



Petersburg Borough

12 South Nordic Drive
Petersburg, AK 99833

Meeting Agenda Borough Assembly Regular Meeting

Monday, March 07, 2022

12:00 PM

Assembly Chambers

You are invited to a Zoom webinar.
When: Mar 7, 2022 12:00 PM Alaska
Topic: March 7, 2022 Assembly Meeting

Please click the link below to join the webinar:

[https://petersburgak-
gov.zoom.us/j/81775252839?pwd=NTZFRmxJdlIZDWiNaL1N0dHBNbUxkQT09](https://petersburgak.gov.zoom.us/j/81775252839?pwd=NTZFRmxJdlIZDWiNaL1N0dHBNbUxkQT09)

Passcode: 352040

Or Telephone:

(253) 215-8782 or (720) 707-2699
Passcode: 352040

1. **Call To Order/Roll Call**
2. **Voluntary Pledge of Allegiance**
3. **Approval of Minutes**
 - A. **February 22, 2022 Assembly Meeting Minutes**
4. **Amendment and Approval of Meeting Agenda**
5. **Public Hearings**
 - A. **Public Hearing for Ordinance #2022-03: An Ordinance Amending Petersburg Municipal Code Chapter 14.20, Entitled "Municipal Harbors", to Increase Harbor Fees**

Any public testimony regarding Ordinance #2022-03 should be given during this public hearing. A copy of Ordinance #2022-03 may be found under agenda item 14B.
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

10. Consent Agenda

A. Beachcomber Lodge LLC Liquor License Renewal Application

The Beachcomber Lodge has applied with the Alaska Alcohol & Marijuana Control Office for an alcohol beverage dispensary license renewal. The Assembly may support or protest the application. A protest may not be arbitrary, capricious or unreasonable.

11. Report of Other Officers

A. Petersburg Medical Center Update

PMC CEO Hofstetter will update the Assembly on activities at the Medical Center.

B. SEAPA Update

Assembly and SEAPA Board Member Lynn and Utility Director and Alternate SEAPA Board Member Hagerman will provide an update on SEAPA activities.

Also attached is an interesting article published by T&D World about SEAPA's recent submarine cable replacement project.

C. Police and Dispatch Retention Survey Report

Manager Giesbrecht will review his report on the Police and Dispatch Retention survey recently conducted.

12. Mayor's Report

A. March 7, 2022 Mayor's Report

13. Manager's Report

A. March 7, 2022 Manager's Report

14. Unfinished Business

A. Ordinance #2022-01: An Ordinance Authorizing the Issuance of Electric Utility Revenue Bonds of Petersburg Borough Electric Utility - Third and Final Reading

If adopted, Ordinance #2022-01 will authorize the issuance of electric utility revenue bonds of Petersburg Borough Electric Utility (the "Electric Utility") in an aggregate principal amount not to exceed \$7,800,000, to finance: (i) improvements to the Electric Utility system's Blind Slough plant and the Scow Bay Standby Generation project, and to pay incidental costs incurred in connection with carrying out such improvements (the "Project"); and (ii) to pay the costs incident to financing the Project, including providing for a debt service reserve, if necessary, and paying the costs of issuance of the bonds, all as authorized by Ordinance #2021-12 of the Borough Assembly and

ratified by the Borough's voters at an election held therein on October 5, 2021; authorizing the pledge of Net Revenue of the Electric Utility to pay debt service on the bonds; providing for the date, terms and covenants of the bonds; authorizing the sale of the bonds to the Alaska Municipal Bond Bank on the terms and conditions provided in this ordinance; and establishing an effective date. Ordinance #2022-01 was unanimously approved in its first and second readings.

B. Ordinance #2022-03: An Ordinance Amending Petersburg Municipal Code Chapter 14.20, Entitled "Municipal Harbors", to Increase Harbor Fees – Second Reading

Adoption of Ordinance #2022-03 will increase harbor moorage and use fees effective April 1, 2022. Ordinance #2022-03 was unanimously approved in its first reading.

15. New Business

A. Resolution #2022-02: A Resolution Approving the Distribution of the Local Government Lost Revenue Relief Grant in the Amount of \$1,430,892

Approval of Resolution #2022-02 will satisfy the grant requirements to submit a scope of work, which includes a detailed description of how the funds will be used, to the State of Alaska by March 15, 2022.

B. Application to Purchase Borough Property - 700 Sandy Beach Road

The Borough has received an application to purchase Borough-owned property located at 700 Sandy Beach Road. As outlined in Petersburg Municipal Code Section 16.12.080, a public hearing on the application was held by the Planning Commission on February 8, 2022, and the Commission has submitted a recommendation to the Assembly to sell the property by sealed bid (Planning Commission Report is attached).

During this meeting, the Assembly shall determine whether the application shall move forward in the application process or be denied. If the application is to move forward, the Assembly shall schedule a public sale or exempt the application and disposal from public sale.

If the Assembly determines to schedule a public sale, the method of sale must be selected (Outcry Auction* or Sealed Bid) and a date/time for the public sale must be chosen. Clerk Thompson will draft the appropriate documents to bring before the Assembly for approval at the next regularly scheduled Assembly meeting. (*Please note Borough Charter Section 11.13(E) states that Borough officers, employees and elected officials are not eligible to purchase borough property while holding office or employment, or for a period of six months after leaving office or employment, unless the sale is conducted by sealed bid.)

If the Assembly determines to exempt the application and disposal from public sale, the Assembly shall establish the alternative method, terms, and conditions of disposal. The Assembly may authorize the Borough Manager to proceed by direct

negotiations with the final terms of the negotiated disposal subject to Assembly approval.

Summary of Assembly actions needed today:

- 1) Determine if application to purchase Borough property shall move forward in the process or be denied. If application is denied, no further action is required.
- 2) If the application is to move forward in the process, the Assembly shall determine if the sale shall be open to the public or exempted from public participation.
- 3) If public sale, the Assembly shall determine if the sale shall be by Outcry Auction or Sealed Bid and shall choose a date/time for the sale. If exempted from public sale, the Assembly shall establish the alternative method, terms, and conditions of disposal.

C. Application to Purchase Borough Property - 1015 Sandy Beach Road

The Borough has received an application to purchase Borough-owned property located at 1015 Sandy Beach Road. As outlined in Petersburg Municipal Code Section 16.12.080, a public hearing on the application was held by the Planning Commission on February 8, 2022, and the Commission has submitted a recommendation to the Assembly to sell the property by sealed bid unless the Assembly decides not to dispose of the property; in which case, the Commission recommends the Assembly consider rezoning the parcel from Single-Family Residential to Open Space (Planning Commission Report is attached).

During this meeting, the Assembly shall determine whether the application shall move forward in the application process or be denied. If the application is to move forward, the Assembly shall schedule a public sale or exempt the application and disposal from public sale.

If the Assembly determines to schedule a public sale, the method of sale must be selected (Outcry Auction* or Sealed Bid) and a date/time for the public sale must be chosen. Clerk Thompson will draft the appropriate documents to bring before the Assembly for approval at the next regularly scheduled Assembly meeting. (*Please note Borough Charter Section 11.13(E) states that Borough officers, employees and elected officials are not eligible to purchase borough property while holding office or employment, or for a period of six months after leaving office or employment, unless the sale is conducted by sealed bid.)

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3) If public sale, the Assembly shall determine if the sale shall be by Outcry Auction or Sealed Bid and shall choose a date/time for the sale. If exempted from public sale, the Assembly shall establish the alternative method, terms, and conditions of disposal.

D. Road Grader V-Plow Purchase

Public Works Director Cotta recommends purchase of a V-plow for the Streets Department grader from NC Machinery for an amount not to exceed \$42,776. The V-plow will allow for more effective and efficient clearing of deep snowpack. The Assembly approved a supplemental budget ordinance on January 18, 2022, that included \$45,000 for this purchase.

E. Police Officer and Dispatcher/Corrections Officer Recruitment and Retention

The Assembly may take action on the Police and Dispatch Retention Survey Report discussed earlier under Report of Other Officers.

16. Communications

A. Correspondence Received Since February 17, 2022

17. Assembly Discussion Items

A. Police Department Operations Manual

Assembly Member Meucci requested this discussion item.

B. Police Department Crime and Motor Vehicle Statistic Report

Assembly Member Meucci requested this discussion item.

C. Assembly Member Comments

D. Recognitions

18. Adjourn



Petersburg Borough

12 South Nordic Drive
Petersburg, AK 99833

Meeting Minutes Borough Assembly Regular Meeting

Tuesday, February 22, 2022

6:00 PM

Assembly Chambers

1. Call To Order/Roll Call

Mayor Jensen called the meeting to order at 6:00 p.m.

PRESENT

Assembly Member Bob Lynn
Assembly Member Chelsea Tremblay
Assembly Member David Kensinger
Vice Mayor Jeigh Stanton Gregor
Assembly Member Jeff Meucci
Mayor Mark Jensen
Assembly Member Thomas Fine-Walsh

2. Voluntary Pledge of Allegiance

The Pledge was recited.

3. Approval of Minutes

A. February 7, 2022 Assembly Meeting Minutes

The February 7, 2022 meeting minutes were unanimously approved.

Motion made by Assembly Member Meucci, Seconded by Assembly Member Tremblay.

Voting Yea: Assembly Member Lynn, Assembly Member Tremblay, Assembly Member Kensinger, Vice Mayor Stanton Gregor, Assembly Member Meucci, Mayor Jensen, Assembly Member Fine-Walsh

4. Amendment and Approval of Meeting Agenda

The agenda was approved as submitted.

Motion made by Assembly Member Meucci, Seconded by Assembly Member Tremblay.

Voting Yea: Assembly Member Lynn, Assembly Member Tremblay, Assembly Member Kensinger, Vice Mayor Stanton Gregor, Assembly Member Meucci, Mayor Jensen,

Assembly Member Fine-Walsh

5. Public Hearings

A. Public Hearing for Ordinance #2022-01: An Ordinance Authorizing the Issuance of Electric Utility Revenue Bonds of Petersburg Borough Electric Utility

No testimony was given.

6. Bid Awards

A. Caterpillar 399 In-Frame Overhaul Award

By unanimous roll call vote, the Assembly approved award of an overhaul of Power & Light's Caterpillar 399 in-frame diesel generator to NC Machinery/NC Power Systems for an amount not to exceed \$158,572.11.

Motion made by Assembly Member Meucci, Seconded by Assembly Member Lynn. Voting Yea: Assembly Member Lynn, Assembly Member Tremblay, Assembly Member Kensinger, Vice Mayor Stanton Gregor, Assembly Member Meucci, Mayor Jensen, Assembly Member Fine-Walsh

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.

Don Koenigs spoke in support of Ordinance #2022-02.

Brittni Caulum spoke in support of our Police Department.

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.

Jolyn Duddles spoke in opposition to the sale of Borough-owned property located at 1015 Sandy Beach Road.

Don Koenigs recommended the Assembly change all Assembly meetings to evening meetings, and spoke in support of the sale of Borough-owned property located at 1015 Sandy Beach Road.

9. Boards, Commission and Committee Reports

No reports were given.

10. Consent Agenda

There were no Consent Agenda items.

11. Report of Other Officers

A. Southeast Conference Mid-Session Summit and Transportation Symposium Report

Assembly Member Kensinger reported on his attendance at the Southeast Conference Mid-Session Summit.

B. Public Safety Advisory Board Meeting Report

Assembly Member Meucci reported on the recent PSAB meeting.

12. Mayor's Report

A. February 22, 2022 Mayor's Report

Mayor Jensen read his written report into the record and reported on his attendance at the Alaska Municipal League Winter Legislative Conference.

13. Manager's Report

A. February 22, 2022 Manager's Report

Manager Giesbrecht read his report into the record, a copy of which is attached and made a permanent part of these minutes.

14. Unfinished Business

A. Ordinance #2022-01: An Ordinance Authorizing the Issuance of Electric Utility Revenue Bonds of Petersburg Borough Electric Utility - Second Reading

Ordinance #2022-01 was unanimously approved in its second reading.

Motion made by Assembly Member Meucci, Seconded by Assembly Member Kensinger.

Voting Yea: Assembly Member Lynn, Assembly Member Tremblay, Assembly Member Kensinger, Vice Mayor Stanton Gregor, Assembly Member Meucci, Mayor Jensen, Assembly Member Fine-Walsh

15. New Business

A. Ordinance #2022-02: An Ordinance Amending Section 2.20.050 of the Petersburg Municipal Code, Entitled "Restrictions on Dual Office Holding", to Prohibit an Assembly Member from Being a Candidate for Mayor Unless the Assembly Member First Resigns from the Assembly, Except Where the Assembly Member's Term Ends Concurrently with that of the Incumbent Mayor - First Reading

Ordinance #2022-02 failed by a vote of 5-1.

Motion made by Assembly Member Meucci, Seconded by Assembly Member Kensinger.

Voting Yea: Mayor Jensen
Voting Nay: Assembly Member Lynn, Assembly Member Tremblay, Assembly Member Kensinger, Vice Mayor Stanton Gregor, Assembly Member Meucci, Assembly Member Fine-Walsh

B. Ordinance #2022-03: An Ordinance Amending Petersburg Municipal Code Chapter 14.20, Entitled "Municipal Harbors", to Increase Harbor Fees

The Assembly unanimously approved Ordinance #2022-03 in its first reading.

Motion made by Assembly Member Meucci, Seconded by Assembly Member Lynn.
Voting Yea: Assembly Member Lynn, Assembly Member Tremblay, Assembly Member Kensinger, Vice Mayor Stanton Gregor, Assembly Member Meucci, Mayor Jensen, Assembly Member Fine-Walsh

C. FY 2023 Priority Petersburg Borough Federal Projects

By unanimous roll call vote, the Assembly approved the FY 2023 Federal Projects list.

Motion made by Assembly Member Meucci, Seconded by Assembly Member Tremblay.
Voting Yea: Assembly Member Lynn, Assembly Member Tremblay, Assembly Member Kensinger, Vice Mayor Stanton Gregor, Assembly Member Meucci, Mayor Jensen, Assembly Member Fine-Walsh

D. Wastewater Discharge Permit Letter to Governor Dunleavy

The letter to Governor Dunleavy regarding Petersburg's 302h waiver for wastewater discharge was unanimously approved.

Motion made by Assembly Member Meucci, Seconded by Assembly Member Lynn.
Voting Yea: Assembly Member Lynn, Assembly Member Tremblay, Assembly Member Kensinger, Vice Mayor Stanton Gregor, Assembly Member Meucci, Mayor Jensen, Assembly Member Fine-Walsh

E. Childcare Work Session

The Assembly scheduled a work session to discuss childcare issues for Wednesday, March 23, 2022 at 6:00 p.m. in the Assembly Chambers.

Motion made by Assembly Member Meucci, Seconded by Assembly Member Tremblay.
Voting Yea: Assembly Member Lynn, Assembly Member Tremblay, Assembly Member Kensinger, Vice Mayor Stanton Gregor, Assembly Member Meucci, Mayor Jensen, Assembly Member Fine-Walsh

16. Communications

A. Correspondence Since February 3, 2022

17. Assembly Discussion Items

A. Borough Employees as Elected Board Members

Assembly Member Meucci requested a discussion regarding what would need to change to allow Borough employees to serve on elected Borough boards.

Borough Charter Section 2.10(A) reads as follows:

A. Other Public Offices, Employment or Contracts. Except to the extent otherwise provided by state law, no borough assembly member or mayor shall hold any other elected borough office, any other compensated borough office or any borough employment during term of office. Other than membership on an appointed committee, board or commission, no borough assembly member or the mayor shall be hired or appointed to any compensated borough office or borough employment for a period of one year after vacating office.

Borough Charter Section 7.01(D), Section 8.02(C), and Section 9.02(C) state, "The provisions of this Charter applicable to the assembly members and mayor apply to (planning commission, school board, hospital board) members to the extent permitted by law.

Therefore, as written, members of the Borough Assembly, Planning Commission, School Board and Hospital Board may not be Borough employees. To change the Charter, a ballot measure must be passed by Petersburg Borough voters at a municipal election.

During the meeting, Assembly Member Meucci stated he is not looking to move this subject to a future agenda.

B. Community Clean Up Week / Baler Voucher System

Assembly Member Meucci inquired about the cost of a free Community Clean Up week at the landfill. Assembly Member Tremblay discussed use of the current voucher system and using volunteers to haul refuse to the landfill for residents who do not have the means to do so.

C. Police Department Retention Report

This was discussed under Agenda Item 13, Manager's Report.

D. Assembly Member Comments

Assembly Member Meucci inquired whether the sale of the property on Sandy Beach road currently being discussed will be by sealed bid. Clerk Thompson clarified that the Assembly will decide whether to hold the auction by sealed bid or outcry auction.

E. Recognitions

Assembly Member Tremblay thanked Public Health for securing and distributing free KN95 masks to the community.

18. Adjourn

The meeting was adjourned at 7:55 p.m.

Motion made by Assembly Member Tremblay, Seconded by Assembly Member Meucci.
Voting Yea: Assembly Member Lynn, Assembly Member Tremblay, Assembly Member Kensinger, Vice Mayor Stanton Gregor, Assembly Member Meucci, Mayor Jensen, Assembly Member Fine-Walsh



THE STATE of ALASKA GOVERNOR MIKE DUNLEAVY

Department of Commerce, Community, and Economic Development ALCOHOL & MARIJUANA CONTROL OFFICE 550 West 7th Avenue, Suite 1600 Anchorage, AK 99501 Main: 907.269.0350

February 23, 2022

Petersburg Borough

Via Email: dthompson@petersburgak.gov; bregula@petersburgak.gov

Re: Notice of 2022/2023 Liquor License Renewal Application

Table with 2 columns: Field and Value. Fields include License Type, Licensee, and Doing Business As.

We have received a completed renewal application for the above listed license (see attached application documents) within your jurisdiction. This is the notice required under AS 04.11.480.

A local governing body may protest the approval of an application(s) pursuant to AS 04.11.480 by furnishing the director and the applicant with a clear and concise written statement of reasons for the protest within 60 days of receipt of this notice...

To protest the application referenced above, please submit your written protest within 60 days, and show proof of service upon the applicant and proof that the applicant has had a reasonable opportunity to defend the application before a meeting of the local governing body.

Sincerely,

Handwritten signature of Glen Klinkhart

Glen Klinkhart, Director amco.localgovernmentonly@alaska.gov

REPORT TO ASSEMBLY

Date: March 2, 2022

To: Mayor Jensen and Petersburg Assembly

From: Bob Lynn, SEAPA voting member and Karl Hagerman, SEAPA alternate

RE: February 28, 2022 Board of Directors meeting

CC: Steve Giesbrecht, Borough Manager

Please accept the following report of information received from the SEAPA staff at the February 28th Board of Directors meeting, held via zoom video conferencing.

1. The SEAPA Board received a copy of an article written by Robert Seidman, SEAPA Engineering Director, for T&D World – a well known electric industry publication. The article, titled “Island to Island: An Alaskan High-Voltage Submarine Cable Failure”, details the agency’s challenges and numerous successes when faced with the Woronkofsky to Vank Island cable failure and replacement. It is very well written and is not only a testament to SEAPA’s commitment to resolve the problem as soon as possible, but also presents our part of the world so that others understand the complexity of providing power to communities like Petersburg. A copy of the article is included in the Assembly packet.
2. Trey Acteson spoke about how the agency is positioning itself to take advantage of the federal dollars being rolled out by the Biden administration. The bulk of the funding is coming through established programs, with focus on projects and infrastructure that support SEAPA’s operation. Broadband improvements and grid resiliency funding have guided the agency to propose a few projects related to communications projects and updates to substations that serve to improve the overall dependability of the system.
3. SEAPA has rolled out a new website that is a vast improvement over the former site. There are numerous pictures of the hydro sites and intertie transmission line that help all site visitors understand the scope of the agencies system and what it means to deliver power to three communities in SE AK. An updated SCADA page provides real time information on how the power is being generated, transmitted and distributed across SEAPA’s system.
4. Trey discussed the need for additional increases to the Wholesale Power Rate. Board approved plans for the Vegetation Control program, Renewal and Replacement Fund and the debt service payments for the submarine cable bonding, require another $\frac{3}{4}$ of a cent increase over time. The Board has requested a proposed schedule for additional increases and the CEO will provide that at the next meeting.
5. During the Operations Plan update by Robert Seidman, it was made clear that system loads are increasing, and that the maximum capacity of the system is taxed when cold temperatures persist for extended periods of time in the winter. Member communities must continue to plan for the ability to meet their local peaks if SEAPA power fails in the winter. Additionally, peaking support from member utilities allows the agency to avoid overtaxing the SEAPA hydro projects.

Keeping all generation up and running during the seasonal peaks pays off in providing reliable power to the communities.

6. SEAPA staff discussed ongoing issues with recruitment of approved positions. The agency has had an IT/SCADA Director position advertised for about 18 months with very few applications received. This position was requested to relieve some pressure from the Engineering Director, and it is a much-needed member of the staff. The agency may resort to seeking a hiring firm to target potential applicants if interest in the job does not improve this spring. Other open positions have proven hard to fill in the last year as well. Operations positions at the hydro projects do not have a normal job schedule or shift so it takes the right person to be able to thrive under the required work schedule and the remote aspect of the job. Recent success in the hire of an Operator/Electrician at the Swan plant, after previous interviews and job offers were turned down, is a welcome report for the Board and the other operators at the projects.

End of report.



T&D Wc

TRANSMISSION RELIABILITY

Island to Island: An Alaskan High-Voltage Submarine Cable Failure

A utility serving several isolated Alaskan communities works to repair a severed power lifeline to the mainland.

Robert Siedman

When communities on remote islands are connected to an interconnected power system, the reliability of supply gets a boost while customer energy costs are reduced. For the small island of Petersburg, Alaska, U.S., the electrical connection to the Southeast Alaska Power Agency's (SEAPA) power system reduces customer energy costs by more than 70%. Without SEAPA's carbon-free connection, Petersburg would be forced to rely on diesel generation that, on average, discharges some 92,250 lb (41,844 kg) of CO₂ annually.

In September 2019, one of SEAPA's four, single-phase 138-kV oil-filled submarine cables failed. It was lying at a depth of 700 ft (213 m) at the bottom of the Stikine Strait crossing between the two uninhabited islands of Woronkofski and Vank. The potential cause of failure was an underwater avalanche-like landslide that separated the cable. Installed in 1984, these high-voltage (HV) subsea cables form part of SEAPA's 175-mile (282-km) transmission system, which connects the communities of Petersburg, Wrangell and Ketchikan, Alaska, to the utility's hydro-generation facilities.

SEAPA has four submarine cable crossings, each consisting of four single-phase cables totaling more than 55 miles (86 km). Three of the four cables in each crossing are energized continuously, with the fourth cable — a spare — deenergized at any given time. Every year, SEAPA rotates the energized cables to ensure their integrity, resulting in one cable remaining deenergized for no longer than one year at a time.

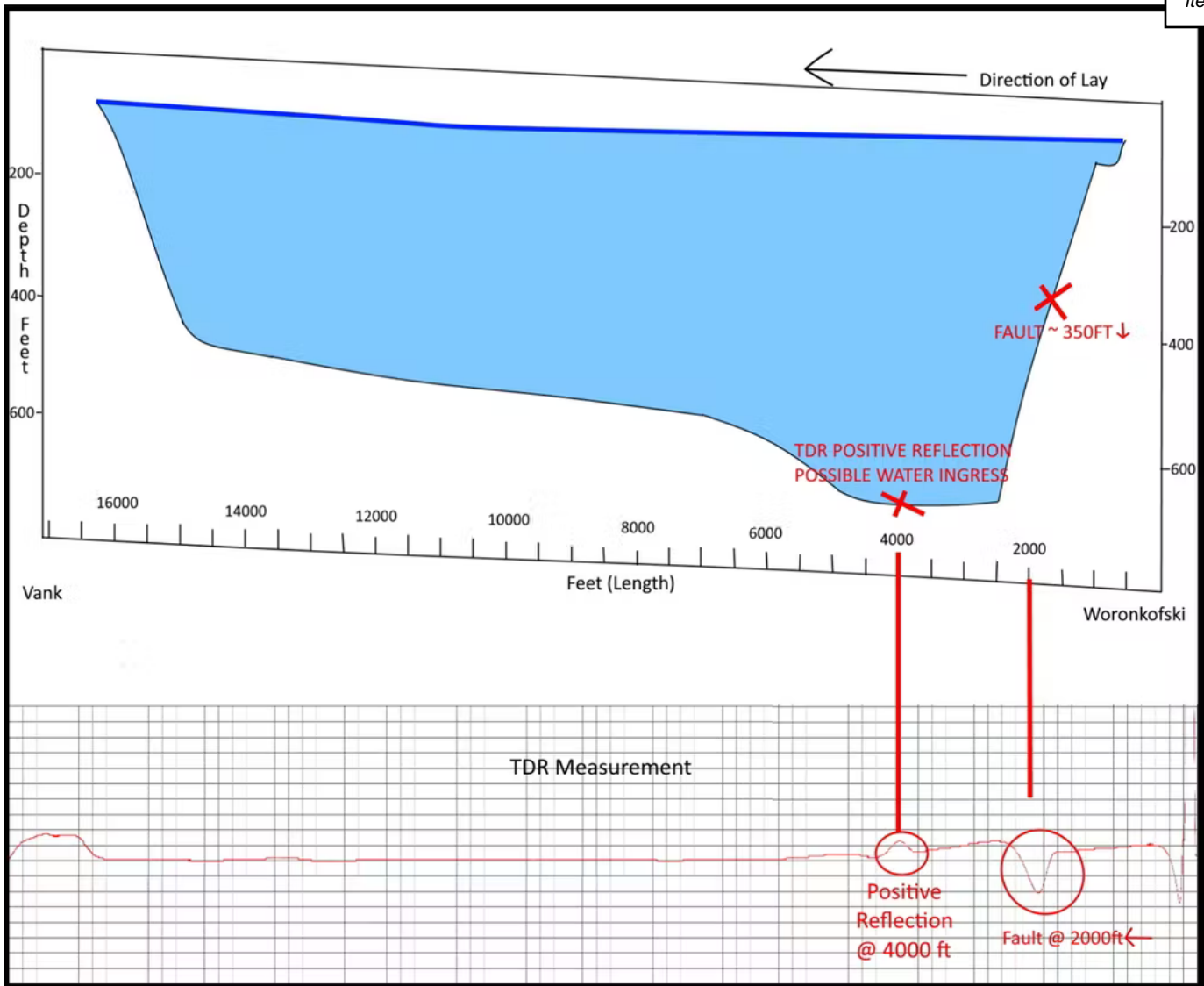
Following the energization of the previously deenergized (spare) cable, the three-phase power supply to Petersburg was restored, but with an elevated risk to the security of that supply. Failure of any of the remaining single-phase cables would result in Petersburg having to resort back to diesel generation, with an energy cost up to four times the average. To avoid this scenario, a project was initiated to repair or replace the faulted HV cable with minimal delay.



Without SEAPA's subsea transmission connection to the mainland, several Alaska island communities would be entirely dependent on diesel generators for power.

Fault Investigation

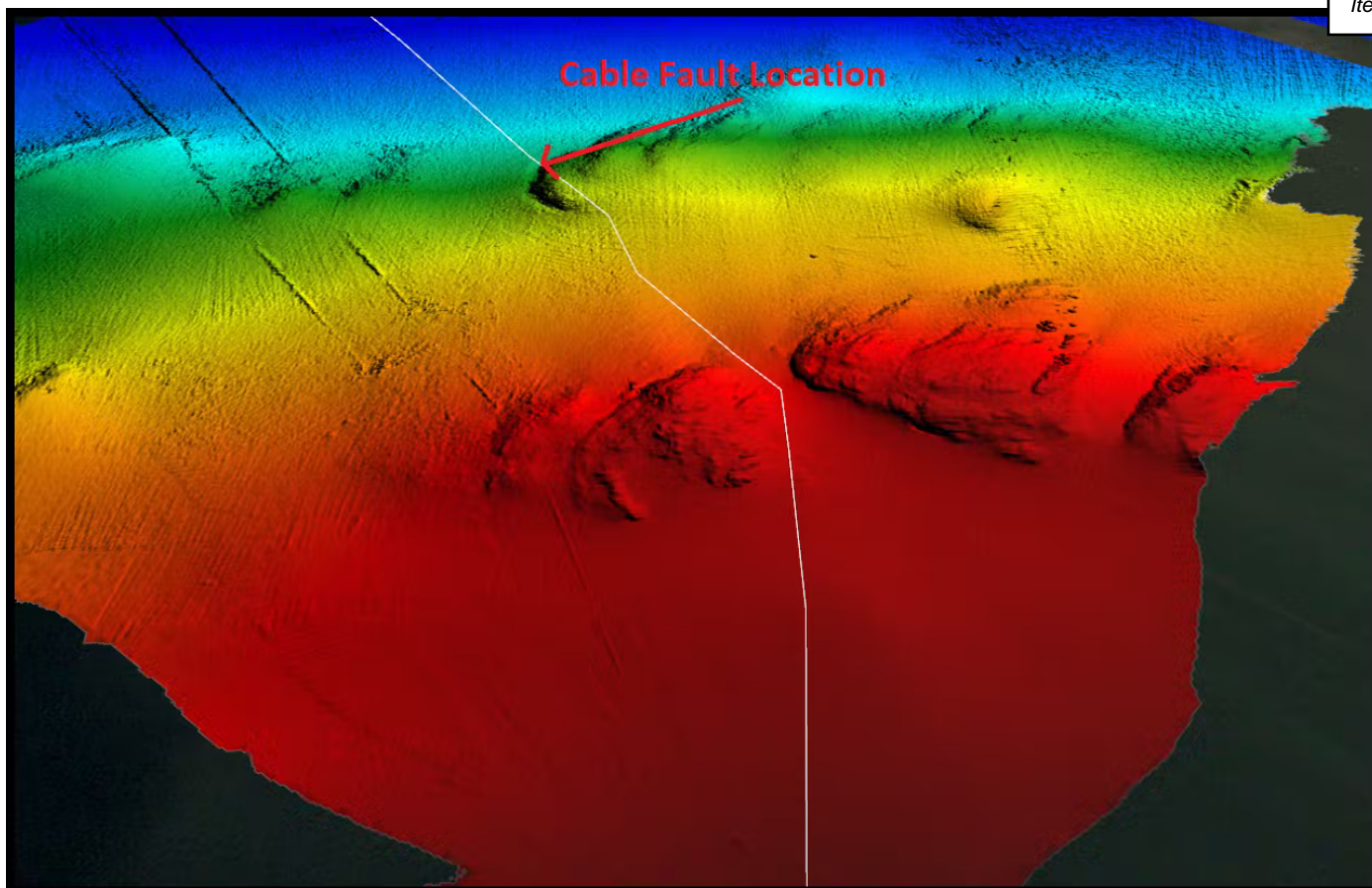
Before considering cable replacement, SEAPA investigated the possibility of performing a splice to effectively repair the failed cable. Time-domain reflectometer (TDR) tests were performed to identify the position of the fault. Test results signaled a negative reflection, indicating a break in the cable at nearly 2000 ft (610 m) offshore at a depth of 350 ft (107 m). A smaller positive reflection also was evident, which was either a possible ghost reflection or water ingress from gravity and density differentials between the seawater and oil.



Remotely operated vehicle (ROV) footage revealed the failed cable was severed and that water ingress was highly probable at the point of failure to the deepest part of the cable. Although SEAPA had 2000 feet of oil-filled cable in storage, when considering the probability of water ingress over a cable length greater than 2000 ft, the agency concluded it was not possible to repair the cable.

A Replacement Cable

Subsequently, specifications for a new replacement cable were developed, and SEAPA launched a request for proposals (RFP) with the support of a submarine cable consultant, Center Marine Services Inc. The replacement cable contract was awarded to Sumitomo Electric Industries Ltd. through a competitive evaluation bid process. SEAPA selected the company because of its reliable track record of more than 100 years of submarine cable manufacturing experience and sound proposal based on extensive knowledge of the U.S.



A time domain reflectometer testing of the failed submarine cable in southeast Alaska.

SEAPA engineering and eTrac Inc. gathered and provided an arsenal of information to Sumitomo:

- ROV footage.
- High-resolution multi-beam sonar bathymetric maps.
- Magnetometer sub-bottom profiles.
- Directional peak cable location surveys.
- Using SEAPA-furnished surveys, Sumitomo began the design process for the replacement cable in November 2020.

Design Phase

The SEAPA transmission system for Petersburg was designed and installed with 138-kV submarine cables to supply a potential 200% increase in load growth. However, since its commissioning in 1984, this transmission system has remained in operation at 69 kV. Therefore, SEAPA specified a 69-kV cable instead of a 138-kV cable to reduce costs while still maintaining a sufficient 100% increase in load-transfer capacity for future growth. The decision to reduce the voltage requirement also reduced the following:

- Total cable weight
- Challenges associated with transportation logistics
- Time for cable installation

To satisfy SEAPA specifications, Sumitomo designed a double-armored 69 kV XLPE insulated submarine cable with integral fiber optics that would sustain a pressure of 315 psi at a water depth of 700 ft (213 m). A continuous 17,400-ft (5,304-m) length of cable was manufactured with no factory splices. Ancillary equipment required to perform potential future repairs had to meet similar demanding pressure requirements.

Along with the new cable, Sumitomo designed a dual-purpose cable storage turntable system to transport the cable from Japan to Alaska and store the recovered existing oil-filled cable prior to installation of the new cable. The design included oil containment for potential escapement due to temperature-related pressure changes in the existing cable that had to be recovered from the subsea floor.



Installation of the 6kV XLPE Insulated cable on July 4, 2021.

Cable Removal Phase

Sumitomo subcontracted the cable installation and cable removal phases of the contract to ITB Subsea Ltd. (ITBS). The 17,400-ft (5304-m) cable, weighing more than 600,000 lb (272,155 kg), was transported from Japan to Vancouver, British Columbia, Canada, where it was transferred to the ITBS dynamic-positioning vessel. On July 1, 2021, ITBS began the removal phase of the project. During the oil extraction process, and governed by fluid dynamics, oil extracted on the shoreline was replaced by saltwater at the fault location 350 ft (107 m) below the ocean surface. With 140 gal (530 liter) extracted, nearly 8000 ft (2438 m) of cable was oil free.



Installation of the 69 kV XLPE insulated cable, Vank Island, Alaska.

The cables were capped and hydraulically locked, ready for removal. With the cable ends capped, the process for removing the cable consisted of the following:

- Pulling the shoreline ends onto the vessel, the ITB 45, using ropes and mesh pull grips.
- Using dynamic positioning, the existing cable was extracted onto the ITB 45 and loaded into the cable storage system, specifically designed to contain the cable should an oil leak occur.
- Monitoring tensions so as not to exceed the cable manufacturer's tension limits.
- Calculating fluid dynamics to determine the depth required to maintain equilibrium pressures for CanPac Marine Services Inc. divers to install caps without oil escapement.
- Deploying divers at the faulted cable ends to cap the cable underwater and prevent oil escapement.
- The cable removal phase proved to be successful, with no oil released and 100% of the faulted cable removed. The total start-to-finish time of four and a half days included diving operations, ROV cable location, shoreline extractions and dynamic positioning vessel subsea extractions.

Cable Installation Phase

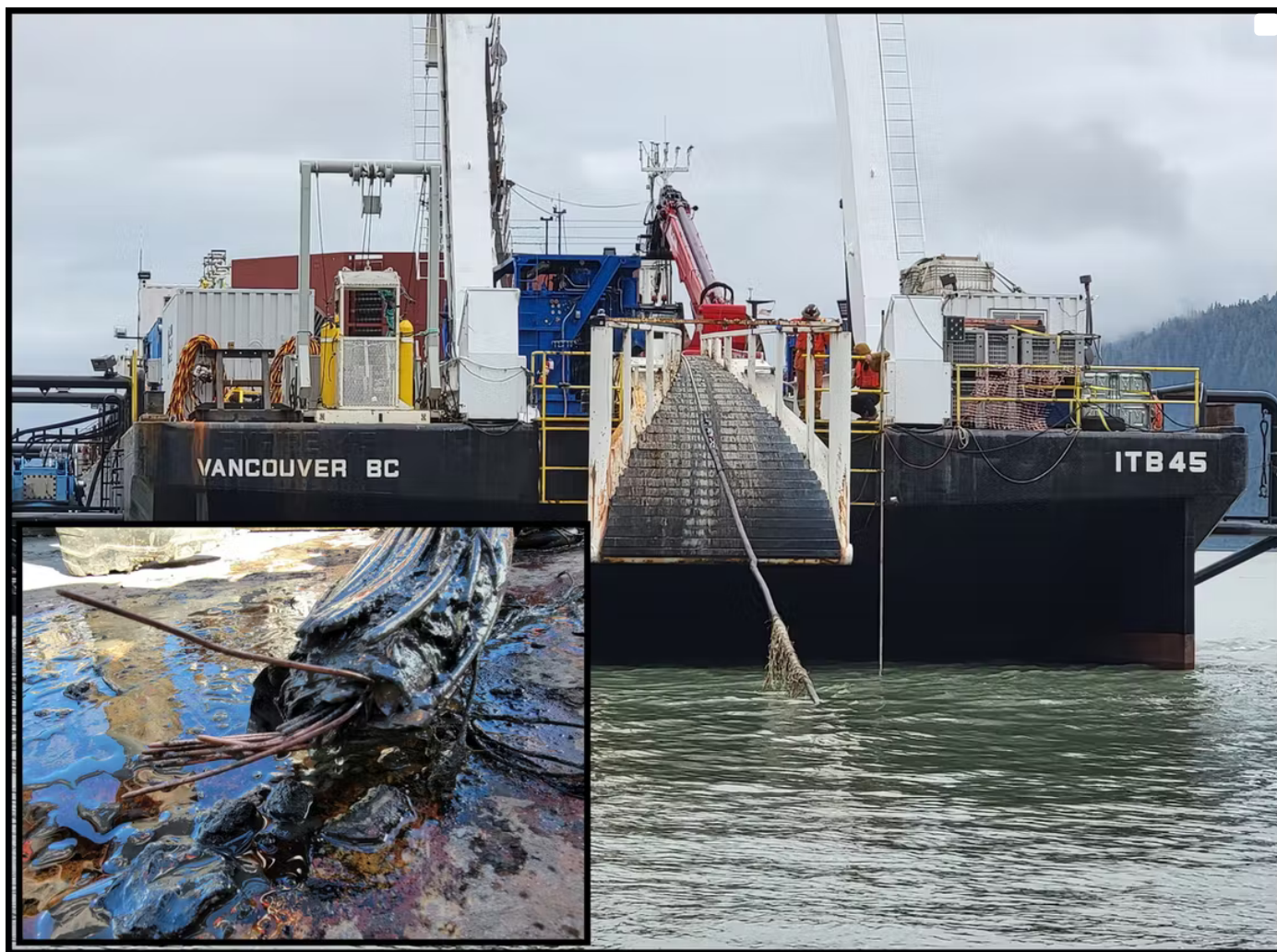
Removal of the existing cable may have been the riskiest operation of the project, but installation of the new cable proved to be the most challenging. Southeast Alaska has tidal exchanges of more than 20 ft (6 m), with some of the most extreme riptides and tidal currents in the world. Located within the Alexander Archipelago, Vank and Woronkofski Islands have steep shorelines, no access roads and volcanic rigid rock formations under the water surface.

