



City of Valdez

212 Chenega Ave.
Valdez, AK 99686

Meeting Agenda

City Council

Tuesday, July 5, 2016

7:00 PM

Council Chambers

WORK SESSION AGENDA - 6:00 pm

Transcribed minutes are not taken for Work Sessions. Audio is available upon request.

1. [Work Session with Levitation 49](#)

Attachments: [L49 Work Session Agenda Outline](#)

REGULAR AGENDA - 7:00 PM

I. CALL TO ORDER

II. PLEDGE OF ALLEGIANCE

III. ROLL CALL

IV. PUBLIC APPEARANCES

1. [Faith Revell, Valdez Museum & Historical Archive](#)

V. PUBLIC BUSINESS FROM THE FLOOR

VI. NEW BUSINESS

1. [Approval of Standard Marijuana Cultivation Facility License - Alaskan Greenery](#)

Attachments: [10043 - Local Government Notice.pdf](#)
 [10043 MJ-00 Application Certifications.pdf](#)
 [10043 MJ-01 Operating Plan.pdf](#)
 [10043 MJ-02 Premises Diagram.pdf](#)
 [10043 MJ-04 Cultivator Supplemental.pdf](#)
 [10043 Affidavit of Publication.pdf](#)

2. [Approval of Renewal of the City's Property and Casualty Insurance Program for the 2016-2017 Insurance Year Effective July 1, 2016 in the Amount of \\$536,354](#)

Attachments: [Premium Summary.pdf](#)
 [2016-17 Proposal.pdf](#)

3. [Approval of Amendment to Professional Services Contract with Alaska Department of Corrections for Funding of Community Jail Program for FY-2017 \(July 1, 2016 - June 30, 2017\).](#)

Attachments: [Amendment Three.pdf](#)

VII. ORDINANCES

1. [#16-09 Amending the Zoning Map to Effect a Change to Lot 2, Blueberry Acres from Public to Multi-Family Residential. Second Reading. Adoption.](#)

Attachments: [16-09 Williams rezone.docx](#)
 [16-09 Williams II.docx](#)
 [Rezone App 16-02_Williams.pdf](#)
 [Williams Plot Map Blueberry Acres.pdf](#)

VIII. RESOLUTIONS

1. [Amending The 2016 City Budget By Accepting Forfeited Firearm Auction Proceeds In The Amount Of \\$10,919.90 To The Valdez Police Department And Authorizing Its Expenditure](#)

Attachments: [Professional Services Agreement - Gun Auction](#)
 [Denali Auction Company 2016](#)

2. [Accepting Reimbursable Grant Funding For The Valdez Police Department ICAC \[Internet Crimes Against Children\] Task Force From The Municipality Of Anchorage In The Amount Of \\$5,151.24](#)

Attachments: [ICAC 2016](#)
 [ICAC Re-imbursable purchases FY15](#)

3. [Re-Authorizing the Negotiated Land Sale of Lot 2, ASLS 0098 to Brad and Maureen Kimberlin.](#)

Attachments: [Kimberlin Land Sale Agenda Statement 6-1-2015.pdf](#)
 [Resolution 15-21.pdf](#)

IX. REPORTS

1. [Baseline Socio-Economic Study Executive Summary 2016 Update](#)

Attachments: [Executive Summary - Valdez Socioeconomic Baseline Indicators Study Decem](#)
 [June 20 2016 Valdez Memo and 1-page Socioeconomic Indicator Update.pdf](#)

2. [World Extreme Skiing & Snowboarding Championships Report](#)

Attachments: [WESSC Deliverables Letter April 2 016.pdf](#)

3. [April, 2016 Treasury Report](#)

Attachments: [APRIL 2016 TREASURY.pdf](#)

4. [Valdez New Boat Harbor Construction Progress Reports](#)

Attachments: [VNBH1 Construction Progress Report 33.pdf](#)
 [VNBH1 Construction Progress Report 34.pdf](#)
 [VNBH1 Construction Progress Report 35.pdf](#)
 [VNBH1 Construction Progress Report 36-reduced file.pdf](#)
 [VNBH1 March-May 2016 Report-web.pdf](#)

X. CITY MANAGER / CITY CLERK / CITY ATTORNEY / MAYOR REPORTS

1. City Manager Report
2. City Clerk Report
3. City Attorney Report
4. City Mayor Report

XI. COUNCIL BUSINESS FROM THE FLOOR

XII. ADJOURNMENT

XIII. APPENDIX

1. [City Boards & Commissions Minutes](#)

Attachments: [05022016 P&H Commission Meeting Minutes](#)
 [PZ approved minutes 06082016](#)

2. [Council Calendars](#)

Attachments: [City Council Calendar July 2016](#)
 [City Council Calendar August 2016](#)



Agenda Statement

File #: 16-0001 **Version:** 1

Type: Work Session Item **Status:** Agenda Ready

File created: 6/30/2016 **In control:** City Council

On agenda: 7/5/2016 **Final action:**

Title: Work Session with Levitation 49

Sponsors:

Indexes:

Code sections:

Attachments: [L49 Work Session Agenda Outline](#)

Date	Ver.	Action By	Action	Result
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ITEM TITLE:

Work Session with Levitation 49

SUBMITTED BY: Sheri Pierce, City Clerk

FISCAL NOTES:

Expenditure Required: N/A

Unencumbered Balance: N/A

Funding Source: N/A

RECOMMENDATION:

Review and file

SUMMARY STATEMENT:

Work Session with Levitation 49.

Please see attached work session agenda.



**Valdez City Council Work Session
July 5, 2016**

AGENDA

- ❖ L49 STATUS UPDATE
 - Roundup of relevant stats/outcomes from L49 2016 events/projects to-date
 - Ice-Fat-Rock-Confluence-NPS RTCA grant-State Parks
- ❖ 2017 PREVIEW
 - Events: Dates and Details Highlights
 - Ice Fest: Feb. 17 - 20
 - Fat Bike Fest: March 1 - 5
 - Rock Fest: June 16 - 18
 - Projects
 - National Park Service Trails Master Plan
 - State Parks Operations
 - Confluence Coalition
 - *AK Statewide Trails Conference (pitch)*
 - Initiatives
 - Respect: Thompson Pass (campaign)
 - Bike and Climbing Friendly Valdez (grants)
- ❖ LONG-RANGE BHAG (Big Hairy Audacious Goal)
 - Meals Hill
- ❖ Questions/Answers/Conversations



Agenda Statement

File #: 16-0002 Version: 1
Type: Public Appearances Status: Agenda Ready
File created: 6/30/2016 In control: City Council
On agenda: 7/5/2016 Final action:
Title: Faith Revell, Valdez Museum & Historical Archive
Sponsors:
Indexes:
Code sections:
Attachments:

Date	Ver.	Action By	Action	Result
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ITEM TITLE:

Faith Revell, Valdez Museum & Historical Archive

SUBMITTED BY: Sheri Pierce, City Clerk

FISCAL NOTES:

Expenditure Required: N/A

Unencumbered Balance: N/A

Funding Source: N/A

RECOMMENDATION:

Discuss and file

SUMMARY STATEMENT:

Faith Revell from the Valdez Museum and Historical Archive will discuss the Digital Old Town Walking Tour program.



Agenda Statement

File #: 16-0003 Version: 1
Type: Action Item Status: Agenda Ready
File created: 6/27/2016 In control: City Council
On agenda: 7/5/2016 Final action:
Title: Approval of Standard Marijuana Cultivation Facility License - Alaskan Greenery
Sponsors:
Indexes:
Code sections:
Attachments: [10043 - Local Government Notice.pdf](#)
[10043 MJ-00 Application Certifications.pdf](#)
[10043 MJ-01 Operating Plan.pdf](#)
[10043 MJ-02 Premises Diagram.pdf](#)
[10043 MJ-04 Cultivator Supplemental.pdf](#)
[10043 Affidavit of Publication.pdf](#)

Date	Ver.	Action By	Action	Result
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ITEM TITLE:

Approval of Standard Marijuana Cultivation Facility License - Alaskan Greenery

SUBMITTED BY: Sheri L. Pierce, MMC

FISCAL NOTES:

Expenditure Required: Click here to enter text.

Unencumbered Balance: Click here to enter text.

Funding Source: Click here to enter text.

RECOMMENDATION:

Express No Objection to Issuance of Standard Marijuana Cultivation Facility License for Alaskan Greenery

SUMMARY STATEMENT:

The State of Alaska Department of Commerce, Community and Economic Development, Alcohol & Marijuana Control Office, has notified the City of Valdez that they have received a completed application for a Standard Marijuana Cultivation Facility, License #10043, from Michael R. Liljedahl DBA, Alaskan Greenery.

A local government may protest the approval of an application pursuant to 3 AAC 306.060 by furnishing the director and the applicant with a clear and concise written statement of reasons for the protest within 60 days of the date of this notice. If a protest is filed, the board will deny the application

unless the board finds that the protest is arbitrary, capricious and unreasonable.

3 AAC 306.010 (c) provides that the board will not issue a license when a local government protests an application on the grounds that the applicant's proposed licensed premises are located in a place within the local government where a local zoning ordinance prohibits the marijuana establishment, unless the local government has approved a variance from the local ordinance. The property associated with this license request described as Lot 3E, USS 3563, is currently zoned as Light Industrial. Marijuana cultivation facilities are a permitted principal use in a Light Industrial Zone under Section 17.36.020 (G) of the Valdez Municipal Code.

The application and all attachments as submitted by the Alcohol & Marijuana Control Office have been reviewed by the Valdez Police Department and the Community Development Department for compliance with local regulation. The Valdez Police Department and the Community Development Department express no concern with the issuance of this license by the State of Alaska Alcohol & Marijuana Control Board.



THE STATE
of **ALASKA**
GOVERNOR BILL WALKER

**Department of Commerce, Community,
and Economic Development**

ALCOHOL & MARIJUANA CONTROL OFFICE
550 West 7th Avenue, Suite 1600
Anchorage, AK 99501
Main: 907.269.0350

May 4, 2016

City of Valdez
Attn: Shelley Pierce
VIA Email: spierce@ci.valdez.ak.us

**Michael R Liljedahl DBA Alaskan Greenery
Standard Marijuana Cultivation Facility License #10043**

☒ **New Application** ☐ **Transfer of Ownership Application** ☐ **Renewal Application**
☐ **Onsite Consumption Endorsement**

We have received a completed application for the above listed license (see attached application documents) within your jurisdiction. This is the notice required under 3 AAC 306.025(d)(2).

A local government may protest the approval of an application(s) pursuant to 3 AAC 306.060 by furnishing the director **and** the applicant with a clear and concise written statement of reasons for the protest within 60 days of the date of this notice. If a protest is filed, the board will deny the application unless the board finds that the protest is arbitrary, capricious and unreasonable. To protest the application referenced above, please submit your protest within 60 days and show proof of service upon the applicant.

3 AAC 306.010, 3 AAC 306.080, and 3 AAC 306.250 provide that the board will deny an application for a new license if the board finds that the license is prohibited under AS 17.38 as a result of an ordinance or election conducted under AS 17.38, 3 AAC 306.200.

3 AAC 306.010(c) provides that the board will not issue a license when a local government protests an application on the grounds that the applicant's proposed licensed premises are located in a place within the local government where a local zoning ordinance prohibits the marijuana establishment, unless the local government has approved a variance from the local ordinance.

At this time, the fingerprints submitted by the applicant cannot be submitted for a criminal history report until a date to be determined by the Department of Public Safety and the Federal Bureau of Investigation based upon the effective date of the act containing enabling statutory language for such criminal history report. On April 27, 2016, the Marijuana Control Board directed me to determine applications complete based solely upon the representations made by the applicant in Form MJ-00 (attached).

Sincerely,

A handwritten signature in blue ink, appearing to read "C. Franklin".

Cynthia Franklin, Director
amco.localgovernmentonly@alaska.gov



Alaska Marijuana Control Board

Alcohol & Marijuana Control Office
550 W 7th Avenue, Suite 1600
Anchorage, AK 99501
marijuana.licensing@alaska.gov
<https://www.commerce.alaska.gov/web/amco>
Phone: 907.269.0350

Cover Sheet for Marijuana Establishment Applications

What is this form?

This cover sheet **must** be completed and submitted any time a document, payment, or other marijuana establishment application item is emailed, mailed, or hand-delivered to AMCO's main office.

Items that are submitted without this page will be returned in the manner in which they were received.

Section 1 – Establishment Information

Enter information for the business seeking to be licensed, as identified on the license application.

Licensee:	MICHAEL R LILJEDAHL	License Number:	10043		
License Type:	Standard Marijuana Cultivation Facility				
Doing Business As:	ALASKAN GREENERY				
Physical Address:	3250 Richardson Highway				
City:	Valdez	State:	AK	Zip Code:	99686
Designated Owner:	Michael Liljedahl				
Email Address:	alaskangreenery@icloud.com				

Section 2 – Attached Items

List all documents, payments, and other items that are being submitted along with this page.

Attached Items:	MJ-00
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OFFICE USE ONLY

Received Date:		Payment Submitted Y/N:		Transaction #:	
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Alaska Marijuana Control Board

Form MJ-00: Application Certifications**What is this form?**

This application certifications form is required for all marijuana establishment license applications. Each person signing an application for a marijuana establishment license must declare that he/she has read and is familiar with AS 17.38 and 3 AAC 306.

This form must be completed and submitted to AMCO's main office by each proposed licensee (as defined in 3 AAC 306.020(b)(2)) before any license application will be considered complete.

Section 1 – Establishment Information

Enter information for the business seeking to be licensed, as identified on the license application.

Licensee:	Michael Liljedahl	License Number:	10043		
License Type:	Standard Marijuana Cultivation				
Doing Business As:	Alaskan Greenery				
Premises Address:	3250 Richardson Highway				
City:	Valdez	State:	ALASKA	ZIP:	99686

Section 2 – Individual Information

Enter information for the individual licensee or affiliate.

Name:	Michael Liljedahl
Title:	Sole Proprietor

Section 3 – Other Licenses

Ownership and financial interest in other licenses:

Yes No

Do you currently have or plan to have an ownership interest in, or a direct or indirect financial interest in another marijuana establishment license?

☐ ☒

If "Yes", which license numbers (for existing licenses) and license types do you own or plan to own?



Alaska Marijuana Control Board

Form MJ-00: Application Certifications

Section 4 – Certifications

Read each line below, and then sign your initials in the box to the right of each statement:

Initials

I certify that I have not been convicted of a felony in any state or the United States, including a suspended imposition of sentence, for which less than five years have elapsed from the time of the conviction to the date of this application.

MS

I certify that I am not currently on felony probation or felony parole.

MS

I certify that I have not been found guilty of selling alcohol without a license in violation of AS 04.11.010.

MS

I certify that I have not been found guilty of selling alcohol to an individual under 21 years of age in violation of 04.16.051 or AS 04.16.052.

MS

I certify that I have not been convicted of a misdemeanor crime involving a controlled substance, violence against a person, use of a weapon, or dishonesty within the five years preceding this application.

MS

I certify that I have not been convicted of a class A misdemeanor relating to selling, furnishing, or distributing marijuana or operating an establishment where marijuana is consumed within the two years preceding this application.

MS

I certify that my proposed premises is not within 500 feet of a school ground, recreation or youth center, a building in which religious services are regularly conducted, or a correctional facility, as set forth in 3 AAC 306.010(a).

MS

I certify that my proposed premises is not located in a liquor licensed premises.

MS

I certify that I meet the residency requirement under AS 43.23 for a permanent fund dividend in the calendar year in which I am initiating this application.

MS

I certify that all proposed licensees (as defined in 3 AAC 306.020(b)(2)) and affiliates (as defined in 3 AAC 306.990(a)(1)) have been listed on my online marijuana establishment license application.

MS

I certify that all proposed licensees have been listed on my application with the Division of Corporations.

MS

I certify that I understand that providing a false statement on this form, the online application, or any other form provided by AMCO is grounds for denial of my application.

MS



Alaska Marijuana Control Board

Form MJ-00: Application Certifications

Alcohol and Marijuana Control Office

550 W 7th Avenue, Suite 1600

Anchorage, AK 99501

marijuana.licensing@alaska.gov

<https://www.commerce.alaska.gov/web/amco>

Phone: 907.269.0350

Read each line below, and then sign your initials in the box to the right of only the applicable statement:

Initials

Only initial next to the following statement if this form is accompanying an application for a marijuana testing facility license:

I certify that I do not have an ownership in, or a direct or indirect financial interest in a retail marijuana store, a marijuana cultivation facility, or a marijuana products manufacturing facility.

☐


Only initial next to the following statement if this form is accompanying an application for a retail marijuana store, a marijuana cultivation facility, or a marijuana products manufacturing facility license:

I certify that I do not have an ownership in, or a direct or indirect financial interest in a marijuana testing facility license.

☒

All marijuana establishment license applicants:

As an applicant for a marijuana establishment license, I declare under penalty of unsworn falsification that I have read and am familiar with AS 17.38 and 3 AAC 306, and that I have examined the online application and this form, including all accompanying schedules and statements, and to the best of my knowledge and belief find them to be true, correct, and complete.


Signature of licensee

Subscribed and sworn to before me this 24th day of March, 2016.





Notary Public in and for the State of Alaska.

My commission expires: June 23, 2019



Alaska Marijuana Control Board

Alcohol & Marijuana Control Office
550 W 7th Avenue, Suite 1600
Anchorage, AK 99501
marijuana.licensing@alaska.gov
<https://www.commerce.alaska.gov/web/amco>
Phone: 907.269.0350

Cover Sheet for Marijuana Establishment Applications

What is this form?

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Enter information for the business seeking to be licensed, as identified on the license application.

Licensee:	MICHAEL R LILJEDAHN	License Number:	10043		
License Type:	Standard Marijuana Cultivation Facility				
Doing Business As:	ALASKAN GREENERY				
Physical Address:	3250 Richardson Highway				
City:	Valdez	State:	AK	Zip Code:	99686
Designated Owner:	Michael Liljedahl				
Email Address:	alaskangreeneries@icloud.com				

Section 2 – Attached Items

List all documents, payments, and other items that are being submitted along with this page.

Attached Items:	MJ-01
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OFFICE USE ONLY

Received Date:		Payment Submitted Y/N:		Transaction #:	
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Alaska Marijuana Control Board

Form MJ-01: Marijuana Establishment Operating Plan

What is this form?

An operating plan is required for all marijuana establishment license applications. Applicants should review **Title 17.38 of Alaska Statutes** and **Chapter 306 of the Alaska Administrative Code**. This form will be used to document how an applicant intends to meet the requirements of those statutes and regulations. If your business has a formal operating plan, you may include a copy of that operating plan with your application, but all fields of this form must still be completed per 3 AAC 306.020(c).

What must be covered in an operating plan?

Applicants must identify how the proposed premises will comply with applicable statutes and regulations regarding the following:

- Security
- Inventory tracking of all marijuana and marijuana product on the premises
- Employee qualification and training
- Waste disposal
- Transportation and delivery of marijuana and marijuana products
- Signage and advertising
- Control plan for persons under the age of 21

Applicants must also complete the corresponding operating plan supplemental forms (**Form MJ-03**, **Form MJ-04**, **Form MJ-05**, or **Form MJ-06**) to meet the additional operating plan requirements for each license type.

Section 1 – Establishment Information

Enter information for the business seeking to be licensed, as identified on the license application.

Licensee:	Michael Liljedahl	License Number:	10043		
License Type:	Standard Marijuana Cultivation				
Doing Business As:	Alaskan Greenery				
Premises Address:	3250 Richardson Highway				
City:	Valdez	State:	ALASKA	ZIP:	99686
Mailing Address:	PO Box 1964				
City:	Valdez	State:	ALASKA	ZIP:	99686
Primary Contact:	Michael Liljedahl				
Main Phone:	(907) 831-2196	Cell Phone:	(907) 831-2196		
Email:	alaskangreenery@icloud.com				



Alaska Marijuana Control Board

Form MJ-01: Marijuana Establishment Operating Plan

Section 2 – Security

Review the requirements under 3 AAC 306.710 – 3 AAC 306.720 and 3 AAC 306.755, and identify how the proposed premises will meet the listed requirements.

Describe how the proposed premises will comply with each of the following:

Restricted Access Areas (3 AAC 306.710):

Describe how you will prevent unescorted members of the public from entering restricted access areas:

Alaskan Greenery policy will state that all doors and windows will be locked at all times. A commercial grade door lock will be installed on the exterior entrance to the building. The garage door will be locked from the inside. Door and window sensors installed with an alarm system monitored 24/7 by Vivint security. A "Restricted Access" sign will be posted outside the door leading into the restricted access area.

Describe your processes for admitting visitors into and escorting them through restricted access areas:

Visitors will only be allowed into the restricted area if escorted by a Alaskan Greenery employee with a current Marijuana Handlers card. No more than 5 visitors per licensee. A visitor log book will be kept next to the entrance into the restricted area where visitors will be required to log the date and time of entrance of the visit as well as print and sign their name.



Alaska Marijuana Control Board

Form MJ-01: Marijuana Establishment Operating Plan

Describe your recordkeeping of visitors who are escorted into restricted access areas:

A record book will be kept outside the door leading into the restricted area. Log books will be kept on the premise for a minimum of 3 years.

Provide a copy of a sample identification badge to be displayed by each licensee, employee, or agent while on the premises:

Alaskan Greenery



Marijuana Handler Card - 000000
Expiration Date - 00/00/00



Alaska Marijuana Control Board

Form MJ-01: Marijuana Establishment Operating Plan

Security Alarm Systems and Lock Standards (3 AAC 306.715):

Exterior lighting is required to facilitate surveillance. Describe how the exterior lighting will meet this requirement:

Exterior motion lights are currently in place above the entrance to the building. It will be Alaskan Greenery policy to keep this light on at all times.

An alarm system is required for all license types. Describe the security alarm system for the proposed premises:

The security system will be installed and monitored 24/7 by Vivint Security. The system will include Door and window sensors on all doors and windows of the building. 2 each 1080p cameras installed in the restricted area and that are capable of recording over 40 days of footage per 3 AAC 306.720. There will be no data storage device for the system on the premise; all footage will be stored in Vivint's cloud storage. A Nest Fire Alarm will be installed inside the facility. This fire alarm sends text notifications to the owners cell phone when smoke is detected. Heavy-duty commercial grade door locks will be installed on each door. The 2 entrances to the building will be locked at all times. No trespassing signs will be displayed at every entrance of the property. The remote access of the property will eliminate any unwarranted traffic around the cultivation facility. This security system will increase in size and sophistication as the business grows.

The alarm system must be activated on all exterior doors and windows when the licensed premises is closed for business. Describe how the security alarm system meets this requirement:

The security system will be installed and monitored 24/7 by Vivint Security. The system will include Door and window sensors on all doors and windows of the building. 2 each 1080p cameras installed in the restricted area that are capable of recording over 40 days of footage per 3 AAC 306.720. There will be no data storage device for the system on the premise; all footage will be stored in Vivint's cloud storage.



Alaska Marijuana Control Board

Form MJ-01: Marijuana Establishment Operating Plan

Describe your policies and procedures for preventing diversion of marijuana or marijuana product:

The usable marijuana produced will be stored in a locked safe in the storage area of the building until sale. Alaskan Greenery will only sell product to licensed marijuana dispensaries and manufacturing facilities. All Marijuana will be tracked down to the gram with MJ Freeways Seed to Sale software.

Describe your policies and procedures for preventing loitering:

The cultivation facility sits on a semi remote 1 acre of land. A No Trespassing policy will be enforced with signs posted at both entrances. Non authorized personnel will not be allowed on the property.

Describe your policies and procedures regarding the use of any additional security device, such as a motion detector, pressure switch, and duress, panic, or hold-up alarm to enhance security of the proposed premises:

Vivint's security system uses both door and window sensors as well as motion detectors on the cameras installed in the restricted area. If any of the alarms are tripped while the security system is active Vivint attempts one verbal password confirmation over the control hub. If the password is not verified Vivint immediately notifies local law enforcement.



Alaska Marijuana Control Board

Form MJ-01: Marijuana Establishment Operating Plan

Describe your policies and procedures regarding the actions to be taken by a licensee, employee, or agent when any automatic or electronic notification system alerts a local law enforcement agency of an unauthorized breach of security:

Alaskan Greenery policy if the alarm system is activated the licensee will wait for law enforcement to arrive and clear the area. Any information requested by the police related to the break in such as video surveillance will be turned over to police as soon as possible.

Video Surveillance (3 AAC 306.720):

All licensed marijuana establishments must meet minimum standards for surveillance equipment. Applicants should be able to answer "Yes" to all items below.

Video surveillance and camera recording system covers the following areas of the premises:	Yes	No
Each restricted access area and each entrance to a restricted access area	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Both the interior and exterior of each entrance to the facility	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Each point of sale area	<input checked="" type="checkbox"/>	<input type="checkbox"/>

Each video surveillance recording:	Yes	No
Is preserved for a minimum of 40 days, in a format that can be easily accessed for viewing	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Clearly and accurately displays the time and date	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Is archived in a format that does not permit alteration of the recorded image, so that the images can readily be authenticated	<input checked="" type="checkbox"/>	<input type="checkbox"/>



Alaska Marijuana Control Board

Form MJ-01: Marijuana Establishment Operating Plan

Describe how the video cameras will be placed to produce a clear view adequate to identify any individual inside the licensed premises, or within 20 feet of each entrance to the licensed premises:

Security cameras will be installed with an unobstructed view of the entrance, restricted area and storage area per the video surveillance placement regulations in 3 AAC 306.720.

Describe the locked and secure area where video surveillance recording equipment and records will be housed and stored and how you will ensure the area is accessible only to authorized personnel, law enforcement, or an agent of the board:

The security requirements at the Vivint data storage facility are at least as strict as on-site security requirements as described in 3 AAC 306.720.

Location of Surveillance Equipment and Video Surveillance Records:

Yes No

Surveillance room or area is clearly defined on the premises diagram

☐ ☒

Surveillance recording equipment and video surveillance records are housed in a designated, locked, and secure area or in a lock box, cabinet, closet or other secure area

☒ ☐

Surveillance recording equipment access is limited to a marijuana establishment licensee or authorized employee, and to law enforcement personnel including an agent of the board

☒ ☐

Video surveillance records are stored off-site

☒ ☐



Alaska Marijuana Control Board

Form MJ-01: Marijuana Establishment Operating Plan**Business Records (3 AAC 306.755):**

All licensed marijuana establishments must maintain, in a format that is readily understood by a reasonably prudent business person, certain business records. Applicants should be able to answer "Yes" to all items below.

Business Records Maintained and Kept on the Licensed Premises:	Yes	No
All books and records necessary to fully account for each business transaction conducted under its license for the current year and three preceding calendar years; records for the last six months are maintained on the marijuana establishment's licensed premises; older records may be archived on or off-premises	<input checked="" type="checkbox"/>	<input type="checkbox"/>
A current employee list setting out the full name and marijuana handler permit number of each licensee, employee, and agent who works at the marijuana establishment	<input checked="" type="checkbox"/>	<input type="checkbox"/>
The business contact information for vendors that maintain video surveillance systems and security alarm systems for the licensed premises	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Records related to advertising and marketing	<input checked="" type="checkbox"/>	<input type="checkbox"/>
A current diagram of the licensed premises including each restricted access area	<input checked="" type="checkbox"/>	<input type="checkbox"/>
A log recording the name, and date and time of entry of each visitor permitted into a restricted access area	<input checked="" type="checkbox"/>	<input type="checkbox"/>
All records normally retained for tax purposes	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Accurate and comprehensive inventory tracking records that account for all marijuana inventory activity from seed or immature plant stage until the retail marijuana or retail marijuana product is sold to a consumer, to another marijuana establishment, or destroyed	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Transportation records for marijuana and marijuana product as required under 3 AAC 306.750(f)	<input checked="" type="checkbox"/>	<input type="checkbox"/>



Alaska Marijuana Control Board

Form MJ-01: Marijuana Establishment Operating Plan

A marijuana establishment is required to exercise due diligence in preserving and maintained all required records.

Describe how you will prevent records and data, including electronically maintained records, from being lost or destroyed:

A digital copy of all business transactions, log books that will state the name, date and time of each visitor, a current employee list that will include the full name of each employee, as well as their marijuana handlers card number will be scanned and kept on the Companies computer, external hard drive and backed up in a cloud storage system. All video surveillance will be kept in a cloud storage program provided by Vivant Security. MJ Freeway will maintain a back up of all Seed to Sale data in their cloud storage system. Records to fully account for all business transactions for the current year and 4 proceeding years will be kept on the license property.



Alaska Marijuana Control Board

Form MJ-01: Marijuana Establishment Operating Plan

Section 3 – Inventory Tracking of All Marijuana and Marijuana Product

Review the requirements under 3 AAC 306.730, and identify how the proposed establishment will meet the listed requirements.

All licensed marijuana establishments must use a marijuana inventory tracking system capable of sharing information with the system the board implements to ensure all marijuana cultivated and sold in the state, and each marijuana product processed and sold in the state, is identified and tracked from the time the marijuana propagated from seed or cutting, through transfer to another licensed marijuana establishment, or use in manufacturing a product, to a completed sale of marijuana or marijuana product, or disposal of the harvest batch of marijuana or production lot of marijuana product.

Applicants should be able to answer "Yes" to all items below.

Marijuana Tracking and Weighing:

Yes No

A marijuana inventory tracking system, capable of sharing information with the system the board implements to ensure tracking for the reasons listed above, will be used

☒☐

All marijuana delivered to a marijuana establishment will be weighed on a scale certified in compliance with 3 AAC 306.745

☒☐

Describe the marijuana tracking system that you plan to use and how you will ensure that it is capable of sharing information with the system the board implements:

MJ Freeway will be the Seed to Sale software company we use to comply with 3 AAC 306.730, Marijuana inventory tracking system. MJ Freeway is compatible with Metrc, the states Marijuana tracking system. They guarantee to meet or exceed Alaska's AMCO Marijuana inventory tracking requirements.



Alaska Marijuana Control Board

Form MJ-01: Marijuana Establishment Operating Plan

Section 4 – Employee Qualification and Training

Review the requirements under 3 AAC 306.700, and identify how the proposed establishment will meet the listed requirements.

A marijuana establishment and each licensee, employee, or agent of the marijuana establishment who sells, cultivates, manufactures, tests, or transports marijuana or a marijuana product, or who checks the identification of a consumer or visitor, shall obtain a marijuana handler permit from the board before being licensed or beginning employment at a marijuana establishment.

Applicants should be able to answer “Yes” to all items below.

Marijuana Handler Permit:	Yes	No
Each licensee, employee, or agent of the marijuana establishment who sells, cultivates, manufactures, tests, or transports marijuana or marijuana product, or who checks the identification of a consumer or visitor, shall obtain a marijuana handler permit from the board before being licensed or beginning employment at the marijuana establishment	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Each licensee, employee, or agent who is required to have a marijuana handler permit shall keep that person's marijuana handler permit card in that person's immediate possession (or a valid copy on file on the premises of a retail marijuana store, marijuana cultivation facility, or marijuana product manufacturing facility) when on the licensed premises	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Each licensee, employee, or agent who is required to have a marijuana handler permit shall ensure that that person's marijuana handler permit card is valid and has not expired	<input checked="" type="checkbox"/>	<input type="checkbox"/>

Describe how your establishment will meet the requirements for employee qualifications and training:

All Alaskan Greenery employees will acquire and maintain a current Alaska marijuana handler permit as required in 3 AAC 306.320. Training on MJ Freeway software and equipment.



Alaska Marijuana Control Board

Form MJ-01: Marijuana Establishment Operating Plan

Section 5 – Waste Disposal

Review the requirements under 3 AAC 306.740, and identify how the proposed establishment will meet the listed requirements.

Applicants should be able to answer "Yes" to the statement below.

Marijuana Waste Disposal:	Yes	No
----------------------------------	-----	----

The marijuana establishment shall give the board at least 3 days notice in the marijuana inventory tracking system required under 3 AAC 306.730 before making the waste unusable and disposing of it

☒☐

Describe how you will store, manage, and dispose of any solid or liquid waste, including wastewater generated during marijuana cultivation, production, process, testing, or retail sales, in compliance with applicable federal, state, and local laws and regulations:

All non usable vegetative waste will be dried out and burnt in a steel 55 gallon burning barrel on the property. Waste will be stored in the storage area until ready for burning. Ashes will be disposed of at the Valdez bailer facility.
Run off waste water from cultivation will be disposed of in the septic system.
This plan is subject to change as the cities requirements develop.

Describe what material or materials you will mix with the ground marijuana waste to make it unusable:

Ashes will be mixed in with garbage from the residence and then delivered to the Valdez bailer facility.



Alaska Marijuana Control Board

Form MJ-01: Marijuana Establishment Operating Plan

Marijuana waste must be rendered unusable for any purpose for which it was grown or produced before it leaves the marijuana establishment. Describe the process or processes that you will use to make the marijuana plant waste unusable:

After drying and trimming, the buds will be put into class jars for curing. All trimmings will be gathered and placed into bags. If there are Licensed Marijuana manufacturing facilities seeking to purchase trim for extracting the THC, the trim will be weighed and the data will be entered into the MJ Freeway software, and only sold to licensed manufacturing facilities. If there are no Manufacturing facilities interested in the trimming, the trimmings will be burnt with the vegetative waste in a 55 gallon burning barrel.



Alaska Marijuana Control Board

Form MJ-01: Marijuana Establishment Operating Plan

Section 6 – Transportation and Delivery of Marijuana and Marijuana Products

Review the requirements under 3 AAC 306.750, and identify how the proposed establishment will meet the listed requirements.

Applicants should be able to answer "Yes" to all items below.

Marijuana Transportation:

Yes No

The marijuana establishment from which a shipment of marijuana or marijuana product originates will ensure that any individual transporting marijuana shall have a marijuana handler permit required under 3 AAC 306.700

☒☐

The marijuana establishment that originates the transport of any marijuana or marijuana product will use the marijuana inventory tracking system to record the type, amount, and weight of marijuana or marijuana product being transported, the name of the transporter, the time of departure and expected delivery, and the make, model, and license plate number of the transporting vehicle

☒☐

The marijuana establishment that originates the transport of any marijuana or marijuana product will ensure that a complete printed transport manifest on a form prescribed by the board must be kept with the marijuana or marijuana product at all times during transport

☒☐

During transport, any marijuana or marijuana product will be in a sealed package or container in a locked, safe, and secure storage compartment in the vehicle transporting the marijuana or marijuana product, and the sealed package will not be opened during transport

☒☐

Any vehicle transporting marijuana or marijuana product will travel directly from the shipping marijuana establishment to the receiving marijuana establishment, and will not make any unnecessary stops in between except to deliver or pick up marijuana or marijuana product at any other licensed marijuana establishment

☒☐

When the marijuana establishment receives marijuana or marijuana product from another licensed marijuana establishment, the recipient of the shipment will use the marijuana inventory tracking system to report the type, amount, and weight of marijuana or marijuana product received

☒☐

The marijuana establishment will refuse to accept any shipment of marijuana or marijuana product that is not accompanied by the transport manifest

☒☐



Alaska Marijuana Control Board

Form MJ-01: Marijuana Establishment Operating Plan

Describe how marijuana or marijuana product will be prepared, packaged, and secured for shipment:

After the marijuana plants have fully bloomed the buds will be trimmed and hung out to dry for 2-4 weeks. Once the drying process has been completed the buds will be trimmed again and placed into sealed glass containers for the curing process. After the curing process is complete a sample will be sent to a state approved marijuana testing facility. When the test results have come back the buds will be packaged in 1-8 oz sealed bags and labeled with test results and tracking information.

Describe the type of locked, safe, and secure storage compartments that will be used in any vehicles transporting marijuana or marijuana product:

The marijuana will be stored in a Locked safe for transportation. The safe will either be in the back of a pick up truck in a locked camper shell, or in a locked enclosed cargo trailer for transportation.



Alaska Marijuana Control Board

Form MJ-01: Marijuana Establishment Operating Plan

Section 7 – Signage and Advertising

Describe any signs that you intend to post on your establishment with your business name, including quantity and dimensions:

Alaskan Greenery will not be using any form of advertisement on the licensed premises.

If you are not applying for a retail marijuana store license, you do not need to complete the rest of Section 7, including Page 17.

Restriction on advertising of marijuana and marijuana products (3 AAC 306.360):

All licensed retail marijuana stores must meet minimum standards for signage and advertising.

Applicants should be able to answer "Agree" to all items below.

No advertisement for marijuana or marijuana product will contain any statement or illustration that:	Agree	Disagree
Is false or misleading	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Promotes excessive consumption	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Represents that the use of marijuana has curative or therapeutic effects	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Depicts a person under the age of 21 consuming marijuana	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Includes an object or character, including a toy, a cartoon character, or any other depiction designed to appeal to a child or other person under the age of 21, that promotes consumption of marijuana	<input checked="" type="checkbox"/>	<input type="checkbox"/>



Alaska Marijuana Control Board

Form MJ-01: Marijuana Establishment Operating Plan

No advertisement for marijuana or marijuana product will be placed:

Agree Disagree

Within one thousand feet of the perimeter of any child-centered facility, including a school, childcare facility, or other facility providing services to children, a playground or recreation center, a public park, a library, or a game arcade that is open to persons under the age of 21

☐☐

On or in a public transit vehicle or public transit shelter

☐☐

On or in a publicly owned or operated property

☐☐

Within 1000 feet of a substance abuse or treatment facility

☐☐

On a campus for post-secondary education

☐☐

Signage and Promotional Materials:

Agree Disagree

I understand and agree to follow the limitations for signs under 3 AAC 306.360(a)

☐☐

The retail marijuana store will not use giveaway coupons as promotional materials, or conduct promotional activities such as games or competitions to encourage sale of marijuana or marijuana products

☐☐

All advertising for marijuana or any marijuana product will contain the warnings required under 3 AAC 306.360(e)

☐☐



Alaska Marijuana Control Board

Form MJ-01: Marijuana Establishment Operating Plan

Section 8 – Control Plan for Persons Under the Age of 21

Describe how the marijuana establishment will prevent persons under the age of 21 from gaining access to any portion of the licensed premises and marijuana items:

There will be no access to the property for anyone not intended to be there. The Building where Marijuana is stored will be locked at all times and the usable marijuana will be locked in a safe after the curing process.

I declare under penalty of perjury that I have examined this form, including all accompanying schedules and statements, and to the best of my knowledge and belief find it to be true, correct, and complete.


Signature of licensee

Michael Lifschitz
Printed name

Subscribed and sworn to before me this

24th day of March, 2016.




Notary Public in and for the State of Alaska.

My commission expires: June 23, 2019



Alcohol and Marijuana Control Office

550 W 7th Avenue, Suite 1600

Anchorage, AK 99501

marijuana.licensing@alaska.gov

<https://www.commerce.alaska.gov/web/amco>

Phone: 907.269.0350

Alaska Marijuana Control Board

Form MJ-01: Marijuana Establishment Operating Plan

(Additional Space as Needed):



Alaska Marijuana Control Board

Cover Sheet for Marijuana Establishment Applications

Alcohol & Marijuana Control Office
550 W 7th Avenue, Suite 1600
Anchorage, AK 99501
marijuana.licensing@alaska.gov
<https://www.commerce.alaska.gov/web/amco>
Phone: 907.269.0350

What is this form?

This cover sheet **must** be completed and submitted any time a document, payment, or other marijuana establishment application item is emailed, mailed, or hand-delivered to AMCO's main office.

Items that are submitted without this page will be returned in the manner in which they were received.

Section 1 – Establishment Information

Enter information for the business seeking to be licensed, as identified on the license application.

Licensee:	MICHAEL R LILJEDAHN	License Number:	10043		
License Type:	Standard Marijuana Cultivation Facility				
Doing Business As:	ALASKAN GREENERY				
Physical Address:	3250 Richardson Highway				
City:	Valdez	State:	AK	Zip Code:	99686
Designated Owner:	Michael Liljedahl				
Email Address:	alaskangreeneries@icloud.com				

Section 2 – Attached Items

List all documents, payments, and other items that are being submitted along with this page.

Attached Items:	MJ-02, Attached Floor Plan
-----------------	----------------------------

OFFICE USE ONLY

Received Date:		Payment Submitted Y/N:		Transaction #:	
----------------	--	------------------------	--	----------------	--



Alaska Marijuana Control Board

Form MJ-02: Premises Diagram

What is this form?

A detailed diagram of the proposed licensed premises is required for all marijuana establishment license applications, per 3 AAC 306.020(b)(8). Your diagram must show all entrances and boundaries of the premises, restricted access areas, and storage areas, and dimensions. For those applying for a limited marijuana cultivation license, the proposed area(s) for cultivation must be clearly delineated.

The second page of this form is not required. Blueprints, CAD drawings, or other clearly drawn and marked diagrams may be submitted in lieu of the second page of this form. The first page must still be completed, attached, and submitted to any supplemental premises diagrams. An AMCO employee may require you to complete the second page of this form if additional documentation for your premises diagram is needed.

This form must be submitted to AMCO's main office before any license application will be considered complete.

Yes No

I have attached blueprints, CAD drawings, or other supporting documents in addition to, or in lieu of, the second page of this form.

☐☐

Section 1 – Establishment Information

Enter information for the business seeking to be licensed, as identified on the license application.

