



2025 STATE LEGISLATIVE PRIORITIES

SUPPORT LOCAL HOUSING AND CHILD CARE NEEDS

The City Council has identified housing and child care as their top two priorities. Valdez has been working hard on local initiatives and trying to find ways to support projects in both areas but addressing these dual crises will require ongoing support from all levels of government.

Take Active Steps to Stabilize Alaska's Child Care Sector

There is a need for sustained support from both state and federal governments to stabilize local child care economies. The state should consider helping providers navigate the licensure process by creating positions within the Child Care Program Office to provide direct support to those wishing to become licensed child care providers. Creating a statewide shared services alliance or similar organization to allow child care professionals access to health insurance, benefits and administrative support would also be a positive step. The state should continue to think about allowing for flexibility in how individual communities approach child care challenges.

Support Housing Initiatives and Funding

We ask that the legislature and the governor maintain and expand funding for initiatives that directly aid local communities in addressing housing scarcity and affordability issues.

STAFF AND SUSTAIN THE VALDEZ AREA STATE PARKS

The passive management of thousands of acres of State Park lands around Valdez since 2016 has caused a cost-shift to the City of Valdez. The local non-profit that holds the contract with the Department of Natural Resources to maintain our area parks relies heavily on non-state funding sources including an annual grant from the City of Valdez. Reinstating a full-time Park Ranger position in our area will help to address public safety and maintenance issues in our state parks, which are now serving ever increasing numbers of visitors each year.

LOCAL CONTROL IN MUNICIPAL PROPERTY TAXATION

Assessed values of homes have dramatically increased in Valdez and this creates significant hardship for many residents. However, state law significantly limits how local governments can respond to offer taxpayers some relief. We urge the Alaska Legislature to reexamine AS 29.45 governing property taxation by local governments and support efforts to add flexibility in allowable local tax exemptions, especially for residential properties.

ADEQUATELY FUND PUBLIC EDUCATION

We urge the Alaska Legislature and the Governor to fund K-12 education adequately and equitably in Alaska as the Alaska Constitution mandates. Support for education accounts for 19% of the city's annual appropriations. A significant disparity exists between organized and unorganized areas in the state in the level of state support received for education.

Increase the Base Student Allocation

Years of the state funding schools at the same level and not accounting for major inflationary pressures equates to a cut to education funding by the state. The City of Valdez supports the legislature passing HB 69, SB 46 or a similar measure to adjust the education funding formula outlined in AS 14.17 to account for inflation.



Fund School Bond Debt Reimbursement and School Major Maintenance

The City of Valdez urges full funding of School Bond Debt Reimbursement as allowed under AS 14.11 and supports robust funding of the Department of Education and Early Development's School Major Maintenance Grant Program. In the Governor's proposed FY 2026 budget both essential programs are left unfunded. These programs ensure that funding for timely repairs for our aging school buildings can be reimbursed.

KEEP OUR COMMUNITY CONNECTED WITH RELIABLE TRANSPORTATION SYSTEMS

The Richardson Highway and Alaska Marine Highway are lifelines for our community and there are various other state-owned roads, bridges and facilities, including our local airport, in Valdez that require consistent upkeep and attention from the Alaska Department of Transportation and Public Facilities.

Thompson Pass staffing levels and significant weather events have led to frequent closures in the last two years that pose a risk to health and safety for our residents. Maintaining adequate snow removal in and around Valdez - including Thompson Pass- is imperative. Additionally, the City of Valdez supports ongoing maintenance or replacement of existing state roads and infrastructure as well as improvements to regular ferry service to the Marine Highway terminal in Valdez.