Precise routing plans with precision routing equipment was required for this phase of the project to be successful. Although it was preferred the cable be laid completely on the subsea floor, cable spans were allowed but had to be less than 20 ft in length, with the cable laid entirely within the existing permitted right-of-way. Rock outcrops, boulder fields, cliffs and steep slopes had to be avoided as well as sharp changes in the seabed profile.

Installation was planned to happen during the lowest tidal exchange in the month of July to minimize the effects of tidal currents while the cable was being laid at a depth of 700 ft (213 m) below the water surface. Coincidentally, this window of opportunity occurred on July 4, 2021. While the residents of Wrangell were enjoying Independence Day festivities, SEAPA, Sumitomo and subcontractors were diligently performing operations to successfully install the new submarine cable during the small window of low tidal exchange. The results of this installation phase were exactly as engineers planned.

Failure Turned Success

With little wind, bluebird sunny skies and minimal tidal currents, the new subsea cable was installed from shore to shore without incident. An underwater ROV was deployed during operations to confirm the approved cable route and specifications were met. The result was the 3.3-mile (5.3-km) subsea cable was installed with only two short sections suspended less than 6 inches (152 mm) above the seabed and spanning less than 15 ft.



Removal of the oil-filled submarine cable near Wrangell, Alaska.

Partial-discharge testing was used to confirm a successful installation project undertaken by Sumitomo, ITBS, Westpark Electric Ltd. and all the participating subcontractors. The collaborative efforts of all parties turned SEAPA's Alaskan island-to-island subsea HV cable failure into an island-to-island success story.

Robert Siedman, P.E., graduated cum laude from Washington State University with a bachelor's degree in electrical power engineering and joined the Schweitzer Engineering Laboratories Inc. He expanded his experience at the U.S. Army Corps of Engineers (USACE), where he held the position of chief of power systems for the USACE Hydroelectric Design Center. Following more than 15 years of power-related experience, Siedman joined the Southeast Alaska Power Agency (SEAPA) in 2017 and currently serves as director of engineering and technical services.

For More Information

CanPac Marine Services | <https://canpacmarine.com>

Center Marine Services Inc. | (360) 620-5720

eTrac Inc. | www.etracinc.com

ITBS | www.itbmarine.com/itbsubsea

Sumitomo Electric | <https://sumitomoelectric.com>

Westpark | www.westparkelectric.com

Source URL: <https://www.tdworld.com/transmission-reliability/article/21212406/island-to-island-an-alaskan-highvoltage-submarine-cable-failure>



Report on Police and Dispatch Retention Survey February 12, 2022

Summary

In January of 2022, Assembly Members Meucci and Kensinger spoke to the Borough Manager regarding a review of the Police and Dispatch Departments by the Public Safety Advisory Board. This item was placed on the agenda for the February 7, 2022, Assembly meeting, but failed to gather enough support. Prior to the meeting, on February 2, 2022, Manager Giesbrecht scheduled a meeting with Assembly Member Meucci, Deputy Clerk Regula, and Police Chief James Kerr. The purpose of this meeting was to go over an employee retention survey developed by Manager Giesbrecht and make any appropriate changes. Also, during this meeting, Chief Kerr, and Manager Giesbrecht explained the process we would follow regarding the administering of the survey, and how the results would be disseminated and used. Assembly Member Meucci appeared to agree with the steps outlined at the meeting, and staff proceeded with the process.

The surveyⁱ was finalized, delivered to the employees and results were provided to the Manager Wednesday, February 9, 2022. Staff feels there are two major problems needing to be solved: employee retention, and employee recruitment in both Dispatch and among the Officers. While the survey identifies multiple potential issues, staff has developed proposals addressing the top 2-3 in each area for the Assembly and will continue to work on the remaining issues through HR and the Police Command Staff.

The results of the survey show some consistent concerns by both groups, with specific priorities of pay (base pay, longevity, certifications etc.), health care benefits, opportunity for advancement and retirement programs. The small sample size (7 officers, 3 Dispatchers) makes the survey less comprehensive, but the information is useful for starting conversations.

The costs for these potential changes are significant, depending upon what choices the Assembly makes. A property tax increase would likely be required, and this may not be sufficient to fund the full range of issues. If the Assembly chooses to move forward with either of these proposals, decisions will need to be made regarding reductions in other General Fund departments, a deficit budget using General Fund reserves, or some other increase in revenue to fund the programs. For calculating the costs, staff assumed implementation as of July 1, 2022, however this could be modified by the Assembly.

The proposals for the Assembly are as follows:

Proposal 1 Option – Incentive Payments

Police Officers – Recruitment

- Implement a \$5,000 recruitment incentive payment, \$2,500 distributed at hire, and \$2,500 at 1 year of tenure with the Borough. **Estimated Cost for 2022-23 would be \$5,000.**

Police Officers – Retention

- Implement longevity incentive payments at 3, 5, and 10 years of \$5,000 each, and \$7,500 at 15 & 20 years. **Cost for 2022-23 would be \$40,000.**
- Increase match to Borough Public Safety employees' 457 plan to 6%/7% (6% prior to vesting, and 7% once vested). Current match is 3%/4%. **Cost for 2022-23 would be \$15,227 (Officers).**
- Conduct Health Care plan review with all officers to gather and answer questions regarding existing health care plans. This has been done, but none of the Officers attended.

Dispatchers – Recruitment

- Start new hires at Step C, \$22.38, up from Step A which is currently \$20.14. **No additional costs in 2022-23.**
- Implement a recruitment incentive of \$2,500 payable at one year. **Cost for 2022-23 would be \$12,500.**

Dispatchers – Retention

- Add two additional positions: Chief Dispatcher, and Support Services Supervisorⁱⁱⁱ **Cost for 2022-23 would be \$195,840.83 minus the elimination of the part time Dispatcher position (\$80,657) equaling a revised total cost of \$115,183.**
- Implement longevity incentives at 3, 5, and 10 years. \$2,500 each, and \$3,750 at 15 & 20 years. **Cost for 2022-23 would be \$5,000.**
- Add the Police restrooms and the cells to our cleaning service. **Cost for 2022-23 is to be determined.**
- Increase match to Borough Public Safety employees 457 plan to 6% / 7% (6% prior to vesting, and 7% once vested). Current match is 3% / 4%. **Cost for 2022-23 would be \$6,186 (includes EMS Coordinator and Dispatchers).**
- Conduct Health Care plan review with all dispatchers/correction officers to gather and answer questions regarding existing health care plans.

Total Estimated Cost if implemented: \$199,096

Proposal 2 Option– Change to the Salary Matrix

Proposed Police Wage Matrix for FY 23 (effective July 1, 2022)

	A	B	C	D	E	F	G	H
Administrative Assistant/Dispatcher/Corrections Officer II 3%	\$ 21.25	\$ 22.43	\$ 23.61	\$ 24.11	\$ 24.61	\$ 24.86	\$ 25.11	\$ 25.36
Administrative Assistant/Dispatcher/Corrections Officer III 3%	\$ 21.55	\$ 22.75	\$ 23.95	\$ 24.45	\$ 24.95	\$ 25.20	\$ 25.45	\$ 25.70
Chief Dispatcher/Corrections Officer	\$ 23.33	\$ 24.62	\$ 25.92	\$ 26.42	\$ 26.92	\$ 27.17	\$ 27.42	\$ 27.67
Dispatcher/Corrections Officer 1 4%	\$ 20.95	\$ 22.11	\$ 23.28	\$ 23.78	\$ 24.28	\$ 24.53	\$ 24.78	\$ 25.03
Dispatcher/Corrections Officer 2 4%	\$ 21.45	\$ 22.64	\$ 23.84	\$ 24.34	\$ 24.84	\$ 25.09	\$ 25.34	\$ 25.59
Dispatcher/Corrections Officer 3	\$ 22.46	\$ 23.70	\$ 24.95	\$ 25.45	\$ 25.95	\$ 26.20	\$ 26.45	\$ 26.70
Police Officer 1 3%	\$ 27.46	\$ 28.28	\$ 30.51	\$ 31.01	\$ 31.51	\$ 31.76	\$ 32.01	\$ 32.26
Police Officer 2	\$ 28.22	\$ 29.78	\$ 31.35	\$ 32.85	\$ 33.35	\$ 33.60	\$ 35.60	\$ 37.10
Police Sergeant	\$ 30.19	\$ 31.86	\$ 33.54	\$ 35.04	\$ 35.54	\$ 35.79	\$ 37.79	\$ 39.29
Support Services Supervisor	\$ 25.07	\$ 26.46	\$ 27.85	\$ 28.35	\$ 28.85	\$ 29.10	\$ 29.35	\$ 29.60

Note: The current wage matrix provides for levels of Police Officer (1 & 2) and Dispatcher/Corrections Officer (1, 2 & 3) put in place by former Police Chief Swihart. Police Chief Kerr proposes to return to one level of Police Officer and Dispatcher/Corrections Officer and pay the positions at the highest level in the current matrix.

Included in the attachments you will find the above proposed wages entered into the comp study for the positions of Dispatcher/Corrections Officer 3, Police Officer 2 and Police Sergeant (pages are marked “Option 2 Proposal”).

Police Officers – Recruitment

- The negotiated wage matrix (effective July 1, 2022) for the Police Department starts an Officer at \$27.46 per hour. By eliminating the Police Officer 1 position and paying a new hire at the current Police Officer 2 wages, the new hire would start at \$28.22 per hour, which is an increase of \$0.76 per hour. This wage increase will bring the Borough into competitive range with other agencies. **Estimated cost for 2022-23 would be \$3,570.**

Police Officers – Retention

- The proposed wage matrix, shown above, adds an additional \$1.00 per hour to Step D (above what is currently negotiated for that step increase) for the positions of Police Officer and Sergeant; and an additional \$1.00 per hour to Step G (above what is currently negotiated for that step increase) for the positions of Police Officer and Sergeant. **Cost for 2022-23 would be \$22,241.**
- Increase match to Borough Public Safety employees 457 plan to 6% / 7% (6% prior to vesting, and 7% once vested). Current match is 3% / 4%. **Cost for 2022-23 would be \$16,783 (Officers).**
- Conduct Health Care plan review with all officers to gather and answer questions regarding existing health care plans. This has been done, but none of the Officers attended.

Dispatchers – Recruitment

- The negotiated wage matrix (effective July 1, 2022) for the Police Department starts a Dispatcher/Corrections Officer at \$20.95 per hour. By eliminating the Dispatcher/Corrections Officer 1 and 2 positions and paying a new hire at the current Dispatcher/Corrections Officer 3 wages, the new hire

would start at \$22.46 per hour, which is an increase of \$1.51 per hour. This wage increase will bring the Borough into competitive range with other agencies. **Estimated cost for 2022-23 would be \$9,422.**

- Implement a temporary recruitment incentive payment of \$2,500 for the next 3 Dispatcher/Corrections Officers hired, with \$1,250 distributed at hire and \$1,250 at 1 year of tenure with the Borough. **Cost, as soon as possible, would be \$7,500.**

Dispatchers – Retention

- Provide a one-time Retention Incentive payment of \$2,500 to the two current dispatchers for their hard work and dedication to the Department. **Immediate cost would be \$5,000.**
- Add two additional positions: Chief Dispatcher, and Support Services Supervisor^w **Cost for 2022-23 would be \$195,841 minus the elimination of the part time Dispatcher position (\$80,657) equaling a revised total cost of \$115,183.**
- The proposed wage matrix adds an additional \$1.00 per hour to Step C (above what is currently negotiated for that step) for the position of Dispatcher/Corrections Officer. **Cost for 2022-23 would be \$10,400.**
- Add the Police Department restrooms and the cells to our cleaning service. **Cost for 2022-23 is to be determined.**
- Increase match to Borough Public Safety employees 457 plan to 6% / 7% (6% prior to vesting, and 7% once vested). Current match is 3% / 4%. **Cost for 2022-23 would be \$14,023 (includes EMS Coordinator and Dispatchers).**
- Conduct Health Care plan review with all dispatchers/correction officers to gather and answer questions regarding existing health care plans.

Total Estimated Cost if implemented: \$204,122

Survey Results – Detail

The survey gave us some good insight, but like any survey there are additional questions that will need to be asked by HR and the Police Command Staff. We have outlined some of the pertinent issues, and the raw data can be viewed on the surveys which are available in HR.

PD

Most important things

Take Home Pay (base pay and longevity)
Supportive Supervisor (pleased with their supervisors)
Retirement Program
Health Care

Other

Separate Union
Accountability for unfriendly co-workers
Support from the Assembly (feel there is a lack of support)

Dispatch

Most important things

Potential for advancement
Supportive Supervisor (pleased with their supervisors)
Take Home Pay (base pay)

Other

Scheduling
Lunch breaks
Rotating shift schedules
Pay based upon responsibilities
Relocation Pay
Support from the Assembly (feel there is a lack of support)

Some of the questions we have:

Which cities in Alaska have better health care benefits than in Petersburg? What makes their benefits more attractive to the employees? Are the employees comparing our benefits to the lower 48 or larger entities?

How does your current supervisor support you? What else could they do? When you think of a supportive supervisor, what traits do they have?

Scheduling:^v

Dispatch 5.5 FTE

The schedules for our current approved staffing are based upon 5 full time employees working 8 hr. shifts (40 hrs. per week), and one part time employee (30 hrs. per week). This provides minimal staffing, with little to no coverage for PTO and holidays without using overtime. There is no career path that is specific to Dispatchers.

Dispatch 7.5 FTE

The schedules for this model primarily use 4 – 10 hr. shifts, and include the Chief Dispatcher, and Support Services Manager positions. This does provide for coordinated coverage of planned PTO and holidays, and limited coverage of non-planned PTO without overtime. This model creates a specific Dispatch career and advancement path for employees. Administrative duties will be removed from the Officers and Dispatchers daily job duties. Part time Dispatcher position could be eliminated if the two additional supervisory positions are added (Chief Dispatcher and Support Services Supervisor).

Police – Budgeted staffing

The schedule examples attached to this report outline two different models that we have used when fully staffed and trained. One is using 4 -10 hr. shifts, the other is a two-week schedule where the first week is 34.5 hrs., and the second, 46 hrs. In both cases there is some overlap to allow for mid shift briefings by the officers, and on-duty training rather than training done on overtime. Additional schedule models are possible but would need to be approved by the employees and the union before the Borough could implement.

Overtime:

While the Departments have exceeded the overtime budgets, the overall costs for these years are under budget. This is a clear indication that overtime is being used in replacement for the required staffing. Overtime will always be a necessity in the Police and Dispatch operating environment due to PTO, emergency responses, and active investigations or actions that require an Officer or Dispatcher to come in early or stay later. Again, this can be somewhat mitigated when we are able to have a full staff.

Police/Jail Budget and Actual Comparison (cannot be broken down by individual components)

FY2017-2018	Actual	Budget	Difference
Regular Pay	\$ 781,750	\$ 856,441	\$ 74,691
Overtime	\$ 155,215	\$ 84,064	\$ (71,151)
Benefits	\$ 472,641	\$ 533,946	\$ 61,305
	<hr/>		
	\$ 1,409,606	\$ 1,474,451	\$ 64,845
FY2018-2019	Actual	Budget	Difference
Regular Pay	\$ 735,209	\$ 834,572	\$ 99,363
Overtime	\$ 135,933	\$ 78,044	\$ (57,889)
Benefits	\$ 428,236	\$ 554,173	\$ 125,937
	<hr/>		
	\$ 1,299,378	\$ 1,466,789	\$ 167,411
FY2019-2020	Actual	Budget	Difference
Regular Pay	\$ 772,783	\$ 813,495	\$ 40,712
Overtime	\$ 162,387	\$ 75,631	\$ (86,756)
Benefits	\$ 420,605	\$ 488,528	\$ 67,923
	<hr/>		
	\$ 1,355,776	\$ 1,377,654	\$ 21,878
FY2020-2021	Actual	Budget	Difference
Regular Pay	\$ 764,298	\$ 837,632	\$ 73,334
Overtime	\$ 104,454	\$ 73,555	\$ (30,899)
Benefits	\$ 441,100	\$ 514,608	\$ 73,508
	<hr/>		
	\$ 1,309,852	\$ 1,425,795	\$ 115,943

Current Police and Dispatcher Salaries: (as requested by Assembly member Meucci)Dispatcher/Correction Officers

Barbara Beasley	Dispatcher/Corrections Officer 3	\$25.75 per hr.
Andrea Naylor	Dispatcher/Corrections Officer 2	\$22.92
Amelia Pritchyk	Police Dispatcher 2	\$21.78 resigned 2/25/2022

Police Officers

Andrew Ayriss	Police Officer 2	\$30.94 per hr.
Randall Holmgrain	Captain	\$37.89
James Kerr	Police Chief	\$100,877.18 annually
Jared Popp	Police Officer 2	\$32.69
Carl Tate	Police Officer 2	\$30.94
Derek Thorsen	Sergeant	\$37.00
Robert Waechter	Police Officer 1	\$26.66
Eric Wolf	Police Officer 2	\$30.94

Salary comparisons from Compensation Study: (Adjusted for CBA through 2022)

The Police Officer and Dispatcher/Corrections Officer comp study information is attached to this report. For clarity purposes, I have summarized the salary comparisons from the study.

	Current Salary Matrix	Comp Study Recommendation	CBA 7/2022
Dispatcher/Corrections 1			
Min (starting)	\$ 20.14	\$ 21.76	\$ 20.95
Mid (4-5 years)	\$ 23.13	\$ 25.07	\$ 22.99
Max (15+ years)	\$ 24.12	\$ 28.28	\$ 25.03
Dispatcher/Corrections 2			
Min (starting)	\$ 20.63	\$ 21.75	\$ 21.45
Mid (4-5 years)	\$ 23.67	\$ 25.70	\$ 23.52
Max (15+ years)	\$ 24.67	\$ 29.42	\$ 25.59
Dispatcher/Corrections 3			
Min (starting)	\$ 20.92	\$ 22.27	\$ 21.55
Mid (4-5 years)	\$ 22.96	\$ 25.68	\$ 23.63
Max (15+ years)	\$ 25.00	\$ 28.98	\$ 25.70
Police Officer 1			
Min (starting)	\$ 26.66	\$ 27.51	\$ 27.46
Mid (4-5 years)	\$ 30.37	\$ 32.29	\$ 29.86
Max (15+ years)	\$ 31.37	\$ 36.78	\$ 32.26
Police Officer 2			
Min (starting)	\$ 27.39	\$ 28.78	\$ 28.22
Mid (4-5 years)	\$ 31.19	\$ 33.98	\$ 31.66
Max (15+ years)	\$ 34.19	\$ 39.03	\$ 35.10
Sergeant			
Min (starting)	\$ 29.03	\$ 32.68	\$ 30.19
Mid (4-5 years)	\$ 33.00	\$ 37.83	\$ 33.74
Max (15+ years)	\$ 36.00	\$ 42.89	\$ 37.29

Frequently Asked Questions

1. On the Police Officer recruitment incentive payments in Proposal Option 1, will this be paid to existing officers?
Answer: No.
2. On the Police Officer longevity incentive payments in Proposal Option 1, will this be paid in arrears?
Answer: No. They will receive a longevity incentive based upon their current longevity. For example, an existing employee who has been here for 11 years, will receive a longevity incentive of \$5,000.
3. On the increased match to the 457 retirement plan in both Proposal Option 1 and Option 2, will this be paid for all employees?
Answer: This will only be available to Tier 4 employees in Public Safety positions. Currently 1 person in Fire/EMS, and 9 in Police/Dispatch.
4. On the increase of Dispatcher new hire pay to Step C in Proposal Option 1, will this impact existing employees?
Answer: No.
5. On the recruitment incentive for Dispatchers in Proposal Option 1, will this be paid to existing dispatchers?
Answer: No
6. What will the Chief Dispatcher and Support Services Supervisor do if added?
Answer: These positions will add Dispatch coverage to help allow for employee time off and holidays. In addition, administrative duties which are currently spread among different dispatchers, will be consolidated in these positions. The addition of these positions will provide a clear opportunity for advancement for the dispatching group and give them a supervisor that is dedicated to the dispatching skill set and responsibilities.
7. Why are we recommending changing of the cleaning process?
Answer: One of the clear messages from the dispatchers was their frustration about this aspect of the job. Cleaning the cells and bathrooms is unpleasant, and difficult when the dispatchers are also asked to monitor the incoming calls. This function (bathrooms) is generally done by dedicated janitorial staff in almost all other departments.
8. How do these recommendations improve scheduling issues in the Dispatch area?
Answer: (Applies to both Proposal Option 1 and Option 2) With two additional trained dispatcher positions (Chief Dispatcher and Support Services Manager), the department gains flexibility for issues related to PTO and Holidays, as well as projects and turnover. Also, on-duty training can be done without having to use overtime. These recommendations would promote longevity through a better working environment. These should also increase our ability to attract employees when openings do occur.
9. Are the schedules put forward in this document the only potential schedules?
Answer: No. Scheduling in a 24/7 environment is often fluid. Work loads can change, and employee PTO

and holidays can often present a need to alter the schedules. The schedules provided here are examples of ideal operations, with fully trained employees in place.

10. Do changes in schedules have to be vetted by the Union?

Answer: Yes. The Union has the right to challenge our scheduling and how schedules are assigned to specific employees. The schedule the employee works is considered a working condition issue, and the Union most often will only approve seniority-based assignment of schedules. Any changes to employee scheduling would need to be approved by the employees and the union. Traditionally if the employees approve, the Union will also give approval.

11. It looks like it is cheaper to pay overtime than to be fully staffed. Is this correct?

Answer: Yes and no. The overtime numbers show the Department came in under budget because of being perpetually understaffed. While overtime was above budget, regular pay came in significantly under. In the short term this works, but it causes employee burn out and long-term retention issues. In general, overtime above 3% is considered excessive. In a police environment, maybe 5%. We are averaging over 9%. Employee burnout from the current workload is a major factor affecting employees in the department. Employees would rather be compensated appropriately with a fully staffed department allowing for much needed time off.

12. Does the wage matrix proposal in Proposal Option 2 include the expected increase in overtime?

Answer: Yes.

ⁱ Documentation of Survey process is available to the Assembly from HR if needed.

ⁱⁱ Employee Retention Survey administered to the Police/Dispatch Employees is available to the Assembly from HR if needed.

ⁱⁱⁱ Job Descriptions for the Chief Dispatcher and Support Services Supervisor are available from HR if needed by the Assembly.

^{iv} Job Descriptions for the Chief Dispatcher and Support Services Supervisor are available from HR if needed by the Assembly.

^v Detailed schedules are attached to this report

5-8's Schedule - Dispatch

PETERSBURG POLICE DEPARTMENT
MONTH OF _____, 2022

POSTED _____

DO NOT REMOVE FROM DISPATCH

DO NOT WRITE ON SCHEDULE

DATE	1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20	21	22	23	24	25	26	27	28	29	30	31
WEEKDAY	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M
Day/Admin			1	1	1	1	1			1	1	1	1	1			1	1	1	1	1			1	1	1	1	1			1
Day	1	1	1	1			1	1	1	1	1			1	1	1	1	1			1	1	1	1	1			1	1	1	1
Swing			2	2	2	2	2			2	2	2	2	2			2	2	2	2	2			2	2	2	2	2			2
Swing/Grave	2	2	3	3	3			2	2	3	3	3			2	2	3	3	3			2	2	3	3	3			2	2	3
Night	3	3			3	3	3	3	3			3	3	3	3	3			3	3	3	3	3			3	3	3	3	3	
Part Time/Fill in for training & vacation					1	1	1					1	1	1					1	1	1					1	1	1			

DATE	REASON FOR ANY SCHEDULE CHANGE

SHIFT	TIME
1	0700-1500
2	1500-2300
3	2300-0700

- ABBREVIATIONS**
- *- DENOTES OVERTIME
 - F-FLOATING HOLIDAY
 - H-HOLIDAY
 - L-PERSONAL LEAVE
 - P-PRESENT FOR PAYROLL
 - T-TRAINING

4-10's Schedule - Dispatch

PETERSBURG POLICE DEPARTMENT
MONTH OF _____, 2022

POSTED _____

DO NOT REMOVE FROM DISPATCH

DO NOT WRITE ON SCHEDULE

DATE	1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20	21	22	23	24	25	26	27	28	29	30	31
WEEKDAY	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M
Support Services Manager			4	4	4	4	4			4	4	4	4	4			4	4	4	4	4			4	4	4	4	4			4
Chief Dispatcher/Day			1	1	1	1				1	1	1	1				1	1	1	1				1	1	1	1				1
Day	1	1	1				1	1	1	1				1	1	1	1				1	1	1	1				1	1	1	1
Swing				2	2	2	2				2	2	2	2				2	2	2	2				2	2	2	2			
Swing	2	2	2				2	2	2	2				2	2	2	2				2	2	2	2				2	2	2	2
Night	3				3	3	3	3				3	3	3	3				3	3	3	3				3	3	3	3		
Night	3	3	3	3				3	3	3	3				3	3	3	3				3	3	3	3				3	3	3
Part Time/Fill in for training & vacation				X	X	X					X	X	X					X	X	X					X	X	X				

DATE	REASON FOR ANY SCHEDULE CHANGE

SHIFT	TIME
1	0700-1700
2	1500-0100
3	2100-0700
4	0800-1600

ABBREVIATIONS
 *- DENOTES OVERTIME
 F-FLOATING HOLIDAY
 H-HOLIDAY
 L-PERSONAL LEAVE
 P-PRESENT FOR PAYROLL
 T-TRAINING

34.5/46 Schedule - Police

Petersburg Police Department
2022

Posted

August		1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20	21	22	23	24	25	26	27	28	29	30	31	
Patrol		T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	
Chief	0800-1700					RDO	RDO						RDO	RDO						RDO	RDO						RDO	RDO					
Captain	0700-1700				RDO	RDO	RDO					RDO	RDO	RDO					RDO	RDO	RDO						RDO	RDO	RDO				
A Squad																																	
Day	0600-1730		RDO	RDO				RDO	RDO			RDO	RDO	RDO			RDO	RDO				RDO	RDO			RDO	RDO	RDO			RDO	RDO	
Swing/Sgt.	1530-0300		RDO	RDO				RDO	RDO			RDO	RDO	RDO			RDO	RDO				RDO	RDO			RDO	RDO	RDO			RDO	RDO	
Grave	1930-0700		RDO	RDO				RDO	RDO			RDO	RDO	RDO			RDO	RDO				RDO	RDO			RDO	RDO	RDO			RDO	RDO	
B Squad																																	
Day	0600-1730	RDO			RDO	RDO	RDO			RDO	RDO				RDO	RDO			RDO	RDO	RDO			RDO	RDO				RDO	RDO			
Swing/Sgt.	1530-0300	RDO			RDO	RDO	RDO			RDO	RDO				RDO	RDO			RDO	RDO	RDO			RDO	RDO				RDO	RDO			
Grave	1930-0700	RDO			RDO	RDO	RDO			RDO	RDO				RDO	RDO			RDO	RDO	RDO			RDO	RDO				RD	RDO			
SECAD																																	
SECAD INVESTIGATOR	?																																

4-10's Schedule - Police

Petersburg Police Department 2022

		Posted																																
August		1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20	21	22	23	24	25	26	27	28	29	30	31		
Patrol		T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W	T		
Chief	0800-1700					RDO	RDO						RDO	RDO						RDO	RDO						RDO	RDO						
Captain	0700-1700				RDO	RDO	RDO					RDO	RDO	RDO					RDO	RDO	RDO						RDO	RDO	RDO					
A Squad																																		
Day	0700-1700					RDO	RDO	RDO					RDO	RDO	RDO						RDO	RDO	RDO					RDO	RDO	RDO				
Swing/Sgt.	1630-0230					RDO	RDO	RDO					RDO	RDO	RDO						RDO	RDO	RDO					RDO	RDO	RDO				
Grave	2130-0730					RDO	RDO	RDO					RDO	RDO	RDO						RDO	RDO	RDO					RDO	RDO	RDO				
B Squad																																		
Day	0700-1700	RDO	RDO	RDO						RDO	RDO	RDO					RDO	RDO	RDO						RDO	RDO	RDO					RDO	RDO	RDO
Swing/Sgt.	1630-0230	RDO	RDO	RDO						RDO	RDO	RDO					RDO	RDO	RDO						RDO	RDO	RDO					RDO	RDO	RDO
Grave	2130-0730	RDO	RDO	RDO						RDO	RDO	RDO					RDO	RDO	RDO						RDO	RDO	RDO					RDO	RDO	RDO
SECAD																																		
SEACAD INVESTIGATOR	?																																	

7/1/2020 2% Increase

Petersburg Job Class	Survey Job Class	Participant Organization	Department	Annual (Range or Actual)			Cost of Living Compared to Petersburg	Divided by Cost of Living		
				Min	Mid	Max		Min	Mid	Max
Dispatcher/Corrections Officer 1		Petersburg Borough	Police	\$40,290	\$44,086	\$47,882		\$40,290	\$44,086	\$47,882
				Updated wage 7/1/2020						
		Cordova		-	-	-	1.13	-	-	-
	Dispatcher / Jailer I	Haines		\$36,837	\$44,117	\$51,397	1.03	\$35,764	\$42,832	\$49,900
	Jail Officer 1	Homer		\$44,554	\$56,878	\$69,202	0.93	\$47,907	\$61,159	\$74,410
	Dispatcher	Juneau		\$54,454	\$69,774	\$85,093	1.2	\$45,378	\$58,145	\$70,911
	Dispatcher	Kenai (Partial AML)		\$50,898	\$55,983	\$61,069	0.9	\$56,553	\$62,204	\$67,854
	Dispatcher	Ketchikan		\$44,990	\$52,780	\$60,570	1.03	\$43,680	\$51,243	\$58,805
		Ketchikan Borough		-	-	-	1.03	-	-	-
		Kodiak (Partial AML)		-	-	-	1.08	-	-	-
	Dispatcher 1	Palmer		\$40,373	\$47,403	\$54,434	0.96	\$42,055	\$49,378	\$56,702
	Dispatcher	Seward		\$39,229	\$46,654	\$54,080	0.95	\$41,293	\$49,110	\$56,926
		Soldotna		-	-	-	0.96	-	-	-
	Public Safety Technician I	Valdez		\$55,890	\$55,890	\$55,890	1.09	\$51,275	\$51,275	\$51,275
	Dispatcher / Corrections Specialist	Wrangell		\$44,616	\$52,302	\$59,987	1	\$44,616	\$52,302	\$59,987
	Correctional Officer I	State of Alaska		\$47,424	\$51,064	\$54,704	1.06	\$44,740	\$48,174	\$51,608
Dispatcher 34901-45369		US Federal Government		-	-	-	0.9	-	-	-
		Public Sector MIN / MID / MAX:		\$45,926	\$53,284	\$60,642		\$45,326	\$52,582	\$59,838
		Variance MIN / MID / MAX:		-12.27%	-17.26%	-21.04%		-11.11%	-16.16%	-19.98%

7/1/2021 4% Increase

Petersburg Job Class	Survey Job Class	Participant Organization	Department	Annual (Range or Actual)			Cost of Living Compared to Petersburg	Divided by Cost of Living		
				Min	Mid	Max		Min	Mid	Max
Dispatcher/Corrections Officer 1		Petersburg Borough	Police	\$41,891	\$46,041	\$50,190		\$41,891	\$46,041	\$50,190
				Updated wage 7/1/2021						
		Cordova		-	-	-	1.13	-	-	-
	Dispatcher / Jailer I	Haines		\$36,837	\$44,117	\$51,397	1.03	\$35,764	\$42,832	\$49,900
	Jail Officer 1	Homer		\$44,554	\$56,878	\$69,202	0.93	\$47,907	\$61,159	\$74,410
	Dispatcher	Juneau		\$54,454	\$69,774	\$85,093	1.2	\$45,378	\$58,145	\$70,911
	Dispatcher	Kenai (Partial AML)		\$50,898	\$55,983	\$61,069	0.9	\$56,553	\$62,204	\$67,854
	Dispatcher	Ketchikan		\$44,990	\$52,780	\$60,570	1.03	\$43,680	\$51,243	\$58,805
		Ketchikan Borough		-	-	-	1.03	-	-	-
		Kodiak (Partial AML)		-	-	-	1.08	-	-	-
	Dispatcher 1	Palmer		\$40,373	\$47,403	\$54,434	0.96	\$42,055	\$49,378	\$56,702
	Dispatcher	Seward		\$39,229	\$46,654	\$54,080	0.95	\$41,293	\$49,110	\$56,926
		Soldotna		-	-	-	0.96	-	-	-
	Public Safety Technician I	Valdez		\$55,890	\$55,890	\$55,890	1.09	\$51,275	\$51,275	\$51,275
	Dispatcher / Corrections Specialist	Wrangell		\$44,616	\$52,302	\$59,987	1	\$44,616	\$52,302	\$59,987
	Correctional Officer I	State of Alaska		\$47,424	\$51,064	\$54,704	1.06	\$44,740	\$48,174	\$51,608
Dispatcher 34901-45369		US Federal Government		-	-	-	0.9	-	-	-
		Public Sector MIN / MID / MAX:		\$45,926	\$53,284	\$60,642		\$45,326	\$52,582	\$59,838
		Variance MIN / MID / MAX:		-8.79%	-13.59%	-17.24%		-7.58%	-12.44%	-16.12%

7/1/2022 4% Increase

Petersburg Job Class	Survey Job Class	Participant Organization	Department	Annual (Range or Actual)			Cost of Living Compared to Petersburg	Divided by Cost of Living		
				Min	Mid	Max		Min	Mid	Max
Dispatcher/Corrections Officer 1		Petersburg Borough	Police	\$43,576	\$47,819	\$52,062		\$43,576	\$47,819	\$52,062
				Updated wage 7/1/2022						
		Cordova		-	-	-	1.13	-	-	-
	Dispatcher / Jailer I	Haines		\$36,837	\$44,117	\$51,397	1.03	\$35,764	\$42,832	\$49,900
	Jail Officer 1	Homer		\$44,554	\$56,878	\$69,202	0.93	\$47,907	\$61,159	\$74,410
	Dispatcher	Juneau		\$54,454	\$69,774	\$85,093	1.2	\$45,378	\$58,145	\$70,911
	Dispatcher	Kenai (Partial AML)		\$50,898	\$55,983	\$61,069	0.9	\$56,553	\$62,204	\$67,854
	Dispatcher	Ketchikan		\$44,990	\$52,780	\$60,570	1.03	\$43,680	\$51,243	\$58,805
		Ketchikan Borough		-	-	-	1.03	-	-	-
		Kodiak (Partial AML)		-	-	-	1.08	-	-	-
	Dispatcher 1	Palmer		\$40,373	\$47,403	\$54,434	0.96	\$42,055	\$49,378	\$56,702
	Dispatcher	Seward		\$39,229	\$46,654	\$54,080	0.95	\$41,293	\$49,110	\$56,926
		Soldotna		-	-	-	0.96	-	-	-
	Public Safety Technician I	Valdez		\$55,890	\$55,890	\$55,890	1.09	\$51,275	\$51,275	\$51,275
	Dispatcher / Corrections Specialist	Wrangell		\$44,616	\$52,302	\$59,987	1	\$44,616	\$52,302	\$59,987
	Correctional Officer I	State of Alaska		\$47,424	\$51,064	\$54,704	1.06	\$44,740	\$48,174	\$51,608
Dispatcher 34901-45369		US Federal Government		-	-	-	0.9	-	-	-
		Public Sector MIN / MID / MAX:		\$45,926	\$53,284	\$60,642		\$45,326	\$52,582	\$59,838
		Variance MIN / MID / MAX:		-5.12%	-10.26%	-14.15%		-3.86%	-9.06%	-12.99%

7/1/2020 2% Increase

Petersburg Job Class	Survey Job Class	Participant Organization	Department	Annual (Range or Actual)			Cost of Living Compared to Petersburg	Divided by Cost of Living		
				Min	Mid	Max		Min	Mid	Max
Dispatcher/Corrections Officer 2		Petersburg Borough	Police	\$41,267	\$45,115	\$48,963		\$41,267	\$45,115	\$48,963
				Updated wage 7/1/2020						
		Cordova		-	-	-	1.13	-	-	-
	Dispatcher / Jailer I	Haines		\$38,979	\$46,259	\$53,539	1.03	\$37,844	\$44,912	\$51,980
	Jail Officer 2	Homer		\$48,110	\$61,412	\$74,714	0.93	\$51,732	\$66,034	\$80,337
	Dispatcher	Juneau		\$54,995	\$70,470	\$85,946	1.2	\$45,829	\$58,725	\$71,621
		Kenai (Partial AML)		-	-	-	0.9	-	-	-
	Dispatcher	Ketchikan		\$44,990	\$52,780	\$60,570	1.03	\$43,680	\$51,243	\$58,805
		Ketchikan Borough		-	-	-	1.03	-	-	-
		Kodiak (Partial AML)		-	-	-	1.08	-	-	-
	Dispatcher 2	Palmer		\$43,555	\$51,189	\$58,822	0.96	\$45,370	\$53,322	\$61,273
		Seward		-	-	-	0.95	-	-	-
		Soldotna		-	-	-	0.96	-	-	-
		Valdez		-	-	-	1.09	-	-	-
		Wrangell		-	-	-	1	-	-	-
	Correctional Officer II	State of Alaska		\$49,795	\$52,250	\$54,704	1.06	\$46,977	\$49,292	\$51,608
Dispatcher 2 39048-50765		US Federal Government		-	-	-	0.9	-	-	-
		Public Sector MIN / MID / MAX:		\$46,738	\$55,727	\$64,716		\$45,239	\$53,921	\$62,604
		Variance MIN / MID / MAX:		-11.70%	-19.04%	-24.34%		-8.78%	-16.33%	-21.79%