Licensee:		License Number:	
License Type:			
Doing Business As:			
Premises Address:			
City:		State:	
		ZIP:	

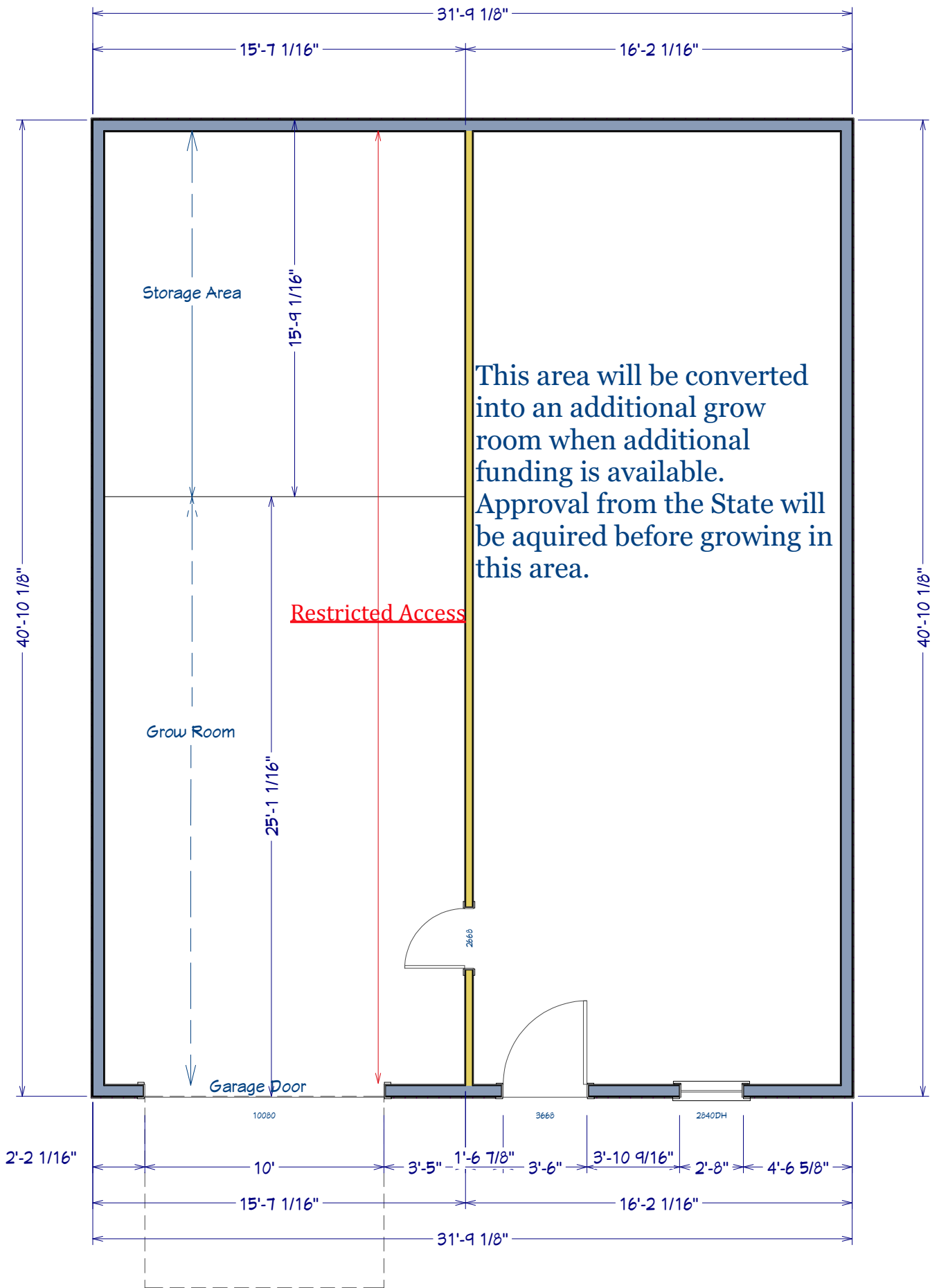


Alaska Marijuana Control Board

Form MJ-02: Premises Diagram

Section 2 – Detailed Premises Diagram

Clearly indicate the boundaries of the premises and the proposed licensed area within that property. Clearly indicate the interior layout of any enclosed areas on the proposed premises. Clearly identify all entrances, walls, partitions, counters, windows, areas of ingress and egress, restricted access areas, and storage areas. Include dimensions in your drawing. Use additional copies of this form or attached additional documents as needed.





Alaska Marijuana Control Board

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550 W 7th Avenue, Suite 1600
Anchorage, AK 99501
marijuana.licensing@alaska.gov
<https://www.commerce.alaska.gov/web/amco>
Phone: 907.269.0350

Cover Sheet for Marijuana Establishment Applications

What is this form?

This cover sheet **must** be completed and submitted any time a document, payment, or other marijuana establishment application item is emailed, mailed, or hand-delivered to AMCO's main office.

Items that are submitted without this page will be returned in the manner in which they were received.

Section 1 – Establishment Information

Enter information for the business seeking to be licensed, as identified on the license application.

Licensee:	MICHAEL R LILJEDAHL	License Number:	10043		
License Type:	Standard Marijuana Cultivation Facility				
Doing Business As:	ALASKAN GREENERY				
Physical Address:	3250 Richardson Highway				
City:	Valdez	State:	AK	Zip Code:	99686
Designated Owner:	Michael Liljedahl				
Email Address:	alaskangreenery@icloud.com				

Section 2 – Attached Items

List all documents, payments, and other items that are being submitted along with this page.

Attached Items:	MJ-04
------------------------	-------

OFFICE USE ONLY

Received Date:		Payment Submitted Y/N:		Transaction #:	
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Alaska Marijuana Control Board

Operating Plan Supplemental Form MJ-04: Marijuana Cultivation Facility

Alcohol and Marijuana Control Office

550 W 7th Avenue, Suite 1600

Anchorage, AK 99501

marijuana.licensing@alaska.gov

<https://www.commerce.alaska.gov/web/amco>

Phone: 907.269.0350

What is this form?

This operating plan supplemental form is required for all applicants seeking a marijuana cultivation facility license and must accompany the **Marijuana Establishment Operating Plan (Form MJ-01)**, per 3 AAC 306.020(b)(11). Applicants should review **Chapter 306: Article 4** of the Alaska Administrative Code. This form will be used to document how an applicant intends to meet the requirements of those regulations. If your business has a formal operating plan, you may include a copy of that operating plan with your application, but all fields of this form must still be completed per 3 AAC 306.020 and 3 AAC 306.420(2).

What additional information is required for cultivation facilities?

Applicants must identify how the proposed establishment will comply with applicable regulations regarding the following:

- Prohibitions
- Cultivation plan
- Odor control
- Testing procedure and protocols
- Security

This form must be submitted to AMCO's main office before any marijuana cultivation facility license application will be considered complete.

Section 1 – Establishment Information

Enter information for the business seeking to be licensed, as identified on the license application.

Licensee:	Michael Liljedahl	License Number:	10043
License Type:	Standard Marijuana Cultivation		
Doing Business As:	Alaskan Greenery		
Premises Address:	3250 Richardson Highway		
City:	Valdez	State:	ALASKA
		ZIP:	99686



Alaska Marijuana Control Board
Operating Plan Supplemental
Form MJ-04: Marijuana Cultivation Facility

Alcohol and Marijuana Control Office
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Phone: 907.269.0350

Section 2 – Prohibitions

Applicants should review 3 AAC 306.405 – 3 AAC 306.410 and be able to answer “Agree” to all items below.

The marijuana cultivation facility will not:

Agree Disagree

Sell, distribute, or transfer any marijuana or marijuana product to a consumer, with or without compensation

☐☐

Allow any person, including a licensee, employee, or agent, to consume marijuana or marijuana product on its licensee premises or within 20 feet of the exterior of any building or outdoor cultivation facility

☐☐

Treat or otherwise adulterate marijuana with any organic or nonorganic chemical or compound to alter the color, appearance, weight, or odor of the marijuana

☐☐

Section 3 – Cultivation Plan

Review the requirements under 3 AAC 306.420, and identify how the proposed premises will meet the listed requirements.

Describe the size of the space(s) the marijuana cultivation facility intends to be under cultivation, including dimensions and overall square footage. Provide your calculations below:

In the first year of operation the grow room will consist of 15' X 25' (375 sq. ft.) section of my 30' X 40' shop. Towards the end of the first year the plan is to extend the grow room to a 15' X 30' (450 sq. ft.) section of the shop. Once financial recourses are earned through harvest yields and approval from the AMCO board renovations will be made to convert the remaining portion of the shop.



Alaska Marijuana Control Board

Operating Plan Supplemental Form MJ-04: Marijuana Cultivation Facility

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Phone: 907.269.0350

Describe the marijuana cultivation facility's growing medium(s) to be used:

We will be using all natural Coconut Pith Fibers as a growing medium. This a natural material that can be reused or disposed of in a city land fill.

Describe the marijuana cultivation facility's fertilizers, chemicals, gases, and delivery systems, including carbon dioxide management, to be used:

We will be using line of Canna brand fertilizers. Canna Coco A & B will be used through out the plants life cycle. The first 3 weeks RHIZOTONIC will be used as a rooting supplement. Weeks 4 - 8 CANNAZYM & CANNA BOOST will be introduced. Week 9 - 12 Coco A&B will be stopped and only CANNAZYM and CANNA BOOST will be used for flowering. Watering will be delivered manually. There will be no carbon dioxide management system. Other than the fertilizers mentioned above there will be no additional chemicals used.

Describe the marijuana cultivation facility's irrigation and waste water systems to be used:

Plants will be manually irrigated. We will have a drain to waste system. Waste water collected will be disposed of in the septic system.



Alaska Marijuana Control Board

Operating Plan Supplemental Form MJ-04: Marijuana Cultivation Facility

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Describe the marijuana cultivation facility's waste disposal arrangements:

Plant waste will be dried and burned in a 55 gallon burning barrel. Ashes will be delivered to the Valdez land fill. Waste water will be disposed of in the septic system. Plant medium that is unsuitable for reuse will be disposed at the Valdez land fill.

Section 4 – Odor Control

Review the requirements under 3 AAC 306.430, and identify how the proposed premises will meet the listed requirement.

Describe the odor control method(s) to be used and how the marijuana cultivation facility will ensure that any marijuana at the facility does not emit an odor that is detectable by the public from outside the facility:

We will use an Austin Air Heavy Duty 1,500 Sq. Ft. Air Purifier to assure the cultivation facility does not emit an odor the public can smell. This unit uses a 15 lbs of activated charcoal to eliminate all odor.



Alaska Marijuana Control Board
**Operating Plan Supplemental
Form MJ-04: Marijuana Cultivation Facility**

Alcohol and Marijuana Control Office
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Section 5 – Testing Procedure and Protocols

Review the requirements under 3 AAC 306.455 and 3 AAC 306.465, and identify how the proposed premises will meet the listed requirements.

Applicants should be able to answer "Agree" to the item below.

I understand and agree that:

Agree Disagree

The board will or the director shall from time to time require the marijuana cultivation facility to provide samples of the growing medium, soil amendments, fertilizers, crop production aids, pesticides, or water for random compliance checks

☒☐

Describe the testing procedure and protocols the marijuana cultivation facility will follow:

Once marijuana has been cultivate, trimmed and curd a designated individual will collect a random sample from each harvested strain and it will be delivered to a state licensed marijuana testing facility before any marijuana is transported or sold. the designated person will provide a signed statement showing each sample was randomly selected for testing, this document will be maintained as a business record. The sample will be transported per 3 AAC 306.750. The batches will be segregated by testing sample and stored in the storage of the restricted area of the cultivation facility until the testing results have been received. All testing results will be stored as part of our business records.



Alaska Marijuana Control Board
Operating Plan Supplemental
Form MJ-04: Marijuana Cultivation Facility

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Section 6 – Security

Review the requirements under 3 AAC 306.430 and 3 AAC 306.470 – 3 AAC 306.475, and identify how the proposed premises will meet the listed requirements.

Applicants should be able to answer "Agree" to the two items below.

The marijuana cultivation facility applicant has:

Agree Disagree

Read and understands and agrees to the packaging of marijuana requirements under 3 AAC 306.470

☒☐

Read and understands and agrees to the labeling of marijuana requirements under 3 AAC 306.475

☒☐

Restricted Access Area (3 AAC 306.430):

Yes

No

Will the marijuana cultivation facility include outdoor production?

☐☒

If "Yes", describe the outdoor structure(s) or the expanse of open or clear ground fully enclosed by a physical barrier:



Alaska Marijuana Control Board
**Operating Plan Supplemental
Form MJ-04: Marijuana Cultivation Facility**

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Describe the method(s) used to ensure that any marijuana at the marijuana cultivation facility cannot be observed by the public from outside the facility:

There are no exterior windows into the grow room. It will not be possible for anyone to see marijuana at the marijuana cultivation facility. There will be no signs or posting advertising that there is marijuana cultivation on the premises.

MS 4-13-2016

I certify that as a marijuana cultivation facility, I will submit monthly reports to the Department of Revenue and pay the excise tax required under AS 43.61.010 and 43.61.020 on all marijuana sold or provided as a sample to a marijuana establishment, as required under 3 AAC 306.480.

I declare under penalty of perjury that I have examined this form, including all accompanying schedules and statements, and to the best of my knowledge and belief find it to be true, correct, and complete.

Signature of licensee

Printed name

Subscribed and sworn to before me this ____ day of _____, 20____.

Notary Public in and for the State of Alaska.

My commission expires: _____




Alaska Marijuana Control Board
Operating Plan Supplemental
Form MJ-04: Marijuana Cultivation Facility

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<https://www.commerce.alaska.gov/web/amco>
Phone: 907.269.0350

Describe the method(s) used to ensure that any marijuana at the marijuana cultivation facility cannot be observed by the public from outside the facility:

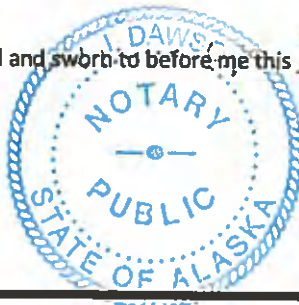
I certify that as a marijuana cultivation facility, I will submit monthly reports to the Department of Revenue and pay the excise tax required under AS 43.61.010 and 43.61.020 on all marijuana sold or provided as a sample to a marijuana establishment, as required under 3 AAC 306.480.

I declare under penalty of perjury that I have examined this form, including all accompanying schedules and statements, and to the best of my knowledge and belief find it to be true, correct, and complete.


Signature of licensee

Michael L. Lofgren
Printed name

Subscribed and sworn to before me this 24th day of March, 2016.




Notary Public in and for the State of Alaska.

My commission expires: June 19, 2019



Alaska Marijuana Control Board
**Operating Plan Supplemental
Form MJ-04: Marijuana Cultivation Facility**

Alcohol and Marijuana Control Office
550 W 7th Avenue, Suite 1600
Anchorage, AK 99501
marijuana.licensing@alaska.gov
<https://www.commerce.alaska.gov/web/amco>
Phone: 907.269.0350

(Additional Space as Needed):

The Valdez Star
P.O. Box 2949
Valdez, AK 99686:
Ph: (907) 835-2405
Fax: (907) 835-3882
Email: editor@valdezstar.net

Michael Liljedahl
Alaskan Greenery
PO Box 1964
Valdez, AK 99686

RE: 1x3 Marijuana Cultivation notice

Affidavit of Publication

IN THE UNITED STATES OF AMERICA, STATE OF ALASKA ss

THIRD JUDICIAL DISTRICT,

BEFORE ME, THE UNDERSIGNED, A NOTARY PUBLIC, THIS DAY PERSONALLY

APPEARED LEE REVIS, WHO, BEING FIRST DULY SWORN,

ACCORDING TO THE LAW, SAYS THAT SHE IS THE EDITOR OF

THE VALDEZ STAR PUBLISHED AT VALDEZ IN SAID DIVISION

THIRD JUDICIAL DISTRICT AND STATE OF ALASKA

AND THAT THE ADVERTISEMENT, OF WHICH THE ATTACHED IS A TRUE COPY, WAS

PUBLISHED ON THE 2nd __day of March 2016.

AND THEREAFTER FOR 2 CONSECUTIVE WEEK/S, THE LAST PUBLICATION APPEARING
ON THE 16th day of March 2016.

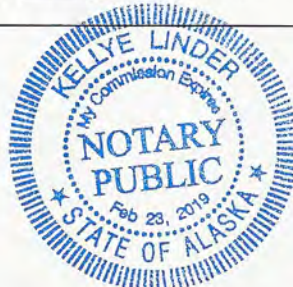
_____

SUBSCRIBED AND SWORN TO BEFORE ME THIS 18 day of March, 2016.

SIGNED _____

NOTARY PUBLIC FOR STATE OF ALASKA

MY COMMISSION EXPIRES ON 2/23/19.



Welfare check: A welfare check was requested on an individual who had not been seen in 10 days. Officers made contact with the individual who was fine.

Herbal Outfitters, LLC is applying for a new Retail Marijuana Store License 3 AAC 306.300, doing business as HERBAL OUTFITTERS, LLC located at 165 Fairbanks Drive, Valdez, AK, 99686, UNITED STATES.

Interested persons should submit written comment or objection to their local government, the applicant, and to the Alcohol & Marijuana Control Office at 550 W 7th Ave, Suite 1600, Anchorage, AK 99501 or to Marijuana.licensing@alaska.gov not later than 30 days after this notice of application. (3/16-3/30)

PUBLIC NOTICE
Application for Marijuana Establishment License

MICHAEL R LILJEDAHN is applying for a new Standard Marijuana Cultivation Facility License 3 AAC 306.400(1), doing business as **ALASKAN GREENERY** located at 3250 Richardson Highway, Valdez, AK, 99686, UNITED STATES.

Interested persons should submit written comment or objection to their local government, the applicant, and to the Alcohol & Marijuana Control Office at 550 W 7th Ave, Suite 1600, Anchorage, AK 99501. (3/2-3/16)

03/08

Traffic Complaint: A report of a tan pickup truck pulling a 10-11 foot trailer with trash on it that was losing trash on the roadway was received. An Officer responded to the area but did not see the vehicle or trash on the roadway.

03/09

Problems with Neighbors: A

Dart Scores

Valdez Dart Association
March 9, 2016

Men - Division I

No Excuses - 185
Bentleys - 181
Outlaws - 169
Just the Tips - 140
The Dart Side - 105
5/0 - 103

Men - Division II

Pirates - 189
Illeagles - 187
2537 - 186
Youngenz - 178
Who Dated - 150
P.D. - 126

High In: Garry Bridges 66;
High Out: Lewis Coffman 3T8;
High Ton: Seth Box 6T0
8T0: Brian Longoria

Weekly Scores - Men

Bentleys (5) vs Pirates (14)
Who Dated (7) vs 5/0 (8)
No Excuses (7) vs Outlaws (8)
Just the tips (8) vs Dart Side (7)
Youngenz (8) vs Illeagles (7)
PD (8) vs 2537 (7)

This could be you!



For more information
and application, call
(907) 895-4605

June 7 to 24, 2016

Monday through Friday, 7 am to 4 pm
Delta Career Advancement Center
Delta Junction, Alaska

This is the 11th annual academy offering awareness training and the opportunity to learn about career options. Skills learned can be transferred to many different industries.

Construction is a drug-free environment and participants are tested.

Participation in the academy is based on an application process and the training is **FREE** to successful candidates. Lunch is provided. Assistance with room and board for out-of-town participants might be available.

You must be at least 17 years old. Candidates must choose between an emphasis in either operating equipment or in the mechanics of heavy equipment. **Space is limited.** Must possess a high school diploma or GED and a valid driver's license.

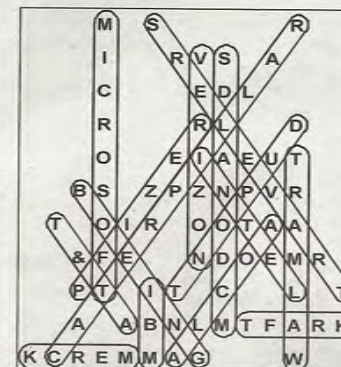
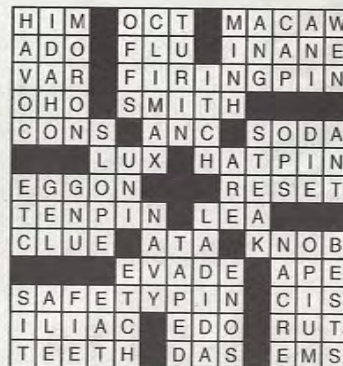
✓ **Pick up an application** at Delta Career Advancement Center, or visit the Partners for Progress in Delta website:
www.partnersforprogressindelta.org

Application Deadline: April 22, 2016, 1:00 pm.
Interviews will be completed by: **May 18, 2016.**



An educational consortium funded through the Alaska Dept. of Labor and Workforce Development, Division of Business Participation, Partners for Progress in Delta helps operate the Delta Career Advancement Center.

Partners for Progress in Delta, Inc.



9	5	3	2	1	7	4	6	8
2	8	6	4	5	3	1	9	7
4	1	7	8	6	9	3	5	2
7	2	5	1	9	4	8	3	6
6	3	8	7	2	5	9	1	4
1	9	4	3	8	6	2	7	5
8	6	1	9	7	2	5	4	3
5	4	9	6	3	8	7	2	1
3	7	2	5	4	1	6	8	9

ported that her boyfriend who wouldn't leave her apartment upon her request and he was "freaking out". Officers provided transportation and had the parties separated for the night.

Agency Assist: VPD assisted the Valdez Fire Department for a reported fire alarm.

MVA: Officers responded to a single vehicle rollover at MP 16 of the Richardson Hwy.

Disturbance - Other: A caller reported hearing a chainsaw up on the Dock Point Trail. Officers were unable to locate anyone operating a chainsaw.

Lost Property: A caller reported losing a backpack or suspected it possibly was stolen from their vehicle at a lo-

PUBLIC NOTICE

Application for Marijuana Establishment License

MICHAEL R LILJEDAHN is applying for a new Standard Marijuana Cultivation Facility License 3 AAC 306.400(1), doing business as ALASKAN GREENERY located at 3250 Richardson Highway, Valdez, AK, 99686, UNITED STATES.

Interested persons should submit written comment or objection to their local government, the applicant, and to the Alcohol & Marijuana Control Office at 550 W 7th Ave, Suite 1600, Anchorage, AK 99501.

(3/2-3/16)

Men - Division I

No Excuses - 178
Outlaws - 176
Bentleys - 161
Just the Tips - 132
The Dart Side - 98
5/0 - 95

Men - Division II

Illegals - 180
2537 - 179
Pirates - 179
Youngenz - 170
Who Dated - 143
P.D. - 117

High In: Steven Adams 72; High Out: Tony Delmonte 73; High Ton: Seth Box 5T6
8T0: None

Women - Division I

Eagle Women - 170
Pin Ups - 141
Anger Management - 118

Women - Division II

W.W.W. - 193
6 Chix - 157
Wildthings - 142

Congratulations 2016 Women's City Champs:
Way Wicked Women!

Weekly Scores - Men/Women

Outlaws (4) vs. Bentleys (11)
5/0 (2) vs. Just the tips (13)
The Dart Side (2) vs. No Excuses (13)
Youngenz (12) vs. Who Dated (3)
Pirates (14) vs. P.D. (*)
Illegals (8) vs. 2537 (7)
Wildthings (9) vs. 6 Chix (6)
Pinups (8) vs. Anger management (7)
W.W.W. (10) vs. Wildthings (5)
Pinups (8) vs. Eagle Women (7)
W.W.W. (11) vs. Pinups (4)



NOTICE OF PUBLIC HEARING

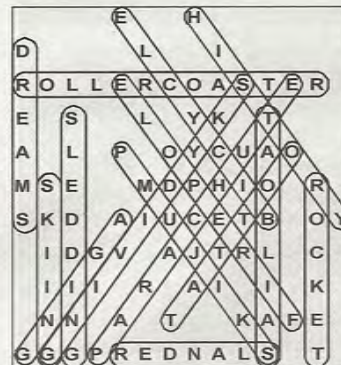
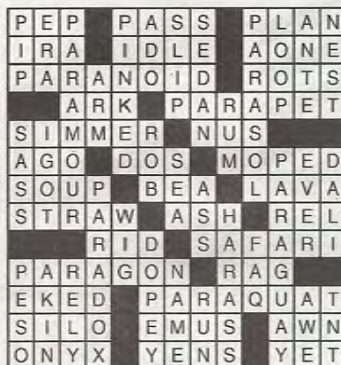
The Valdez Planning and Zoning Commission will hold a public hearing on Thursday, March 10th, 2016 at 7:00 p.m. in the City Council Chambers. The purpose of the hearing is to take public testimony on the proposed zoning ordinance to regulate commercial Marijuana Facilities as identified in 3 AAC 306.300- 3 AAC 306.600. The Valdez Planning and Zoning Commission will take action on the proposed zoning ordinance as a recommendation to City Council during its regular meeting on March 23rd, 2016 at 7:00 p.m. in the City Council Chambers.

The Valdez City Council will hold a first reading and public hearing of the ordinance during its regular meeting on April 5th, 2016 at 7:00 p.m. The Valdez City Council will hold a second reading and adoption of the ordinance on April 19th, 2016 at 7:00 p.m. in the City Council Chambers.

The public is encouraged to attend all public hearings. If attendance is not possible, comments may be presented to the Community & Economic Development Department or Valdez Deputy Clerk in writing prior to each meeting. A copy of all public comments will be presented to both the Planning & Zoning Commission and City Council. Submissions by email may be sent to the City of Valdez, Deputy City Clerk: afeko@ci.valdez.ak.us

All meeting dates are subject to adjustment based upon Commission and Council Revisions to the Ordinance.

Anyone having questions concerning this request or who would like more detailed information should contact the City of Valdez Deputy Clerk at (907) 834-3468, or visit the City's website at www.ci.valdez.ak.us/marijuana.



9	3	2	7	1	8	6	5	4
8	4	6	3	5	2	9	1	7
1	5	7	6	9	4	8	2	3
4	8	1	2	7	6	5	3	9
5	7	3	1	4	9	2	8	6
2	6	9	5	8	3	4	7	1
7	9	4	8	2	1	3	6	5
3	1	8	4	6	5	7	9	2
6	2	5	9	3	7	1	4	8

ties and Officers notified the subject of such.

Animal Impound: A yellow Labrador retriever and a black and white dog were reported running at large near the Richardson highway and Whispering Spruce intersection. The Animal Control Officer responded to the area, was unable to locate the original dogs at large, but did impound one golden retriever who was roaming in the area.

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(3/2-3/16)

P.D. - 117

High In: Casey Gavin 82; High Out: Casey Gavin 75; High Ton: Pat O'Donnell 6T0 8T0: None

Women - Division I

Eagle Women - 170

Pin Ups - 141

Anger Management - 118

Extroverts - 105

Brats - 88

Women - Division II

W.W.W. - 193

6 Chix - 157

Wildthings - 142

Goodies - 119

Hooter Shooters - 118

High In: Darlene Watson and Kelly Letendre 76; High Out: Kristen Reid 61; High Ton: Carla Davis 2T5; 8T0: None

Weekly Scores - Men/Women

Bentleys (*) vs. The Dart Side (4)

No Excuses (12) vs. 5/0 (3)

Just the Tips (5) vs. Youngenz (10)

P.D. (6) vs. Outlaws (*)

Who Darded (6) vs. Illegals (9)

2537 (7) vs. Pirates (8)

Wildthings (6) vs. Eagle Women (9)

Brats (5) vs. W.W.W. (10)

6 Chix (10) vs. Pinups (5)

Goodies (5) vs. Anger Management (10)

Extroverts (8) vs. Hooter Shooters (7)



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Anyone having questions concerning this request or who would like more detailed information should contact the City of Valdez Deputy Clerk at (907) 834-3468, or visit the City's website at www.ci.valdez.ak.us/marijuana.

Need help quitting tobacco?

Call:

1-800-QUIT-NOW

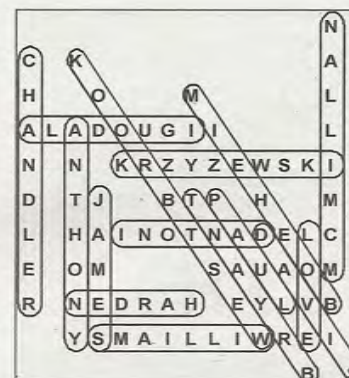
You can also call Sheila Hurst @ (907)-822-8851



Alaska's Tobacco Quit Line

It's free. It's confidential. And it works.

****Free patches, lozenges, and/or gum****



3	5	6	2	7	4	9	8	1
4	7	8	1	9	5	6	3	2
2	9	1	3	6	8	5	4	7
8	1	4	9	5	2	7	6	3
9	3	5	7	1	6	4	2	8
6	2	7	4	8	3	1	5	9
1	4	3	5	2	9	8	7	6
7	8	2	6	4	1	3	9	5
5	6	9	8	3	7	2	1	4



Agenda Statement

File #: 16-0004 Version: 1

Type: Action Item Status: Agenda Ready

File created: 6/28/2016 In control: City Council

On agenda: 7/5/2016 Final action:

Title: Approval of Renewal of the City's Property and Casualty Insurance Program for the 2016-2017 Insurance Year Effective July 1, 2016 in the Amount of \$536,354

Sponsors: City Council

Indexes:

Code sections:

Attachments: [Premium Summary.pdf](#)
[2016-17 Proposal.pdf](#)

Date	Ver.	Action By	Action	Result
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ITEM TITLE:

Approval of Renewal of the City's Property and Casualty Insurance Program for the 2016-2017 Insurance Year Effective July 1, 2016 in the Amount of \$536,354

SUBMITTED BY: Brian Carlson, Finance Director

FISCAL NOTES:

Expenditure Required: \$536,354 (\$268,177 in 2016)

Unencumbered Balance: n/a

Funding Source: pro-rated among departments

RECOMMENDATION:

Approve the 2016-2017 proposal as presented.

SUMMARY STATEMENT:

The attached *premium summary* shows a three-year history of the City's coverage. The 2016-2017 renewal proposal includes an additional \$5,363 premium for *employee theft of money, securities, or property* coverage, which the City has not previously purchased. Staff recommends inclusion of this coverage.

The City's Broker, *Hale and Associates*, pursued an additional quote and proposal from *Alaska Municipal League Joint Insurance Agency (AML / JIA)*. The Valdez Schools have renewed their AML / JIA policy.

The annual services agreement with *Hale and Associates* is a separate item on the July 5th agenda.

David Hale will join the July 5th meeting by telephone.

CITY OF VALDEZ - ANNUAL INSURANCE PREMIUM COSTS						
Coverage		<u>2014-15</u>	<u>2015-16</u>	<u>2016-17</u>	<u>% Change</u>	<u>Notes</u>
	Gen Liab and Public Officials	59,011	66,441	61,188	-7.9%	
	Workers Comp	262,108	248,645	263,551	6.0%	based on increase in total payroll costs
	Business Auto	36,150	38,425	55,150	43.5%	reflects "physical damage" coverage for new fire truck, ambulance, police vehicles
	Marine	52,909	48,747	56,215	15.3%	based on increased Harbor receipts
	Comm. Prop., Boiler, Machinery	136,667	138,504	133,266	-3.8%	
	Public Employee Crime			5,363	n/a	
	Bonds	5,000	5,000	5,000	0.0%	
Brokerage Fee		30,000	30,000	30,000	0.0%	
Member Dividend		<u>(58,010)</u>	<u>(58,507)</u>	<u>(72,309)</u>	23.6%	increase is based on City's loss history and competitive pressures from AML/JIA quote
	TOTAL	523,835	517,255	537,424	3.9%	

City of Valdez
Valdez City School District
BROKERAGE SERVICES PROPOSAL

Effective
From: 07/01/2016 To: 07/01/2017

Presented by:

David R. Hale
President



100 Cushman Street, Suite 200
Fairbanks, AK 99701

Phone: (907) 456-6671
Toll Free: (800) 570-6671
Fax: (907) 452-5214

Executive Summary

This quote has been based on the information you provided to us and on which we have relied and is subject to the terms and conditions of the policy forms. In the event the information provided to the underwriters/(re)insurers is not complete and accurate, it may allow the underwriters/(re)insurers to avoid liability for a particular claim or to void the policy entirely. If any material information has been excluded or if any of the information provided is now inaccurate please advise us immediately in order that we can seek revalidation of terms with underwriters/(re)insurers.

This quote is valid until 07/01/16 after which the pricing, terms, and conditions are subject to change. It does not constitute confirmation of full or further support of the placement at these terms; it is recommended, therefore, that you respond to us as soon as possible. We will not be responsible for any consequences that may arise from any delay or failure by you to respond to us by 06/30/16.

You are requested to review this indication to confirm that it accurately reflects the coverage conditions, limits and other terms that you require. If the indication of coverage and terms does not accord with your instructions please kindly advise us immediately by contacting David Hale at (907) 456-6671.

City of Valdez/Valdez City School District

Client Service Team

Hale & Associates is committed to not only meeting your unique business demands, but to exceeding your expectations as a first class insurance broker and risk management partner. We know your value:

- a personal relationship with an increased access to your account team
- state-of-the-art market knowledge and expertise
- enhanced claims advocacy
- quicker, more streamlined processes (e.g., claims filing, certificate issuance)

The following is your Service Team:

Hale & Associates
Phone: (907) 456-6671
Fax: (907) 452-5214

David Hale
President
david@hale-ins.com

Darlene Balog
Account Executive
darlene@hale-ins.com

JoAnna Lewis
Account Executive
joanna@hale-ins.com

Grace Becker
Account Executive
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Account Executive
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Nancy Harcourt
Account Executive
nancy@hale-ins.com

Lindsay Murray
Account Executive
lindsay@hale-ins.com

Hallie Woods
Account Executive
hallie@hale-ins.com

**CITY OF VALDEZ / VALDEZ CITY SCHOOL DISTRICT
PREMIUM SUMMARY**

	City			School District	
	2016-2017	2015-2016		2016-2017	2015-2016
Coverage	APEI	APEI		AML/JIA	AML/JIA
GL & Public Officials	61,188	66,441		31,459	27,845
Workers' Compensation	263,551	248,645		88,154	95,329
Business Auto	55,150	38,425		11,387	9,490
Police Professional	Incl	Incl		n/a	n/a
Student Accident	n/a	n/a		Incl	Incl
Loss Control Discount	n/a	n/a		-3,387	0
Member Dividend	-72,309*	-58,507		-1,284	-1,926
Sub Total	307,580	295,004		126,329	130,738
Marine - Zurich American	56,215	48,747		n/a	n/a
Commercial Property & Boiler & Machinery - Affiliated FM Ins.Co.	133,266	138,504		86,989	88,054
Public Employee Crime	4,293	4,293			
Bonds (est.)	5,000	5,000			
Brokerage Fee	30,000	30,000			
Grand Total	536,354	517,255		213,318	218,792

City: Renewal: Last Year:
 Reported Payroll: \$9,078,655 \$8,838,093
 Auto Count: 80 91
 *APEI issues Member Dividend check upon receipt of full payment of \$379,889.
 Optional: City APEI Three-Year Agreement discount (\$18,995).
 Marine: Est Gross Receipts \$1,315,000 \$1,195,875

School District:
 Reported Payroll: \$7,104,649 \$6,466,104
 Auto Count: 14 11
 Average Daily Membership: 655 604

Optional: School District AML/JIA Three-Year Participant Membership Agreement (\$6,550).

Note: Payrolls are subject to a Final Audit.

Optional Terrorism Insurance Coverage:
 Marine: Premium shown includes additional premium charge of \$ 1,498.
 Property: Premium shown includes additional premium charge of \$11,515.

