	.0
100-10-54700 Penalties	5,234.42	5,234.42	.00	(5,234.42)	.0
100-10-54901 Miscellaneous	7,204.52	7,204.52	.00	(7,204.52)	.0
Total ADMINISTRATION DEPT.	837,319.87	837,319.87	1,657,408.50	820,088.63	50.5
<u>CITY CLERK</u>					
100-20-54110 Council Honorarium	9,550.00	9,550.00	22,500.00	12,950.00	42.4
100-20-54125 Salaries & Wages	38,175.53	38,175.53	80,503.00	42,327.47	47.4
100-20-54140 Employee Benefits	15,009.94	15,009.94	34,518.75	19,508.81	43.5
100-20-54210 Electricity	225.20	225.20	.00	(225.20)	.0
100-20-54315 Office Supplies	747.75	747.75	2,000.00	1,252.25	37.4
100-20-54406 Community Support	.00	.00	500.00	500.00	.0
100-20-54410 Telephone	898.72	898.72	2,500.00	1,601.28	36.0
100-20-54415 Travel/Lodging	10,596.27	10,596.27	45,000.00	34,403.73	23.6
100-20-54425 Training	.00	.00	1,150.00	1,150.00	.0
100-20-54430 Dues & Memberships	.00	.00	10,000.00	10,000.00	.0
100-20-54439 Insurance	.00	.00	1,750.00	1,750.00	.0
100-20-54440 Advertising (RFB & RFP)	.00	.00	1,500.00	1,500.00	.0
100-20-54500 Council Amenities	62.04	62.04	500.00	437.96	12.4
Total CITY CLERK	75,265.45	75,265.45	202,421.75	127,156.30	37.2
<u>HUMAN RESOURCES</u>					
100-40-54125 Salaries & Wages	17,482.08	17,482.08	119,585.00	102,102.92	14.6

Kotzebue City
Expenditures with Comparison to Budget
For the 6 Months Ending June 30, 2026

Section XI, Item c)

GENERAL FUND

	Period Actual	YTD Actual	Budget	Unexpended	Pcnt
100-40-54130 Overtime Salaries	.00	.00	500.00	500.00	.0
100-40-54140 Employee Benefits	3,824.95	3,824.95	41,854.75	38,029.80	9.1
100-40-54165 Employee Moving Expenses	4,860.36	4,860.36	30,000.00	25,139.64	16.2
100-40-54210 Electricity	225.20	225.20	1,200.00	974.80	18.8
100-40-54215 Heating Fuel	.00	.00	1,000.00	1,000.00	.0
100-40-54220 Building Maintenance	134.44	134.44	1,000.00	865.56	13.4
100-40-54306 Meals & Entertainment	.00	.00	500.00	500.00	.0
100-40-54312 Books & Publications	.00	.00	100.00	100.00	.0
100-40-54315 Office Supplies & Equip.	553.25	553.25	1,500.00	946.75	36.9
100-40-54325 Office Leased Equipment	.00	.00	1,500.00	1,500.00	.0
100-40-54407 Employee Morale & Health	.00	.00	1,500.00	1,500.00	.0
100-40-54410 Telephone/Fax	82.72	82.72	500.00	417.28	16.5
100-40-54415 Travel/Lodging	.00	.00	3,000.00	3,000.00	.0
100-40-54425 Training	.00	.00	1,500.00	1,500.00	.0
100-40-54434 Ambulance 3rd Party Fees	(2,858.34)	(2,858.34)	500.00	3,358.34	(571.7)
100-40-54435 Postage	.00	.00	200.00	200.00	.0
100-40-54436 Professional Services	.00	.00	5,000.00	5,000.00	.0
100-40-54438 Legal	.00	.00	50,000.00	50,000.00	.0
100-40-54439 Insurance	.00	.00	2,800.00	2,800.00	.0
100-40-54440 Advertising	.00	.00	4,000.00	4,000.00	.0
100-40-54620 Maintenance/Support Agrmt	.00	.00	500.00	500.00	.0
100-40-54625 Computer & DP Equipment	.00	.00	500.00	500.00	.0
100-40-54901 Miscellaneous	(3,898.13)	(3,898.13)	500.00	4,398.13	(779.6)
Total HUMAN RESOURCES	20,406.53	20,406.53	269,239.75	248,833.22	7.6

CAPITAL PROJ/PLANNING

100-50-54110 Planning Comm Stipend	675.00	675.00	3,250.00	2,575.00	20.8
100-50-54125 Salaries & Wages	60,790.70	60,790.70	206,200.00	145,409.30	29.5
100-50-54130 Overtime	.00	.00	500.00	500.00	.0
100-50-54140 Employee Benefits	17,834.27	17,834.27	72,170.00	54,335.73	24.7
100-50-54315 Office Supplies	366.09	366.09	1,000.00	633.91	36.6
100-50-54410 Telephone	82.72	82.72	300.00	217.28	27.6
100-50-54415 Travel/Lodging	592.00	592.00	2,500.00	1,908.00	23.7
100-50-54425 Training	.00	.00	2,500.00	2,500.00	.0
100-50-54435 Postage	.00	.00	20.00	20.00	.0
100-50-54436 Professional Services	1,200.00	1,200.00	125,000.00	123,800.00	1.0
100-50-54439 Insurance	.00	.00	2,800.00	2,800.00	.0
100-50-54505 Unleaded Gas/Diesel	1,249.40	1,249.40	1,000.00	(249.40)	124.9
100-50-54901 Miscellaneous	.00	.00	500.00	500.00	.0
Total CAPITAL PROJ/PLANNING	82,790.18	82,790.18	417,740.00	334,949.82	19.8

POLICE DEPT

100-70-54125 Salaries & Wages	435,624.65	435,624.65	887,735.00	452,110.35	49.1
100-70-54130 Overtime	53,307.62	53,307.62	115,000.00	61,692.38	46.4
100-70-54140 Employee Benefits	156,865.99	156,865.99	350,957.25	194,091.26	44.7
100-70-54210 Electricity	4,875.58	4,875.58	9,700.00	4,824.42	50.3
100-70-54215 Heating Fuel	4,824.56	4,824.56	11,000.00	6,175.44	43.9
100-70-54220 Building Maintenance	1,639.28	1,639.28	2,500.00	860.72	65.6
100-70-54301 Clothing	3,764.24	3,764.24	6,000.00	2,235.76	62.7
100-70-54315 Office Supplies	2,311.74	2,311.74	4,500.00	2,188.26	51.4
100-70-54316 Operations Supply	2,931.81	2,931.81	20,000.00	17,068.19	14.7
100-70-54317 Community Policing	.00	.00	625.00	625.00	.0

Kotzebue City
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GENERAL FUND

	Period Actual	YTD Actual	Budget	Unexpended	Pcnt
100-70-54325 Office Leased Equipment	1,327.66	1,327.66	2,000.00	672.34	66.4
100-70-54410 Telephone/Fax	9,563.88	9,563.88	17,500.00	7,936.12	54.7
100-70-54411 Internet/Cable	870.00	870.00	3,480.00	2,610.00	25.0
100-70-54415 Travel/Lodging/Per Diem	11,877.29	11,877.29	25,000.00	13,122.71	47.5
100-70-54416 Employee Flights	10,848.01	10,848.01	60,000.00	49,151.99	18.1
100-70-54420 Employee Rent	6,750.00	6,750.00	10,000.00	3,250.00	67.5
100-70-54425 Training	17,543.52	17,543.52	35,000.00	17,456.48	50.1
100-70-54430 Dues & Membership	100.00	100.00	6,500.00	6,400.00	1.5
100-70-54435 Postage	179.84	179.84	1,000.00	820.16	18.0
100-70-54436 Professional Services	10,306.80	10,306.80	15,000.00	4,693.20	68.7
100-70-54439 Insurance	5,000.00	5,000.00	235,000.00	230,000.00	2.1
100-70-54440 Advertising	.00	.00	500.00	500.00	.0
100-70-54505 Unleaded Gas/Diesel	19,763.58	19,763.58	31,250.00	11,486.42	63.2
100-70-54526 Light Vehicle R & M	1,736.00	1,736.00	10,000.00	8,264.00	17.4
100-70-54530 Equipment Maintenance	.00	.00	625.00	625.00	.0
100-70-54620 Maintenance/Support Agrmt	.00	.00	3,000.00	3,000.00	.0
100-70-54630 Animal Control	99.75	99.75	2,500.00	2,400.25	4.0
Total POLICE DEPT	762,111.80	762,111.80	1,866,372.25	1,104,260.45	40.8