7/1/2021 4% Increase

Petersburg Job Class	Survey Job Class	Participant Organization	Department	Annual (Range or Actual)			Cost of Living Compared to Petersburg	Divided by Cost of Living		
				Min	Mid	Max		Min	Mid	Max
Dispatcher/Corrections Officer 2		Petersburg Borough	Police	\$42,910	\$47,112	\$51,314		\$42,910	\$47,112	\$51,314
				Updated wage 7/1/2021						
		Cordova		-	-	-	1.13	-	-	-
	Dispatcher / Jailer I	Haines		\$38,979	\$46,259	\$53,539	1.03	\$37,844	\$44,912	\$51,980
	Jail Officer 2	Homer		\$48,110	\$61,412	\$74,714	0.93	\$51,732	\$66,034	\$80,337
	Dispatcher	Juneau		\$54,995	\$70,470	\$85,946	1.2	\$45,829	\$58,725	\$71,621
		Kenai (Partial AML)		-	-	-	0.9	-	-	-
	Dispatcher	Ketchikan		\$44,990	\$52,780	\$60,570	1.03	\$43,680	\$51,243	\$58,805
		Ketchikan Borough		-	-	-	1.03	-	-	-
		Kodiak (Partial AML)		-	-	-	1.08	-	-	-
	Dispatcher 2	Palmer		\$43,555	\$51,189	\$58,822	0.96	\$45,370	\$53,322	\$61,273
		Seward		-	-	-	0.95	-	-	-
		Soldotna		-	-	-	0.96	-	-	-
		Valdez		-	-	-	1.09	-	-	-
		Wrangell		-	-	-	1	-	-	-
	Correctional Officer II	State of Alaska		\$49,795	\$52,250	\$54,704	1.06	\$46,977	\$49,292	\$51,608
Dispatcher 2 39048-50765		US Federal Government		-	-	-	0.9	-	-	-
		Public Sector MIN / MID / MAX:		\$46,738	\$55,727	\$64,716		\$45,239	\$53,921	\$62,604
		Variance MIN / MID / MAX:		-8.19%	-15.46%	-20.71%		-5.15%	-12.63%	-18.03%

7/1/2022 4% Increase

Petersburg Job Class	Survey Job Class	Participant Organization	Department	Annual (Range or Actual)			Cost of Living Compared to Petersburg	Divided by Cost of Living		
				Min	Mid	Max		Min	Mid	Max
Dispatcher/Corrections Officer 2		Petersburg Borough	Police	\$44,616	\$48,922	\$53,227		\$44,616	\$48,922	\$53,227
				Updated wage 7/1/2022						
		Cordova		-	-	-	1.13	-	-	-
	Dispatcher / Jailer I	Haines		\$38,979	\$46,259	\$53,539	1.03	\$37,844	\$44,912	\$51,980
	Jail Officer 2	Homer		\$48,110	\$61,412	\$74,714	0.93	\$51,732	\$66,034	\$80,337
	Dispatcher	Juneau		\$54,995	\$70,470	\$85,946	1.2	\$45,829	\$58,725	\$71,621
		Kenai (Partial AML)		-	-	-	0.9	-	-	-
	Dispatcher	Ketchikan		\$44,990	\$52,780	\$60,570	1.03	\$43,680	\$51,243	\$58,805
		Ketchikan Borough		-	-	-	1.03	-	-	-
		Kodiak (Partial AML)		-	-	-	1.08	-	-	-
	Dispatcher 2	Palmer		\$43,555	\$51,189	\$58,822	0.96	\$45,370	\$53,322	\$61,273
		Seward		-	-	-	0.95	-	-	-
		Soldotna		-	-	-	0.96	-	-	-
		Valdez		-	-	-	1.09	-	-	-
		Wrangell		-	-	-	1	-	-	-
	Correctional Officer II	State of Alaska		\$49,795	\$52,250	\$54,704	1.06	\$46,977	\$49,292	\$51,608
Dispatcher 2 39048-50765		US Federal Government		-	-	-	0.9	-	-	-
		Public Sector MIN / MID / MAX:		\$46,738	\$55,727	\$64,716		\$45,239	\$53,921	\$62,604
		Variance MIN / MID / MAX:		-4.54%	-12.21%	-17.75%		-1.38%	-9.27%	-14.98%

7/1/2020 2% Increase

Petersburg Job Class	Survey Job Class	Participant Organization	Department	Annual (Range or Actual)			Cost of Living Compared to Petersburg	Divided by Cost of Living		
				Min	Mid	Max		Min	Mid	Max
Dispatcher/Corrections Officer 3		Petersburg Borough	Police	\$42,245	\$46,155	\$50,066		\$42,245	\$46,155	\$50,066
				Updated wage 7/1/2020						
	Communications Clerk Leader	Cordova		\$42,557	\$50,367	\$58,178	1.13	\$37,661	\$44,573	\$51,485
		Haines		-	-	-	1.03	-	-	-
		Homer		-	-	-	0.93	-	-	-
	Dispatcher	Juneau		\$54,995	\$70,470	\$85,946	1.2	\$45,829	\$58,725	\$71,621
		Kenai (Partial AML)		-	-	-	0.9	-	-	-
	Dispatcher	Ketchikan		\$44,990	\$52,780	\$60,570	1.03	\$43,680	\$51,243	\$58,805
		Ketchikan Borough		-	-	-	1.03	-	-	-
		Kodiak (Partial AML)		-	-	-	1.08	-	-	-
		Palmer		-	-	-	0.96	-	-	-
	Corrections Sergeant	Seward		\$43,306	\$51,501	\$59,696	0.95	\$45,585	\$54,211	\$62,838
		Soldotna		-	-	-	0.96	-	-	-
	Public Safety Technician I	Valdez		\$55,890	\$55,890	\$55,890	1.09	\$51,275	\$51,275	\$51,275
	Corrections Sergeant	Wrangell		\$48,901	\$57,325	\$65,749	1	\$48,901	\$57,325	\$65,749
	Correctional Officer III	State of Alaska		\$54,704	\$62,920	\$71,136	1.06	\$51,608	\$59,358	\$67,109
Dispatcher 3 43526-56585		US Federal Government		-	-	-	0.9	-	-	-
		Public Sector MIN / MID / MAX:		\$49,335	\$57,322	\$65,309		\$46,363	\$53,816	\$61,269
		Variance MIN / MID / MAX:		-14.37%	-19.48%	-23.34%		-8.88%	-14.23%	-18.29%

7/1/2021 3% Increase

Petersburg Job Class	Survey Job Class	Participant Organization	Department	Annual (Range or Actual)			Cost of Living Compared to Petersburg	Divided by Cost of Living		
				Min	Mid	Max		Min	Mid	Max
Dispatcher/Corrections Officer 3		Petersburg Borough	Police	\$43,514	\$47,757	\$52,000		\$43,514	\$47,757	\$52,000
				Updated wage 7/1/2021						
	Communications Clerk Leader	Cordova		\$42,557	\$50,367	\$58,178	1.13	\$37,661	\$44,573	\$51,485
		Haines		-	-	-	1.03	-	-	-
		Homer		-	-	-	0.93	-	-	-
	Dispatcher	Juneau		\$54,995	\$70,470	\$85,946	1.2	\$45,829	\$58,725	\$71,621
		Kenai (Partial AML)		-	-	-	0.9	-	-	-
	Dispatcher	Ketchikan		\$44,990	\$52,780	\$60,570	1.03	\$43,680	\$51,243	\$58,805
		Ketchikan Borough		-	-	-	1.03	-	-	-
		Kodiak (Partial AML)		-	-	-	1.08	-	-	-
		Palmer		-	-	-	0.96	-	-	-
	Corrections Sergeant	Seward		\$43,306	\$51,501	\$59,696	0.95	\$45,585	\$54,211	\$62,838
		Soldotna		-	-	-	0.96	-	-	-
	Public Safety Technician I	Valdez		\$55,890	\$55,890	\$55,890	1.09	\$51,275	\$51,275	\$51,275
	Corrections Sergeant	Wrangell		\$48,901	\$57,325	\$65,749	1	\$48,901	\$57,325	\$65,749
	Correctional Officer III	State of Alaska		\$54,704	\$62,920	\$71,136	1.06	\$51,608	\$59,358	\$67,109
Dispatcher 3 43526-56585		US Federal Government		-	-	-	0.9	-	-	-
		Public Sector MIN / MID / MAX:		\$49,335	\$57,322	\$65,309		\$46,363	\$53,816	\$61,269
		Variance MIN / MID / MAX:		-11.80%	-16.69%	-20.38%		-6.14%	-11.26%	-15.13%

7/1/2022 3% Increase

Petersburg Job Class	Survey Job Class	Participant Organization	Department	Annual (Range or Actual)			Cost of Living Compared to Petersburg	Divided by Cost of Living		
				Min	Mid	Max		Min	Mid	Max
Dispatcher/Corrections Officer 3		Petersburg Borough	Police	\$44,824	\$49,140	\$53,456		\$44,824	\$49,140	\$53,456
				Updated wage 7/1/2022						
	Communications Clerk Leader	Cordova		\$42,557	\$50,367	\$58,178	1.13	\$37,661	\$44,573	\$51,485
		Haines		-	-	-	1.03	-	-	-
		Homer		-	-	-	0.93	-	-	-
	Dispatcher	Juneau		\$54,995	\$70,470	\$85,946	1.2	\$45,829	\$58,725	\$71,621
		Kenai (Partial AML)		-	-	-	0.9	-	-	-
	Dispatcher	Ketchikan		\$44,990	\$52,780	\$60,570	1.03	\$43,680	\$51,243	\$58,805
		Ketchikan Borough		-	-	-	1.03	-	-	-
		Kodiak (Partial AML)		-	-	-	1.08	-	-	-
		Palmer		-	-	-	0.96	-	-	-
	Corrections Sergeant	Seward		\$43,306	\$51,501	\$59,696	0.95	\$45,585	\$54,211	\$62,838
		Soldotna		-	-	-	0.96	-	-	-
	Public Safety Technician I	Valdez		\$55,890	\$55,890	\$55,890	1.09	\$51,275	\$51,275	\$51,275
	Corrections Sergeant	Wrangell		\$48,901	\$57,325	\$65,749	1	\$48,901	\$57,325	\$65,749
	Correctional Officer III	State of Alaska		\$54,704	\$62,920	\$71,136	1.06	\$51,608	\$59,358	\$67,109
Dispatcher 3 43526-56585		US Federal Government		-	-	-	0.9	-	-	-
		Public Sector MIN / MID / MAX:		\$49,335	\$57,322	\$65,309		\$46,363	\$53,816	\$61,269
		Variance MIN / MID / MAX:		-9.14%	-14.27%	-18.15%		-3.32%	-8.69%	-12.75%

Option 2 Proposal

7/1/2022 Proposed Wage Matrix

Petersburg Job Class	Survey Job Class	Participant Organization	Department	Annual (Range or Actual)			Cost of Living Compared to Petersburg	Divided by Cost of Living		
				Min	Mid	Max		Min	Mid	Max
Dispatcher/Corrections Officer 3		Petersburg Borough	Police	\$46,717	\$51,127	\$55,536		\$46,717	\$51,127	\$55,536
				Updated wage 7/1/2022						
	Communications Clerk Leader	Cordova		\$42,557	\$50,367	\$58,178	1.13	\$37,661	\$44,573	\$51,485
		Haines		-	-	-	1.03	-	-	-
		Homer		-	-	-	0.93	-	-	-
	Dispatcher	Juneau		\$54,995	\$70,470	\$85,946	1.2	\$45,829	\$58,725	\$71,621
		Kenai (Partial AML)		-	-	-	0.9	-	-	-
	Dispatcher	Ketchikan		\$44,990	\$52,780	\$60,570	1.03	\$43,680	\$51,243	\$58,805
		Ketchikan Borough		-	-	-	1.03	-	-	-
		Kodiak (Partial AML)		-	-	-	1.08	-	-	-
		Palmer		-	-	-	0.96	-	-	-
	Corrections Sergeant	Seward		\$43,306	\$51,501	\$59,696	0.95	\$45,585	\$54,211	\$62,838
		Soldotna		-	-	-	0.96	-	-	-
	Public Safety Technician I	Valdez		\$55,890	\$55,890	\$55,890	1.09	\$51,275	\$51,275	\$51,275
	Corrections Sergeant	Wrangell		\$48,901	\$57,325	\$65,749	1	\$48,901	\$57,325	\$65,749
	Correctional Officer III	State of Alaska		\$54,704	\$62,920	\$71,136	1.06	\$51,608	\$59,358	\$67,109
Dispatcher 3 43526-56585		US Federal Government		-	-	-	0.9	-	-	-
			Public Sector MIN / MID / MAX:	\$49,335	\$57,322	\$65,309		\$46,363	\$53,816	\$61,269
			Variance MIN / MID / MAX:	-5.31%	-10.81%	-14.96%		0.76%	-5.00%	-9.36%

7/1/2020 2% Increase

Petersburg Job Class	Survey Job Class	Participant Organization	Department	Annual (Range or Actual)			Cost of Living Compared to Petersburg	Divided by Cost of Living		
				Min	Mid	Max		Min	Mid	Max
Police Officer 1		Petersburg Borough	Police	\$53,830	\$58,386	\$62,941		\$53,830	\$58,386	\$62,941
				Updated wage 7/1/2020						
	see level 2	Cordova		-	-	-	1.13	-	-	-
	Police Officer 1	Haines		\$52,478	\$59,758	\$67,038	1.03	\$50,950	\$58,018	\$65,086
	Police Officer 1	Homer		\$53,310	\$68,047	\$82,784	0.93	\$57,323	\$73,169	\$89,015
	Police Officer	Juneau		\$71,198	\$91,229	\$111,259	1.2	\$59,332	\$76,024	\$92,716
	Police Officer	Kenai (Partial AML)		\$71,573	\$78,728	\$85,883	0.9	\$79,525	\$87,476	\$95,426
	Police Officer	Ketchikan		\$62,005	\$72,758	\$83,512	1.03	\$60,199	\$70,639	\$81,080
		Ketchikan Borough		-	-	-	1.03	-	-	-
		Kodiak (Partial AML)		\$50,378	\$64,511	\$78,645	1.08	\$46,646	\$59,733	\$72,819
	Police Officer 1	Palmer		\$43,555	\$51,189	\$58,822	0.96	\$45,370	\$53,322	\$61,273
	Patrol Officer I	Seward		\$50,211	\$56,472	\$62,733	0.95	\$52,854	\$59,444	\$66,035
	Police Officer	Soldotna		\$64,397	\$71,469	\$78,541	0.96	\$67,080	\$74,447	\$81,814
	Police Officer	Valdez		\$59,821	\$73,819	\$87,818	1.09	\$54,881	\$67,724	\$80,567
	Police Officer I	Wrangell		\$56,264	\$65,967	\$75,670	1	\$56,264	\$65,967	\$75,670
	Used for Level 2	State of Alaska		-	-	-	1.06	-	-	-
TSO 24.28	Transportation Security Officer	US Federal Government		\$50,502	\$58,885	\$67,267	0.9	\$56,114	\$65,428	\$74,741
			Public Sector MIN / MID / MAX:	\$57,141	\$67,736	\$78,331		\$57,212	\$67,616	\$78,020
Trooper 77 / P7703			Variance MIN / MID / MAX:	-5.79%	-13.80%	-19.65%		-5.91%	-13.65%	-19.33%

7/1/2021 3% Increase

Petersburg Job Class	Survey Job Class	Participant Organization	Department	Annual (Range or Actual)			Cost of Living Compared to Petersburg	Divided by Cost of Living		
				Min	Mid	Max		Min	Mid	Max
Police Officer 1		Petersburg Borough	Police	\$55,453	\$60,352	\$65,250		\$55,453	\$60,352	\$65,250
				Updated wage 7/1/2021						
	see level 2	Cordova		-	-	-	1.13	-	-	-
	Police Officer 1	Haines		\$52,478	\$59,758	\$67,038	1.03	\$50,950	\$58,018	\$65,086
	Police Officer 1	Homer		\$53,310	\$68,047	\$82,784	0.93	\$57,323	\$73,169	\$89,015
	Police Officer	Juneau		\$71,198	\$91,229	\$111,259	1.2	\$59,332	\$76,024	\$92,716
	Police Officer	Kenai (Partial AML)		\$71,573	\$78,728	\$85,883	0.9	\$79,525	\$87,476	\$95,426
	Police Officer	Ketchikan		\$62,005	\$72,758	\$83,512	1.03	\$60,199	\$70,639	\$81,080
		Ketchikan Borough		-	-	-	1.03	-	-	-
		Kodiak (Partial AML)		\$50,378	\$64,511	\$78,645	1.08	\$46,646	\$59,733	\$72,819
	Police Officer 1	Palmer		\$43,555	\$51,189	\$58,822	0.96	\$45,370	\$53,322	\$61,273
	Patrol Officer I	Seward		\$50,211	\$56,472	\$62,733	0.95	\$52,854	\$59,444	\$66,035
	Police Officer	Soldotna		\$64,397	\$71,469	\$78,541	0.96	\$67,080	\$74,447	\$81,814
	Police Officer	Valdez		\$59,821	\$73,819	\$87,818	1.09	\$54,881	\$67,724	\$80,567
	Police Officer I	Wrangell		\$56,264	\$65,967	\$75,670	1	\$56,264	\$65,967	\$75,670
	Used for Level 2	State of Alaska		-	-	-	1.06	-	-	-
TSO 24.28	Transportation Security Officer	US Federal Government		\$50,502	\$58,885	\$67,267	0.9	\$56,114	\$65,428	\$74,741
		Public Sector MIN / MID / MAX:		\$57,141	\$67,736	\$78,331		\$57,212	\$67,616	\$78,020
Trooper 77 / P7703		Variance MIN / MID / MAX:		-2.95%	-10.90%	-16.70%		-3.07%	-10.74%	-16.37%

7/1/2022 3% Increase

Petersburg Job Class	Survey Job Class	Participant Organization	Department	Annual (Range or Actual)			Cost of Living Compared to Petersburg	Divided by Cost of Living		
				Min	Mid	Max		Min	Mid	Max
Police Officer 1		Petersburg Borough	Police	\$57,117	\$62,109	\$67,101		\$57,117	\$62,109	\$67,101
				Updated wage 7/1/2022						
	see level 2	Cordova		-	-	-	1.13	-	-	-
	Police Officer 1	Haines		\$52,478	\$59,758	\$67,038	1.03	\$50,950	\$58,018	\$65,086
	Police Officer 1	Homer		\$53,310	\$68,047	\$82,784	0.93	\$57,323	\$73,169	\$89,015
	Police Officer	Juneau		\$71,198	\$91,229	\$111,259	1.2	\$59,332	\$76,024	\$92,716
	Police Officer	Kenai (Partial AML)		\$71,573	\$78,728	\$85,883	0.9	\$79,525	\$87,476	\$95,426
	Police Officer	Ketchikan		\$62,005	\$72,758	\$83,512	1.03	\$60,199	\$70,639	\$81,080
		Ketchikan Borough		-	-	-	1.03	-	-	-
		Kodiak (Partial AML)		\$50,378	\$64,511	\$78,645	1.08	\$46,646	\$59,733	\$72,819
	Police Officer 1	Palmer		\$43,555	\$51,189	\$58,822	0.96	\$45,370	\$53,322	\$61,273
	Patrol Officer I	Seward		\$50,211	\$56,472	\$62,733	0.95	\$52,854	\$59,444	\$66,035
	Police Officer	Soldotna		\$64,397	\$71,469	\$78,541	0.96	\$67,080	\$74,447	\$81,814
	Police Officer	Valdez		\$59,821	\$73,819	\$87,818	1.09	\$54,881	\$67,724	\$80,567
	Police Officer I	Wrangell		\$56,264	\$65,967	\$75,670	1	\$56,264	\$65,967	\$75,670
	Used for Level 2	State of Alaska		-	-	-	1.06	-	-	-
TSO 24.28	Transportation Security Officer	US Federal Government		\$50,502	\$58,885	\$67,267	0.9	\$56,114	\$65,428	\$74,741
			Public Sector MIN / MID / MAX:	\$57,141	\$67,736	\$78,331		\$57,212	\$67,616	\$78,020
			Variance MIN / MID / MAX:	-0.04%	-8.31%	-14.34%		-0.17%	-8.14%	-14.00%
Trooper 77 / P7703										

7/1/2020 2% Increase

Petersburg Job Class	Survey Job Class	Participant Organization	Department	Annual (Range or Actual)			Cost of Living Compared to Petersburg	Divided by Cost of Living		
				Min	Mid	Max		Min	Mid	Max
Police Officer 2		Petersburg Borough	Police	\$55,328	\$61,516	\$67,704		\$55,328	\$61,516	\$67,704
				Updated wage 7/1/2020						
	Police Officer	Cordova		\$63,773	\$73,549	\$83,325	1.13	\$56,436	\$65,087	\$73,739
	Police Officer 2	Haines		\$54,080	\$61,360	\$68,640	1.03	\$52,505	\$59,573	\$66,641
	Police Officer 2	Homer		\$55,058	\$70,242	\$85,426	0.93	\$59,202	\$75,529	\$91,855
	Police Officer	Juneau		\$68,494	\$87,755	\$107,016	1.2	\$57,079	\$73,129	\$89,180
		Kenai (Partial AML)		-	-	-	0.9	-	-	-
vacant	Corporal	Ketchikan		\$65,125	\$76,450	\$87,776	1.03	\$63,228	\$74,224	\$85,219
		Ketchikan Borough		-	-	-	1.03	-	-	-
		Kodiak (Partial AML)		-	-	-	1.08	-	-	-
	Police Officer 2	Palmer		\$49,941	\$58,781	\$67,621	0.96	\$52,022	\$61,230	\$70,438
	Patrol Officer II	Seward		\$52,770	\$59,342	\$65,915	0.95	\$55,547	\$62,466	\$69,384
	Police Officer	Soldotna		\$64,397	\$71,469	\$78,541	0.96	\$67,080	\$74,447	\$81,814
		Valdez		-	-	-	1.09	-	-	-
	Police Officer II	Wrangell		\$61,880	\$72,550	\$83,221	1	\$61,880	\$72,550	\$83,221
	State Trooper	State of Alaska		\$78,333	\$97,885	\$117,437	1.06	\$73,899	\$92,344	\$110,789
		US Federal Government		-	-	-	0.9	-	-	-
		Public Sector MIN / MID / MAX:		\$61,385	\$72,938	\$84,492		\$59,888	\$71,058	\$82,228
		Variance MIN / MID / MAX:		-9.87%	-15.66%	-19.87%		-7.61%	-13.43%	-17.66%

7/1/2021 3% Increase

Petersburg Job Class	Survey Job Class	Participant Organization	Department	Annual (Range or Actual)			Cost of Living Compared to Petersburg	Divided by Cost of Living		
				Min	Mid	Max		Min	Mid	Max
Police Officer 2		Petersburg Borough	Police	\$56,971	\$64,043	\$71,115		\$56,971	\$64,043	\$71,115
				Updated wage 7/1/2021						
	Police Officer	Cordova		\$63,773	\$73,549	\$83,325	1.13	\$56,436	\$65,087	\$73,739
	Police Officer 2	Haines		\$54,080	\$61,360	\$68,640	1.03	\$52,505	\$59,573	\$66,641
	Police Officer 2	Homer		\$55,058	\$70,242	\$85,426	0.93	\$59,202	\$75,529	\$91,855
	Police Officer	Juneau		\$68,494	\$87,755	\$107,016	1.2	\$57,079	\$73,129	\$89,180
		Kenai (Partial AML)		-	-	-	0.9	-	-	-
vacant	Corporal	Ketchikan		\$65,125	\$76,450	\$87,776	1.03	\$63,228	\$74,224	\$85,219
		Ketchikan Borough		-	-	-	1.03	-	-	-
		Kodiak (Partial AML)		-	-	-	1.08	-	-	-
	Police Officer 2	Palmer		\$49,941	\$58,781	\$67,621	0.96	\$52,022	\$61,230	\$70,438
	Patrol Officer II	Seward		\$52,770	\$59,342	\$65,915	0.95	\$55,547	\$62,466	\$69,384
	Police Officer	Soldotna		\$64,397	\$71,469	\$78,541	0.96	\$67,080	\$74,447	\$81,814
		Valdez		-	-	-	1.09	-	-	-
	Police Officer II	Wrangell		\$61,880	\$72,550	\$83,221	1	\$61,880	\$72,550	\$83,221
	State Trooper	State of Alaska		\$78,333	\$97,885	\$117,437	1.06	\$73,899	\$92,344	\$110,789
		US Federal Government		-	-	-	0.9	-	-	-
		Public Sector MIN / MID / MAX:		\$61,385	\$72,938	\$84,492		\$59,888	\$71,058	\$82,228
		Variance MIN / MID / MAX:		-7.19%	-12.20%	-15.83%		-4.87%	-9.87%	-13.51%

7/1/2022 3% Increase

Petersburg Job Class	Survey Job Class	Participant Organization	Department	Annual (Range or Actual)			Cost of Living Compared to Petersburg	Divided by Cost of Living		
				Min	Mid	Max		Min	Mid	Max
Police Officer 2		Petersburg Borough	Police	\$58,698	\$65,853	\$73,008		\$58,698	\$65,853	\$73,008
				Updated wage 7/1/2022						
	Police Officer	Cordova		\$63,773	\$73,549	\$83,325	1.13	\$56,436	\$65,087	\$73,739
	Police Officer 2	Haines		\$54,080	\$61,360	\$68,640	1.03	\$52,505	\$59,573	\$66,641
	Police Officer 2	Homer		\$55,058	\$70,242	\$85,426	0.93	\$59,202	\$75,529	\$91,855
	Police Officer	Juneau		\$68,494	\$87,755	\$107,016	1.2	\$57,079	\$73,129	\$89,180
		Kenai (Partial AML)		-	-	-	0.9	-	-	-
vacant	Corporal	Ketchikan		\$65,125	\$76,450	\$87,776	1.03	\$63,228	\$74,224	\$85,219
		Ketchikan Borough		-	-	-	1.03	-	-	-
		Kodiak (Partial AML)		-	-	-	1.08	-	-	-
	Police Officer 2	Palmer		\$49,941	\$58,781	\$67,621	0.96	\$52,022	\$61,230	\$70,438
	Patrol Officer II	Seward		\$52,770	\$59,342	\$65,915	0.95	\$55,547	\$62,466	\$69,384
	Police Officer	Soldotna		\$64,397	\$71,469	\$78,541	0.96	\$67,080	\$74,447	\$81,814
		Valdez		-	-	-	1.09	-	-	-
	Police Officer II	Wrangell		\$61,880	\$72,550	\$83,221	1	\$61,880	\$72,550	\$83,221
	State Trooper	State of Alaska		\$78,333	\$97,885	\$117,437	1.06	\$73,899	\$92,344	\$110,789
		US Federal Government		-	-	-	0.9	-	-	-
		Public Sector MIN / MID / MAX:		\$61,385	\$72,938	\$84,492		\$59,888	\$71,058	\$82,228
		Variance MIN / MID / MAX:		-4.38%	-9.71%	-13.59%		-1.99%	-7.32%	-11.21%

Option 2 Proposal

7/1/2022 Proposed Wage Matrix

Petersburg Job Class	Survey Job Class	Participant Organization	Department	Annual (Range or Actual)			Cost of Living Compared to Petersburg	Divided by Cost of Living		
				Min	Mid	Max		Min	Mid	Max
Police Officer 2		Petersburg Borough	Police	\$58,698	\$67,933	\$77,168		\$58,698	\$67,933	\$77,168
				Updated wage 7/1/2022						
	Police Officer	Cordova		\$63,773	\$73,549	\$83,325	1.13	\$56,436	\$65,087	\$73,739
	Police Officer 2	Haines		\$54,080	\$61,360	\$68,640	1.03	\$52,505	\$59,573	\$66,641
	Police Officer 2	Homer		\$55,058	\$70,242	\$85,426	0.93	\$59,202	\$75,529	\$91,855
	Police Officer	Juneau		\$68,494	\$87,755	\$107,016	1.2	\$57,079	\$73,129	\$89,180
		Kenai (Partial AML)		-	-	-	0.9	-	-	-
vacant	Corporal	Ketchikan		\$65,125	\$76,450	\$87,776	1.03	\$63,228	\$74,224	\$85,219
		Ketchikan Borough		-	-	-	1.03	-	-	-
		Kodiak (Partial AML)		-	-	-	1.08	-	-	-
	Police Officer 2	Palmer		\$49,941	\$58,781	\$67,621	0.96	\$52,022	\$61,230	\$70,438
	Patrol Officer II	Seward		\$52,770	\$59,342	\$65,915	0.95	\$55,547	\$62,466	\$69,384
	Police Officer	Soldotna		\$64,397	\$71,469	\$78,541	0.96	\$67,080	\$74,447	\$81,814
		Valdez		-	-	-	1.09	-	-	-
	Police Officer II	Wrangell		\$61,880	\$72,550	\$83,221	1	\$61,880	\$72,550	\$83,221
	State Trooper	State of Alaska		\$78,333	\$97,885	\$117,437	1.06	\$73,899	\$92,344	\$110,789
		US Federal Government		-	-	-	0.9	-	-	-
			Public Sector MIN / MID / MAX:	\$61,385	\$72,938	\$84,492		\$59,888	\$71,058	\$82,228
			Variance MIN / MID / MAX:	-4.38%	-6.86%	-8.67%		-1.99%	-4.40%	-6.15%

7/1/2020 2% Increase

Petersburg Job Class	Survey Job Class	Participant Organization	Department	Annual (Range or Actual)			Cost of Living Compared to Petersburg	Divided by Cost of Living		
				Min	Mid	Max		Min	Mid	Max
Police Sergeant		Petersburg Borough	Police	\$58,115	\$64,428	\$70,741		\$58,115	\$64,428	\$70,741
				Updated wage 7/1/2020						
		Cordova		-	-	-	1.13	-	-	-
Police Sergeant		Haines		\$56,222	\$63,502	\$70,782	1.03	\$54,585	\$61,653	\$68,721
Police Sergeant		Homer		\$61,797	\$78,874	\$95,950	0.93	\$66,448	\$84,810	\$103,172
Police Sergeant		Juneau		\$81,224	\$104,114	\$127,005	1.2	\$67,687	\$86,762	\$105,837
Police Sergeant		Kenai (Partial AML)		\$78,894	\$86,788	\$94,682	0.9	\$87,660	\$96,431	\$105,202
Sergeant		Ketchikan		\$70,158	\$82,337	\$94,515	1.03	\$68,115	\$79,939	\$91,762
		Ketchikan Borough		-	-	-	1.03	-	-	-
		Kodiak (Partial AML)		\$69,014	\$77,615	\$86,216	1.08	\$63,902	\$71,866	\$79,830
Sergeant		Palmer		\$53,102	\$62,525	\$71,947	0.96	\$55,315	\$65,130	\$74,945
Police Sergeant		Seward		\$58,240	\$69,264	\$80,288	0.95	\$61,305	\$72,909	\$84,514
Sergeant		Soldotna		\$75,566	\$83,803	\$92,040	0.96	\$78,715	\$87,295	\$95,875
Sergeant		Valdez		\$68,806	\$81,359	\$93,912	1.09	\$63,125	\$74,641	\$86,158
Police Sergeant		Wrangell		\$68,848	\$69,878	\$70,907	1	\$68,848	\$69,878	\$70,907
Trooper Sergeant 79		State of Alaska		\$90,750	\$113,412	\$136,074	1.06	\$85,614	\$106,992	\$128,371
		US Federal Government		-	-	-	0.9	-	-	-
		Public Sector MIN / MID / MAX:		\$69,385	\$81,123	\$92,860		\$68,443	\$79,859	\$91,275
		Variance MIN / MID / MAX:		-16.24%	-20.58%	-23.82%		-15.09%	-19.32%	-22.50%

7/1/2021 4% Increase

Petersburg Job Class	Survey Job Class	Participant Organization	Department	Annual (Range or Actual)			Cost of Living Compared to Petersburg	Divided by Cost of Living		
				Min	Mid	Max		Min	Mid	Max
Police Sergeant		Petersburg Borough	Police	\$60,382	\$67,631	\$74,880		\$60,382	\$67,631	\$74,880
				Updated wage 7/1/2021						
		Cordova		-	-	-	1.13	-	-	-
Police Sergeant		Haines		\$56,222	\$63,502	\$70,782	1.03	\$54,585	\$61,653	\$68,721
Police Sergeant		Homer		\$61,797	\$78,874	\$95,950	0.93	\$66,448	\$84,810	\$103,172
Police Sergeant		Juneau		\$81,224	\$104,114	\$127,005	1.2	\$67,687	\$86,762	\$105,837
Police Sergeant		Kenai (Partial AML)		\$78,894	\$86,788	\$94,682	0.9	\$87,660	\$96,431	\$105,202
Sergeant		Ketchikan		\$70,158	\$82,337	\$94,515	1.03	\$68,115	\$79,939	\$91,762
		Ketchikan Borough		-	-	-	1.03	-	-	-
		Kodiak (Partial AML)		\$69,014	\$77,615	\$86,216	1.08	\$63,902	\$71,866	\$79,830
Sergeant		Palmer		\$53,102	\$62,525	\$71,947	0.96	\$55,315	\$65,130	\$74,945
Police Sergeant		Seward		\$58,240	\$69,264	\$80,288	0.95	\$61,305	\$72,909	\$84,514
Sergeant		Soldotna		\$75,566	\$83,803	\$92,040	0.96	\$78,715	\$87,295	\$95,875
Sergeant		Valdez		\$68,806	\$81,359	\$93,912	1.09	\$63,125	\$74,641	\$86,158
Police Sergeant		Wrangell		\$68,848	\$69,878	\$70,907	1	\$68,848	\$69,878	\$70,907
Trooper Sergeant 79		State of Alaska		\$90,750	\$113,412	\$136,074	1.06	\$85,614	\$106,992	\$128,371
		US Federal Government		-	-	-	0.9	-	-	-
			Public Sector MIN / MID / MAX:	\$69,385	\$81,123	\$92,860		\$68,443	\$79,859	\$91,275
			Variance MIN / MID / MAX:	-12.98%	-16.63%	-19.36%		-11.78%	-15.31%	-17.96%

7/1/2022 4% Increase

Petersburg Job Class	Survey Job Class	Participant Organization	Department	Annual (Range or Actual)			Cost of Living Compared to Petersburg	Divided by Cost of Living		
				Min	Mid	Max		Min	Mid	Max
Police Sergeant		Petersburg Borough	Police	\$62,795	\$70,179	\$77,563		\$62,795	\$70,179	\$77,563
				Updated wage 7/1/2022						
		Cordova		-	-	-	1.13	-	-	-
Police Sergeant		Haines		\$56,222	\$63,502	\$70,782	1.03	\$54,585	\$61,653	\$68,721
Police Sergeant		Homer		\$61,797	\$78,874	\$95,950	0.93	\$66,448	\$84,810	\$103,172
Police Sergeant		Juneau		\$81,224	\$104,114	\$127,005	1.2	\$67,687	\$86,762	\$105,837
Police Sergeant		Kenai (Partial AML)		\$78,894	\$86,788	\$94,682	0.9	\$87,660	\$96,431	\$105,202
Sergeant		Ketchikan		\$70,158	\$82,337	\$94,515	1.03	\$68,115	\$79,939	\$91,762
		Ketchikan Borough		-	-	-	1.03	-	-	-
		Kodiak (Partial AML)		\$69,014	\$77,615	\$86,216	1.08	\$63,902	\$71,866	\$79,830
Sergeant		Palmer		\$53,102	\$62,525	\$71,947	0.96	\$55,315	\$65,130	\$74,945
Police Sergeant		Seward		\$58,240	\$69,264	\$80,288	0.95	\$61,305	\$72,909	\$84,514
Sergeant		Soldotna		\$75,566	\$83,803	\$92,040	0.96	\$78,715	\$87,295	\$95,875
Sergeant		Valdez		\$68,806	\$81,359	\$93,912	1.09	\$63,125	\$74,641	\$86,158
Police Sergeant		Wrangell		\$68,848	\$69,878	\$70,907	1	\$68,848	\$69,878	\$70,907
Trooper Sergeant 79		State of Alaska		\$90,750	\$113,412	\$136,074	1.06	\$85,614	\$106,992	\$128,371
		US Federal Government		-	-	-	0.9	-	-	-
		Public Sector MIN / MID / MAX:		\$69,385	\$81,123	\$92,860		\$68,443	\$79,859	\$91,275
		Variance MIN / MID / MAX:		-9.50%	-13.49%	-16.47%		-8.25%	-12.12%	-15.02%

Option 2 Proposal

7/1/2022 Proposed Wage Matrix

Petersburg Job Class	Survey Job Class	Participant Organization	Department	Annual (Range or Actual)			Cost of Living Compared to Petersburg	Divided by Cost of Living		
				Min	Mid	Max		Min	Mid	Max
Police Sergeant		Petersburg Borough	Police	\$62,795	\$72,259	\$81,723		\$62,795	\$72,259	\$81,723
				Updated wage 7/1/2022						
		Cordova		-	-	-	1.13	-	-	-
	Police Sergeant	Haines		\$56,222	\$63,502	\$70,782	1.03	\$54,585	\$61,653	\$68,721
	Police Sergeant	Homer		\$61,797	\$78,874	\$95,950	0.93	\$66,448	\$84,810	\$103,172
	Police Sergeant	Juneau		\$81,224	\$104,114	\$127,005	1.2	\$67,687	\$86,762	\$105,837
	Police Sergeant	Kenai (Partial AML)		\$78,894	\$86,788	\$94,682	0.9	\$87,660	\$96,431	\$105,202
	Sergeant	Ketchikan		\$70,158	\$82,337	\$94,515	1.03	\$68,115	\$79,939	\$91,762
		Ketchikan Borough		-	-	-	1.03	-	-	-
		Kodiak (Partial AML)		\$69,014	\$77,615	\$86,216	1.08	\$63,902	\$71,866	\$79,830
	Sergeant	Palmer		\$53,102	\$62,525	\$71,947	0.96	\$55,315	\$65,130	\$74,945
	Police Sergeant	Seward		\$58,240	\$69,264	\$80,288	0.95	\$61,305	\$72,909	\$84,514
	Sergeant	Soldotna		\$75,566	\$83,803	\$92,040	0.96	\$78,715	\$87,295	\$95,875
	Sergeant	Valdez		\$68,806	\$81,359	\$93,912	1.09	\$63,125	\$74,641	\$86,158
	Police Sergeant	Wrangell		\$68,848	\$69,878	\$70,907	1	\$68,848	\$69,878	\$70,907
	Trooper Sergeant 79	State of Alaska		\$90,750	\$113,412	\$136,074	1.06	\$85,614	\$106,992	\$128,371
		US Federal Government		-	-	-	0.9	-	-	-
			Public Sector MIN / MID / MAX:	\$69,385	\$81,123	\$92,860		\$68,443	\$79,859	\$91,275
			Variance MIN / MID / MAX:	-9.50%	-10.93%	-11.99%		-8.25%	-9.52%	-10.46%

**Mayor's Report
For
March 7, 2022 Assembly Meeting**

1. Seeking Letters of Interest: The Petersburg Borough is accepting letters of interest from citizens who wish to serve the community by filling one of the vacant seats on the following Borough Boards/Commissions until the October 2022 Municipal Election:

Planning Commission – two vacant seats

Parks & Recreation Advisory Board – two vacant seats

Letters of interest should be submitted to Clerk Thompson at the Borough offices located at 12 S. Nordic Drive; by sending to PO Box 329, Petersburg, AK 99833; or by emailing to dthompson@petersburgak.gov.