PRIORITIZE A STABLE PUBLIC RETIREMENT SYSTEM

The quality of Alaska's Public Retirement System is important for recruiting and retaining public servants, especially our first responders and teachers. We believe the creation of a new defined benefits option within the state retirement system (both PERS and TRS) is desirable and is especially important for attracting high quality professionals to our community. The city urges the legislature to pass SB 27 or a similar measure. Additionally, the current employer contribution of 22% required by AS 39.35.255 causes the City of Valdez and other municipalities to incur significant additional payroll costs with little direct benefit to our current employees. The City of Valdez also supports the state allowing for limited rehire of retired public employees.

SUPPORT FISHERIES AND MARICULTURE INDUSTRIES

Valdez is home to 41 permit holders and homeport to 91 vessels participating in various commercial fisheries and one of the largest purse seine salmon fisheries in Alaska. Each summer, up to 200 commercial vessels fish near the Solomon Gulch Hatchery, the Alyeska Marine Terminal and regulatorily closed waters. Additionally, Prince William Sound has an emerging mariculture industry with significant potential to drive economic diversification in the region.

Prince William Sound 2024 Fisheries Economic Disaster

2024 marked a year of historically low returns for the commercial salmon fisheries in Prince William Sound and will have lasting financial impacts on our economy moving forward. The 2024 Prince William Sound Pink Salmon total common property harvest was 85.4 % less than the recent 5-year average and the lowest harvest in the last 30 years. Area Purse Seiners were 85.3% and the drift Gillnet fleet came in at 89.6% below this 5-year average. Last November, the Valdez City Council passed Resolution 24-46 requesting that Governor Dunleavy designate by proclamation, as described in AS 44.33.285, the area of Prince William Sound pink salmon and any other applicable commercial fishery as an area impacted by an economic disaster and that the State of Alaska implement a recovery plan that provides private assistance and takes other actions that benefit commercial fisheries participants and others that rely on this important fishery resource. We urge the Commercial Fisheries Entry Commission to waive permit fees for the 2025 season and as the state to push for assistance from the U.S. Department of Commerce.



Stable Funding of the ADF&G Commercial Fisheries Division

The Valdez fishing fleet relies on the ADF&G Commercial Fisheries Division to ensure maximum fishing opportunities and sustainable resource management. The legislature and the governor must recognize the need for a budget that minimizes adverse impacts on the core functions of this division. Successful commercial fisheries in our region hinge on the following: maintaining adequate staffing levels in Prince William Sound to provide for effective fisheries management; fully funding in-season data collection activities; maintaining the division's ability to conduct accurate in season reporting; and providing support for ongoing research projects.

Funding of the Alaska Seafood Marketing Institute

Alaska's seafood processors are experiencing unprecedented impacts to seafood markets due to increased production costs (inflation, interest rates, labor wages), reduced consumer demand post-pandemic, unfair trade policies, and geopolitical events. Global events have resulted in a weak Russian currency and dumping of Russian seafood, collapsing seafood markets, and built-up inventories which have led to the decline of ex vessel and first wholesale prices for all Alaska seafood, including salmon, pollock, cod, and sablefish. PWS fishermen and processors depend on strong markets to provide for stable business.

Mariculture

The City of Valdez is heavily invested in ensuring that the mariculture industry thrives in Prince William Sound and applauds legislative, regulatory and budgetary efforts on mariculture development at the state and federal levels. We encourage the legislature, the governor and the ADF&G to continue supporting this emerging industry.

ENSURE STABILITY FOR ESSENTIAL STATE SERVICES

The City of Valdez continues to urge the State of Alaska to maintain funding for essential services. Cuts to many services create a significant burden for the Valdez community and minimal savings for the State of Alaska.

Alaska Court System and Department of Law:

The Valdez Police Department has noted significant delays in prosecution of criminal charges by the state and a lack of resources for conducting local trials.

- Maintain state funding for criminal prosecutions.
- Address staffing shortages causing delays in prosecutions.
- Ensure adequate staffing of the Valdez Courthouse to allow for regular local trials.

Department of Environmental Conservation, Division of Spill Prevention and Response:

SPAR staff and resources play a key role in ensuring that oil is safely moved through Port Valdez and in making sure that there are resources available in the event of a major oil spill event.