JAIL DEPT

100-75-54125 Salaries & Wages	205,979.87	205,979.87	597,471.00	391,491.13	34.5
100-75-54130 Overtime	32,496.77	32,496.77	115,000.00	82,503.23	28.3
100-75-54140 Employee Benefits	65,795.09	65,795.09	249,364.85	183,569.76	26.4
100-75-54210 Electricity	4,770.27	4,770.27	15,000.00	10,229.73	31.8
100-75-54215 Heating Fuel	25,714.32	25,714.32	55,000.00	29,285.68	46.8
100-75-54220 Building Maintenance	4,312.02	4,312.02	13,000.00	8,687.98	33.2
100-75-54301 Clothing	1,173.68	1,173.68	2,500.00	1,326.32	47.0
100-75-54306 Food & Prisoner Supplies	13,460.05	13,460.05	40,000.00	26,539.95	33.7
100-75-54315 Office Supplies	3,386.20	3,386.20	3,000.00	(386.20)	112.9
100-75-54316 Operation Supplies	164.99	164.99	4,500.00	4,335.01	3.7
100-75-54410 Telephone	3,460.06	3,460.06	12,000.00	8,539.94	28.8
100-75-54415 Travel/Lodging/Per Diem	2,080.00	2,080.00	.00	(2,080.00)	.0
100-75-54416 Employee Flights	5,320.39	5,320.39	60,000.00	54,679.61	8.9
100-75-54420 Employee Rent	5,500.00	5,500.00	15,000.00	9,500.00	36.7
100-75-54425 Training	.00	.00	5,000.00	5,000.00	.0
100-75-54430 Dues & Membership	.00	.00	1,000.00	1,000.00	.0
100-75-54434 Television	.00	.00	2,000.00	2,000.00	.0
100-75-54436 Professional Services	6,595.92	6,595.92	7,000.00	404.08	94.2
100-75-54439 Insurance	.00	.00	135,000.00	135,000.00	.0
100-75-54450 Freight Charges	.00	.00	100.00	100.00	.0
100-75-54505 Unleaded Gas/Diesel	1,874.10	1,874.10	3,000.00	1,125.90	62.5
100-75-54526 Vehicle & Equip R & M	.00	.00	600.00	600.00	.0
100-75-54620 Maintenance/Support	1,235.00	1,235.00	.00	(1,235.00)	.0
100-75-54901 Miscellaneous Expense	.00	.00	93.75	93.75	.0
Total JAIL DEPT	383,318.73	383,318.73	1,335,629.60	952,310.87	28.7

FIRE/EMT DEPT

100-80-54125 Salaries & Wages	460,367.97	460,367.97	1,098,710.00	638,342.03	41.9
100-80-54130 Overtime	39,973.31	39,973.31	110,000.00	70,026.69	36.3
100-80-54140 Employee Benefits	153,026.29	153,026.29	423,048.50	270,022.21	36.2
100-80-54210 Electricity	6,111.46	6,111.46	11,500.00	5,388.54	53.1
100-80-54215 Heating Fuel	36,920.74	36,920.74	75,000.00	38,079.26	49.2

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GENERAL FUND

	Period Actual	YTD Actual	Budget	Unexpended	Pcnt
100-80-54220 Building Maintenance	6,539.96	6,539.96	6,250.00	(289.96)	104.6
100-80-54301 Clothing	.00	.00	10,000.00	10,000.00	.0
100-80-54302 Safety and Turnout Gear	3,727.28	3,727.28	15,000.00	11,272.72	24.9
100-80-54315 Office Supplies	689.07	689.07	3,000.00	2,310.93	23.0
100-80-54323 Fire prevention/hydant maint.	380.00	380.00	2,000.00	1,620.00	19.0
100-80-54324 Ambulance Supplies&Equip.	65.97	65.97	5,000.00	4,934.03	1.3
100-80-54325 Office Leased Equipment	1,327.63	1,327.63	4,000.00	2,672.37	33.2
100-80-54327 Small Tools	327.95	327.95	1,500.00	1,172.05	21.9
100-80-54407 Fire/EMT Rehabilitation	.00	.00	1,250.00	1,250.00	.0
100-80-54410 Telephone/Fax	1,811.96	1,811.96	4,000.00	2,188.04	45.3
100-80-54415 Travel/Lodging	15,808.55	15,808.55	30,000.00	14,191.45	52.7
100-80-54425 Training	3,750.00	3,750.00	11,000.00	7,250.00	34.1
100-80-54430 Dues & Membership	225.00	225.00	500.00	275.00	45.0
100-80-54435 Postage	.00	.00	150.00	150.00	.0
100-80-54436 Professional Services	12,321.51	12,321.51	17,000.00	4,678.49	72.5
100-80-54450 Freight Charges	.00	.00	2,000.00	2,000.00	.0
100-80-54505 Unleaded Gas/Diesel	8,745.77	8,745.77	15,000.00	6,254.23	58.3
100-80-54526 Vehicle R & M	4,554.03	4,554.03	15,000.00	10,445.97	30.4
100-80-54530 Equipment R & M	.00	.00	20,000.00	20,000.00	.0
100-80-54600 Capital Purchase	469.20	469.20	.00	(469.20)	.0
100-80-57000 Awards and Recognition	293.56	293.56	5,000.00	4,706.44	5.9
Total FIRE/EMT DEPT	757,437.21	757,437.21	1,885,908.50	1,128,471.29	40.2

PUBLIC WORKS DEPT

100-90-54125 Salaries & Wages	442,852.78	442,852.78	775,742.00	332,889.22	57.1
100-90-54130 Overtime	35,280.06	35,280.06	35,000.00	(280.06)	100.8
100-90-54131 Overtime - Roof	1,014.65	1,014.65	.00	(1,014.65)	.0
100-90-54140 Employee Benefits	162,019.40	162,019.40	283,759.70	121,740.30	57.1
100-90-54201 Street Lighting	36,705.88	36,705.88	65,000.00	28,294.12	56.5
100-90-54202 Sign Replacement	.00	.00	500.00	500.00	.0
100-90-54210 Electricity	8,828.69	8,828.69	24,000.00	15,171.31	36.8
100-90-54215 Heating Fuel	89,460.03	89,460.03	170,000.00	80,539.97	52.6
100-90-54220 Building Maintenance	2,604.70	2,604.70	17,367.00	14,762.30	15.0
100-90-54300 Cleaning Supplies	560.50	560.50	1,500.00	939.50	37.4
100-90-54301 Clothing	279.99	279.99	1,500.00	1,220.01	18.7
100-90-54315 Office Supplies	8,517.25	8,517.25	4,000.00	(4,517.25)	212.9
100-90-54325 Office Leased Equipment	1,327.65	1,327.65	4,000.00	2,672.35	33.2
100-90-54327 Small Tools	4,439.61	4,439.61	5,133.00	693.39	86.5
100-90-54410 Telephone/Fax	4,015.95	4,015.95	6,500.00	2,484.05	61.8
100-90-54415 Travel/Lodging	7,056.15	7,056.15	5,000.00	(2,056.15)	141.1
100-90-54425 Training	2,560.42	2,560.42	5,000.00	2,439.58	51.2
100-90-54430 Dues & Memberships	.00	.00	1,500.00	1,500.00	.0
100-90-54435 Postage	49.40	49.40	1,000.00	950.60	4.9
100-90-54436 Professional Services	29,111.99	29,111.99	10,000.00	(19,111.99)	291.1
100-90-54439 Insurance	5,000.00	5,000.00	18,100.00	13,100.00	27.6
100-90-54450 Freight Charges	737.20	737.20	4,500.00	3,762.80	16.4
100-90-54505 Unleaded Gas/Diesel	51,557.12	51,557.12	148,000.00	96,442.88	34.8
100-90-54525 Emergency Disaster Relief	51,537.28	51,537.28	.00	(51,537.28)	.0
100-90-54526 Light Vehicle R & M	4,977.00	4,977.00	15,000.00	10,023.00	33.2
100-90-54527 Snow Removal	18,317.74	18,317.74	80,000.00	61,682.26	22.9
100-90-54528 Gravel Purchases	.00	.00	50,000.00	50,000.00	.0
100-90-54529 Paved Road Maintenance	339.45	339.45	15,000.00	14,660.55	2.3
100-90-54530 Heavy Equipment R & M	55,523.70	55,523.70	125,000.00	69,476.30	44.4
100-90-54901 Miscellaneous Expense	238.36	238.36	500.00	261.64	47.7