**Borough Manager's Report
Assembly Meeting 07 March 2022**

- ❖ The streets crew finished repainting and installing new deck planking on the large tilt-bed trailer. This was a big project, but much needed and should extend the working lifespan of this piece of equipment by several more years.
- ❖ Recent mild weather has allowed us to get the street sweeper into action and get a head start on picking up some of this winter's accumulated traction sand.
- ❖ The Public Works Culvert Replacement project is out to bid, with the bid opening scheduled for March 11th.
- ❖ Finalizing vehicle replacement and O&M budgets for all Borough Depts.
- ❖ Finalizing a schedule for the transition to every-other-week recycling. Tentative start date for the new schedule will be the week of April 4th. The change in schedule will be publicly noticed for several weeks beforehand to give customers plenty of lead time to plan for the shift. Residential customers will see reduced pickups (every-other-week instead of weekly), however most commercial customers will continue to be picked up at the same frequency as before.
- ❖ We are planning to bring back the Household Hazardous Waste (HHW) collection event this year, probably in late summer. Our past HHW event provider has sharply raised prices and we are first going to solicit proposals from regional HHW collectors to see if we can get the cost down to something reasonable.
- ❖ Now that the Streets crew is back in the Motor Pool Shop building which has freed up some space, Sam has relocated his office to the Public Works building.
- ❖ Last COVID case at the Manor was February 24th. Folks seem to be recovering, although at a slower pace.
- ❖ Will be reopening for visitors at the Manor soon. Please call Shelyn with any questions or updates on the visitation status.
- ❖ A huge thank you to staff who worked double shifts and extra shifts to cover during the Covid outbreak.
- ❖ With the continued staffing issues in town, Shelyn and I have begun conversations about limiting new residents at the Manor to lower care levels. This will not impact current residents but could have an impact on availability of rooms for people who need additional care above a set care level. We may also consider converting some apartments back to independent living rather than Assisted Living. This again, would not impact existing residents.
- ❖ Dispatch is currently staffed with just two dispatchers, so Captain Holmgren is filling in. As of this report, we have no current, qualified candidates for the open positions.

- ❖ Reviewed options for Axon Fleet 3 police in-car cameras with Mark Testoni, Jeff Meucci and the Axon Rep. Rep is providing updated quote for this coming budget year.
- ❖ Property Tax assessments were mailed on March 1st. Property owners have one month to appeal. More information can be found on the Borough's website.
- ❖ If you own a home and have been impacted financially by the COVID-19 pandemic, you may be eligible for Alaska Housing Homeowner Assistance. The program may help cover: Mortgage payments, Past due property taxes, Insurance premiums, Utilities.
The application process is easy and confidential. Check your eligibility and apply online at: AlaskaHousingRelief.org. Deadline to apply is April 4, 2022.
- ❖ The online property map viewer will be updated with new ownership information and assessed values as soon as possible. Work on the update was delayed due to the borough server issues.
- ❖ McMillen Jacobs continues to draft and refine the FERC non-capacity license amendment that is required for the Blind Slough Hydro project.
- ❖ PMPL issued an RFP for replacement of the Superior Building roof. Proposals are due March 11th.
- ❖ The line crew is still working to upgrade numerous streetlights to LED.
- ❖ No applications for the open Journeyman Lineman have been received.
- ❖ Line and Operations staff recently received industry specific safety training on PPE, Hazard Assessment, Minimum Approach Distances, Second Points of Contact, Equipotential Grounding and Chainsaw safety.
- ❖ NC Machinery will have all parts for the 399-generator overhaul by the end of March. The work is scheduled to begin during the first week in April.
- ❖ Scott Burt finishing Ironman Triathlon Coach certification. A Spin Bike instructor will also be hosting sessions soon as well to begin triathlon training. If interested in triathlon training or competitions, please contact Scott at Parks and Rec.
- ❖ Swim Lesson sessions to begin mid-March! Contact Parks and Rec for more information.
- ❖ Lunch time Swim and Basketball starting March 7th! Call Parks and Rec for specific details, check Facebook, and listen to KFSK for more details!
- ❖ Stephanie and her team are working on the maintenance list for the Community Center facility closure in conjunction with the replacement of the boilers and other repairs related to the electrical fire. Contractors are still on schedule for late spring and Parks & Rec. is coordinating with the school.
- ❖ We received a letter from the Environmental consultant regarding the Petro Marine property. His recommendation is to wait until the final report is received from Chevron and then upon review of the report, make a recommendation on how to proceed. This will be sometime in 2022.

PETERSBURG BOROUGH, ALASKA
PETERSBURG BOROUGH
ELECTRIC UTILITY REVENUE BOND, 2022

Not to Exceed \$7,800,000

ORDINANCE NO. 2022-01

AN ORDINANCE authorizing the issuance of electric utility revenue bonds of Petersburg Borough Electric Utility (the "Electric Utility") in an aggregate principal amount not to exceed \$7,800,000, to finance: (i) improvements to the Electric Utility system's Blind Slough plant and the Scow Bay Standby Generation project, and to pay incidental costs incurred in connection with carrying out such improvements (the "Project"); and (ii) to pay the costs incident to financing the Project, including providing for a debt service reserve, if necessary, and paying the costs of issuance of the bonds, all as authorized by Ordinance No. 2021-12 of the Borough Assembly and ratified by the Borough's voters at an election held therein on October 5, 2021; authorizing the pledge of Net Revenue of the Electric Utility to pay debt service on the bonds; providing for the date, terms and covenants of the bonds; authorizing the sale of the bonds to the Alaska Municipal Bond Bank on the terms and conditions provided in this ordinance; and establishing an effective date.

PASSED: _____, 2022

Prepared by:

Stradling Yocca Carlson & Rauth,
a Professional Corporation
Seattle, Washington

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PETERSBURG BOROUGH, ALASKA

ORDINANCE NO. _____

AN ORDINANCE authorizing the issuance of electric utility revenue bonds of Petersburg Borough Electric Utility (the "Electric Utility") in an aggregate principal amount not to exceed \$7,800,000, to finance: (i) improvements to the Electric Utility system's Blind Slough plant and the Scow Bay Standby Generation project, and to pay incidental costs incurred in connection with carrying out such improvements (the "Project"); and (ii) to pay the costs incident to financing the Project, including providing for a debt service reserve, if necessary, and paying the costs of issuance of the bonds, all as authorized by Ordinance No. 2021-12 of the Borough Assembly and ratified by the Borough's voters at an election held therein on October 5, 2021; authorizing the pledge of Net Revenue of the Electric Utility to pay debt service on the bonds; providing for the date, terms and covenants of the bonds; authorizing the sale of the bonds to the Alaska Municipal Bond Bank on the terms and conditions provided in this ordinance; and establishing an effective date.

WHEREAS, the Borough, dba Petersburg Borough Electric Utility, owns and operates an municipal electric utility (the "Electric Utility"); and

WHEREAS, at an election held in the Borough on October 5, 2021, the number and proportion of qualified electors of the Borough as required by law for the approval thereof voted in favor of a proposition authorizing the issuance of revenue bonds of the Borough payable from Net Revenue of the Electric Utility in a principal amount not to exceed \$7,800,000 to finance costs of (i) improvements to the Borough electric utility system's Blind Slough plant and the Scow Bay Standby Generation project, and to pay incidental costs incurred in connection with carrying out such improvements (the "Project"); and (ii) to pay the costs incident to financing the Project, including providing for a debt service reserve, if necessary, and paying the costs of issuance of the Bonds, all as authorized by Ordinance No. 2021-12 of the Borough Assembly (the "Assembly") passed on August 16, 2021 (the "Election Ordinance"); and

WHEREAS, the Electric Utility is a Member Utility of the Southeast Alaska Power Agency ("SEAPA"), and is a Purchasing Utility under a Long Term Power Sales Agreement (the "PSA"), pursuant to which the Borough has covenanted that the payment obligations to SEAPA under the PSA shall constitute an operating expense of the Electric Utility and shall have a priority pledge of the revenues of the Electric Utility superior to any future debt obligations; and

WHEREAS, the Borough presently has outstanding no revenue bonds payable solely from and having a priority lien on revenues of the Electric Utility, and the pledge set forth herein shall have priority over any other pledge of such revenues, subject only to the costs of Operations and Maintenance (as defined below), which include the payment obligations to SEAPA; and

WHEREAS, the Borough previously issued its Service Area 1 General Obligation Electric Utility Refunding Bond, 2020 in an aggregate principal amount of \$1,560,000, which was secured by an additional pledge of revenues of the Electric Utility on a basis subordinate to the payment of principal and interest on any subsequent issue of Electric Utility revenue bonds, such as the Bonds authorized by this ordinance;

WHEREAS, the Assembly wishes to authorize the issuance of not to exceed \$7,800,000 principal amount of the revenue bonds authorized by the Election Ordinance and approved by the Borough's voters; and

WHEREAS, it is in the best interest of the Borough to sell the bonds, in one or more series, to the Alaska Municipal Bond Bank (the "Bond Bank") on the terms and conditions set forth herein and in a loan agreement with the Bond Bank authorized by this ordinance to be entered into by the Finance Director;

THE PETERSBURG BOROUGH ORDAINS, as follows:

Section 1. Definitions. As used in this ordinance, the following words have the following meanings, unless a different meaning clearly appears from the context: "Adjusted Net Revenue" means Net Revenue, plus withdrawals from the Rate Stabilization Account and less deposits into the Rate Stabilization Account.

"Annual Debt Service" for any particular year means, for the Bonds, or of Future Parity Bonds, as applicable, an amount equal to the sum of (i) all interest payable during such year in respect of such outstanding bonds plus (ii) the Principal Installment or Installments due during such year on such outstanding bonds, calculated on the assumption that bonds outstanding on the day of calculation cease to be outstanding by reason of, but only by reason of, payment upon maturity, or earlier mandatory redemption and application to such purposes of any Sinking Fund Requirements, or payments into the Parity Bond Fund, required by the ordinance or resolution authorizing issuance of such bonds. Annual Debt Service for each Fiscal Year shall be reduced by subtracting the amount scheduled to be received by the Borough as a Tax Credit Subsidy Bond Payment (if any) in each such Fiscal Year in respect of any Parity Bonds issued as Tax Credit Subsidy Bonds.

"Assembly" means the Borough Assembly, the general legislative authority of the Borough, as duly constituted from time to time, or any successor body.

"Average Annual Debt Service" means, in reference to any one or more series of Parity Bonds, the sum of the Annual Debt Service due in each year, divided by the number of years that such bonds are scheduled to remain outstanding.

"Bond" or "Bonds" means the Petersburg Borough, Alaska, Electric Utility Revenue Bond, 2022, in one or more series, in an aggregate principal amount not to exceed \$7,800,000, authorized to be issued and sold to the Bond Bank pursuant to this ordinance.

"Bond Bank" means the Alaska Municipal Bond Bank, a public corporation and instrumentality of the State of Alaska, created pursuant to the provisions of Chapter 85, Title 44, Alaska Statutes, as amended.

"Bond Bank Bonds" means bonds to be issued by the Bond Bank to provide funds to be loaned to the Borough pursuant to the Loan Agreement.

"Bond Premium" means proceeds of the Bonds representing an allocation of the original issue premium, if any, on the Bond Bank Bonds.

“Bond Register” means the registration books for the Bonds maintained by the Registrar, for the purpose of complying with the requirements of Section 149 of the Code and listing, *inter alia*, the names and addresses of the Registered Owner of the Bonds.

“Borough” means the Petersburg Borough, Alaska, a home rule borough duly organized and existing under the Constitution and laws of the State of Alaska and the Borough Charter.

“Code” means the federal Internal Revenue Code of 1986, as amended, together with corresponding and applicable final, temporary or proposed regulations and revenue rulings issued or amended with respect thereto by the United States Treasury Department or the Internal Revenue Service, to the extent applicable to the Tax-Exempt Bond.

“Contract Resource Obligation” means an obligation of the Borough to make payments to another person or entity for electric energy supply, transmission or other commodity or service relating to the Electric Utility, which obligation is designated as a Contract Resource Obligation for purposes of Section 10 of this ordinance. The Long-Term Power Sales Agreement is designated as a Contract Resource Obligation.

“Coverage Requirement” means that, in any Fiscal Year, Adjusted Net Revenue must at least equal 1.25 times the Annual Debt Service due in that Fiscal Year on all Parity Bonds then outstanding.

“Covered Bonds” means, collectively, those Parity Bonds that are designated by the Borough in the ordinance authorizing their issuance as covered bonds, the payment of which is secured by amounts on deposit in the Reserve Account within the Parity Bond Fund. The Bonds authorized by this ordinance are designated as Covered Bonds.

“Debt Service Account” means the account of that name created within the Parity Bond Fund pursuant to Section 6 of this ordinance.

“Election Ordinance” means Resolution No. 2021-12 of the Assembly, passed on August 16, 2021, and ratified by the Borough’s voters in an election held in the Borough on October 5, 2021.

“Electric Utility” means the municipal light and power generation, transmission, and distribution systems now belonging to, or which may hereafter belong to, Petersburg Borough Electric Utility, as the same may be added to, improved, or extended from time to time, and operated pursuant to chapter 3.40 of the Borough Code.

“Electric Fund” means the “Petersburg Borough Electric Utility Enterprise Fund” created by Section 5 of this ordinance, into which fund all Gross Revenue must be paid.

“Finance Director” means the Finance Director of the Borough or the successor to the duties of that office.

“Fiscal Year” means the Fiscal Year used by the Borough at any time. At the time of the passage of this ordinance, the Fiscal Year is the twelve-month period beginning on July 1 and ending on June 30 of each year.

“Future Parity Bonds” means any revenue bonds of the Borough, other than the Bonds, the principal of and interest on which are payable out of money in the Petersburg Borough Electric

Utility Enterprise Fund on a parity with the payments required to be made into the Parity Bond Fund in respect of the Bonds and any Outstanding Parity Bonds.

“Government Obligations” means any bonds or other obligations that, as to principal and interest, constitute direct obligations of, or are unconditionally guaranteed by, the United States of America.

“Gross Revenue” means all of the earnings and revenues of any kind or nature received by the Borough from the operation and maintenance of the Electric Utility. Gross Revenue excludes: (1) revenues from assessments collected in any local improvement district or utility local improvement district; (2) amounts collected in respect of municipal utility taxes or payments in lieu of taxes; (3) proceeds of grants from the federal, state, or local governments; (4) gifts to the Electric Utility for capital purposes; (5) proceeds from the sale of Borough or Electric Utility property; (6) proceeds of Borough or Electric Utility obligations; (7) earnings or proceeds from any investments in any trust, defeasance or escrow fund created to defease or refund Electric Utility obligations until commingled with other earnings and revenues of the Electric Utility; (8) insurance proceeds compensating the Borough for the loss of a capital asset or the proceeds of any liability or other insurance (excluding business interruption insurance or other insurance of like nature insuring against the loss of revenues); and (9) Tax Credit Subsidy Payments.

“Issue Date” means, with respect to any Series of Bonds, the date of initial issuance and delivery of such Series to the Purchaser in exchange for the purchase price of such Series.

“Loan Agreement” means each Loan Agreement by and between the Borough and the Bond Bank authorized to be entered into pursuant to this ordinance.

“Long-Term Power Sales Agreement” means the agreement pursuant to which the Electric Utility acquires power from SEAPA, dated as of February 19, 2009, as it may be amended, extended or revised from time to time.

“Maximum Annual Debt Service” means with respect to any one or more series of Parity Bonds, the maximum amount of Annual Debt Service that shall become due in any Fiscal Year.

“Net Revenue” means all Gross Revenue less the Operation and Maintenance Expense.

“Operation and Maintenance Expense” means all reasonable expenses incurred by the Borough in causing the Electric Utility to be operated and maintained in good repair, working order and condition and properly treated as maintenance and operation expenses under generally accepted accounting principles applicable to similar municipal utilities, including: payments due under Contract Resource Obligations; all payments made to another person or agency for acquisition of electric energy; any deposits, premiums, assessments or other payments for insurance, if any, on the Electric Utility; amounts paid in respect of Electric Utility employee pensions and post-employment benefits (if any); and overhead and administration expenses allocated to the Electric Utility. Operation and Maintenance Expenses excludes: non-cash accounting items (e.g., depreciation, amounts treated as expenses under accounting guidelines with respect to unfunded contributions to pension or other post-employment benefit plans, non-exchange financial guarantees, environmental liabilities, and similar items); payments on contracts for the acquisition of electric energy or capability under which no energy has been furnished to the Borough (other than payments under Contract Resource Obligations); and any amounts paid in respect of municipal utility taxes or payments in lieu of taxes.

“Outstanding Parity Bonds” when used in reference to a particular date (or series of Parity Bonds), Outstanding Parity Bonds shall mean those Parity Bonds that are outstanding as of that date (or as of the issue date of such series).

“Parity Bond Fund” means the Electric Utility Parity Bond Fund created pursuant to Section 6 of this ordinance to pay and secure the payment of the Bonds and any Future Parity Bonds, which is divided into a Debt Service Account and a Debt Service Reserve Account.

“Parity Bonds” means the Bonds and any Future Parity Bonds.

“Parity Conditions” means the conditions required to be met for the issuance of Future Parity Bonds having a lien and charge on Net Revenue equal to that of the Bonds, as set forth in Section 11 of this ordinance, which is incorporated herein by this reference.

“Permitted Investments” means any investment that is a legal investment for the money of the Borough at the time of such investment.

“Principal Installment” means, as of any date of calculation and with respect to any one or more series of Parity Bonds, the principal amount of bonds of such series due on a certain future date, plus the amount of any Sinking Fund Requirement due on that date in respect of bonds of such series that are Term Bonds.

“Project” means the design, acquisition, construction, and maintenance of improvements to the Borough electric utility system’s Blind Slough plant and the Scow Bay Standby Generation project, and the incidental costs incurred in connection with carrying out such improvements, as authorized by the Election Ordinance.

“Project Funds” means the Blind Slough Hydro System Upgrade Capital Project Fund and the Standby Diesel Generator Capital Project Fund created in the Electric Fund for the payment of the costs of the Project.

“Purchaser” means the Bond Bank.

“Qualified Insurance” means any unconditional municipal bond insurance policy or surety bond issued by any insurance company licensed to conduct an insurance business in any state of the United States or by a service corporation acting on behalf of one or more such insurance companies, which insurance company or service corporation is rated, at the time of issuance of such policy or surety bond, in one of the two highest rating categories by Moody’s Investors Service, Standard & Poor’s Ratings Services, and any other rating agency then maintaining a rating on the Bonds, provided, that, as of the time of issuance of such policy or surety bond, such insurance company or companies maintain a policy owner’s surplus in excess of \$500,000,000.

“Qualified Letter of Credit” means any irrevocable letter of credit issued by a bank for the account of the Borough and for the benefit of the owners of Parity Bonds, provided that such bank maintains an office, agency or branch in the United States, and provided further, that, as of the time of issuance of such letter of credit, such bank is rated, at the time such letter of credit is issued, in one of the two highest rating categories (without regard to gradations) by Moody’s Investors Service, Standard & Poor’s Ratings Service, and any other nationally recognized rating agency.

“Rate Stabilization Account” means the account of that name in the Electric Fund, established pursuant to Section 9 of this ordinance.

“Registrar” means the Finance Director, for the purposes of registering and authenticating the Bonds, maintaining the Bond Register, and paying principal of and interest on the Bonds.

“Registered Owner” means the person in whose name each Bond is registered on the Bond Register, initially the Bond Bank.

“Reserve Account” means the Debt Service Reserve Account established pursuant to Section 6 of this ordinance.

“Reserve Requirement” means, with respect to all outstanding Covered Parity Bonds, the sum of the Reserve Requirements established in the authorizing ordinance for each series of Covered Parity Bonds then outstanding, provided that the aggregate Reserve Requirement for all Covered Parity Bonds shall not exceed the Tax Maximum. With respect to the Bonds, the Reserve Requirement shall be calculated as of the Issue Date, shall not exceed the Tax Maximum, and shall be equal to the least of Maximum Annual Debt Service on the Bonds, 125% of the Average Annual Debt Service on the Bonds, or 10% of the proceeds of the Bonds.

“Rule” means the SEC’s Rule 15c2-12 under the Securities Exchange Act of 1934.

“SEAPA” means the joint action agency known as the Southeast Alaska Power Agency, created pursuant to Title 42, Chapter 45, Article 5 of the Alaska Statutes and the Third Amended and Restated Joint Action Agency Agreement by and among the Electric Utility and other Member Utilities (as such other parties are identified therein), dated as of February 24, 2009, as the same may be amended from time to time in accordance with its terms, or any successor agency.

“SEC” means the Securities and Exchange Commission.

“Sinking Fund Requirement” means, for any Fiscal Year, the principal portion (and required redemption premium, if any) of any Term Bond that is required to be purchased, redeemed, or paid at maturity, as established in the applicable Loan Agreement or bond purchase contract.

“Subordinate Bonds” means any electric revenue bonds or obligations payable from the Electric Fund having a charge and lien on the Net Revenue subordinate to the charge and lien on the Net Revenue of the Parity Bonds.

“Tax Certificate” means the certificate executed by the Finance Director with respect to federal tax matters relating to Bonds issued as a Tax-Exempt Bonds or Tax-Credit Subsidy Bonds, in accordance with Section 16 of this ordinance.

“Tax Credit Subsidy Bond” means any bond that is designated by the Borough as a Tax Credit Subsidy Bond, pursuant to Section 54AA of the Code or any substantially similar taxable tax credit bond program, and which is further designated by the Borough as a “qualified bond” with respect to which the Borough is eligible to receive a tax credit payable by the United States Treasury to the Borough under Section 6431 or a substantially similar provision of the Code.

“Tax Credit Subsidy Bond Payments” means those amounts which the Borough is entitled to receive from the United States Treasury in respect of any bonds issued as Tax Credit Subsidy Bonds.

“Tax Maximum” means the maximum dollar amount permitted by the Code to be allocated to a debt service reserve account from bond proceeds of Tax-Exempt Bonds or Tax Credit Subsidy Bonds without requiring a balance to be invested at a restricted yield.

“Taxable Bond” means a series of the Bonds issued with interest that is not intended to be excludable from gross income for federal income tax purposes.

“Tax-Exempt Bond” means a series of the Bonds issued with interest that is intended to be excludable from gross income for federal income tax purposes.

“Term Bond” means any Parity Bond identified as such in the ordinance or resolution authorizing the issuance thereof that is issued subject to mandatory redemption in periodic Sinking Fund Requirements prior to its maturity date.

Section 2. Authorization for the Bonds. The Borough shall issue and sell not to exceed \$7,800,000 principal amount of the Electric Utility revenue bonds authorized by the Election Ordinance and approved by the Borough’s voters at an election held on October 5, 2021, to finance a portion of the cost of the Project and to pay costs of issuance of the bonds, all as authorized by the Election Ordinance. The bonds shall be issued and sold to the Bond Bank in a tax-exempt series and/or a taxable series, each as a single bond (the “Tax-Exempt Bond” and/or the “Taxable Bonds,” as applicable). The aggregate principal amount of the Bonds shall not exceed \$7,800,000. Each Bond will be identified as “Petersburg Borough, Alaska, Electric Utility Revenue Bond, 2022” (with an additional series designation, if necessary). The Bonds will be dated as established in accordance with this ordinance and the Loan Agreement, will mature on the date or dates, will be fully registered as to both principal and interest, will be numbered in such manner and with such series designation as the Registrar shall determine, will bear interest at the rate or rates and be payable on the dates and in the principal amounts as established in accordance with this ordinance. Interest on the Bonds will be computed on the basis of a 360-day year consisting of twelve 30-day months.

Section 3. Registration, Payment and Transfer. The Finance Director shall act as authenticating agent, transfer agent, paying agent and registrar for the Bonds (collectively, the “Registrar”). Both principal of and interest on the Bonds shall be payable in lawful money of the United States of America. Interest on the Bonds shall be paid by check or draft of the Registrar mailed (on the date such interest is due) to the Registered Owner or nominee at the addresses appearing on the Bond Register on the fifteenth day of the month preceding each interest payment date. Principal of the Bonds shall be payable upon presentation and surrender of the Bond to the Registrar by the Registered Owner or nominee at the office of the Registrar in Petersburg, Alaska. Notwithstanding the foregoing, if the Bonds are sold to the Bond Bank pursuant to the provisions of Section 20 of this ordinance, and for so long as the Bond Bank is the owner of the Bonds, payments of principal of and interest on the Bonds shall be made to the Bond Bank in accordance with the applicable Loan Agreement.

Bonds may be transferred only on the Bond Register maintained by the Registrar for that purpose upon the surrender thereof by the Registered Owner or nominee or his or her duly authorized agent and only if endorsed in the manner provided thereon, and thereupon a new fully registered Bond of like series, principal amount, maturity and interest rate shall be issued to the

transferee in exchange therefor. Upon surrender thereof to the Registrar, a Bond is interchangeable for a bond or bonds (in denominations of \$5,000 or any integral multiple thereof) of an equal aggregate principal amount and of the same series, interest rates, and principal payment amounts as the Bond. Such transfer or exchange shall be without cost to the Registered Owner or transferee. The Borough may deem the person in whose name a Bond is registered to be the absolute owner thereof for the purpose of receiving payment of the principal of and interest on that Bond and for any and all other purposes whatsoever.

Section 4. Prepayment. Provisions for the optional prepayment of some or all principal installments of a Bond may be established as set forth in the applicable Loan Agreement executed pursuant to Section 20. Portions of the principal amount of a Bond, in increments of \$5,000 or any integral multiple of \$5,000, may be prepaid.

So long as the Bond Bank is the owner of a Bond, notice of prepayment shall be given according to the terms of the Loan Agreement. If the Bond Bank is not the owner of a Bond, notice of prepayment thereof shall be given not less than 20 nor more than 60 days prior to the date fixed for prepayment by first class mail, postage prepaid, to the Registered Owner of the Bond at the address appearing on the Bond Register. The requirements of this section shall be deemed complied with when notice is mailed as herein provided, regardless of whether it is actually received by the owner of the Bond. Each official notice of prepayment shall be dated and shall state: (i) the prepayment date, (ii) the prepayment price or prepayment premium, if any, payable upon such prepayment; (iii) if less than all of an installment of principal is to be prepaid, the principal amount to be prepaid (which must be an integral multiple of \$5,000); (iv) that the interest on the Bond, or on the principal amount thereof to be prepaid, designated for prepayment in such notice, shall cease to accrue from and after such prepayment date; and (v) that on such date there will become due and payable on the Bond the principal amount thereof to be prepaid and the interest accrued on such principal amount to the prepayment date.

Section 5. Petersburg Borough Electric Utility Enterprise Fund.

(a) There is created a special enterprise fund of the Borough known as the "Petersburg Borough Electric Utility Enterprise Fund" (the "Electric Fund"). This fund is authorized to be established and shall be maintained at least so long as the Bonds and any Future Parity Bonds remain outstanding.

(b) The Electric Fund is created to account for revenues and expenditures of the Electric Utility within the utility department. Electric Utility revenues and expenditures will be accounted for separately within the enterprise fund. The Electric Fund is created for the purpose of depositing as collected all Gross Revenue of the Electric Utility (except the interest earned and income derived from investments of money in bond redemption funds and the accounts therein) and for paying the direct operating expenses and other expenses of the enterprise, such as debt retirement and providing for the establishment of an enterprise fund replacement reserve account for major maintenance and repairs.

(c) The Electric Fund shall be held separate and apart from all other funds and accounts of the Borough, and the funds deposited in the Electric Fund shall be used only for the following purposes and in the following order of priority:

- (1) To pay the Operation and Maintenance Expense;

(2) To make, when due, all payments required to be made into the Debt Service Account within the Parity Bond Fund to pay the principal of and interest on all Parity Bonds, including all Sinking Fund Requirements;

(3) To make all payments required to be made pursuant to a reimbursement agreement (or other equivalent document) with any provider of Qualified Insurance or a Qualified Letter of Credit; provided, however, that if there is not sufficient money to make all payments under reimbursement agreements with more than one such provider, the payments will be made on a pro rata basis;

(4) To make all payments required to be made into the Reserve Account in respect of Covered Parity Bonds;

(5) To make all payments required to be made into any revenue bond redemption fund, revenue warrant redemption fund, debt service account, reserve account, or sinking fund account created to pay and secure the payment of the principal of and interest on any Subordinate Bonds;

(6) To make all payments required to be made in in order to pay principal of and interest on any general obligations of the Borough to which the Net Revenue of the Electric Utility has been pledged;

(7) To any of the following purposes, without order of priority: to retire by redemption or purchase in the open market any outstanding revenue bonds or revenue warrants of the Electric Utility; to make necessary additions, betterments, improvements and repairs to or extensions and replacements of the Electric Utility; to pay any municipal taxes or payments in lieu of taxes; or for any other lawful Borough purposes.

Section 6. Parity Bond Fund.

(a) *Parity Bond Fund and Accounts Therein.* A special fund of the Borough known as the "Petersburg Borough Electric Utility Revenue Parity Bond Fund" (the "Parity Bond Fund") is hereby created and is to be maintained so long as the Bonds and any Future Parity Bonds remain outstanding. The Parity Bond Fund shall be divided into a Debt Service Account and a Reserve Account, which are authorized to be created therein. The Parity Bond Fund shall be drawn upon for the sole purpose of paying the principal of (including any Sinking Fund Requirements and redemption premium, if any) and interest on Parity Bonds as the same shall become due and payable.

(b) *Payments into the Debt Service Account.* The Borough hereby obligates and binds itself irrevocably to set aside and pay into the Debt Service Account out of money in the Electric Fund, on or before the date due, the amounts necessary to pay the principal of, premium, if any, and interest on the Bonds as the same become due and payable. If there is a deficiency in the Debt Service Account for such purpose, the Borough shall make up such deficiency from the Reserve Account by the withdrawal of cash therefrom for that purpose, and, if necessary, by sale or redemption of any authorized investments in such amount as will provide cash in the Reserve Account sufficient to make up any such deficiency. Money in the Debt Service Account shall be held for the benefit of the owners of all Parity Bonds then outstanding and payable equally and ratably and without preference or distinction as between different series, installments, or maturities.

(c) *Reserve Account.* The Borough covenants that it will at all times maintain an amount in the Reserve Account sufficient to satisfy the Reserve Requirement with respect to the Covered Parity Bonds. For so long as the Bonds are held by the Bond Bank, the Reserve Account may be held by the trustee for the Bond Bank consistent with the terms Loan Agreement. Whenever there is a sufficient amount in the Parity Bond Fund, including all accounts therein, to pay the principal of, premium, if any, and interest on all Covered Parity Bonds then outstanding, the money in the Reserve Account may be used to pay the principal of, premium, if any, and interest on the Covered Parity Bonds, after all funds available for such purpose in the Debt Service Account have been so used. Money in the Reserve Account may also be withdrawn to redeem and retire, and to pay the premium, if any, and interest due to such date of redemption, of the Covered Parity Bonds, so long as the money remaining on deposit in the Reserve Account is at least equal to the Reserve Requirement determined with respect to such Covered Parity Bonds. If there is a deficiency in the Debt Service Account to pay any maturing installment of principal of or interest on any Covered Parity Bond, or to pay any Sinking Fund Requirement with respect thereto, such deficiency shall be made up by withdrawal of money from the Reserve Account. Any deficiency created in the Reserve Account by reason of any such withdrawal shall then be made up out of Net Revenue after making necessary provision for the payments required to be made by Section 5(c)(1) through (3) of this ordinance.

(d) *Reserve Insurance or Surety Policy.* The Borough may substitute Qualified Insurance or a Qualified Letter of Credit for amounts required to be paid into or maintained in the Reserve Account. Such Qualified Letter of Credit or Qualified Insurance shall not be cancelable on less than five years notice. In the event of any cancellation, the Reserve Account shall be funded in accordance with the provisions of this section providing for payment in the event of a deficiency therein, calculated as if the Parity Bonds that remain outstanding had been issued on the date of such notice of cancellation.

(e) *Investment of Reserves.* Money in the Reserve Account may be kept in cash or invested in any Permitted Investments. Interest earned on any such investments and/or any profits realized from the sale thereof shall be deposited in and become a part of the Parity Bond Fund.

(f) *Lien of Bonds.* The amounts pledged by this ordinance to be paid out of the Electric Fund into the Parity Bond Fund (and the Debt Service Account and Reserve Account therein) are hereby declared to be a prior lien and charge upon all the money in the Electric Fund superior to all other charges of any kind or nature except the charges required to pay the Operation and Maintenance Expense and equal in rank to the charges necessary to pay the principal of, premium, if any, and interest on any Future Parity Bonds.

(g) *Due Regard.* The corporate authorities of the Borough hereby declare, in fixing the amounts to be paid into the Parity Bond Fund, that they have exercised due regard to the Operation and Maintenance Expense and the amounts necessary to pay the principal of and interest on the Outstanding Parity Bonds and the Bonds, and have not obligated the Borough to set aside and pay into the Parity Bond Fund a greater amount of the Gross Revenue than in their judgment will be available over and above the Operation and Maintenance Expense and the charges necessary to pay and secure the payment of the principal of and interest on the Outstanding Parity Bonds.

Section 7. Security for the Bonds. The Bonds shall be designated as Parity Bonds and shall be a special limited obligation of the Borough payable from and secured solely by the Net Revenue of the Electric Utility and by money in the Debt Service Account of the Parity Bond

Fund. The Bonds are hereby designated as Covered Parity Bonds are further secured by money in the Reserve Account. The Net Revenue is pledged to make the payments into the Parity Bond Fund and the accounts therein as required by Sections 5 and 6 of this ordinance, which pledge shall constitute a lien and charge upon such Net Revenue prior and superior to all other charges whatsoever. Each Series of the Bonds designated as Parity Bonds shall be issued on parity with all Future Parity Bonds, without regard to date of issuance or authorization and without preference or priority of right or lien. The Bonds shall not constitute general obligations of the Borough, the State, or any political subdivision of the State or a charge upon any general fund or upon any money or other property not specifically pledged by this ordinance.

Section 8. Covenants. The Borough hereby covenants with the owner of the Bonds as follows:

(a) *Rate Covenant.* That it will establish, fix, prescribe, and collect rates and charges for the sale or use of electric power and energy service or other services of the Electric Utility that, together with other income thereof, are reasonably expected to yield Net Revenue equal to at least 1.25 times the Annual Debt Service on the Parity Bonds (the "Coverage Requirement") for the forthcoming Fiscal Year. Promptly upon any material change in the circumstances that are contemplated at the time such rates and charges were most recently reviewed, but not less frequently than once in each Fiscal Year, the Borough shall review the rates and charges for services of the Electric Utility and shall promptly (and in any event no later than 180 days after the end of each Fiscal Year) revise such rates and charges as necessary to comply with the foregoing requirement, provided that such rates and charges shall in any event produce money sufficient to enable the Borough to comply with all of its covenants under this ordinance.

(b) *Maintain in Good Order.* That it will at all times maintain and keep Electric Utility and all additions and improvements thereto and extensions thereof in good repair, working order and condition, and will at all times operate such utilities and the business in connection therewith in an efficient manner and at a reasonable cost.

(c) *Sale or Disposition.*

(1) That it will not sell or otherwise dispose of all of the properties of the Electric Utility unless provision is made for payment into the Parity Bond Fund of a sum sufficient to pay the principal and interest of all the outstanding Parity Bonds in accordance with the terms thereof, nor will it sell or otherwise dispose of any single utility or utilities or any portion thereof unless provision is made for payment into the Parity Bond Fund of one of the following (as the Assembly may determine in its sole discretion):

(A) an amount that will be in the same proportion of the net principal amount of Parity Bonds then outstanding (defined as the total principal amount of such bonds then outstanding less the amount of cash and investments in the Parity Bond Fund) that the Gross Revenue attributable to the portion of the Electric Utility to be sold or disposed of for any consecutive 36 of the 48 months preceding such sale or disposition bears to total Gross Revenue for such period; or

(B) an amount that will be in the same proportion of the net principal amount of Parity Bonds then outstanding (as defined above) that the Net Revenue attributable to the portion of the Electric Utility to be sold or disposed of for any consecutive 36 of the 48 months preceding such sale or disposition bears to total Net Revenue for such period; or

(C) an amount that will be in the same proportion to the net principal amount of Parity Bonds then outstanding (as defined above) that the book value of the portion of the Electric Utility sold or disposed of bears to the book value of all of the Electric Utility immediately prior to such sale or disposition.

Any such money so paid into the Parity Bond Fund shall be used to retire Parity Bonds at the earliest possible date; provided, however, notwithstanding the foregoing provisions to the contrary, the Borough may sell or otherwise dispose of any of the works, plant, properties and facilities of the Electric Utility or any real or personal property comprising a part of the same with a value less than 5% of the net utility plant of the Electric Utility or which shall have become unserviceable, inadequate, obsolete or unfit to be used in the operation of the Electric Utility, or no longer necessary, material to or useful in such operation, without making any deposit into the Parity Bond Fund.

(2) The Borough may sell or otherwise dispose of any portion of the utility (i) without making a deposit into the Parity Bond Fund (as otherwise required by subsection (c)(1) of this section) if such sale or disposition would not reduce Net Revenue below the amounts required to satisfy the Coverage Requirement; or (ii) with a deposit into the Parity Bond Fund smaller than that otherwise required by subsection (c)(1) if such smaller deposit would reduce Annual Debt Service sufficiently, following such sale or disposition, to permit the Borough to satisfy the Coverage Requirement.

(d) *Annual Audit.* That it will within a period of 270 days following the close of each Fiscal Year cause an audit of the books and accounts of the Electric Utility to be made by an independent certified public accountant or firm of certified public accountants, which audit shall show the income and expenditures of the Electric Utility, the balance sheet as of the end of such Fiscal Year, comments in regard to the manner in which the Borough has carried out the requirements of this ordinance, a list and amount of insurance policies in force on any part of the Electric Utility, the number of electric customers in the aggregate and by customer classifications, if applicable (i.e., residential, commercial, etc.).