- Support efforts to increase the Refined Fuel Surcharge to ensure future funding for the oil spill response program.
- Maintain SPAR staff positions in Valdez.

Department of Administration, Division of Motor Vehicles:

Maintain full staffing of the local DMV office which allows Valdez residents to conduct business without having to travel more than 100 miles.



Department of Family and Community Services, Office of Children's Services:

Ensure that the one existing staff position for OCS in Valdez is filled to help ensure the safety of our community's most vulnerable children.

Department of Public Safety, Wildlife Troopers:

Maintaining the Valdez post for an Alaska Wildlife Trooper is vital to the fishing community of Valdez and Prince William Sound. The presence of a Wildlife Trooper ensures an orderly fishery and maintains established boundaries for resource protection and marine traffic.

University of Alaska, Prince William Sound College:

PWSC is a hub for training and education in our community. The City of Valdez encourages the continued support of Technical and Vocational Education programs at PWSC that support local industries of Oil and Gas, Mariculture, Healthcare and Outdoor Recreation.

SUPPORT STATE GRANT PROGRAMS

The City of Valdez recognizes the importance of maintaining funding for various state-administered grant programs that provide essential funding to local governments and community organizations. The following programs are particularly impactful for our community:

Regional and Community Jail Funding (DOC):

Annually, the state provides essential monetary support to offset the cost of community jail operations. Valdez is one of 15 communities that contract with the state to operate jail facilities in lieu of the state taking on this public safety responsibility.

Alaska Community Transit Human Service Grant Program (DOT&PF):

This grant program allows the Valdez Senior Center, a non-profit organization, to continue acting as the lead agency providing transit services to seniors and individuals experiencing disabilities. This program enables these vulnerable populations to participate in activities of daily life. The Valdez City Council passed Resolution 24-66 supporting the senior center's 2025 application for this grant.

Community Based Primary Prevention Program Grants (CDVSA):

This grant program supports activities to prevent domestic violence in our state. In Valdez, the local non-profit Advocates for Victims of Violence relies on this funding source to aid individuals facing family or intimate partner violence.

Child Advocacy Center Grant (DFCS) and VOCA Grant (DPS):

The City of Valdez provided supplemental funding in 2025 to the Copper River Basin Child Advocacy Center and supports the ongoing efforts of this organization in helping to reduce child abuse and providing services for families experiencing abuse in our community. The DFCS CAC grant to this organization was reduced by 15% in FY25 and led directly to an increased ask of the city.

Recreational Boating and Access Program (ADF&G):

The City of Valdez is interested in pursuing funding through this program to improve the boat launch ramp at the Valdez Small Boat Harbor.



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CAPITAL PROJECT PRIORITIES

Hermon Hutchinson Elementary Roof & Exterior Envelope Replacement

Cost - \$9,528,585 - Construction completed and seeking reimbursement - #16 on the FY26 School Major Maintenance Grant list for DEED

Pavement & Utilities Rehabilitation Phase 4

Cost - \$6,600,000

Valdez Harbor Launch Ramp Replacement

Cost - \$4,250,000 - Have applied for the Recreational Boating Access Program Grant

Public Safety Radio Network and Equipment Replacement

Cost - \$4,000,000

DOT&PF PROJECT PRIORITIES FOR VALDEZ

Mineral Creek Loop Road Resurfacing

Cost - \$2,000,000 - DOT&PF already has project funding in the amount of \$4,258,352 for culvert replacement on Mineral Creek Loop Road

Resurfacing and Lighting Improvements on Hazelet Ave.

Cost - \$5,000,000

Mineral Creek Bridge (Bailey Bridge) Replacement

Cost - \$2,000,000

Allison Point Pedestrian Pathways

Cost - \$2,000,000

Richardson Highway Resurfacing & Safety Improvements - Airport Rd to Dayville Rd