Kotzebue City
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GENERAL FUND

	Period Actual	YTD Actual	Budget	Unexpended	Pcnt
Total PUBLIC WORKS DEPT	1,024,912.95	1,024,912.95	1,872,601.70	847,688.75	54.7
<u>SMALL BOAT HARBOR</u>					
100-94-54125 Salaries & Wages	.00	.00	38,400.00	38,400.00	.0
100-94-54140 Benefits	.00	.00	6,089.48	6,089.48	.0
100-94-54210 Electricity	2,162.56	2,162.56	3,000.00	837.44	72.1
100-94-54220 Building & Equipment Maintenan	.00	.00	15,000.00	15,000.00	.0
100-94-54225 R&R Docks Annually	365.36	365.36	10,000.00	9,634.64	3.7
100-94-54315 Office Supplies & Equipment	297.71	297.71	2,500.00	2,202.29	11.9
100-94-54425 Training	.00	.00	500.00	500.00	.0
100-94-54439 Insurance	.00	.00	27,750.00	27,750.00	.0
Total SMALL BOAT HARBOR	2,825.63	2,825.63	103,239.48	100,413.85	2.7
<u>PARKS & REC.</u>					
100-95-54125 Salaries & Wages	90,998.35	90,998.35	285,000.00	194,001.65	31.9
100-95-54130 Overtime	.00	.00	500.00	500.00	.0
100-95-54140 Employee Benefits	15,505.83	15,505.83	99,925.00	84,419.17	15.5
100-95-54210 Electricity	10,053.50	10,053.50	16,000.00	5,946.50	62.8
100-95-54215 Heating Fuel	7,447.48	7,447.48	15,000.00	7,552.52	49.7
100-95-54220 Building & Equipment Maint.	4,490.02	4,490.02	45,000.00	40,509.98	10.0
100-95-54300 Cleaning Supplies	161.98	161.98	1,500.00	1,338.02	10.8
100-95-54306 Food	210.13	210.13	2,500.00	2,289.87	8.4
100-95-54308 Playground & Park Maintenance	91.69	91.69	2,500.00	2,408.31	3.7
100-95-54315 Office Supplies & Equipment	27.66	27.66	3,000.00	2,972.34	.9
100-95-54410 Telephone/Fax	1,468.39	1,468.39	1,500.00	31.61	97.9
100-95-54411 Internet/Cable	300.00	300.00	.00	(300.00)	.0
100-95-54415 Travel/Per Diem	.00	.00	1,000.00	1,000.00	.0
100-95-54425 Training	.00	.00	1,000.00	1,000.00	.0
100-95-54436 Professional Services	330.00	330.00	1,500.00	1,170.00	22.0
100-95-54439 Insurance	.00	.00	8,925.00	8,925.00	.0
100-95-54505 Gas/Deisel	1,874.10	1,874.10	2,500.00	625.90	75.0
100-95-54526 Light Vehicle Maintenance	1,332.10	1,332.10	2,000.00	667.90	66.6
100-95-54530 Program Equip. & Equip. Repair	1,450.00	1,450.00	1,500.00	50.00	96.7
100-95-54907 Community Events	2,985.79	2,985.79	5,000.00	2,014.21	59.7
Total PARKS & REC.	138,727.02	138,727.02	495,850.00	357,122.98	28.0
<u>Other Agency Contributions</u>					
100-96-54905 Kotzebue Broadcasting, Inc	.00	.00	2,500.00	2,500.00	.0
100-96-54907 July 4th Celebration Comm.	.00	.00	6,500.00	6,500.00	.0
100-96-54908 Miscellaneous Comm. Support	1,000.00	1,000.00	2,500.00	1,500.00	40.0
100-96-54909 Kotzebue/Middle High School	20,000.00	20,000.00	40,000.00	20,000.00	50.0
100-96-54911 City of Kotz Scholarship Fund	5,750.00	5,750.00	17,500.00	11,750.00	32.9
Total Other Agency Contributions	26,750.00	26,750.00	69,000.00	42,250.00	38.8
<u>NON-DEPT. EXPENSE</u>					
100-98-54407 Employee Morale & Health	805.00	805.00	15,000.00	14,195.00	5.4

Kotzebue City
Expenditures with Comparison to Budget
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GENERAL FUND

	Period Actual	YTD Actual	Budget	Unexpended	Pcnt
Total NON-DEPT. EXPENSE	805.00	805.00	15,000.00	14,195.00	5.4
Total Fund Expenditures	4,112,670.37	4,112,670.37	10,190,411.53	6,077,741.16	40.4
Net Revenue Over Expenditures	(1,775,471.82)	(1,775,471.82)	(163,357.47)	1,612,114.35	(1086.

Kotzebue City
Expenditures with Comparison to Budget
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Section XI, Item c)

BINGO & PULL TAB FUND

	Period Actual	YTD Actual	Budget	Unexpended	Pcnt
<u>GAMING</u>					
201-00-54317 Permits/Licenses/Taxes	20.00	20.00	.00	(20.00)	.0
Total GAMING	20.00	20.00	.00	(20.00)	.0
Total Fund Expenditures	20.00	20.00	.00	(20.00)	.0
Net Revenue Over Expenditures	(20.00)	(20.00)	.00	20.00	.0

Kotzebue City
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		Capital Projects				
		Period Actual	YTD Actual	Budget	Unexpended	Pcnt
<u>Water Treatment Plant Const.</u>						
467-85-54436	Professional Services	10,710.00	10,710.00	.00	(10,710.00)	.0
	Total Water Treatment Plant Const.	10,710.00	10,710.00	.00	(10,710.00)	.0
	Total Fund Expenditures	10,710.00	10,710.00	.00	(10,710.00)	.0
	Net Revenue Over Expenditures	(10,710.00)	(10,710.00)	.00	10,710.00	.0

Kotzebue City
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Washateria Denali Comm Fund		Period Actual	YTD Actual	Budget	Unexpended	Pcnt
Washateria Denali Comm Fund						
472-10-54163	Design Engineering	77,367.12	77,367.12	.00	(77,367.12)	.0
	Total Washateria Denali Comm Fund	77,367.12	77,367.12	.00	(77,367.12)	.0
	Total Fund Expenditures	77,367.12	77,367.12	.00	(77,367.12)	.0
	Net Revenue Over Expenditures	(77,367.12)	(77,367.12)	.00	77,367.12	.0

Kotzebue City
Revenues with Comparison to Budget
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Section XI, Item c)

Fund 484 - SRF Fund

	Period Actual	YTD Actual	Budget	Unexpended	Pcnt
<u>Grant/Loan Revenue</u>					
484-00-43215 Grant Revenue - State	241,921.62	241,921.62	.00	(241,921.62)	.0
Total Grant/Loan Revenue	241,921.62	241,921.62	.00	(241,921.62)	.0
Total Fund Revenue	241,921.62	241,921.62	.00	(241,921.62)	.0

Kotzebue City
Expenditures with Comparison to Budget
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Fund 484 - SRF Fund

		Period Actual	YTD Actual	Budget	Unexpended	Pcnt
	<u>Expense-Swan Lake Loop Repl</u>					
484-00-54163	Design Engineering	52,305.56	52,305.56	.00	(52,305.56)	.0
	Total Expense-Swan Lake Loop Repl	52,305.56	52,305.56	.00	(52,305.56)	.0
	<u>Kotz WTP Tech Assist</u>					
484-20-54163	Design Engineering	29,898.42	29,898.42	.00	(29,898.42)	.0
	Total Kotz WTP Tech Assist	29,898.42	29,898.42	.00	(29,898.42)	.0
	<u>Vortac Dam</u>					
484-30-54163	Design Engineering	93,438.17	93,438.17	.00	(93,438.17)	.0
	Total Vortac Dam	93,438.17	93,438.17	.00	(93,438.17)	.0
	Total Fund Expenditures	175,642.15	175,642.15	.00	(175,642.15)	.0
	Net Revenue Over Expenditures	66,279.47	66,279.47	.00	(66,279.47)	.0

Kotzebue City
Revenues with Comparison to Budget
For the 6 Months Ending June 30, 2026

Section XI, Item c)

VIF

	Period Actual	YTD Actual	Budget	Unexpended	Pcnt
Source 00					
490-00-43220 Grant Revenue - Local	566,809.90	566,809.90	.00	(566,809.90)	.0
Total Source 00	566,809.90	566,809.90	.00	(566,809.90)	.0
Total Fund Revenue	566,809.90	566,809.90	.00	(566,809.90)	.0
Net Revenue Over Expenditures	566,809.90	566,809.90	.00	(566,809.90)	.0

Kotzebue City
Revenues with Comparison to Budget
For the 6 Months Ending June 30, 2026

Section XI, Item c)

Cape Blossom Road

	Period Actual	YTD Actual	Budget	Unexpended	Pcnt
<u>Source 00</u>					
492-00-43220 Grant Revenue - Local	54,454.40	54,454.40	.00	(54,454.40)	.0
Total Source 00	54,454.40	54,454.40	.00	(54,454.40)	.0
Total Fund Revenue	54,454.40	54,454.40	.00	(54,454.40)	.0
Net Revenue Over Expenditures	54,454.40	54,454.40	.00	(54,454.40)	.0

Kotzebue City
Revenues with Comparison to Budget
For the 6 Months Ending June 30, 2026

Section XI, Item c)

Fund 494

		Period Actual	YTD Actual	Budget	Unexpended	Pcnt
Source 00						
494-00-43220	Grant Revenue - Local	85,025.60	85,025.60	.00	(85,025.60)	.0
Total Source 00		85,025.60	85,025.60	.00	(85,025.60)	.0
Total Fund Revenue		85,025.60	85,025.60	.00	(85,025.60)	.0

Kotzebue City
Expenditures with Comparison to Budget
For the 6 Months Ending June 30, 2026

Section XI, Item c)

Fund 494

	Period Actual	YTD Actual	Budget	Unexpended	Pcnt
494-00-54163 Design Engineering	77,359.70	77,359.70	.00	(77,359.70)	.0
Total Department 00	77,359.70	77,359.70	.00	(77,359.70)	.0
Total Fund Expenditures	77,359.70	77,359.70	.00	(77,359.70)	.0
Net Revenue Over Expenditures	7,665.90	7,665.90	.00	(7,665.90)	.0

Kotzebue City
Revenues with Comparison to Budget
For the 6 Months Ending June 30, 2026