(e) *Insurance.* That it will at all times carry fire and extended coverage, commercial general liability and property damage and such other forms of insurance with responsible insurers and with policies payable to the Borough on such of the buildings, equipment, works, plants, facilities and properties of the Electric Utility as are ordinarily carried by municipal or privately owned utilities engaged in the operation of like systems, and against such claims for damages as are ordinarily carried by municipal or privately owned utilities engaged in the operation of like systems, or it will self-insure or will participate in an insurance pool or pools with reserves adequate, in the reasonable judgment of the Borough, to protect Electric Utility and the owners of the Parity Bonds against loss.

(f) *No Free Service.* That it will not furnish electric service to any customer whatsoever free of charge. This restriction does not apply to electric service furnished to the Borough or its departments for their own use.

Section 9. Rebate Account. The Finance Director is authorized to establish and maintain a special fund or account for the purpose of complying with the tax covenants set forth in Section 16 of this ordinance relating to arbitrage rebate requirements. All earnings from the investment of Tax-Exempt Bond proceeds, or money treated as Tax-Exempt Bond proceeds under the Code, including money in the Reserve Account and allocated to a Tax-Exempt Series of Bonds, in excess of the earnings invested at the yield on such Bonds determined under the

Code, shall be deposited in such fund or account, and any earnings therefrom shall be retained therein until required by the Code to be paid to the United States government or until it shall be determined that such money is not required to be so paid. Such fund or account shall be a trust fund established for the benefit of the United States government.

Section 10. Rate Stabilization Account. The Finance Director may, at any time consistent with the flow of funds set forth in Section 5 of this ordinance, deposit Net Revenue (and any other available money of the Borough, excluding principal proceeds of any Future Parity Bonds or other borrowing) into the Rate Stabilization Account. The Borough may, upon authorization by ordinance, at any time withdraw money from the Rate Stabilization Account for inclusion in the Adjusted Net Revenue for the current Fiscal Year, except that the total amount withdrawn from the Rate Stabilization Account in any Fiscal Year may not exceed an amount equal to the total debt service of the Electric Utility in that year. Such deposits or withdrawals may be made up to and including the date 90 days after the end of the Fiscal Year for which the deposit or withdrawal will be included as Adjusted Net Revenue. Earnings from investments in the Rate Stabilization Account shall be retained in that account and shall not be included as Net Revenue unless and until withdrawn from that account as provided herein. The Borough may deposit earnings from investments in the Rate Stabilization Account into any Electric Utility fund or account as authorized by ordinance, and such deposits shall be included as Adjusted Net Revenue in the year of deposit. No deposit of Net Revenue shall be made into the Rate Stabilization Account to the extent that such deposit would prevent the Borough from meeting the Coverage Requirement in the relevant Fiscal Year.

Section 11. Contract Resource Obligations. The Borough may at any time enter into one or more Contract Resource Obligations for the acquisition, from facilities to be constructed, of electric energy supply, transmission or other commodity or service relating to the Electric Utility. The Borough may determine that, and may agree under a future Contract Resource Obligation to provide that, all payments under that Contract Resource Obligation (including payments prior to the time that electric energy supply or transmission or other commodity or service is being provided, or during a suspension or after termination of supply or service) shall be Operation and Maintenance Expenses if the payments required to be made under the Contract Resource Obligation are not subject to acceleration and the following additional requirements are met at the time such a Contract Resource Obligation is entered into or is deemed to be a Contract Resource Obligation hereunder:

(a) No event of default has occurred and is continuing under the terms of any debt obligation of the Borough in respect of the Electric Utility; and

(b) There shall be on file a certificate of an independent licensed professional engineer or engineering firm stating that in such licensed professional's opinion:

(1) the payments to be made by the Borough in connection with the Contract Resource Obligation are reasonable for the supply or transmission rendered;

(2) the source of any new supply, and any facilities to be constructed to provide the supply or transmission, are sound from an electric energy or other commodity supply or transmission planning standpoint, are technically and economically feasible in accordance with prudent utility practice, and are likely to provide supply or transmission no later than a date set forth in the independent licensed professional engineer's certification; and

(3) the Net Revenue of the Electric Utility will be sufficient to meet the Coverage Requirement for each of the five Fiscal Years following the year in which the Contract Resource Obligation is incurred, where the calculation of Net Revenue: (i) takes into account the adjustments to Net Revenue permitted under the Parity Conditions; and (ii) adjusts the Operation and Maintenance Expense by the independent licensed professional engineer's estimate of the payments to be made in accordance with the Contract Resource Obligation.

(c) The Borough's obligations to SEAPA under the Long-Term Power Sales Agreement is a Contract Resource Obligation.

(d) Nothing in this section shall prevent the Borough from entering into other agreements for the acquisition of electric energy supply, transmission or other commodity or service relating to the Electric Utility from existing facilities and from treating those payments as Operation and Maintenance Expenses. Nothing in this section shall prevent the Borough from entering into other agreements for the acquisition of electric energy supply, transmission or other commodity or service from facilities to be constructed and from agreeing to make payments with respect thereto, such payments constituting a lien and charge on the Net Revenue of the Electric Utility subordinate to that of the Parity Bonds.

Section 12. Future Parity Bonds; Parity Conditions. The Borough hereby covenants and agrees with the owner of the Bonds for as long as they remain outstanding that the Borough will not create any special fund or funds for the payment of any other electric, light, and power revenue bonds that will rank on a parity with or have any priority over the payments out of the Petersburg Borough Electric Utility Enterprise Fund into the Parity Bond Fund (including the Debt Service Account and the Reserve Account therein). The Borough reserves the right, for the purpose of refunding any outstanding bonds that are a lien upon the Net Revenue, or for the purpose of acquiring, constructing and installing additions and improvements to and extensions of and making necessary replacements or other capital improvements to Electric Utility, to issue Future Parity Bonds and to pay into the Parity Bond Fund amounts from the Petersburg Borough Electric Utility Enterprise Fund sufficient to pay the principal of, premium, if any, and interest on such bonds, and to maintain an adequate reserve therefor, which payments may rank equally with the payments out of the Petersburg Borough Electric Utility Enterprise Fund into the Parity Bond Fund, upon compliance with the following conditions:

(1) At the time of the issuance of such Future Parity Bonds there may be no deficiency in the Parity Bond Fund or any accounts therein.

(2) If such Future Parity Bonds are to be designated as Covered Parity Bonds, the ordinance authorizing their issuance must provide that funds sufficient to satisfy the Reserve Requirement for those Future Parity Bonds is to be deposited into the Reserve Account (i) out of the proceeds of the Future Parity Bonds, and/or (ii) from Net Revenue or other sources legally available therefor, in no more than 60 substantially equal monthly installments, with the first installment to be made one month after the issuance of the Future Parity Bonds. The Reserve Requirement may also be satisfied, in whole or in part at any time, by Qualified Insurance or a Qualified Letter of Credit.

(3) So long as the Bonds remain outstanding, prior to the delivery of any Future Parity Bonds the Borough shall have on file in the office of the Borough Clerk either:

(A) a certificate of the Finance Director of the Borough, supported by the Electric Utility financial statements, demonstrating that the Adjusted Net Revenue of the

Electric Utility for any twelve consecutive months out of the 24 months preceding the dated date of the proposed Future Parity Bonds will be sufficient to satisfy the Coverage Requirement with respect to the Parity Bonds then outstanding, plus the Future Parity Bonds proposed to be issued; or

(B) a certificate of an independent professional engineer or certified public accountant dated not earlier than 90 days prior to the date of delivery of such Future Parity Bonds and showing that for each calendar or Fiscal Year after the issuance of such Future Parity Bonds, the Adjusted Net Revenue (determined and further adjusted as provided in this paragraph) will equal at least the Coverage Requirement for all Parity Bonds then outstanding, plus the Future Parity Bonds proposed to be issued. For purposes of this calculation, the Adjusted Net Revenue shall be the Adjusted Net Revenue for a period of any twelve consecutive months out of the 24 months immediately preceding the date of delivery of such proposed Future Parity Bonds as adjusted by such engineer or accountant to take into consideration changes in Net Revenue estimated to occur under one or more of the following conditions for each year after such delivery for so long as any Parity Bonds, including the Future Parity Bonds proposed to be issued, shall be outstanding:

- (i) any increase or decrease in Net Revenue that would result if any change in rates and charges adopted prior to the date of such certificate and subsequent to the beginning of such 12-month period had been in force during the full 12-month period;
- (ii) any increase or decrease in Net Revenue estimated by such engineer or accountant to result from any additions, betterments and improvements to and extensions of any facilities of the Electric Utility that (a) became fully operational subsequent to the beginning of such 12-month period, (b) were under construction at the time of such certificate, or (c) will be constructed from the proceeds of the Future Parity Bonds to be issued;
- (iii) the additional Net Revenue that would have been received if any customers added to the Electric Utility subsequent to the beginning of such 12-month period were customers for the entire period.

A certificate delivered by an engineer or accountant shall be based upon, and shall have attached thereto, financial statements of the Electric Utility, certified by the Finance Director, showing income and expenses for the period upon which the same is based.

The certificate or certificates delivered pursuant to this subsection shall be conclusive and the only evidence required to show compliance with the provisions and requirements of this subsection.

(4) Notwithstanding the foregoing requirements, if Future Parity Bonds are to be issued for the purpose of refunding at or prior to their maturity any part or all of then outstanding Parity Bonds and the issuance of such refunding bonds results in a debt service savings and does not require an increase of more than \$5,000 in any year for Annual Debt Service on such refunded bonds, the certificate or certificates required by subsection (3) of this section need not be obtained.

Section 13. Subordinate Bonds. Nothing contained in this ordinance shall prevent the Borough from issuing utility revenue bonds or warrants that are a charge upon the Net Revenue of the Electric Utility or the money in the Electric Fund junior or inferior to the payments to be made into the Parity Bond Fund, or from issuing such bonds or warrants to refund maturing bonds or warrants for the payment of which money is not otherwise available.

Section 14. Form and Execution of Bond.

(a) Form of Bond; Signatures and Seal. The Bond shall be prepared in a form consistent with the provisions of this resolution and State law. The Bond shall be executed on behalf of the Borough with the manual or facsimile signature of the Borough Manager, shall be attested by the manual or facsimile signature of the Borough Clerk, and the seal of the Borough shall be impressed or a facsimile thereof imprinted thereon. Only such Bond as bears a Certificate of Authentication in the form set forth in Section 5 of this resolution, manually executed by the Registrar shall be valid or obligatory for any purpose or entitled to the benefits of this resolution. Such Certificate of Authentication shall be conclusive evidence that the Bond so authenticated has been duly executed, authenticated and delivered hereunder and is entitled to the benefits of this resolution.

In case either of the officers who have executed a Bond cease to be an officer of the Borough before the Bond so signed has been authenticated or delivered by the Registrar, or issued by the Borough, such Bond may nevertheless be authenticated, delivered and issued and upon such authentication, delivery and issuance shall be as binding upon the Borough as though those who signed the same had continued to be such officer of the Borough. The Bond may also be signed and attested on behalf of the Borough by such persons who are at the actual date of delivery of the Bond the proper officers of the Borough, although at the original date of the Bond any such person was not such officer.

(b) Authentication. Only a Bond bearing a Certificate of Authentication in substantially the following form, manually signed by the Bond Registrar, shall be valid or obligatory for any purpose or entitled to the benefits of this resolution: "*Certificate Of Authentication.* This is the fully registered Petersburg Borough, Electric Revenue Bond, 2022 (Alaska Municipal Bond Bank Loan), dated ____, 2022, as described in the Bond Ordinance." The authorized signing of a Certificate of Authentication shall be conclusive evidence that the Bond so authenticated has been duly executed, authenticated and delivered and is entitled to the benefits of this resolution.

Section 15. Defeasance. If money and/or Government Obligations, maturing at such time or times and bearing interest to be earned thereon in amounts sufficient to redeem and retire a Bond or a portion thereof in accordance with its terms, are set aside in a special account to effect such prepayment and retirement, and such money and the principal of and interest on such obligations are irrevocably set aside and pledged for such purpose, then no further payments need be made into the Parity Bond Fund for the payment of the principal of and interest on that Bond or portion thereof so provided for, and the Bond or portion thereof shall cease to be entitled to any lien, benefit or security of this ordinance except the right to receive the money so set aside and pledged, and the Bond or portion thereof shall be deemed not to be outstanding hereunder.

Section 16. Tax Covenants. For each Series of the Bonds, the Finance Director shall determine whether such Series is to be issued as Tax-Exempt Bonds, Tax Credit Subsidy Bonds,

or Taxable Bonds, and may approve such additional terms and covenants relating to federal tax matters as the Finance Director deems necessary or appropriate, including the following:

(a) *Tax Exempt Bonds.* For each Series of the Bonds issued as Tax-Exempt Bonds, the Borough covenants that it will take all actions that are reasonably within its power and necessary to prevent interest on that Series from being included in gross income for federal income tax purposes. The Borough further covenants that it will neither take any action nor make or permit any use of gross proceeds of that Series (or other funds of the Borough treated as gross proceeds of that Series) at any time during the term of such Series that will cause interest on such Series to be included in gross income for federal income tax purposes. The Borough also covenants that, to the extent the arbitrage rebate requirement of Section 148 of the Code is applicable to any Series issued as Tax-Exempt Bonds, it will take all actions necessary to comply (or to be treated as having complied) with that requirement in connection with that Series (including the calculation and payment of any penalties that the Borough may elect to pay as an alternative to calculating rebatable arbitrage and the payment of any other penalties if required under Section 148 of the Code) to prevent interest on such Series from being included in gross income for federal income tax purposes.

(b) *Taxable Bonds; Tax Credit Subsidy Bonds.* For each Series of the Bonds issued as Taxable bonds or as Tax Credit Subsidy Bonds, if any, the Finance Director is authorized to make provision in the Bonds and related documents, to execute additional written agreements, and to make additional covenants on behalf of the Borough, all as the Finance Director may deem necessary or appropriate in order to obtain, maintain, and administer such tax status. In the case of Tax Credit Subsidy Bonds, such additional covenants and agreement may include (without limiting the generality of the foregoing) those necessary in order for the Borough (or the Purchaser, as appropriate): (i) to receive from the United States Treasury the applicable Tax Credit Subsidy Payments in respect of such Tax Credit Subsidy Bonds; and (ii) to ensure that such Series otherwise become and remain eligible for tax benefits under the Code.

(c) *Tax Certificate.* If the Bonds are issued as Tax-Exempt Bonds or Tax-Credit Subsidy Bonds, upon the issuance of the Bonds, the Finance Director is authorized to execute a federal tax certificate (the "Tax Certificate"), which will certify to various facts and representations concerning the tax treatment of the Bonds, based on the facts and estimates known or reasonably expected on the date of their issuance, and make certain covenants as may be necessary or desirable to obtain or maintain the benefits conferred under the Code relating to Tax-Exempt Bonds or Tax Credit Subsidy Bonds. The Borough covenants that it will comply with the Tax Certificate unless it receives advice from nationally recognized bond counsel or the Internal Revenue Service that certain provisions have been amended or no longer apply to the Bonds. The Finance Director is further authorized and directed to review and update the Borough's written procedures to facilitate compliance by the Borough with the covenants in this ordinance, the Tax Certificate, and the applicable requirements of the Code that must be satisfied after the Issue Date to ensure post-issuance compliance with those federal tax requirements.

(d) *Bank Qualification.* The Borough has not designated the Bonds as a "qualified tax-exempt obligation" within the meaning of Section 265(b)(3) of the Code.

Section 17. Lost or Destroyed Bond. If a Bond is lost, stolen or destroyed, the Registrar may authenticate and deliver a new Bond of like series, amount, date, and tenor to the Registered Owner upon such owner's paying the expenses and charges of the Borough in connection with preparation and authentication of the replacement Bond and upon his or her filing with the Registrar evidence satisfactory to the Registrar that such Bond was actually lost, stolen

or destroyed and of his or her ownership, and upon furnishing the Borough with indemnity satisfactory to the Registrar.

Section 18. Execution of the Bonds. Each Bond shall be signed on behalf of the Borough by the manual or facsimile signature of the Mayor, shall be attested by the manual or facsimile signature of the Borough Clerk, and the seal of the Borough shall be impressed or imprinted thereon.

Only a Bond that bears a Certificate of Authentication in the form set forth in Section 14 hereof, manually executed by the Registrar, shall be valid or obligatory for any purpose or entitled to the benefits of this ordinance. The executed Certificate of Authentication shall be conclusive evidence that the Bond so authenticated has been duly executed, authenticated, registered, and delivered hereunder and is entitled to the benefits of this ordinance.

In case any of the officers of the Borough who have signed, attested, authenticated, registered or sealed a Bond cease to be such officers before the Bond so signed, attested, authenticated, registered or sealed has been actually issued and delivered, that Bond shall be valid nevertheless and may be issued by the Borough with the same effect as though the persons who had signed, attested, authenticated, registered or sealed that Bond had not ceased to be such officers. A Bond may also be signed, attested, authenticated, registered or sealed on behalf of the Borough by such persons as at the actual date of execution of the Bond shall be the proper officers of the Borough although at the original date of the Bond any such person was not such officer.

Section 19. Application of Bond Proceeds. The Borough has previously created the special funds within the Electric Fund to pay the cost and expense of the Projects (the "Project Funds"). At the time of delivery of the Bonds, the proceeds of the sale of the Bonds shall be deposited as follows:

(a) The accrued interest to the date of delivery, if any, shall be deposited in the Parity Bond Fund and used to pay a portion of interest on the Bonds on the first interest payment date; and

(b) The remaining Bond proceeds shall be deposited in the Project Funds and used to pay costs of the Project and costs of issuance of the Bonds, as authorized by the Election Ordinance; provided, however, that any Bond Premium exceeding the costs of issuing the Bonds shall be deposited in the Parity Bond Fund.

Money remaining in the Project Funds after all such costs have been paid or reimbursed shall be applied to other purposes authorized by the Election Ordinance or deposited into the Parity Bond Fund.

Money in the Project Funds may be invested in Permitted Investments, as permitted by law. All interest earned and profits derived from such investments shall be retained in and become a part of the Project Funds.

Section 20. Sale of the Bonds; Execution and Amendment of Loan Agreement. The Finance Director and Borough Manager are authorized to complete the sale of the Bonds to the Bond Bank on terms and conditions consistent with this ordinance and a Loan Agreement for each series in substantially the form set forth on Exhibit A attached to this ordinance (each, a "Loan Agreement"). Following the sale of the Bond Bank Bonds, the terms and conditions for each

Bond, including series designation, principal amount, date, principal installment payment schedule, interest rates and prepayment provisions, all as provided for in this ordinance, shall be set forth in a Loan Agreement, subject to the Finance Director’s approval, which approval shall be conclusively evidenced by the execution of the Loan Agreement by the Finance Director and the delivery of the Loan Agreement to the Bond Bank.

The Finance Director is further authorized from time to time to approve a revised schedule of principal payment amounts and interest rates for the Bonds, in accordance with the refinancing provisions of the Loan Agreement in connection with a refunding of the Bond Bank Bonds, so long as the revised debt service schedule is financially advantageous to the Borough. The Finance Director is authorized to sign an amendment to the Loan Agreement that sets forth the revised debt service schedule, and the Borough Manager, Finance Director, Borough Attorney, Borough Clerk, and other appropriate officers of the Borough are authorized and directed to take such steps, to do such other acts and things, and to execute such letters, certificates, agreements, or instruments as in their judgment may be necessary, appropriate or desirable for refinancing the Bonds in connection with a refunding of the Bond Bank Bonds.

Section 21. Ongoing Disclosure. The Borough acknowledges that, under Rule 15c2-12 of the Securities and Exchange Commission (the “Rule”), the Borough may now or in the future be an “obligated person” with respect to the Bond Bank Bonds. In accordance with the Rule and as the Bond Bank may require, the Borough shall undertake to provide certain annual financial information and operating data as set forth in a Loan Agreement.

Section 22. General Authorization; Prior Acts. The Borough Manager, Finance Director, Borough Attorney, Borough Clerk, and other appropriate officers of the Borough are each hereby authorized and directed to take such steps, to do such other acts and things, and to execute such letters, certificates, agreements, or instruments as in their judgment may be necessary, appropriate, or desirable to carry out the terms and provisions of and complete the transactions.

Section 23. Prior Acts. All acts taken pursuant to the authority of this ordinance but prior to its effective date are hereby ratified and confirmed.

Section 24. Severability. If any one or more of the covenants or agreements provided in this ordinance to be performed on the part of the Borough shall be declared by any court of competent jurisdiction to be contrary to law, then such covenant or covenants, agreement or agreements, shall be null and void and shall be deemed separable from the remaining covenants and agreements of this ordinance and shall in no way affect the validity of the other provisions of this ordinance or of the Bonds.

Section 25. Effective Date. This ordinance will take effect immediately upon its passage and is not subject to referendum in accordance with the restrictions on referendum provided in Section 6.01.B.2 of the Borough Charter.

PASSED AND APPROVED by the Borough Assembly of the Petersburg Borough, Alaska, at a regular meeting of the Assembly held on _____, 2022.

PETERSBURG BOROUGH, ALASKA

By _____

Mayor

ATTEST:

Clerk

EXHIBIT A

LOAN AGREEMENT

THIS LOAN AGREEMENT, dated as of the [] day of April 2022 (the “Loan Agreement”), between the Alaska Municipal Bond Bank (the “Bank”), a body corporate and politic constituted as an instrumentality of the State of Alaska (the “State”) exercising public and essential governmental functions, created pursuant to the provisions of Chapter 85, Title 44, Alaska Statutes, as amended (the “Act”), having its principal place of business at Juneau, Alaska, and the **Petersburg Borough, Alaska**, a duly constituted home rule borough of the State (the “Borough”):

W I T N E S S E T H:

WHEREAS, pursuant to the Act, the Bank is authorized to issue bonds and make loans of money (the “Loan” or “Loans”) to governmental units; and

WHEREAS, the Borough is a “Governmental Unit” as defined in the General Bond Resolution of the Bank hereinafter mentioned and is authorized to accept a Loan from the Bank, evidenced by its municipal bond; and

WHEREAS, the Borough desires to borrow money from the Bank in the amount not to exceed \$7,800,000 to finance a portion of the capital costs of certain electric utility projects (the “Electric Utility Project”) and has submitted an application to the Bank for a Loan in the amount not to exceed \$7,800,000 (the “Electric Utility Loan”) to pay a portion of the costs of the Electric Utility Project; and

WHEREAS, the Borough has duly authorized the issuance of its fully registered Petersburg Borough, Alaska Electric Utility Revenue Bond, 2022 in the principal amount of \$[PAR] (the “Municipal Bond”), which Municipal Bond is to be purchased by the Bank as evidence of and security for the Borough’s obligation to repay the Electric Utility Loan in accordance with this Loan Agreement; and

WHEREAS, the application of the Borough contains the information requested by the Bank; and

WHEREAS, to provide for the issuance of bonds of the Bank to obtain from time to time money with which to make and/or refinance Loans, the Board of Directors of the Bank (the “Board”) has adopted its General Obligation Bond Resolution on July 13, 2005, as amended (the “General Bond Resolution”); and

WHEREAS, the Board approved certain modifications to the General Bond Resolution, effective on the date when all bonds issued under the terms of the General Bond Resolution, prior to February 19, 2013, cease to be outstanding; and

WHEREAS, on January 27, 2022 the Board adopted Series Resolution No. 2022-01 (the “Series Resolution” and together with the General Bond Resolution, the “Bond Resolution”), authorizing the Bank to, among other things, issue the Bank’s General Obligation Bonds, 2022 Series One (the “2022 Bonds”), make the Electric Utility Loan to the Borough and purchase the Borough’s Municipal Bond.

NOW, THEREFORE, the parties agree as follows:

1. The Bank hereby makes the Electric Utility Loan, and the Borough, hereby accepts the Electric Utility Loan in the principal amount of \$[PAR]. As evidence of the Electric Utility Loan made to the Borough and such money borrowed from the Bank by the Borough, the Borough hereby agrees to sell to the Bank the Municipal Bond in the principal amount, with the principal installment payments, and bearing interest from its date at the rate or rates per annum, stated in Exhibit A.

2. The Borough represents that it has duly adopted or will adopt all necessary ordinances or resolutions, including Ordinance No. 2021-12, passed on August 16, 2021 (the "Election Ordinance"), and Ordinance No. [___], passed on [___], 2022 (the "Municipal Bond Ordinance" and, together with the Election Ordinance, the "Borough Ordinance"). The Borough further represents to the Bank that the Borough has taken or will take all proceedings required by law to enable it to enter into this Loan Agreement and to issue its Municipal Bond to the Bank and that the Municipal Bond will constitute a revenue bond, secured by a special and limited obligation of the Borough, all duly authorized by the Borough Ordinance.

The Borough represents that the Borough Ordinance is in full force and effect and has not been amended, supplemented or otherwise modified, other than as may have been previously certified by the Borough to the Bank.

3. Subject to any applicable legal limitations, the amounts to be paid by the Borough pursuant to this Loan Agreement representing interest due on its Municipal Bond (the "Municipal Bond Interest Payments") shall be computed at the same rate or rates of interest borne by the corresponding maturities of the bonds sold by the Bank in order to obtain the money with which to make the Electric Utility Loan and to purchase the Municipal Bond (the "Loan Obligations") and shall be paid by the Borough at least seven (7) Business Days before the Interest Payment Date to provide funds sufficient to pay interest as the same becomes due on the Loan Obligations.

4. The amounts to be paid by the Borough pursuant to this Loan Agreement representing principal due on its Municipal Bond in amounts sufficient to pay the principal of the Loan Obligations as the same matures based upon the maturity schedule stated in Exhibit A (the "Municipal Bond Principal Payments"), shall be paid at least seven (7) Business Days before the payment date stated in the Municipal Bond.

5. In the event the amounts referred to in Sections 3 and 4 hereof to be paid by the Borough pursuant to this Loan Agreement are not made available at any time specified herein, the Borough agrees that any money payable to it by any department or agency of the State may be withheld from it and paid over directly to the Trustee acting under the General Bond Resolution, and this Loan Agreement shall be full warrant, authority and direction to make such payment upon notice to such department or agency by the Bank, with a copy provided to the Borough, as provided in the Act.

6. In the event that all or a portion of the Loan Obligations have been refunded and the interest rates the Bank is required to pay on its refunding bonds in any year are less than the interest rates payable by the Borough on the Municipal Bond for the corresponding year pursuant to the terms of the Municipal Bond, then both the Municipal Bond Interest Payments and the Municipal Bond Principal Payments will be adjusted in such a manner that (i) the interest rate paid by the Borough on any principal installment of the Municipal Bond is equal to the interest rate paid by the Bank on the corresponding principal installment of the Bank's refunding bonds and (ii) on a present value basis the sum of the adjusted Municipal Bond Interest Payments and Municipal Bond Principal Payments is equal to or less than the sum of the Municipal Bond Interest Payments and Municipal Bond Principal

Payments due over the remaining term of the Municipal Bond as previously established under this Loan Agreement. In the event of such a refunding of the Loan Obligations, the Bank shall present to the Borough for the Borough's approval, a revised schedule of principal installment amounts and interest rates for the Municipal Bond. If approved by the Borough the revised schedule shall be attached hereto as Exhibit A and incorporated herein in replacement of the previous Exhibit A detailing said principal installment amounts and interest rates.

7. The Borough is obligated to pay to the Bank Fees and Charges. Such Fees and Charges actually collected from the Borough shall be in an amount sufficient, together with the Borough's Allocable Proportion (as defined below) of other money available therefor under the provisions of the Bond Resolution, and other money available therefor, including any specific grants made by the United States of America or any agency or instrumentality thereof or by the State or any agency or instrumentality thereof and amounts applied therefor from amounts transferred to the Operating Fund pursuant to Section 606 of the General Bond Resolution:

- (a) to pay, as the same become due, the Borough's Allocable Proportion of the Administrative Expenses of the Bank; and
- (b) to pay, as the same become due, the Borough's Allocable Proportion of the fees and expenses of the Trustee and paying agent for the Loan Obligations.

The Borough's Allocable Proportion as used herein shall mean the proportionate amount of the total requirement in respect to which the term is used determined by the ratio that the principal amount of the Municipal Bond outstanding bears to the total of all Loans then outstanding to all Governmental Units under the General Bond Resolution, as certified by the Bank. The waiver by the Bank of any fees payable pursuant to this Section 7 shall not constitute a subsequent waiver thereof.

8. The Borough is obligated to make the Municipal Bond Principal Payments scheduled by the Bank. The first such Municipal Bond Principal Payment is due at least seven (7) Business Days prior to each date indicated in Exhibit A, and thereafter on the anniversary thereof each year. The Borough is obligated to make the Municipal Bond Interest Payments scheduled by the Bank on a semi-annual basis commencing seven (7) Business Days prior to each date indicated in Exhibit A, and to pay any Fees and Charges imposed by the Bank within 30 days after receiving the invoice of the Bank therefor.

9. The Bank shall not sell and the Borough shall not redeem prior to maturity any portion of the Borough's Municipal Bond in an amount greater than the related Loan Obligations which are then outstanding and which are then redeemable, and in the event of any such sale or redemption, the same shall be in an amount not less than the aggregate of (i) the principal amount of the Municipal Bond (or portion thereof) to be redeemed, (ii) the interest to accrue on the Municipal Bond (or portion thereof) to be redeemed to the next redemption date thereof not previously paid, (iii) the premium, if any, payable on the Municipal Bond (or portion thereof) to be redeemed, and (iv) the cost and expenses of the Bank in effecting the redemption of the Municipal Bond (or portion thereof) to be redeemed. The Borough shall give the Bank at least 50 days' prior written notice of the Borough's intention to redeem its Municipal Bond.

In the event that the Loan Obligations with respect to which the sale or redemption prior to maturity of such Municipal Bond is being made have been refunded and the refunding bonds of the Bank issued for the purpose of refunding such Loan Obligations were issued in a principal amount in excess of or less than the principal amount of the Municipal Bond remaining unpaid at the date of

issuance of such refunding bonds, the amount which the Borough shall be obligated to pay or the Bank shall receive under item (i) above shall be the principal amount of such refunding bonds outstanding.

In the event that all or a portion of the Loan Obligations have been refunded and the interest the Bank is required to pay on the refunding bonds is less than the interest the Bank was required to pay on the Loan Obligations, the amount which the Borough shall be obligated to pay or the Bank shall receive under item (ii) above shall be the amount of interest to accrue on such refunding bonds outstanding.

In the event that all or a portion of the Loan Obligations have been refunded, the amount which the Borough shall be obligated to pay or the Bank shall receive under item (iii) above, when the refunded Loan Obligations or portion thereof are redeemed, shall be the premium, if any, on the Loan Obligations to be redeemed.

Nothing in this Section shall be construed as preventing the Borough from refunding the Municipal Bond in exchange for a new Municipal Bond in conjunction with a refunding of all or a portion of the Loan Obligations.

10. Simultaneously with the delivery of the Municipal Bond to the Bank, the Borough shall furnish to the Bank evidence satisfactory to the Bank which shall set forth, among other things, that the Municipal Bond will constitute a valid and binding special and limited obligation of the Borough, secured solely by the Net Revenue of the Electric Utility and by money in the Parity Bond Fund.

11. Invoices for payments under this Loan Agreement shall be addressed to the Borough, Attention: [Karl Hagerman, Utility Director,] P.O. Box 329, Petersburg, Alaska 99833. The Borough shall give the Bank and the corporate trust office of the Trustee under the General Bond Resolution at least 30 days' prior written notice of any change in such address.

12. The Borough hereby agrees that it shall fully fund, at the time of loan funding, its debt service reserve fund (in an amount equal to \$ []) which secures payment of principal and interest on its Municipal Bond, that such fund shall be held in the name of the Borough with the Trustee, and that the yield on amounts held in such fund shall be restricted to a yield not in excess of [] percent.

13. The Borough covenants and agrees that it will establish, fix, prescribe, and collect rates and charges for the sale or use of electric power and energy service or other services of the Electric Utility that, together with other income thereof, are reasonably expected to yield Net Revenue equal to at least 1.25 times the Annual Debt Service on the Parity Bonds for the forthcoming Fiscal Year.

14. The Borough hereby agrees to keep and retain, until the date six years after the retirement of the Municipal Bond, or any bond issued to refund the Municipal Bond, or such longer period as may be required by the Borough's record retention policies and procedures, records with respect to the investment, expenditure and use of the proceeds derived from the sale of its Municipal Bond, including without limitation, records, schedules, bills, invoices, check registers, cancelled checks and supporting documentation evidencing use of proceeds, and investments and/or reinvestments of proceeds. The Borough agrees that all records required by the preceding sentence shall be made available to the Bank upon request.

15. Prior to payment of the amount of the Electric Utility Loan or any portion thereof, and the delivery of the Municipal Bond to the Bank or its designee, the Bank shall have the right to cancel all or any part of its obligations hereunder if:

(a) Any representation, warranty or other statement made by the Borough to the Bank in connection with its application to the Bank for a Loan shall be incorrect or incomplete in any material respect.

(b) The Borough has violated commitments made by it in the terms of this Loan Agreement.

(c) The financial position of the Borough has, in the opinion of the Bank, suffered a materially adverse change between the date of this Loan Agreement and the scheduled time of delivery of the Municipal Bond to the Bank.

16. The obligation of the Bank under this Loan Agreement is contingent upon delivery of the 2022 Bonds, and receipt of the proceeds thereof.

17. The Borough agrees that it will provide the Bank with written notice of any default in covenants under the Borough Ordinance within thirty (30) days after the date thereof.

18. The Borough agrees that it shall not take, or omit to take, any action lawful and within its power to take, which action or omission would cause interest on the Municipal Bond to become subject to federal income taxes in addition to federal income taxes to which interest on such Municipal Bond is subject on the date of original issuance thereof.

The Borough shall not permit any of the proceeds of the Municipal Bond, or any facilities financed with such proceeds, to be used in any manner that would cause the Municipal Bond to constitute a "private activity bond" within the meaning of Section 141 of the Code.

The Borough shall make no use or investment of the proceeds of the Municipal Bond that will cause the Municipal Bond to be an "arbitrage bond" under Section 148 of the Code. So long as the Municipal Bond is outstanding, the Borough, shall comply with all requirements of Section 148 of the Code and all regulations of the United States Department of Treasury issued thereunder, to the extent that such requirements are, at the time, applicable and in effect. The Borough shall indemnify and hold harmless the Bank from any obligation of the Borough to make rebate payments to the United States under said Section 148 arising from the Borough's use or investment of the proceeds of the Municipal Bond.

19. Upon request of the Bank, the Borough agrees that if its bonds constitute twenty percent (20%) or more of the outstanding principal of municipal bonds held by the Bank under its General Bond Resolution, it shall execute a continuing disclosure agreement prepared by the Bank for purposes of Securities and Exchange Commission Rule 15c2-12, adopted under the Securities and Exchange Act of 1934.

20. The Borough agrees that if its bonds constitute twenty percent (20%) or more of the outstanding principal of municipal bonds held by the Bank under its General Bond Resolution it shall provide to the Bank for inclusion in future official statements of the Bank and the Bank's annual reports, to the extent required by the Bank's continuing disclosure undertakings, financial and operating information of the Borough of the type and in the form requested by the Bank.

21. If any provision of this Loan Agreement shall for any reason be held to be invalid or unenforceable, the invalidity or unenforceability of such provision shall not affect any of the remaining provisions of this Loan Agreement and this Loan Agreement shall be construed and enforced as if such invalid or unenforceable provision had not been contained herein.

22. This Loan Agreement may be executed in one or more counterparts, any of which shall be regarded for all purposes as an original and all of which constitute but one and the same instrument. Each party agrees that it will execute any and all documents or other instruments, and take such other actions as are necessary, to give effect to the terms of this Loan Agreement.

23. No waiver by either party of any term or condition of this Loan Agreement shall be deemed or construed as a waiver of any other term or condition hereof, nor shall a waiver of any breach of this Loan Agreement be deemed to constitute a waiver of any subsequent breach, whether of the same or of a different section, subsection, paragraph, clause, phrase or other provision of this Loan Agreement.

24. In this Loan Agreement, unless otherwise defined herein, all capitalized terms which are defined in Article I of the General Bond Resolution shall have the same meanings, respectively, as such terms are given in Article I of the General Bond Resolution and if not defined herein or in Article I of the General Bond Resolution, shall have the meanings given to them in Exhibit B hereto.

25. This Loan Agreement shall remain in full force and effect so long as the Municipal Bond remains outstanding.

26. This Loan Agreement merges and supersedes all prior negotiations, representations and agreements between the parties hereto relating to the subject matter hereof and constitutes the entire agreement between the parties hereto in respect thereof.

IN WITNESS WHEREOF, the parties hereto have executed this Loan Agreement as of the date first set forth above.

ALASKA MUNICIPAL BOND BANK

By: _____
DEVEN J. MITCHELL
Executive Director

PETERSBURG BOROUGH, ALASKA

By: _____
Its: _____

EXHIBIT A

\$[PAR]
Petersburg Borough, Alaska
Electric Utility Revenue Bond, 2022
(the "Municipal Bond")

Due (_____ 1)	Principal <u>Amount</u>	Interest <u>Rate</u>
------------------	----------------------------	-------------------------

Principal installments shall be payable on _____ 1 in each of the years, and in the amounts set forth above. Interest on the Municipal Bond shall be payable on _____1, 20__, and thereafter on _____1 and _____ 1 of each year.

[Prepayment Provisions: The Municipal Bond principal installments are not subject to prepayment prior to maturity.]

Optional Prepayment: The Municipal Bond principal installments due on or after _____1, 20__ are subject to prepayment in whole or in part at the option of the Borough on any date on or after _____1, 20__, at a price of 100% of the principal amount thereof to be prepaid, plus accrued interest to the date of prepayment.

EXHIBIT B

Additional defined terms

“Annual Debt Service” for any particular year means, for the Municipal Bond, or of Future Parity Bonds, as applicable, an amount equal to the sum of (i) all interest payable during such year in respect of such outstanding bonds plus (ii) the Principal Installment or Installments due during such year on such outstanding bonds, calculated on the assumption that bonds outstanding on the day of calculation cease to be outstanding by reason of, but only by reason of, payment upon maturity, or earlier mandatory redemption and application to such purposes of any Sinking Fund Requirements, or payments into the Parity Bond Fund, required by the ordinance or resolution authorizing issuance of such bonds. Annual Debt Service for each Fiscal Year shall be reduced by subtracting the amount scheduled to be received by the Borough as a Tax Credit Subsidy Bond Payment (if any) in each such Fiscal Year in respect of any Parity Bonds issued as Tax Credit Subsidy Bonds.