**CITY OF VALDEZ
APEI PACKAGE**



Alaska Public Entity Insurance

Program Premium Summary
Policy Year: July 1, 2016 - July 1, 2017

Insured: City of Valdez

AcctID# 265

Part I Property & Mobile Equipment	Limit of Insurance	Coverage Limit Applies	Declared Value	Deductible	Gross Premium	Gross Prem w/ Optional 3-yr Agreement
Property - All Risk Coverage					\$0.00	\$0.00
Buildings			\$0			
Contents			\$0			
Fine Arts			\$0			
Docks & Other Structure			\$0			
Total Insured Value			\$0			
Mobile Equipment			\$0		\$0.00	\$0.00
Earthquake & Flood Coverage						
Equipment Breakdown Covg						

Part II Liability & Automobile	Limit of Insurance	Coverage Limit Applies	Deductible	Rated Payroll or Vehicle Count	Gross Premium	Gross Prem w/ Optional 3-yr Agreement
General Liability	\$15,500,000			\$9,078,655	\$61,187.73	\$58,128.34
Comprehensive Liability		Per Occurrence	\$0			
Public Officials E&O		Per Occ / Annual Agg	\$0			
Law Enforcement Liability		Per Occurrence	\$10,000			
Employment Practices Liability		Per Occurrence	\$10,000			
Employee Benefits Liability		Per Occurrence	\$0			
Sewer Backup Liability		Per Occurrence	\$10,000			
Non-owned Auto		Per Occurrence	\$1,000			
Volunteer Medical Coverage	\$50,000	Per Occurrence	\$0		Included	Included
Automobile					\$55,150.69	\$52,393.15
Liability	\$15,500,000	Per Occurrence	\$0	80	Included	Included
Physical Damage	Actual Cash Value		\$1,000	8	Included	Included
UM/UIM Liability	\$250,000	Per Occurrence	\$0		Included	Included
UM/UIM Physical Damage	\$25,000		\$250		Included	Included

Alaska Public Entity Insurance
Program Premium Summary (continued)
Policy Year: July 1, 2016 - July 1, 2017

Insured: City of Valdez

AcctID# 265

Part III Workers' Compensation	Limit of Insurance		Deductible	Rated Payroll	Gross Premium	Gross Prem w/ Optional 3-yr Agreement
Workers' Compensation (including Federal Act, if any)	Statutory		\$0	\$9,078,655	\$263,550.79	\$250,373.22
Employer's Liability	\$1,000,000					
Part IV Specialty Coverages	Limit of Insurance	Coverage Limit Applies		Deductible	Gross Premium	Gross Prem w/ Optional 3-yr Agreement
Public Entity Crime Coverage	\$1,000,000	Per Occurrence		\$2,500	Included	Included
Cyber Liability	\$2,000,000	Aggregate		\$2,500	Included	Included
Total Premium 2016/2017					\$379,889.21	\$360,894.71
Member Dividend Check to be issued upon receipt of premium payment					\$72,309.36	\$72,309.36
Premium Cost After Dividend					\$307,579.85	\$288,585.35



Automobile Premium Allocation

Policy Year 2016/2017

City of Valdez

AcctID#: 265

Member Vehicle ID	VIN #	Model Year	Make	Model	Insured Value	Physical Damage Coverage?	Auto Phys Damage Deductible	Vehicle Premium
	1GNSKFEC6GR323636	2016	Chevrolet	Tahoe	0	N		\$625.00
	TBD	2016	Ford	Ambulance	177,196	Y	1,000	\$2,140.96
	2BP5GDFA4FV000052	2015	Bombardier	SnowMachine	0	N		\$0.00
	1GB3KYCG4FF556594	2015	Chevrolet	Silverado	0	N		\$275.00
	1GNSK3EC8FR296386	2015	Chevrolet	Tahoe 1500	0	N		\$625.00
	1GNSK3EC7FR295049	2015	Chevrolet	Tahoe 1500	0	N		\$625.00
	1FMCU9GX8FUC13851	2015	Ford	Escape	0	N		\$300.00
	1FT7X2B64FED18237	2015	Ford	F250	0	N		\$275.00
	1FMCU9GX6FUC13850	2015	Ford	Escape	0	N		\$300.00
	1FT8W3866FED18236	2015	Ford	Crew Cab	0	N		\$275.00
	1FT7X2B68FEA88556	2015	Ford	F250	0	N		\$275.00
	1GD421CG2FF511026	2015	GMC	Sierra	0	N		\$275.00
	1GD521CG0FZ128981	2015	GMC	Sierra 3500	0	N		\$275.00
	3BPZL70X7FF273774	2015	Peterbilt	Labrie/Wittke	0	N		\$425.00
	TBD	2015	Pierce	Fire Truck	758,235	Y	1,000	\$7,951.35
	1GB0G2CG8E1117220	2014	Chevrolet	3500 Express	0	N		\$300.00



Automobile Premium Allocation

Policy Year 2016/2017

City of Valdez

AcctID#: 265

Member Vehicle ID	VIN #	Model Year	Make	Model	Insured Value	Physical Damage Coverage?	Auto Phys Damage Deductible	Vehicle Premium
	1FTFX1EF7EKE73902	2014	Ford	F150	0	N		\$275.00
	1FMJU1G5XDEF46549	2013	Ford	Expedition	0	N		\$625.00
	1FT8W3B68DEB30282	2013	Ford	F350	0	N		\$275.00
	1FMCU9GX5DUC80517	2013	Ford	Escape	0	N		\$300.00
	1FMJU1G55DEF33725	2013	Ford	Expedition	0	N		\$625.00
	1FMCU9GX7DUC80518	2013	Ford	Escape	0	N		\$300.00
	1FMJU1G58DEF46548	2013	Ford	Expedition	0	N		\$625.00
	1HTWNAZT3DJ296200	2013	International	Vactor 2100 Plus	0	N		\$425.00
	1NPTL4EX1DD201110	2013	Peterbilt	Tanker Truck-T4	399,915	Y	1,000	\$4,368.15
	1FD8X3G6XCEC98795	2012	Ford	F350	0	N		\$275.00
	1FMJK1J50CEF05697	2012	Ford	Expedition	0	N		\$425.00
	1FMJU1G52CEF52246	2012	Ford	Expedition	0	N		\$625.00
	1FT7X2B65CEC31698	2012	Ford	F250	0	N		\$275.00
	1FDRF3H60CECS6139	2012	Ford	F350	0	N		\$275.00
	1FT8W3B67CEC31697	2012	Ford	F350	0	N		\$275.00
	1HTWCAAR4CJ086628	2012	International	Truck W/ STELLAR	0	N		\$275.00



Automobile Premium Allocation

Policy Year 2016/2017

City of Valdez

AcctID#: 265

Member Vehicle ID	VIN #	Model Year	Make	Model	Insured Value	Physical Damage Coverage?	Auto Phys Damage Deductible	Vehicle Premium
	4P1CV01D2CA012625	2012	Pierce	Pumper/Velocity Chassis-E4	595,526	Y	1,000	\$6,324.26
	1FMJU1G52BEF46834	2011	Ford	Expedition	0	N		\$300.00
	1FTVX1EF9BKD92763	2011	Ford	F150	0	N		\$275.00
	1FTBF2B6XBEB00519	2011	Ford	F250	0	N		\$275.00
	1M2AU02C4BM004995	2011	Mack/HEIL	Trash	0	N		\$425.00
	1FDWF3HRXAE817226	2010	Ford	Ambulance-Ems 1	0	N		\$425.00
00073	1FMJU1G56AEA75902	2010	Ford	Expedition	0	N		\$300.00
	1FMJU1G53AE856906	2010	Ford	Expedition	0	N		\$625.00
00074	3BPZL00X2AF719460	2010	Heil /Peterbilt	28 Yd Trash Truck	0	N		\$425.00
00071	1NPTL40X7AD797259	2010	Peterbilt	367 Truck w/ Dumpbox, sander, hook	0	N		\$275.00
	4P1CV01H6AA010666	2010	Pierce	Pump Tanker-E2	511,671	Y	1,000	\$5,485.71
00069	JNAPC81L79AF75061	2009	Elgin/NISSIAN	Sweeper	0	N		\$275.00
00070	1FTVX14V99KC73453	2009	Ford	F150	0	N		\$275.00
00062	1NPTLU0X09D777057	2009	Peterbilt	Fire Truck-T3	227,426	Y	1,000	\$2,643.26
00061	INPTL40X49D781533	2009	Peterbilt	Truck	0	N		\$425.00
00065	1FMFU16568LA76593	2008	Ford	Expedition	0	N		\$625.00



Automobile Premium Allocation

Policy Year 2016/2017

City of Valdez

AcctID#: 265

Member Vehicle ID	VIN #	Model Year	Make	Model	Insured Value	Physical Damage Coverage?	Auto Phys Damage Deductible	Vehicle Premium
00059	1FTWX315X8EC22318	2008	Ford	F350	0	N		\$275.00
00064	1FDAX57Y58EE24941	2008	Ford	f550	0	N		\$275.00
00063	1FTVX14528KE70902	2008	Ford	Pickup	0	N		\$275.00
00060	1HFTE354X84116957	2008	Honda	4 Wheel ATV	0	NA		\$0.00
00058	3BPZL00X78F718458	2008	Peterbilt/HEIL	Trash	0	N		\$275.00
00052	1FMFU16547LA65185	2007	Ford	Expedition	0	N		\$300.00
00057	1FDWF37P67EB42858	2007	Ford	Ambulance-EMS 2	0	N		\$425.00
00051	1FMFU16577LA35596	2007	Ford	Expedition	0	N		\$300.00
00045	1FMFU165X6LA31836	2006	Ford	Expedition	0	N		\$300.00
00049	1FTSX21586EC54058	2006	Ford	F250	0	N		\$275.00
00050	1FTWW31556EC68123	2006	Ford	Pickup-Utility 1	0	N		\$275.00
00031	1FMYU92Z15KA30834	2005	Ford	Escape	0	N		\$300.00
00030	1FMYU92Z5KA30833	2005	Ford	Escape	0	N		\$300.00
00046	1FTRF14W25NB06664	2005	Ford	F150	0	N		\$275.00
00047	1GDE4E1285F523886	2005	Gmc	Crew Cab-Rescue Rig	0	N		\$275.00
00044	1CYCAK4864T046568	2004	Crane Carrier Co	Trash	0	N		\$425.00



Automobile Premium Allocation

Policy Year 2016/2017

City of Valdez

AcctID#: 265

Member Vehicle ID	VIN #	Model Year	Make	Model	Insured Value	Physical Damage Coverage?	Auto Phys Damage Deductible	Vehicle Premium
00037	2FTRF18W84CA63723	2004	Ford	F150	0	N		\$275.00
00036	1FTNF1JL44EC70141	2004	Ford	F250	0	N		\$275.00
00043	1FDSX31L74EC70594	2004	Ford	F350	0	N		\$275.00
00032	1FDWC35L74HA93933	2004	Ford	Van	0	N		\$275.00
00029	1FMPU16L03LB98198	2003	Ford	Expedition	0	N		\$300.00
00040	1FDXE45FX2HB64751	2003	North Star	Murv	0	N		\$425.00
00026	1FMPU16L61LB44920	2001	Ford	Expedition	0	N		\$300.00
00027	1FMPU16L61LB44919	2001	Ford	Expedition	0	N		\$300.00
00023	1FMPU16L8YLB67769	2000	Ford	Expedition	0	N		\$300.00
00018	1FDKF38G5VEB42814	1997	Ford	F350	0	N		\$275.00
00006	1GBHK34K4SE279506	1995	Chevrolet	Pickup	0	N		\$275.00
00015	4ENBAAA8051004885	1995	Emergency One	Fire Truck-ENG-12	90,000	Y	1,000	\$1,269.00
00014	4ENBAAA8251004886	1995	Emergency One	Fire Truck-ENG-14	40,000	Y	1,000	\$793.00
00013	1FDKE30F85HB84376	1995	Ford	Ambulance-EMS 3	0	N		\$425.00
00001	1GCEK14Z6NE121365	1992	Chevrolet	Pickup	0	N		\$275.00
	1517784	1988	Polaris		0	NA		\$0.00



Automobile Premium Allocation

Policy Year 2016/2017

City of Valdez

AcctID#: 265

Member Vehicle ID	VIN #	Model Year	Make	Model	Insured Value	Physical Damage Coverage?	Auto Phys Damage Deductible	Vehicle Premium
Total Vehicle Count: 80		Count of Vehicles with Physical Damage coverage: 8					\$55,150.69	



Workers' Compensation Premium Allocation

Policy Year 2016/2017

City of Valdez

AcctID#: 265

Class Code	Class Description	Payroll	Experience Mod	Loss Control Credit	Gross WC Premium	Gross WC Rate per \$100 of Payroll
5509	Street, Road, Maintenance	452,278	0.88	-15.0%	15,893.39	3.5141
6836	Harbor, Marine	709,130	0.88	-15.0%	24,973.86	3.5218
7520	Water Works Operators, Drivers	95,541	0.88	-15.0%	2,350.91	2.4606
7580	Sewage Treatment Operators, Drivers	249,155	0.88	-15.0%	6,130.77	2.4606
7710	Firefighters & Drivers	923,570	0.88	-15.0%	41,403.13	4.4829
7711	Firefighters & Drivers~Volunteers	52,000	0.88	-15.0%	2,331.13	4.4829
7720	Police Officers	1,246,628	0.88	-15.0%	32,304.38	2.5913
8810	Clerical, Professional, Elected Officials	1,587,976	0.88	-15.0%	5,006.37	0.3153
8831	Veterinary Incl Animal Control Officers	119,743	0.88	-15.0%	2,117.74	1.7686
9015	Building, Operators, Owners, Lease	1,023,050	0.88	-15.0%	38,546.73	3.7678
9102	Parks and Recreation	548,733	0.88	-15.0%	23,839.91	4.3445
9154	Theater Employees	289,216	0.88	-15.0%	5,226.18	1.8070
9403	Refuse Collectors	523,644	0.88	-15.0%	30,440.53	5.8132
9410	General Municipal Employees, Other	1,257,990	0.88	-15.0%	32,985.76	2.6221
		9,078,655			263,550.79	

Alaska Public Entity Insurance
UNINSURED/UNDERINSURED MOTORISTS COVERAGE SELECTION FORM

Policy Year: July 1, 2016 - July 1, 2017

Insured: City of Valdez

AcctID# 265

APEI's automobile policy includes Uninsured Motorists (UM) and Underinsured Motorists (UIM) bodily injury coverages with a policy limit of \$250,000 per accident. It also includes UM and UIM property damage coverage at a limit of \$25,000 per accident with a \$250 deductible. UM and UIM property damage coverage applies only to vehicles for which the member has purchased physical damage coverage.

Uninsured Motorists Coverage pays for bodily injury losses to you and your passengers as a result of an accident with a driver who has no liability protection and is legally responsible for the injuries or the damage. This includes a hit-and-run vehicle whose owner and operator cannot be identified.

Underinsured Motorists Coverage pays for bodily injury losses to you and your passengers as a result of an accident with a driver who has liability protection but not enough to pay the full amount that the injured person is legally entitled to recover as damages.

We offer higher limits of UM and UIM bodily injury at an additional cost for members desiring to increase their coverage. Please indicate below whether or not you wish to add coverage at these higher limits, and if so, which limits you are requesting.

Uninsured Motorists and Underinsured Motorists Coverage Selection

_____ I select UM/UIM bodily injury coverage at higher limits as indicated below:

	Split Limit (per Person / per Accident)	Additional Premium
_____	\$250,000 / \$300,000	\$10,620.00
_____	\$300,000 / \$500,000	\$19,313.06
_____	\$500,000 / \$500,000	\$21,458.30
_____	\$500,000 / \$1,000,000	\$23,385.24
_____	\$1,000,000 / \$2,000,000	\$44,624.06

_____ I decline high UM/UIM bodily injury limits, and will retain UM/UIM bodily injury coverage at the APEI standard limit of \$250,000 per accident for no additional premium

Signature of Member: _____

Date: _____



Alaska Public Entity Insurance

2233 Jordan Avenue
Juneau, AK 99801

Phone: (907) 523-9400
Fax: (907) 586-2008
www.akpei.com

AGREEMENT TO REMAIN IN APEI PROGRAM

The mission of Alaska Public Entity Insurance ("APEI") is to provide our members with stable, affordable insurance, broad insurance coverage, and effective risk management services to ensure that maximum funds are available for local government and education programs. APEI is a non-profit corporation, and all member contributions are allocated to, and utilized for, the payment of claims and program expenses. APEI is generally referred to as an insurance "pool", meaning that risks, liability, and expenses are shared on an equitable basis among all pool members.

In order to encourage membership stability and predictability, an important factor in procuring excess and reinsurance, the APEI Board of Directors has authorized the establishment of a program whereby a member's annual contribution will be discounted in exchange for an agreement to remain in the program for three years. Other than the annual application of the discount to the amount due from the participating member, a member's election to participate or not in this discount program will have no effect on any other aspect of the program as it relates to the member.

APEI and the undersigned member of APEI ("Member"), for mutual consideration, hereby agree as follows:

1. Except as provided in paragraph 3 below, Member agrees to remain a member of APEI for at least three years, through the conclusion of the 2018/2019 policy year that will end on June 30, 2019. Consistent with this paragraph, Member agrees not to give notice of intent to withdraw from the program during the three-year period, and further agrees not to seek quotes during that time from other potential insurers for coverage provided under the APEI program.
2. APEI agrees to provide Member with a discount on Member's annual contributions each year for the provision of insurance coverage under the program. Each policy year, the discount shall be 5% of the member's contribution.
3. If APEI determines that the a member's total annual contribution is expected to increase by more than 10% when compared to the preceding policy year, APEI will so notify Member and Member may, at its sole option, elect to cancel its commitment under this program without incurring charges or penalties under paragraph 4. Increases in contributions caused by increases in Member's payroll, total insured property value, or vehicle count are not considered part of the above-mentioned 10%.

Agreement to Remain in APEI Program – Policy Year 2016/17

4. If Member gives written notice to the Administrator (APEI Executive Director) of intent to withdraw from the program prior to the conclusion of this three year agreement, or otherwise acts inconsistent with the terms of this agreement, Member will forfeit all credits received during this three year term pursuant to this agreement and will be required to repay all such credits to APEI and will further be required to pay penalties in the amount of 5% of the total premium charged for the last year Member was in the APEI program, as determined by the Administrator.
5. This agreement is effective July 1, 2016 through June 30, 2019.

IN WITNESS WHEREOF, the parties hereto, acting through properly authorized officials, hereby execute this Agreement.

Member: _____

Alaska Public Entity Insurance

By: _____

By: _____

Title: _____

Title: _____

Date: _____

Date: _____

IMPORTANT – PREMIUM/COMPENSATION INFORMATION

General Liability premiums are subject to annual audit and adjustment; increases or decreases in annual premium may result. The adjustment will be based upon the rating plan of your policy.

Workers Compensation premiums are subject to annual audit and adjustment; increases or decreases in annual premium may result. The adjustment will be based upon your actual payroll and other variables such as the rules, rates, classification, and experience modification as promulgated by the various state rate bureaus and the Interstate Rate Bureau.

**CITY OF VALDEZ
MARINE**



725 S. Figueroa Street, 19th Floor, Los Angeles, CA 90017
office (213) 236-4500 | fax (213) 244-9655

06/08/2016

Quote # 1313966-01

TO: Hale & Associates, Inc
ATTN: Darlene Balog
FROM: Robert K Riske

Renewal of MAR354554714

Proposed Eff Date: 07/01/2016

INSURED: City of Valdez / The Port of Valdez

We are pleased to offer the following Quotation:

CARRIER: Zurich American Insurance Co AM Best Rating: A+ XV

Coverage: Marine Comprehensive Liability

Limits: \$1,000,000 Each occurrence
\$2,000,000 General Aggregate
\$ 50,000 Fire Damage Legal Liability
\$ 5,000 Medical Expense

Deductible: \$5,000 per occurrence

Terms: Policy Period: July 01, 2016 to July 01, 2017
No Flat cancellations. 25% minimum earned retained premium in the event of cancellation
Zurich Marine Comprehensive Liability (MCL) Form
MCL Wharfinger's Liability Coverage
MCL Stevedore's Liability Coverage
Lift Liability
Premises Medical Payment Coverage
Fire Legal Liability for Real Property
Personal Injury and Advertising Injury Liability Coverages
Time Element Pollution (Maritime operations only)
Inclusion of Additional Insured or Loss Payees
In - Rem
X-C-U
Detention
Personal Injury
Host Liquor Law Liability
Traveling Workmen
Alaska Law Suit
Incidental Medical Malpractice
Workboat Protection & Indemnity (excluding crew)
AIMU: Extended Radioactive Contamination Exclusion Clause with U.S.A. Endorsement
AIMU: U.S. Economic and Trade Sanctions Clause
MCL In Rem Endorsement
Warranted that the rated capacity of Lifts, Dry-Docks, Cranes - not to be exceeded.

Rate: Flat on est gross receipts of \$1,315,000
Terrorism coverage offered at \$1,498 a/p - if purchased



725 S. Figueroa Street, 19th Floor, Los Angeles, CA 90017
office (213) 236-4500 | fax (213) 244-9655

An order to bind must be received in writing prior to effective date of coverage. All orders must be confirmed by our Binder for coverage to be effective.

Flat Premium	\$	54,717.00
Total Gross Amount	\$	54,717.00

COMMISSION: 0.00% Balance due in 25 Days

25.00 % MINIMUM RETAINED PREMIUM IN THE EVENT OF CANCELLATION. NO FLAT CANCELLATIONS.
Fees are 100% Fully Earned.

We cannot bind without an application signed by the Insured, and as applicable, the signed TRIA.

This Quotation is valid for 0 days, or until inception of coverage, whichever is sooner.

For Non-Admitted Risks: In order to comply with Surplus Line Regulations for policies with multi-state exposures, the retailer must provide WWF with the percentage of the insured's business operations and/or employees that are located in each state outside the home state, (as defined by NRRA), prior to binding the policy. The surplus line taxes and fees are subject to change if it is determined that the premium allocations between or among states differ from any allocations that may or may not be contemplated in this quotation and/or binder.

Please review the above Quotation carefully; terms and/or conditions herein represent noteworthy highlights but may not serve as a complete itemization of conditions contained within the policy and may differ from those requested in your submission. In addition to the mentioned exclusions, the policy contains other standard exclusions; specimen policies are available upon request. Terms herein are summarized for use by a licensed broker and should not be submitted in this format to the applicant. Please call with any questions.



THIS DISCLOSURE DOES NOT GRANT ANY COVERAGE OR CHANGE THE
TERMS AND CONDITIONS OF ANY COVERAGE UNDER ANY POLICY.

DISCLOSURE OF IMPORTANT INFORMATION RELATING TO TERRORISM RISK INSURANCE ACT

SCHEDULE*

Premium attributable to risk of loss from certified acts of terrorism for lines of insurance subject to TRIA:

\$ 1,498 ☐ accept ☐ decline

*Any information required to complete this Schedule, if not shown above, will be shown in the quote or proposal.

A. Disclosure of Premium

In accordance with the federal Terrorism Risk Insurance Act ("TRIA"), as amended, we are required to provide you with a notice disclosing the portion of your premium, if any, attributable to the risk of loss from terrorist acts certified under that Act for lines subject to TRIA. That portion of premium attributable is shown in the Schedule above. The premium shown in the Schedule above is subject to adjustment upon premium audit, if applicable.

B. Disclosure of Federal Participation in Payment of Terrorism Losses

The United States Government may pay a share of insured losses resulting from an act of terrorism. The federal share will decrease by 5% from 85% to 80% over a five year period while the insurer share increases by the same amount during the same period. The schedule below illustrates the decrease in the federal share:

January 1, 2015 – December 31, 2015 federal share: 85%

January 1, 2016 – December 31, 2016 federal share: 84%

January 1, 2017 – December 31, 2017 federal share: 83%

January 1, 2018 – December 31, 2018 federal share: 82%

January 1, 2019 – December 31, 2019 federal share: 81%

January 1, 2020 – December 31, 2020 federal share: 80%

C. Disclosure of \$100 Billion Cap on All Insurer and Federal Obligations

If aggregate insured losses attributable to terrorist acts certified under TRIA exceed \$100 billion in a calendar year (January 1 through December 31) and an insurer has met its deductible under the program, that insurer shall not be liable for the payment of any portion of the amount of such losses that exceeds \$100 billion, and in such case insured losses up to that amount are subject to pro rata allocation in accordance with procedures established by the Secretary of Treasury.

D. Availability

As required by TRIA, we have made available to you for lines subject to TRIA coverage for losses resulting from acts of terrorism certified under TRIA with terms, amounts and limitations that do not differ materially from those for losses arising from events other than acts of terrorism.

E. Definition of Act of Terrorism under TRIA

TRIA defines "act of terrorism" as any act that is certified by the Secretary of the Treasury, in accordance with the provisions of the federal Terrorism Risk Insurance Act ("TRIA"), to be an act of terrorism. The Terrorism Risk Insurance Act provides that the Secretary of Treasury shall certify an act of terrorism:

1. To be an act of terrorism;
2. To be a violent act or an act that is dangerous to human life, property or infrastructure;

3. To have resulted in damage within the United States, or outside of the United States in the case of an air carrier (as defined in section 40102 of Title 49, United States Code) or a United States flag vessel (or a vessel based principally in the United States, on which United States income tax is paid and whose insurance coverage is subject to regulation in the United States), or the premises of a United States mission; and
4. To have been committed by an individual or individuals as part of an effort to coerce the civilian population of the United States or to influence the policy or affect the conduct of the United States Government by coercion.

No act may be certified as an "act of terrorism" if the act is committed as part of the course of a war declared by Congress (except for workers' compensation) or if losses resulting from the act, in the aggregate for insurance subject to TRIA, do not exceed \$5,000,000.

**CITY OF VALDEZ AND VALDEZ CITY SCHOOLS
PROPERTY AND B&M**

INSURANCE PROPOSAL for City of Valdez and Valdez City Schools

To: Darlene Balog

From: Mike Landert

At: Hale & Associates, Inc.

Date: June 1, 2016

Our *promise* is to help protect the value created by our clients' business.

Our *process* is to assess and engineer risk, to help prevent and mitigate loss, and to provide capital for risk transfer purposes.

A. POLICY TERM:

01-July-2016 to 01-July-2017

B. NAMED INSURED:

City of Valdez and Valdez City Schools, and its wholly or majority owned subsidiaries and any interest which may now exist or hereinafter be created or acquired which are owned, controlled or operated by any one or more of those named insureds.

C. POLICY LIMIT:

This Company's total limit of liability, including any insured Business Interruption loss, will not exceed the Policy Limit of \$75,000,000 as a result of any one **occurrence** subject to the respective sub-limits of liability shown elsewhere in this Policy.

D. POLICY TERRITORY:

Coverage provided by this Policy is limited to property while located within: the fifty (50) United States; District of Columbia; Commonwealth of Puerto Rico; U.S. Virgin Islands; and Canada.

E. INSURANCE PROVIDED:

This Policy covers property, as described in this Policy, against ALL RISKS OF PHYSICAL LOSS OR DAMAGE, except as hereinafter excluded, while located as follows:

See Attached Location Schedule.

F. SUB-LIMITS:

Unless otherwise stated below or elsewhere in this Policy, the following sub-limits of liability, including any insured Business Interruption loss, will be the maximum payable and will apply on a per **occurrence** basis.

The sub-limits stated below or elsewhere in this Policy are part of and not in addition to the Policy Limit.

When a limit of liability applies to a **location** or property, such limit of liability will be the maximum amount payable for all loss or damage.

There shall be no liability under this Policy when "NOT COVERED" is shown as a sublimit.

1. \$20,000,000 Earth Movement **annual aggregate** for all coverages provided, and is the maximum amount payable for all loss or damage caused by or resulting from Earth Movement, at the following **location(s)** not to exceed:

- | | | |
|----|--------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| | \$50,000 | 22. Providence Valdez Medical Center, 911 Meals Avenue, Valdez, AK, 99686
Earth Movement annual aggregate as respects Errors & Omissions, Off-Premises Service Interruption, Unnamed Locations and Supply Chain combined. |
| 2. | \$10,000,000 | Flood annual aggregate for all coverages provided, and is the maximum amount payable for all loss or damage caused by or resulting from Flood, at the following location(s) not to exceed: |
| | \$50,000 | 22. Providence Valdez Medical Center, 911 Meals Avenue, Valdez, AK, 99686
Flood annual aggregate as respects Errors & Omissions, Off-Premises Service Interruption, Unnamed Locations and Supply Chain combined. |
| 3. | \$150,000 | School Buses and Vehicles in Storage applicable at Bus Barn |

Additional Property Damage Coverage

\$1,000,000	Accounts Receivable
\$100,000	Arson or Theft Reward
Policy Limit	Brands and Labels
\$100,000	Change of Temperature
Policy Limit	Control of Damaged Property
\$500,000	Data, Programs or Software
Policy Limit	Debris Removal
Policy Limit	Decontamination Costs
\$100,000	Deferred Payment
Policy Limit	Demolition and Increased Cost of Construction
\$1,000,000	Errors and Omissions
\$250,000	Expediting Expenses
\$250,000	Fine Arts
\$50,000	Green Coverage not to exceed 25% of the amount of the property damage loss
\$50,000	Land and Water Clean Up Expense annual aggregate
\$100,000	Locks and Keys
\$100,000	Money and Securities
\$2,500,000	Newly Acquired Property
\$500,000	Off-Premises Service Interruption - Property Damage not to exceed \$50,000 for voice, data, and video services
\$100,000	Professional Fees
Policy Limit	Property Removed from a Location
Policy Limit	Protection and Preservation of Property - Property Damage not to exceed \$250,000 for security costs
\$100,000	Tax Treatment
\$100,000	Tenants Legal Liability
	Terrorism Coverage and the Supplemental United States Certified Act of Terrorism Endorsement
\$100,000	A. United States Certified Act of Terrorism coverage
\$100,000	B. Terrorism Coverage for Locations Outside of the United States annual aggregate but not to exceed \$100,000 annual aggregate for Property Removed from a Location, Unnamed Locations and Flood
\$500,000	Transit not to exceed \$250,000 for Business Interruption
\$1,000,000	Unnamed Locations
\$500,000	Valuable Papers and Records

Business Interruption Coverage

NOT COVERED	Gross Earnings
NOT COVERED	Gross Profits
NOT COVERED	Rental Income
\$3,000,000	Extra Expense

Business Interruption Coverage Extensions

\$100,000	Attraction Property
NOT COVERED	Civil or Military Authority
\$250,000	Computer Systems Non-Physical Damage annual aggregate
\$100,000	Contractual Penalties
\$100,000	Crisis Management not to exceed 30 Days
90 Days	Extended Period of Liability
\$500,000	Ingress/Egress
\$250,000	Leasehold Interest
\$100,000	Logistics Extra Cost
NOT COVERED	Off-Premises Service Interruption - Business Interruption
Policy Limit	Protection and Preservation of Property - Business Interruption
Policy Limit	Research and Development
\$100,000	Soft Costs
\$500,000	Supply Chain

G. DEDUCTIBLE AMOUNT:

This Company will not be liable for loss or damage, including any insured Business Interruption loss, in any one **occurrence** until the amount of loss or damage exceeds the deductible amount shown below and then this Company will only be liable for its share of the loss or damage in excess of the deductible amount. If two or more deductibles apply to a single **occurrence**, then no more than the largest deductible amount will apply. However, this Policy allows for the application of separate and distinct deductibles and deductibles for specific loss or damage as shown below.

The following deductible amounts shall apply per **occurrence**, unless otherwise stated, for insured loss or damage under this Policy:

1. Earthquake (per **location** for all coverages provided) at the following **location**:

22. Providence Valdez Medical Center, 911 Meals Avenue, Valdez, AK, 99686

This Company will not be liable for loss or damage unless the amount of loss or damage exceeds 5% of the combined value of the property and annual business interruption value that would have been earned at the time of such loss or damage at the **location** where loss or damage occurs plus that proportion of the 100% business interruption value at all other **locations** where business interruption loss ensues, in accordance with the valuation and business interruption sections of this policy, subject to a minimum deductible amount of \$100,000 per **location**. If coverage is provided for more than one **location**, this deductible percentage or minimum deductible amount will be applied separately to each **location**.

2. \$100,000 Flood (per **location** for all coverages provided) at **location** 22. Providence Valdez Medical Center, 911 Meals Avenue, Valdez, AK, 99686

3. Off Premises Service Interruption Qualifying Period:

The Company will not be liable for business interruption loss unless the period of liability exceeds 24 hours. Should the period of liability exceed this time period, the loss will be calculated beginning from the time of loss, subject to the applicable deductible(s) causing the interruption of services.

4. Data, Programs, or Software and Computer Systems Non-Physical Damage Deductible:

A. Data, Programs, or Software:

In the event of loss or damage to Data, Programs, or Software insured by this Policy caused by the malicious introduction of a machine code or instruction, no coverage is provided unless the period of liability exceeds 48 hours beginning from the time of insured loss or damage. The company's liability commences only after, and does not include, the waiting period specified.

If the period of liability exceeds 48 hours, the insured loss or damage will be calculated based upon the amount of such loss in excess of the waiting period, subject to a minimum deductible of \$100,000 combined for all coverages.

Any period in which business operations or services would have not been maintained, or any period in which goods would have not been produced will not be included as part of or serve to reduce the effect of any waiting period.

B. Computer Systems Non-Physical Damage:

In the event of loss resulting from the failure of the Insured's electronic data processing or media to operate as a direct result of a malicious act directed at the named Insured, no coverage is provided unless the period of liability exceeds 48 hours beginning from the time of insured loss or damage. The company's liability commences only after, and does not include, the waiting period specified.

If the period of liability exceeds 48 hours, the insured loss or damage will be calculated based upon the amount of such loss in excess of the waiting period, subject to a minimum deductible of \$100,000 combined for all coverages.

Any period in which business operations or services would have not been maintained, or any period in which goods would have not been produced will not be included as part of or serve to reduce the effect of any waiting period.

5. \$100,000 All Other Losses.

H. SPECIAL TERMS AND CONDITIONS:

1. Specific Earth Movement Exclusion - PRO 125 (4/15)

ADDITIONAL PROPERTY DAMAGE COVERAGE, **Earth Movement** does not apply to any property except at the following location(s):

22. Providence Valdez Medical Center, 911 Meals Avenue, Valdez, AK, 99686

2. Specific Flood Exclusion - PRO 128 (4/15)

ADDITIONAL PROPERTY DAMAGE COVERAGE, **Flood** does not apply to any property except at the following location(s):

22. Providence Valdez Medical Center, 911 Meals Avenue, Valdez, AK, 99686

3. Transmission and Distribution Systems Exclusion - PRO 132 (04/15)

PROPERTY EXCLUDED is amended to include:

Transmission and distribution systems, including poles, towers and fixtures, overhead conductors and devices, underground or underwater conduit, underground or underwater conductors and devices, line transformers, service meters, street lighting and signal systems.

4. Motor Vehicle Coverage - PRO 141 (4/15)

This Policy covers:

- a) Motor vehicles;
- b) Trucks; and
- c) Trailers;

Licensed for highway use.

PROPERTY EXCLUDED, item 7., is amended to:

7. Motor vehicles owned by directors, officers and employees of the Insured

Motor Vehicle Coverage Exclusion: With respect to Motor Vehicle Coverage, the following additional exclusions apply:

This Policy does not cover loss or damage resulting from:

- i) Collision; or
- ii) Overturn;

While such motor vehicles, trucks, and trailers are being operated under their own power; or being towed (whether or not in motion at the time of loss).

5. United States Certified Act of Terrorism 2015

As respects the United States, its territories and possessions and the Commonwealth of Puerto Rico, the definition of terrorism contained in DEFINITIONS is declared null and void and it is agreed that an event defined as a Certified Act of Terrorism under the terms of the SUPPLEMENTAL UNITED STATES CERTIFIED ACT OF TERRORISM ENDORSEMENT attached to this Policy shall be considered terrorism within the terms of this policy. Notwithstanding anything contained in this Policy to the contrary, this Policy provides coverage for direct physical loss or damage to insured property and any resulting Business Interruption loss, as provided in the Policy, caused by or resulting from a Certified Act of Terrorism only to the extent coverage is provided under the terms and conditions of the SUPPLEMENTAL UNITED STATES CERTIFIED ACT OF TERRORISM ENDORSEMENT attached to this policy. Any difference in limit between loss recoverable under the SUPPLEMENTAL UNITED STATES CERTIFIED ACT OF TERRORISM ENDORSEMENT and this Policy is not recoverable under this Policy.

I. INDEX OF FORMS:

The following forms are made part of this Policy:

<u>Title</u>	<u>Form No.</u>	<u>Edition</u>
Declarations Page	PRO DEC 4100	(04/15)
Declarations	PRO S-1 4100	(04/15)
All Risk Coverage	PRO AR 4100	(04/15)
Supplemental United States Certified Act of Terrorism Endorsement	7312	(1/15)
Alaska Amendatory Endorsement	AFM 6505	(10/15)

Total Premium **including** the United States Certified Act of Terrorism coverage: \$215,160 at no commission

Total Premium **excluding** the United States Certified Act of Terrorism coverage: \$203,645 at no commission

Total Premium for the United States Certified Act of Terrorism: \$11,515 at no commission

If the option to purchase coverage for the United States Certified Act of Terrorism is elected, the Additional Property Damage Coverage Sub-Limit for Terrorism Coverage part A. will be amended to A. \$75,000,000

Engineering Fees: \$5,095 at no commission.

Applicable state taxes, surcharges and fees are not included in this proposal. Applicable state taxes, surcharges and fees will be added to the invoice.

Any variations between this proposal letter and Affiliated FM forms versus your application are not provided.

This proposal expires July 1, 2016.

Best Regards,

*Mike Landert
Senior Vice President
Sullivan & Associates of Oregon*

Location Schedule

1. City Hall, Old City Hall, Police Station, 212 Chenega Avenue, Valdez, AK, 99686, Index No. 092099.25
2. Fire Station and Old Fire Station, 212 Pioneer Drive, Valdez, AK, 99686
3. Police Station Parking Garage, 212 Tatitlek Street, Valdez, AK, 99686
4. City of Valdez Library, 212 Fairbanks Drive, Valdez, AK, 99686, Index No. 092099.27
5. Valdez Museum and Historical Archive, 217 Egan Drive, Valdez, AK, 99686, Index No. 092099.27
6. Council Chambers - Administration Complex, 211 Fairbanks Drive, Valdez, AK, 99686
7. Valdez Convention and Civic Center, 110 Clifton Drive, Valdez, AK, 99686, Index No. 092099.28
8. Waterwell #5 - Public Works Building & Tank, 1465 Mineral Creek Loop Road, Valdez, AK, 99686
9. Waterwell, Robe River/Sub Division, 311 Dylan Drive, Valdez, AK, 99686
10. Hillside Tank Farm Water Department, USS 411 Mineral Creek Canyon & USS 641 West Egan, Valdez, AK, 99686
11. Warehouse #1, 436 South Hazelet, Valdez, AK, 99686
12. Airport Terminal Building, 300 Valdez Airport Road, Valdez, AK, 99686, Index No. 092099.30
13. Valdez Senior Center, Inc., 1109 Meals, Valdez, AK, 99686, Index No. 092099.33
14. Alpine Woods Subdivision/Fire Station #4, 5040 Richardson Highway, Valdez, AK, 99686
15. Robe River Subdivision/Fire Station #3, 124 River Drive, Valdez, AK, 99686
16. Woody Woodman Teen Center, 414 West Hanagita Street, Valdez, AK, 99686, Index No. 092099.32
17. Mary Kevin Gilson Medical Center, 1001 Meals Avenue, Valdez, AK, 99686, Index No. 092099.33
18. George H. Gilson High School and Classrooms, 319 Robe River Drive, Valdez, AK, 99686, Index No. 092004.32
19. Hermon Hutchens Elementary School, 1109 West Klutina Street, Valdez, AK, 99686, Index No. 092004.34
20. School District Administration Building, 1112 West Klutina Street, Valdez, AK, 99686, Index No. 092004.34
22. Providence Valdez Medical Center, 911 Meals Avenue, Valdez, AK, 99686, Index No. 092099.33
23. Pump Station #4 - Tract A - USS641, 1104 West Egan, Valdez, AK, 99686
24. South Central Pump, 1555 Mineral Creek Loop Road, Valdez, AK, 99686
25. Baler Building - USS 0439, 500 South Sawmill, Valdez, AK, 99686, Index No. 002625.98
26. Valdez City Animal Shelter, 276 East Egan, Valdez, AK, 99686, Index No. 092099.27
27. Log Cabin @ Salmon View, Richardson Highway, Valdez, AK, 99686
28. Maintenance Shop #1 and #2, 602 West Egan, Valdez, AK, 99686
29. Bus Barn Building, 613 West Egan, Valdez, AK, 99686
30. George H. Gilson Junior High School, 357 Robe River Drive, Valdez, AK, 99686, Index No. 092004.32
31. Maintenance Building, 555 West Egan, Valdez, AK, 99686

Account: Portland - 1-60939 City of Valdez and Valdez City Schools

Policy: City of Valdez and Valdez City Schools - PC142RQ-00

Term: 01-July-2016 - 01-July-2017

Team: Eng: Greg W. Garland UW: Bradley M. Deardorff Admin: Kathryn L. Steele Producer: PF68 Sullivan & Associates of Oregon Fronting:

Type: AR 4100-CAT

Loc ID		Address		City	Su/Prv	County	Post Code	Total	
Ins Loc	Name	Address						Premium	Total Incl BM
001	City Hall, Old City Hall, Police Station	212 Chenega Avenue	Valdez	AK	Valdez-Cordova	99686		4,764	5,003
002	Fire Station and Old Fire Station	212 Pioneer Drive	Valdez	AK	Valdez-Cordova	99686		1,706	1,743
003	Police Station Parking Garage	212 Tatitlek Street	Valdez	AK	Valdez-Cordova	99686		252	257
004	City of Valdez Library	212 Fairbanks Drive	Valdez	AK	Valdez-Cordova	99686		1,728	1,865
005	Valdez Museum and Historical Archive	217 Egan Drive	Valdez	AK	Valdez-Cordova	99686		2,468	2,522
006	Council Chambers - Administration Complex	211 Fairbanks Drive	Valdez	AK	Valdez-Cordova	99686		749	765
007	Valdez Convention and Civic Center	110 Clifton Drive	Valdez	AK	Valdez-Cordova	99686		4,247	4,584
008	Waterwell #5 - Public Works Building & Tank	1465 Mineral Creek Loop Road	Valdez	AK	Valdez-Cordova	99686		2,256	2,305
009	Waterwell, Robe River/Sub Division	311 Dylan Drive	Valdez	AK	Valdez-Cordova	99686		2,256	2,305
010	Hillside Tank Farm Water Department	USS 411 Mineral Creek Canyon & USS 641 West Egan	Valdez	AK	Valdez-Cordova	99686		1,494	1,527

Loc ID		Address		City		St/Prv		County		Post Code		Total	
Ins Loc	Name	Address		City		St/Prv		County		Post Code		Premium	Total Incl BM
011	Warehouse #1	436 South Hazelet		Valdez		AK		Valdez-Cordova		99686		1,659	1,695
012	Airport Terminal Building	300 Valdez Airport Road		Valdez		AK		Valdez-Cordova		99686		14,831	15,022
013	Valdez Senior Center, Inc.	1109 Meals		Valdez		AK		Valdez-Cordova		99686		9,678	9,892
014	Alpine Woods Subdivision/ Fire Station #4	5040 Richardson Highway		Valdez		AK		Valdez-Cordova		99686		413	422
015	Robe River Subdivision/ Fire Station #3	124 River Drive		Valdez		AK		Valdez-Cordova		99686		480	490
016	Woody Woodman Teen Center	414 West Hanagita Street		Valdez		AK		Valdez-Cordova		99686		1,754	1,792
017	Mary Kevin Gilson Medical Center	1001 Meals Avenue		Valdez		AK		Valdez-Cordova		99686		2,545	2,601
018	George H. Gilson High School and Classrooms	319 Robe River Drive		Valdez		AK		Valdez-Cordova		99686		28,206	30,017 Sch Dist
019	Hermon Hutchens Elementary School	1109 West Klutina Street		Valdez		AK		Valdez-Cordova		99686		17,666	19,069 Sch Dist
020	School District Administration Building	1112 West Klutina Street		Valdez		AK		Valdez-Cordova		99686		1,199	1,294 Sch Dist
022	Providence Valdez Medical Center	911 Meals Avenue		Valdez		AK		Valdez-Cordova		99686		42,851	44,029
023	Pump Station #4 - Tract A - USS641	1104 West Egan		Valdez		AK		Valdez-Cordova		99686		2,129	2,175

Loc ID		Address		City		St/Prv		County		Post Code		Total	
Ins Loc	Name	Address		City		St/Prv		County		Post Code		Premium	Total Incl BM
024	South Central Pump	1555 Mineral Creek Loop Road		Valdez		AK		Valdez-Cordova		99686		2,146	2,193
025	Baler Building - USS 0439	500 South Sawmill		Valdez		AK		Valdez-Cordova		99686		2,278	2,328
026	Valdez City Animal Shelter	276 East Egan		Valdez		AK		Valdez-Cordova		99686		2,044	2,088
027	Log Cabin @ Salmon View	Richardson Highway		Valdez		AK		Valdez-Cordova		99686		950	971
028	Maintenance Shop #1 and #2	602 West Egan		Valdez		AK		Valdez-Cordova		99686		2,260	2,309
029	Bus Barn Building	613 West Egan		Valdez		AK		Valdez-Cordova		99686		5,237	5,348
030	George H. Gilson Junior High School	357 Robe River Drive		Valdez		AK		Valdez-Cordova		99686		26,918	28,163
031	Maintenance Building	555 West Egan		Valdez		AK		Valdez-Cordova		99686		7,603	7,769
												194,767	202,543

EDP	1,102	1,102
Terrorism	11,515	11,515
Total	207,384	215,160

Engineering Fee	\$5,095
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Grand Total	\$220,255
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**POLICYHOLDER DISCLOSURE
NOTICE OF TERRORISM INSURANCE COVERAGE**

Insured Name: City of Valdez and Valdez City Schools Date: May 27, 2016

Account Number: 1-60939

Insurer Name: Affiliated FM Insurance Company

The Terrorism Risk Insurance Act of 2002, as amended and extended in 2005, 2007 and again in 2015, gives you the right as part of your property renewal policy to elect or reject insurance coverage for locations within the United States or any territory or possession of the United States for losses arising out of acts of terrorism, as defined and certified in accordance with the provisions of the act.

YOU SHOULD KNOW THAT WHERE COVERAGE IS PROVIDED FOR LOSSES RESULTING FROM CERTIFIED ACTS OF TERRORISM, SUCH LOSSES MAY BE PARTIALLY REIMBURSED BY THE UNITED STATES GOVERNMENT UNDER A FORMULA ESTABLISHED BY FEDERAL LAW. UNDER THIS FORMULA, THE UNITED STATES GOVERNMENT GENERALLY PAYS 85% (AND BEGINNING ON JANUARY 1, 2016, SHALL THEN DECREASE BY 1 PERCENTAGE POINT PER CALENDAR YEAR UNTIL EQUAL TO 80 PERCENT) OF COVERED TERRORISM LOSSES EXCEEDING A STATUTORILY ESTABLISHED DEDUCTIBLE PAID BY THE INSURER REFERENCED ABOVE. **ALSO, THERE IS A \$100,000,000,000 CAP ON THE FEDERAL AND INSURER SHARE OF LIABILITY STATING THAT IF THE AGGREGATE INSURED LOSSES EXCEED \$100,000,000,000 DURING ANY CALENDAR YEAR, NEITHER THE UNITED STATES GOVERNMENT NOR ANY INSURER THAT HAS MET ITS INSURER DEDUCTIBLE SHALL MAKE PAYMENT OR BE LIABLE FOR ANY PORTION OF THE AMOUNT OF SUCH LOSSES THAT EXCEED \$100,000,000,000.** THE PREMIUM CHARGED FOR THIS COVERAGE IS PROVIDED BELOW AND DOES NOT INCLUDE ANY CHARGES FOR THE PORTION OF LOSS COVERED BY THE FEDERAL GOVERNMENT UNDER THE ACT.