Section XI, Item c)

ENTERPRISE ACCOUNTS

	Period Actual	YTD Actual	Budget	Unexpended	Pcnt
<u>MUS REVENUE</u>					
601-40-43915 MUS Penalties & Interest	8,241.32	8,241.32	15,000.00	6,758.68	54.9
601-40-43927 Service Equipment Sales	2,023.30	2,023.30	500.00	(1,523.30)	404.7
601-40-43928 Hydro Flush Service	10,610.00	10,610.00	15,000.00	4,390.00	70.7
601-40-43930 Water Sales-Residential	205,256.00	205,256.00	700,000.00	494,744.00	29.3
601-40-43931 Water Sales-Commercial	538,655.24	538,655.24	1,150,000.00	611,344.76	46.8
601-40-43932 Water Delivery	4,055.44	4,055.44	5,000.00	944.56	81.1
601-40-43940 Sewer Sales-Commercial	294,980.39	294,980.39	700,000.00	405,019.61	42.1
601-40-43941 Sewer Sales-Residential	89,124.96	89,124.96	350,000.00	260,875.04	25.5
601-40-43950 Water Connection Fees	.00	.00	2,000.00	2,000.00	.0
601-40-43951 Sewer Connection Fees	.00	.00	500.00	500.00	.0
601-40-43952 Water Re/Dis/ connect	465.00	465.00	1,500.00	1,035.00	31.0
601-40-43953 Sewer Re/Dis Connect	.00	.00	500.00	500.00	.0
601-40-43985 Miscellaneous	.00	.00	2,500.00	2,500.00	.0
Total MUS REVENUE	1,153,411.65	1,153,411.65	2,942,500.00	1,789,088.35	39.2
Total Fund Revenue	1,153,411.65	1,153,411.65	2,942,500.00	1,789,088.35	39.2

Kotzebue City
Expenditures with Comparison to Budget
For the 6 Months Ending June 30, 2026

Section XI, Item c)

ENTERPRISE ACCOUNTS

	Period Actual	YTD Actual	Budget	Unexpended	Pcnt
<u>Water & Sewer Expenses</u>					
601-10-54400 Service Charges	.00	.00	21,875.00	21,875.00	.0
601-10-54434 3rd Party Collection Fees	.00	.00	625.00	625.00	.0
601-10-54435 Postage	1,672.81	1,672.81	3,750.00	2,077.19	44.6
601-10-54460 Gen. Fund Admin. Overhead	.00	.00	286,000.00	286,000.00	.0
Total Water & Sewer Expenses	1,672.81	1,672.81	312,250.00	310,577.19	.5
<u>Water Expenses</u>					
601-20-54125 Salaries & Wages	111,804.35	111,804.35	376,116.00	264,311.65	29.7
601-20-54130 Overtime	22,051.33	22,051.33	80,000.00	57,948.67	27.6
601-20-54140 Employee Benefits	44,408.88	44,408.88	159,640.60	115,231.72	27.8
601-20-54210 Electricity	92,364.63	92,364.63	150,000.00	57,635.37	61.6
601-20-54215 Heating Fuel	199,305.79	199,305.79	200,000.00	694.21	99.7
601-20-54216 KEA Waste Heat	.00	.00	15,439.00	15,439.00	.0
601-20-54220 Building Maintenance	7,192.66	7,192.66	11,089.00	3,896.34	64.9
601-20-54301 Clothing/Safety Equipment	566.92	566.92	1,666.00	1,099.08	34.0
601-20-54315 Office Supplies	1,657.53	1,657.53	2,376.00	718.47	69.8
601-20-54327 Small Tools	29.21	29.21	344.00	314.79	8.5
601-20-54331 Chemicals	1,894.52	1,894.52	150,000.00	148,105.48	1.3
601-20-54332 Pipe & Materials	55,319.40	55,319.40	95,164.00	39,844.60	58.1
601-20-54410 Telephone	6,622.53	6,622.53	12,678.00	6,055.47	52.2
601-20-54415 Travel/Loding	1,606.32	1,606.32	5,000.00	3,393.68	32.1
601-20-54425 Training	250.00	250.00	3,482.00	3,232.00	7.2
601-20-54430 Dues & Membership	50.00	50.00	718.00	668.00	7.0
601-20-54436 Professional Services	54,354.03	54,354.03	40,000.00	(14,354.03)	135.9
601-20-54439 Insurance	.00	.00	13,877.00	13,877.00	.0
601-20-54450 Freight Charges	684.22	684.22	1,279.00	594.78	53.5
601-20-54505 Unleaded Gas/Diesel/Oil	1,874.10	1,874.10	1,055.00	(819.10)	177.6
601-20-54525 Light Vehicle R & M	5,299.19	5,299.19	13,317.00	8,017.81	39.8
601-20-54526 Vehicle & Equipment R & M	21,477.83	21,477.83	7,736.00	(13,741.83)	277.6
601-20-54541 Lab Equipment/Testing	6,411.31	6,411.31	14,157.00	7,745.69	45.3
Total Water Expenses	635,224.75	635,224.75	1,355,133.60	719,908.85	46.9
<u>Sewer Expenses</u>					
601-30-54125 Salaries & Wages	191,655.78	191,655.78	406,134.80	214,479.02	47.2
601-30-54130 Overtime	46,848.80	46,848.80	73,066.00	26,217.20	64.1
601-30-54140 Employee Benefits	77,047.58	77,047.58	165,137.48	88,089.90	46.7
601-30-54210 Electricity	49,458.82	49,458.82	102,125.00	52,666.18	48.4
601-30-54211 Electricity-Sewage Lagoon	4,402.51	4,402.51	6,795.00	2,392.49	64.8
601-30-54220 Building Maintenance	402.45	402.45	5,187.00	4,784.55	7.8
601-30-54301 Clothing/Safety Equipment	680.91	680.91	3,712.00	3,031.09	18.3
601-30-54315 Ofc Sup/Equip/Maintenance	297.63	297.63	945.00	647.37	31.5
601-30-54316 Operational Supplies	66.31	66.31	1,011.00	944.69	6.6
601-30-54327 Small Tools	227.48	227.48	3,378.00	3,150.52	6.7
601-30-54331 Chemicals	577.32	577.32	30,000.00	29,422.68	1.9
601-30-54332 Pipe & Materials	35,801.15	35,801.15	62,396.00	26,594.85	57.4
601-30-54410 Telephone/Fax	16.99	16.99	17.00	.01	99.9
601-30-54415 Travel/Loding	4,265.26	4,265.26	7,415.00	3,149.74	57.5
601-30-54425 Training	.00	.00	3,150.00	3,150.00	.0
601-30-54436 Professional Services	45,332.10	45,332.10	63,777.00	18,444.90	71.1

Kotzebue City
Expenditures with Comparison to Budget
For the 6 Months Ending June 30, 2026

Section XI, Item c)

ENTERPRISE ACCOUNTS

	Period Actual	YTD Actual	Budget	Unexpended	Pcnt
601-30-54439 Insurance	.00	.00	5,947.00	5,947.00	.0
601-30-54450 Freight Charges	1,519.61	1,519.61	10,843.00	9,323.39	14.0
601-30-54505 Unleaded Gas/Diesel/Oil	25,274.67	25,274.67	11,819.00	(13,455.67)	213.9
601-30-54525 Light Vehicle R & M	2,482.66	2,482.66	5,116.00	2,633.34	48.5
601-30-54526 Vehicle & Equipment R & M	1,795.87	1,795.87	14,326.00	12,530.13	12.5
601-30-54600 Capital Purchases - Pumps	28,215.70	28,215.70	85,465.00	57,249.30	33.0
Total Sewer Expenses	516,369.60	516,369.60	1,067,762.28	551,392.68	48.4
Total Fund Expenditures	1,153,267.16	1,153,267.16	2,735,145.88	1,581,878.72	42.2
Net Revenue Over Expenditures	144.49	144.49	207,354.12	207,209.63	.1

Kotzebue City
Revenues with Comparison to Budget
For the 6 Months Ending June 30, 2026

Section XI, Item c)

REFUSE DEPARTMENT

	Period Actual	YTD Actual	Budget	Unexpended	Pcnt
<u>REFUSE ENTERPRISE FUND</u>					
602-40-43923 Baler Drop Off Charges	21,850.00	21,850.00	48,000.00	26,150.00	45.5
602-40-43924 Residential Refuse Collec	151,702.54	151,702.54	345,000.00	193,297.46	44.0
602-40-43925 Commercial Refuse Collect	312,342.50	312,342.50	640,000.00	327,657.50	48.8
602-40-43926 Refuse Equipment Sales	.00	.00	2,000.00	2,000.00	.0
602-40-43927 Residential Refuse Cart	1,809.00	1,809.00	1,850.00	41.00	97.8
602-40-43928 Commercial Dumpster Rental	19,332.41	19,332.41	40,000.00	20,667.59	48.3
602-40-44107 State of AK PERS Relief	.00	.00	28,460.00	28,460.00	.0
602-40-49987 Miscellaneous Income	.00	.00	7,000.00	7,000.00	.0
Total REFUSE ENTERPRISE FUND	507,036.45	507,036.45	1,112,310.00	605,273.55	45.6
Total Fund Revenue	507,036.45	507,036.45	1,112,310.00	605,273.55	45.6