“Code” means the federal Internal Revenue Code of 1986, as amended, together with corresponding and applicable final, temporary or proposed regulations and revenue rulings issued or amended with respect thereto by the United States Treasury Department or the Internal Revenue Service, to the extent applicable to any series of Parity Bonds issued with interest that is intended to be excludable from gross income for federal income tax purposes.

“Contract Resource Obligation” means an obligation of the Borough to make payments to another person or entity for electric energy supply, transmission or other commodity or service relating to the Electric Utility, which obligation is designated as a Contract Resource Obligation for purposes of the Municipal Bond Ordinance.

“Debt Service Account” means the account of that name created within the Parity Bond Fund pursuant to the Municipal Bond Ordinance.

“Debt Service Reserve Account” means the account of that name created within the Parity Bond Fund pursuant to the Municipal Bond Ordinance.

“Electric Utility” means the municipal light and power generation, transmission, and distribution systems now belonging to, or which may hereafter belong to, Petersburg Borough Electric Utility, as the same may be added to, improved, or extended from time to time, and operated pursuant to chapter 3.40 of the Borough Code.

“Fiscal Year” means the Fiscal Year used by the Borough at any time. At the time of the passage of the Municipal Bond Ordinance, the Fiscal Year is the twelve-month period beginning on July 1 and ending on June 30 of each year.

“Future Parity Bonds” means any revenue bonds of the Borough, other than the Municipal Bond, the principal of and interest on which are payable out of money in the Petersburg Borough Electric Utility Enterprise Fund on a parity with the payments required to be made into the Parity Bond Fund in respect of the Municipal Bond and any Outstanding Parity Bonds.

“Gross Revenue” means all of the earnings and revenues of any kind or nature received by the Borough from the operation and maintenance of the Electric Utility. Gross Revenue excludes: (1) revenues from assessments collected in any local improvement district or utility local improvement

district; (2) amounts collected in respect of municipal utility taxes or payments in lieu of taxes; (3) proceeds of grants from the federal, state, or local governments; (4) gifts to the Electric Utility for capital purposes; (5) proceeds from the sale of Borough or Electric Utility property; (6) proceeds of Borough or Electric Utility obligations; (7) earnings or proceeds from any investments in any trust, defeasance or escrow fund created to defease or refund Electric Utility obligations until commingled with other earnings and revenues of the Electric Utility; (8) insurance proceeds compensating the Borough for the loss of a capital asset or the proceeds of any liability or other insurance (excluding business interruption insurance or other insurance of like nature insuring against the loss of revenues); and (9) Tax Credit Subsidy Bond Payments.

“Net Revenue” means all Gross Revenue less the Operation and Maintenance Expense.

“Operation and Maintenance Expense” means all reasonable expenses incurred by the Borough in causing the Electric Utility to be operated and maintained in good repair, working order and condition and properly treated as maintenance and operation expenses under generally accepted accounting principles applicable to similar municipal utilities, including: payments due under Contract Resource Obligations; all payments made to another person or agency for acquisition of electric energy; any deposits, premiums, assessments or other payments for insurance, if any, on the Electric Utility; amounts paid in respect of Electric Utility employee pensions and post-employment benefits (if any); and overhead and administration expenses allocated to the Electric Utility. Operation and Maintenance Expenses excludes: non-cash accounting items (e.g., depreciation, amounts treated as expenses under accounting guidelines with respect to unfunded contributions to pension or other post-employment benefit plans, non-exchange financial guarantees, environmental liabilities, and similar items); payments on contracts for the acquisition of electric energy or capability under which no energy has been furnished to the Borough (other than payments under Contract Resource Obligations); and any amounts paid in respect of municipal utility taxes or payments in lieu of taxes.

“Outstanding Parity Bonds” when used in reference to a particular date (or series of Parity Bonds), Outstanding Parity Bonds shall mean those Parity Bonds that are outstanding as of that date (or as of the issue date of such series).

“Parity Bond Fund” means the Electric Utility Parity Bond Fund created pursuant to the Municipal Bond Ordinance to pay and secure the payment of the Municipal Bond and any Future Parity Bonds, which is divided into a Debt Service Account and a Debt Service Reserve Account.

“Parity Bonds” means the Municipal Bond and any Future Parity Bonds.

“Principal Installment” means, as of any date of calculation and with respect to any one or more series of Parity Bonds, the principal amount of bonds of such series due on a certain future date, plus the amount of any Sinking Fund Requirement due on that date in respect of bonds of such series that are term bonds.

“Sinking Fund Requirement” means, for any Fiscal Year, the principal portion (and required redemption premium, if any) of any term bond that is required to be purchased, redeemed, or paid at maturity, as established in this Loan Agreement or bond purchase contract.

“Tax Credit Subsidy Bond” means any bond that is designated by the Borough as a Tax Credit Subsidy Bond, pursuant to Section 54AA of the Code or any substantially similar taxable tax credit bond program, and which is further designated by the Borough as a “qualified bond” with respect to

which the Borough is eligible to receive a tax credit payable by the United States Treasury to the Borough under Section 6431 or a substantially similar provision of the Code.

“Tax Credit Subsidy Bond Payments” means those amounts which the Borough is entitled to receive from the United States Treasury in respect of any bonds issued as Tax Credit Subsidy Bonds.

CERTIFICATE

I, the undersigned, the duly appointed Clerk of the Petersburg Borough, Alaska (the "Borough"), DO HEREBY CERTIFY:

1. That the attached ordinance is a true and correct copy of Ordinance No. _____ (the "Ordinance") passed by the Borough Assembly at a regular meeting thereof held on _____, 2022, and the Ordinance has been duly recorded in my office.

2. That said meeting was duly convened and held in all respects in accordance with law, and to the extent required by law, due and proper notice of such meeting was given; that a legal quorum was present throughout the meeting and a legally sufficient number of members of the Borough Assembly voted in the proper manner for the passage of the Ordinance; that all other requirements and proceedings incident to the proper adoption of the Ordinance have been duly fulfilled, carried out and otherwise observed; and that I am authorized to execute this certificate.

3. The Ordinance has not been amended, modified, or superseded or repealed since the date of its passage.

IN WITNESS WHEREOF, I have hereunto set my hand dated as of _____, 2022.

Borough Clerk
Petersburg Borough, Alaska

**PETERSBURG BOROUGH
ORDINANCE #2022-03**

**AN ORDINANCE AMENDING PETERSBURG MUNICIPAL CODE CHAPTER 14.20,
ENTITLED “MUNICIPAL HARBORS”, TO INCREASE HARBOR FEES**

WHEREAS, Petersburg’s Municipal Harbor Department and the Harbors and Ports Advisory Board recommend an increase in moorage and use fees to bring harbor revenues in line with expenses; and

WHEREAS, harbor fees were last increased in 2018 at the recommendation of the Waterfront Master Plan, adopted along with the Petersburg Borough Comprehensive Plan dated February 22, 2016 by Ordinance #2016-02.

THEREFORE, THE PETERSBURG BOROUGH ORDAINS, as follows:

Section 1. Classification: This ordinance is of a general and permanent nature and shall be codified in the Petersburg Municipal Code.

Section 2. Purpose: The purpose of this ordinance is to increase harbor fees to bring harbor revenues in line with expenses.

Section 3. Substantive Provisions: Section 14.20.390, *Fees and charges for services*, of Chapter 14.20 entitled “Municipal Harbors”, of the Petersburg Municipal Code shall be amended to read as follows (the language proposed for deletion is struck through, and the new language is in blue and underlined):

Chapter 14.20 MUNICIPAL HARBORS

14.20.390 Fees and charges for services.

A. Annual Moorage fees.

1. Unless otherwise stated in this chapter, the base moorage fee (also referred to as the permanent stall rate), available to a vessel which has a moorage contract for a stall in the municipal harbors located in Service Area 1 for a minimum term of seven full consecutive months, is as follows:

Stall length	\$ per foot
18 ft.	× \$37.00 = \$666.00 (\$55.50 mo.) <u>\$39.00 = \$702.00 (\$58.50 mo.)</u>
20 ft.	× \$37.00 = \$740.00 (\$62.00 mo.) <u>\$39.00 = \$780.00 (\$65.00 mo.)</u>
26 ft.	× \$37.00 = \$962.00 (\$81.00 mo.) <u>\$39.23 = \$1,020.00 (\$85.00 mo.)</u>
32 ft.	× \$37.00 = \$1,184.00 (\$99.00 mo.) <u>\$39.38 = \$1,260.00 (\$104.00 mo.)</u>
40 ft.	× \$41.45 = \$1,658.00 (\$138.00 mo.) <u>\$43.50 = \$1,740.00 (\$145.00 mo.)</u>

42 ft.	× \$41.45 = \$1,740.90 (\$145.00 mo.) <u>\$43.71</u> = <u>\$1,836.00</u> (<u>\$152.00 mo.</u>)
48 ft.	× \$48.00 = \$2,304.00 (\$192.00 mo.) <u>\$50.00</u> = <u>\$2,400.00</u> (<u>\$200.00 mo.</u>)
50 ft.	× \$48.00 = \$2,400.00 (\$200.00 mo.) <u>\$50.40</u> = <u>\$2,520.00</u> (<u>\$210.00 mo.</u>)
50 ft. wide (55)	× \$48.00 = \$2,640.00 (\$220.00 mo.) <u>\$50.62</u> = <u>\$2,784.00</u> (<u>\$230.00 mo.</u>)
60 ft.	× \$54.50 = \$3,270.00 (\$272.50 mo.) <u>\$59.20</u> = <u>\$3,552.00</u> (<u>\$296.00 mo.</u>)
62 ft.	× \$54.50 = \$3,379.00 (\$281.50 mo.) <u>\$60.00</u> = <u>\$3,720.00</u> (<u>\$310.00 mo.</u>)
75 ft.	× \$54.50 = \$4,087.50 (\$340.50 mo.) <u>\$57.20</u> = <u>\$4,290.00</u> (<u>\$357.50 mo.</u>)
100 ft.	× \$54.50 = \$5,450.00 (\$454.00 mo.) <u>\$57.24</u> = <u>\$5,724.00</u> (<u>\$476.00 mo.</u>)

2. Monthly 20-foot stall rental in South Harbor:

- a. 1—11 months: ~~\$62.00~~65.00
- b. 12 months: ~~\$31.00~~32.50 (prepaid)

3. Overhanging stall: One dollar per foot, per month, except there shall be no overhanging stall fee charged to the 20-foot stalls in South Harbor.

4. Unless otherwise stated in this chapter, the base semi-annual moorage fees available to a vessel which has a moorage contract for a stall in the municipal harbors located in service area 1 for a term of 3 to 6 consecutive months shall be charged ~~\$5.60~~5.88 per linear foot per month.

B. Use fees.

1. Transient vessel moorage fees.

- a. The owner, master or agent of any transient vessel moored within the municipal harbors for less than ten days in any calendar month shall pay per day, or any portion thereof, moorage based on the length of vessel as follows:

- i. All ~~United States-registered~~ vessels: ~~\$0.72~~75 per linear foot.
- ii. ~~Foreign registered vessels 75 feet and under: \$0.72 per linear foot. Non-Commercial Fishing >90 foot: Daily \$1.50 per linear foot.~~

- b. The owner, master or agent of any transient vessel moored within the municipal harbors for ten days or more in any calendar month shall pay moorage at the rate of ~~\$7.20~~7.50 per linear foot per calendar month except as set out below.

- i. ~~Foreign registered vessels over 75 feet: \$1.45 per linear foot Non-Commercial Fishing >90 foot: Monthly \$15.00 per linear foot.~~

2. Skiff float use. The owner, master or agent of any vessel moored at the skiff float shall be charged \$2.00 per linear foot per month.

3. Grid use fee. The owner, master or agent of any vessel using a grid shall pay for the use of the grid at the following rate per linear foot (vessel length) per day:

- a. Wood grid, ~~\$0.65~~70.
- b. Steel grid, ~~\$1.10~~1.20.

4. Live-aboard fee. The vessel owner, master or agent shall pay the following rate per month for persons living aboard a vessel:
 - a. One person, ~~\$6065.00~~.
 - b. Each additional person, ~~\$2530.00~~.
5. Launching ramp permit fee.
 - a. Commercial use of launching ramp. Persons launching vessels without purchasing an annual launch permit shall pay ~~\$2830.00~~ for each launch. An annual launch permit for commercial use may be purchased at a cost of ~~\$28300.00~~ for unlimited use of the launching facilities.
 - b. Noncommercial use of launching ramp. Persons launching vessels without purchasing an annual launch permit shall be charged ~~\$1015.00~~ for each launch. An annual launch permit may be purchased at a cost of ~~\$3550.00~~ for the first permit and ~~\$17,5025.00~~ each for each additional permit (each trailer must have its own permit) for unlimited use of the launching facilities. The permit must be attached to the tongue of the trailer.
6. Port facility use fee.
 - a. Dock face moorage fee. The owner, master or agent of any vessel mooring at a dock face shall pay ~~\$1,002.50~~ per linear foot (vessel length) for each 24-hour period or portion thereof.
 - b. Wharfage fee. The owner, master or agent of any vessel loading or unloading freight at the port dock shall pay \$5.00 per ton of freight loaded or unloaded.
 - c. Upland outdoor storage fees. The owner, master or agent of a vessel whose gear or equipment is stored at an upland outdoor storage area of a municipal harbor shall pay ~~\$0.2630~~ per square foot of storage space rented per month. Prior approval of the harbormaster is required.
7. Port dock, drive down bulkhead, launch ramp and crane dock loading/off-loading use fee.
 - a. Persons engaged in loading or off-loading materials, equipment, gear or any other items onto or off vessels at the port dock, drive down bulkhead or crane dock shall be charged ~~\$2550.00~~ for each vessel loaded or off-loaded or ~~\$250300.00~~ annually for unlimited use of one of the docks for loading/off-loading. Prior approval of the harbormaster is required.
 - b. Vessels are limited to 4 hours moorage within a 24-hour period on the crane dock and drive down bulkhead. Additional time may be granted by the harbor master.
8. Commercial Drive Down Dock and Drive Down Bulkhead Permit.
 - a. Annual Permit: ~~\$2,803.00~~ per lineal foot of vessel.
 - b. Per Use Basis: \$1.00 per lineal foot of vessel per use.
 - c. Vessels are limited to 4 hours of active loading and unloading activity within a 24-hour period. Additional time may be granted by the harbormaster.
 - d. Specific areas are available for vessel repair and maintenance. Reservations must be made prior through the harbormaster. Vessels will be charged \$1.00 per foot per day for reserved space.
9. Crane use fee. The owner, master or agent of any vessel using the crane shall be charged ~~\$3540.00~~ for each hour of use, or portion thereof.
10. Boat pumping fee. The owner, master or agent of a vessel pumped shall pay \$60.00 per hour (with a one-hour minimum fee) for the vessel pumping service.
11. Snow removal fee. The owner, master or agent of a vessel provided with snow removal service shall pay \$40.00 per hour (with a one-hour minimum fee).

12. Transient electrical service fee. The owner, master or agent of a vessel provided electrical service, if available, shall pay:
 - a. \$6.00 per day for 30 amp service;
 - b. \$10.00 per day for 50 amp service;
 - c. \$34.00 per day for 60 amp service; and
 - d. \$57.00 per day for 100 amp service.
13. Electric adapter plug rental fee.
 - a. 30 amp/110v adapter - \$5.00 per day;
 - b. 60 amp 3 phase/50 amp adapter - \$10.00 per day after a 10 day grace period;
 - c. 100 amp plug - \$10.00 per day after a 10 day grace period.
14. Impounding fee for gear or other equipment left on dock or floats. The owner, master or agent of a vessel whose gear or equipment, including skiffs, is left on the docks or floats after the harbormaster has directed the items to be removed, after the vessel has left the harbor, or for a period in excess of 24 hours, shall be charged a ~~\$5075~~.00 minimum impound fee for those items, plus \$3.00 per day as the storage fee on the impounded items. Impounded items may, at the discretion of the harbormaster, be discarded if not claimed within 30 days.
15. Vessel moving/towing fee for vessels moored within the municipal harbors. The owner, master or agent of any vessel moored within the municipal harbors which is moved or towed within the facility shall be charged ~~\$1.2550~~ per linear foot (vessel length) for the moving/towing service. The moving/towing service shall be provided at the discretion of the harbormaster.
16. Harbor skiff emergency use fee. The owner, master or agent of any vessel requiring the emergency use of the harbor skiff shall pay \$40.00 per hour (with a one-hour minimum fee) for the skiff emergency service.
17. Power-washer use. The owner, master or agent of any vessel using the power-washer shall be charged ~~\$3540~~.00 per hour, or any portion thereof.
18. Harbor showers. Use of the showers at the harbormaster's building shall be charged \$2.00 for each seven and one-half minutes.
19. Tour ship docking fees.
 - a. Float side inner harbor: ~~\$450500~~.00 per stop;
 - b. Port dock and drive down bulkhead: ~~\$560600~~.00 per stop;
 - c. Lighters to the harbor will be charged ~~\$280400~~.00 per each 24 hours;
 - d. Drive Down Float: \$700.00 per stop, 8 hour maximum; time over 8 hour maximum \$100.00 per hour;
 - c. Homeland Security Fee: \$400.00 per stop.
20. Tour ship schedule or docking location change fee (in effect from April 30 through October 31 annually) \$200.00 per change, per vessel.
21. Tour ship trip cancellation. Prepaid tour ship docking and other use fees will not be refunded for ship cancellations received by the borough after April 30 of each year.
22. Garbage, waste oil disposal fees and water fees.
 - a. Vessels not using the harbor facilities for moorage but disposing of garbage or waste oil or obtaining water shall be charged fees as follows:

- i. Garbage disposal, \$25.00 per cubic yard;
 - ii. Waste oil disposal, \$5.~~5000~~ per five gallons, \$~~4050~~.00 per barrel, plus expenses incurred by the borough in disposal;
 - iii. Potable water, \$15.00 minimum or \$0.03 per gallon, whichever is greater.
23. Fees associated with vessels in a dangerous condition:
- a. Replacing or securing mooring lines, \$20.00 plus the cost of material used;
 - b. Pumping of vessels, \$60.00 per hour (with a one-hour minimum fee), plus expenses incurred.
24. Fees for conducting business from a vessel. Twenty dollars per day during such period of time as mooring is approved.
25. Impoundment fees. Impounded vessels shall be charged a minimum fee of \$~~6075~~.00 plus storage at the rate of not less than \$3.00 per day. These fees are in addition to any costs incurred by the borough during the impoundment process.
- C. Fees in this subsection 14.20.390 may be increased, by ordinance amendment, on an annual basis, subject to review of harbor facilities' financial needs and borough assembly approval, based on increases in the Anchorage Consumer Price Index.

Section 4. Severability: If any provision of this Ordinance or any application to any person or circumstance is held invalid, the remainder of this Ordinance and the application to other persons or circumstances shall not be affected.

Section 5. Effective Date: This Ordinance shall become effective April 1, 2022.

PASSED AND APPROVED by the Petersburg Borough Assembly, Petersburg, Alaska this _____ day of _____, 2022.

Mark Jensen, Mayor

ATTEST:

Debra K. Thompson, Borough Clerk

Adopted:
 Noticed:
 Effective:

**Petersburg Borough, Alaska
RESOLUTION #2022-02**

**A RESOLUTION APPROVING THE DISTRIBUTION OF THE LOCAL
GOVERNMENT LOST REVENUE RELIEF GRANT IN THE AMOUNT OF \$1,430,892**

WHEREAS, the Petersburg Borough proposes using \$1.43 million for Lost Revenue Replacement with funds to be expended for Public Health and General Government Services; and

WHEREAS, the formula used to calculate the lost revenue amount was based on criteria and time periods set by the State of Alaska;

WHEREAS, the amounts and percentages recommended to multiple departments and units of local government in the scope of work are based on the percentages derived from the State's formula; and

WHEREAS, a scope of work for this grant, which includes a detailed description of how the funds will be used in accordance with federal guidance, must be submitted to the State of Alaska by March 15, 2022.

THEREFORE BE IT RESOLVED, the Petersburg Borough hereby recommends the following scope of work for the State Fiscal Year 2022 Local Government Lost Revenue Relief Grant funds.

REVENUE REPLACEMENT - PUBLIC HEALTH

The Petersburg Medical Center has and continues to provide testing, vaccine distribution, home health, and other community services in response to the public health emergency. The response resulted in significant cost and loss of revenue to the medical center. The borough proposes to use 58% of funds (\$825,388) for revenue replacement of public health expenses due to the pandemic. This allocation would support testing, vaccination, home health services, mental health services, community wellness, facility maintenance and repair, and other community-based public health measures at the medical center.

REVENUE REPLACEMENT – GOVERNMENT SERVICES

Covid mitigation and closures resulted in significant revenue loss to borough enterprise funds. The borough proposes to use 10% of funds (\$136,216) for revenue replacement for its water, wastewater, sanitation, and harbor operations. The funds will be used for operations, maintenance, enhancements, and repair of public infrastructure.

REVENUE REPLACEMENT – GOVERNMENT SERVICES

State and local mandates and mitigation measures resulted in significant loss to the borough's general services funding. The borough proposes to use 32% of funds (\$469,288) for revenue replacement to provide general government and educational services. The funds will be used for general government services, including but not limited to:

- Pay-go spending for building new infrastructure, including roads (“pay-go” means financing expenditures with funds that are currently available rather than borrowed)
- Modernization of cybersecurity;
- Health services;
- Environmental remediation;

- School or educational services; and,
- Provision of police, fire, and other public safety services

PASSED AND APPROVED by the Petersburg Borough Assembly on March 7, 2022.

Mark Jensen, Mayor

ATTEST:

Debra K. Thompson, Borough Clerk

Planning Commission Report

P&Z Meeting date: February 8, 2022

TO: Borough Assembly
FROM: Planning Commission
Subject: Purchase of Borough-Owned Property at 700 Sandy Beach Rd.
Marc Taylor

The Petersburg Planning & Zoning Commission makes the following findings of fact:

1. Applicant is requesting to purchase approximately 84,942 sf of borough-owned property located at 700 Sandy Beach Road.
2. Application was referred to the Planning Commission on January 18, 2022.
3. The property has legal and practical access from Sandy Beach Road.
4. The property has more than 80' of road frontage and a lot area greater than 8,000 sf, which are minimum standards for residential property in this district.
5. A 60' w. x 440' l. undeveloped public easement exists along the eastern property line adjacent to Lot 16. No development may occur within the easement without prior approval of the borough.
6. Lot is zoned single-family residential. PMC 16.12.050 requires a property be zoned prior to approval for disposal.
7. Applicant's development plans are to construct a driveway, pad, and single-family residence within 2-3 years. Per zoning, property may be developed with single-family or duplex dwelling, or any manner allowed by code. Also, the property may be subdivided in the future as allowed by code and approved by the Planning Commission.
8. Based on review of the application by borough departments, there is no public need or use for the property.
9. Hearing notices were mailed to property owners within 600 feet of the area on January 24, 2022
10. On February 8, 2022, a duly noticed public hearing was held by the Petersburg Planning Commission. At the public hearing, the Planning Commission considered and reviewed applicant materials, public comments and testimony, and staff comments.

Based on the preceding findings of fact, the Petersburg Planning Commission makes the following recommendation:

The Planning Commission recommends the borough-owned property at 700 Sandy Beach Rd be sold by sealed bid.



Petersburg Borough, Alaska

Land Disposal Application

(\$500.00 non-refundable filing fee required)

Form must be completed in its entirety to be considered

PAID
JAN 18 2022
FINANCE DEPT

Office Use:
Rec'd. by: SM
Fee: \$ 500.00
Date Rec'd: 1/18/22

Date: 1/10/2022

This is a request for land disposal via (circle one):
Lease Purchase Exchange Other

Parcel ID #(s) of Subject Property:
01-004-320
700 Sandy Beach Rd

Proposed term of lease: N/A
(total years)

Legal Description of Property:
Lot 15, USS 2986

Current Zoning of Property:
Single-Family Residential

Applicant Name: Marc Taylor
Applicant Mailing Address: 21318 Pioneer Way, Edmonds WA 98026
Applicant Contact Info: 206-790-3765
(phone and/or email) mtaylor@tridentseafoods.com

1. Size of Area requested (identify the minimum area necessary in square feet): 84,942
2. Attach a map showing the location of the land requested. Map must show surrounding area with the land requested clearly marked with bolded borders or highlighted color.

3. Narrative on use of property: Explain proposed use of land and when use is expected to begin and end. Include any planned new construction or renovation, including time-frame when construction or renovation will be completed and type of materials to be used. Provide the estimated dollar value of proposed improvements. Explain the value of the proposal to the economy of the borough and any other information you feel should be considered. (attached additional sheet if necessary)

Proposed use would be to excavate and install a driveway/pad in 2022 and then build a house by end of 2023. Time Frame would be 2-3 years realistically for completion and materials to be used are going to be standard home materials. The estimated costs for the entire building process is \$560,000.00. The benefit to the borough would be the proceeds from the auction and me and my wife's remote based salaries that would come into the community.

4. Name and address of all adjacent land owners or lessees, including upland owner(s) if applicable: (attach additional sheet if necessary)

Sally and Alan Dwyer
618 Sandy Beach RD
01-004-330

David and Tanya Somerville
706 Sandy Beach RD
001-004-310

5. Are there any existing permits or leases covering any part of the land applied for?

___ Yes No If yes, please check one: (___ Lease ___ Permit)

Describe the type of permit or lease, if applicable, and the name and last known address of the permittee or lessee:

6. What local, state or federal permits are required for the proposed use? (list all)
Building and Core permits

7. If applicant is a corporation, provide the following information:

A. Name, address and place of incorporation: _____

B. Is the corporation qualified to do business in Alaska?: ___ Yes ___ No

Name and address of resident agent: _____

8. Why should the Planning Commission recommend Assembly approval of this request?
It is a lot that is already setup and zoned for custom building and already has a plat, and the easement that runs along side it still gives the borough access to what they would need it for.

9. How is this request consistent with the Borough's comprehensive plan?
Provides more housing opportunities in the borough.

10. Prior to submitting this application, please verify with pertinent Borough Departments that the land requested for lease, purchase or exchange is not needed for a public purpose by speaking with the appropriate personnel in the Electric, Water, Wastewater, Community Development, Harbor or Public Works Departments and obtain their comments and signatures below. (attach additional sheet if necessary):

Department Comments: *Previously verified this parcel is not needed by Electric, Water, Wastewater or for Community Development. The parcel is also not needed for Public Works/ Streets.*

Debra K. Thompson
Signature of Department Commenter

Department Comments:

Signature of Department Commenter

Department Comments:

Signature of Department Commenter

Department Comments:

Signature of Department Commenter

NOTICE TO APPLICANT(s):

Applicant will be required to pay a non-refundable filing fee with the Borough of \$500 to cover estimated costs of: a title report, survey, legal fees, postage, recording fees, public noticing and advertising and other costs incidental to the processing of this application.

I hereby certify that I have received and reviewed a copy of Petersburg Municipal Code Chapters 16.12 and 16.16 (as they may pertain to my particular application) and understand the Code requirements. I further certify I am authorized to sign this application on behalf of the applicant.

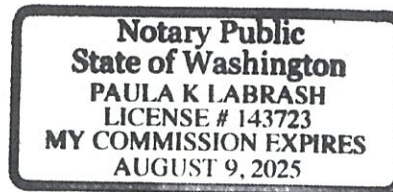
Please sign application in the presence of a Notary Public.

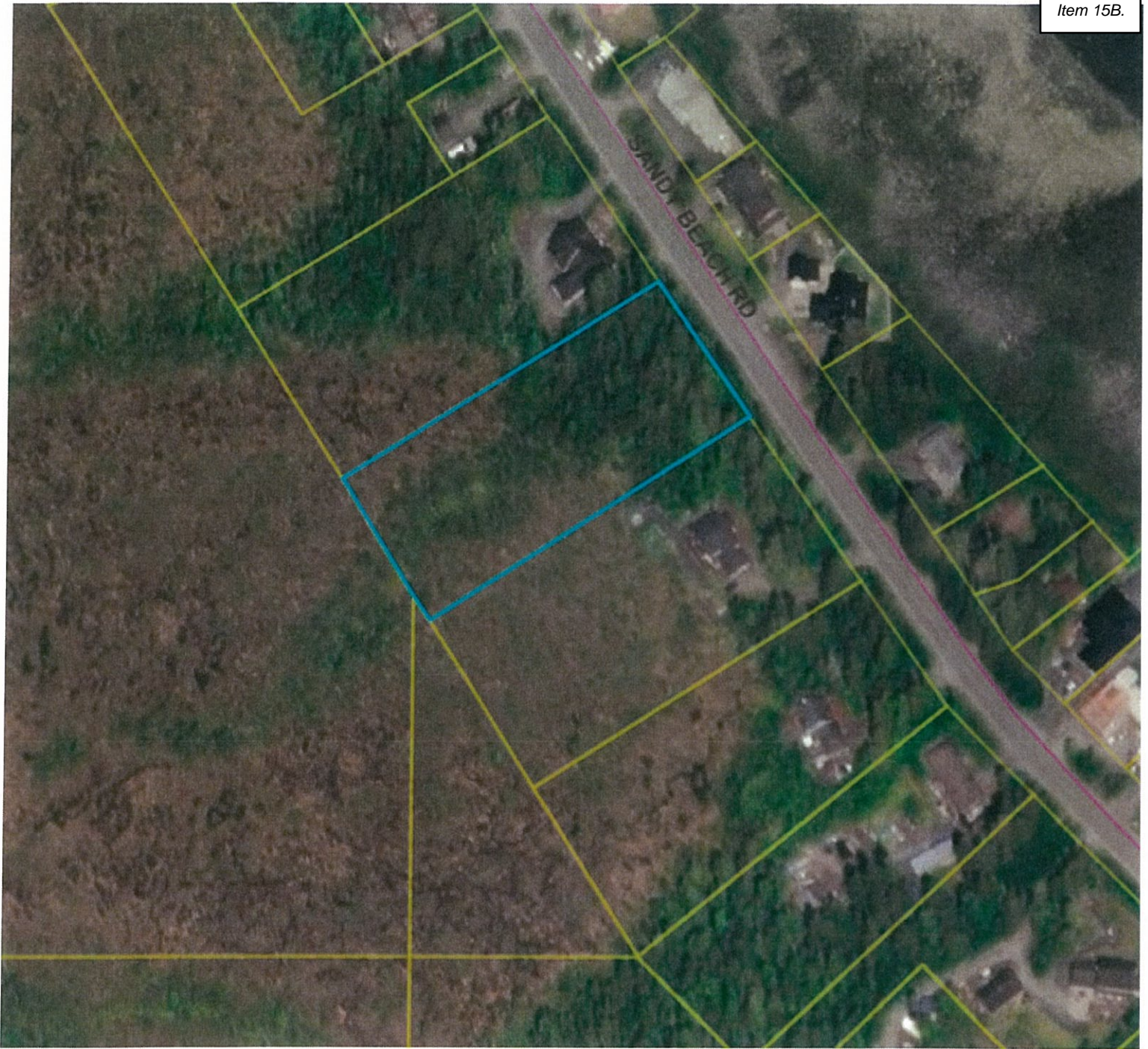
Marc Taylor
Applicant/Applicant's Representative

Subscribed and sworn to by *Marc Taylor*, who personally appeared
before me this *10th* day of *January*, 20 *22*.

Paula K Labrash
Notary Public

Notary Public in and for the State of ^{*WA*}~~Alaska~~. My Commission Expires: *8-9-2025*





Debra Thompson

From: Debra Thompson
Sent: Friday, January 7, 2022 4:38 PM
To: mtaylor@tridentseafoods.com
Subject: 700 Sandy Beach Road

Hi Mike,

Karl Hagerman's response to my inquiry about 700 Sandy Beach Road is: There is no need for any of my utilities to use this lot. This is a great lot, with water and sewer stubouts in place already.

So you are good to send in your application and filing fee.

Take care,
Debbie

Debra K. Thompson, CMC
Borough Clerk/Human Resources Director

Petersburg Borough
907-772-5405



Planning Commission Staff Report

Meeting date: February 8, 2022

TO: Planning Commission

FROM: Liz Cabrera, Community & Economic Development Director

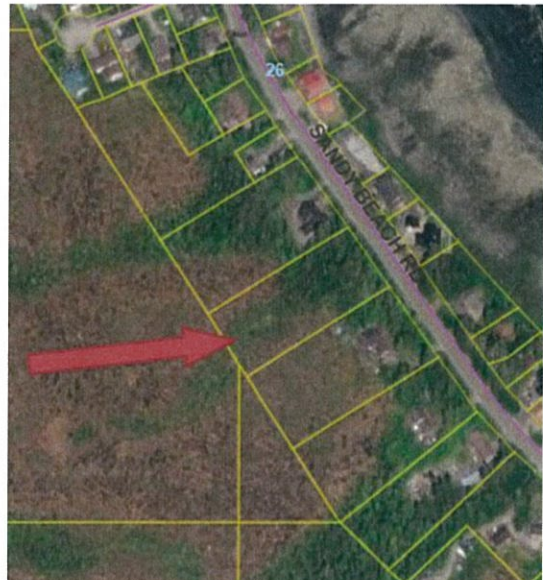
Subject: Purchase of Borough-Owned Property at 700 Sandy Beach Rd.
Marc Taylor

Recommendation:

Recommend preliminary approval of sale to the borough assembly.

The Petersburg Planning & Zoning Commission makes the following findings of fact:

1. Applicant is requesting to purchase approximately 84,942 sf of borough-owned property located at 700 Sandy Beach Road.
2. Application was referred to the Planning Commission on January 18, 2022.
3. The property has legal and practical access from Sandy Beach Road.
4. The property has more than 80' of road frontage and a lot area greater than 8,000 sf, which are minimum standards for residential property in this district.
5. A 60' w. x 440' l. undeveloped public easement exists along the eastern property line adjacent to Lot 16. No development may occur within the easement without prior approval of the borough.
6. Lot is zoned single-family residential. PMC 16.12.050 requires a property be zoned prior to approval for disposal.
7. Applicant's development plans are to construct a driveway, pad, and single-family residence within 2-3 years. Per zoning, property may be developed with single-family or duplex dwelling, or any manner allowed by code. Also, the property may be subdivided in the future as allowed by code and approved by the Planning Commission.
8. Based on review of the application by borough departments, there is no public need or use for the property.
9. Hearing notices were mailed to property owners within 600 feet of the area on January 24, 2022



Planning Commission Staff Report

Meeting date: February 8, 2022

10. On February 8, 2022, a duly noticed public hearing was held by the Petersburg Planning Commission. At the public hearing, the Planning Commission considered and reviewed applicant materials, public comments and testimony, and staff comments.

Based on the preceding findings of fact, the Petersburg Planning Commission makes the following recommendation:

1. Based on review of the application by borough departments, there is no public need or use for the property.
2. Terms and conditions of sale should reference the existing public easement and that no development may occur within the easement without prior approval of the borough.
3. Terms and conditions of sale require that any future residential development on the property connect to municipal sewer system on Sandy Beach Rd. Cost of extending utilities (electricity, water, sewer) to the property will be the responsibility of the property owner. Cost of providing service from the property line to any structure is the responsibility of the property owner.
4. Proof of consultation and, if required, a permit/letter from the Army Corps of Engineers shall be furnished to the borough prior to development of the lot.

BOOK 17 PAGE 629

State of Alaska



Patent

No. 6741

Know All Men By These Presents that the State of Alaska, in consideration of the sum of TEN AND NO/100----- DOLLARS lawful money of the United States, and other good and valuable considerations, now paid, the receipt whereof is hereby acknowledged, does hereby grant to _____

CITY OF PETERSBURG

P.O. Box 329, Petersburg, Alaska 99833 and to

its successors and assigns, all that real property situated in the Borough of _____ State of Alaska, and described as follows:

U.S. SURVEY NO. 2985, ALASKA

LOT 2. Containing 2.45 acres.

ACCORDING TO THE SURVEY PLAT OF U.S. SURVEY NO. 2985, ALASKA, EMBRACING LOTS 1 TO 10 INCLUSIVE, ACCEPTED BY THE UNITED STATES DEPARTMENT OF THE INTERIOR, BUREAU OF LAND MANAGEMENT IN WASHINGTON, D.C., ON JULY 27, 1951.

U.S. SURVEY NO. 2986, ALASKA

LOT 15. Containing 1.95 acres.
Subject to a 60 foot wide access easement along line 2-3.

ACCORDING TO THE SURVEY PLAT OF U.S. SURVEY NO. 2986, ALASKA, EMBRACING LOTS 11 TO 17 INCLUSIVE, ACCEPTED BY THE UNITED STATES DEPARTMENT OF THE INTERIOR, BUREAU OF LAND MANAGEMENT IN WASHINGTON, D.C., ON JULY 27, 1951.

ADL No. 100494
Patent No. 6741

SANDY BEACH ALASKA SUBDIVISION

BOOK 17 PAGE 630

ORIG. GLO LOT 23. Containing 1.48 acres.
ORIG. GLO LOT 24. Containing 1.45 acres.
ORIG. GLO LOT 25. Containing 1.42 acres.
ORIG. GLO LOT 26. Containing 1.40 acres.
Subject to Sound Drive Easement.

LOTS 1, 2, 3, 4, 5, 6, 7, 8, 9, 10, 11, 12, 13, 14, 15, 16, 17, 18,
19, 20, 21, 22, 23, 24, 25, 26, 27, 28 OF BLOCK 1. Containing 26.17
acres.

LOTS 1, 2, 3, 4, 5, 6, 7, 8 OF BLOCK 2. Containing 7.26 acres.

LOTS 1, 2, 3, 4 OF BLOCK 3. Containing 4.64 acres.

LOTS 1, 2, 3, 4, 5, 6, 7 OF BLOCK 4. Containing 8.12 acres.

LOTS 1, 2, 3, 4, 5, 6, 7 OF BLOCK 5. Containing 4.94 acres.

TRACT A. Containing 5.10 acres.