ACCEPTANCE OR REJECTION OF TERRORISM INSURANCE COVERAGE: UNDER FEDERAL LAW, YOU HAVE THE RIGHT TO ACCEPT OR REJECT THIS OFFER OF COVERAGE FOR TERRORIST ACTS COVERED BY THE ACT AS PART OF YOUR RENEWAL POLICY. IF WE DO NOT RECEIVE THIS SIGNED DISCLOSURE FORM PRIOR TO THE RENEWAL POLICY EFFECTIVE DATE OF **JULY 1, 2016**, THEN YOUR RENEWAL POLICY WILL REFLECT YOUR DECISION NOT TO PURCHASE THE TERRORISM COVERAGE PROVIDED BY THE ACT.

_____ I hereby elect to purchase coverage for terrorist acts covered by the act for an annual premium of **\$11,515**. This premium does not include applicable taxes or surcharges.

_____ I hereby decline this offer of coverage for terrorist acts covered by the act.

Policyholder/Applicant Signature

Print Name

Date

CRIME

Crime Coverage

Carrier Name: Hartford Fire Insurance Company
Policy Number: 52 FA 0233687 16
Effective Date: 7/1/16 at 12:01 a.m. standard time, at location of property insured
Expiration Date: 7/1/17 at 12:01 a.m. standard time, at location of property insured
Coverage: Coverage for employee theft of money, securities, or property.

Option 1 – As Expiring

CrimeSHIELD for Governmental Entities	Limit of Insurance	Deductible
1.A. Employee Theft - Per Loss	\$1,000,000	\$10,000
1.B. Employee Theft - Per Employee	N/A	N/A
2. Depositors Forgery or Alteration	\$1,000,000	\$10,000
3. Theft, Disappearance and Destruction - Money, Securities and Other Property	N/A	N/A
4. Robbery and Safe Burglary - Money and Securities	N/A	N/A
5. Computer and Funds Transfer Fraud	N/A	N/A
6. Money Orders and Counterfeit Currency	N/A	N/A
Total Premium:	\$4,293	

Option 2 – With Computer & Funds Transfer Fraud

CrimeSHIELD for Governmental Entities	Limit of Insurance	Deductible
1.A. Employee Theft - Per Loss	\$1,000,000	\$10,000
1.B. Employee Theft - Per Employee	N/A	N/A
2. Depositors Forgery or Alteration	\$1,000,000	\$10,000
3. Theft, Disappearance and Destruction - Money, Securities and Other Property	N/A	N/A
4. Robbery and Safe Burglary - Money and Securities	N/A	N/A
5. Computer and Funds Transfer Fraud	\$1,000,000	\$1,000,000
6. Money Orders and Counterfeit Currency	N/A	N/A
Total Premium:	\$5,363	

**Computer & Funds Transfer Fraud
Insuring Agreement 5:**

We will pay for loss of and loss from damage to "money", "securities" and "other property" following and directly related to the use of any computer to fraudulently cause a transfer of that property from inside the "premises" or "banking premises"

1. to a person (other than a "messenger") outside those "premises"; or
2. to a place outside those "premises".

And, we will pay for loss of "money" or "securities" through "funds transfer fraud" resulting directly from "fraudulent transfer instructions" communicated to a "financial institution" and instructing such institution to pay, deliver, or transfer "money" or "securities" from your "transfer account".

To bind option 2 – we need the attached No Known Loss Letter signed.

City of Valdez
PO Box 307
Valdez, AK 99686

June 1, 2016

The Hartford
277 Park Avenue
New York, New York 10172

RE: **Type of Policy:** Crimeshield Policy for Governmental Entities
 Issuing company: Hartford Fire Insurance Co
 Policy #: 52 FA 0233687
 Limit: \$1,000,000
 Coverage: Computer and Funds Transfer Fraud
 Policy Period: 07/01/2016 – 07/01/2017

The undersigned authorized representative of **City of Valdez** hereby states that as of the date of this letter no person or entity for which coverage is intended under the above referenced policy is aware of any act, error or omission that might give rise to a claim.

It is understood and agreed that without prejudice to any other rights and remedies of the Insurer, any claim based upon, arising from, or in any way related to any act, error, omission, fact or circumstance of which any such person has any knowledge or information will be excluded from coverage under the above referenced policy. This letter is deemed to be attached to and to form a part of the above referenced policy.

Signature: _____
Chairman, President, CFO, COO, CEO, or General Counsel

Title: _____
Chairman, President, CFO, COO, CEO, or General Counsel

Date: _____



Agenda Statement

File #: 16-0005 Version: 1

Type: Action Item Status: Agenda Ready

File created: 6/29/2016 In control: City Council

On agenda: 7/5/2016 Final action:

Title: Approval of Amendment to Professional Services Contract with Alaska Department of Corrections for Funding of Community Jail Program for FY-2017 (July 1, 2016 - June 30, 2017).

Sponsors: City Council

Indexes:

Code sections:

Attachments: [Amendment Three.pdf](#)

Date	Ver.	Action By	Action	Result
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ITEM TITLE:

Approval of Amendment to Professional Services Contract with Alaska Department of Corrections for Funding of Community Jail Program for FY-2017 (July 1, 2016 - June 30, 2017).

SUBMITTED BY: Brian Carlson, Finance Director

FISCAL NOTES:

Expenditure Required: n/a

Unencumbered Balance: n/a

Funding Source: n/a

RECOMMENDATION:

Approve Amendment Three to the existing Professional Services Agreement with the State of Alaska.

SUMMARY STATEMENT:

The attached *Amendment Three* extends the existing Professional Services Agreement for community jails administration for one year, beginning July 1, 2016. This amendment leaves prior-year funding of \$354,749 intact. Last year's (FY-2016) funding was reduced by 45% from prior years.

STATE OF ALASKA

AMENDMENT TO PROFESSIONAL SERVICES CONTRACT

1. Agency Contract Number 2041013
2. DGS Solicitation Number (if used)
3. Optional Renewal? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No Years remaining 1 YEARS
4. Financial Coding 201014600 - 1600000002 - 3020 - 5023
5. Agency Assigned Encumbrance Number
6. Amendment No. Three (3)

This agreement is between the State of Alaska,

7. Department of **Corrections** hereafter the State, and

8. Contractor **City of Valdez, Police Department** hereafter the Contractor

Mailing Address	Street or P.O. Box	City	State	ZIP Code
P.O. Box 307	212 Chenega Ave	Valdez	AK	99686

9. Original period of performance FROM: July 1, 2013 TO: June 30, 2014	10. Amended period of performance FROM: July 1, 2016 TO: June 30, 2017
-----------------------------------------------------------------------------------------	-----------------------------------------------------------------------------------------

11. Previous amount of contract to date: \$1,629,997.00	12. Amount of this amendment: \$354,749.00	13. This amended contract shall not exceed a total of <u>\$1,984,746.00</u>
-------------------------------------------------------------------	------------------------------------------------------	---------------------------------------------------------------------------------------

14. In accordance with the provisions of the above referenced contract, the parties to that contract agree that the services to be performed by the contractor under the contract are amended as follows: All other terms and conditions of the contract remain in effect. (Use reverse for continuation of amended provisions if necessary.)

The purpose of this contract amendment is to increase the period of performance from July 1, 2016 to June 30, 2017 and encumber the funds necessary for these services. This amendment also recognized that there will be no annual CPI and Geographical differential increases for this period of performance. All other terms and condition remain unchanged.

In full consideration of the contractor's performance under and including this amendment, the State shall pay the contractor a new total not to exceed **\$1,984,746.00**

The period of performance under this contract is increased by 12 Months through June 30, 2017

IN WITNESS WHEREOF the parties hereto have executed this amendment.

NOTICE! This amendment has no effect until signed by the head of the contracting agency, procurement officer or designee.

15. CONTRACTOR		17. CERTIFICATION: I certify that the facts herein and on supporting documents are correct, that this voucher constitutes a legal charge against funds and appropriations cited, that sufficient funds are encumbered to pay this obligation, or that there is a sufficient balance in the appropriation cited to cover this obligation. I am aware that to knowingly make or allow false entries or alterations on a public record, or knowingly make or allow false entries or alterations on a public record, or knowingly destroy, mutilate, suppress, conceal, remove or otherwise impair the verity, legibility or availability of a public record constitutes tampering with public records punishable under AS 11.56.815 - .820. Other disciplinary action may be taken up to and including dismissal.
Name of Firm City of Valdez		
Signature of Authorized Representative	Date	
Typed or Printed Name of Authorized Representative Dennis Ragsdale		
Title City Manager (907-835-3408, Fax 907-835-3412)		
16. CONTRACTING AGENCY		Signature of Head Contracting Agency or Designee
Department/Division Corrections , Division of Institutions		Date
Signature of Project Director		Typed or Printed Name of Authorizing Official
Date		John Schauwecker
Typed or Printed Name of Project Director Bruce Busby		Title
Title Director of Institutions		Procurement Manager CPPB. C. P.M.

14. Continuation of amended provisions.

AMENDMENT TO PROFESSIONAL SERVICE CONTRACT FOR
ENTRY DEFINITIONS

1. Agency assigned contract number for tracking, reference, and billing.
2. Department of Administration (DOA) number assigned by the Division of General Services (DGS) (if formal solicitation is conducted).
3. Optional renewal? Yes or no. Years remaining not including this renewal.
4. Financial coding assigned by the agency for billing purposes.
5. Encumbrance number assigned to this contract by the agency.
6. Amendment number. How many to date for this contract including this one?
7. Department.
8. Contractor's name and address.
9. Original period of performance, including previous amendments.
10. Amended period of performance of this document.
11. Total date **not** including this amendment.
12. Amount of this amendment.
13. **New** total not to exceed including this amendment.
14. This section must contain all material changes from the contract such as the new total not to exceed amount and the new period of performance. If no change is being made, write "same." This section also requests the number of years, months and days this contract is either increased or decreased by.
16. Contractor's name, signature, and address.
17. Your division project director's name and signature.



Agenda Statement

File #: ORD 16-0009 Version: 1

Type: Ordinance Status: Agenda Ready

File created: 6/24/2016 In control: City Council

On agenda: 7/5/2016 Final action:

Title: #16-09 Amending the Zoning Map to Effect a Change to Lot 2, Blueberry Acres from Public to Multi-Family Residential. Second Reading. Adoption.

Sponsors:

Indexes:

Code sections:

Attachments: [16-09 Williams rezone.pdf](#)
[16-09 Williams II.pdf](#)
[Rezone App 16-02 Williams.pdf](#)
[Williams Plot Map Blueberry Acres.pdf](#)

Date	Ver.	Action By	Action	Result
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ITEM TITLE:

#16-09 Amending the Zoning Map to Effect a Change to Lot 2, Blueberry Acres from Public to Multi-Family Residential. Second Reading. Adoption.

SUBMITTED BY: AnnMarie Lain, Planning Technician and GIS

FISCAL NOTES:

Expenditure Required: Click here to enter text.

Unencumbered Balance: Click here to enter text.

Funding Source: Click here to enter text.

RECOMMENDATION:

Approve Ordinance #16-09 Authorizing an Amendment to the Zoning Map to Effect a Change to Lot 2, Blueberry Acres from Public to Multi-Family Residential.

SUMMARY STATEMENT:

The City of Valdez received a 2nd request from James M. Williams on April 18th, 2016 for a rezone of Lot 2, Blueberry Acres (445 Blueberry Hill Road). The land is currently zoned public and Mr. Williams would like to rezone it to Multi-Family Residential to allow for the construction of multiple-family dwellings.

NOTE: With the City now using the Granicus Legislative Management System, the Ordinance

number for this item has been changed from 16-06 to 16-09.

MEETING DATE: 7/5/2016

ITEM TITLE:

Ordinance #16-09

SUBMITTED BY: AnnMarie Lain
Planning \ GIS

Technician

CITY MANAGER:

Jennies Rasdale

**FISCAL
NOTES:**

**Expenditure
Required:**
\$0

**Unencumbered
Balance:**
\$0

Funding Source:
N/A

EXHIBITS ATTACHED:

Resolution ☐ Ordinance ☒ Other: ☒

RECOMMENDATION:

Approve Ordinance #16-09 Authorizing an Amendment to the Zoning Map to Effect a Change to Lot 2, Blueberry Acres from Public (P) to Multi-Family Residential (RC). Second Reading.

NOTE: With the City now using the Granicus Legislative Management System, the number of this Ordinance has changed from 16-06 to 16-09.

SUMMARY STATEMENT:

The City of Valdez received a 2nd request from James M. Williams on April 18th, 2016 for a rezone of Lot 2, Blueberry Acres (445 Blueberry Hill Road). The land is currently zoned Public and Mr. Williams would like to rezone it to Multiple-Family Residential to allow for the construction of multiple-family dwellings. The intent of the current zoning is outlined below.

7.12.010 Intent.

The P (Public Lands) district is intended to contain major open space areas, watershed management areas and major public and quasi-public, recreational, educational and institutional uses, including private lands and uses that are essentially public in character and of specific value to the entire community.

In 2004, City Council passed and approved Resolution # 04-15 authorizing the negotiated land sale of Lot 2, Blueberry Acres to James M. Williams. The following section from Resolution #04-15 explains the negotiated land sale based on the fair market value purchase price and the conformance of development plans to the existing zoning and Comprehensive Plan.

Section 1: As provided for in Section 4.04.050 of the Valdez Municipal Code, the City Council has found that it is not in the public interest to offer the property at public sale as

~~Strikeout Indicates Deletion~~/Redline Indicates New Language

the purchasers have agreed to pay fair market value for the property, and their development plans are in conformance with the existing zoning district and the Comprehensive Plan.

The purchase agreement effectuating the sale of the parcel states that development must be in conformance with the existing zoning.

Condition: (B) Purchaser must be satisfied that the current zoning of the property is satisfactory for Purchaser's purposes.

Mr. Williams first approached the City about this idea in the Spring of 2014. At that time staff contacted then City Attorney Bill Walker about the matter, he stated that neither the wording in the purchase agreement or the resolution precludes the property from being rezoned.

The Comprehensive Plan offers little to no specificity with regard to land zoned Public. There are goals and objectives that provide some guidance. Only those relevant to the specific zoning change are listed below.

Goal – Land Use: Provide a community land use pattern that is compatible with existing land use patterns in the community, which is physically safe, environmentally sensitive, and consistent with the provision and requirements of the Valdez Coastal Management Program. The Coastal Management Program no longer exists.

Objective – Provide for the adequate separation of incompatible land uses.

The immediate surrounding land to the east is vacant and owned by the University of Alaska; to the north is Public and privately owned currently being used for storage; to the south is Public, vacant and currently owned by the City; and to the west is Blueberry Hill Road and Mineral Creek. Within the vicinity land uses include single-family residential on Blueberry Hill; single-family residential in Cottonwood Subdivision; and a mix of multi-family, single-family and small commercial along Homestead Road. The Mineral Creek and Homestead area is also widely used recreationally in both summer and winter for trail access.

Objective - Prohibition of the location/construction of structures in hazardous or environmentally sensitive areas.

This rezone application was first proposed prior to the release of the new preliminary FEMA flood maps and had previously been identified as being in a flood zone. Whereas FEMA regulations allow floodplain managers to make decisions base on best available data, **development on this parcel will not require a floodplain development permit from the City of Valdez. The new preliminary FEMA flood maps remove this parcel from a flood zone.**

Objective - Provide development standards for lands that require special physical or environmental attention before they can be safely used or developed.

Flood development standards will not apply to the development of this land, as described above.

Objective - Encourage the development of lands within the city through regulation and through the disposal of city lands.

In 2004, City Council passed and approved Resolution # 04-15 authorizing the negotiated land sale of Lot 2, Blueberry Acres to James M. Williams.

Goal/Residential Land Use - Provide safe, convenient, and attractive residential areas that protect and enhance property values while encouraging economies in necessary community expenditures for required community infrastructure and utilities.

Objective - Encourage the location of residences in areas that will not be burdened with unnecessary traffic, noise, or environmental problems that might be associated with commercial or industrial land uses.

The location of this development would put the multi family development in a quiet area not burdened by commercial or industrial land uses. This development will add density and traffic to the existing area.

Objective - Encourage residential construction and expansion in those areas of the community where necessary community facilities and utilities are already in place and/or can easily be extended.

Both City water and sewer are available at the corner of West Egan and Blueberry Hill Road. This property is in close proximity to public utilities.

Goal - Housing: Provide lands for adequate and available housing for all residents of Valdez. This zoning change would allow for the development of multi-family housing, diversifying the housing stock available in the area.

Objective - Increase the availability of land for residential development in Valdez through the use and disposal of city lands.

The City approved the sale of this land in 2004, albeit for the purpose of development in conformance with Public Zoning. The Comprehensive Plan speaks to the desire to develop lands for residential purposes.

Section 2.5.1 (Land Use Policies) of the Comprehensive Plan identifies thirteen different land use designations. Public is not listed, the two designations that speak to this rezone are Community Open Space/Green Belts and Multi-Family Residential Areas.

Community Open Space/Green Belts - These areas are set aside to provide for public use activities such as hiking, cross country skiing, watershed protection, etc. Many of these designations contain less desirable developable lands (e.g., floodplains, liquefaction areas, etc.). They are also to serve as "holding areas" for alternative future land use designations as growth and demand might necessitate."

Staff recommends that there should be a separation buffer between multi-family and single-family zoning districts. To that end, staff recommends the Council to retain Lot 3, Blueberry Acres in perpetuity as City-owned, Public zoned land.

Multi-Family Residential Areas- These areas are meant to accommodate the higher density tri-plex, four-plex, and apartment complexes in Valdez. And, while it may be possible to design on-site water and/or sewer systems to serve tri-plex and four-plex land uses, most of these areas will require public water and sewer to accommodate the higher residential densities."

Although Lot 2 is well suited to small scale multi-family development, it is not an ideal location for large-scale multi-family development. Mr. Williams has indicated a strong interest in developing condominiums which requires approval of a conditional use permit to ensure appropriateness of development. However, the Multi-Family zoning district allows for the development of apartment complexes of any size, without any additional permitting, except those for Building. It is important to remember, when considering a zoning change, the use of that property in perpetuity needs to be considered. It is possible Mr. Williams may choose to sell the property to someone who desires a higher population density development.

In 2015 when this zoning change came before the Council for action, the Council shared the same concerns. At the time, staff said they would be bringing an ordinance change to Council to amend the zoning code requiring a conditional use permit for multi-family units over a certain size. Given all the transition that occurred last year staff was unable to accomplish that task. Staff will be moving forward with development of that ordinance at this time. However, it may not be in place prior to development on this property should Mr. Williams, or another potential owner decide to begin building multi-family housing apartments in the next few weeks, unlikely as it may be.

Section 2.62 of the Comp Plan defines Collector/Business Streets. Blueberry Hill Road is listed as such.

Blueberry Hill Road - This street is proposed to provide access to and through the Blueberry Hill area as these properties are subdivided and developed." Blueberry Hill Road is defined in the Comp Plan as a Collector Street which means it is sufficiently sized to handle traffic from increased density.

The adjacent land to the east of Lot 2 is owned by the University of Alaska. Previously there was concern about the floating easement retained by the University of Alaska thru Lot 2 as the location of the easement has yet to be determined. However, staff has been in contact with University land managers who have agreed to meet with the City and Mr. Williams to determine the easement location prior to development.

Staff finds the rezone request is in conformance with zoning change requirements and the Comprehensive Plan. Chapter 17.54 of the Valdez Municipal Code governs amendments to zoning districts.

Section 17.54.020(C) Minimum Area states: "Except for the extension of existing district boundaries, no change in any use district classification or an official zoning map shall be considered which contains an area less than two acres, not including street or alley rights-of-way."

Lot 2, Blueberry Acres is over 2 acres for a total of 5.47 acres. This rezone request meets the Minimum Area code requirement. The development is adjacent to an appropriately sized Collector Street. There is close access to public water and sewer utilities. The multi-family zoning is not out of character with uses in the vicinity, although the majority is admittedly single family residential. There is no immediately-adjacent land use with which this is incompatible.

Section 17.54.020(D) Resubmissions states: "The planning and zoning commission and the city council shall not consider any proposed amendment to the zoning map which is substantially the same as any other proposed amendment submitted within the previous twelve months which has been rejected."

The same rezone application for Lot 2 was submitted to City Council for amendment on March 3rd, 2015; therefore, this rezone request meets the Resubmission code requirement.

Section 17.54.040 Public Hearing states: "The planning and zoning commission shall hold at least one public hearing before considering any change or amendment to the provision of this title or the boundaries of the districts."

The Public Hearing held on May 11th, 2016 meets the Public Hearing code requirement.

Section 17.06.060(B1) Notification Requirements states: "A notice shall be posted and published. The notice shall be published at least once a week for the two consecutive weeks prior to the date of the public hearing in a newspaper of general circulation. The last date of publication shall not be less than three days before the date of the public hearing."

Notification was posted on the City Hall bulletin board located at 212 Chenega Avenue on April 29th, 2016. Notification was published in the Valdez Star on April 27th and May 4th, 2016.

Section 17.06.060(B2) Notification Requirements states: "A notice shall be also be sent by mail at least ten days prior to the public hearing to each owner of property within a distance of three hundred feet of the exterior boundary of the lot or parcel of land described in the application for the requested action."

Notice was sent to all property owners within 300 feet of Lot 2, Blueberry Acres Subdivision on April 28th, 2016. Upon staff discretion, notice was also sent to all property owners on Blueberry Hill on April 28th, 2016.

Section 17.54.030 Report from Planning and Zoning Commission states: "The planning and zoning commission shall report in writing to the city council on any proposed change or amendment, regardless of the manner in which such change is initiated. Such report shall include:

A. Findings as to the need and justification for a change or amendment;

B. Findings as to the effect a change or amendment would have on the objectives of the comprehensive plan;

C. Recommendations as to the approval or disapproval of the change or amendment.

Planning and Zoning took action on the public hearing on May 26th, 2016. There were several residents in attendance that voiced their opinions for the rezone and against. The Planning and Zoning Commission voted five to one in favor of the recommendation to City Council to approve the rezone. The Planning and Zoning Commission passed a motion to amend the recommendation to include Condition 1, requiring that the adjacent Lot 3, Blueberry Acres be held in perpetuity as City-owned, Public zoned land. The motion failed by five votes against the motion with one vote in favor. The Planning and Zoning Commission passed a motion to amend the recommendation to include Condition 4, requiring the City to install No-Thru Traffic signage along Blueberry Road. The motion failed by four votes against the motion and to two votes in favor. Therefore, the recommendation from the Planning and Zoning Commission is to approve the rezone without any additional conditions. The Planning and Zoning Commission Rezone Proposed Findings & Conclusions report has been attached for your review.

Section 17.54.050 Council Action states: The city council shall consider an application or planning and zoning commission recommendation for change in the boundary of a district or any other planning and zoning commission recommendation proposing a change in this chapter, together with the report of the planning and zoning commission, at its next regular meeting after receipt of such report. If, from the facts presented and by the findings of the report of the planning and zoning commission, it is determined that the public necessity, convenience, general welfare, modification of the comprehensive plan or good zoning practice requires change or amendment or any portion thereof, and that the change or amendment is in accordance with the comprehensive plan, the city council, by ordinance, shall effect such amendment, supplement, change or reclassification. (Prior code § 30-76)

RECOMMENDATION SUMMARY:

Staff and the Commission recommend the City Council authorize the rezone of Lot 2, Blueberry Acres from Public (P) to Multiple-Family Residential.

Four conditions (as follows) were considered by the Commission and ultimately failed to be added as conditions associated with the rezone.

Condition 1: Lot 3, Blueberry Acres be held in perpetuity as City-owned, Public zoned land.

Condition 2: The floating easement held by the University be turned into a fixed easement at a location mutually agreed upon by the University, Mr. Williams and the City of Valdez.

Condition 3: Prior to development of multi-family housing on this property a development plan must be submitted to, and approved by, both the Planning & Zoning Commission and the Valdez City Council.

Condition 4: Street signs shall be installed by the City on Blueberry Hill Road providing adequate notice the street is a dead end and there is no turn-around.

Although staff acknowledges it is likely not the best vehicle to address some of these items as conditions of the rezone, it is important they be addressed as separate matters and staff would like to have Council input regarding Conditions 1, 2 and 4. Staff does not recommend continuing with Condition 3.

The residents of the Blueberry Hill area have expressed two major concerns (of several). The first is a buffer zone between multi-family and single family zoning. In response to that staff is recommending Lot 3, Blueberry Acres (which is located between Mr. William's parcel and Blueberry Hill) be held in City ownership in perpetuity and maintained under the Public Zoning. The parcel can be deed restricted to reflect these requirements. Second, is the increase in traffic multi-family development will have in the area. Many people already drive up to the end of Blueberry Hill Road just to see what can be seen. More traffic in the area may result in additional traffic up to the end of the road. To help discourage this traffic staff is recommending the City install signage indicating Blueberry Hill Road is a dead-end and there is no turn-around at the end of the street.

Finally, the City, Mr. Williams, the other owner of private property adjacent to Mr. Williams, and the University need to meet to determine a fixed location for the currently floating easement.

CITY OF VALDEZ, ALASKA

ORDINANCE #16-09

AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF VALDEZ, ALASKA, AUTHORIZING AN AMENDMENT TO THE ZONING MAP TO EFFECT A CHANGE TO LOT 2, BLUEBERRY ACRES FROM PUBLIC TO MULTI-FAMILY RESIDENTIAL

WHEREAS, James M. Williams is the owner of Lot 2, Blueberry Acres; and

WHEREAS, Mr. Williams desires to rezone said property from Public (P) to Multi-Family Residential (R-C) for the purpose of developing multi-family residential housing; and

WHEREAS, a rezone may only be effectuated if the subject parcel is a minimum of two acres in size, or if the adjacent zoning is the same as the desired zoning; and

WHEREAS, the subject parcel is 5.3 acres; and

WHEREAS, the Planning and Zoning Commission held a public hearing on this matter on May 11th, 2016; and following public input and discussion, approved a recommendation to Council to approve this rezone on May 25th, 2016 and

WHEREAS, city staff and the Planning and Zoning Commission find this rezone to be in conformance with the Comprehensive Plan.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF VALDEZ, ALASKA, that

Section 1: The Zoning Map is amended to effect a change to Lot 2, Blueberry Acres from Public to Multi-Family Residential.

Section 2: This rezone will take effect immediately upon passage and approval.

PASSED AND APPROVED BY THE CITY COUNCIL OF THE CITY OF VALDEZ, ALASKA, this _____ day of _____, 2016.

CITY OF VALDEZ, ALASKA

Ruth E. Knight, Mayor

Ordinance #16-09
Page 2

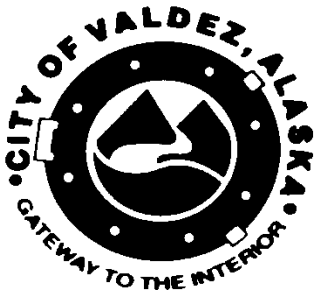
ATTEST:

Sheri L. Pierce, MMC, City Clerk

APPROVED AS TO FORM:

First Reading:
Second Reading:
Yeas:
Nays:
Absent:
Abstain:

Brena, Bell & Clarkson, P.C.



City of Valdez, Alaska
Planning & Zoning Commission
Rezone
Proposed Findings & Conclusions

Chapter 17.54 of the Valdez Municipal Code governs the amendments to the zoning districts. **Section 17.54.020(C) Minimum Area** states: “Except for the extension of existing district boundaries, no change in any use district classification or an official zoning map shall be considered which contains an area less than two acres, not including street or alley rights-of-way.” Lot 2, Blueberry Acres is over 2 acres for a total of 5.47 acres. This rezone request meets the Minimum Area code requirement.

Date: July 5th, 2016
File No.: REZONE #16-02
To: Planning & Zoning Commission
From: AnnMarie Lain, Planning Technician
REZONE: From (P) Public to (R-C) Multiple-Family Residential

General Information

Applicant: James M. Williams
Property Owner: James M. Williams
Property Address: 445 Blueberry Hill Road
Legal Description: Lot 2, Blueberry Acres ASLS 79-117
PIDN: 0079-000-002-0
Parcel Size: 5.47 Acres
Zoning: From (P) Public to (R-C) Multiple-Family Residential
Utility Service: City Water, City Sewer, CVEA Electric, CVTC or GCI Telephone, CGI Cable
Existing Land Use: Horse Stable
Access: Blueberry Hill Road
Surrounding Land Use: North: Public Lands
South: Unclassified
East: Public Lands
West: Public Lands

Project Description and Background Summary

The City of Valdez received a 2nd request from James M. Williams on April 18th, 2016 for a Rezone of Lot 2, Blueberry Acres ASLS 79-117 (445 Blueberry Hill Road). The land is currently zoned Public and Mr. Williams would like to rezone it to Multiple-Family Residential to allow for the construction of multiple-family dwellings. Chapter 17.54 of the Valdez Municipal Code governs the amendments to the zoning districts.

Section 17.54.020(D) Resubmissions states: “The planning and zoning commission and the city council shall not consider any proposed amendment to the zoning map which is substantially the same as any other proposed amendment submitted within the previous twelve months which has been rejected.

The same rezone application for Lot 2 was submitted to City Council for amendment on March 3rd, 2015; therefore, this rezone request meets the Resubmission code requirement.

Findings

The Director of Community Development shall make findings on an application for a re-zone. The Planning and Zoning Commission shall review and adopt the findings unless it finds by a preponderance of the evidence that the findings are in error. The director's findings are:

1. Is the requested rezone proper according to the Rezone Uses for the zoning district?

Yes. The land is currently zoned Public and Mr. Williams would like to rezone it to Multiple-Family Residential to allow for the construction of multiple-family dwellings.

2. Is the application complete?

Yes. The application was complete prior to the public hearing. Mr. Williams has provided all required documentation associated with the rezone.

3. Does the proposed development follow the other requirements of the City of Valdez land use code?

The land use code for the City of Valdez is Title 17 Zoning of the Valdez Municipal Code. This application is in conformance with Title 17.

4. Will the proposed development materially endanger the public health or safety?

No aspect of this project appears to materially endanger public health or safety.

5. Will the proposed project substantially decrease the value of or be out of harmony with property in the neighboring area?

The area is quite rural and undeveloped currently. The addition of multi-family housing will substantially change the character of the area in terms of housing density, traffic and use. However, these changes are in conformance with the Comprehensive Plan.

6. Will the proposed project be in general conformity with the land use plan, thoroughfare plan, or other officially adopted plans?

The rezone application is in conformance with the Comprehensive Plan. Only the goals and objectives relevant to the specific zoning change are listed below.

Goal – Land Use: Provide a community land use pattern that is compatible with existing land use patterns in the community, which is physically safe, environmentally sensitive, and consistent with the provision and requirements of the Valdez Coastal Management Program. The Coastal Management Program no longer exists.

Objective – Provide for the adequate separation of incompatible land uses.

The immediate surrounding land to the east is vacant and owned by the University of Alaska; to the north is Public and privately owned currently being used for storage; to the south is Public, vacant and currently owned by the City; and to the west is Blueberry Hill Road and Mineral Creek Lands. Within the vicinity include single-family residential on Blueberry Hill; single-family residential in Cottonwood Subdivision; and a mix of multi-family, single-family and small commercial along Homestead Road. The Mineral Creek and Homestead area is also widely used recreationally in both summer and winter for trail access.

Objective - Prohibition of the location/construction of structures in hazardous or environmentally sensitive areas.

This rezone application was first proposed prior to the release of the new preliminary FEMA flood maps and had previously been identified as being in a flood zone. Whereas FEMA regulations allow floodplain managers to make decisions base on best available data, **development on this parcel will not require a floodplain development permit from the City of Valdez. The new preliminary FEMA flood maps remove this parcel from a flood zone.**

Objective - Provide development standards for lands that require special physical or environmental attention before they can be safely used or developed.

Flood development standards will not apply to the development of this land, as described above.

Objective - Encourage the development of lands within the city through regulation and through the disposal of city lands.

In 2004, City Council passed and approved Resolution # 04-15 authorizing the negotiated land sale of Lot 2, Blueberry Acres to James M. Williams.

Goal/Residential Land Use - Provide safe, convenient, and attractive residential areas that protect and enhance property values while encouraging economies in necessary community expenditures for required community infrastructure and utilities.

Objective - Encourage the location of residences in areas that will not be burdened with unnecessary traffic, noise, or environmental problems that might be associated with commercial or industrial land uses.

The location of this development would put the multi-family development in a quiet area not burdened by commercial or industrial land uses. This development will add traffic to the existing area.

Objective - Encourage residential construction and expansion in those areas of the community where necessary community facilities and utilities are already in place and/or can easily be extended.

Both City water and sewer are available at the corner of West Egan and Blueberry Hill Road, this property is in close proximity to public utilities.

Goal - Housing: Provide lands for adequate and available housing for all residents of Valdez. This zoning change would allow for the development of multi-family housing, diversifying the housing stock available in the area.

Objective - Increase the availability of land for residential development in Valdez through the use and disposal of city lands.

The City approved the sale of this land in 2004, albeit for the purpose of development in conformance with Public Zoning. The Comprehensive Plan speaks to the desire to develop lands for residential purposes.

Section 2.5.1 (Land Use Policies) of the Comprehensive Plan identifies different land use designations. Public is not listed, the two designations that speak to this rezone are Community Open Space/Green Belts and Multi-Family Residential Areas.

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Staff recommends that there should be a separation buffer between multi-family and single-family zoning districts. To that end, staff recommends the Commission to ask the Council to retain Lot 3, Blueberry Acres in perpetuity as City-owned, Public zoned land.

Multi-Family Residential Areas- These areas are meant to accommodate the higher density tri-plex, four-plex, and apartment complexes in Valdez. And, while it may be possible to design on-site water and/or sewer systems to serve tri-plex and four-plex land uses, most of these areas will require public water and sewer to accommodate the higher residential densities."

Although Lot 2 is well suited to small scale multi-family development, it is not an ideal location for large-scale multi-family development. Mr. Williams has indicated a strong interest in developing condominiums which requires approval of a conditional use permit to ensure appropriateness of development. However, the Multi-Family zoning district allows for the development of apartment complexes of any size, without any additional permitting, except those for Building. It is important to remember, when considering a zoning change, the use of that property in perpetuity needs to be considered. It is possible Mr. Williams may choose to sell the property to someone who desires a higher population density development.

In 2015 when this zoning change came before the Council for action, the Council shared the same concerns. At the time, staff said they would be bringing an ordinance change to Council to amend the zoning code requiring a conditional use permit for multi-family units over a certain size. Given all the transition that occurred last year staff was unable to accomplish that task. Staff will be moving forward with development of that ordinance at this time. However, it may not be in place prior to development on this property should Mr. Williams, or another potential owner decide to begin building multi-family housing apartments in the next few weeks, unlikely as it may be.

Section 2.62 of the Comp Plan defines Collector/Business Streets. Blueberry Hill Road is listed as such.

Blueberry Hill Road - This street is proposed to provide access to and through the Blueberry Hill area as these properties are subdivided and developed." Blueberry Hill Road is defined in the Comp Plan as a Collector Street which means it is sufficiently sized to handle traffic from increased density.

The adjacent land to the east of Lot 2 is owned by the University of Alaska. Previously there was concern about the floating easement retained by the University of Alaska thru Lot 2 as the location of the easement has yet to be determined. However, staff has been in contact with University land managers who have agreed to meet with the City and Mr. Williams to determine the easement location prior to development.

Staff finds the rezone request is in conformance with zoning change requirements and the Comprehensive Plan.

7. Are any of the following criteria such to materially endanger the public health or safety: topography, slope and soil stability, geophysical hazards, surface and subsurface drainage and water quality?

No.

8. Will the proposed project require the enlargement, upgrading or extending of public utilities or service systems?

Yes. In order to develop multi-family housing in this area it will be necessary to expand both the water and sewer system down Blueberry Hill Road to this property.

Decision of the Commission

The Planning and Zoning Commission may, regardless of the above findings, conditionally approve or deny the rezone. The Commissioners' own independent review of information submitted at the public hearing provides the basis for the decision. The decision needs supportive findings based on factors associated with the same questions answered in the Director's Findings.

Staff Recommendation

Staff and the Commission recommend the City Council authorize the rezone of Lot 2, Blueberry Acres from Public (P) to Multiple-Family Residential (R-C).

Four conditions (as follows) were considered by the Commission and ultimately failed to be added as conditions associated with the rezone.

Condition 1: Lot 3, Blueberry Acres be held in perpetuity as City-owned, Public zoned land.

Condition 2: The floating easement held by the University be turned into a fixed easement at a location mutually agreed upon by the University, Mr. Williams and the City of Valdez.

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FEE: \$50.00
SITE PLAN
WAIVED 2013 PER
RESOLUTION #12-72

RECEIVED

APR 18 2016

9:50
am

BY CITY OF VALDEZ
COMMUNITY DEVELOPMENT

CITY OF VALDEZ
APPLICATION FOR REZONE

APPLICATION NUMBER	16-02	DATE	4/18/16
NAME OF APPLICANT	James M. Williams		
ADDRESS OF APPLICANT	P.O. Box 3485 Valdez, AK 99686		
DAYTIME PHONE	907-831-0699		
LEGAL OWNER	Same as		
ADDRESS	445 Blueberry Hill Rd, Valdez, AK 99686		
PHONE NUMBER	907-831-0699		
LOCATION OF PROPERTY AND/OR LEGAL DESCRIPTION/STREET ADDRESS	Lot 2, Blueberry ^{acres} 45/5 99-21 79-117 (Plot 2004-6)		
CURRENT ZONING	Public		
PROPOSED ZONING	R/C		
DESCRIPTION OF PROPERTY, INCLUDING SQUARE FOOTAGE OR ACREAGE.	5.47 acres (same as last request) in 2014 [Rezone #14-03]		
WHY IS THE PROPERTY MORE SUITED FOR THE PROPOSED ZONING DISTRICT THAN FOR THE PRESENT ZONING?	Per focus group discussions		
SIGNATURE	DATE 4/18/16		

Mike @ totumia.com

- LEGEND**
- BLM MONUMENT FOUND
 - 2" ALUM CAP FOUND-CERCO
 - PLASTIC CAP ON REBAR IN CONCRETE
 - 2" ALUM. CAP FOUND-BLUBERRY
 - 2" ALUM CAP-PHILSURV
 - REBAR FOUND
 - 2" CAP FOUND-ASLS 79-117
 - 5/8" X 30" REBAR WITH 2" CAP SET THIS SURVEY
 - X COMPUTED POSITION-NOT MONUMENTED.
 - BOUNDARY LINE
 - ASBUILT CENTERLINE
 - 20' UTILITY EASEMENT
 - ADJOINING PROPERTY



USS 5113
ZONED "C-R"

MINERAL CREEK

TRACT D-I
26.51 ACRES
ZONED "B"

LEFT BANK

APPROXIMATE HIGH WATER LINE

LEFT BANK

BLUEBERRY HILL ROAD

LOT 1
0.86 AC.
ZONED "A"

LOT 2
5.47 AC.
ZONED "B"

LOT 3
7.10 AC.
ZONED "B"

USS 641
PLAT 91-5
ZONED "A"

LINE	DISTANCE	BEARING
L1	45.75	N00°02'20"W
L2	42.71	N00°01'45"W
L3	166.38	S00°01'51"E
L4	35.24	S00°02'01"E
L5	35.41	S00°02'01"E

CURVE	ARC	CHORD BEARING	RADIUS	DELTA	CHORD	TANGENT
C1	40.40	N44°32'36"E	1553.43	1°24'00"	40.40	20.20
C2	40.27	N43°08'35"E	1553.43	1°23'44"	40.27	20.14
C3	320.58	S29°05'36"E	412.54	44°31'25"	312.57	168.87
C4	352.05	S29°15'46"E	452.54	44°34'20"	343.24	185.47
C5	289.13	N28°55'59"E	372.54	44°27'59"	281.92	152.28
C6	213.43	S02°51'39"W	517.26	23°38'29"	211.92	108.26
C7	230.49	S02°38'59"W	557.26	23°41'53"	228.85	116.91
C8	196.73	N03°04'41"E	477.26	23°37'03"	195.34	99.78
C9	181.10	S25°42'19"W	127.62	81°18'29"	166.28	109.59
C10	107.74	S18°03'43"W	87.62	70°26'56"	101.08	51.87
C11	292.73	N29°01'18"E	167.63	86°23'05"	229.48	157.37
C12	155.59	N58°13'53"E	1027.68	8°43'49"	155.44	78.45
C13	11.05	S45°22'10"E	1553.43	0°22'58"	11.05	5.92

CERTIFICATE OF APPROVAL

This Plat conforms to the requirements of the Planning and Zoning Commission and is hereby approved.