Kotzebue City
Expenditures with Comparison to Budget
For the 6 Months Ending June 30, 2026

Section XI, Item c)

REFUSE DEPARTMENT

	Period Actual	YTD Actual	Budget	Unexpended	Pcnt
<u>REFUSE ENTERPRISE FUND</u>					
602-40-54125 Salaries & Wages	202,782.45	202,782.45	469,791.00	267,008.55	43.2
602-40-54130 Overtime	611.06	611.06	15,000.00	14,388.94	4.1
602-40-54140 Employee Benefits	85,436.12	85,436.12	169,676.85	84,240.73	50.4
602-40-54210 Electricity	12,575.49	12,575.49	20,000.00	7,424.51	62.9
602-40-54215 Heating Fuel	37,003.02	37,003.02	55,000.00	17,996.98	67.3
602-40-54220 Building Maintenance	71,693.92	71,693.92	74,913.00	3,219.08	95.7
602-40-54300 Operational Supplies	992.06	992.06	114,517.00	113,524.94	.9
602-40-54301 Clothing/Safety Equipment	3,946.27	3,946.27	2,000.00	(1,946.27)	197.3
602-40-54307 Spring Cleanup	1,084.70	1,084.70	10,000.00	8,915.30	10.9
602-40-54315 Office Supplies	.00	.00	1,500.00	1,500.00	.0
602-40-54327 Small Tools	247.90	247.90	1,500.00	1,252.10	16.5
602-40-54410 Telephone	1,816.68	1,816.68	3,500.00	1,683.32	51.9
602-40-54415 Travel/Lodging	.00	.00	10,000.00	10,000.00	.0
602-40-54425 Training	.00	.00	15,000.00	15,000.00	.0
602-40-54436 Professional Services	12,175.28	12,175.28	15,570.00	3,394.72	78.2
602-40-54439 Insurance	.00	.00	47,750.00	47,750.00	.0
602-40-54448 Bad Debt Expense	.00	.00	5,000.00	5,000.00	.0
602-40-54450 Refuse Operating Permit	4,000.00	4,000.00	4,100.00	100.00	97.6
602-40-54452 Freight Charges	485.79	485.79	5,000.00	4,514.21	9.7
602-40-54505 Unleaded Gas/Diesel/Oil	29,478.61	29,478.61	25,000.00	(4,478.61)	117.9
602-40-54525 Light Vehicle R & M	.00	.00	2,500.00	2,500.00	.0
602-40-54526 Vehicle & Equipment R & M	7,324.61	7,324.61	20,000.00	12,675.39	36.6
602-40-54527 Gen. Fund Admin. Overhead	.00	.00	110,000.00	110,000.00	.0
Total REFUSE ENTERPRISE FUND	471,653.96	471,653.96	1,197,317.85	725,663.89	39.4
Total Fund Expenditures	471,653.96	471,653.96	1,197,317.85	725,663.89	39.4
Net Revenue Over Expenditures	35,382.49	35,382.49	(85,007.85)	(120,390.34)	41.6

Kotzebue City
Revenues with Comparison to Budget
For the 6 Months Ending June 30, 2026

Section XI, Item c)

ARCTIC SPIRITS

		Period Actual	YTD Actual	Budget	Unexpended	Pcnt
	<u>ARCTIC SPIRITS REVENUE</u>					
603-00-43405	Retail Sales-Liquor	545,545.57	545,545.57	3,057,500.00	2,511,954.43	17.8
603-00-43407	Retail Sales - Tobacco	19,794.06	19,794.06	100,000.00	80,205.94	19.8
603-00-43408	Retail Sales - Miscellaneous	843.28	843.28	14,000.00	13,156.72	6.0
603-00-43410	Distribution Point Fees	160.00	160.00	1,500.00	1,340.00	10.7
603-00-43425	Permitting Fees	18,057.39	18,057.39	75,000.00	56,942.61	24.1
603-00-44107	State of AK PERS Relief	.00	.00	15,697.00	15,697.00	.0
	<u>Total ARCTIC SPIRITS REVENUE</u>	<u>584,400.30</u>	<u>584,400.30</u>	<u>3,263,697.00</u>	<u>2,679,296.70</u>	<u>17.9</u>
	 Total Fund Revenue	 <u>584,400.30</u>	 <u>584,400.30</u>	 <u>3,263,697.00</u>	 <u>2,679,296.70</u>	 <u>17.9</u>

Kotzebue City
Expenditures with Comparison to Budget
For the 6 Months Ending June 30, 2026

Section XI, Item c)

ARCTIC SPIRITS

	Period Actual	YTD Actual	Budget	Unexpended	Pcnt
<u>ARCTIC SPIRITS EXPENSES</u>					
603-10-54110 LBCB Stipend	225.00	225.00	1,000.00	775.00	22.5
603-10-54125 Salaries & Wages	100,377.42	100,377.42	275,730.00	175,352.58	36.4
603-10-54130 Overtime	9.38	9.38	1,000.00	990.62	.9
603-10-54140 Employee Benefits	27,743.05	27,743.05	96,855.50	69,112.45	28.6
603-10-54210 Electricity	3,133.67	3,133.67	5,500.00	2,366.33	57.0
603-10-54215 Heating Fuel	22,983.46	22,983.46	36,000.00	13,016.54	63.8
603-10-54220 Building Maintenance	134.39	134.39	4,000.00	3,865.61	3.4
603-10-54300 Cleaning Supplies	96.82	96.82	1,000.00	903.18	9.7
603-10-54315 Office Supplies & Equip	963.09	963.09	5,000.00	4,036.91	19.3
603-10-54319 Product Acquisition - Tobacco	.00	.00	70,000.00	70,000.00	.0
603-10-54320 Product Acquisition	.00	.00	1,200,000.00	1,200,000.00	.0
603-10-54321 Cash Overs/Shorts - Pkg Store	(111.26)	(111.26)	200.00	311.26	(55.6)
603-10-54400 Service Charges	632.78	632.78	35,000.00	34,367.22	1.8
603-10-54410 Telephone/Fax	648.75	648.75	1,500.00	851.25	43.3
603-10-54415 Travel/Lodging/Per Diem	2,298.83	2,298.83	1,500.00	(798.83)	153.3
603-10-54425 Training	55.00	55.00	.00	(55.00)	.0
603-10-54433 Postage	.00	.00	50.00	50.00	.0
603-10-54434 Freight Charges	249,676.80	249,676.80	350,000.00	100,323.20	71.3
603-10-54436 Professional Services	775.00	775.00	500.00	(275.00)	155.0
603-10-54438 Legal Fees	1,366.30	1,366.30	1,250.00	(116.30)	109.3
603-10-54439 Insurance	.00	.00	62,448.00	62,448.00	.0
603-10-54505 Gas/Diesel	1,874.10	1,874.10	1,500.00	(374.10)	124.9
603-10-54526 Light Vehicle R & M	73.78	73.78	500.00	426.22	14.8
603-10-54527 Gen. Fund Admin. Overhead	.00	.00	154,000.00	154,000.00	.0
603-10-54530 Equipment Maint.	.00	.00	1,500.00	1,500.00	.0
603-10-54600 Capital Purchase	.00	.00	30,000.00	30,000.00	.0
603-10-54620 Maintenance/Support Agrmt	.00	.00	500.00	500.00	.0
603-10-54625 Computer Equipment	.00	.00	15,000.00	15,000.00	.0
603-10-54700 Transfer to General Fund	.00	.00	15,000.00	15,000.00	.0
603-10-54901 Miscellaneous	53.49	53.49	2,500.00	2,446.51	2.1
Total ARCTIC SPIRITS EXPENSES	413,009.85	413,009.85	2,369,033.50	1,956,023.65	17.4
Total Fund Expenditures	413,009.85	413,009.85	2,369,033.50	1,956,023.65	17.4
Net Revenue Over Expenditures	171,390.45	171,390.45	894,663.50	723,273.05	19.2

Public Works Department Report

Administration

Public Works is currently working with Jeff Neggle and Denny McConnell to obtain a quote for the AML Energy Audit Grant. NANA Construction previously conducted a site walkthrough to provide a quote; however, no proposal was ever submitted. The application deadline is the end of July, and staff are actively working to ensure all required documentation is completed before that date.

I also had the opportunity to meet with Ingamar Mathieson regarding the solar panel arrays located in the Public Works yard. One of the solar arrays was disconnected when the old water treatment plant was decommissioned and has never been reconnected. We inspected both solar systems and found that the array currently connected to the baler building is performing very well and generating noticeable electrical savings. Ingamar completed preliminary calculations and estimated that if both solar arrays were operational, the City could potentially save approximately \$50,000 annually in electricity costs. Following this discussion, I asked Denny McConnell to evaluate reconnecting the second array to the new water treatment plant.

The Village Infrastructure Fund (VIF) Grant application for the City's new sewer jetter truck was successfully submitted and approved. A special thank you goes to Tessa Baldwin for her efforts in preparing and submitting the application. Chief Cook and I attended two days of VIF meetings, and the Commission expressed appreciation for the City of Kotzebue's participation and presence throughout the process.

