



## Petersburg Borough

12 South Nordic Drive  
Petersburg, AK 99833

### Meeting Agenda Borough Assembly Regular Meeting

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Monday, February 02, 2026

12:00 PM

Assembly Chambers

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You are invited to a Zoom webinar!

When: Feb 2, 2026 12:00 PM Alaska

Topic: February 2, 2026 Assembly Meeting

Join from PC, Mac, iPad, or Android:

<https://petersburgak-gov.zoom.us/j/82152723793?pwd=3irNbTbFQc4T7my0C7H7YBVmlztBu6.1>

Passcode:223783

Webinar ID: 821 5272 3793

Passcode: 223783

**1. Call To Order/Roll Call**

**2. Voluntary Pledge of Allegiance**

**3. Approval of Minutes**

A. The January 20th minutes will be on the February 17th agenda for approval.

**4. Amendment and Approval of Meeting Agenda**

**5. Public Hearings**

A. **Ordinance #2026-02: An Ordinance of the Petersburg Borough Assembly Vacating a Portion of the Seventh Street Right-Of-Way and Authorizing Conveyance of the Vacated Area to the Borough, to be Consolidated with Adjacent Block 275 to Create a Lot Suitable for Residential Development**

Any public testimony regarding Ordinance #2026-02 should be given during this public hearing. A copy of Ordinance #2026-02 may be found under agenda item 14B.

B. **Ordinance #2026-03: An Ordinance Amending Petersburg Municipal Code Chapter 14.20, Entitled “Municipal Harbors”, to Increase Harbor Fees**

Any public testimony regarding Ordinance #2026-03 should be given during this public hearing. A copy of Ordinance #2026-03 may be found under agenda item 14C.

## **6. Bid Awards**

## **7. Persons to be Heard Related to Agenda**

*Persons wishing to share their views on any item on today's agenda may do so at this time.*

## **8. Persons to be Heard Unrelated to Agenda**

*Persons with views on subjects not on today's agenda may share those views at this time.*

## **9. Boards, Commission and Committee Reports**

### **A. Recommendation to Assembly from Planning Commission**

The Planning Commission recommends pursuing a land exchange with Tidal Network for the Rory Road property to relocate the planned communications tower to a lower- impact location.

The minutes from the Planning Commission's January 13, 2026, meeting are attached for reference.

## **10. Consent Agenda**

## **11. Report of Other Officers**

### **A. SEAPA Special Board Meeting Report**

Utility Director Hagerman has provided a report for the January 22, 2026 SEAPA Board meeting which is attached to this packet.

### **B. Petersburg Medical Center**

PMC CEO Hofstetter will update the Assembly on Medical Center activities. A report is attached to this agenda item.

### **C. Petersburg School District**

Petersburg School Superintendent Taylor will provide a report on school district activities.

## **12. Mayor's Report**

### **A. February 2, 2026 Mayor's Report**

A summary from the recent Housing Work Session is attached to this agenda item.

## **13. Manager's Report**

### **A. February 2, 2026 Manager's Report**

## **14. Unfinished Business**

### **A. Ordinance #2026-01 Supplemental Budget: An Ordinance of the Petersburg Borough Adjusting the FY 2026 Budget for Known Changes - Third Reading**

If approved in three readings this supplemental budget would make changes to the following funds:

Transfer \$300,000 from the FY2025 General Fund Surplus to the Parks and Recreation Sewer Repair Capital Project. A memo from Director Payne regarding the transfer is attached.

Transfer the remaining General Fund FY2025 surplus of \$131,365 to the Assisted Living Facility Fund that is operating at a deficit.

Increase the Parks and Recreation Department Maintenance Budget by \$5,000 to cover the unanticipated costs associated with the Aquatic Center electrical panel breaker failure.

Ordinance #2026-01 was unanimously approved in its first reading and unanimously approved in its second reading as amended.

**B. Ordinance #2026-02: An Ordinance of the Petersburg Borough Assembly Vacating a Portion of the Seventh Street Right-Of-Way and Authorizing Conveyance of the Vacated Area to the Borough, to be Consolidated with Adjacent Block 275 to Create a Lot Suitable for Residential Development - Second Reading**

If approved in three readings, Ordinance #2026-02 would allow the Borough to combine the vacated portion of the right-of-way with Block 275 to form a single parcel for future housing. The Planning Commission has recommended approval, and their report is attached to this agenda item.

**C. Ordinance #2026-03: An Ordinance Amending Petersburg Municipal Code Chapter 14.20, Entitled “Municipal Harbors”, to Increase Harbor Fees - Second Reading**

If approved in three readings, Ordinance #2026-03 will increase harbor moorage and use fees effective March 1, 2026.

**D. Proposed Contract of Sale of Borough Land to Tidal Network**

This item, requested by Member Meucci, would schedule consideration of a proposed sale of borough land to the Central Council of the Tlingit and Haida Indian Tribes of Alaska, dba Tidal Network, for the assembly meeting of March 16, 2026.

This would schedule consideration of the contract for a meeting when all members are anticipated to be present.

**15. New Business**

**A. Ordinance #2026-04: An Ordinance Amending the Official Zoning Map for Service Area 1 of the Petersburg Borough to Zone A Parcel of Borough Tideland Industrial (I-1) Within the Marine Industrial Overlay Zone Subdistrict - First Reading**

If adopted, this ordinance shall amend the Service Area 1 Zoning Map to designate a Borough- owned tideland parcel as Industrial (I- 1) within the Marine Industrial

Overlay. The Planning Commission report, recommending approval of the rezone, is attached to this agenda item.

**B. Resolution #2026-02: A Resolution Authorizing a Special Use Permit for A Portion of the Dolphin Street Right-Of-Way**

If approved, Resolution #2026-02 will approve Silver Bay Seafoods-Southeast LLC's application for a Special Use Permit to use approximately 6,000 square feet of the Dolphin Street right-of-way for the purpose of loading container vans.

The Planning Commission report, recommending approval of the Special Use Permit, is attached to this agenda item.

**C. Budget Work Session:** Finance Director Tow requests that the Assembly select a date and time for an upcoming budget work session.

The first reading of the budget is scheduled for the May 4th Assembly meeting. The following dates have been proposed for the budget work session: April 28, 29, or 30 at noon.

**16. Communications**

**A. Correspondence Received Since 1.16.2026**

**17. Assembly Discussion Items**

**A. Assembly Member Comments**

**South Harbor Bathrooms at the Crane Dock**

Member Valentine requested this item for Assembly discussion regarding the installation of bathrooms at the South Harbor crane dock.

**B. Recognitions**

**18. Executive Session**

**A. Executive Session: Negotiation Strategy for Land Sale to Tidal Network**

The basis for this executive session is to discuss matters the immediate knowledge of which would clearly have an adverse effect upon the finances of the borough and where public discussion would likely impair the Borough's bargaining position and result in less favorable financial terms.

No final action will be taken in the executive session.

Suggested motion: *I move, according to Alaska Statute 44.62.310(c)(1), to enter into executive session to discuss the status of ongoing direct negotiations with Tidal Network for the potential sale of borough land, including discussion of proposed purchase price, material contingencies, permitted land use, and other material terms and conditions, and the borough's negotiating strategy and position.*

## **B. Borough Manager Evaluation**

The basis for this executive session is to discuss the Borough Manager's annual performance evaluation and performance goals arising directly from the evaluation. The Borough Manager may request a public discussion.

Suggested motion: *I move to enter into executive session, in accordance with Alaska Statute 44.62.310(c)(2), to discuss the Borough Manager's annual performance evaluation and performance goals arising directly from the evaluation.*

## **19. Adjourn**