SIGNED Alan J. Phillips DATE 11-05-04
CHAIRMAN

CERTIFICATE OF PAYMENT OF TAXES

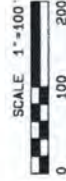
I, SHERI CARLES, CITY CLERK, FOR THE CITY OF VALDEZ, ALASKA, DO HEREBY CERTIFY THAT ALL TAXES LEVIED AGAINST THE PROPERTY REPRESENTED BY THIS PLAT ARE PAID AS OF 4/5/04

SIGNED Sheri Carles DATE 11/2/04

CERTIFICATE OF OWNERSHIP AND DEDICATION

I, SHERI CARLES, Mayor of the City of Valdez, do hereby certify that the City of Valdez as the owner of the property, as shown on this Plat, I approve this survey and plat and dedicate to the public for public use, as noted, all easements, public utility areas, and right-of-way as shown and described on this Plat.

SIGNED Sheri Carles DATE 11/2/04
ATTEST: Sheri Carles



PREPARED FOR: CITY OF VALDEZ PO BOX 307 VALDEZ, ALASKA 99686	SURVEYOR: PHILLIPS SURVEYING HC50 BOX 1468 VALDEZ, ALASKA 99673
BLUEBERRY ACRES	
A SUBDIVISION OF TRACT D-2 OF ASLS 79-117 (2004-5)	
LOCATED WITHIN SEC 31, T8S, R6W & SEC 36, T8S, R7W, C. R. M., AK.	
VALDEZ RECORDING DISTRICT	
FILE: TR-02	DRAWN BY: JLP
SURVEYED: OCT. 11, 2004 SCALE: 1" = 100 FEET	



CERTIFICATE OF REGISTERED LAND SURVEYOR

I hereby certify that I am properly registered and licensed to practice land surveying in the State of Alaska, that this plat represents a survey made by me or under my direct supervision, and that all dimensions and other details are correct.

Date 10-11-04 JACK L. PHILLIPS, LSR136



TYPICAL CAP SET
2" PLAT ALUM CAP
ON 5/8" X 30" REBAR



Agenda Statement

File #: RES 16-0025 Version: 1

Type: Resolution Status: Agenda Ready

File created: 6/27/2016 In control: City Council

On agenda: 7/5/2016 Final action:

Title: Amending The 2016 City Budget By Accepting Forfeited Firearm Auction Proceeds In The Amount Of \$10,919.90 To The Valdez Police Department And Authorizing Its Expenditure

Sponsors:

Indexes:

Code sections:

Attachments: [Professional Services Agreement - Gun Auction](#)
[Denali Auction Company 2016](#)

Date	Ver.	Action By	Action	Result
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ITEM TITLE:

Amending The 2016 City Budget By Accepting Forfeited Firearm Auction Proceeds In The Amount Of \$10,919.90 To The Valdez Police Department And Authorizing Its Expenditure

SUBMITTED BY: Bart Hinkle, Chief of Police

FISCAL NOTES:

Expenditure Required: N/A

Unencumbered Balance: N/A

Funding Source: Denali Auction Company, LLC.

RECOMMENDATION:

Approve Resolution Number #16-25 amending the 2016 City Budget by accepting forfeited firearm auction proceeds in the amount of \$10,919.90 to the Valdez Police Department, specifically the Investigations account [001-3500-46950] and authorizing its expenditure

SUMMARY STATEMENT:

Pursuant to criminal convictions, the State of Alaska Court system frequently orders the forfeiture of firearms used or possessed during the commission of a criminal offense. The firearms are subsequently forfeited to the Valdez Police Department and stored in the Valdez Police Department evidence room until they are either destroyed or disposed of via auction. The proceeds from this forfeited firearm auction represent the sale of 48 firearms and a period of approximately 10 years.

CITY OF VALDEZ, ALASKA

RESOLUTION 16-25

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF VALDEZ, ALASKA, AMENDING THE 2016 CITY BUDGET BY ACCEPTING FORFEITED FIREARM AUCTION PROCEEDS IN THE AMOUNT OF \$10,919.90 TO THE VALDEZ POLICE DEPARTMENT AND AUTHORIZING ITS EXPENDITURE

WHEREAS, the Valdez Police Department recently entered into a Professional Services Agreement with Denali Auction Company, LLC to auction previously forfeited firearms located in the Valdez Police Department evidence room; and

WHEREAS, the Valdez Police Department's portion of the proceeds from the auction totaled \$10,919.90; and

WHEREAS, the proceeds were not included in the 2016 Budget; and

WHEREAS, the proceeds are to be used by the Valdez Police Department to assist in criminal investigations

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF VALDEZ, ALASKA, that

Section 1: The City of Valdez amends the 2016 Budget in the General Fund (001-0000-34766) by accepting forfeited firearm auction proceeds in the amount of \$10,919.90.

Section 2: The City of Valdez amends the 2016 Budget in the General Fund to increase the appropriation for Investigations (001-3500-46950) in the Police Department in the amount of \$10,919.90 to be used during the course of criminal investigations.

Section 3: This resolution takes effect immediately upon passage and approval.

PASSED AND APPROVED BY THE CITY COUNCIL OF THE CITY OF VALDEZ, ALASKA, this 5th day of July, 2016.

CITY OF VALDEZ, ALASKA

Ruth E. Knight, Mayor

ATTEST:

Sheri L. Pierce, MMC, City Clerk

AUCTION CONTRACT AGREEMENT TO PROVIDE PROFESSIONAL SERVICES

This Agreement to Provide Professional Services (Agreement) is made this 21th day of **March** 2016 by and between **Denali Auction Company LLC (Auctioneer)**, PO Box 770303 Eagle River, Alaska 99577-0303 and City of Valdez Police Department 212 Chenega Ave. PO Box 307 Valdez, Alaska 99686, **(Client)**.

- 1) **Purpose.** The purpose of this Agreement is to provide for the orderly sale of various firearms belonging to City of Valdez Police Department. (see attached list of firearms)
- 2) **Date and Place of Sale/Protections of Auctioneer.** The Sale shall take place at a future date to be agreed upon by both parties. A preview period will be held before the auction date. Client shall hold harmless, indemnify and defend Auctioneer against any claims, threatened or actual, whether or not litigation has ensued, which in any way concern or are related to the items to be sold, which are sold or which are in any way the subject of this agreement or the Sale.
- 3) **Method of Sale.** The Auctioneer will conduct an On-Line auction of seized and forfeited firearms at www.aksurplus.com. This will be an absolute sale with no minimums or reserves. Auctioneer reserves the right to tag sale firearms, prior to or following auction.
- 4) **Notice and Advertising.** Client is solely responsible for mailing notice to all persons required to receive notice and will place legal notices as required. Auctioneer will advertise the sale in the newspapers determined by Auctioneer (Frontiersman, Anchorage Daily News, Fairbanks Daily News Miner, etc.) various trade publications (Alaska Equipment Trader), along with Bidders List / Fax Mailing prior to the sale, and by facsimile and email to local auction attendees and by mail as appropriate. The auctioneer reserves the right to reallocate expenditures for advertising within the various categories noted above to most effectively produce bidder interest.
- 5) **Auction Summary/Compensation.** Auctioneer's fees for services under this Agreement shall be as follows:

Type of Auction: On-Line Auction at www.aksurplus.com (Internet bidding only)

Commission Rate: 15% of gross sales

Expenses: Auctioneer will be responsible for all expenses associated with auction. This includes advertising, travel expenses, fuel, supplies, repairs and labor costs. Auctioneer will be responsible for all local taxes

Payment Schedule. The Auctioneer shall withhold commission (as stated in Item 5). Net proceeds shall be remitted to the Client within 10 working days following the date of sale. Auctioneer will provide an accounting statement of sale proceeds and disbursements.
- 6) **Possession.** Auctioneer shall require the successful bidder to remove items within 24 hours of the sale.
- 7) **Cancellation.** The Client may terminate this agreement upon payment to auctioneer of a \$500.00 cancellation fee and all Auctioneers' costs to the date of the cancellation and all costs to the Auctioneer of

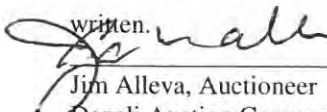
the demobilization. This fee is not applicable in situations beyond the control of the Client, such as bankruptcy stays or other legal constraints.

- 9) **No Assignment or Delegation.** This Agreement is nontransferable and the Auctioneer may not assign or delegate this Sale, or any part of it, without the written consent of the Client.
- 10) **No Additional Work or Material.** Client shall pay Auctioneer for all work performed or expenses incurred in conducting the Sale whether or not specifically provided for in this Agreement or in any written additions or modifications to this Agreement.
- 11) **Independent Contractors.** The Auctioneer and any agents or employees of the Auctioneer act in an independent capacity and are not officers, agents or employees of the Client in the performance of this Sale.
- 12) **Payment of Taxes.** The Auctioneer hereby agrees to pay all federal, state and local taxes incurred by the Auctioneer as a result of this Agreement and Sale. The Auctioneer hereby agrees to require any subcontractor to pay all federal, state or local taxes incurred by that subcontractor as a result of participation in this Agreement and Sale.
- 13) **General Liability Insurance.** The Auctioneer hereby agrees to carry general liability insurance in the amount of \$1,000,000.00.
- 14) **Worker's Compensation Insurance.** The Auctioneer shall maintain workman's compensation insurance required by law.
- 15) **Records, Inspection and Retention.** The Client may inspect Auctioneer's records relating to this Agreement and Sale during regular business hours with one business day's notice of its intention to inspect. Auctioneer shall preserve the records relating to this Agreement and Sale for a period of one year following the conclusion of the Sale.
- 16) **Disputes.** If any dispute arises between the Parties, and such dispute is not disposed of by mutual agreement of the Parties, the Parties agree to subject the dispute to mediation. Such mediation shall be a condition precedent to initiating legal action, but this section does not waive the right of either Party to pursue legal action. The cost of the mediator(s) shall be evenly divided between the Parties to the mediation; otherwise the Parties shall be solely responsible for their own attorney's fees, costs and other expenses of the mediation.
- 17) **Venue.** Venue for any civil lawsuit relating to or arising from this agreement shall be at Anchorage, Alaska, and any such civil lawsuit shall be brought in the Superior Court, Third Judicial District at Anchorage, Alaska. This agreement shall be governed by and construed pursuant to the laws of the State of Alaska.
- 18) The Parties shall furnish each other notice related to this Agreement by facsimile or certified United States mail and such notice shall be deemed complete upon its receipt at the Party's address as set forth below, or as subsequently validly changed according to the terms of this Agreement, with sufficient postage prepaid and affixed to insure acceptance and delivery of such notice by the United States Postal Service to the Party. The U.S. Postal Service postage cancellation date shall be deemed the date of mailing of any notice.

- 19) Each Party to this Agreement shall furnish the other Party to this Agreement with advance written notice setting forth the Party's new address should any Party's address change during the term of the Agreement. Each Party is responsible for mailing its notice of address change sufficiently early so that it is received by the other Party prior to the date of the address change.
- 20) This Agreement is binding on all heirs, assignees, partners, shareholders, successors, agents and other representatives of each of the undersigned Parties.
- 21) The Agreement may be modified only in writing and to be effective any such written modification shall be signed by all Parties to this agreement.
- 22) This document contains the entire and complete agreement among the Parties, it is fully integrated. It supersedes all prior or contemporaneous negotiations, representations or agreements, whether written or oral relating to the agreement and the dealings underlying this agreement among the parties hereto.
- 23) Failure by any Party to this Agreement to enforce any right or provision under this Agreement shall not constitute or be construed as a waiver by the Party of such right or provision. Any waiver of any term or provision of this agreement, to be valid, shall be in writing and signed by the Parties to this agreement.
- 24) In the event that a court of competent jurisdiction shall determine any provision of this Agreement to be void or unenforceable as a matter of law, such determination shall not affect the remaining provisions which shall remain valid and in force.
- 25) The prevailing Party in any civil lawsuit based upon this agreement shall be entitled to reasonable attorney's fees from the other.
- 26) In construing this agreement, it shall not be construed against any Party, as drafter.
- 27) Neither Party is the agent of the other for any purpose.

Compliance with Laws and Specification. Auctioneer represents that it is customarily an independent business of the same nature as the services to be performed hereunder; that it has familiarized itself with and will abide by the local laws, regulations, customs, and conditions under which the Sale of to be performed; that it will furnish all equipment, tools, permits, and licenses required for its work, except where identified in writing as the responsibility of the Client.

Wherefore, the parties bind themselves hereto by their signatures below and agree to all the terms herein

written.

Date 3-21-16
Jim Alleva, Auctioneer
Denali Auction Company LLC
PO Box 770303
Eagle River, AK 99577-0303


Date 3-21-16



Denali Auction Company, LLC

PO Box 770303 Eagle River, Alaska 99577

Phone: 561-3306



April 17, 2016

Valdez Police Department
Attn: Chris Shumate
212 Chenega Avenue
Valdez, Alaska 99686

Dear Mr. Shumate:

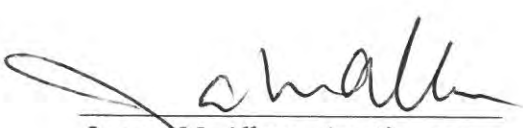
Listed below is the summary statement for the sale of firearms in Anchorage, Alaska.

Dept	Description	Sales Total
	04-07-2016 Firearms Auction	\$12,845.90
	<i>Sub Total</i>	\$12,845.90
	<i>Denali Auction Co. LLC Commission (10%) & Expense (\$125.00)</i>	(\$1,926.00)
	Proceeds to Valdez Police Department	\$10,919.90

Please acknowledge receipt of these documents by returning a signed copy of this letter to the above address.

If you have any questions, please contact us. Thank you for using our services.

Accepted:


James M. Alleva, Auctioneer
Denali Auction Co., LLC

Chris Shumate

Enclosures:

Proceeds Check
Final Sales Spreadsheet

City of Valdez Police Department
04-07-2016 Online Auction

Lot #	DESCRIPTION	AMOUNT
VP01	Ruger M77 Hawkeye Magnum Hunter, 300 Win Mag, SS With Winchester Wrk-431 3-9x40mm Scope	\$ 460.00
VP02	Chinese SKS 7.62 Semi Auto Rifle With NcStar 3-9x42E Scope	\$ 285.00
VP03	Browning 7mm REM With Simmons 3-9x44 Scope	\$ 325.00
VP04	Winchester Model 94 30-30 Lever Action	\$ 410.00
VP05	UNC X12 Ultracell Tactical 12g	\$ 170.00
VP06	Remington 1100 Magnum 12 gauge	\$ 260.00
VP07	Interarms .22 model 62 SAC	\$ 191.00
VP08	Ruger M77 .300 Win Mag With Bausch & Lomb Scope	\$ 360.00
VP09	Pachmayr Mossberg 500A 12 GA	\$ 230.00
VP10	REMINGTON MODEL 700 BOLT ACTION .338 wind mag	\$ 350.00
VP12	Stevens .22lr model 67	\$ 120.50
VP13	Mossberg 702 .22lr plinkster	\$ 151.00
VP14	Smith & Wesson, Caliber 500 S&W, Action Double / Single Action, Stainless	\$ 810.00
VP15	H&K HECKLER AND KOCK, USP 45 COMPACT 45ACP	\$ 505.00
VP16	EAA WITNESS 9MM	\$ 205.00
VP17	Glock 22 40SW	\$ 390.00
VP18	Hi-Point Model CF380, 380ACP	\$ 95.90
VP19	Sterling Arms Mark II Cal .380 ACP	\$ 150.00
VP20	Hi-Point 45acp	\$ 155.00
VP21	Ruger P95DC 9mm	\$ 216.00
VP22	FN Browning - Argentina 9mm	\$ 410.00
VP23	Charter Arms .38 special -	\$ 310.00
VP24	Thompson Contender w/ .44 Barrel and Bushnell Scope	\$ 270.50
VP25	Hi-Point Model C9 9mm Luger	\$ 105.00
VP26	Hi-Point Model C9 9mm Luger	\$ 125.00
VP27	American Tactical ATI HGA FX45 1911 GI 45ACP 4.25"	\$ 240.00
VP28	Springfield 1911-A1, 45 caliber	\$ 410.00
VP31	Springfield Armory XD-9 Subcompact 9mm	\$ 387.00
VP32	Smith & Wesson .22 Model 622	\$ 245.00
VP33	Smith & Wesson .44 Magnum, Stainless	\$ 600.00
VP34	North American Derringer .22 Magnum	\$ 170.00
VP35	Hi-Point Model C9 9mm Luger	\$ 87.50
VP36	Glock 30 - .45acp	\$ 461.00
VP37	I.J.A .22 Revolver Pistol	\$ 90.00
VP38	Ruger GP100 .357 Stainless	\$ 460.00
VP39	Ruger Mark II .22lr	\$ 200.00
VP40	Smith & Wesson Model 915 - 9mm	\$ 210.00
VP41	S&W Model 40E .40 caliber	\$ 315.50
VP42	Taurus Tracker .44 MAG Talo Special	\$ 390.00
VP43	Ruger Blackhawk .44	\$ 325.00
VP44	STAR by Interarms 9mm	\$ 225.00
VP45	Fabrique National .45	\$ 350.00
VP46	Beretta Shogun 12ga	\$ 225.00
VP47	Ruger Super Redhawk .44	\$ 350.00
VP48	Air Rifle	\$ 45.00
	Total Auction Sales	\$ 12,845.90
	Denali Auction Co. Commission 15%	\$ (1,926.00)
	Proceeds to Valdez Police Department	\$ 10,919.90

Subject: [No Subject]
From: Chris Cromer (christophercromer@gmail.com)
To: denaliauction@yahoo.com;
Date: Monday, April 11, 2016 10:21 AM

Chris Shumate
Valdez Police Department
Address: 212 Chenega Ave, Valdez, AK 99686
Phone:(907) 835-4560

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Confidentiality Note: *The information in this electronic mail("e-mail")message may be confidential and for use of only the named recipient. The information may be protected by privilege, work product immunity, or other applicable law. If you are not the intended recipient the retention, dissemination, distribution or copying of this e-mail message is strictly prohibited. If you receive this e-mail message in error please notify us immediately by telephone at 907-279-8657; christophercromer@gmail.com*



Agenda Statement

File #: RES 16-0026 Version: 1
Type: Resolution Status: Agenda Ready
File created: 6/27/2016 In control: City Council
On agenda: 7/5/2016 Final action:
Title: Accepting Reimbursable Grant Funding For The Valdez Police Department ICAC [Internet Crimes Against Children] Task Force From The Municipality Of Anchorage In The Amount Of \$5,151.24
Sponsors:
Indexes:
Code sections:
Attachments: [ICAC 2016](#)
[ICAC Re-imbursable purchases FY15](#)

Date	Ver.	Action By	Action	Result
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ITEM TITLE:

Accepting Reimbursable Grant Funding For The Valdez Police Department ICAC [Internet Crimes Against Children] Task Force From The Municipality Of Anchorage In The Amount Of \$5,151.24

SUBMITTED BY:

Bart Hinkle, Chief of Police

FISCAL NOTES:

Expenditure Required: \$5,151.24

Unencumbered Balance: N/A

Funding Source: Municipality of Anchorage [ICAC Task Force]

RECOMMENDATION:

To approve Resolution #16-26 accepting reimbursable funds of \$5,151.24 from the Internet Crimes Against Children FY15 Grant to the Valdez Police Department Operating Supplies [001-3500-46120]

SUMMARY STATEMENT:

The Valdez Police Department is a member of the Internet Crimes Against Children [ICAC] Task Force - a national network of 61 coordinated task forces. The Anchorage Police Department (Lt. Vandegriff) is the ICAC Commander for the State of Alaska agencies, and is responsible for awarding grant funds and authorizing purchases. In November 2015, VPD was notified they had been awarded a \$10,000 ICAC grant - with purchases required to be made, and reimbursable paperwork submitted, by April 30, 2016.

The Valdez Police Department purchased \$5,151.24 worth of ICAC-reimbursable equipment and supplies that was not previously budgeted for in the 2016 Budget.

CITY OF VALDEZ, ALASKA

RESOLUTION 16-26

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF VALDEZ, ALASKA, ACCEPTING REIMBURSABLE GRANT FUNDING FOR THE VALDEZ POLICE DEPARTMENT ICAC [INTERNET CRIMES AGAINST CHILDREN] TASK FORCE FROM THE MUNICIPALITY OF ANCHORAGE IN THE AMOUNT OF \$5,151.24

WHEREAS, the Valdez Police Department is a member of the State of Alaska Internet Crimes Against Children Task Force and was awarded a \$10,000 grant for fiscal year 2016; and

WHEREAS, the Valdez Police Department purchased \$5,151.24 worth of reimbursable equipment or supplies; and

WHEREAS, the purchases were not included in the 2016 Budget and were taken from the Police Operating Supplies budget; and

WHEREAS, the reimbursed funds shall be placed in the Valdez Police Department Operating Supplies Expenditures Budget.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF VALDEZ, ALASKA, that: the City of Valdez accepts grant funds in the amount of \$5,151.24 from the Municipality of Anchorage to be placed into the Valdez Police Department Operating Supplies Expenditure Budget.

PASSED AND APPROVED BY THE CITY COUNCIL OF THE CITY OF VALDEZ, ALASKA, this 5th day of July, 2016.

CITY OF VALDEZ, ALASKA

Ruth E. Knight, Mayor

ATTEST:

Sheri L. Pierce, MMC, City Clerk

**MEMORANDUM OF AGREEMENT
BETWEEN THE VALDEZ POLICE DEPARTMENT
AND THE ANCHORAGE POLICE DEPARTMENT**

1. **Parties.** This Memorandum of Agreement (hereinafter referred to as "Agreement") is made and entered into by and between the **Valdez Police Department** hereinafter referred to as Member Agency, whose address is **212 Chenega Avenue (Post Office Box 307), Valdez, Alaska 99686** and the **Anchorage Police Department (APD)**, whose address is **4501 Elmore Road Anchorage Alaska, 99507**.

2. **Purpose.** The purpose of this Agreement is to establish the terms and conditions under which law enforcement investigative entities in the State of Alaska will participate as member agencies in the Alaska Internet Crimes Against Children Task Force (AKICTF).

3. **Term of Agreement.** This agreement is effective upon the day and date last signed and executed by the duly authorized representatives of the parties to this Agreement and/or the governing bodies of the parties' respective boroughs or municipalities and shall remain in full force and effect until June 30, 2016, unless extended by the Department of Justice. This Agreement may be extended for a period of up to one year, commensurate with any extension of the federal grant program end date, and upon mutual consent of both parties by written amendment. This Agreement may be terminated, without cause, by either party upon 30 days written notice, which notice shall be delivered by hand or by certified mail to the address listed above.

4. **Investigative Responsibility.** Only sworn law enforcement personnel will conduct undercover Internet Crimes Against Children (ICAC) investigations. All investigators involved with ICAC undercover operations must receive appropriate training prior to initiating proactive investigations. Member Agency shall make investigators designated to Alaska Internet Crimes Against Children Task Force (AKICTF) operations available for specialized training provided through the national ICAC and other applicable training programs.

Conduct reactive investigations where subjects are associated with Member Agency's jurisdiction, including investigations of child pornography, CYBERTIP referrals from the National Center for Missing and Exploited Children (NCMEC), Internet Service Provider and other law enforcement referrals, and other Internet Crimes Against Children related investigations. Cases may also be initiated due to documented public sources, direct observations of suspicious behavior, subject of interviews, public complaints, etc.

Conduct education and prevention programs to foster awareness and provide practical, relevant guidance to children, parents, educators, librarians, business and law enforcement communities and other individuals concerned with internet child safety issues. Presenters shall not discuss active investigative techniques and undercover operations utilized by the Alaska Internet Crimes Against Children Task Force

(AKICTF). Confidential information pertaining to investigations will be held in the strictest confidence and will only be disseminated among the AKICTF members or other law enforcement agencies where necessary or permitted by state or federal law.

The Member Agency will be responsible for operational supervision, administrative control and the professional conduct of its officers and agents assigned to the AKICTF.

Provide investigators assigned to the AKICTF a secured work area with controlled, restricted access to all equipment, software and investigative files. Allow assigned investigators access to all ICAC investigative files in order to ensure compliance with all national ICAC standards.

5. **Deconfliction** Member Agency shall deconflict all cases prior to investigative action using WSIN (Western States Information Network) and ICACCOPS (Internet Crimes Against Children Child Online Protective Services) to prevent duplicating investigative efforts.

6. **Investigative Records and Statistical Reporting.** Member Agency shall record and document all undercover investigative and online activity in relevant case file and submit to the Anchorage Police Department.

Utilizing a link provided by the Anchorage Police Department, Member Agency shall update monthly statistics to the SmartSheet document assigned to the Member Agency on all ICAC investigations or other investigative operations pertaining to the sexual exploitation of children via the internet. These statistics shall be submitted in the appropriate format by no later than the 5th day of each month and shall include data on all investigations opened or closed, forensic investigations performed, subpoenas and court orders issued, training hours attended or taught, technical and investigative assistance provided to other agencies and community outreach provided in the reporting month.

Anchorage Police Department will compile monthly Member Agency reports and submit information directly to the Office of Juvenile Justice and Delinquency Prevention (OJJDP).

7. **Reimbursement.** Member Agency has been awarded a Ten Thousand Dollar (\$10,000) grant for FY2015. This allows Member Agency to obligate funds for authorized ICAC expenditures up to the award amount. Expenditures may be for supplies; travel and training that increase computer forensic capabilities and enhance the ability to investigate ICAC related cases. All expenditures for which reimbursement will be sought must be approved in advance, in writing by the AKICTF Commander. To be eligible for FY2015 grant year funding, all pre-approved reimbursement receipts must be received by the Anchorage Police Department no later than 30 days after the purchase or completion of travel, and no later than April 30, 2016. Failure to meet deadlines may result in lack of reimbursement.

The Valdez Police Department will be eligible for reimbursement at the discretion of the AKICACTF Commander. The AKICACTF Commander will take into account the following factors before granting approval: past performance, monthly statistics, and task force involvement. Reimbursement will only be granted for approved activities as outlined in the FY2015 Internet Crimes Against Children Task Force Continuation Grant.

7. General Provisions.

A. Amendments. Either party may request changes to this Agreement. Any changes, modifications, revisions, or amendments to this Agreement which are mutually agreed upon by and between the parties to this Agreement shall be incorporated by written instrument, and effective when executed and signed by all parties to this Agreement.

B. Applicable Law. The construction, interpretation and enforcement of this Agreement shall be governed by the laws of the State of Alaska. The courts of the State of Alaska shall have jurisdiction over any action arising out of this agreement and over the parties, and the venue shall be the State of Alaska's Third Judicial District.

C. Entirety of Agreement. This Agreement, consisting of four (4) pages, represents the entire and integrated Agreement between the parties and supersedes all prior negotiations, representations and Agreements, whether written or oral.

D. Severability. Should any portion of this Agreement be judicially determined to be illegal or unenforceable, the remainder of the Agreement shall continue in full force and effect, and either party may renegotiate the terms affected by the severance.

E. Contractual Rights and Defenses. The Valdez Police Department and the Anchorage Police Department shall each fully retain all immunities and defenses provided by law with respect to any action based on or occurring as a result of this Agreement.

F. Third Party Beneficiary Rights. The parties do not intend to create in any other individual or entity the status of a third party beneficiary, and this Agreement shall not be construed so as to create such status. The rights, duties and obligations contained in this Agreement shall operate only between the parties to this Agreement, and shall inure solely to the benefit of the parties to this Agreement. The provisions of this Agreement are intended only to assist the parties in determining and performing their obligations under this Agreement. The parties to this Agreement intend and expressly agree that only parties signatory to this Agreement shall have any legal or equitable right to seek to enforce this Agreement, to seek any remedy arising out of a party's performance or failure to perform any term or condition of this Agreement, or to bring an action for the breach of this Agreement.

8. **Signatures.** In witness whereof, the parties to this Agreement through their duly authorized representatives have executed this Agreement on the days and dates set out below, and certify that they have read, understood, and agreed to the terms and conditions of this Agreement as set forth herein.

The effective date of this Agreement is the date of the signature last affixed to this page.

VALDEZ POLICE DEPARTMENT


Signature: 

Printed Name: Baer Hinkle

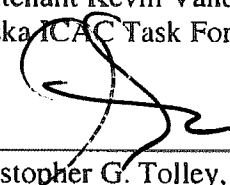
Title: Interim Chief

Date: 12/28/15

ANCHORAGE POLICE DEPARTMENT


Lieutenant Kevin Vandegriff
Alaska ICAC Task Force, Commander

Date: 1-11-16


Christopher G. Tolley, Chief of Police

Date: 1-14-2016


Michael K. Abbott, Municipal Manager

Date: 1-29-16

From: [Andrew Pritchett](#)
To: [Vandegriff, Kevin](#)
Cc: [Bart Hinkle](#)
Subject: RE: Valdez Police Dept. ICAC Grant Request
Date: Thursday, June 25, 2015 7:51:55 AM

We look forward to our continued involvement and partnership!

Thanks again,

Andrew Pritchett

Police Officer

Valdez Police Department

PO Box 307, Valdez, AK 99686

apritchett@ci.valdez.ak.us

907-835-4560

From: Vandegriff, Kevin [KVandegriff@muni.org]
Sent: Thursday, June 25, 2015 7:27 AM
To: Andrew Pritchett
Cc: Bart Hinkle
Subject: RE: Valdez Police Dept. ICAC Grant Request

Ofc Pritchett,

Thanks for the warm welcome back to the ICAC. I am excited about this opportunity to work with people passionate about proactively seeking out those in our society that want to harm children. It looks like your Department has taken several large steps in insuring you have the ability to effectively investigate and prosecute Internet Crimes Against Children. The fact your Department has obligated 25% of the purchase price speaks volumes about their commitment to investigate these types of crimes. The AK ICAC is here to assist you in that noble endeavor. Per our phone conversation yesterday your Grant request for \$5588.74 is approved. Please use this email as documentation of our commitment. I look forward to meeting you and your Department in the near future.

Thanks,
Kevin

MUNICIPALITY OF ANCHORAGE
Police Department Detective Division

Kevin Vandegriff

SVU, CACU, CCU, ICAC Commander
4501 Elmore Road
Anchorage, Alaska 99507-1599

Telephone (907) 786-2683

Dispatch (907) 786-8900 email: kvandegriff@muni.org

From: Andrew Pritchett [<mailto:apritchett@ci.valdez.ak.us>]
Sent: Monday, June 22, 2015 1:33 PM
To: Vandegriff, Kevin
Cc: Bart Hinkle

Subject: Valdez Police Dept. ICAC Grant Request

Lt. Vandegriff,

Welcome back to the Cyber Crimes Unit and the ICAC Alaska Task Force! The Valdez Police Department is a newer affiliate agency to ICAC here in Alaska. Over the past two years we have been slowly building our resources and training to start taking on more cases and get more involved in proactive cases here in Alaska. About a year ago we designated a room as a computer lab, and last year we purchased a laptop with FTK dedicated to ICAC investigations. Since then our case load has been rapidly increasing and about that time and it became necessary to increase training and resources to handle the incoming case load.

Fortunately, in April, I was invited to attend the National Computer Forensics Institute in Hoover, AL, for their BCERT and MDE Courses. I received 7 weeks of computer, and mobile device investigations training and about \$70,000 worth of tools including a FRED, laptops, write blockers, IEF License, X-Ways License, Lantern, as well as training on NetClean and NUIX Investigator with a demo license. It was phenomenal training and a great assortment of tools!

These courses provided us the bulk of the equipment; however, with us starting a lab from scratch, we still need some basic infrastructure to setup and network the devices, create a storage system for cases and images, and integrate some security into our network. As it is right now, we are very limited in our ability to back-up and store images and case files, and we have no centralized or networked storage. The grant request attached to this email is a one time request to setup the initial infrastructure of the VPD ICAC computer lab.

We would like to contribute in-kind 25% towards the purchase of the equipment and ask that the ICAC consider assisting us with the remainder.

Thank you for your consideration!

-Andrew

Andrew Pritchett

Police Officer, CCU

Valdez Police Department

PO Box 307, Valdez, AK 99686

apritchett@ci.valdez.ak.us

907-835-4560

2015 Equipment Purchase

Sort by Date Added

Filter

List Actions

Share



Add to Wish List



Cable Matters® Gold Plated Mini DisplayPort
(Thunderbolt™ Port Compatible) to DVI Cable
in White 6 Feet

(839)

\$10.99

Size: 6 Feet Color: White

In Stock. Offered by Cable Matters.

5 Used & New from \$8.99

Add comments, quantity & priority

Added June 17, 2015

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Sabrent USB 3.0 to SATA Dual Bay External
Hard Drive Docking Station for 2.5 or 3.5in
HDD, SSD with Hard Drive Duplicator/Cloner
Function [4TB Support] (EC-HDD2)

(1,261)

\$39.99

Color: 2 bay

In Stock. Offered by Store4PC.

25 Used & New from \$28.99

Add comments, quantity & priority

Added June 17, 2015

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Bluecell Pack of 50 (15x20)cm Antistatic
Resealable Bag for HDD and Electronic
Device

(21)

\$9.47

Price dropped 5% (was \$9.98 when added to Wish
List)

In Stock. Offered by Ama store.

11 Used & New from \$5.99

Add comments, quantity & priority

Added June 17, 2015

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IOGEAR 2-Port Dual View Dual Link DVI KVMP
Switch with Audio GCS1642 (Black)

(88)

\$304.99

Added June 17, 2015

Add to Cart

Size: 2-Port

Price dropped 4% (was \$319.99 when added to Wish List)

Only 9 left in stock--order soon. Offered by Amazon.com.

53 Used & New from \$249.00

Add comments, quantity & priority

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**Dual LCD Monitor Free Standing Desk Mount with Optional bolt-through mount / Stand Heavy Duty Fully Adjustable fits 2 /Two Screens up to 24" ~ by VIVO (STAND-V002F)**
(243)

\$54.99

In Stock. Offered by V I V O.

Add comments, quantity & priority

Added June 17, 2015

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**Asus VS248H-P 24-Inch Full-HD LED-lit LCD Monitor**

(5,192)

\$152.99

Size: 24 Inch

Price dropped 10% (was \$169.99 when added to Wish List)

In Stock. Offered by Amazon.com.

82 Used & New from \$130.99

Add comments, quantity & priority

Added June 17, 2015

Add to Cart

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**TRINITY EcoStorage NSF Stainless Steel Table, 24-Inch**

(186)

\$99.98

Size: 24-Inch

Price dropped by \$0.01 (was \$99.99 when added to Wish List)

In Stock. Offered by Amazon.com.

16 Used & New from \$89.99

Add comments, quantity & priority

Added June 17, 2015

Add to Cart

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**StarTech.com 6U 12-Inch Deep Wall Mounting Bracket for Patch Panel, WALLMOUNT6 (Black)**

(49)

\$37.99

Only 15 left in stock--order soon. Offered by Amazon.com.

56 Used & New from \$37.99

Edit comment, quantity & priority

Added June 17, 2015

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1 - Power 2 - Patch 3 - Cable Guide 4 -
Switch 5 - Modem 6 - WiFi Router



Cable Matters® 10-Color Combo, Cat6
Snagless Ethernet Patch Cable 1 Foot
(1,170)

\$16.99

Size: 1 Foot (10-Pack) Color: 10-Color
In Stock. Offered by Cable Matters.

Add comments, quantity & priority

Added June 17, 2015

Add to Cart

Move

Delete



Cable Matters® 5-Pack, Cat6 Snagless
Ethernet Patch Cable in Purple 7 Feet
(1,170)

\$14.99

Size: 7 Feet (5-Pack) Color: Purple
In Stock. Offered by Cable Matters.

Add comments, quantity & priority

Added June 17, 2015

Add to Cart

Move

Delete



Cable Matters® 10-Pack Cat6 RJ45 Punch-
Down Keystone Jack in Black
(216)

\$13.99

Size: 10-Pack Color: Black
In Stock. Offered by Cable Matters.

Add comments, quantity & priority

Added June 17, 2015

Add to Cart

Move

Delete



Cable Matters® 10-Pack Cat6 RJ45 Punch-
Down Keystone Jack in Blue
(216)

\$12.99

Size: 10-Pack Color: Blue

Price dropped 7% (was \$13.99 when added to Wish
List)

In Stock. Offered by Cable Matters.

2 Used & New from \$12.99

Add comments, quantity & priority

Added June 17, 2015

Add to Cart

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Shaxon BM303WP2-B, 2 Port Single Gang
White Keystone Wall Plate
(68)

\$7.65

In Stock. Offered by cables4computer.

3 Used & New from \$0.99

Add comments, quantity & priority

Added June 17, 2015

Add to Cart

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Shaxon BM303WP4-B, 4 Port Single Gang
White Keystone Wall Plate
(68)

\$0.99 ~~Amazon list~~

In Stock. Offered by Amazon.com.

3 Used & New from \$0.99

Edit comment, quantity & priority

Added June 17, 2015

Add to Cart

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Quantity: 2 Has: 0

**TRENDnet Punch Down Tool with 110 and Krone Blade, TC-PDT**

(190)

\$16.26

In Stock. Offered by Amazon.com.

49 Used & New from \$16.26

Add comments, quantity & priority

Added June 17, 2015

Add to Cart

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Delete

**Seagate 4TB NAS HDD SATA 6Gb/s NCQ 64MB Cache 3.5-Inch Internal Bare Drive (ST4000VN000)**

(337)

\$157.99

Size: 4 TB

Price dropped 13% (was \$181.99 when added to Wish List)

In Stock. Offered by Amazon.com.

61 Used & New from \$136.81

Add comments, quantity & priority

Added June 17, 2015

Add to Cart

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Delete

**TP-LINK TL-SG1016 10/100/1000Mbps 16-Port Gigabit 17.3-inch Rackmountable Switch, 32Gbps Capacity**

(1,041)

\$64.99

Size: 16 Port Rack

Price dropped 7% (was \$69.99 when added to Wish List)

In Stock. Offered by Amazon.com.

66 Used & New from \$64.99

Add comments, quantity & priority

Added June 17, 2015

Add to Cart

Move

Delete

**Monoprice Premium Cable Management, Metal D-Ring, 1.75"(H)X19"(W), 1U**

(7)

\$11.35**Price dropped by \$0.01** (was \$11.36 when added to Wish List)

In Stock. Offered by Amazon.com.

13 Used & New from \$6.55

Add comments, quantity & priority

Added June 17, 2015

Add to Cart

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Delete

**Monoprice 107252 110 Type 12-Port Cat6 Patch Panel (568A/B Compatible)**

(2)

\$26.19

Only 9 left in stock--order soon. Offered by Amazon.com.

8 Used & New from \$18.99

Add comments, quantity & priority

Added June 17, 2015

Add to Cart

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**Raxxess RAX Unitray Universal Rack Tray
UNS1**

(264)

\$28.16

In Stock. Offered by Amazon.com.

19 Used & New from \$24.99

[Edit comment, quantity & priority](#)

Added June 17, 2015

[Add to Cart](#)[Move](#)[Delete](#)*1 For Switch 1 for Top Wireless Router
and Modem*

Quantity: 2 Has: 0

**ASUS (RT-AC68U) Wireless-AC1900 Dual-
Band Gigabit Router**

(1,914)

\$181.78

In Stock. Offered by Amazon.com.

99 Used & New from \$150.00

[Add comments, quantity & priority](#)

Added June 17, 2015

[Add to Cart](#)[Move](#)[Delete](#)**Seagate NAS Pro 6-Bay 24TB Network
Attached Storage Drive (STDF24000100)**

(16)

\$1,599.99

Size: 24 TB

Only 5 left in stock--order soon Offered by Quantum
Wireless.

20 Used & New from \$1,350.00

[Add comments, quantity & priority](#)

Added June 17, 2015

[Add to Cart](#)[Move](#)[Delete](#)



Details for Order #112-5950991-2133022

Print this page for your records.