Streets Division

The Streets Division has remained extremely busy with spring cleanup operations throughout the community. The Alaska Department of Transportation assisted with street sweeping operations on Shore Avenue, which accumulated significant amounts of sand and debris from last fall's storms. Following completion of Shore Avenue, crews continued watering and sweeping paved city streets and municipal parking lots.

One temporary CDL driver left to pursue seasonal construction employment; however, we were able to rehire a former employee who already possesses a CDL. This employee is currently hauling landfill cover material from the ball field area to the landfill.

Crews are preparing to reinstall the Swan Lake docks. Minor delays were encountered due to the dock winch requiring replacement cable. Additionally, two Streets operators assisted NANA Construction with the recent large-item community cleanup effort.

Once dock installation is completed and community cleanup activities wind down, the Streets Division will shift its focus toward road patching, pothole repairs, and ongoing road maintenance projects throughout the city.

Vehicle Maintenance Shop

The Vehicle Maintenance Shop continues to focus on keeping City equipment and vehicles operational.

Staff recently installed two trial GPS tracking systems on City equipment. One system was installed on a refuse front-load truck and includes both interior and exterior cameras along with vehicle tracking capabilities. The second unit was installed on the motor grader and functions solely as a tracking device. These systems are currently being evaluated through a trial program.

One refuse truck has experienced recurring air supply issues that have resulted in route delays. A replacement air compressor has been ordered and is expected to resolve the issue.

The backup VAC truck has been brought into the shop for installation of a replacement vacuum motor that has been in storage for approximately two years. Once completed, the City will have a second operational VAC truck available for service.

The replacement rear differential for the Number 3 end dump truck arrived this spring but was determined to be incorrect. After returning the component, the manufacturer sent another incorrect unit. Fortunately, the issue was identified in Anchorage before shipment to Kotzebue. Staff have since conducted extensive parts cross-referencing to ensure the correct component is ordered.

The landfill dozer is now operational and being utilized for daily landfill cover operations.

The Fire Department fan boat was serviced and staff discovered that regular gasoline had been used instead of the required high-octane aviation fuel (Avgas). Corrective actions have been taken.

Additionally, a refurbished replacement engine has been ordered for the service truck that has been out of service in the Public Works yard.

Refuse Division

Jim Beasley continues to manage landfill operations in compliance with all applicable permit requirements and regulatory standards.

The Refuse Division did an excellent job supporting the recent large-item community cleanup event. Crews are now preparing for the upcoming Dollar Bag Day event and associated disposal activities.

Water Treatment Plant

The Water Treatment Plant staff continue to focus on system reliability and preventative maintenance.

Accomplishments:

- Annual loop scour flushing and fire hydrant inspections/flushing have been completed. Additional details are available in the Hydrant and Loop Flushing Report.
 - Hydrant SW2 on Wolverine Avenue was replaced and a new shutoff valve was installed by Line Maintenance staff and myself.
 - Staff are currently replacing the flow meter on UF-2. This upgrade includes transitioning from a Seametrics system to a Siemens system and extensive wiring improvements. The project is expected to significantly reduce after-hours service calls.
 - Plant staff assisted Line Maintenance by obtaining GPS locations for critical utility infrastructure during excavation projects.
-

Line Maintenance

Line Maintenance continues to make steady progress on both routine maintenance and infrastructure improvement projects. Current summer projects include utility digs, sewer camera inspections, and service line evaluations throughout the community.

Current Projects:

- Utility dig at 128 ABC Barbara Collison to shut off three homes at the main.
- Excavation and leak inspection of a 90-degree elbow west of 1010A.
- Sewer camera inspections at multiple residential locations and sewer main evaluations.

Completed Projects:

- Replaced and restored service to a fire hydrant on 5th Avenue.
- Reinstalled two hydrants on Ptarmigan with new one-inch PE returns.
- Removed an abandoned hydrant connection at Friends Way and Bison.
- Completed several service line repairs and utility shutoffs.
- Performed multiple sewer camera inspections identifying service line dips, separations, and maintenance needs throughout the system.

Line Maintenance staff will continue focusing on utility infrastructure repairs, sewer inspections, hydrant maintenance, and service reliability throughout the summer construction season.

Building Maintenance

Building Maintenance has remained busy addressing maintenance needs across City facilities. Current work includes repairs to windows, pumps, locks, heating systems, and various building infrastructure needs throughout municipal buildings. Ongoing efforts also include facility inspections, boiler room maintenance, and repairs identified during routine building assessments.

The division continues to prioritize preventative maintenance and facility repairs to ensure City buildings remain safe, functional, and operational.



City of Kotzebue, Alaska
Police Department

258B Third Avenue Box 550 Kotzebue, AK 99752-0550
Office: 907-442-3539 Fax: 907-442-3357
Christopher Cook, Chief of Police

Section XI, Item c)



To: City Manager Ron Johnson
Re: Kotzebue Police and Jail Activity Report

Date: 06/10/2026

Since the Kotzebue Police Department's last activity report, the police department has responded to 1034 calls for service (May 2026), a 16% increase from the month of April. Calls of note for the month of May were 14 Civil, 21 Intoxicated Persons, 11 Domestic, and 17 Disturbance Calls. For a complete list of calls for service see the attached report. Calls for service occurred most frequently on Friday between the hours of 1:00 pm to 2:00 pm.

The Kotzebue Regional Jail processed 67 prisoners during the month of May, a 26% increase from April (53).

Community Policing:

- KPD officers had 543 public relations, safety, and assistance contacts with the citizens and business owners of Kotzebue during the month of May.
- KPD officers conducted 176 security checks of businesses, or other locations within the city.

Staff Development and Training:

- All officers are participating in Police One Trainings; Hate Crime Training for Law Enforcement, Interacting with Mentally Ill as a First Responder, Recognizing and Responding to Domestic Violence, and The LGBTQ+ Community.
- Sgt. Glenn received DataMaster training.
- Ofc. Stamper attended Domestic Violence training.

Community Service Officers:

- The Community Service Officers responded to 39 calls for service regarding animal complaints, a 11% decrease from April (44).
- The CSOs impounded 5 dogs.
- 3 animal(s) were adopted or rescued. (12 since beginning of the year).
- 1 animal(s) was euthanized in May. (4 since the beginning of the year).
- Served or attempted to serve 32 court documents.

Christopher Cook / Chief of Police

Calls For Service By Time of Day / Day of Week

05/01/2026 to 05/31/2026

Time of Day / Day of Week	Sunday	Monday	Tuesday	Wednesday	Thursday	Friday	Saturday	Total
0000 - 0059 Hrs	5	1	4	7	12	4	9	42
0100 - 0159 Hrs	0	4	5	5	1	13	6	34
0200 - 0259 Hrs	3	1	4	5	4	10	3	30
0300 - 0359 Hrs	6	0	3	3	9	3	2	26
0400 - 0459 Hrs	7	1	4	0	1	2	10	25
0500 - 0559 Hrs	0	2	6	1	0	3	7	19
0600 - 0659 Hrs	7	1	0	1	0	10	1	20
0700 - 0759 Hrs	6	1	1	1	1	2	9	21
0800 - 0859 Hrs	12	5	4	6	6	12	9	54
0900 - 0959 Hrs	5	6	8	10	7	13	2	51
1000 - 1059 Hrs	5	8	6	11	9	7	6	52
1100 - 1159 Hrs	6	9	12	12	8	13	7	67
1200 - 1259 Hrs	6	8	10	13	7	8	10	62
1300 - 1359 Hrs	6	16	13	7	11	16	6	75
1400 - 1459 Hrs	1	10	10	6	9	13	11	60
1500 - 1559 Hrs	5	5	11	10	10	17	9	67
1600 - 1659 Hrs	3	8	6	4	10	10	10	51
1700 - 1759 Hrs	2	4	11	1	6	6	7	37
1800 - 1859 Hrs	5	6	5	4	6	11	3	40
1900 - 1959 Hrs	2	2	5	2	8	3	8	30
2000 - 2059 Hrs	5	6	2	2	6	10	6	37
2100 - 2159 Hrs	4	5	11	5	8	13	6	52
2200 - 2259 Hrs	1	2	5	8	2	13	9	40
2300 - 2359 Hrs	0	6	6	6	4	11	9	42
Total	102	117	152	130	145	223	165	1034