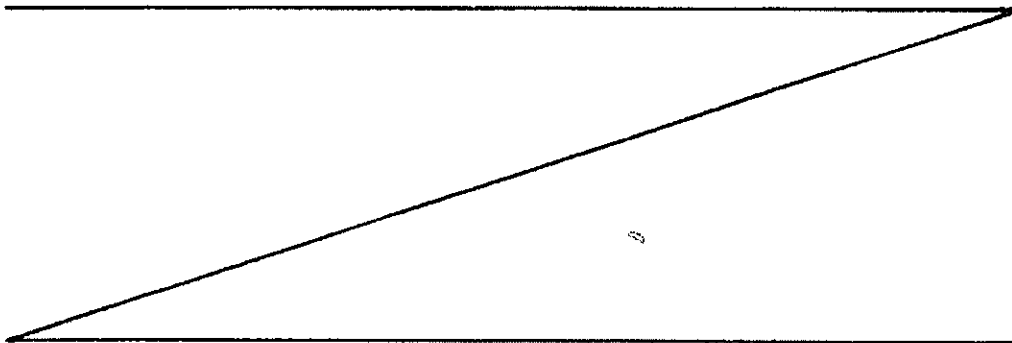
ACCORDING TO THE AMENDED SANDY BEACH ALASKA SUBDIVISION PLAT LOCATED
WITHIN SECTIONS 35 AND 36, TOWNSHIP 58 SOUTH, RANGE 79 EAST, COPPER
RIVER MERIDIAN FILED IN THE PETERSBURG RECORDING DISTRICT ON AUGUST
27, 1982 AS PLAT NO. 82-9.

CONTAINING AN AGGREGATE OF 66.38 ACRES, MORE OR LESS.

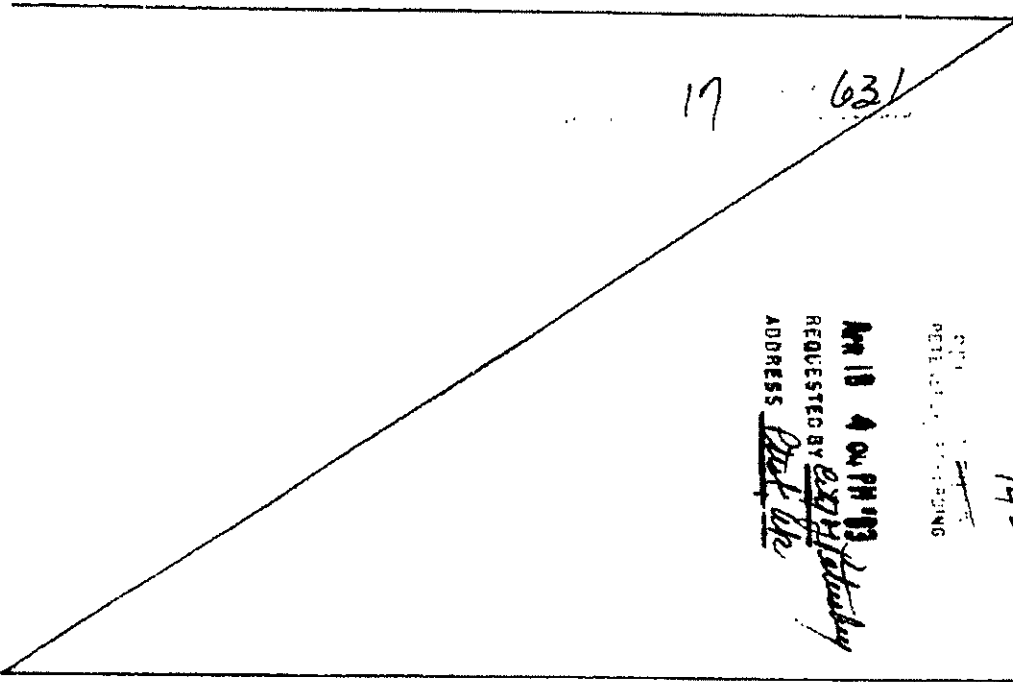
Subject to valid existing trails, roads and easements.

Pursuant to A.S. 38.05.127(a)(2) reservation of an easement for
public access is retained 50 feet upland from the line of mean high
water along Fredrick Sound and Wrangell Narrows and an easement for
public access is retained 50 feet upland of the ordinary high water
mark along an unnamed creek (locally known as "City Creek").

Net chargeable acreage under A.S. 29.18.210(c) is 66.04 acres.



ADL No. 100494
Patent No. 6741



Township 58 & 59 SOUTH Range 79 EAST COPPER RIVER Meridian.

Alaska, according to the official survey thereof numbered USS 2985 and 2986;

Save And Except those restrictions appearing in the Federal Patent or other conveyance by which the Grantor acquired title;

And Further, Alaska, as Grantor, hereby expressly saves, excepts and reserves out of the grant hereby made, unto itself, its lessees, successors, and assigns forever, all oils, gases, coal, ores, minerals, fissionable materials, geothermal resources, 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, geothermal resources, 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, geothermal resources, 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.

To Have And To Hold the said land, together with the tenements, hereditaments, and appurtenances thereunto appertaining, unto the said Grantee and its successors and assigns forever.

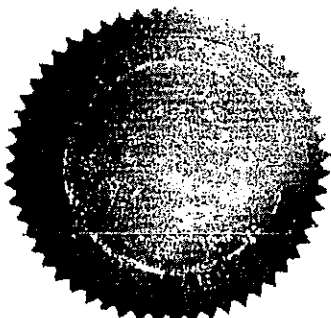
In Testimony Whereof the State of Alaska has caused these presents to be executed by the Director of the Division of Technical Services, Department of Natural Resources, State of Alaska, pursuant to delegated authority, this 8th day of October A.D., 19 82.

Warner T. May
For Director, Division of Technical Services

State of Alaska)
THIRD) ss.
Judicial District)

This Is To Certify that on the 8th day of October, 19 82, appeared before me Warner T. May

who is known to me to be the Director of the Division of Technical Services, Department of Natural Resources, State of Alaska, or the person who has been lawfully delegated the authority of said Director to execute the foregoing document; that he executed said document under such legal authority and with knowledge of its contents; and that such act was performed freely and voluntarily upon the premises and for the purposes stated therein.

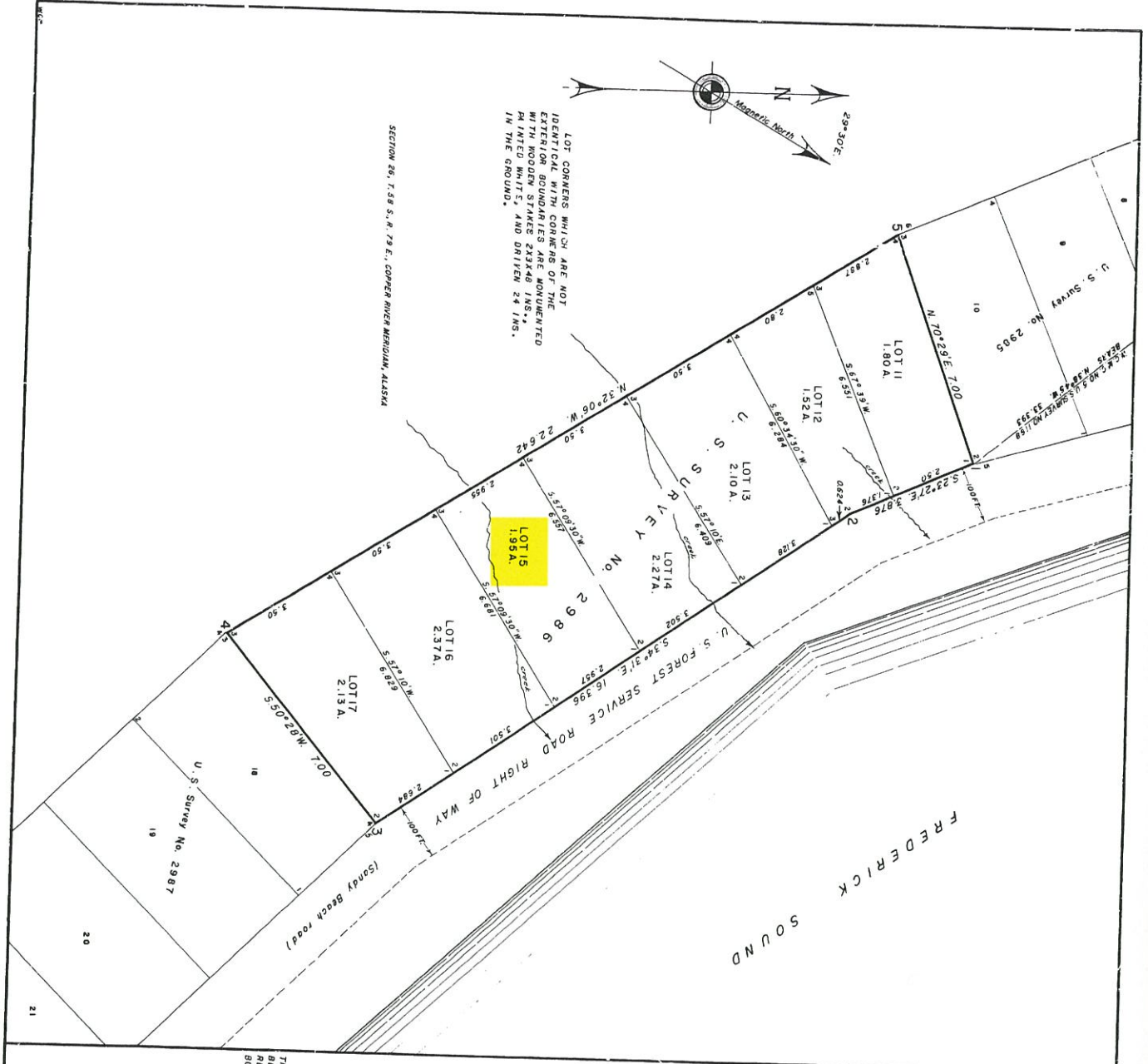


Susan G. Putnam
Notary Public in and for Alaska
My Commission expires December 10, 1984

State Record of Patents
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Page 41
ADL No. 100494
Patent No. 6741



ORIGINAL



LOT CORNERS WHICH ARE NOT IDENTICAL WITH CORNERS OF THE EVIDENT BOUNDARIES ARE MONUMENTED WITH IRON PIPES 2X3X4 IN S.*, PAINTED WHITES, AND DRIVEN 24 INS. IN THE GROUND.

SECTION 26, T.58 S., R. 79 E., COPPER RIVER MERIDIAN, ALASKA

U. S. SURVEY
No. 2986, ALASKA

PETERSBURG SMALL TRACT GROUP
embracing
LOTS I TO I7 INCLUSIVE

SITUATED
APPROXIMATELY 1 1/2 MILES SOUTHEAST OF
PETERSBURG, ALASKA IN SECTION 26,
T. 58 S., R. 79 E., COPPER RIVER
MERIDIAN, TERRITORY OF ALASKA

AREA: 14.14 ACRES



SURVEYED BY
ELLIOTT PEARSON, CADASTRAL ENGINEER
APRIL 16, 1950 TO APRIL 28, 1950

UNDER SPECIAL INSTRUCTIONS
DATED JANUARY 18, 1950 AND
APPROVED FEBRUARY 15, 1950

UNITED STATES DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

WASHINGTON D. C. JULY 27, 1951

THIS PLAT IS STRICTLY CONFORMABLE TO THE APPROVED FIELD NOTES, IN ACCORDANCE WITH THE REQUIREMENTS OF LAW AND THE REGULATIONS OF THIS BUREAU, IS HEREBY ACCEPTED.

FOR THE DIRECTOR
William Frederick
CHIEF, BRANCH OF SURVEYS

12878.53



Petersburg Borough

12 South Nordic Drive
Petersburg, AK 99833

Meeting Minutes Planning Commission Regular Meeting

Tuesday, February 08, 2022

12:00 PM

Assembly Chambers

1. Call to Order

The meeting was called to order at 12:00pm.

NOTE: The audio in the Assembly Chambers had been muted on Zoom so there is no audio for the first portion of the meeting.

2. Roll Call

PRESENT

Commission Chair Chris Fry
Commission Vice-Chair Heather O'Neil
Commission Secretary Sally Dwyer
Commissioner Nancy Strand
Commissioner Jim Floyd

3. Acceptance of Agenda

Approved as submitted.

Motion made by Commission Secretary Dwyer, Seconded by Commission Vice-Chair O'Neil.

Voting Yea: Commission Chair Fry, Commission Vice-Chair O'Neil, Commission Secretary Dwyer, Commissioner Strand, Commissioner Floyd

4. Approval of Minutes

A. Meeting Minutes from 1/11/2022

Approved as submitted.

Motion made by Commission Secretary Dwyer, Seconded by Commissioner Strand.

Voting Yea: Commission Chair Fry, Commission Vice-Chair O'Neil, Commission Secretary Dwyer, Commissioner Strand, Commissioner Floyd

5. Public Comments

Public comments are welcome on matters not appearing on the Public Hearing or Consent Calendar but are within the Borough's jurisdiction. Persons wishing to speak should come forward and state their name and address. Issues raised may be referred to staff and, if action by the Commission is needed, may be scheduled for a future meeting.

None

6. Consent Calendar

None

7. Public Hearing Items

- A. Recommendation to the Borough Assembly on disposal of borough property at 700 Sandy Beach Rd (PID#: 01-004-320).

Kris Norisz spoke on her own behalf with questions about the procedures following this meeting regarding the sale of public land.

Kathy Riemer spoke on her own behalf with questions about the procedures following this meeting regarding the sale of public land.

Toby Bakos spoke on his own behalf via Zoom stating the properties ought to be put up for auction to the public in order to make it fair for everyone.

Vice Chair O'Neil made the motion to recommend to the Assembly to put this parcel up for a competitive sealed bid with the Assembly determining what the minimum bid ought to be. Seconded by Commissioner Floyd.

Motion made by Commission Vice-Chair O'Neil, Seconded by Commissioner Floyd.
Voting Yea: Commission Chair Fry, Commission Vice-Chair O'Neil, Commission Secretary Dwyer, Commissioner Strand, Commissioner Floyd

- B. Recommendation to the Borough Assembly on disposal of borough property at 1015 Sandy Beach Rd (PID#: 01-014-180).

Jolyn Duddles spoke on her own behalf in opposition to the sale of this parcel.

Linda Millard spoke on her own behalf as the individual interested in purchasing this parcel. Mrs. Millard stated that she was informed that she could get the process started; however she would not be guaranteed to be the purchaser.

Commissioner Strand recused herself and spoke on her own behalf with concerns about her access; therefore in opposition.

Susan Ohmer spoke on her own behalf in opposition to the sale of this parcel.

Vice-Chair O'Neil asked Director Cabrera about the intended use of the property when it was obtained by the then City. Director Cabrera explained this deed did not have use stipulations.

Commissioner Dwyer asked Director Cabrera how this parcel is part of the park when three are houses on either side of the proposed parcel. Discussion.

Commissioner Dwyer asked Director Cabrera if this is the last parcel that is for sale by the Borough. Director Cabrera stated there may be a few more on the other side of Sandy Beach Road. Discussion.

Commissioner Floyd made the motion to approve to recommend to the Assembly the disposal of this parcel. Seconded by Vice-Chair O'Neil.

Discussion.

Commissioner Floyd amended his motion to add the language "sealed competitive bid". Seconded by Vice-Chair O'Neil.

Motion passed unanimously.

Commissioner Floyd amended the motion to add "if the Borough chooses not to sell, then further recommend to consider rezoning the parcel to open space." Seconded by Vice-Chair O'Neil.

Motion passed unanimously.

The motion, as amended, to recommend to the Assembly the disposal of parcel 01-014-180, 1015 Sandy Beach Road, by sealed competitive bid - and if the Assembly chooses to not sell, then it is further recommended they consider rezoning the parcel to open space, passed unanimously.

Voting Yea: Commission Chair Fry, Commission Vice-Chair O'Neil, Commission Secretary Dwyer, Commissioner Strand, Commissioner Floyd

8. Non-Agenda Items

A. Commissioner Comments

None

B. Staff Comments

None

C. Next Meeting is Tuesday, March 8, 2022 at 12:00pm.

D. Copy of Zoning Practice attached.

9. Adjournment

The meeting was adjourned at 12:50pm.

Motion made by Commission Secretary Dwyer, Seconded by Commissioner Floyd.

Voting Yea: Commission Chair Fry, Commission Vice-Chair O'Neil, Commission Secretary Dwyer, Commissioner Strand, Commissioner Floyd

Planning Commission Report

P&Z Meeting date: February 8, 2022

TO: Borough Assembly

FROM: Planning Commission

Subject: Purchase of Borough-Owned Property at 1015 Sandy Beach Rd.
Linda Millard & Samuel Burgeron

The Petersburg Planning & Zoning Commission makes the following findings of fact:

Applicant is requesting to purchase approximately 14,925 sf of borough-owned property located at 1015 Sandy Beach Road (PID#: 01-014-180).

1. Application was referred to the Planning Commission on January 18, 2022.
2. The property has legal and practical access from Sandy Beach Road.
3. The property has more than 80' of road frontage and a lot area greater than 8,000 sf, which are minimum standards for residential property in this district.
4. Lot is zoned single-family residential. PMC 16.12.050 requires a property be zoned prior to approval for disposal.
5. The Applicant's development plans are to construct a single-family residence. Per zoning, property may be developed with single-family or duplex dwelling, or any manner allowed by code.
6. A portion of the property may be located within flood zone A-1 and be subject to the requirements of PMC 17.14 Floodplain Management Regulations.
7. Based on review of the application by borough departments, there is no public need or use for the property.
8. Hearing notices were mailed to property owners within 600 feet of the area on January 24, 2022.
9. On February 8, 2022, a duly noticed public hearing was held by the Petersburg Planning Commission. At the public hearing, the Planning Commission considered and reviewed applicant materials, public comments and testimony, and staff comments.

Based on the preceding findings of fact, the Petersburg Planning Commission makes the following recommendation:

Recommendation:

The Planning Commission recommends the borough-owned property at 1015 Sandy Beach Rd be sold by sealed bid. If the Borough Assembly decides not to dispose of the property, the Planning Commission recommends the borough consider rezoning the parcel from Single-Family Residential to Open Space.



Petersburg Borough, Alaska

Land Disposal Application

(\$500.00 non-refundable filing fee required)

Form must be completed in its entirety to be considered

Office Use:
Rec'd. by: <u>MA</u>
Fee: \$ <u>500-</u>
Date Rec'd: <u>1/12/22</u>

Date: *January 6, 2022*

This is a request for land disposal via (circle one):
Lease **Purchase** Exchange Other

Parcel ID #(s) of Subject Property:

01-014-180

Proposed term of lease: NA
(total years)

Legal Description of Property:

1015 Sandy Beach Road, Petersburg

Current Zoning of Property:

Single Family Residential

Applicant Name: Linda Millard & Samuel Bergeron

Applicant Mailing Address: 501 A Front St
Ketchikan, AK 99901

Applicant Contact Info: (phone and/or email) Linda: 907.617.3246 Email: lmillard@millardarchitects.com
Samuel: 907.821.0524 Email: sam@bergeronalaska.com

1. Size of Area requested (identify the minimum area necessary in square feet): 14,925 sf
2. Attach a map showing the location of the land requested. Map must show surrounding area with the land requested clearly marked with bolded borders or highlighted color. *See attached.*

3. Narrative on use of property: Explain proposed use of land and when use is expected to begin and end. Include any planned new construction or renovation, including time-frame when construction or renovation will be completed and type of materials to be used. Provide the estimated dollar value of proposed improvements. Explain the value of the proposal to the economy of the borough and any other information you feel should be considered. (attached additional sheet if necessary)

Property would be used for construction of a new single family home meeting zoning and building code requirements. Design and construction would take place soon after the property is purchased with the proposed improvements in the range of \$425,000. The economy of the borough would be strengthened by adding the property and improvements to the tax rolls and providing new housing for new residents.

4. Name and address of all adjacent land owners or lessees, including upland owner(s) if applicable: (attach additional sheet if necessary)

<u>Nancy Strand</u>	<u>1017 Sandy Beach Road</u>
<u>Matthew & Jolyn Duddles</u>	<u>1013 Sandy Beach Road</u>
<u>Petersburg Borough</u>	<u>1016 Sandy Beach Road</u>

5. Are there any existing permits or leases covering any part of the land applied for?

Yes No If yes, please check one: (Lease Permit)

Describe the type of permit or lease, if applicable, and the name and last known address of the permittee or lessee: _____

6. What local, state or federal permits are required for the proposed use? (list all)

A local building permit is required for the development of a single family home.

7. If applicant is a corporation, provide the following information:

A. Name, address and place of incorporation: NA

B. Is the corporation qualified to do business in Alaska?: Yes No

Name and address of resident agent: _____

8. Why should the Planning Commission recommend Assembly approval of this request?

Disposal of the residential property to private ownership for housing development would increase housing stock within the Borough with the tax rolls benefitting from the development.

9. How is this request consistent with the Borough's comprehensive plan?

The Comprehensive Plan Update of 2016 notes a goal of expanding the range of quality housing in the community and the development of infill properties in established neighborhoods.

10. Prior to submitting this application, please verify with pertinent Borough Departments that the land requested for lease, purchase or exchange is not needed for a public purpose by speaking with the appropriate personnel in the Electric, Water, Wastewater, Community Development, Harbor or Public Works Departments and obtain their comments and signatures below. (attach additional sheet if necessary):

Department Comments: Please see attached email from Linda Millard.

Signature of Department Commenter

Department Comments: _____

Signature of Department Commenter

Department Comments: _____

Signature of Department Commenter

Department Comments: _____

Signature of Department Commenter

NOTICE TO APPLICANT(s):

Applicant will be required to pay a non-refundable filing fee with the Borough of \$500 to cover estimated costs of: a title report, survey, legal fees, postage, recording fees, public noticing and advertising and other costs incidental to the processing of this application.

I hereby certify that I have received and reviewed a copy of Petersburg Municipal Code Chapters 16.12 and 16.16 (as they may pertain to my particular application) and understand the Code requirements. I further certify I am authorized to sign this application on behalf of the applicant.

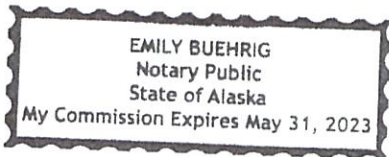
Please sign application in the presence of a Notary Public.

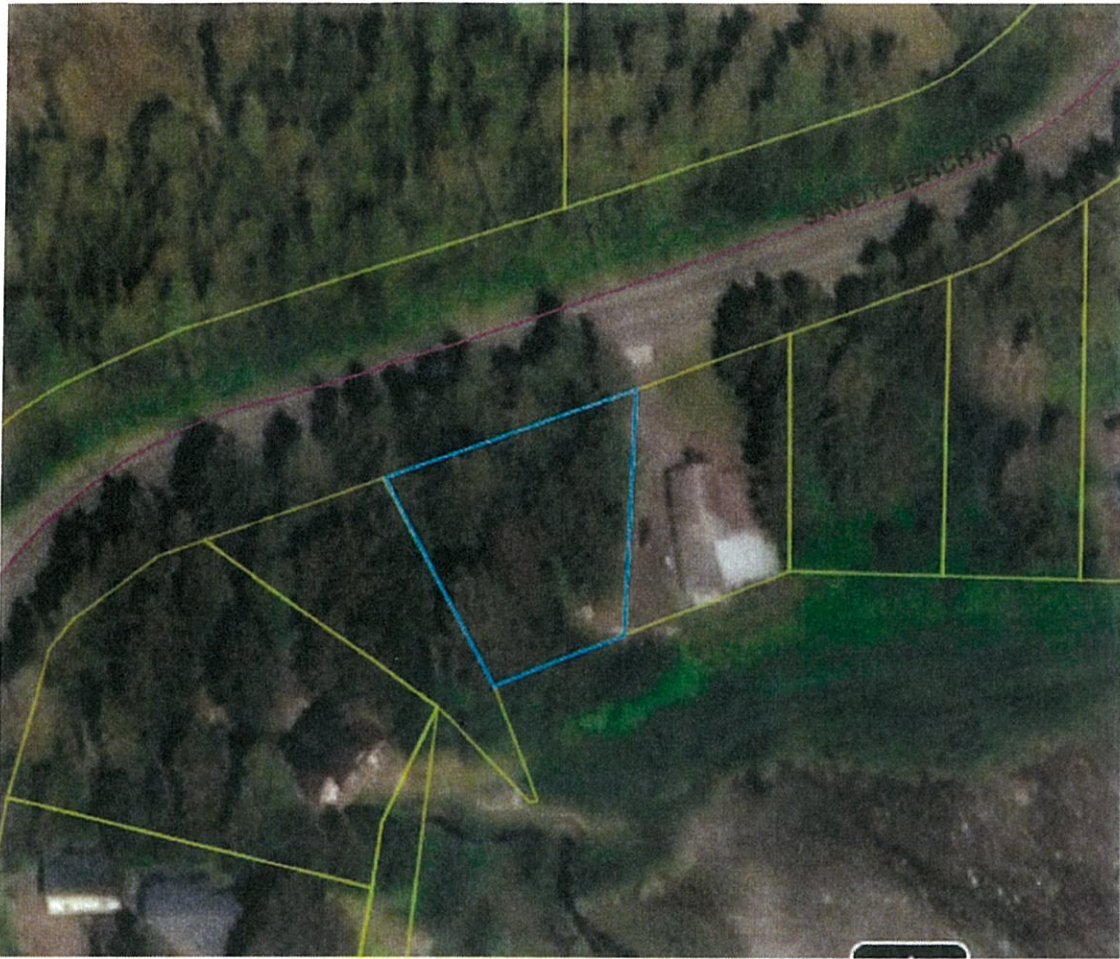
Linda G. Millard
Applicant/Applicant's Representative

Subscribed and sworn to by Linda G. Millard, who personally appeared
before me this 7th day of January, 20 22.

Emily Buehrig
Notary Public

Notary Public in and for the State of Alaska. My Commission Expires: 05/31/2023





1015 Sandy Beach Road

Parcel ID 01-014-180

168,200 assessed value

Single family residential

Debra Thompson

From: Linda Millard <lmillard@millardarchitects.com>
Sent: Tuesday, January 11, 2022 3:27 PM
To: Debra Thompson
Subject: Land Disposal Application for 1015 Sandy Beach Road, Petersburg

Hello Debbie-

As noted on the Land Disposal Application, I verified with two of the Borough Departments to see if the Borough-owned property at 1015 Sandy Beach Road was needed for a public purpose. I first spoke with Karl Hagerman, Utility Director, at his office regarding whether he saw any need for electrical, water, or wastewater easements or other utility uses. He verified that he saw no need now or in the future for the property. I contacted Liz Cabrera, Director for Community Development, by telephone. She did not see any public need for the property and was very helpful in providing information on the property that was in the Borough files. Please let me know if there is any additional information you need for the application.

Sincerely,

Linda
Linda Millard, AIA
Principal Architect

309 Stedman St.
Ketchikan, Alaska 99901
Office: 907.225.7133
www.millardarchitects.com



MILLARD +
ASSOCIATES
ARCHITECTS LLC

Planning Commission Staff Report

Meeting date: February 8, 2022

TO: Planning Commission

FROM: Liz Cabrera, Community & Economic Development Director

Subject: Purchase of Borough-Owned Property at 1015 Sandy Beach Rd.
Linda Millard & Samuel Burgeron

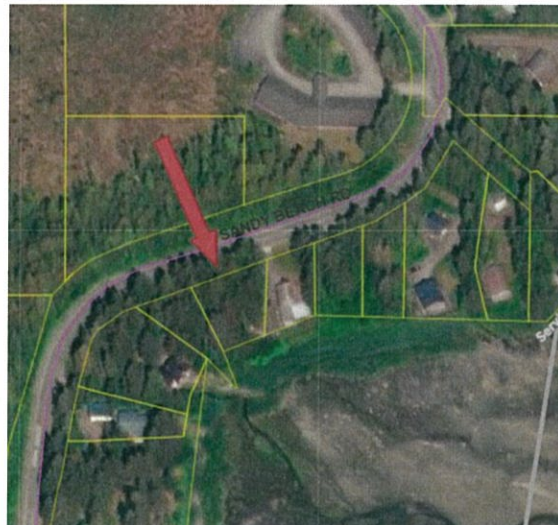
Recommendation:

Recommend preliminary approval of sale to the borough assembly.

The Petersburg Planning & Zoning Commission makes the following findings of fact:

Applicant is requesting to purchase approximately 14,925 sf of borough-owned property located at 1015 Sandy Beach Road (PID#: 01-014-180).

1. Application was referred to the Planning Commission on January 18, 2022.
2. The property has legal and practical access from Sandy Beach Road.
3. The property has more than 80' of road frontage and a lot area greater than 8,000 sf, which are minimum standards for residential property in this district.
4. Lot is zoned single-family residential.
PMC 16.12.050 requires a property be zoned prior to approval for disposal.
5. The property is within the borough's Applicant's development plans are to construct a single-family residence. Per zoning, property may be developed with single-family or duplex dwelling, or any manner allowed by code.
6. A portion of the property is located within flood zone A-1 and is subject to the requirements of PMC 17.14 Floodplain Management Regulations.
7. Based on review of the application by borough departments, there is no public need or use for the property.
8. Hearing notices were mailed to property owners within 600 feet of the area on January 24, 2022.



Planning Commission Staff Report

Meeting date: February 8, 2022

9. On February 8, 2022, a duly noticed public hearing was held by the Petersburg Planning Commission. At the public hearing, the Planning Commission considered and reviewed applicant materials, public comments and testimony, and staff comments.

Based on the preceding findings of fact, the Petersburg Planning Commission makes the following recommendation:

1. Based on review of the application by borough departments, there is no public need or use for the property.
2. Terms and conditions of sale require that any future residential development on the property connect to municipal sewer system on Sandy Beach Rd. Cost of extending utilities (electricity, water, sewer) to the property will be the responsibility of the property owner. Cost of providing service from the property line to any structure is the responsibility of the property owner.
3. Proof of consultation and, if required, a permit/letter from the Army Corps of Engineers shall be furnished to the borough prior to development of the lot.

ORIGINAL

U. S. SURVEY
No. 3276, ALASKA

SITUATED
ON SANDY BEACH ROAD
APPROXIMATELY 2 1/2 MILES SOUTHEAST
OF PETERSBURG

SECTION 35, TOWNSHIP 58 SOUTH, RANGE 79 EAST
OF THE COPPER RIVER MERIDIAN
AREA: 7.24 ACRES

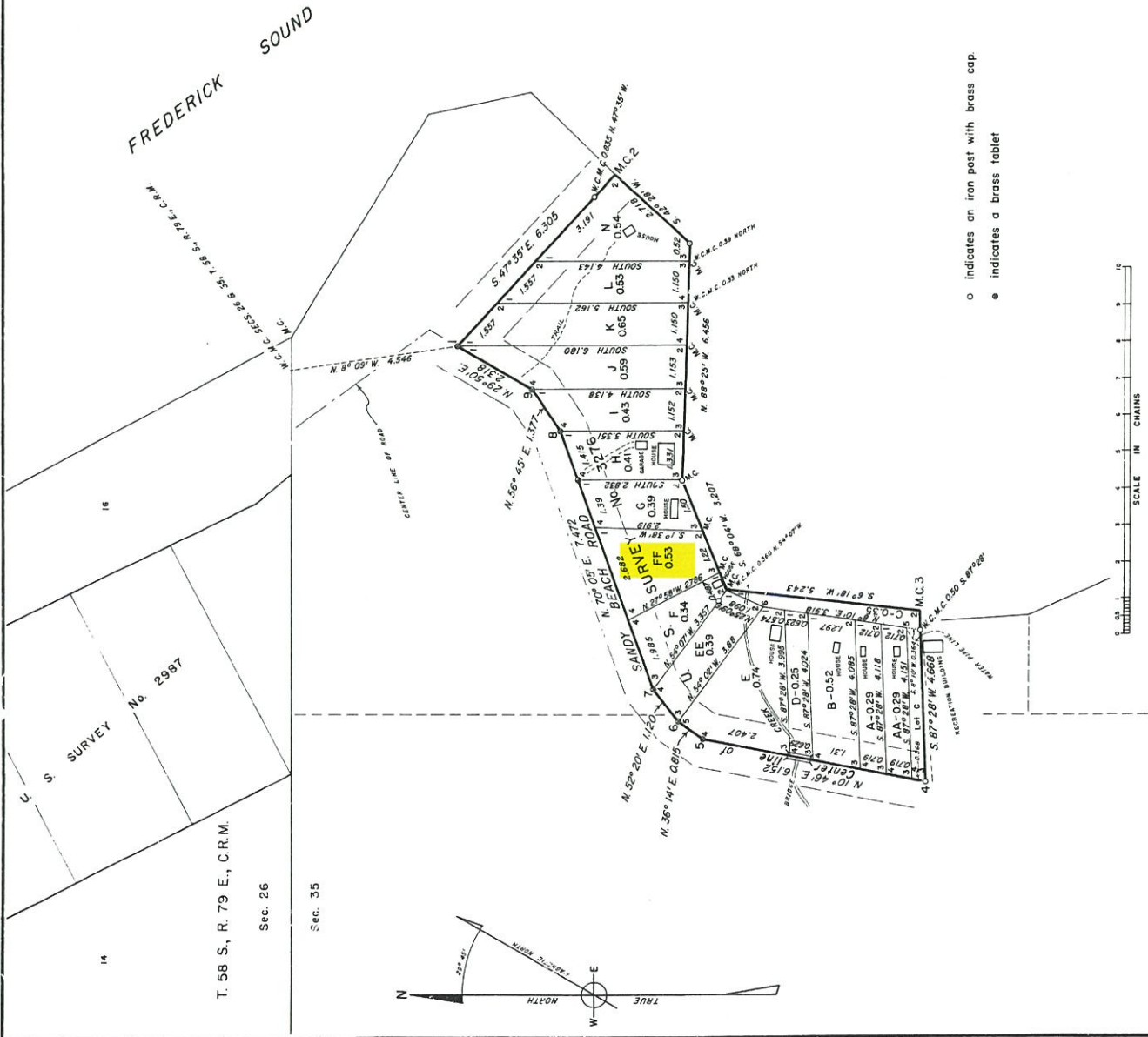
SURVEYED BY
JOHN H. SHORT, CARTOGRAPHER (CADASTRAL)
APRIL 22 TO MAY 2, 1953
UNDER SPECIAL INSTRUCTIONS
DATED APRIL 14, 1953
AND APPROVED MAY 11, 1953.

UNITED STATES DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
Washington, D. C. September 13, 1954

This plat is strictly conformable to the approved
field notes, and the survey, having been correctly
executed in accordance with the requirements of law
and the regulations of this Bureau, is hereby accepted.

For the Director
Karl G. Harrington
Cadastral Engineering Officer

D.S. 1287
A-S. 1707



State of Alaska



Patent

No. 2086

RECORDED - FILED	500
Petersburg REC. DIST.	
DATE	Oct. 16 1974
TIME	4:00 P.M.
Requested by	City of Petersburg
Address	Box 329 City

Know All Men By These Presents that the State of Alaska in consideration of the sum of TEN AND NO/100 DOLLARS,

lawful money of the United States and other good and valuable consideration, now paid, the receipt whereof is hereby acknowledged, does hereby grant to

CITY OF PETERSBURG

its successors

and assigns all the real property situated in the Borough of

State of Alaska, described as follows:

LOT FF OF U.S.S. SURVEY 3276, CONTAINING 0.53 ACRES,
MORE OR LESS, LOCATED IN TOWNSHIP 58 SOUTH, RANGE
79 EAST, COPPER RIVER MERIDIAN

Subject to a right-of-way permit ADL 56729 a Federal
Aid Highway Project No. S-0937 (10) Parcel "B"

Township 58 SOUTH Range 79 EAST COPPER RIVER Meridian,
Alaska, according to the official survey thereof save and except those restrictions appearing in the Federal Patent or other conveyance by which the Grantor acquired title and further, Alaska, the Grantor, 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, 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, power-lines, 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.

Do Here and to Hold the said land with the appurtenances thereof unto the said Grantee and its successors 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, Department of Natural Resources, State of Alaska, this 26th day of SEPTEMBER A.D. 1974.

Dale P. Faraba

Acting Director, Division of Lands

State Record of Patents

Vol. XX
Page 86

PETERSBURG
Serial No. 74-626

Sharon and Brad Hunter 913C Sandy Beach Road
Re: Sale of PID 01-014-180, 1500 Sandy Beach Road

Feb. 3, 2022

Dear Planning Commission,

As members of the Sandy Beach neighborhood, we received the Notice of Scheduled Public Hearing for the proposed sale of the 1500 Sandy Beach Road property. Thank you for your time and consideration of this letter regarding the sale of the above-mentioned city parcel to Linda Millard and Samuel Bergeron.

We offer our full support of the sale of this single-family zoned lot for the following reasons.

- The lot requested for purchase is a valuable property which will command a fair market price providing money needed for borough operations.
- The sale will add further revenue to borough income going forward in the form of annual property tax.
- The purchasers of this property intend to move to Petersburg to become year-round residents thus adding to the economy of our town as local consumers of goods and services.
- The purchasers are small business owners and will be bringing their services to Petersburg which will also positively contribute to our economy.
- The lot is in between pre-existing single-family homes and separated from Sandy Beach Park by 3 other properties with houses so we find making an exception to the standard to which other residents have been held is inconsistent.

We are aware that there is a petition put out that presents the sale as being a change for the land from a protected part of the Sandy Beach Park and that the development of this lot will cause irreparable damage to the beauty of the well-loved and much used park and implies that the lot is contiguous with the park property itself. We think that a new house between the existing homes can be designed thoughtfully and have minimal impact on the people using the park. We believe the next-door property owners will find themselves pleased with the results of what is built and learn they have very good neighbors in the deal.

Sincerely yours,

Sharon Hunter
Brad Hunter

RECEIVED
2/3/22 KM
3:50PM

To Whom It May Concern,

I am writing today to voice my support that the Planning and Zoning Board and Borough Assembly approve the sale of the residential property located at 1015 Sandy Beach Rd.

This lot is currently zoned as Single-Family Residential and being owned by the Borough it provides no tax revenue to the City to fund our critical infrastructure and City departments. As a small business owner with a handful of rental properties I know firsthand how difficult it is to find a lot in Petersburg to build a home on. Beachfront lots within City limits are a dwindling commodity and I believe it is in the Borough's best interest to get as many lots that are zoned for Residential use into private hands as quickly as possible.

In the aftermath of COVID there is a revolution going on in the workplace with a significant portion moving towards working remotely; I believe Petersburg is in a good position to add to our population, bring in new businesses and neighbors that will allow our community to continue to thrive. I know both Linda Millard and Sam Bergerion and not only are they both wonderful people I am excited at having a professional architect and construction manager moving to Petersburg. Whether they choose to startup businesses or not the positive contributions they could offer to the community are significant. Their fingerprints are already showing up all over our little town as they have assisted in the design and construction of new homes but also in remodels and rebuilds of some historic properties.