Order Placed: July 15, 2015

Amazon.com order number: 112-5950991-2133022

Order Total: \$2,808.62

Not Yet Shipped

Items Ordered

Price

1 of: *Raxxess RAX Unitray Universal Rack Tray UNS1*

\$28.16

Sold by: Amazon.com LLC

Condition: New

1 of: *Speck Products SmartShell Case for MacBook Pro Retina 15-Inch, Nickel Grey (SPK-A2571)*

\$49.95

Sold by: Amazon.com LLC

Condition: New

1 of: *ASUS (RT-AC68U) Wireless-AC1900 Dual-Band Gigabit Router*

\$183.06

Sold by: Amazon.com LLC

Condition: New

1 of: *Cable Matters® 10-Color Combo, Cat6 Snagless Ethernet Patch Cable 1 Foot*

\$16.99

Sold by: Cable Matters ([seller profile](#))

Condition: New

1 of: *Monoprice 107252 110 Type 12-Port Cat6 Patch Panel (568A/B Compatible)*

\$26.19

Sold by: Amazon.com LLC

Condition: New

1 of: *Sabrent USB 3.0 to SATA Dual Bay External Hard Drive Docking Station for 2.5 or 3.5in HDD, SSD with Hard Drive Duplicator/Cloner Function [4TB Support*

\$39.99

Sold by: Store4PC ([seller profile](#))

Condition: New

1 of: *Cable Matters® 10-Pack Cat6 RJ45 Punch-Down Keystone Jack in Blue*

\$12.99

Sold by: Cable Matters ([seller profile](#))

Condition: New

1 of: *Neewer Light Weight Adjustable Camera Table Top Monopod Stand Tripod Support Rig for DSLR, Digital Camera & Camcorder*

\$9.99

Sold by: New Harbor ([seller profile](#))

Condition: New

1 of: *Cable Matters® 5-Pack, Cat6 Snagless Ethernet Patch Cable in Red 7 Feet*

\$15.99

Sold by: Cable Matters ([seller profile](#))

Condition: New

1 of: *Cable Matters® 10-Pack Cat6 RJ45 Punch-Down Keystone Jack in Black*

\$13.99

Sold by: Cable Matters ([seller profile](#))

Condition: New

1 of: *Seagate NAS Pro 6-Bay 24TB Network Attached Storage Drive (STDF24000100)*

\$1,599.99

Sold by: Platinum Micro, Inc. ([seller profile](#))

Condition: New
Brand New

1 of: *Shaxon BM303WP4-B, 4 Port Single Gang White Keystone Wall Plate* \$0.99
Sold by: Amazon.com LLC

Condition: New

1 of: *Speck Products SmartShell Case for MacBook Pro Retina 15-Inch, Nickel Grey (SPK-A2571)* \$49.95
Sold by: Amazon.com LLC

Condition: New

1 of: *Bluecell Pack of 50 (15x20)cm Antistatic Resealable Bag for HDD and Electronic Device* \$9.46
Sold by: BluWhale ([seller profile](#))

Condition: New

1 of: *Super Power Supply® AC / DC Adapter Charger Cord 12V 1.5A (1500mA) 5.5mm x 2.1mm UL Listed Wall Barrel Plug 5.5x2.1mm* \$9.98
Sold by: Super Power Supply ([seller profile](#))

Condition: New

1 of: *Shaxon BM303WP4-B, 4 Port Single Gang White Keystone Wall Plate* \$0.99
Sold by: Amazon.com LLC

Condition: New

1 of: *Cable Matters® Gold Plated Mini DisplayPort (Thunderbolt™ Port Compatible) to DVI Cable in White 6 Feet* \$10.99
Sold by: Cable Matters ([seller profile](#))

Condition: New

1 of: *Shaxon BM303WP4-B, 4 Port Single Gang White Keystone Wall Plate* \$0.99
Sold by: Amazon.com LLC

Condition: New

1 of: *IOGEAR 2-Port Dual View Dual Link DVI KVMP Switch with Audio GCS1642 (Black)* \$304.99
Sold by: Amazon.com LLC

Condition: New

1 of: *Dual LCD Monitor Free Standing Desk Mount with Optional bolt-through mount / Stand Heavy Duty Fully Adjustable fits 2 /Two Screens up to 24" ~ by VIVO* \$54.99
Sold by: V I V O ([seller profile](#)) | Product question? [Ask Seller](#)

Condition: New

The mount is made of high grade steel and aluminum. Fits mos... [see more](#)

1 of: *Cable Matters® 10-Color Combo, Cat6 Snagless Ethernet Patch Cable 1 Foot* \$16.99
Sold by: Cable Matters ([seller profile](#))

Condition: New

1 of: *Seagate 4TB NAS HDD SATA 6Gb/s NCQ 64MB Cache 3.5-Inch Internal Bare Drive (ST4000VN000)* \$154.99
Sold by: Amazon.com LLC

Condition: New

1 of: *Cable Matters® Gold Plated Mini DisplayPort (Thunderbolt™ Port Compatible) to DVI Cable in White 6 Feet* \$10.99
Sold by: Cable Matters ([seller profile](#))

Condition: New

1 of: *Bluecell Pack of 50 (15x20)cm Antistatic Resealable Bag for HDD and Electronic Device* \$9.46
 Sold by: BluWhale ([seller profile](#))

Condition: New

1 of: *Monoprice 4U 7(H) x 19(W) x 12(D) Inches Wall Mount Bracket (108627)* \$35.81
 Sold by: Amazon.com LLC

Condition: New

1 of: *Monoprice Premium Cable Management, Metal D-Ring, 1.75"(H)X19"(W), 1U* \$12.59
 Sold by: Amazon.com LLC

Condition: New

1 of: *Neewer® Photography Photo Studio Lighting Kit Set, Includes (1) 24"x24" Light Shooting Tent / Box, (2) 5000K 50W High Output Table Top Accent Light, (* \$49.74
 Sold by: Amazon.com LLC

Condition: New

1 of: *SanDisk Ultra 16GB Compact Flash Memory Card Speed Up To 50MB/s, Frustration-Free Packaging- SDCFHS-016G-AFFP (Label May Change)* \$17.95
 Sold by: Amazon.com LLC

Condition: New

1 of: *Shaxon BM303WP2-B, 2 Port Single Gang White Keystone Wall Plate* \$0.99
 Sold by: Amazon.com LLC

Condition: New

1 of: *TP-LINK TL-SG1016 10/100/1000Mbps 16-Port Gigabit 17.3-inch Rackmountable Switch, 32Gbps Capacity* \$58.49
 Sold by: Amazon.com LLC

Condition: New

Shipping Address:

William H. Comer
 PO BOX 307
 212 CHENEGA AVE
 VALDEZ, AK 99686-0301
 United States

Shipping Speed:

Standard Shipping

Payment information

Payment Method:

Visa | Last digits: 3297

Billing address

William H. Comer
 PO BOX 307
 212 CHENEGA AVE
 VALDEZ, AK 99686-0301
 United States

Item(s) Subtotal: \$2,808.62
 Shipping & Handling: \$0.00

Total before tax: \$2,808.62
 Estimated tax to be collected: \$0.00

Grand Total: \$2,808.62

To view the status of your order, return to [Order Summary](#).

Please note: This is not a VAT invoice.

[Conditions of Use](#) | [Privacy Notice](#) © 1996-2015, Amazon.com, Inc. or its affiliates

**Details for Order #112-6405390-3998629**Print this page for your records.**Order Placed:** July 15, 2015**Amazon.com order number:** 112-6405390-3998629**Order Total: \$405.96****Not Yet Shipped****Items Ordered****Price**1 of: *Asus VS248H-P 24-Inch Full-HD LED-lit LCD Monitor*

\$152.99

Sold by: Amazon.com LLC

Condition: New

1 of: *TRINITY EcoStorage NSF Stainless Steel Table, 24-Inch*

\$99.98

Sold by: Amazon.com LLC

Condition: New

1 of: *Asus VS248H-P 24-Inch Full-HD LED-lit LCD Monitor*

\$152.99

Sold by: Amazon.com LLC

Condition: New

Shipping Address:

Andrew Pritchett
212 Chenega Ave
Valdez Police Department
Valdez, AK 99686-0307
United States

Shipping Speed:

Standard Shipping

Payment information**Payment Method:**

Visa | Last digits: 3297

Item(s) Subtotal: \$405.96

Shipping & Handling: \$0.00

Total before tax: \$405.96

Estimated tax to be collected: \$0.00

Grand Total: \$405.96**Billing address**

William H. Comer
PO BOX 307
212 CHENEGA AVE
VALDEZ, AK 99686-0301
United States

To view the status of your order, return to [Order Summary](#).**Please note:** This is not a VAT invoice.



DUNS: 832798156
Nuix North America INC.
13755 Sunrise Valley Drive, Suite 200
Herndon VA 20171
United States
www.nuix.com
ABN/Tax ID: 26-1486949

Tax Invoice

Date 29-Jul-2015
Invoice # INUS02290
Terms 30 days
Due Date 28-Aug-2015
PO # 73341
Currency USD

Bill To

Chris Farmer
City of Valdez
PO Box 307
Valdez AK 99686
United States

Ship To

Chris Farmer
City of Valdez
PO Box 307
Valdez AK 99686
United States

Email Address

cfarmer@ci.valdez.ak.us

Email Address

cfarmer@ci.valdez.ak.us

Qty	Description	Dongle Number	Start Date	End Date	Amount	Tax Rate
1	Investigations Law Enforcement Workstation Plus 8 Core - Perpetual	NX013777	28-Jul-2015		3,150.00	0.0%
1	Investigations Law Enforcement Workstation 8 Core - Competitor Maintenance	NX013777	28-Jul-2015	27-Jul-2016	787.50	0.0%

Total \$3,937.50

Payment Instruction:

Electronic payment is preferred - please email payment confirmation to accounts@nuix.com and include your invoice number as the payment reference.

Bank Details

To pay by wire transfer, please remit the payment to:
Bank Name: HSBC Bank USA
Bank Address: Ramsey Office, 185 Arch St Ramsey NJ 07446
Account Name: Nuix North America Inc
ABA/Routing Number: 021-001-088
Account Number: 748-009-442
SWIFT code: MRMDUS33

To pay via check, please remit payment to:
Nuix North America Inc,
Attn: Lockbox 347791
PO Box 347791
Pittsburgh, PA 15251-4791



Sales Quotation

Nuix North America Inc.
13755 Sunrise Valley Suite 200
Herndon, VA 20171

Date: June 18, 2015
Quote Expires: July 31, 2015
Quote No: Q#00006712

Attention: Andrew Pritchett	Nuix Contact: Sonny Farinas
Valdez Police Department	Email: sonny.farinas@nuix.com
PO Box 307	Phone:
Valdez AK, 99686, usa	
Phone: (907) 835-4560	
Email: apritchett@ci.valdez.ak.us	

Product Code	Product Name	Comments	Quantity	List Price	Sales Price	Total
INV006P8	Invest LE Workstation 8 Core - Perpetual		1.00	USD 3,500.00	USD 3,500.00	USD 3,500.00
INV006M8	Investigations LE Workstation 8 Core - Maintenance		1.00	USD 850.00	USD 875.00	USD 875.00
						Total Section USD 4,375.00

Terms and Conditions:

- Payment Terms: Net 30.
- Excludes any taxes (if applicable).
- Sales tax shall be added at the time of invoice, unless a copy of a valid tax exemption or resale certification is provided.
- All Purchase Orders must include: End User Name, Phone Number, E-mail Address, Purchase Order Number, Government Contract Number or Our Quote Number, Bill-To and Ship-To Address (Cannot ship to a PO Box), Period of Performance (If applicable) and a Signature of a duly Authorized Representative.
- D&B: 832798156
- Cage Code: 5TXC7
- Tax ID: 26-1486949
- This Sales Quotation, and all software related to this Sales Quotation, shall be governed by Nuix End User License Agreement (as amended by Nuix from time to time) located at:

<http://www.nuix.com/terms.pdf>

Infrastructure of New Computer Crimes Lab

Item	Cost	Quantity	Subtotal
ASUS (RT-AC68U) Wireless Router	\$183.06	1	\$183.06
TP-Link TL-SG1016 - 16-Port Rack Switch	\$64.99	1	\$64.99
StarTech 6U Wall Mount Bracket	\$37.99	1	\$37.99
Monoprice Cable Management D-Rings	\$11.45	1	\$11.45
Monoprice 12-Port Cat6 Patch Panel	\$24.96	1	\$24.96
Raxxess Rack Tray	\$27.20	1	\$27.20
Cable Matters Cat6 Patch Cables 1Ft (10pk)	\$16.99	2	\$33.98
Cable Matters Cat6 Patch Cbl 7Ft Green (5pk)	\$14.99	1	\$14.99
Cable Matters Cat6 Patch Cbl 7Ft Red (5pk)	\$15.99	1	\$15.99
Cable Matters RJ45 Keystone Blue (10pk)	\$12.99	1	\$12.99
Cable Matters RJ45 Keystone Black (10pk)	\$13.99	1	\$13.99
Shaxon BM303WP4-B 4 Port Gang Plate	\$0.99	3	\$2.97
Trendnet PunchDown 110	\$16.26	1	\$16.26
Seagate NAS Pro 6-Bay 24TB (STDF24000100)	\$1,599.99	1	\$1,599.99
Seagate 4TB NAS HDD (ST4000VN000)	\$134.99	1	\$134.99
Total:			\$2,195.80

Software Tools

Item	Cost	Quantity	Subtotal
Nuix Investigator LE Edition	\$3,500.00	1	\$3,500.00
Nuix Investigator LE 1yr Maintenance	\$875.00	1	\$875.00
Total:			\$4,375.00

Peripheral Equipment

Item	Cost	Quantity	Subtotal
ASUS VS248H-P LED Monitor	\$169.99	2	\$339.98
VIVO Dual LCD Desk Mount	\$54.99	1	\$54.99
IOGEAR 2 Port DUAL DVI KVMP Switch	\$304.99	1	\$304.99
Trinity EcoStorage NSF Stainless Steel Table	\$99.98	1	\$99.98
CableMatters Thunderbolt to DVI Cable 6ft	\$10.99	2	\$21.98
Total:			\$821.92

Evidence Preservation and Casework Tools

Item	Cost	Quantity	Subtotal
Bluecell Resealable Antistatic HDD Bags (50pk)	\$9.47	2	\$18.94
Sabrent USB 3.0 Dual Bay HDD Docking Station	\$39.99	1	\$39.99
Total:			\$58.93

Totals

Item	Subtotal
Infrastructure	\$2,195.80
Peripheral Equipment	\$821.92
Evidence Preservation and Casework Tools	\$58.93
Software Tools	\$4,375.00
Total:	\$7,451.65
VPD In-Kind Contribution at 25%	\$1,862.91
ICAC Grant Request	\$5,588.74
Total:	\$7,451.65



*Ethan Berkowitz,
Mayor*

**MUNICIPALITY OF ANCHORAGE
ANCHORAGE POLICE DEPARTMENT**

4501 Elmore Road • Anchorage, Alaska 99507-1599
Telephone (907) 786-8500



Service since 1921

FROM: Lt. Kevin Vandegriff, AK ICAC

11-16-2015

SUBJECT: 2016 ICAC Grant

TO: Lt. Bart Hinkle, Det. Andrew Pritchett, Valdez Police Department

It is my privilege to advise you the AK ICAC will be awarding your organization a \$10,000 grant for fiscal year 2016. The money is immediately available for authorized ICAC expenditures in accordance with the MOU. Quotes and documentation for equipment purchases are still required. In addition the award amount will be reflected in the new MOU for 2016.

This award is provided in part because of your organization's continued commitment to investigating Internet Crimes Against Children in Alaska. Your agency's dedication to helping keep Alaska's children safe has not gone unnoticed.

Keep in mind that the ICAC fiscal year ends June 30th 2016. As such please plan to have all purchases completed and reimbursement paperwork sent to the AK ICAC no later than April, 30th 2016.

Please feel free to give me a call if you have any questions regarding this notice.

Regards,

Lieutenant Kevin Vandegriff
AK ICAC Task Force Commander
907-786-2683

**MEMORANDUM OF AGREEMENT
BETWEEN THE VALDEZ POLICE DEPARTMENT
AND THE ANCHORAGE POLICE DEPARTMENT**

1. **Parties.** This Memorandum of Agreement (hereinafter referred to as "Agreement") is made and entered into by and between the **Valdez Police Department** hereinafter referred to as Member Agency, whose address is **212 Chenega Avenue (Post Office Box 307), Valdez, Alaska 99686** and the **Anchorage Police Department (APD)**, whose address is **4501 Elmore Road Anchorage Alaska, 99507**.

2. **Purpose.** The purpose of this Agreement is to establish the terms and conditions under which law enforcement investigative entities in the State of Alaska will participate as member agencies in the Alaska Internet Crimes Against Children Task Force (AKICTF).

3. **Term of Agreement.** This agreement is effective upon the day and date last signed and executed by the duly authorized representatives of the parties to this Agreement and/or the governing bodies of the parties' respective boroughs or municipalities and shall remain in full force and effect until June 30, 2016, unless extended by the Department of Justice. This Agreement may be extended for a period of up to one year, commensurate with any extension of the federal grant program end date, and upon mutual consent of both parties by written amendment. This Agreement may be terminated, without cause, by either party upon 30 days written notice, which notice shall be delivered by hand or by certified mail to the address listed above.

4. **Investigative Responsibility.** Only sworn law enforcement personnel will conduct undercover Internet Crimes Against Children (ICAC) investigations. All investigators involved with ICAC undercover operations must receive appropriate training prior to initiating proactive investigations. Member Agency shall make investigators designated to Alaska Internet Crimes Against Children Task Force (AKICTF) operations available for specialized training provided through the national ICAC and other applicable training programs.

Conduct reactive investigations where subjects are associated with Member Agency's jurisdiction, including investigations of child pornography, CYBERTIP referrals from the National Center for Missing and Exploited Children (NCMEC), Internet Service Provider and other law enforcement referrals, and other Internet Crimes Against Children related investigations. Cases may also be initiated due to documented public sources, direct observations of suspicious behavior, subject of interviews, public complaints, etc.

Conduct education and prevention programs to foster awareness and provide practical, relevant guidance to children, parents, educators, librarians, business and law enforcement communities and other individuals concerned with internet child safety issues. Presenters shall not discuss active investigative techniques and undercover operations utilized by the Alaska Internet Crimes Against Children Task Force

(AKICTF). Confidential information pertaining to investigations will be held in the strictest confidence and will only be disseminated among the AKICTF members or other law enforcement agencies where necessary or permitted by state or federal law.

The Member Agency will be responsible for operational supervision, administrative control and the professional conduct of its officers and agents assigned to the AKICTF.

Provide investigators assigned to the AKICTF a secured work area with controlled, restricted access to all equipment, software and investigative files. Allow assigned investigators access to all ICAC investigative files in order to ensure compliance with all national ICAC standards.

5. **Deconfliction** Member Agency shall deconflict all cases prior to investigative action using WSIN (Western States Information Network) and ICACCOPS (Internet Crimes Against Children Child Online Protective Services) to prevent duplicating investigative efforts.

6. **Investigative Records and Statistical Reporting.** Member Agency shall record and document all undercover investigative and online activity in relevant case file and submit to the Anchorage Police Department.

Utilizing a link provided by the Anchorage Police Department, Member Agency shall update monthly statistics to the SmartSheet document assigned to the Member Agency on all ICAC investigations or other investigative operations pertaining to the sexual exploitation of children via the internet. These statistics shall be submitted in the appropriate format by no later than the 5th day of each month and shall include data on all investigations opened or closed, forensic investigations performed, subpoenas and court orders issued, training hours attended or taught, technical and investigative assistance provided to other agencies and community outreach provided in the reporting month.

Anchorage Police Department will compile monthly Member Agency reports and submit information directly to the Office of Juvenile Justice and Delinquency Prevention (OJJDP).

7. **Reimbursement.** Member Agency has been awarded a **Ten Thousand Dollar (\$10,000)** grant for FY2015. This allows Member Agency to obligate funds for authorized ICAC expenditures up to the award amount. Expenditures may be for supplies; travel and training that increase computer forensic capabilities and enhance the ability to investigate ICAC related cases. **All expenditures for which reimbursement will be sought must be approved in advance, in writing** by the AKICTF Commander. To be eligible for FY2015 grant year funding, all **pre-approved reimbursement receipts** must be received by the Anchorage Police Department no later than **30 days after the purchase or completion of travel, and no later than April 30, 2016.** Failure to meet deadlines may result in lack of reimbursement.

The **Valdez Police Department** will be eligible for reimbursement at the discretion of the AKICTF Commander. The AKICTF Commander will take into account the following factors before granting approval: past performance, monthly statistics, and task force involvement. Reimbursement will only be granted for approved activities as outlined in the **FY2015 Internet Crimes Against Children Task Force Continuation Grant**.

7. General Provisions.

A. Amendments. Either party may request changes to this Agreement. Any changes, modifications, revisions, or amendments to this Agreement which are mutually agreed upon by and between the parties to this Agreement shall be incorporated by written instrument, and effective when executed and signed by all parties to this Agreement.

B. Applicable Law. The construction, interpretation and enforcement of this Agreement shall be governed by the laws of the State of Alaska. The courts of the State of Alaska shall have jurisdiction over any action arising out of this agreement and over the parties, and the venue shall be the State of Alaska's Third Judicial District.

C. Entirety of Agreement. This Agreement, consisting of ~~four~~ (4) pages, represents the entire and integrated Agreement between the parties and supersedes all prior negotiations, representations and Agreements, whether written or oral.

D. Severability. Should any portion of this Agreement be judicially determined to be illegal or unenforceable, the remainder of the Agreement shall continue in full force and effect, and either party may renegotiate the terms affected by the severance.

E. Contractual Rights and Defenses. The **Valdez Police Department** and the **Anchorage Police Department** shall each fully retain all immunities and defenses provided by law with respect to any action based on or occurring as a result of this Agreement.

F. Third Party Beneficiary Rights. The parties do not intend to create in any other individual or entity the status of a third party beneficiary, and this Agreement shall not be construed so as to create such status. The rights, duties and obligations contained in this Agreement shall operate only between the parties to this Agreement, and shall inure solely to the benefit of the parties to this Agreement. The provisions of this Agreement are intended only to assist the parties in determining and performing their obligations under this Agreement. The parties to this Agreement intend and expressly agree that only parties signatory to this Agreement shall have any legal or equitable right to seek to enforce this Agreement, to seek any remedy arising out of a party's performance or failure to perform any term or condition of this Agreement, or to bring an action for the breach of this Agreement.

8. **Signatures.** In witness whereof, the parties to this Agreement through their duly authorized representatives have executed this Agreement on the days and dates set out below, and certify that they have read, understood, and agreed to the terms and conditions of this Agreement as set forth herein.

The effective date of this Agreement is the date of the signature last affixed to this page.

VALDEZ POLICE DEPARTMENT

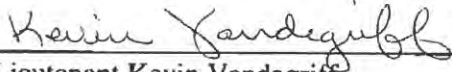
Signature: 

Printed Name: Baer Hinkle

Title: Interim Chief

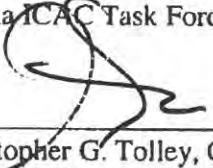
Date: 12/28/15

ANCHORAGE POLICE DEPARTMENT




Lieutenant Kevin Vandegriff
Alaska ICAC Task Force, Commander

Date: 1-11-16



Christopher G. Tolley, Chief of Police

Date: 1-14-2016



Michael K. Abbott, Municipal Manager

Date: 1-29-16

ICAC/CCU LAB Expenses from July 1, 2015 - Present

Date of Order	PO #	VENDOR	AMOUNT	TOTAL	Charged to:
3/17/2015	122	FastSpring Forensic Software license	\$69.00	\$69.00	001-3500-43400
4/9/2015	122	iTunes Numbers software for CCU Pad	\$9.99	\$78.99	001-3500-43400
4/29/2015	122	Malwarebytes software for new Fred	\$24.95	\$103.94	001-3500-43400
10/2/2015	122	iTunes CCU Lab	\$4.99	\$108.93	001-3500-43400
10/30/2015	122	Mac App Store screen recording software CCU Lab	\$99.99	\$208.92	001-3500-43400
8/19/2015	991	A Rogue's Garden ICAC Cyber Safety function	\$106.50	\$315.42	001-3500-45400
4/6/2015	122	Amazon ccu lab printer ink cartridges	\$124.20	\$439.62	001-3500-45500
1/24/2015	122	Amazon USB	\$39.99	\$479.61	001-3500-46120
1/23/2015	122	EQC Supplies for CCU Lab	\$25.66	\$505.27	001-3500-46120
2/9/2015	122	Radio Shack Tools / 2 TB	\$368.44	\$873.71	001-3500-46120
3/20/2015	122	Radio Shack Magnifier LED Cable	\$19.98	\$893.69	001-3500-46120
3/21/2015	122	Radio Shack returned cable	-\$9.99	\$883.70	001-3500-46120
3/26/2015	122	FedEx Office drive processing	\$1.39	\$885.09	001-3500-46120
3/26/2015	122	FedEx Office drive processing	\$3.99	\$889.08	001-3500-46120
6/16/2015	122	Radio Shack 1TB drive for forensic computer	\$99.99	\$989.07	001-3500-46120
3/28/2015	122	Apple iTunes inventory / tracking evidence / property CCU	\$19.99	\$1,009.06	001-3500-46120
7/14/2015	122	Apple iTunes inventory / tracking evidence / property CCU	\$9.99	\$1,019.05	001-3500-46120
7/24/2015	122	Radio Shack CCU Lab Supplies	\$159.97	\$1,179.02	001-3500-46120
7/24/2015	122	South Central Hardware CCU Lab Supplies	\$15.98	\$1,195.00	001-3500-46120
7/24/2015	122	Valdez Office Supply CCU Lab Supplies	\$9.95	\$1,204.95	001-3500-46120
7/20/2015	122	Amazon ICAC	\$17.95	\$1,222.90	001-3500-46120
7/21/2015	821	Amazon ICAC	\$405.96	\$1,628.86	001-3500-46120
7/23/2015	821	Amazon ICAC	\$2,739.94	\$4,368.80	001-3500-46120
7/23/2015	821	Amazon ICAC	\$0.99	\$4,369.79	001-3500-46120
7/24/2015	821	Amazon ICAC	\$49.74	\$4,419.53	001-3500-46120
8/18/2015	122	Radio Shack Display port for ICAC COV Presentation	\$24.99	\$4,444.52	001-3500-46120
8/20/2015	122	Radio Shack CCU Lab Supplies	\$32.98	\$4,477.50	001-3500-46120
8/20/2015	122	Valdez Office Supply desk organizer CCU Lab	\$13.84	\$4,491.34	001-3500-46120
8/20/2015	122	South Central Hardware CCU Lab Supplies	\$5.99	\$4,497.33	001-3500-46120
8/20/2015	122	Amazon adjustable monitor desk mount	\$21.99	\$4,519.32	001-3500-46120
8/20/2015	122	Amazon monitor stand desk clamp	\$44.95	\$4,564.27	001-3500-46120
10/24/2015	122	Radio Shack CCU Lab Supplies	\$39.98	\$4,604.25	001-3500-46120
10/24/2015	122	Radio Shack Return CCU Lab Supplies	-\$19.99	\$4,584.26	001-3500-46120
10/28/2015	122	Radio Shack usb travel hub & ext cable CCU Lab	\$37.98	\$4,622.24	001-3500-46120
11/29/2015	122	South Central Hardware wall anchor set	\$2.59	\$4,624.83	001-3500-46120
12/9/2015	122	Amazon CCU Lab cables, port, wireless keyboard and mouse	\$101.27	\$4,726.10	001-3500-46120
12/18/2015	991	Oxygen Forensics CCU Lab renewal software	\$1,299.00	\$6,025.10	001-3500-46120
12/16/2015	122	Amazon CCU Lab cable, adapter	\$40.97	\$6,066.07	001-3500-46120
12/26/2015	122	EQC pens	\$13.22	\$6,079.29	001-3500-46120
12/24/2015	122	Radio Shack CCU Lab cable	\$24.99	\$6,104.28	001-3500-46120
11/3/2015	122	Microsoft Office CCU Lab	\$9.99	\$6,114.27	001-3500-46400
12/3/2015	122	Microsoft Office CCU Lab	\$9.99	\$6,124.26	001-3500-46400
1/27/2015	821	Oxygen Forensics Software	\$2,999.00	\$9,123.26	001-3500-46950
4/6/2015	203	DriveSavers 122 Forensic Analysis hard drive	\$1,709.00	\$10,832.26	001-3500-46950
3/11/2016	991	Susteen ICAC Forensic Software	\$2,689.00	\$13,521.26	001-3500-43200
1/2/2016	122	Microsoft Office ICAC lease	\$9.99	\$13,531.25	001-3500-43400
2/3/2016	122	Microsoft Office ICAC lease	\$9.99	\$13,541.24	001-3500-43400
3/2/2016	122	Microsoft Office ICAC lease	\$9.99	\$13,551.23	001-3500-43400
3/5/2016	122	CBI Malwarebytes CCU anti-malware protection	\$149.75	\$13,700.98	001-3500-43400
4/3/2016	122	Microsoft Office ICAC lease	\$9.99	\$13,710.97	001-3500-43400
5/2/2016	122	Microsoft Office ICAC lease	\$9.99	\$13,720.96	001-3500-43400
5/6/2016	122	Paypal Paulindway ICAC Forensic Builder Software	\$35.00	\$13,755.96	001-3500-43400
1/27/2016	122	Radio Shack ICAC case supplies	\$59.98	\$13,815.94	001-3500-46120
1/4/2016	122	Amazon hard disk drive	\$58.99	\$13,874.93	001-3500-46120
2/20/2016	122	Amazon CCU Lab windows 7 system builder DVD	\$58.49	\$13,933.42	001-3500-46120
1/20/2016	122	Amazon CCU Lab windows 7 system builder DVD	\$58.49	\$13,991.91	001-3500-46120
5/2/2016	122	Radio Shack CCU Lab 2TB seagate expansion	\$119.99	\$14,111.90	001-3500-46120
4/30/2016	122	South Central Hardware CCU Lab case files	\$21.98	\$14,133.88	001-3500-46120



Agenda Statement

File #: RES 16-0027 Version: 1
Type: Resolution Status: Agenda Ready
File created: 6/27/2016 In control: City Council
On agenda: 7/5/2016 Final action:
Title: Re-Authorizing the Negotiated Land Sale of Lot 2, ASLS 0098 to Brad and Maureen Kimberlin.
Sponsors:
Indexes:
Code sections:
Attachments: [Kimberlin Land Sale Agenda Statement 6-1-2015.pdf](#)
[Resolution 15-21.pdf](#)

Date	Ver.	Action By	Action	Result
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ITEM TITLE:

Re-Authorizing the Negotiated Land Sale of Lot 2, ASLS 0098 to Brad and Maureen Kimberlin.

SUBMITTED BY: Lisa Von Bargaen, CED Director

FISCAL NOTES:

Expenditure Required: N/A
Unencumbered Balance: N/A
Funding Source: N/A

RECOMMENDATION:

Approve Resolution #16-27 reauthorizing the negotiated land sale of Lot 2, ASLS 0098 to Brad and Maureen Kimberlin.

SUMMARY STATEMENT:

On June 1, 2015 the City Council approved Resolution #15-21 authorizing the negotiated land sale of Lot 2, ASLS 0098 to Brad and Maureen Kimberlin. This property is located just outside the State right-of-way at the corner of the Richardson Highway and Loop Road. The Kimberlins wish to develop the property as a boat repair facility.

The sale included some conditions, including the requirement that the applicant obtain a 404 Wetlands Permit from the US Army Corps of Engineers and obtain a Conditional Use Permit from the Planning & Zoning Commission for the intended use of boat repair.

Section 4.04.080 of the Valdez Municipal Code requires land sales to be effectuated within one year of the date of approval. The one year deadline was June 1, 2016. If this date is not met, the

resolution authorizing the land sale automatically expires.

The time necessary for Mr. Kimberlin to obtain the required permitting, and for the City to obtain an appraisal (which was just completed on Friday, June 24th), took longer than expected.

Mr. Kimberlin and the City have been moving forward in good faith to address all conditions of the sale. Unfortunately, the clock ran out. Mr. Kimberlin and staff are requesting re-authorization of the land sale with the same conditions as were originally outlined. A copy of the original agenda statement and authorizing resolution are attached for reference.

Although the appraisal is complete, both the applicant and City staff have some concerns which are being addressed with the appraiser; the results of which will be shared with the Council. The appraiser listed the value at \$140,000. Administration recommends approval of this resolution.

CITY OF VALDEZ, ALASKA

RESOLUTION 16-27

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF VALDEZ, ALASKA, RE-AUTHORIZING THE NEGOTIATED LAND SALE OF LOT 2, ASLS 0098 TO BRAD AND MAUREEN KIMBERLAIN

WHEREAS, the City of Valdez is the owner of the following described real property: Lot 2, Alaska State Land Survey (ASLS) 0098; and

WHEREAS, Brad and Maureen Kimberlin are the owners of the adjacent real property: Lot 19, Block 2, Zook Subdivision; and

WHEREAS, Brad Kimberlin requested to purchase Lot 2, ASLS 0098 for the purpose of developing a boat repair facility; and

WHEREAS, Brad Kimberlin's request for land and proposed use is in conformance with the zoning of the area, the objectives of the Comprehensive Plan, and sound land use and environmental standards given certain conditions are met; and

WHEREAS, on April 8, 2015 the Planning & Zoning Commission approved a recommendation to Council to sell this property to Brad Kimberlin for the proposed purpose of developing a boat repair facility; and

WHEREAS, on April 28, 2015 the Ports & Harbor Commission approved a recommendation to Council to sell this property to Brad Kimberlin for the proposed purpose of developing a boat repair facility; and

WHEREAS, on June 1, 2015 the City Council approved Resolution #15-21 authorizing the negotiated sale of Lot 2, ASLS 0098; and

WHEREAS, Chapter 4.04 of the Valdez Municipal Code provides for the sale of real property owned by the City which is not dedicated to any public use; and

WHEREAS, Chapter 4.04 of the Valdez Municipal Code provides for the Council to sell property by negotiation when it is not in the City's best interest to offer the property at public sale; and

WHEREAS, the Planning & Zoning Commission, the Ports & Harbor Commission, and the City Council have determined it is not in the best interest of the City to offer the property at public sale; and

WHEREAS, Section 4.04.080 of the Valdez Municipal Code requires land sales to be effectuated within one year of the date of approval; and

Resolution No. 16-27

Page 2

WHEREAS, conditions of the sale, including permitting and the appraisal took longer than expected, keeping the sale from being effectuated in one year.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF VALDEZ, ALASKA, that:

Section 1: The City Council has found that it is not in the public interest to offer Lot 2, ASLS 0098 at public sale.

Section 2: Lot 2, ASLS 0098 will be sold for fair market appraised value. The purchaser will be responsible for all costs associated with the sale.

Section 3: The City Manager, or his designee, is hereby authorized to negotiate the sale of said property.

Section 4: Lot 2, ASLS must be developed for a boat repair facility.

Section 5: The purchaser is required to obtain a Conditional Use Permit (CUP) for a boat repair facility, prior to the sale being effectuated. The purchaser shall have up to one year to obtain the CUP.

Section 6: The purchaser is required to complete a Wetlands Determination and if necessary an approved 404 Wetlands Development Permit. The cost of which, including all special construction development standards or mitigation, shall be the sole responsibility of the applicant.

Section 7: The purchaser must submit a final development plan to the Planning & Zoning Commission and the City Council for approval prior to development.

Section 8: In conformance with Section 4.04.070 of the Valdez Municipal Code the resolution shall be passed and approved by an affirmative vote of no less than six Council members, and the resolution shall be filed and published in the same manner as a resolution providing for public sale and no such negotiated sale shall be final until such resolution has been on file in the office of the city clerk for 30 days.

Section 9: In conformance with Section 4.04.080 of the Valdez Municipal Code if the sale of said property is not effectuated within one year of the date of approval the authorization to sell granted by this resolution expires.

PASSED AND APPROVED BY THE CITY COUNCIL OF THE CITY OF VALDEZ, ALASKA,
this 5th day of July, 2016

ATTEST:

CITY OF VALDEZ, ALASKA

Sheri L. Pierce, MMC, City Clerk

Nate Smith, Mayor Pro Tempore

CITY OF VALDEZ, ALASKA

CITY COUNCIL AGENDA STATEMENT

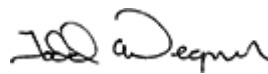
MEETING DATE: 6/1/2015

ITEM TITLE:

SUBMITTED BY: Lisa Von Bargaen
CEDD

Resolution #15-21

CITY MANAGER:



FISCAL
NOTES:

Expenditure
Required:
\$0

Unencumbered
Balance:
\$0

Funding Source:
N/A

EXHIBITS ATTACHED:

Resolution ☒ Ordinance ☐ Other:

- Purchase Request MAPS 1-4
- Kimberlin Application
- Kimberlin Business Plan
- Plats (#1997-39M and #2003-1)
- Planning and Zoning Meeting Minutes 04/08/2015
- Ports and Harbor Meeting Minutes 04/28/2015

RECOMMENDATION:

Approve Resolution #15-21 Authorizing the Negotiated Land Sale Lot 2, ASLS 0098 to Brad & Maureen Kimberlin, if the Council finds it is not in the best interest of the City to offer the property at public sale, contingent upon:

- Approval of a Conditional Use Permit (CUP) for a boat repair facility by the Planning & Zoning Commission
- Completion of a Wetlands Determination and Approval of a 404 Wetlands Development Permit
- Approval of a Final Development Plan by the Planning & Zoning Commission and Council

SUMMARY STATEMENT:

On Wednesday April 8th, 2015 the Planning and Zoning Commission approved the recommendation to Council to sell Lot 2, ASLS 0098 to Brad & Maureen Kimberlin contingent upon a) approval of a conditional use permit for a boat repair facility; and b) any wetlands mitigation and construction standards that may be determined necessary, if the Commissions and Council find it is not in the best interest of the City to offer the property at public sale.

On April 28th, 2015 the Ports and Harbor Commission approved the recommendation to Council to sell Lot 2, ASLS 0098 to Brad & Maureen Kimberlin with the additional language that the sale be contingent upon a feasible business plan from the Kimberlins to be reviewed by City Council

AND that the sale be contingent upon the development for its intended purpose to be within a set limit of time. This is recommended to ensure that the property be used for the purpose upon which the sale was based on and not developed for some other purpose.

This purchase request was voted on by the Ports & Harbor Commission because Lot 2 is located on a main transportation route to the Valdez Container Terminal. Staff also had concerns as to whether or not this lot should be retained in case road expansion along the intersection of the Richardson Highway/Loop Road may be necessary in the future to facilitate large traffic load and size requirements to and from the VCT. The Ports & Harbor Commission reviewed the application and had no concerns with the proposed plan.

At the Planning & Zoning meeting there was considerable discussion about the proposal. Mr. Kimberlin was present to address several concerns from the Commissioners, these included transportation logistics specific to power lines, viewshed concerns, yard storage capacities/limitations, and project feasibility. There was also considerable discussion about whether or not this parcel should be sold by negotiation or go out for public sale. **Meeting minutes are included in the Agenda Packet for the Ports & Harbor and Planning & Zoning meetings in addition to the Purchase Request Overview outlined below. Staff invites the City Council to listen to the recorded meeting discussion to gain a better understanding and background of the proposal.**

The recorded meeting minutes are available online at <http://www.ci.valdez.ak.us/>.

PURCHASE REQUEST OVERVIEW:

Brad and Maureen Kimberlin submitted an Application For Purchase of City Owned Land (Sale by Negotiation) to the Community & Economic Development office on March 23rd, 2015. They are requesting the purchase of Lot 2, ASLS 0098 which is directly next to Lot 19 that they already own (Plat #2003-1).

MAP 1 - Parcel Selection



Purchase Request: 15-02
Name: Brad Kimberlin
Lot: LT 2 ASLS 0098
Request Date: 03/11/2015

NOTES: Brad owns Lot 19 and would like to negotiate the purchase of Lot 2.

Tax Parcel Selection

☒ Purchase Request
☐ Other

The Kimberlin's have submitted an initial development plan to address a need they have identified in the community for a building to perform major vessel repairs and maintenance on large vessels in the winter months. They would like to purchase Lot 2, ASLS 0098 with the intent of constructing a maintenance/repair shop approximately 35' wide 64' long 30' high.

Staff has taken the following factors into consideration and is providing background for your review.

- 1) **Zoning:** Lot 19 (owned by the Kimberlin's) and Lot 2 (owned by the City) are zoned Commercial Residential (See attached MAP 1 – Parcel Selection). The intent of this zoning district is “to allow commercial and light industrial uses of land which do not detract from the residential use of the land by introducing excess noise, increased safety hazards, air pollution or water pollution.” Staff has reviewed the submitted development plan for Lot 2 as well as current uses of Lot 19 and finds that all current and proposed uses can be permitted by Municipal Code in Chapter 17.26 C-R Commercial Residential District. Boat repair facilities are specifically addressed under conditional uses.

17.26.040 Conditional uses.

In a C-R zone, subject to the conditional use provisions of this title, the following uses and structures may be permitted:

The authority for granting permission or denying conditional uses rests with the Planning and Zoning Commission as established by AS 29.33.080 (d) and specified in Chapter 17.06.

A boat repair facility is defined in Section 17.04.090 as a facility (which could include a boat repair garage, boat storage yard) where boats are repaired and stored until repairs are completed. A conditional use permit must be obtained in order for this use to be allowed.

- 2) **Comprehensive Plan:** Several goals and objectives of the Comprehensive Plan relate to the proposed use and purchase of this property:
 - **Goal - Economic Development:** Encourage the development of a broad-based economy in Valdez.
 - **Objective** - Strive to create an atmosphere in the community that is conducive to commercial and industrial development.
 - **Goal - Land Use:** Provide a community land use pattern that is compatible with existing land use patterns in the community, which is physically safe, environmentally sensitive, and consistent with the provisions and requirements of the Valdez Coastal Management Program.
 - **Objective** - Provide development standards for lands that require special physical or environmental attention before they can be safely used or developed.
 - **Objective** - Encourage the development of lands within the city through regulation and through the disposal of city lands.
 - **Goal - Commercial-Business Land Use:** Provide safe, convenient, and attractive business areas that do not unduly create traffic, lighting, noise, or other unnecessary impacts on adjacent residential neighborhoods.
 - **Goal - Industrial Land Use:** Provide for industrial land uses so that they limit

impacts on adjacent land uses and the environment, and yet have safe and convenient access to the major transportation facilities they require.

- Section 2.4.2.2 **Developable Lands/Subject to Restriction** include land areas which are identified as:
 - floodplain fringes where flood proofing can be undertaken;
 - important but not critical habitat;
 - wetlands and tidelands subject to '404' permits.
- Section 2.5.1.2 **Commercial Land Use**: "Heavier commercial businesses that require large amounts of space for on-site storage and storage yards are suggested to front on major arterial and roads located outside of the city center..."
- Section 2.6.1 **Major Arterials**: "Mineral Creek Loop Road – this existing arterial currently provides access to the container terminal and abutting properties south/west of the Richardson Highway.