Calls For Service Totals By Call Type

05/01/2026 to 05/31/2026

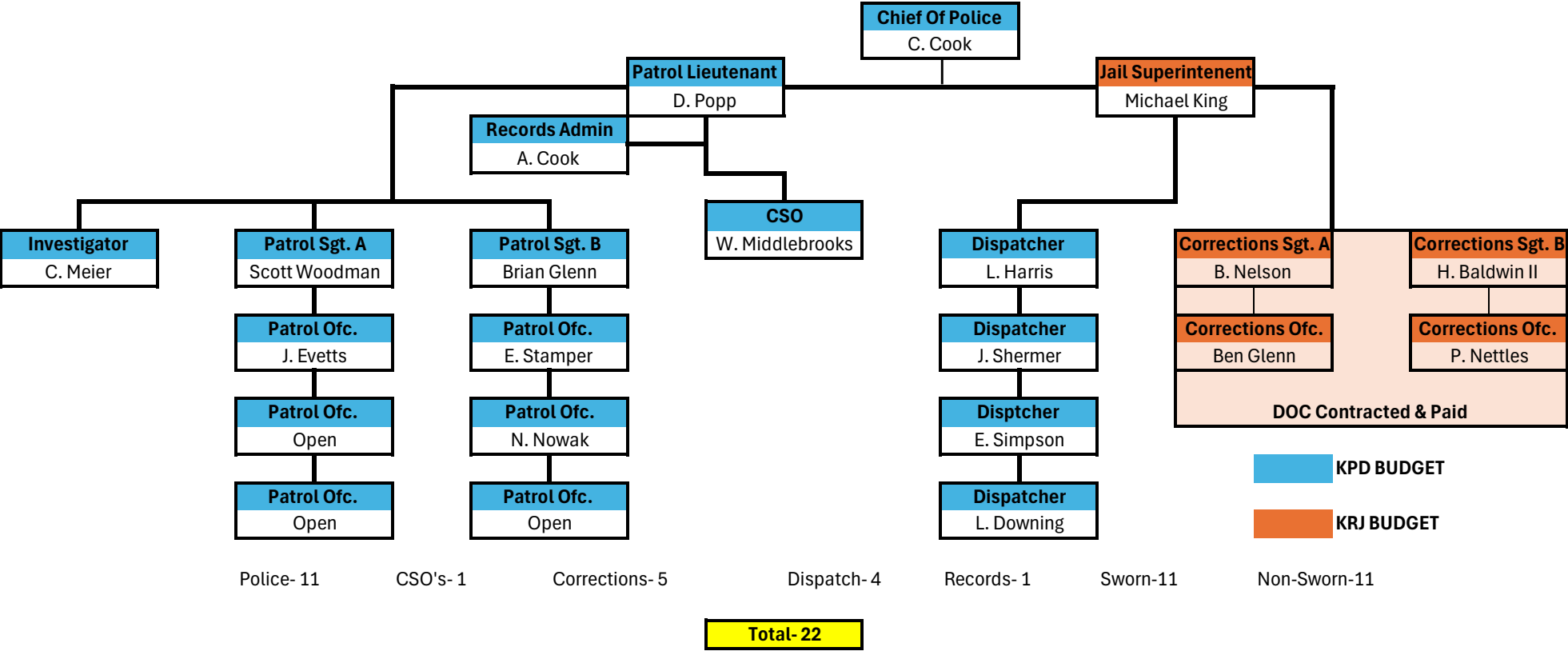
Call Type	Totals
AGAS AGENCY ASSIST (NON LAW ENFORCEMENT) M	38
ALAR-F ALARM FOUNDED	5
ALAR-U ALARM UNFOUNDED	1
ASLT ASSAULT	12
BURG BURGLARY	1
CHAB CHILD ABUSE/NEGLECT	2
CIVIL CIVIL	14
COURT COURT APPEARANCES	1
CURF CURFEW	3
DIST DISTURBANCE	17
DOGY ANIMAL CONTROL	39
DOMS DOMESTIC	11
DUI DRIVING UNDER THE INFLUENCE	2
FIGH FIGHT	2
FOCH FOUND CHILD	1
HARA HARASSMENT	3
INTP INTOXICATED PERSON	21
JAOFF JAIL ASSIST OFFICAL(BOOKINGS=AST, COU	12
JFING JAIL FINGER PRINTING	2
JMISR NUMBER COUNT OFF THIS IS A FILLER SR	1
JPTRN JAIL PRISONER TRANSPORTS	1
MCA MINOR CONSUMING ALCOHOL	1
MCHD MISSING CHILD	1
MPRP MISSING PROPERTY	3
MVC-D MOTOR VEHICLE CRASH-DAMAGE ONLY	2
MVC-I MOTOR VEHICLE CRASH-INJURY	1
PASS PUBLIC ASSIST	456
PHN Phone Call	2
POLYCOM INMATE COURT	1
PROV PROBATION VIOLATION	1
PSAF PUBLIC SAFETY	2
PTRN PRISONER TRANSPORT (KPD OFFICERS TRAN	2
PUBR PUBLIC RELATIONS	65
PW Public works	1
RUNA RUNAWAY	2
S & R SEARCH & RESCUE	1
SALT SEXUAL ASSAULT	1

Calls For Service Totals By Call Type

05/01/2026 to 05/31/2026

Call Type		Totals
SCHOOL	SCHOOL PATROL	22
SECU	SECURITY	176
SPRP	STOLEN PROPERTY	2
SUCD	SUICIDE/SUICIDAL/ATTEMPTED/POSSIBLE	3
SUM/SUB	SERVING SUMMONS/SUBPOENA/ORDER TO SHO	21
SUSP	SUSPICIOUS PERSON/VEHICLE/ACTIVITIES	2
THEF	THEFT	3
THRE	THREATS	4
TRAF	TRAFFIC	15
TRES	CRIMINAL TRESPASS	11
TRNG	Training Run	1
TSA	TSA ASSISTS/AIRPORT SECURITIES	10
VOCR	VIOLATION OF CONDITIONS OF RELEASE	8
WARRANT	WARRANT (ARREST, BENCH, DAY, AND SEAR	17
WEAP	WEAPONS	2
WELF	WELFARE CHECK	6
Grand Total for all calls		1034

Kotzebue Police Department Organizational Chart





Kotzebue Fire Department

Section XI, Item c)

City Council Report
June 12, 2026

Emergency Response Activity

During May 2026, the Kotzebue Fire Department (KFD) responded to approximately **66** calls for service. Of those responses, **53** were EMS-related incidents and **2** were fire/public assistance calls. The remaining calls included various service requests and emergency responses requiring department support.

The continued demand for emergency medical services highlights the critical role KFD personnel play in providing timely emergency care and support to the community.

Training and Professional Development

KFD continues to prioritize training and professional development to ensure personnel maintain the skills necessary to provide high-quality emergency services.

The department is currently working in partnership with the State of Alaska to host a Firefighter I certification course for active department members, volunteers, and interested community members. The course is scheduled to begin on July 13, 2026.

The training program will be led by two State-Certified Fire Instructors from KFD and will include both classroom instruction and practical hands-on training conducted primarily on weekends. The course has been designed to accommodate participants who work full-time, allowing them to complete the training without significantly impacting their employment or daily responsibilities.

KFD also continues to work closely with Maniilaq EMS to maintain emergency medical training standards through ongoing EMS education and case review sessions.

Department Operations

Department personnel have been actively engaged in preparing department facilities and training areas for the upcoming Firefighter I course. Efforts have included the removal and disposal of outdated, expired, and unserviceable equipment, as well as the general cleanup and organization of department property.

KFD would also like to express its appreciation to the City of Kotzebue Public Works Department for its assistance in removing construction debris that had been left on department property following HVAC construction activities, as well as other large, discarded items. Their support has been instrumental in helping the department achieve its facility cleanup and training preparation goals.

These improvements will enhance safety, improve operational efficiency, and provide a more training environment for students participating in the Firefighter I program.

Staffing

The Kotzebue Fire Department currently maintains a staff of 11 full-time employees, including administrative and operational personnel. Additional staffing includes:

- One Office Manager/Administrator
- One Part-Time EMT/Firefighter
- One First Responder Flex Position (ETT/First Responder)

Volunteer participation continues to be an essential component of department operations. Numerous volunteers have stepped forward to respond to calls for service and provide additional coverage when needed. Their commitment and willingness to serve significantly enhance the department's ability to meet community needs. KFD extends its sincere appreciation for their continued dedication and support.

Community Outreach and Support

On May 18, 2026, the Kotzebue Volunteer Fire Department organized and conducted a community car wash fundraiser. The event raised more than \$2,000 to support a local community member experiencing a medical emergency and to assist Arctic Search & Rescue (NWAB SAR) in its ongoing efforts to locate a missing community member.

The department appreciates the strong community participation and support demonstrated during this event. Efforts such as these reflect the department's ongoing commitment to serving the community beyond emergency response operations.

Closing

The Kotzebue Fire Department remains committed to providing professional emergency services, maintaining operational readiness, supporting community initiatives, and developing the next generation of firefighters and emergency responders. We appreciate the continued support of the Mayor and City Council as we work to serve the residents of Kotzebue.