Thank you for your consideration.

Nick Ohmer

To Whom it May Concern,

I am writing to express my support for the sale of the borough-owned property located at 1015 Sandy Beach Road to Linda Millard and Samuel Bergeron. As the number of empty lots dwindle in town and property values have gone up, this is a great opportunity for the Petersburg Borough to make money on the sale of the lot for a fair market price and bring two professionals to town who will add value to our community.

Some members of the community have expressed concerns that it will impede on Sandy Beach Park, however the lot does not border the park and is several lots a way. There are houses on either side of the lot and it is zone single family residential, so no development would occur any closer to the park than already exists. Additionally, the lot is zoned for single family residence, not public use, so it can be assumed the intent for the lot was to be eventually be a home and would not require any change in zoning for the purchasers to build a residence. As a member of the Petersburg community and Sandy Beach Road homeowner, I believe continued development of lots zoned and intended for single family residences will add value and character to our neighborhood.

Linda and Samuel are an architect and contractor who plan on bringing their skills to town. They have already done some work in our community including the new construction home at 408 Sandy Beach Road, remodels, and other projects currently in the works. Living here they would be able to do more business in our community, which has a large need for additional building professionals. In addition to adding to the economy in our community by bringing their businesses, they also plan on being full time residents, and would contribute to the Petersburg economy by paying property taxes and spending money at local stores.

The sale of this lot would be a great opportunity not only for the borough to make money, but to add two great people to our community.

All the best,

Colette Peters

Matthew & Jolyn Duddles

Po Box 490
Petersburg AK, 99833

Petersburg Planning Commission
Po Box 329
Petersburg AK, 99833

February 7, 2022

To whom it concerns,

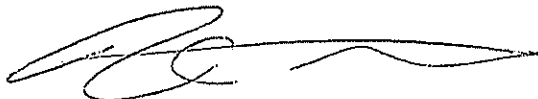
I've lived in Petersburg for over 5 years. After moving here Sandy Beach quickly became mine and my daughters favorite park to visit. Not only for the play area but for the rural feel of the area despite it being in town. I enjoyed the fact that you didn't feel crowded by houses. I loved the neighborhood so much that when a house became available for sell me and my husband did not hesitate to purchase the property, which happens to be right next to the lot we are discussing today.

I have several concerns about the city placing this lot up for sell. The first is that by selling this lot to a private party it will forever and drastically change the feel and the scenery of the park. The lot is compact and full of old growth trees. No doubt the trees will be cut down for a home to be built and unlike the houses close to Sandy Beach that are nestled into the area, due to the small lot size, it will crowd the beach front.

As a homeowner in the neighborhood my concern is that we will lose the low-density residential feel of the neighborhood which was one of the many draws to purchase in the area. We were also told the lot was City owned and an extension of Sandy Beach as an additional public access area. We were not aware that the city had changed the lot to a residential lot, we are curious as to when the zoning had changed as we never received notification. Also concurring is that 15 feet from the southern corner of my property line, located on 1015 Sandy Beach is an 8" storm drain that leads out to the beach. There is no easement on record for this structure nor is its location marked or outlined on any document that I have seen regarding the lot. Our concern is that if anything is altered, disrupted or changed it will adversely affect the drainage of our property and the surrounding area. We propose that an appropriate easement be placed surrounding the storm drain despite weather or not the proper is to be sold.

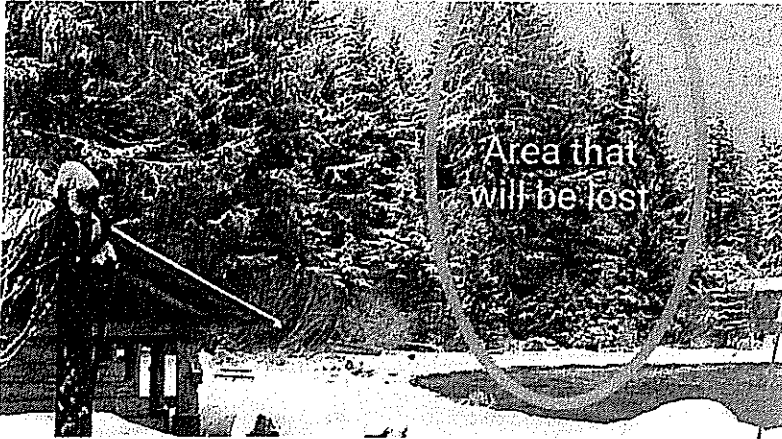
It is our wish that the city does not sell the lot and instead allow it to be and extension of Sandy Beach Park.

Warm Regards,



Jolyn Duddles

People for Sandy Beach Park



Movement: Save our Parks

Jolyn Duddles started this petition to Petersburg Planning Commission

The Petersburg Planning Commission is considering selling the borough-owned lot at 1015 Sandy Beach Road to a private party.

The city of Parkersburg needs to use the lot as originally intended when it was gifted by the State. The lot was gifted to be an extension of Sandy Beach park and ensure the tranquil and rural feel of the area.

If the city allows the sell of the lot, the old growth trees located there will be lost, and the shoreline crowded with a house.

There are plenty of privately owned lots with beautiful water views available for sale along Sandy Beach road and Mitkof Highway.

We the undersigned are oppose to the selling of the property and wish the city to use the lot as intended, as an extension of Sandy Beach park, keeping the character of the neighborhood and our park as is.

45 have signed. Let's get to 100!



At 100 signatures, this petition is more likely to be featured in recommendations!



Petersburg Planning Commission: People for Sandy Beach Park

Share on Facebook

Send an email to friends

Tweet to your followers

Copy link

petition_signatures_jobs_32249195_20220208185515

Name	City	State	Postal Code	Country	Signed On
Jolyn Duddles	Petersburg	AK		US	2022-02-02
Shaina Lane	Petersburg	AK	99833	US	2022-02-02
Matthew Duddles	Petersburg	AK	99833	US	2022-02-02
Julie Anderson	Petersburg	AK	99833	US	2022-02-02
Dona Nussbaumer	Petersburg	AK	99833	US	2022-02-03
Cheryl Morin	Petersburg	AK	99833	US	2022-02-03
Garrett Kravitz	Petersburg	AK	99833	US	2022-02-03
Janet Loucks	Petersburg	AK	99833	US	2022-02-03
Amy Hemenway	Petersburg	AK	99833	US	2022-02-03
Lillianna Graham	Petersburg	AK	99833	US	2022-02-03
Karin McCullough	Petersburg	AK	99833	US	2022-02-03
Troy Coulson	Petersburg	AK	99833	US	2022-02-03
Kyle Coulson	Petersburg	AK	99833	US	2022-02-03
David Ligon	Salinas		93907	US	2022-02-03
Jeanne Bright	Memphis	TN	38135	US	2022-02-03
Carol Martinez	Petersburg	AK	99833	US	2022-02-03
Veronica Maldonado	Petersburg	AK	99833	US	2022-02-03
Darnell Murray	Petersburg	AK	99833	US	2022-02-03
Marilyn Merriam	PORT ANGELES	WA	98363	US	2022-02-03
Trinity Dunham	Sykesville	MD	21784	US	2022-02-03
Daniel Meyer	Douglasville	PA	19518	US	2022-02-03
Kevin McManus	Traverse City	MI	49685	US	2022-02-03
Josie Passantino	Petersburg	AK	99833	US	2022-02-05
Susan Ohmer	Petersburg	AK	99833	US	2022-02-06
Mark Tuccillo	1021 Sandy Beach Rd	AK	99833	US	2022-02-06
Peyton Menish	Petersburg	AK	99833	US	2022-02-06
Josh Etcher	Petersburg	AK	99833	US	2022-02-06
Julie Spigelmyre	Petersburg	AK	99833	US	2022-02-06
Don Spigelmyre	Petersburg	AK	99833	US	2022-02-07

People for Sandy Beach Park

We the undersigned are oppose the selling of property located at 1500 Sandy Beach Rd (PID:01-014-180).

The development of the property will take away the rural feel of Sandy Beach Park and decrease the tranquilly of the area. There are other vacant properties available for purchase along Sandy Beach Road for residential development.

We would like to keep the character of the neighborhood and our park as it is.

Signature	Full Name	PO Box #	Telephone
	Jody Duddles	490	518-4171
	Nancy C. Strand	505	907-230-4019
	Erica O'Neil	755	907-650-710
	Angela Menish	33	518 0888
	Jamie Lockhart	511	310-292-3422
	Elizabeth Hart	1617	907-518-1565
	Tracy Vinson	461	518-4152
	Sally J. Duddles	1947	772-3364
	Ruby Shumway	1226	518 0441
	Carolyn Kvernvik	1081	518-1614
	Roxanne Starnal	312	518 51855
	Meredith Adams	1412	518-4355
	Tamara Evens	886	518-4581
	GULESER AKIR L.	1011	172 2926
	J Andy Kingler	1658	907-518-265
	M. H. Johnson	400	907-650-7614
	Maureen Biciur	931	907-244-6030
	Katie Taylor	1707	(415) 350-1126
	Ralph E Duddles	1947	907 772 3364
	Andrew T Duddles	490	907-518-1949
	Joe Bagg	1562	907-518-0078

People for Sandy Beach Park

Signature	Full Name	PO Box #	Telephone
	Jeremy Collison	1702	518-0980
	Amy	1025	907-518-7514
	Mike Wagon	1588	725-7488
	Kevin Granberg	2002	518-1574
	Loren Granberg	2002	518-0580
	Sue Short	1735	518-340-6666
	MARVIN King	1614	518-2126
	Jerod Cook	1262	518-0845
	Tiffany Bostinger	2084	518-1029
	Savanna Little	702	518-4402
	DAVID whitethorn	636	518-0648
	Gerald Whitethorn	1540	518-0536
	ERNEST WERBER	1165	(707)599-9312
	Jessica Hawley	1165	(707)280-0997
	Tiana m. Aute	1486	907-518-0132
	Daris D Zeman	1752	(907) 518-4024
	David Felle	854	909-518-4534
	MARISSA COLLISON	1702	907-518-0145
	Mark Tuccillo	556	907-778-2266



Petersburg Borough

12 South Nordic Drive
Petersburg, AK 99833

Meeting Minutes Planning Commission Regular Meeting

Tuesday, February 08, 2022

12:00 PM

Assembly Chambers

1. Call to Order

The meeting was called to order at 12:00pm.

NOTE: The audio in the Assembly Chambers had been muted on Zoom so there is no audio for the first portion of the meeting.

2. Roll Call

PRESENT

Commission Chair Chris Fry
Commission Vice-Chair Heather O'Neil
Commission Secretary Sally Dwyer
Commissioner Nancy Strand
Commissioner Jim Floyd

3. Acceptance of Agenda

Approved as submitted.

Motion made by Commission Secretary Dwyer, Seconded by Commission Vice-Chair O'Neil.

Voting Yea: Commission Chair Fry, Commission Vice-Chair O'Neil, Commission Secretary Dwyer, Commissioner Strand, Commissioner Floyd

4. Approval of Minutes

A. Meeting Minutes from 1/11/2022

Approved as submitted.

Motion made by Commission Secretary Dwyer, Seconded by Commissioner Strand.

Voting Yea: Commission Chair Fry, Commission Vice-Chair O'Neil, Commission Secretary Dwyer, Commissioner Strand, Commissioner Floyd

5. Public Comments

Public comments are welcome on matters not appearing on the Public Hearing or Consent Calendar but are within the Borough's jurisdiction. Persons wishing to speak should come forward and state their name and address. Issues raised may be referred to staff and, if action by the Commission is needed, may be scheduled for a future meeting.

None

6. Consent Calendar

None

7. Public Hearing Items

- A. Recommendation to the Borough Assembly on disposal of borough property at 700 Sandy Beach Rd (PID#: 01-004-320).

Kris Norisz spoke on her own behalf with questions about the procedures following this meeting regarding the sale of public land.

Kathy Riemer spoke on her own behalf with questions about the procedures following this meeting regarding the sale of public land.

Toby Bakos spoke on his own behalf via Zoom stating the properties ought to be put up for auction to the public in order to make it fair for everyone.

Vice Chair O'Neil made the motion to recommend to the Assembly to put this parcel up for a competitive sealed bid with the Assembly determining what the minimum bid ought to be. Seconded by Commissioner Floyd.

Motion made by Commission Vice-Chair O'Neil, Seconded by Commissioner Floyd.
Voting Yea: Commission Chair Fry, Commission Vice-Chair O'Neil, Commission Secretary Dwyer, Commissioner Strand, Commissioner Floyd

- B. Recommendation to the Borough Assembly on disposal of borough property at 1015 Sandy Beach Rd (PID#: 01-014-180).

Jolyn Duddles spoke on her own behalf in opposition to the sale of this parcel.

Linda Millard spoke on her own behalf as the individual interested in purchasing this parcel. Mrs. Millard stated that she was informed that she could get the process started; however she would not be guaranteed to be the purchaser.

Commissioner Strand recused herself and spoke on her own behalf with concerns about her access; therefore in opposition.

Susan Ohmer spoke on her own behalf in opposition to the sale of this parcel.

Vice-Chair O'Neil asked Director Cabrera about the intended use of the property when it was obtained by the then City. Director Cabrera explained this deed did not have use stipulations.

Commissioner Dwyer asked Director Cabrera how this parcel is part of the park when there are houses on either side of the proposed parcel. Discussion.

Commissioner Dwyer asked Director Cabrera if this is the last parcel that is for sale by the Borough. Director Cabrera stated there may be a few more on the other side of Sandy Beach Road. Discussion.

Commissioner Floyd made the motion to approve to recommend to the Assembly the disposal of this parcel. Seconded by Vice-Chair O'Neil.

Discussion.

Commissioner Floyd amended his motion to add the language "sealed competitive bid". Seconded by Vice-Chair O'Neil.

Motion passed unanimously.

Commissioner Floyd amended the motion to add "if the Borough chooses not to sell, then further recommend to consider rezoning the parcel to open space." Seconded by Vice-Chair O'Neil.

Motion passed unanimously.

The motion, as amended, to recommend to the Assembly the disposal of parcel 01-014-180, 1015 Sandy Beach Road, by sealed competitive bid - and if the Assembly chooses to not sell, then it is further recommended they consider rezoning the parcel to open space, passed unanimously.

Voting Yea: Commission Chair Fry, Commission Vice-Chair O'Neil, Commission Secretary Dwyer, Commissioner Strand, Commissioner Floyd

8. Non-Agenda Items

A. Commissioner Comments

None

B. Staff Comments

None

C. Next Meeting is Tuesday, March 8, 2022 at 12:00pm.

D. Copy of Zoning Practice attached.

9. Adjournment

The meeting was adjourned at 12:50pm.

Motion made by Commission Secretary Dwyer, Seconded by Commissioner Floyd.

Voting Yea: Commission Chair Fry, Commission Vice-Chair O'Neil, Commission Secretary Dwyer, Commissioner Strand, Commissioner Floyd



02/25/2022

Memorandum

To: Steve Giesbrecht, Borough Manager
 Cc: Mayor Jensen and Members of the Borough Assembly
 From: Chris Cotta, Public Works Director
 Re: Purchase of V-plow for Grader

On January 18, 2022 the Borough Assembly passed a supplemental budget ordinance that included \$45,000 for the purchase of a V-plow for the Streets Dept road grader. This plow will be used in conjunction with the grader moldboard and wing to more effectively and efficiently clear deep snowpack such as the Borough has experienced this winter. It will also allow the grader to fully open up intersections and cul-de-sacs by giving the operator the ability to push from the front of the machine rather than the side.

NC Machinery of Juneau has supplied a quote of \$42,776 for the plow and associated lift group, including freight to Petersburg. This quote is attached for reference.

The above pricing was supplied through Sourcewell (Contract #080818-HEN), which is a purchasing cooperative that serves many government entities and utilizes pre-bid equipment contracts. Borough code allows this type of purchasing process, as follows:

Code Section 4.04.040 (Exceptions to Bidding), Section G States: *When it is advantageous to the borough to enter into a contract with a bidder for the same supplies or services such bidder is providing another Alaskan local government, the state of Alaska, a cooperative purchasing association composed of government agencies, or the United States, where such supplies, equipment or services are being provided to the other governmental unit or association on the basis of competitive bids submitted; and where the borough contract is on substantially the same terms as those bid; or to contract with or through such other governmental unit or association so that the benefit of the responsible bid accrues to the borough;*

This proposed acquisition adheres to Borough purchasing code and the cost is under the amount budgeted. Payment for the unit will be taken from Borough's General Fund.

For the preceding reasons, Public Works recommends award of this equipment purchase to NC Machinery of Juneau, Alaska, in the amount of \$42,776. If you agree with this recommendation, please forward it to the Borough Assembly for consideration at their next regular meeting on March 7, 2022. Thank you.

Attachments: NC Machinery Quote (1 page)

Public Works Department

PO Box 329, Petersburg, AK 99833 – Phone (907) 772-4430 Fax (907) 772-4102
www.petersburgak.gov



NC MACHINERY

8550 Airport Blvd.
 JUNEAU, AK 99803
 (907) 789-0181 fax (907) 789-0180



QUOTE

Customer

Name City of Petersburg
 Address Att. Chris Cotta
 City Ptersburg AK ZIP 99833
 Phone _____ Fax _____

Date 2/24/2022
 Page 1of1
 Rep Erik Clark
 FOB AML Petersburg

Make Henke Model 12M2 Grader
 S/N _____ ID # _____
 Year 2022 Hours _____

QTY.	GROUP NO.	DESCRIPTION	APPROX WT.	PRICE
1	FV-12 plow	Henke 12' Folding front vee plow & Hydraulic front Lift Group SOURCEWELL CONTRACT PRICING		\$36,026
1	Freight	Freight from Henke to Petersburg, AK (Truck & Barge) * FOB AML Petersburg Dock		\$6,750

PREPARED BY: ERIK CLARK

CITY OF TENAKEE SPRINGS

Dan Kennedy
MAYOR
citytke@gmail.com

P.O. Box 52
Tenakee Springs, Alaska 99841
Phone 907-736-2207
Fax 907-736-2249

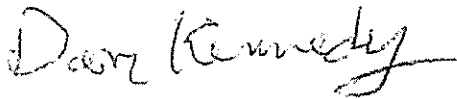
February 11, 2022

Petersburg Borough
Attn: City Council
P.O. Box 329
Petersburg, AK 99833

Dear City Council Members,

Please find attached a copy of our letter recently sent to Senator Murkowski's office, along with a copy of our Resolution 2021-17.

Sincerely,



Dan Kennedy, Mayor

CC: City Council – City of Ketchikan
City Council – City of Wrangell
City Council – Haines Borough

CITY OF TENAKEE SPRINGS

Item 16A.

Dan Kennedy
MAYOR
citytke@gmail.com

P.O. Box 52
Tenakee Springs, Alaska 99841
Phone 907-736-2207
Fax 907-736-2249

February 10, 2022

The Honorable Lisa Murkowski
United States Senate
522 Hart Senate Building
Washington, D.C. 20510

Honorable Senator Murkowski,

With the recent introduction of S 3269, we resubmit our resolution (attached) regarding our vision of what is good and essential for a healthy Tenakee Inlet, as well as elaborate on why we cannot support S 3269 in its current form. We would like to work with and alongside other organizations and municipalities that also care deeply for the lands and waters of this place: Southeast Alaska, the Tongass, Tlingit Aani, to create acceptable legislation.

Tenakee has a very long history of its inhabitants using and caring for the plants and animals that share this Inlet. Since time immemorial, Native peoples have shared these lands with other species that also depend on a healthy ecosystem for good lives, not only in Tenakee Inlet, but across North America.

With the advent of western influence, many of these healthy uses of the land were dropped in favor of industrial and consumptive uses, with the consequent displacement of Indigenous peoples from their lands. This happened a bit later in Alaska than much of the continent, but it certainly happened here too.

Conservationists during the late 19th through the 20th century saw the appalling loss of game and habitat and reacted to preserve what remained but failed to appreciate the key roles that aboriginal people played by participating in the ecosystem. The critical ecological knowledge Native people had gained over millennia was also completely ignored. This led to problems that persist today between conservationists and advocates of Indigenous rights when these two groups should be allies.

Residents of Tenakee Springs saw much the same ecological degradation happening in their backyard, when large commercial clearcuts threatened to decimate Tenakee Inlet. We reacted in much the same way as earlier conservationists. Since at least the 1970's Tenakee has opposed large-scale logging operations and any other development that threatens to damage not only the forest ecosystem, but the streams that support the salmon of the Inlet. However, these efforts did not address the historic displacement of the Tlingit people from their lands. We acknowledge this and strive to be open-minded about what we can do now.

At the same time, we still feel strongly that the values inherent in a stable and vibrantly healthy ecosystem must be protected, not just in Tenakee Inlet, but throughout Southeast Alaska and on our planet. Climate change, the results of increasing human populations, rampant materialism, the disparity of income and wealth, and other challenges to health and sustainability face all of us now. It is time to work together.

Resolution 2021-17

**City of Tenakee Springs
RESOLUTION 2021-17**

In the Council
May 27, 2021

Introduced by
Craig Mapes

**A RESOLUTION FOR THE CITY OF TENAKEE SPRINGS, ALASKA, OF
RECOMMENDATIONS REGARDING STEWARDSHIP OF THE LAND AND WATERS
OF TENAKEE INLET**

- WHEREAS, The Common Council of Tenakee Springs, Alaska, recognizes the privileges we enjoy through proximity to the richly productive watersheds, marine waters, and forest ecosystems of Tenakee Inlet; and
- WHEREAS, the best way to show respect for the people who lived here before us and concern for future generations is to protect the intact forest ecosystems and wild salmon watersheds of Tenakee Inlet; and
- WHEREAS, Tenakee Springs is a rural subsistence community in which many people engage in a mixed subsistence and cash economy that depends upon abundant fish (salmon and marine species), game (venison), plants (firewood, home-milled lumber, seaweed, berries), fungi (mushrooms), and grown produce (potatoes, vegetables, fruit); and
- WHEREAS, the economy of the area is characterized by businesses and activities that depend on productive forest ecosystems and watersheds include commercial fishing, guided charter fishing, guided hunting, local small-scale selective timber harvest and milling, arts and crafts, independent travel and small tour vessels, retired and seasonal living, municipal jobs and construction and services, and farming; and
- WHEREAS, the accelerating pace of climate change is impacting this abundance and creating uncertainty and concern for future community stability due to: increasing marine and fresh water temperatures that impact fish populations directly; changes in precipitation that alter the flow patterns of rivers and streams and increase the frequency of extreme conditions such as floods and low flow, high temperature, low dissolved oxygen events that are lethal to salmon, increasing acidity of marine waters that impairs productivity of plankton and other animals that are food for salmon and other species of fish and marine wildlife; and changes in forest conditions that render some species of trees vulnerable to extreme temperatures, forest insects, and diseases; and
- WHEREAS, the Tongass National Forest is the nation's largest national forest and plays a crucial role in mitigating the impacts of climate change; the Tongass stores the equivalent of 44% of the total ecosystem carbon for the entire national forest system, and an effective climate strategy would be to protect its carbon dense older forests while allowing younger forests time to sequester more carbon; and
- WHEREAS, the land and waters of Tenakee Inlet comprise a single integrated ecosystem region yet are managed by a mix of land owners who do not coordinate their activities effectively, including the US Forest Service (Tongass National Forest),

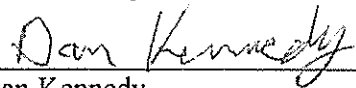
Resolution 2021-17

the State of Alaska (fish, wildlife, tidelands, and state marine waters), the City of Tenakee Springs, and private land owners; coordination and cooperation among land owners and governments is essential in order to achieve long-term stewardship and community viability;

THEREFORE BE IT RESOLVED that the Common Council of Tenakee Springs recommends:

1. The conservation of intact wild salmon watersheds of Tenakee Inlet through:
 - a. Continued protection of the Trap Bay and Kadashan watersheds as Legislative LUD II roadless areas, and
 - b. Whole watershed protection for additional watersheds including Saltry Bay, Seal Bay, Long Bay, Goose Flats, and Tenakee Head, and
 - c. Ensuring that all salmon streams and rivers are managed to provide minimum one hundred foot buffers of unlogged forest alongside salmon spawning and rearing streams and that the riparian management standards in the Tongass Forest plan are adhered to on all streams and lakes.
2. The protection of sufficient old-growth winter habitat to ensure abundant Sitka black-tailed deer populations, which support resident harvests that provide venison for local households.
3. The maintenance of critical wildlife corridors, especially the narrow connection between the Northeast section and the remainder of Chichagof Island.
4. Management of the forest ecosystem to mitigate climate change and promote resilience of local ecosystems and communities by ending clear-cut logging on the Tongass and favoring the protection of old-growth forests and allowing younger forests time to sequester more carbon, provided that selective harvest of dead and living old-growth trees, and the cutting of some younger trees and groups of trees, should be allowed in order to support local businesses that mill local wood products for local uses.
5. Addressing climate change mitigation on private lands by providing meaningful and effective economic incentives for managing forest areas for carbon storage and sequestration.
6. Promoting and welcoming independent travelers and cruises of 20 people or less that provide intimate experiences and support local economy without the degradation of natural landscapes, local lifestyle, or the overwhelming of local infrastructure.
7. Commitment by all land owner-managers and governments to coordinate and cooperate together in the stewardship of the land and waters of Tenakee Inlet, including but not limited to annual meetings to share information and plans, collaborative restoration projects, and ecosystem monitoring and scientific research projects that include indigenous knowledge and local experience.

ADOPTED 6 ayes, 1 absent **THIS 27th DAY OF May 2021**


 Dan Kennedy
 City Council President
 Ex officio MAYOR

ATTEST:


 Nicole Pegues, City Clerk

**State of Alaska
Department of Natural Resources
Division of Forestry
Southern Southeast Area Office**

Preliminary Written Finding under AS 38.05.035(e) and AS 38.05.945

The Alaska Department of Natural Resources, Division of Forestry, gives formal notice under AS 38.05.945 that the Division has made a preliminary decision under AS 38.05.035(e) regarding the sale of the following commercial timber sale: Whale Pass Timber Sale (SSE-1378-K).

Before this sale may be held, the Director of the Division of Forestry will make a written final decision that the sale is in the best interest of the State. This decision will set out the facts and applicable policies upon which the Director bases his determination that the proposed timber sale will or will not best serve the interest of the State. The final decision is expected to be available to the public after **March 22, 2022**.

The timber sale area is found within Sections 13, 23, 24, 25, 26, and 27, Township 66 South, Range 79 East, Copper River Meridian (CRM). The sale area is found within the Petersburg A-4 USGS quadrangle. The project area is within the boundary of the City of Whale Pass. The main access for this sale area is from the existing Prince of Wales Road System, specifically off the 3000 Road.

The harvest units total approximately 290 acres and contain approximately 7,100 MBF of timber. This volume will be negotiated and sold under provisions of AS 38.05.115 or AS 38.05.118, in the form of one or multiple sales. The sale(s) will require in-state manufacture and will be a negotiated contract.

The public is invited to comment on any aspect of the preliminary decision. Comments should be mailed to the Alaska Division of Forestry, 2417 Tongass Avenue, Suite 213, Ketchikan, AK 99901. Comments must be received at the Division of Forestry office no later than **March 22, 2022**, in order to be considered in the final best interest finding decision of whether or not this sale will be held in whole or in part. To be eligible to appeal the final decision a person must have provided written comment by **March 22, 2022**.

FOR MORE INFORMATION OR TO SUBMIT COMMENTS CONTACT:

Alaska Division of Forestry	Contact:	Greg Staunton
2417 Tongass Avenue, Suite 213	Phone:	(907) 225-3070
Ketchikan, AK 99901	Email:	greg.staunton@alaska.gov

Copies of the preliminary decision are available for review at the Division of Forestry at the above address and at the Ketchikan, Craig, Petersburg and Wrangell Public Libraries and the State Online Public Notice System at <http://notice.alaska.gov/205477>.

The State of Alaska, Department of Natural Resources, Division of Forestry complies with Title II of the Americans with Disabilities Act of 1990. Individuals with disabilities who may need auxiliary aids, services, or special modifications to participate in this review may contact the number above.

Greg Staunton
Southeast Area Forester

Debra Thompson

From: jimfloyd@gmail.com
Sent: Friday, February 18, 2022 2:19 PM
To: Assembly
Subject: Ordinance #2022-02

Ordinance #2022-02: An Ordinance Amending Section 2.20.050 of the Petersburg Municipal Code, entitled "Restrictions on Dual Office Holding", to Prohibit an Assembly Member from Being a Candidate for Mayor Unless the Assembly Member First Resigns from the Assembly, Except Where the Assembly Member's Term Ends Concurrently with that of the Incumbent Mayor - First Reading If adopted, Ordinance #2022-02 will require an Assembly Member to resign their Assembly seat before filing a declaration of candidacy for the office of Mayor.

I am in support of this ordinance.

Jim Floyd

Debra Thompson

From: Debra Thompson
Sent: Tuesday, February 22, 2022 2:10 PM
To: Assembly
Subject: FW: Proposal to require resignation before running for Mayor

PLEASE DO NOT REPLY ALL.

Please see an email from Cindi Lagoudakis below.

From: Cindi Lagoudakis <trembladakis@gmail.com>
Sent: Tuesday, February 22, 2022 2:02 PM
To: Debra Thompson <dthompson@petersburgak.gov>
Subject: Proposal to require resignation before running for Mayor

I wish to comment on the proposal to require an Assembly member to resign before running for mayor. This is a solution in search of a problem. Any qualified voter with one year of Borough residency may run for Assembly unless involved as an officer of a national or state political party, or if they serve as a Borough administrative officer.

Municipal code makes it clear that the only duties specific to the mayor are to chair assembly meetings and to certify ordinances and resolutions. The mayor may not make a motion and has no veto power. In terms of authority and as stated in code, the mayor is granted the same rights, privileges, powers, duties and responsibilities of every other Assembly member. As such, would the proposal mean the current mayor would now have to resign before running for office again?

This proposal would add confusion and also seem to thwart the will of the electorate who had previously voted for an Assembly member. It could also create some serious vacancies in the make up of the Assembly if more than one member chooses to run for the position of mayor.

I urge the Assembly not to move this proposal forward.

Cindi Lagoudakis

Debra Thompson

From: Jim Floyd <jfloyd@hammerandwikan.com>
Sent: Wednesday, February 23, 2022 10:03 AM
To: Assembly
Subject: 1015 Sandy Beach Property

Property at 1015 Sandy Beach Rd

I am writing to you as a member of the Planning Commission, who spoke up about this property.

During the Assembly meeting on 2/22/2022, the Commission's recommendation was misquoted so I felt it important to publicly set the record straight.

Many are claiming this property was given to the City with the stipulation of being a green space. The original deed granting the property from the State of Alaska to Petersburg does not stipulate any specific use.

Sandy Beach Park and all the property to the right are zoned for public use. However, this property is zoned single family residential.

There are three residences between the Sandy Beach playground and the property in question.

In our discussion at the Commission meeting, it came up that if the Assembly decided not to move forward with the sale, this property could be discussed again in the future if someone else applied to purchase the property, which would be understandable since it is zoned for residential development.

The Commission's recommendation is for the Assembly to go forward with the sale of the property.

IF the Assembly decided otherwise, the Commission recommended to change the zoning to open space so this wouldn't come back up with another interested buying in a future time.

Jim Floyd

Debra Thompson

From: Debra Thompson
Sent: Tuesday, March 1, 2022 4:20 PM
To: Assembly
Cc: Stephen Giesbrecht
Subject: Fairbanks Resolution Opposing HB 55
Attachments: Fairbanks Resolution Opposing HB 55.pdf

PLEASE DO NOT REPLY ALL

The Fairbanks City Council passed a resolution last evening (attached) in opposition to HB 55 which proposes to allow 1) all existing Police Officer/Firefighter positions within PERS to transfer from Tier IV (Defined Contribution Retirement Plan) to the PERS Defined Benefit Plan; and 2) to provide that all future Police Officer/Firefighter hires automatically enter in the PERS Defined Benefit Plan. The Fairbanks City Clerk was directed to send the resolution to all Home Rule Boroughs in Alaska.

Thank you,
Debbie

Debra K. Thompson, CMC
Borough Clerk/Human Resources Director

Petersburg Borough
907-772-5405



Introduced by: Council Members Cleworth and Clark
Finance Committee Meeting: February 8, 2022
Introduced: February 14, 2022

RESOLUTION NO. 5005, AS AMENDED

A RESOLUTION OPPOSING HB 55 REESTABLISHING A DEFINED BENEFIT PROGRAM

WHEREAS, in 2003, financial analysts working for the State of Alaska announced that the two largest public employee retirement systems in Alaska, the Public Employees Retirement System (PERS) and the Teachers Retirement System (TRS), had a combined \$5 billion unfunded liability; and

WHEREAS, the PERS and TRS unfunded liability reached \$12.4 billion in 2013; and

WHEREAS, the Senate Finance Committee, in 2005, attributed a number of factors leading to the unfunded liability, including inaccurate actuarial assumptions, historical understatement of system liabilities, rising health care costs, bearish periods in financial markets, declining interest rates, unfavorable demographic changes, artificially low contribution rates in good times, timing of the recognition of market losses, and legislation increasing benefits; and

WHEREAS, the average rate paid on PERS salaries to pay down the unfunded liability between FY2008 and FY2020 was 20.15%; and

WHEREAS, PERS employers paid over \$5.5 billion between FY2008 and FY2020 to pay down the unfunded liability; and

WHEREAS, the State of Alaska injected an additional \$3 billion into PERS and TRS in 2014; and

WHEREAS, the City of Fairbanks paid over \$23 million between FY2008 and FY2020 to pay down the unfunded liability; and

WHEREAS, instead of paying for current or future programs and services, current public dollars go to pay for benefits earned in the past; and

WHEREAS, the Alaska Retirement Management (ARM) Board estimates systemwide actuarial assets of \$32.19 billion at the end of FY 2021 with unfunded actuarial liabilities totaling \$3.97 billion; and

WHEREAS, the ARM Board projects systemwide pension benefit payments to total over \$1.5 billion annually between FY2022 and FY2050, with ongoing pension benefit payments running out to approximately FY2100; and

WHEREAS, AS 39.35.255 establishes a statutory non-State employer contribution rate of 22% and the actuarially determined contribution rate for the State as an employer; and

WHEREAS, AS 39.35.280 requires additional State contributions to make up the difference between 22% for non-State employers and the actuarially determined contribution rate; and

WHEREAS, every year since 2015 the City of Fairbanks has advocated that the State maintain the PERS employer contribution rate at 22% of salaries; and

WHEREAS, the ARM Board projects the need for \$1.86 billion in additional State contributions beyond the 22% employer rate between FY2023 and FY2039, assuming an actuarial earnings rate of 7.38%; and

WHEREAS, HB 55 proposes to (1) allow for the transfer of Peace Officer/Firefighter (P/F) active members from the State of Alaska PERS Defined Contribution Retirement (DCR) Plan to the PERS Defined Benefit (DB) Plan, and (2) provide that all future P/F hires automatically enter the PERS DB Plan rather than the PERS DCR Plan; and

WHEREAS, as of June 20, 2020, there were 2,228 P/F active members in the PERS DCR Plan with approximately \$159.2 million of DC account balances; and

WHEREAS, the State's actuary consultant has determined that if the contribution rate for P/F members' pension and healthcare benefits exceeds 9%, then HB 55 will lead to larger increases in additional State contributions compared to what would happen without HB 55; and

WHEREAS, by shifting active P/F members and all future P/F hires from the DCR Plan to the DB Plan, PERS employers will be taking on greater risk of higher contributions in future years; and

WHEREAS, the actuarially determined contribution rates for PERS between FY2008 and FY2020 averaged 31.30%, with a low of 25.01% and a high of 44.03%; and

WHEREAS, public funds discount future liabilities by the expected rate of return on their investment assets – the lower the earnings/discount rate, the greater the principal required to generate a given stream of income – thus, a high rate presents a low bar for success and a low rate, a high bar; and

WHEREAS, the State has control over pension plan promises, and the financial consequences with every pension benefit decision should be clearly understood; and

WHEREAS, persistent low-interest rates and greater uncertainty of future investment returns have created an environment where such pension promises have become increasingly expensive; and

WHEREAS, possibilities of sustained recessions can severely undermine projected rates of return similar to 2009 when PERS had a rate of return of -20.49%; and

WHEREAS, Article XII, Section 7 of the Alaska Constitution provides that "Membership in employee retirement systems of the State or its political subdivisions shall constitute a contractual relationship. Accrued benefits of these systems shall not be diminished or impaired"; and

WHEREAS, the Alaska Supreme Court has interpreted this provision to mean that "system benefits offered to retirees when an employee is first employed and as improved during the employee's tenure may not be 'diminished or impaired'"; and

WHEREAS, the proposed Tier 5 is only offered to certain individuals which raises a serious fairness issue and an inevitable desire by others to be included; and

WHEREAS, inclusion of overtime pay in determining an employee's wages in the past DB program was a serious problem and will continue to be so in HB 55 when determining the high five years, especially with public safety employees where annual overtime earned can actually exceed their annual base pay; and

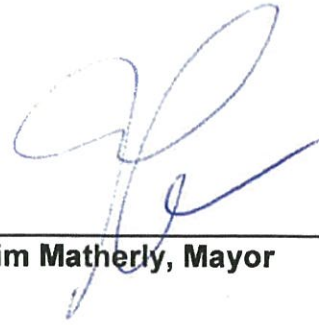
WHEREAS, the City of Fairbanks has many different tools that can be used for employee retention that do not carry the risks and costs that DB programs bring with them.

NOW, THEREFORE, BE IT RESOLVED that the Fairbanks City Council is opposed to returning to a defined benefit program where legal promises are made to retirees regardless of the ability to pay for them; and

BE IT FURTHER RESOLVED that the billions of dollars that have been lost funding DB debt over the years has greatly hurt both the State of Alaska and municipalities in providing services to residents which should be the primary focus and mission; and

BE IT FURTHER RESOLVED that the City Clerk is directed to forward copies of this Resolution to members of the Alaska State Legislature, all home-rule and first-class municipalities, and the Alaska Municipal League.

PASSED and APPROVED this 28th day of February 2022.



Jim Matherly, Mayor

AYES: Gibson, Cleworth, Marney, Clark
NAYS: Therrien, Rogers
ABSENT: None
APPROVED: February 28, 2022

ATTEST:

APPROVED AS TO FORM:



D. Danyelle Snider, MMC, City Clerk



Paul Ewers, City Attorney