- 3) *Floodway*: Lot 2 ASLS 0098 is located outside the Special Flood Hazard Areas identified by the National Flood Insurance Program on the FIRM (Flood Insurance Rate Map) Panel Number 020094 0027 C dated December 1, 1983. The City's regulatory authority for delineated Special Flood Hazard Areas are the Floodway Boundary and Floodway Maps from 1983; therefore, this development **does not** require a Floodway Development Permit. However, staff has informed the potential buyer that FEMA and the State of Alaska have conducted a coastal Risk MAP Study in the City of Valdez that places a portion of Lot 2 in an AE Zone which are areas subject to inundation by the 1-percent-annual-chance flood event determined by detailed methods (See attached MAP 2- FEMA Non-Regulatory). The coastal Risk MAP and updated floodplain delineations are slated to be officially adopted and become effective for Municipal Regulation at earliest in the Winter of 2016. Once adopted, any development on Lot 2 within the AE Zone will require a Floodplain Development and properties with federally-backed mortgages, if located within or partially within the AE Zone on Lot 2, may require the purchase of flood insurance.
- 4) *Tsunami Inundation*: The State of Alaska, Department of Natural Resource Division of Geological & Geophysical Surveys has published Tsunami Inundation Maps of Port Valdez, Alaska. As stated in the report abstract, "the results of these tsunami scenarios are intended to provide guidance to local emergency management agencies in tsunami hazard assessment, evacuation planning, and public education for reducing future casualties and damage from tsunamis." Furthermore, the report states that "these results are not intended for land-use regulation or building-code development." Staff, with the intent of public education, has made the potential buyer aware that Lot 2 ASLS 0098 is located within the Maximum Estimated Tsunami Inundation area delineated on the map that was published as part of the State's detailed study (See attached MAP 3).
- 5) *Wetlands*: Section 404 of the Clean Water Act requires that anyone interested in depositing dredged or fill material into "waters of the United States, including wetlands," must receive authorization for such activities. The final determination of whether an area is a wetland and whether the activity requires a permit must be made by the appropriate Corps District Office. **Staff recommends that the sale of this parcel be made with a requirement of wetland determination and, if necessary, a 404 Wetlands Development Permit.** Any special construction standards or mitigation requirements outlined in the permit will be the sole responsibility of the applicant.

- 6) *Ports & Harbor*: The Ports & Harbor Commission serves as an advisory board to the City Council on issues and activities related to the city's ports, harbor, and transportation issues, including but not limited to harbor, airport, seaports, and land terminals. Lot 2 ASLS 0098 is located on a main transportation route to the Valdez Container Terminal, This purchase request was brought to the Ports & Harbor Commission for review on April 28th, 2015. The Commission voted in favor of the sale.
- 7) *Sale by Negotiation*: Section 4.04.070(A) of the Valdez Municipal Code provides for the sale by negotiation of city owned real property. The threshold for allowing a sale by negotiation is very subjective. The code states, "Should the city council decide that the disposal of real property or any interest therein at public sales is not in the public interest, the city council may authorize the city manager to negotiate a sale of such real property..." When making a recommendation to a Commission or Council about a negotiated sale staff has a particular method for determining if something is in the public interest. If the property may only be used by an adjacent property owner because of its size, topography or other reason, staff determines it is not in the public interest to go to a public sale, and a negotiated sale is warranted. If the property is large enough it can sustain its own independent development, then staff determines it is in the best interest of the property to be offered by public sale, and a negotiated sale is not warranted. In this instance, the parcel is 2.045 acres, and is large enough to accommodate independent development. Therefore, it can be argued the best interest of the public is served by putting this parcel out for public sale (either sealed bid or outcry auction) so that: a) all members of the public have an equal opportunity to purchase this property; b) the city is able to command the maximum price for the property – which is often higher when offered at competitive sale; and c) if the city would like to see the property developed in a specific way, bidders can be asked to submit a development plan which can be taken into consideration by the city when determining the most responsive bidder.

The city currently has interest from five parties to purchase land by negotiation, and a least a half dozen people with names on "a list" who want to purchase land as soon as the city opens up commercial or light industrial land for sale. Inquiries to purchase land are coming in on a regular basis. The point of reporting this is to inform the Council of the significant interest in land; and to say that if the public at large is offered an opportunity to purchase this property, there would likely be significant interest beyond the Kimberlins.

When a land sale is contemplated, the Commissions and the Council need to answer three questions when making the decision to approve or deny a request. First, is it a good use of the public's land to dispose of this property? Second, is the development plan submitted by the applicant a good use of this property? Is it in conformance with good land use practices, zoning, environmental requirements, and the Comprehensive Plan? Third (the more difficult and philosophical question), is it in the public's best interest to sell this property by negotiation, or to offer it by public sale? There are reasons to support either decision.

If the property is offered at public sale:

- The public at large is offered an equal opportunity to purchase and develop this property.
- The city may sell the property for a greater sum than the appraised value as bidders will spend what they feel the property is worth in a competitive sale.
- A different purchaser may have a development concept that is more beneficial to the community as a service, and/or the City in terms of tax revenue.

- The city can determine the property should be used for a specific purpose and request development plans from bidders, the results of which may be considered in choosing the most responsive and winner bidder by determining which development plan fits most closely with the City's desired use for the parcel.

If the property is sold by negotiation:

- The proactive individual with a development plan is rewarded by being able to acquire land more expeditiously, thus speeding up the development timeline, increasing tax revenue to the city and perhaps adding jobs to the community.
- The purchaser bears all survey and appraisal costs, alleviating the City of this financial burden.
- The City receives fair market, appraised value for the property.

In preparation for submitting a formal purchase request to the City, Brad Kimberlin has submitted a building plan for Lot 2 outlining his intentions in more detail. In addition, Brad has outlined the following four reasons as to why he believes it is in the best interest of the City to approve the proposal:

- 1) Promotes private enterprise creating another revenue stream for the community.
- 2) The additional land/building development will increase the City's tax base.
- 3) The proposed plan provides a need for the community's development by providing a covered work area for larger vessels.
- 4) Creates jobs for the local vessel repair service company employees by extending their season with a place to work.

The Kimberlins understand the piece of property will have to be appraised and they acknowledge they will be required to pay fair market value. They also understand that should both the Planning & Zoning Commission and the Ports & Harbor Commission recommend purchasing the land and the Council approve the purchase, they will also have to pay for the appraisal, a wetlands delineation, and be responsible for any permitting required under Section 404 wetland specific development standards or mitigation.

Given the review of all related factors, Staff believes this is an appropriate use of this land in conformance with sound land use and zoning practices, provided appropriate measures are taken to address any wetlands determined to be on the property. If the land sale should be recommended by the Commissions and approved by the Council, the sale should be contingent upon the applicant's ability to obtain a conditional use permit for the development presented – boat repair facility. Normally, the resolution authorizing the sale of city land is posted for 30 days, after which the land sale becomes final. It is likely that action on the conditional use permit will exceed the 30 day timeframe so a provision for this is clearly outlined in the Council resolution.

Despite Staff's support of this development idea, the land sale does not meet the threshold for a negotiated sale, in that any member of the public should technically have the opportunity to purchase this property. However, staff and the P&Z Commission took this stance in the recommendation to Council for the sale of land in Old Town North to William Lusk last year. As is the Council's purview, they determined it was not in the public's best interest to take the land to public sale and approved the negotiated sale. Staff's recommendation, therefore, is that this land should be sold to the Kimberlins contingent upon a) approval of a Conditional Use Permit for a boat repair facility by the Planning & Zoning Commission; b) completion of a Wetlands

Determination and Approval of a 404 Wetlands Development Permit; and c) approval of a Final Development Plan by the Planning & Zoning Commission and Council.

This is a negotiated land sale. A negotiated sale requires approval by a super majority of Council members. **This means approval requires an affirmative vote of not less than six members of Council.**

Supporting documentation includes:

- Purchase Request MAPS 1-4
- Kimberlin Application
- Kimberlin Business Plan
- Plats (#1997-39M and #2003-1)
- Planning and Zoning Meeting Minutes 04/08/2015
- Ports and Harbor Meeting Minutes 04/28/2015

CITY OF VALDEZ, ALASKA

RESOLUTION #15-21

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF VALDEZ, ALASKA,
AUTHORIZING THE NEGOTIATED LAND SALE OF LOT 2, ASLS 0098 TO
BRAD AND MAUREEN KIMBERLIN

WHEREAS, The City of Valdez is the owner of the following described real property:

Lot 2, Alaska State Land Survey 0098; and

WHEREAS, Brad and Maureen Kimberlin are the owners of the adjacent real property:

Lot 19, Block 2, Zook Subdivision; and

WHEREAS, Brad Kimberlin has requested to purchase Lot 2, ASLS 0098 for the purpose of developing a boat repair facility; and

WHEREAS, Brad Kimberlins' request for land and proposed use is in conformance with the zoning for the area, the objectives of the Comprehensive Plan, and sound land use and environmental standards given certain conditions are met; and

WHEREAS, on April 8th, 2015 the Planning & Zoning Commission approved a recommendation to Council to sell this property to Brad Kimberlin for the proposed purpose of developing a boat repair facility; and

WHEREAS, on April 28th, 2015 the Ports & Harbor Commission approved a recommendation to Council to sell this property to Brad Kimberlin for the proposed purpose of developing a boat repair facility; and

WHEREAS, Chapter 4.04 of the Valdez Municipal Code provides for the sale of real property owned by the City, which is not dedicated to any public use; and

WHEREAS, Chapter 4.04 of the Valdez Municipal Code provides for the Council to sell property by negotiation when it is not in the City's best interest to offer the property at public sale; and

WHEREAS, The Planning & Zoning Commission, the Ports & Harbor Commission, and City Council have determined that it is not in the best interest of the City to offer the property at public sale.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF VALDEZ, ALASKA, that

Section 1: The City Council has found that it is not in the public interest to offer the Lot 2, ASLS 0098 at public sale.

Section 2: Lot 2, ASLS 0098 will be sold for fair market appraised value. The purchaser will be responsible for all costs associated with the sale.

Section 3: The City Manager, or his designee, is hereby authorized to negotiate with sale of said property.

Section 4: Lot 2, ASLS 0098 must be developed for a boat repair facility.

Section 5: The purchaser is required to obtain a Conditional Use Permit (CUP) for a boat repair facility, prior to the sale being effectuated. The purchaser shall have up to one year to obtain the CUP.

Section 5: The purchaser is required to complete a Wetlands Determination and if necessary an approved 404 Wetlands Development Permit. The cost of which, including all special construction development standards or mitigation shall be the sole responsibility of the applicant.

Section 6: The purchaser must submit a final development plan to the Planning & Zoning Commission and City Council for approval prior to development.

Section 7: In conformance with Section 4.04.070 of the Valdez Municipal Code the resolution shall be passed and approved by an affirmative vote of no less than six Council members, and the resolution shall be filed and published in the same manner as a resolution providing for public sale and no such negotiated sale shall be final until such resolution has been on file in the office of the city clerk for thirty days.

Section 8: In conformance with Section 4.04.080 of the Valdez Municipal Code if the sale of said property is not effectuated within one year of the date of approval the authorization to sell granted by this resolution expires.

PASSED AND APPROVED BY THE CITY COUNCIL OF THE CITY OF VALDEZ, ALASKA, this 1st day of June, 2015.

CITY OF VALDEZ, ALASKA

Larry Weaver, Mayor

ATTEST:

Sheri L. Pierce, MMC, City Clerk

CITY OF VALDEZ, ALASKA

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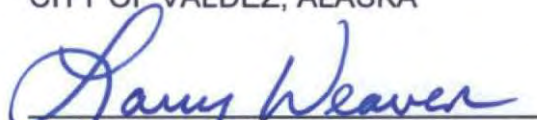
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CITY OF VALDEZ, ALASKA


Larry Weaver, Mayor

ATTEST:


Sheri L. Pierce, MMC, City Clerk





Agenda Statement

File #: 16-0006 Version: 1
Type: Report Status: Agenda Ready
File created: 6/22/2016 In control: City Council
On agenda: 7/5/2016 Final action:
Title: Baseline Socio-Economic Study Executive Summary 2016 Update
Sponsors:
Indexes:
Code sections:
Attachments: [Executive Summary - Valdez Socioeconomic Baseline Indicators Study December 2015.pdf](#)
[June 20 2016 Valdez Memo and 1-page Socioeconomic Indicator Update.pdf](#)

Date	Ver.	Action By	Action	Result
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ITEM TITLE:

Baseline Socio-Economic Study Executive Summary 2016 Update

SUBMITTED BY: Lisa Von Bargaen, CED Director

FISCAL NOTES:

Expenditure Required: N/A

Unencumbered Balance: N/A

Funding Source: N/A

RECOMMENDATION:

Review and file.

SUMMARY STATEMENT:

One of the first tasks assigned to the newly seated Economic Diversification Commission was to oversee a contract for a Baseline Socio-Economic Study. The purpose of obtaining this information is to have baseline data from which to determine if future economic endeavors are having a positive impact on the community. Sheinberg Associates in Juneau was awarded the contract to develop the study. Barb Sheinberg gave a summary presentation to the Council on October 20, 2015. A copy of the executive summary of the study is attached to this report.

As a means of engaging the business community, the Economic Diversification Commission has begun hosting monthly lunch presentations. The first was held on June 8, 2016. Barb Sheinberg was invited back to Valdez to give a presentation on last year's study. In preparation for her presentation she updated a handful of the indicators. A copy of her new information is also attached for review.

Money was allocated in the 2016 Budget to conduct a more robust update to the study. Staff will be

working with the consultant to determine the appropriate level of more recent data that should be acquired.

Valdez Socioeconomic Baseline Indicators EXECUTIVE SUMMARY December 2015



Thompson Pass, fall 2015

prepared for
City of Valdez
Economic Diversification Commission

by
Sheinberg Associates
and McDowell Group

Cover photograph of Thompson Pass, fall 2015 courtesy Matthew S. Brown
www.PhotosonTheWildSide.com

Valdez Economic Sector icons created by graphic illustrator Averyl Veliz
www.averylveliz.blogspot.com/

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Acronyms

AADT	Average Annual Daily Traffic
ACS	American Community Survey
ADEED or DEED	Alaska Department of Education and Early Development
ADF&G	Alaska Department of Fish and Game
ADOLWD or DOLWD	Alaska Department of Labor and Workforce Development
ADOR	Alaska Department of Revenue
ADOT&PF	Alaska Department of Transportation and Public Facilities
AHFC	Alaska Housing Finance Corporation
AMHS	Alaska Marine Highway System
BEA	U.S. Bureau of Economic Analysis
BLS	U.S. Bureau of Labor Statistics
BTS	U.S. Bureau of Transportation Statistics
CFEC	Commercial Fisheries Entry Commission
DCCED	Alaska Department of Commerce and Community Economic Development
DCRA	Alaska DCCED, Division of Community and Regional Affairs
IFQ	Individual Fishing Quota
IRS	Internal Revenue Service
NAICS	North American Industry Classification System
NOAA	National Oceanic and Atmospheric Administration
PFD	Permanent Fund Dividend
PK-12	Preschool through 12 th Grade
PWS	Prince William Sound
QCEW	Quarterly Census of Employment and Wages
USCG or Coast Guard	United States Coast Guard

Common Data Sources and Geography

NAICS

The North American Industry Classification System (NAICS) two to six digit codes are the primary way that businesses are classified for economic data reporting and analysis. NAICS are used for Alaska Department of Labor and Workforce Development (ADOLWD) Quarterly Census of Employment and Wages (QCEW), categorizing and reporting IRS/US Census Nonemployer Business establishments and income, and by the US Census Bureau's American Community Survey (ACS) for its economic and industry analyses.

Businesses self-identify and report their NAICS classifications, and counts on this report's dashboards reflect this for both state and city business license purposes. Periodically ADOLWD recognize that a business has misclassified itself and will correct this for its reporting purposes.

QCEW

QCEW is the ADOLWD Quarterly Census of Employment and Wages. The program originated in the 1930s, and was known as the ES-202 program until 2003 when the current QCEW title was adopted. The primary economic product is the tabulation of employment and wages of establishments which report to

the Unemployment Insurance (UI) programs of the United States. Employment covered by these UI programs represents about 97% of all wage and salary civilian employment in the country.

QCEW is the most commonly used and reported employment data in Alaska. The QCEW data set counts the number of jobs by place of work. It does not include business owners, the self-employed, unpaid family workers, or private household workers. It counts all full-time and part-time jobs – so, if a person holds two wage and salaried jobs, total industry employment will report both jobs. QCEW employment data are released quarterly (with a time lag of about six months) for Alaska as a whole and for all of the Alaska’s boroughs and census areas. QCEW data includes the number of jobs in an area held by commuters who live outside the area (non-residents) as well as local residents.

To support the Valdez Socioeconomic Indicators study, the ADOLWD segregated Valdez QCEW data from the Valdez-Cordova Census Area.

Nonemployer Statistics

Nonemployer businesses are those that either have no paid employees or they are self-employed sole-proprietor businesses. Data on their income comes from annual or quarterly business income tax returns filed with the Internal Revenue Service. In this report, nonemployer businesses are sometimes referred to as Self-Employed or Sole Proprietor Businesses. The income of nonemployer business owners is not included in QCEW data or other data sets that report on employee income, as this is income of business owners, not employees.

The smallest geography that nonemployer data is usually available is the borough, however to support this report the U.S. Census separated zip code 99686 (City of Valdez) data and prepared an analysis for Valdez. Nonemployer business data availability lags one-year behind QCEW employment data. It is common to combine 2014 QCEW data and 2013 Nonemployer data to better understand the whole work-related economy. Annual analyses prepared the same way allow accurate year-to-year comparison of indicators and trends.

To support Valdez Socioeconomic Indicators study, the US Census segregated Valdez Nonemployer Statistics data from the Valdez-Cordova Census Area.

American Community Survey

The American Community Survey (ACS) is the largest household survey in the United States. The ACS is conducted by the US Census Bureau and has replaced the former long-form sample questionnaire. One-year and 5-year ACS survey data is prepared, depending on the size of the place. For the City of Valdez, only 5-year data is available; the most recent is the 2009-2013 5-year survey release. The 5-year estimates from the ACS are "period" estimates that represent data collected over a period of time (as opposed to "point-in-time" estimates, such as the decennial census). The 5-year estimate includes data collected over a 60-month period. The primary advantage of using multiyear estimates is the increased statistical reliability of the data for less populated areas and small population subgroups due to a larger sample size. However, it is less current than one-year data. The 5-year estimate is not calculated as an average of

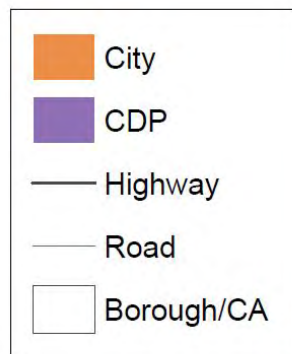
60 monthly values; nor is it the average of 5 single-year estimates. Rather, the ACS collects survey information continuously nearly every day of the year and then aggregates the results over 5 years. The data collection is spread evenly across the entire period represented so as not to over-represent any particular month or year within the period.

For simplicity, in this Executive Summary the 5 year ACS Estimates are referred to (and table columns labeled) by the last year of the estimate. For example, the 2009-2013 ACS Estimate is labeled and referred to as “2013.”

The City of Valdez, Valdez-Cordova Census Area, and Gulf Coast Economic Region

Valdez is a Home Rule City, incorporated in 1901. It is within the Valdez-Cordova Census Area, which is not part of any organized borough. The Valdez-Cordova Census Area has 25 communities within it, including the cities of Valdez, Cordova, and Whittier (see map next page).

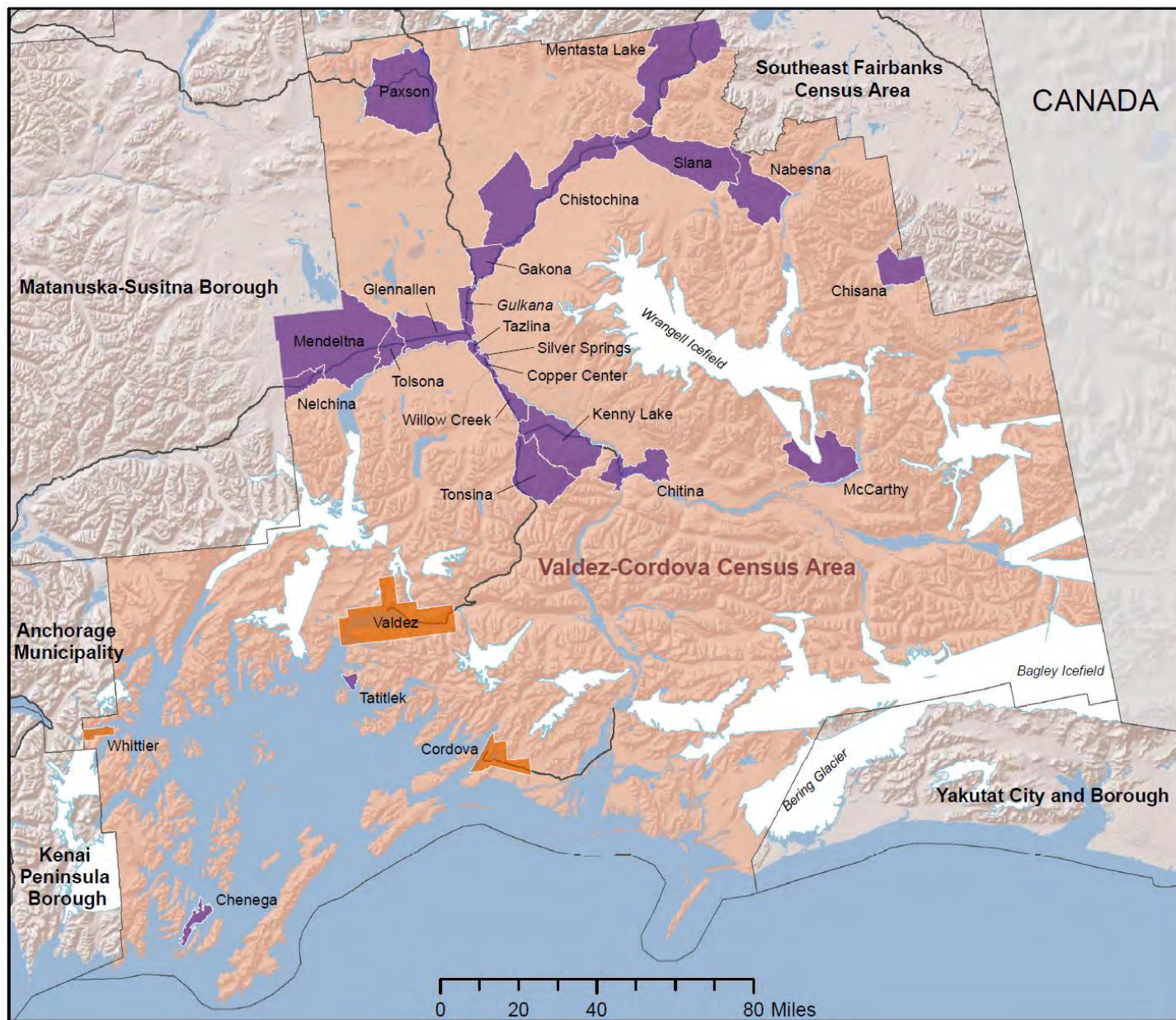
Map of the Valdez-Cordova Census Area



Prepared by:
Alaska Department of Labor
& Workforce Development

September 2011

Source: US Census
2010 TIGERline



Introduction, Purpose, and Methods

Valdez faces much the same fiscal uncertainties as the State of Alaska thanks to a high dependency on the oil industry. Property tax on oil-related infrastructure generates 80-85% of the Valdez annual city government operating revenue and the industry directly or indirectly creates much of the community's employment base. In response to expected oil industry decline, the Valdez City Council determined in February 2014 that economic diversification must be the community's number one priority. Shortly thereafter, Valdez formed an Economic Diversification Commission to provide economic development leadership.

A Community Strategic Plan adopted in 2014 identified three initial tasks for the new Economic Diversification Commission to accomplish:

1. Conduct a Year Round Mountain Recreation Site Feasibility Analysis
2. Collect Socioeconomic Baseline Indicator Data
3. Collect local Visitors Statistics Data

Through a competitive process, the City selected the Sheinberg Associates/McDowell Group Team to prepare the Socioeconomic Baseline Indicators Study, called for in the Community Strategic Plan. Information in this report establishes a 2014 baseline against which to measure economic diversification and other economic and community efforts. In addition to 2014 baseline data, five to ten years of previous data if offered for most indicators to allow consideration of current position and trends. Three reports comprise this Valdez Socioeconomic Baseline Indicator study:

1. Socioeconomic Baseline Indicators Study (*full report with all indicator and socioeconomic data*)
2. Executive Summary - Socioeconomic Baseline Indicators Study (*focuses on key indicators and trends*)
3. Business Survey Report (*results of September 2015 online business owner survey that 133 Valdez business owners or non-profit managers completed*)

The project team completed the following steps to prepare this report:

1. Gather and analyze data from about 100 sources;
2. Request and obtain City of Valdez/zip code 99686-only data from Alaska Department of Labor and Workforce Development (ADOLWD) for Quarterly Census of Employment and Wages (QCEW) and from the US Census for Nonemployer Business Statistics;
3. Receive assistance from City of Valdez for Geographic Information System (GIS) mapping and analysis of property, zoning, and development;
4. Interview dozens of industry leaders to seek deeper understanding of local concerns and trends as well as obtain data;
5. Conduct an online Business Survey that was completed by 133 Valdez business owners and non-profit managers;
6. Review initial data with the Valdez Economic Diversification Commission on August 4, 2015; and
7. Discuss data from the draft Executive Summary with the Valdez City Council and Economic Diversification Commission at a joint meeting on October 20, 2015.

Demographics

Looking back 25 years, the hallmark of Valdez's population is its stability – it rises or shrinks each year, but in the longer term has been steady at about 4,000 people. The population in 1990 was 4,068, and in 2014 it was 4,032. During this period, the number of residents peaked at 4,305 (1995) and dropped as low as 3,819 (2009). Alaska's population during this 25 year period increased 140%.



While stability is the long term trend, between 2012 and 2014 the city's population has dropped both years, declining by a total of 2.5%. The number of Valdez Permanent Fund Dividend (PFD) applicants declined from 2000-2010, then rose 4% between 2011 and 2013, but in 2014 dropped almost 5%.

School enrollment has also been declining for 10 years, dropping almost 12% over the last five years (a trend seen in many Alaska communities). The number of school age youth (under age 19) has not declined as rapidly. This difference is partially due to enrollment in home schools. Youth enrolled in the Valdez Home School (about 23 in FY 16) are included in Valdez School District totals, but the approximately 35 enrolled at Chugach School District FOCUS Home School are not included. There are reported to be other private homeschools in Valdez as well.

The percent of Valdez's population that is older than 65 has increased 29% over the past five years. State projections for the Valdez-Cordova Census Area expect that compared to today, the percent of residents age 65 or older will double by 2022. And in the census area, the percentage of the population that is age 85 or older, a group typically with more intensive needs, is expected to double, increasing from 66 people in 2014, to 125 in 2022. By 2032, this demographic will more than triple, reaching 195 people.

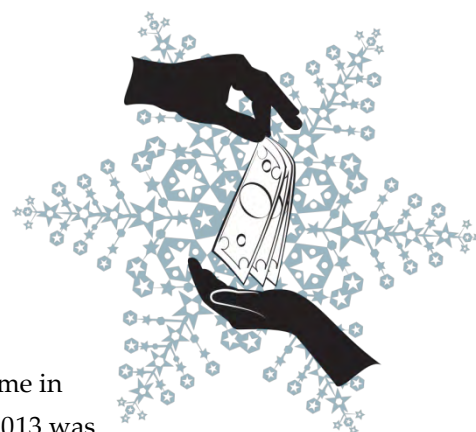
Permanent Fund Dividend (PFD) records show that the majority of Valdez residents (over 3,000) stay in place from year to year. Between 2013 and 2014, a net 36 PFD applicants left Valdez. The majority of new PFD applicants in Valdez in 2014 (315 or 72%) were new to the PFD program, meaning they either were born in Valdez that year or moved there from out of state. Of those leaving Valdez, the majority (273 or 58%) left the PFD program altogether, implying they left Alaska or died. The remainder (199 or 42%) moved somewhere else in the state.

DEMOGRAPHICS - Key Indicators	2010	2013	2014	5 year change	1 year change
Population	3,976	4,097	4,032	1.4%	-1.6%
Median Age	36.7	36.3	36.0	-0.7 yr	-0.3 yr
Number < age 5	279	317	309	10.8%	-2.5%
Number < age 19	1,110	1,145	1,110	0.0%	-3.1%
Number > age 64	220	279	283	28.6%	1.4%
Number of PFDs	3,480	3,619	3,444	-1.0%	-4.8%
PK-12 Valdez School District Enrollment	688	614	608	-11.6%	-1.0%

Sources: Alaska DOLWD, DOR, DEED

Community & Individual Income

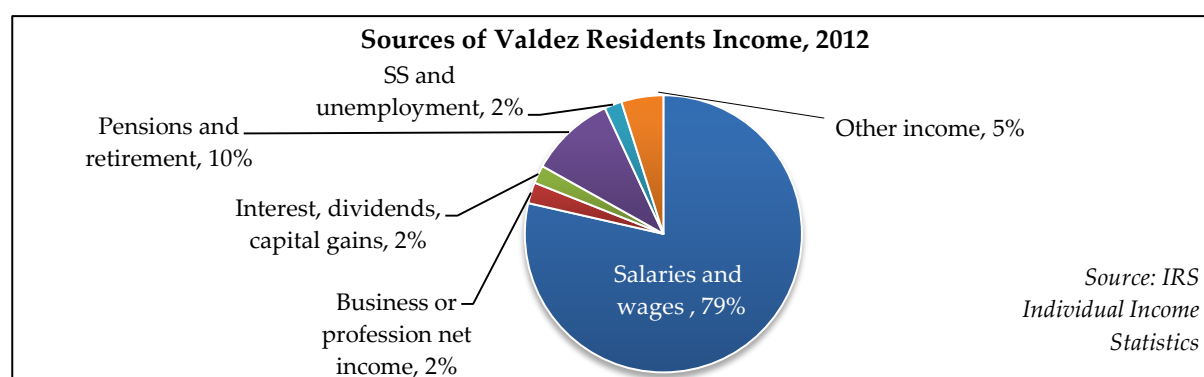
Valdez remains among Alaska's top communities in terms of median household income, at \$93,625. Valdez was well above the Alaska median of \$70,760 and above nearly all other municipalities in Alaska (2009-2013 ACS estimate).



However, measured in inflation-adjusted dollars, median household income in Valdez has been flat over the past 15 years. Median income of \$93,625 in 2013 was equal to the 2000 median of \$93,810 (as measured in 2013 dollars, or \$66,532 in 2000 dollars).

The percentage of individuals living under the poverty line has increased over the last several years, from 4.7% in 2010 to an estimated 7.8% in 2013, though this change is within the margin of error.

Total adjusted gross income for all Valdez residents combined, as reported on individual income tax returns, increased 33% from 2004 to 2012. However, it has declined since 2010.



INCOME –Key Indicators (Valdez data unless noted)	2010	2012	2013	4 year change	1 year change
Valdez Per Capita Income ¹	\$34,822	\$36,609	\$35,243	1.2%	-3.7%
Alaska Per Capita Income ¹	\$30,726	\$32,537	\$32,651	6.3%	0.4%
Median Family Income ¹	\$81,458	\$96,862	\$95,734	17.5%	-1.2%
Median Household Income ¹	\$69,536	\$80,476	\$93,625	34.6%	16.3%
Alaska Median Household Income ¹	\$66,521	\$69,917	\$70,760	6.4%	1.2%
Total Adjusted Gross Income (\$000s) ²	\$156,132	\$149,900 (2011)	\$148,985 (2012)	-4.6% (3 yr)	-0.1%
% from pensions, retirement, investments, SS, other ²	28%	26% (2011)	21% (2012)	-7.0% (3 yr)	-4.0%
Families Below Poverty Level ^{1 **}	3.8%	3.1%	4.4%	+0.6%	+1.3%
Individuals Below Poverty Level ^{1**}	4.7%	5.5%	7.8%	+3.1%	+2.3%
Free & Reduced Lunch Eligibility (% of all students) ³	25.5%	25.7% (2013)	28.4% (2014)	+2.9% (5 yr)	+2.7%
Sources: 1 - US Census Bureau 5-year ACS Estimates; 2 - IRS Individual Income Tax Returns; 3 - Alaska DEED. ** The margin of error for these estimates is sizable. For 2014 for individuals below poverty it is +/- 3.5% and for families +/- 4.6%					

School Performance

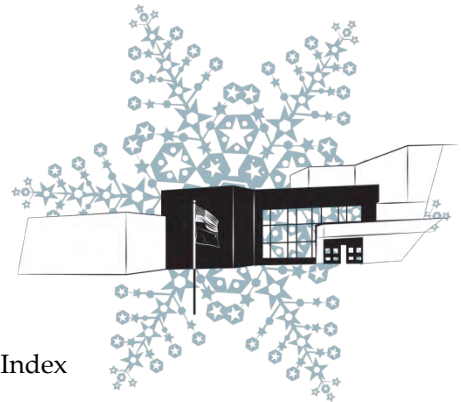
The Valdez City School District is very high performing and is an asset to the Valdez economy.

For the last two years, the elementary, middle, and high schools in Valdez have received 4 out of 5 stars from the Alaska Department of Education and Early Development (DEED) Alaska School Performance Index (ASPI).

The Valdez City School District was rated the 3rd top school district in Alaska for 2014-2015 and top ranked for 2013-2014 by SchoolDigger.com

Across all grades and all subjects, Valdez students consistently outperformed their Alaska peers in terms of the percentage of tested students proficient at a given subject on State Based Assessment (SBA) tests.

Respondents to the 2015 online Business Survey ranked the quality of local education as one of the greatest advantages to doing business in Valdez.

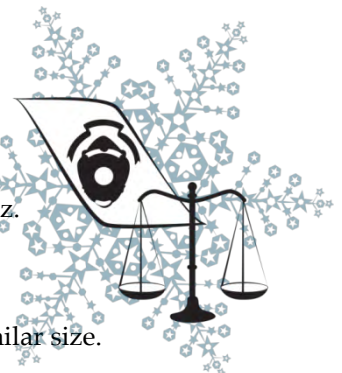


SCHOOLS - Key Indicators	2010	2013	2014	5 year change	1 year change
Dropout Rate ¹	0.9% (09/10)	1.8% (12/13)	0.4% (13/14)	-0.5%	-1.4%
ACT Test Scores English, Valdez/Alaska ²	21.4 / 20.3	21.8 / 20.1	22.2 /	+0.8 (Vz)	+0.4 (Vz)
ACT Test Scores Math, Valdez/Alaska ²	21.3 / 21.2	21.7 / 21.1	22.9 /	+1.6 (Vz)	+1.2 (Vz)
SBA Assessments, % students proficient - English, Valdez/Alaska ²	93.1% / 81.9%	89.8% / 78.2%	91.6% / 80.1%	-1.5% (Vz)	+1.8% (Vz)
SBA Assessments, % students, proficient - Math, Valdez/Alaska ²	85.0% / 71.1%	84.2% / 69.4%	87.0% / 68.4%	+2.0% (Vz)	+2.8% (Vz)
Prince William Sound - Annual Credit Hours ³	8,524	7,177	7,315	-1,209 hr	138 hr

Sources: 1 - Valdez School District; 2 - Alaska DEED; 3 - Prince William Sound Community College

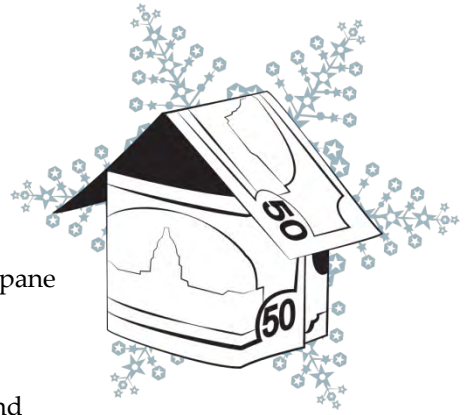
Crime

Nearly one-third of respondents to the 2015 online Business Survey indicated that low crime and a feeling of safety are a significant advantage to doing business in Valdez. Valdez has a lower average overall crime, violent crime, and property crime rate per 1,000 people than other Southcentral communities, including Seward, Homer, and Soldotna. Only Cordova's crime rate is lower, among Southcentral communities of similar size.



Cost of Living

The cost of rent, food, and gasoline ranks Valdez at or near the most expensive compared to five other southcentral Alaska communities. However, compared to these same places, heating oil, electricity, and propane are relatively more affordable.



A large proportion of Valdez's housing stock is older and less efficient, and over a quarter of the city's housing stock is in mobile homes. This combined with the harsh climate result in Valdez residents spending an average of 13% of their income on household energy, more than comparison Southcentral communities, according to AHFC 2014 Housing Assessments.

COST OF LIVING – Key Indicators	Valdez	Anchorage	Cordova	Homer	Kenai	Mat-Su Borough
Week of Food for a Family of Four w/Children (June 2014)	\$288	\$207	\$333	\$264	\$234	\$223
% of Anchorage	139	100	161	127	113	108
Median Rent (2009-2013, ACS)	\$1,205	\$1,142	\$777	\$892	\$885	\$1,026
Electricity-Residential \$/1000 kWh (Oct 2015)	\$171.70	\$170.93	\$168.77**	\$243.62	\$243.62	\$197.79
Heating Oil (\$/gal) (Aug 2014)	\$4.13	\$3.71	\$4.62	\$3.66	\$3.88	\$4.54
Gasoline (\$/gal) (June 2014)	\$4.76	\$3.85	\$4.66	\$4.28	\$4.41	\$3.85
Propane (\$/gal) (Aug or June 2014)	\$4.50	\$4.58	\$4.98	\$4.43	\$4.79	N/A
Per Capita Income (2009-2013, ACS)	\$35,243	\$36,214	\$37,992	\$32,046	\$31,710	\$29,534

*Note: ** Cordova is the only community in this sample that receives Power Cost Equalization from the state; if it did not, its Oct 2015 rate for 1000/kwh would be \$278.27*

Sources: Food and Gasoline Prices: University of Alaska Fairbanks, Alaska Food Cost Survey, June 2014. Propane and Heating Fuel #1 Prices: Alaska Housing Finance Corporation Fuel Price Survey, August 2014; except Mat-Su Borough Heating Fuel, UAF Alaska Food Cost Survey. Electricity Rates: October 2015 Residential Rates from Homer Electric Association, Matanuska Electric Association, Chugach Electric Corporation, Cordova Electric Cooperative. Per Capita Income: 2009-2013 ACS Survey. Median Rent: includes all housing costs for renters such as utilities, source is 2009-2013 ACS Survey

Housing

There are an estimated 1,750 dwelling units in Valdez today, including 107 in group quarters.

Several factors combine to result in a tight Valdez housing market and reduced available housing choice:

- Median rent, at \$1,205 for the Census Area, is very high. The 2015 Alaska Housing Finance Corporation survey of landlords for Alaska census areas and boroughs estimates that rents in the Valdez-Cordova Census Area are exceeded in Alaska only by those in Kodiak and Juneau.
- The number of dwelling units being constructed per year in Valdez has declined sharply over the last 15 years; from an average of 29 per year during 2000-2002, to 11 per year in 2003-2011, to 4 constructed per year during 2012-2014. The decrease in new construction creates an aging housing stock and limits housing options for buyers and renters.
- Over the last five years, the average household size for both owner and renter-occupied housing has increased.
- Compared to the state average, median home prices are rising faster in Valdez.
- Over one-quarter (28%) of the Valdez housing stock are mobile homes. This is a higher rate than in Alaska (5%) or the rural US (7%). This leaves a large proportion of the population vulnerable to energy inefficient aging structures and, if they reside in a mobile home park, a lack equity in real property. An immediate housing crisis facing the city is the pending August 2016 closure of the 60-unit Aleutian Village Trailer Park, leaving park residents with few alternatives for affordable housing.
- Realtors report that high property tax rates discourage home purchases by retirees looking for summer homes and first time home buyers.
- As the senior population doubles between now and 2022, so too will grow the need for a range of senior housing including independent living, assisted living, and nursing home care.