Respectfully,

-Captain Neal Carlson

EMS Calls May 2026	
Medevac Patient Transport	60
911 Response/Transport	40
Police Matter/Assist	1
Agency Mutual Aid	
Non-Emergency Transport	4
Call Cancelled/ No Patient Contact	1
Refusals	1
Human Remains Transport	3
False Call	3
EMS Rescue/ Other Standby	
Total	53
Fire Calls May 2026	
False Fire Alarm	4
Lockout/ Public Assist	2
HazMat Incident	
Rescue Operation	
Building Fire	
Vehicle Fire	
Brush/ Wildland Fire	
Trash/ Dumpster Fire	
Investigation for Signs of Fire	1
Investigate for HazMat	
Unapproved Open Burn/ Fire Extinguishment	
Mutual Aid/ Standby	
Total	6
Approximate Total Incidents 05/2026	66

Staffing Updates

- **Current Staff:**
 1. Acting Director – Full-Time
 2. Program Coordinator – Full-Time
 3. Janitor – Full-Time
 4. Permanent Part-Time Attendant 1
 5. On-call Part-Time Attendant 2
 - **Vacancies:**
 1. Assistant Director
 2. Activities Coordinator (Budgeted)
 3. Attendant (Budgeted)
-

Special Events / Projects

- **May 25: Memorial Day Parade:** The Memorial Day Parade was well represented by Veterans, the Police Department, the Fire Department, and many supporting residents marching in honor of fallen service members. Chester Ballot and Mayor Chase provided thoughtful remarks, adding to the significance of the event and strengthening the sense of community remembrance and appreciation.
- **Tribute 10K Run:** Held on May 25 at 1:00 PM, the Memorial Day Tribute 10K Run was successfully completed with 20 participants. This meaningful community event honored the courage and sacrifice of fallen service members while promoting health, wellness, and unity across the community. The run was hosted in partnership with the Maniilaq Diabetes Program and was led by Josh Hadley and Josh Fillible. Everyone had a wonderful time.
- **June 1:** Third Planning Meeting for July 4th Celebration.
- **June 5:** Game Day: Approximately 40 youth participated in the event.
- **June 12:** Arts & Crafts Day: Approximately 25 youth participated in the event.

Upcoming Events

- **June 15,22,26,29: Game Day.** This event will take place from 1 PM to 4:30 PM
- **June 25: Story and Craft Day.** This event will occur every Thursday at 3 PM during the summer.
- **July 3-4:** July 4th 250 Years of Arctic Voices Celebration.
- **July 13-14:** Recreation Economy for Rural Community in-person workshop.

Youth Center

- **Facility Rentals:** Demand for Youth Center rentals continue to be strong, particularly on weekends.

Ongoing Programs:

- **Toddler Time:** Held Tuesdays and Thursdays from 10:00 AM to 11:30 AM, with an average attendance of approximately 15 children per session.
- **Dance Fit:** End of season.
- **Yoga & Tai Chi:** Classes held every Saturday from (9:30-10:20, 10:30–11:45 AM
- **Chess Club:** Held every Friday, 7:00 PM

Armory

- **Hours of Operation:**
 - Monday, Wednesday, Friday: 5:30 PM – 9:30 PM
 - Saturday: 10:00 AM – 2:30 PM
- With an average attendance of approximately 10 patrons per session.

Open Gym:

Hours of Operation:

Monday, Thursday, Saturday: 5:30-9:00 PM

With an average attendance of 40 participants, including both youth and adults.

Playground

- **Rainbow Park:** A new bucket toddler swing seat has been installed to enhance safety and accessibility for younger children. Daily inspections and routine safety checks are being conducted to ensure the playground remains safe, clean, and enjoyable for all children and families in the community.
- **Otter Park:** Staff continue to conduct daily routine safety checks to ensure the area is secure and safe for public use. An old boat and an old wooden trash can were removed from in front of the park.

Veteran's Commemorative Park

- Funding received for materials; development continues.

Focus Areas Moving Forward

- Maintain facility and program operations.
- Expand youth programming to address gaps from Boys & Girls Club closure.
- Plan and execute upcoming summer programs, including Summer Youth Program activities, Fourth of July Independence Day celebrations, and the Recreation Economy for Rural Communities in-person workshop, ensuring effective coordination, strong community engagement, and successful event delivery.
- Continue staffing recruitment.
- Enhance community engagement and recreation offerings.

“Stronger communities are built through connection, recreation, and shared purpose—where every program, event, and space brings people together and strengthens the quality of life for all.”

May 2026

Arctic Spirits Manager's Report

To: Ron Johnson – City Manager
CC: Mike Wetzel– CFO, Donald Jones – City Clerk
From: Jamie Lambert, Arctic Spirits Manager
Date: June 1, 2026
Re: Arctic Spirits Manager's report and monthly recap comparison.

The following is a calendar recap for May 2025 as compared to May 2026.

Total revenue collected in May of 2025 was \$258,624.07, compared to \$259,711.50 in May of 2026. This is a increase of \$1,087.43 or less than 1% more revenue than this time last year. There were 25 sales days in May of 2025 and 26 sales days in May of 2026.

In May of 2025 we had 5,017 customers compared to 5,019 in May of 2026. This is an increase of 2 customers. The average sale in May of 2025 was \$51.55 compared to \$51.75 in May of 2026 or an average of \$0.20 more spent per customer this year compared to last year.

Cigarette sales in May of 2025 were \$8,882.54 as compared to \$8,710.02 in May of 2026. This is a decrease of \$172.52 or 2% less in tobacco sales compared to this time LY.

The delivery Site 0 logged transaction.

The number of 10-day permits issued was 131.

The number of 30-day permits issued was 4.

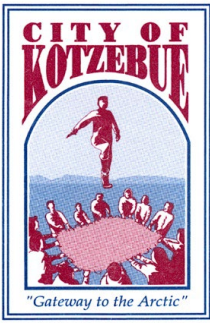
The number of 90-day permits issued was 3.

The number of 180-day permits issued was 16.

The number of one-year permits issued was 60. 56 of which were renewals.

At least 5 permits were newly suspended or revoked due to background checks, public-intoxication reports, and COR/judgement paperwork sent from the jail. We received 53 COR/judgements to update within our system.

Please feel free to contact me if you have any questions,
Jamie Lambert - Arctic Spirits Store Manager
(907)442-4000 or (907)412-0747



258A Third Avenue
P.O. Box 46
Kotzebue, Alaska 99752

City Hall 907-442-3401

Police Dept 907-442-3351

Fire Dept 907-442-3404

Public Works 907-442-3401

Parks & Rec 907-442-3106

Section XI, Item c)

HUMAN RESOURCES | PUBLIC RELATIONS

City Council Report

June 2026

CURRENTLY ON A HIRING FREEZE, EXCEPT FOR CRITIAL POSITIONS

Active Job Postings

TITLE	DEPARTMENT	FT / PT / Temp
Activities Coordinator	Parks & Rec	FT
Accounting Clerk	Admin	FT
Harbor Master	Parks & Rec	FT
Harbor Attendant (x2)	Parks & Rec	PT

Current Employee Count 85

71 Full-Time Employees

14 Part-Time / On-Call / Flex Employees

Employee Benefits

- Open Enrollment Extended for all part-time and full-time permanent employees.
- 2 health insurance benefits plans.

PUBLIC RELATIONS

June 19, 2026 City closure in observance of Junteenth

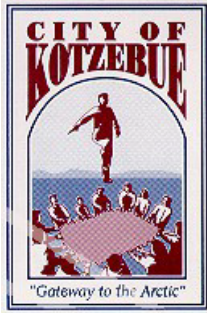
June 20, 2026 Dollar-a-bag Day

July 3, 2026 City closure in observance of July 4, 2026

11 PSAs posted

Donald Jones

City Clerk | HR Lead | PR



6/11/26

Planning Director: June 2026 RPCM Report

I. Permits for month of February, March, April

- a. Building permits
 - i. 1 pending
 - ii. 5 issued
- b. Moving permits
- c. Excavation permits
 - i. 0 pending
 - ii. 1 issued
- d. Variance Request
 - pending(Kelsey)
 - 2 issued(Walker LLC, Maniilaq Patient Housing)
- e. Tidelands permits
 - 1. CRS
- f. Subdivisions

II. 2024 & 2025 FEMA Disaster Recovery

- a. The federal Department of Homeland Security, includes FEMA,that department has been funded and has resumed weekly conference calls
- b. The State of Alaska Division of Homeland Security and Emergency Management Services continues to meet weekly with the City of Kotzebue working on the projects declared in the disaster. **The City just received notice that nearly \$700,000.00 is reimbursed**

III. Western Alaska Flood Disaster-Alaska Community Foundation

- a. The Public Works Director and City Planner met with representatives of the Western Alaska Flood Disaster Steering Committee. The group is tasked with working with impacted communities and providing funding assistance decisions to ACF. The City has proposed spending the \$100,000.00 grant to replace the outdated communication equipment of the Police and Fire Departments. **ACF did approve our requested use of \$100k on communications equipment**
- b. The City of Kotzebue has not yet designated a budget of \$30,000.00 for the three homes and families displaced following the flood.

IV. Insurance claims of infrastructure impacted by the flood

- a. The City maintains insurance of city infrastructure under the former AMLJIA, now ARBOR
- b. The City is working to process claims on the three lift stations damaged by the flood, currently about \$100k in claims have been filed for those repairs.

V Maniilaq Employee and Patient Housing Projects

- a. The Maniilaq projects have variances related that are triggering additional building permits, i.e. Lift Station 9 and Sewer main improvements

VII The numerous companies related to permitting questions.

- a. Childcare at the school will require renovations.
- b. A network facility at the old Bayside restaurant.
- c. Solar Expansion by QIRA at the KEA windfarm