HOUSING - Key Indicators (all Valdez unless noted otherwise)	2010	2012	2013	4 year change	1 year change
Cost of Homes					
Median value, Owner occupied homes	\$159,000	\$172,100	\$177,900	12%	3%
Alaska median value, Owner occupied homes	\$229,100	\$237,900	\$241,800	6%	2%
Median monthly housing costs (includes rent, utilities etc)					
Median monthly rent	\$1,082	\$1,111	\$1,205	11%	8%
Alaska, median monthly rent	\$972	\$1,065	\$1,098	13%	3%
Median monthly housing costs for owners with mortgage	\$1,406	\$1,550	\$1,660	18%	7%
Median monthly housing costs for owners without a mortgage	\$516	\$514	\$527	2%	3%
Percent cost-burdened, by type					
Renters paying >30% income for housing**	46.1%	32.9%	27.5%	-19%	-5%
Homeowners with mortgage paying >30% income for housing**	19.5%	16.7%	19.3%	-0.2%	3%
Homeowners without mortgage paying >30% income for housing**	12.3%	3.9%	4.3%	-8%	0.4%
Other Indicators					
Average household size: owner-occupied / renter-occupied	2.47 / 2.07	2.64 / 2.40	2.76 / 3.03		
Number of dwelling units built	13	6 (2013)	3 (2014)		
Construction, employment (avg. ann.)	38	51 (2013)	59 (2014)	55.3% (5 yr)	15.7%
Construction, total wages	\$1,954,014	\$3,847,617 (2013)	\$4,524,095 (2014)	131.5% (5 yr)	17.6%
Est. sales of rentals for stays under six months (seasonal housing)	\$475,200 (2010)	\$507,067 (2013)	\$548,150 (2014)	15.4% (5 yr)	8.1%
Valuation, residential building permits (\$000s)	\$4,968	\$1,971	\$1,435	-71.1%	-27.2%

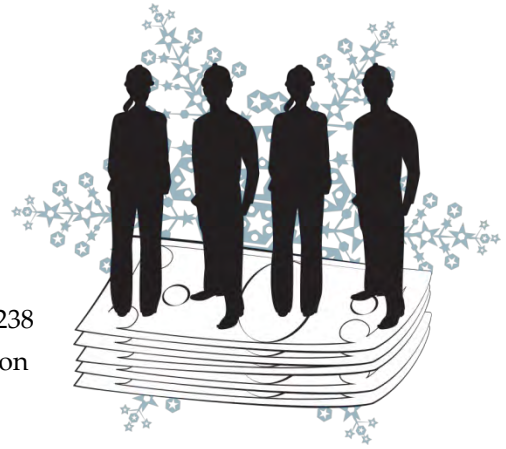
Sources: City of Valdez - # Housing Units, building valuation; Est. rental sales for stays under 6 months -Sheinberg Associates estimates based on bed tax collected; All other data - Sequential 5-year American Community Survey Estimates (ACS) from 2006-2010, 2008-2012, and 2009-2013

** ACS - The margin of error for these estimates is sizable. For those paying >30% for housing in 2013, the error margin for renters it is +/- 23.5%, for owners with a mortgage it is +/- 17%, and for owners without a mortgage it is +/- 10.9%.

Overall Workforce and Earnings, Top Economic Activities

Total annual work-related earnings in the City of Valdez are \$139 million (including local business owners and all USCG), generated by¹:

- 182 firms or agencies that in 2014 collectively employed 2,238 people (average annual), whose wages totaled \$123.5 million (89% of all work related earnings).
- 336 nonemployer businesses (self-employed and business sole proprietors) in 2013 whose income was \$15.5 million (11% of all work related earnings).



Between 2004 and 2014, total employment wages increased from \$94.9 million to \$119.9 million (26%)². However, measured in inflation-adjusted dollars, total employment wages in Valdez are slightly below the level needed to have kept pace with inflation over the last decade. Total wages of \$119.9 million in 2014 are about equal to 2004 wages of \$122.8 million (in 2014 dollars).

Over the last 10 years the total number of employees (resident and nonresident) in Valdez has been relatively flat, similar to population trends. Looking more closely at annual data, employment was lowest in 2008, coincident with the national recession. From 2008, total employment grew by 200 workers to a 2014 high point of 1,604 total employees. Growth in private sector jobs has fueled increased employment since 2008; federal civilian jobs declined during this period.

For the Valdez-Cordova Census Area, 40% of all workers³ (3,048) in 2013 were nonresidents and 19% of total worker wages (\$42.2 million) in the census area went to nonresidents. Over 20% of the nonresident workers in the following four job areas lived in the Valdez-Cordova Census Area for four quarters (9-12 months) in 2013:

- Information (NAICS 51)
- Professional, Scientific, and Technical Services (NAICS 54)
- Others Services (NAICS 81)
- Public Administration (NAICS 92)

¹ Nonemployer statistics lag one-year behind QCEW employment data. It is common to combine 2014 QCEW data and 2013 Nonemployer data to better understand the complete work-related economy. Annual analyses prepared the same way allow accurate year-to-year comparison of indicators and trends.

² The 2004-2014 comparison does not include self-employed/sole proprietor business owners and only includes federal civilian employees. These employment wages are reported by ADOLWD QCEW.

³ Worker counts for resident/nonresident data are different from employment estimates. Employment estimates (ADOLWD QCEW) are the number of filled positions, and worker counts are the cumulative number of people who worked in an occupation over the course of a year. Because a single position can be filled by more than one person over a period of time due to turnover, worker counts are almost always higher than employment estimates. Also, residency worker counts do not include federal employees, the military, or self-employed business owners.

WORKFORCE & EARNINGS - Key Indicators	2010	2013	2014	5 or 4 year change	1 year change
Employment					
Number of Employees (avg. ann.)	2,005	2,131	2,145	7.0%	0.7%
Private Sector	1,459	1,583	1,604	9.9%	1.3%
Government (civilian only)	546	548	541	-0.9%	-1.3%
Total Employment Wages	\$103,733,167	\$117,443,926	\$119,991,534	15.7%	2.2%
Private Sector	\$78,986,256	\$91,102,866	\$93,924,133	18.9%	3.1%
Government (civilian only)	\$24,746,911	\$26,341,060	\$26,067,401	5.3%	-1.0%
Nonemployer Business Owners (self-employed and sole proprietors)					
Number of Nonemployer Businesses (self-employed and sole proprietors)	328	308 (2012)	336 (2013)	8 (4 yrs)	28 (2012-2013)
Total Earnings, Nonemployer Businesses	\$13,655,000	\$12,591,000 (2012)	\$15,491,000 (2013)	13.4% (4 yrs)	23% (2012-2013)
TOTALS (employees + nonemployer businesses)					
Workforce (avg. ann.)	2,333	2,439	2,481	6.3%	1.7%
Work Earnings	\$117,388,167	\$130,034,926	\$135,482,534	15.4%	4.2%
Other					
2015 USCG (civilian +enlisted)			100 jobs \$4,097,200 wages		
Annual Unemployment Rate (V-C Census Area)	9.4%	9.8%	9.5%	1.1%	-3.1%

Sources: ADOLWD 2014 QCEW, US Census 2013 Nonemployer Statistics, USCG

Top Valdez Economic Activities

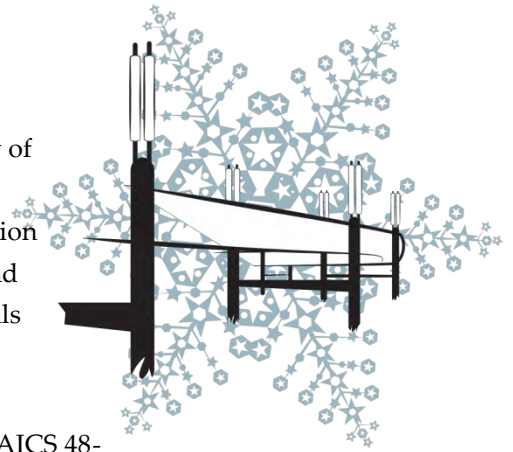
The top economic activities in Valdez are:

- Oil industry (pipeline, marine and land oil shipment, refining, safety)
- Local government (city, school, and tribally provided services, facilities, and maintenance)
- Commercial fishing, seafood processing, and hatchery business and shipping
- Health care and social assistance services
- Visitor industry services and businesses
- US Coast Guard services

These sectors are Valdez's primary economic drivers and supporting industries. In order to make informed decisions about economic diversification, it is critical to understand the role these sectors play in the city's present economy. What follows are findings and indicators for each sector. The Socioeconomic Baseline Indicators Study provides much greater detail for each, and additional offers industry information as well.

Oil Industry

Oil movement and shipping, storage, refinement, and ensuring the safety of these activities, is the lead economic driver in Valdez and the primary component of Valdez's basic economy. A 2014 Alaska Oil & Gas Association report⁴ estimated that in Valdez the oil industry contributed 700 direct and indirect jobs and \$65 million in accompanying wages annually. This equals 28% of the workforce and 48% of work earnings in Valdez in 2014.



Average annual wages in the Transportation and Warehousing sector (NAICS 48-49), which is predominantly oil-related, are the highest in town at \$100,750⁵. However, since 2004, Valdez wages in this sector have lost ground to inflation. Measured in inflation-adjusted dollars, the Transportation and Warehousing sector's average annual wage of \$100,750 in 2014 is about equal to the 2004 wage of \$130,800 (in 2014 dollars). Since this is the community's largest sector, this affects the community overall purchasing power.

Declining Trans Alaska Pipeline System (TAPS) oil throughput and transshipment has significant negative implications for City of Valdez revenue, local employment, and the overall economy. Annual throughput declined 17% over the past five years and dropped almost 4% just last year. Reduced throughput also means decreased oil export from the Valdez Marine Terminal, which has declined steadily over the last decade, from 800,000-900,000 bbl/day in 2002 to 400,000-550,000 bbl/day in 2014⁶. On the bright side, Petro Star employment approximately doubled in 2009-2010 when it expanded to include refining of ultra-low sulfur diesel.

OIL INDUSTRY- Key Indicators	2010	2013	2014	5 year change	1 year change
TAPS throughput, annual barrels	226,174,050	195,085,253	187,406,088	-17.1%	-3.9%
Transportation & Warehousing: # Employees (avg. annual) Total Wages	392 \$40,562,749	358 \$38,227,476	385 \$38,781,877	-1.8% -4.4%	7.5% 1.5%
Oil related property tax to City	\$43,816,134	\$53,531,774	\$43,380,273	-1.0%	-19.0%

Sources: Alyeska Pipeline Company, City of Valdez, ADOLWD

⁴ McDowell Group, "The Role of the Oil and Gas Industry in Alaska's Economy," 2014

⁵ The Transportation and Warehousing sector includes industries providing transportation of oil, other goods and cargo, and people; warehousing and storage for goods; scenic and sightseeing transportation; and support activities related to transportation. Valdez businesses include most Alyeska Pipeline Service Company employment and the Valdez Marine Terminal, trucking companies, Crowley Maritime Corporation, some Petro Star Inc. employment (most in NAICS 31-32), air and marine sightseeing and charter businesses, marine cargo and oil transshipment tugs, tankers and vessels, aviation businesses, taxis, and more.

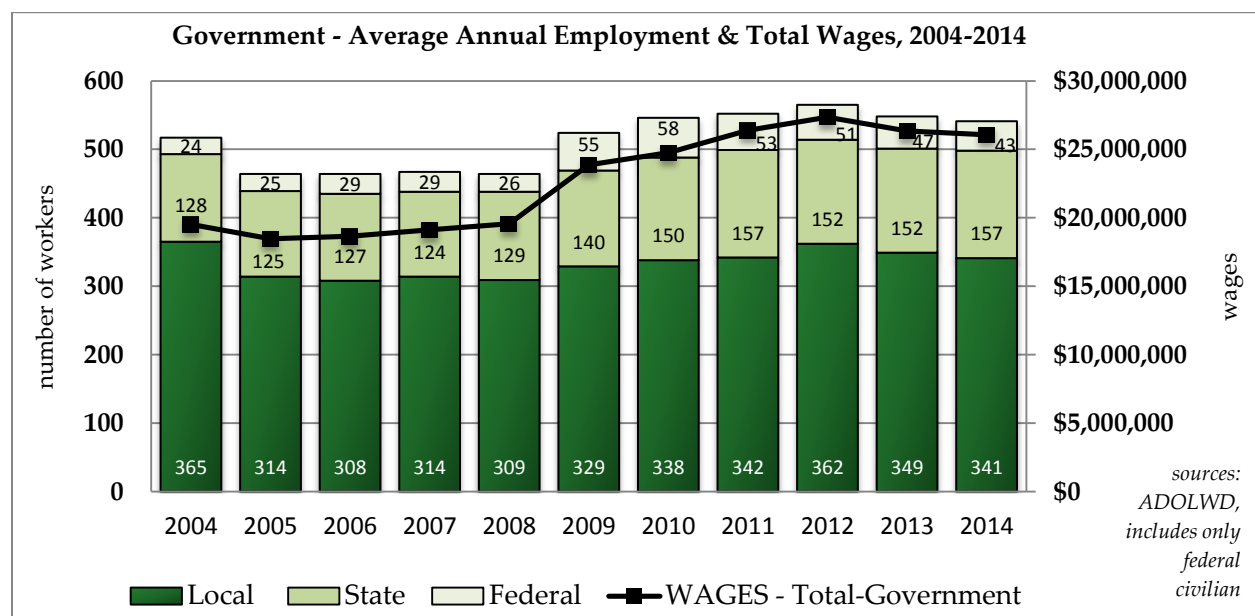
⁶ Prince William Sound Regional Citizen's Advisory Council, "Statistics for Valdez Marine Terminal, VMT Monthly Loading Statistics, 2002-2014" <http://www.pwsrccac.org/resources/statistics-for-valdez-marine-terminal>

Government Service

Government jobs typically are year-round family-wage paying work that provides economic stability in smaller communities. Valdez is no exception. Just under one-quarter of all Valdez resident employees (average annual) were federal, state, or local government workers in 2014⁷. Local government is a lead component of Valdez's support economy.



Local government provides more jobs and total wages in Valdez than any other sector except Transportation and Warehousing. Local government employers include the City of Valdez, Valdez School District, and the Valdez Native Tribe.



State and local government wages have not kept pace with inflation over the last decade, while federal civilian wages, some of the highest in the town, have risen at a pace that exceeds inflation.

GOVERNMENT WAGES (Average Annual) AND INFLATION	2014 Average Annual Wages	2004 Average Annual Wage inflation-adjusted to 2014 dollars	2004 Average Annual Wage (actual)
Federal government (civilian only)	\$70,223	\$60,522	\$46,751
State government	\$46,886	\$48,843	\$37,729
Local government	\$46,090	\$48,065	\$37,128

Sources: ADOLWD, Anchorage Consumer Price Index by US BLS

⁷ Federal includes civilian and enlisted personnel.

The City of Valdez provides and maintains city infrastructure and municipal services as well as contributing a significant share of local school funding. Regular (formula-driven) local tax, state, and federal government revenue to the City of Valdez has varied from \$43 million to \$63 million during the last six years. This large \$20 million variance is primarily due to the changing valuation of the Trans-Alaska Pipeline System (TAPS) and Valdez Marine Terminal (VMT) and resultant property tax to the city.

Trans Alaska Pipeline System Assessed Value		
Year	TAPS Property Value	Value as set by
2015	\$9.6 billion	State Assessment Review Board (SARB) certified
2014	\$10.2 billion	SARB certified
2013	\$11.8 billion	SARB certified
2012	\$8.2 billion	stipulated value to which parties agreed

Source: Alaska Department of Revenue, Petroleum Assessor

Valdez is highly dependent on a single declining source of revenue. Each of the last six years, 80-85% of annual city operating revenue has come from local property tax levied on the assessed value of the TAPS within city boundaries. The current property tax rate is 20-mills (property value x 0.020). Because property taxes must be applied equally to all, local residential, commercial, and industrial property is also subject to this levy and tax. Property tax revenue collected from local non-oil and gas assets accounts for 8-11% of regular city revenue.

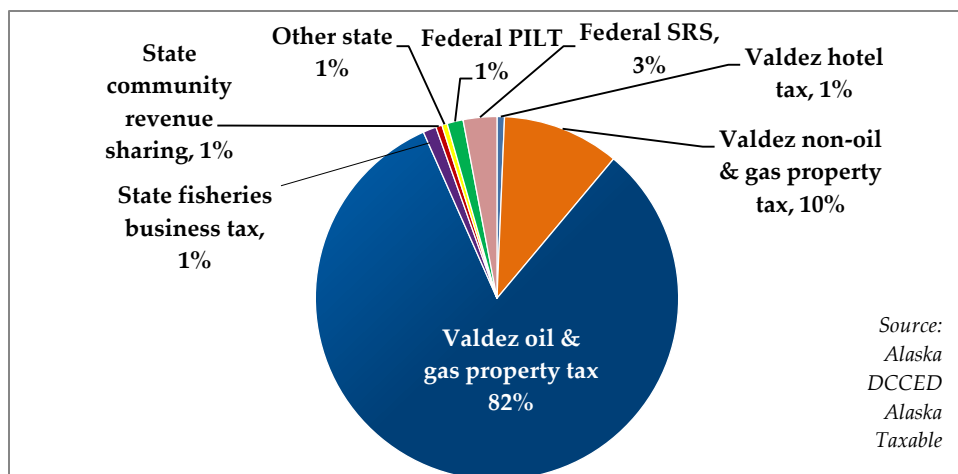
About 4-6% of annual city operating revenue each year comes from the federal government's Payment-In-Lieu of-Taxes (PILT) or Secure Rural Schools/National Forest Receipt (SRS/NFR) sources. Both have been reauthorized by

Congress for only for 1-2 years at a time for the last decade and thus these revenue contributions are continually uncertain.

Of the 10 largest Valdez property tax payers in 2015, four are associated with the oil industry (Alyeska

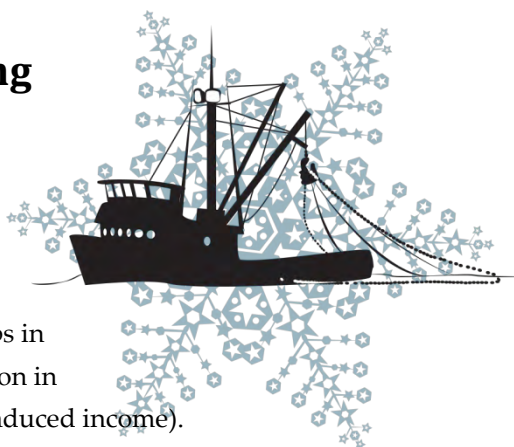
Pipeline Service Company, Petro Star Inc., Crowley Marine Services Inc., Valdez Properties LLC), three are linked to the visitor industry (Kae Soung Hotel Enterprises, Totem Inn, Johnson Inn Valdez Inc.), one to seafood processing (Peter Pan Seafoods), and the other two include a housing developer (North Pacific Rim Housing Authority) and the grocery store (CFG Properties). Approximately 89% of the total gross taxable value of all property in Valdez is Alyeska Pipeline Service Company's Trans Alaska Pipeline System (TAPS), storage tanks, marine terminal, barges, other facilities, and associated land.

**2014 Valdez Regular (formula-driven)
General Fund Revenue, by Source**



Commercial Fishing and Seafood Processing

The most recent assessment of the full economic impact of the seafood industry found that commercial fishing and seafood processing together employed just over 700 workers in Valdez, including local fishermen, processing workers, hatchery employees and government workers engaged in fisheries management. This work creates other jobs in the support sector. In total, seafood generated an estimated \$16.7 million in local labor income in Valdez in 2013⁸ (including direct, indirect, and induced income).



In 2014, the Valdez commercial fishing industry included 23 local resident active permit holders, 69 crew members, and 57 commercial fishing vessels licensed in town. Many local boats are seiners that also participate in longline Individual Fishing Quota fisheries for black cod and halibut. The commercial fleet includes 20 longline, pot, and jig boats homeported in Valdez in addition to three tenders and two other small support vessels. Numerous additional seiners that are homeported elsewhere also deliver fish to processors in Valdez.

The vast majority (82% in 2014) of earnings from commercial fishing activities by Valdez residents were the result of participation in the Prince William Sound (PWS) seine fishery. The pink salmon runs on which this fishery is based can fluctuate significantly from year to year. The 2014 PWS seine harvest totaled 131 million pounds with an ex-vessel value of \$40 million. The value of that harvest was less than half the 2013 value. In 2014, Valdez fishermen harvested approximately 5% of the volume and earned 5% of total gross earnings generated by the PWS seine fishery.

Prince William Sound Seine Fishery - Harvests and Values Overall and by Valdez Residents, 2004-2014

Year	Total Pounds (millions)	Total Earnings (\$millions)	Valdez Resident Pounds (millions)	Valdez Resident Earnings (\$millions)	% of Fishery Total Pounds Harvested by Valdez Residents	% of Fishery Total Earnings to Valdez Residents
2004	50,119,249	\$5,898,622	4,601,760	\$533,806	9%	9%
2005	169,469,215	\$19,390,127	16,798,345	\$2,261,372	10%	12%
2006	53,508,763	\$11,413,062	4,568,369	\$959,515	9%	8%
2007	184,276,696	\$35,955,115	13,194,954	\$2,523,593	7%	7%
2008	131,286,913	\$52,047,970	9,501,575	\$3,718,392	7%	7%
2009	35,491,202	\$10,451,033	1,626,131	\$453,037	5%	4%
2010	224,827,560	\$82,212,884	12,533,242	\$4,549,880	6%	6%
2011	81,189,278	\$37,692,355	6,136,437	\$2,853,960	8%	8%
2012	95,492,231	\$48,550,233	5,558,728	\$2,754,181	6%	6%
2013	243,840,524	\$100,114,897	12,160,514	\$4,952,499	5%	5%
2014	130,783,156	\$39,955,927	6,711,292	\$2,010,038	5%	5%

Source: Commercial Fisheries Entry Commission (CFEC), fishery statistics for S01E and Valdez residents

⁸ McDowell Group. 2015. "Economic Impact of the Seafood Industry in Southcentral Alaska."

Published data is not available on seafood processing employment in Valdez, due to confidentiality restrictions. Seafood processing employment data for the Valdez-Cordova Census Area provides an indication of the scale and seasonal nature of processing employment in the region. In 2014, seafood processing employment averaged 443 jobs in the Census Area. However, monthly employment ranged from a low of 58 in January to a peak of 1,161 in August. The total number of workers in the sector was 1,658. Using pounds landed as a proxy for the split of work within the Census Area, Valdez hosted about one-third of the seafood processing employment in the Census Area in 2013, or about 600 individual workers.

In 2013, 88% of workers employed in seafood processing in the Valdez-Cordova Census Area were not Alaska residents. Resident workers made an average of \$26,573 in wages, while non-residents made \$12,760.

Valdez's seafood industry is a growing economic driver in the town. Recent expansions by two local processors are driven by strong pink runs, increased production at the two local hatcheries, and successful marketing of salmon by-products. Expansion at the Peter Pan Seafoods plant involves a joint venture with Trident Seafoods to produce high quality salmon oil from salmon heads and other parts. Silver Bay Seafoods is in the process of building a new 70,000 square foot facility and expects to roughly double the company's processing capacity, utility usage, and workforce.

SEAFOOD PROCESSING & COMMERCIAL FISHING - Key Indicators	2010	2013	2014	5 year change	1 year change
Seafood Landings in Valdez, pounds	72,811,388	28,906,190 (2012)	68,213,215 (2013)	-6.3% (4 yr)	136.0%
Seafood Landings in Valdez, ex-vessel value	\$31,532,402	\$21,710,232 (2012)	\$34,398,840 (2013)	9.1% (4 yr)	58.4%
State Fisheries Tax shared with City	\$127,685	\$354,769	\$621,634	386.8%	75.2%
Pounds landed by Valdez Residents in PWS Seine Fishery	12,533,242	12,160,514	6,711,292	-46.5%	-44.8%
Pounds landed by Valdez Residents for all Fisheries in Alaska	12,892,892	12,440,587	6,909,090	-46.4%	-44.5%
Valdez Commercial Fishermen Gross Earnings	\$5,284,731	\$5,377,764	\$2,445,521	-53.7%	-54.5%
Valdez Permit Owners Fishing	32	28	23	-28.1%	-17.9%
Valdez Resident Crew Members	73	74	69	-5.5%	-6.8%
Total Valdez Resident Commercial Fishermen	105	99	92	-2.9%	-9.8%
Valdez Seafood Processing, 2013		Number of Workers	FTE Employment	Labor Income (\$millions)	
Seafood Processing		610	180	\$8.8	
VFDA Hatchery and ADF&G		30	20	\$0.9	

Sources: CFEC, Alaska Dept. of Revenue, McDowell Group 2015 "Economic Impact of the Seafood Industry in Southcentral Alaska."

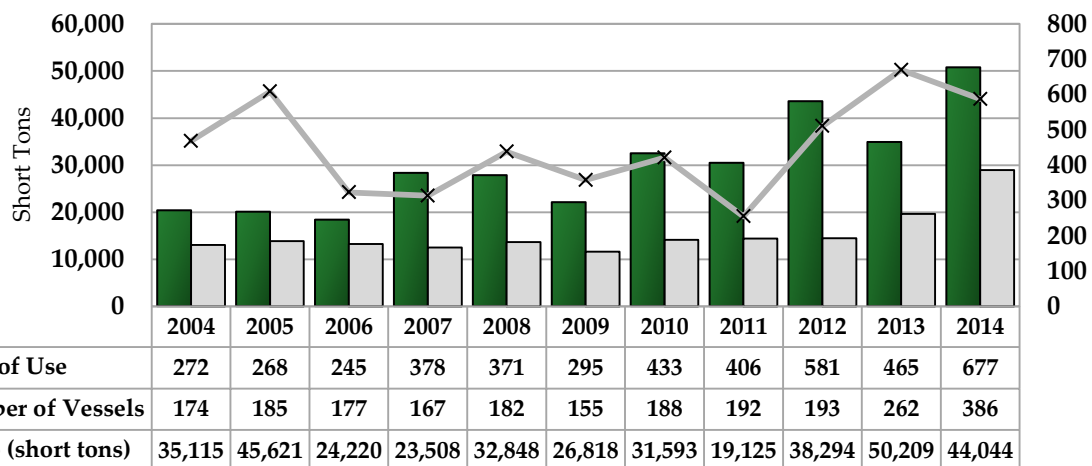
Valdez Ports and Harbors

The total number of vessels using Port of Valdez marine facilities has increased substantially in recent years. Twice as many vessels used the port in 2014 as in 2012. In addition, days of use of the port have steadily increased over the last ten years, from 272 in 2004 to 677 in 2014, an increase of 150%. Reasons for the increases include growth in the pink salmon harvest in Prince William Sound, expanded fish processing operations in Valdez leading to increased shipping, and training activities conducted by Shell Oil.



Recent withdrawal of Shell Oil from Alaskan waters will likely cause a short term decline in port use. However, a 2015 McDowell Group study, “Competitive Market Analysis and Long Range Planning for the Port of Valdez” suggests opportunities for the port to capture increased freight activity and shipping linked to the seafood industry; related to Valdez’s proximity to North Slope oil and gas activity, Interior mines, and military bases; and for capture of a larger portion of oversized or hazardous cargo loads from shippers that want to avoid the more congested port and streets of Anchorage.

Valdez Port Annual Cargo, Days of Use, and Total Number of Vessels



Source: Valdez Port

At the small boat harbor, a multi-year, phased expansion is underway. This project is in response to several factors including:

- Opportunities to support for increased commercial fishing and seafood processing activity;
- Long wait list for slips;
- Demand from Interior Alaskans who consider Valdez their “local” harbor;
- Demand for larger vessel moorage; and
- Strong national economy that favors tourism growth.

VALDEZ PORT & HARBOR – Key Indicators					
Port	2010	2013	2014	5 yr change	1 yr change
Marine Cargo (short tons)	31,593	50,209	44,044	40%	-12%
No. of Vessels Served at Port	188	262	386	105%	47%
Days of Use	433	465	677	56%	46%
Small Boat Harbor		2007	2015	After Harbor Expansion	
Slip Length	# Slips	# Wait Listed	# Wait Listed	Slip Total	
20'	109	13	0	109	
24'	107	63	16	107	
30'	173	95	92	173	
36'	-	-	9	17	
40'	66	48	46	117	
50'	49	24	46	101	
60'	-	-	15	11	
100'	6	-	2	10	
Total	510	243	226	645	
Transient/Parallel Moorage (lineal feet)			1,893 LF	2,549 LF	

Source: City of Valdez Harbor Department

VALDEZ HARBOR TENANTS, BY RESIDENCE	Total, 2007	Total, 2015
Outside Alaska	6%	6%
Valdez	37%	40%
Other Alaskan Communities	57%	54%
Fairbanks/North Pole/Eagle	35%	32%
Palmer/Wasilla/Big Lake/ Sutton	5%	6%
Eielson AFB, Ft Wainwright/Central/ Salcha	3%	3%
Anchorage/Whittier	3%	3%
Chugiak	3%	1%
Delta Junction/Tok/Slana	3%	4%
Ester/Nenana/Healy/Denali Park	2%	3%
Copper Center/Glennallen/Gakona	2%	1%
Kenai/Soldotna/Homer/Nikiski/Cordova/Tatitlek	1%	1%

Source: City of Valdez Harbor Department

Health Care and Social Assistance

Health Care and Social Assistance businesses comprised the 4th largest employment sector in Valdez and ranked 4th for total wages paid to Valdez residents. Employment is split between health care (54%) and social assistance (46%) work. This is also a top growing sector statewide.



Average annual employment in this sector doubled over the last decade in Valdez, growing from 130 jobs in 2004 to 255 jobs in 2014 (+ 19 self-employed businesses). Total wages grew from \$2.6 million in 2004 to \$10.4 million in 2014 (+ \$0.47 million proprietor income).

Since 2004, annual pay to workers in this sector has significantly outpaced inflation. Measured in inflation-adjusted dollars, health care/social assistance average annual wages of \$40,595 in 2014 are well above 2004 wages of \$25,688 (as measured in 2014 dollars, or \$19,843 in 2004 dollars).

There are 11 employers and 19 nonemployer businesses in this sector. Providence Valdez, with its Medical Center, Counseling Center, and Long Term Care wing, is the sector's largest employer and one of the community's top employers overall. Data excerpted from its 2014 reports shows:

- Patients in a survey rate themselves as highly satisfied with service.
- Medical Center usage is decreasing, Long Term Care census is steady, Counseling Center visits are increasing.
- Bad Debt/Charity Care is steadily increasing.
- Medical Center net income declined in 2014 due to an absence of one-time cash infusions that added to previous year totals (state settlement of reimbursement rates, federal incentives to switch to electronic medical records, etc.).

A Robert Wood Johnson Foundation study⁹ shows that the Valdez-Cordova Census Area ranks in the top half of the state in all health categories, including health outcomes, health behaviors, clinical care, physical environment, and social and economic environment.

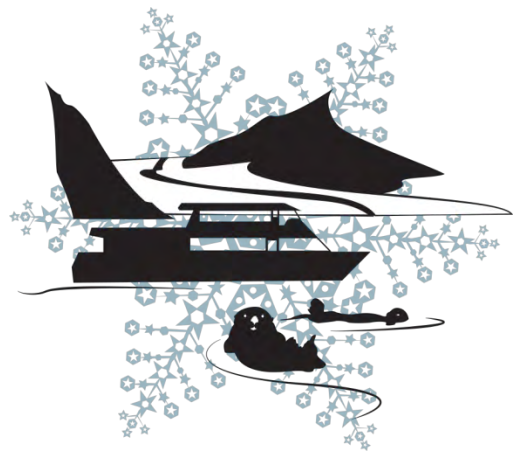
HEALTH CARE AND SOCIAL ASSISTANCE - Key Indicators	2010	2013	2014	5 year change	1 year change
Health Care Employment (avg. ann.)	125	141	137	9.6%	-2.8%
Social Assistance Employment (avg. ann.)	115	141	118	2.6%	-16.3%
Total Wages (all)	\$8,619,098	\$10,526,314	\$10,368,701	20.3%	-1.5%
Providence Valdez (PV) Acute Ave. Daily Patient Census	3.61	2.64	2.59	-28.3%	-1.9%
PV Long Term Care Ave. Daily Resident Census	9.92	9.58	9.47	-4.5%	-1.1%
PV Charity Care/Bad (Patient) Debt	\$850,000	\$1,000,000	\$1,600,000	88.2%	60.0%
PV Counseling Center Client Visits	2,537	2,386	2,595	2.3%	8.8%

Sources: ADOLWD, Providence Valdez

⁹ Robert Wood Johnson Foundation, "County Health Rankings & Roadmaps", 2015

Visitor Industry

Businesses and jobs related to the visitor industry continue to be forecast for statewide growth due in part to the robust national economy and current inexpensive gasoline prices. The visitor industry could be a source of increased economic activity in Valdez by better leveraging the area's natural resources into more jobs, wages, and business activity.



Valdez's most significant assets for drawing visitors are scenic attractions (including glaciers, waterfalls, mountains, and Prince William Sound) and sport fishing. Guided and unguided sport fishing are particularly important components of the visitor industry in Valdez. In addition, day cruises are popular, showcasing the Sound's marine life and glaciers. Other common visitor activities include kayaking, hiking, camping, and visiting museums.

Valdez's tourism industry is heavily seasonal, with most nonresident traffic concentrated between Memorial Day weekend and Labor Day weekend. Snow sports, particularly skiing and snowboarding, bring visitors in March and April.

Traditional data sources do not include comprehensive measures of visitor industry employment. Visitor industry employment is spread across the transportation, retail, and "leisure and hospitality" sectors. In the absence of better data, the Leisure and Hospitality sector (NAICS 71, 72) serves as a proxy for employment trends in the visitor industry.

Employment in the Leisure and Hospitality sector has been generally trending up over the past decade; in 2014 it was the 3rd largest employer in Valdez. However, in terms of total wages it was closer to the low end, ranking 8th out of 13 sectors. As is typical, in June, July, and August 2014, tourism-related employment was more than double (382 employees) the level in January (168). Employment begins its annual climb in late winter due to snows sport-related visitation (279 employees in March 2014).



Bed tax receipts provide an important indicator of trends in the visitor industry in Valdez. Adjusting for inflation, public accommodation tax receipts stayed roughly consistent from 2005-2014, and an average of \$383,242 collected per year in 2014 dollars.

Sportfishing, both guided and unguided, is a popular activity for visitors to Valdez and locals alike. The primary species targeted is coho salmon, but halibut, rockfish, king salmon, pink salmon, and shrimp are also caught in large numbers. However, the recent decline in charter and sportfishing activity is a source of concern.

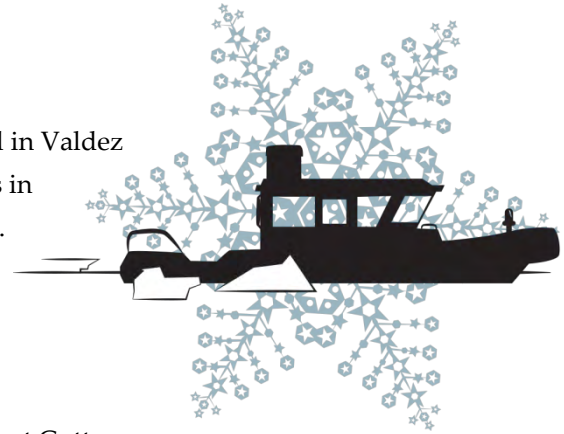
All sportfishing types near Valdez saw declines in the number of days fished and number of anglers fishing between 2004 and 2013. The size of the Valdez charter fishing industry has declined by just under 50% over the decade, from 53 vessels operating in 2004 to 28 vessels in 2013. The vast majority of anglers in recent years (69% in 2013) fished from either private boats or chartered vessels. This steady decline in fishing activity and the number of charter businesses operating in Valdez can be partly attributed to federal regulations related to charter halibut fishing, increased fuel costs, variations in salmon runs, and other factors outside of the city's control.

VISITOR INDUSTRY - Key Indicators	2010	2013	2014	5 year change	1 year change
Employment and Wages					
Average Annual Employment - Arts, Entertainment, Recreation	29	31	31	6.9%	0.0%
Average Annual Employment - Accommodations	118	125	137	16.1%	9.6%
Average Annual Employment - Food and Drinking Places	88	101	103	17.0%	2.0%
Total Wages, Leisure & Hospitality (all of above)	\$4,495,157	\$5,633,295	\$6,226,577	38.5%	10.5%
Traffic Numbers (includes residents and non-residents)					
Total (scheduled) Air Passengers (in + out)	31,034	26,886	29,269	-5.7%	8.9%
Average (Annual) Daily Traffic @ Mile Post 62 Richardson Hwy	444	422		-5% (4 yr)	
# of AMHS Passengers (total embark + disembark)	22,241	22,658	22,249	0.0%	-1.8%
# of AMHS RVs (total embark + disembark)	824	777	947	14.9%	21.9%
Convention & Civic Center - # events /# functions			201 / 630		
Convention & Civic Center Attendance			26,897		
Whitney Museum, # Visits	5,353	6,344	6,591	23.1%	3.9%
Valdez Museum, # Visits	10,597	13,496	15,034	41.9%	11.4%
Bed Tax Revenue to City, Total	\$438,272	\$396,317	\$425,189	-3.0%	7.3%
Bed Tax Revenue, Rentals 6-Mon. or Less	\$28,512	\$30,424	\$32,889	15.4%	8.1%
Sportfishing and Other Indicators					
Total Sportfishing Anglers (salt+fresh+shore)	22,697 (2009)	17,830 (2012)	18,683 (2013)	-17.1%	4.8%
Total Sportfishing Days Fished (salt+fresh+shore)	65,050 (2009)	48,839 (2012)	57,157 (2013)	-12.1%	17.0%
# Charter Fishing Vessels Homeported in Valdez	38	28		-10 (4 yr)	
Snowfall, Thompson Pass (inches, by winter)	435	335	349		

Sources: US Bureau Transportation Statistics, AMHS, Alaska DOT&PF, City of Valdez, Valdez Convention and Civic Center, ADF&G, Valdez Avalanche Center

United States Coast Guard

There were 100 active duty and civilian Coast Guard personnel in Valdez in October 2015, making the USCG one of the larger employers in town¹⁰. These job numbers have been steady since at least 2007. Total wages were approximately \$4.1 million, which is all income entering the local economy from outside sources. The average length of tour in Valdez is three years.



Personnel are part of five units: the Marine Safety Office, 110-foot Cutter *Long Island*, Station Valdez, an Electronic Support Office, and a Section Field Office. There is also a small boat station with two 45-foot response vessels and a 25-foot response boat.

Activities include year round search and rescue, maritime law enforcement, and ports, waterways and coastal security missions in Prince William Sound, including patrolling the port's security zones around transiting tankers and oil loading berths at the Valdez Marine Terminal. The Marine Safety Unit (MSU) conducts prevention, response, and preparedness activities to ensure the safety and security of Prince William Sound, including commercial vessel inspections, fishing vessel training and safety, pollution prevention and response, maritime law enforcement, and casualty investigations.

Valdez-based Coast Guard personnel have strong professional relationships with the city, state, and maritime operators in Valdez.

2014 USCG Valdez (civilian + enlisted)	
Total wages	\$4,097,178
Employees (Average Annual)	100

Sources: ADOLWD, USCG Valdez Station

¹⁰ There are additional reservists, but most live outside of Valdez and are in town only during periods of duty.

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Personal Communications

Alice McDonald, Sound Realty, Owner Broker

Allie Hendrickson, City of Valdez, Deputy City Clerk
 AnnMarie Lain, City of Valdez, Senior GIS/Planning Technician
 April Skorski, Homer Electric Association, Member Services Representative
 BJ Williams, Prince William Sound Community College
 Brad Myrstol, University of Alaska Anchorage, Alaska Justice Statistical Analysis Center, Director
 Brian Carlson, City of Valdez, Finance Director
 Brian Laurent, Alaska Department of Education and Early Development
 Brittany Cabello, Valdez Museum and Archive, Communications Manager
 Connor Bell, Alaska Department of Labor and Workforce Development, Economist
 Carrie Holsclaw, Matanuska Electric Association, Electronic Processing Specialist
 Debbie Soto, Alaska Department of Education and Early Development, Education Program Assistant
 Denise Runge, Prince William Sound Community College, Associate Professor and Assistant Director of Instruction
 Diane Kinney, City of Valdez, Port and Harbor Director
 Diane Ujioka, Cordova Electric Cooperative, Lead Customer Service Representative
 Drew Grant, Alaska Department of Environmental Conservation, Division of Water, Environmental Program Specialist
 Eddie Hunsinger, Alaska Department of Labor and Workforce Development, State Demographer
 Fred Millen, Alyeska Pipeline Company
 Jack Stickel, Alaska Department of Transportation & Public Facilities, Transportation Planner
 Janet Schwartz, City and Borough of Sitka, Budget Treasury Officer
 Jennifer James, Valdez Convention and Civic Center Director
 Jenny Mahe, Chugach Electric Association, Meter Reading and Field/Credit Support
 Jeremy O'Neil, Providence Valdez, CEO
 Jim Greeley, Alaska Department of Revenue, State Petroleum Property Assessor
 Karinne Wiebold, Alaska Department of Labor and Workforce Development, Economist
 Keri Talbott, City of Valdez, Senior Office Assistant
 Laurine Regan, Valdez Convention and Visitors Bureau, Executive Director
 Lawrence Blood, Alaska Department of Commerce Community and Economic Development, Local Government Specialist V
 Lisa Puritan, Alaska Department of Public Safety, Statewide Services Section, UCR Program Coordinator
 Lisa Von Barga, City of Valdez, Community & Economic Development Director
 Mark Romick, Alaska Housing Finance Corporation, Director of Planning and Program Development
 Mary-Heather Kahklen, Alaska Department of Education and Early Development
 Mauricio Ortiz, US BEA, Chief, Regional Income Division
 Meg Weaver, City of Valdez Finance Department, Accounts Receivable Manager
 Mollie Good, Valdez Consortium Library, Head Librarian
 Pamela Golden, AK DOT, Northern Region Traffic and Safety Engineer
 Peter Carter, Alaska Department of Transportation & Public Facilities, Safety and Emergency Supplies Specialist
 Robert Corcoran, Valdez Petroleum Terminal Manager, Petro Star Inc.
 Ron Brown, Alaska Department of Commerce Community and Economic Development, Assistant State Assessor
 Sarah Von Barga, City of Valdez, Harbor Office Manager
 Scott Vockeroth, AK DOT, Northern Region Traffic Data Manager
 Tim Adamczak, Alyeska Pipeline Service Company
 Tracy Studer, City of Valdez, Accountant/ Property Tax
 Wendy Goldstein, Prince William Sound Community College, Whitney Museum Coordinator



DATE: June 20, 2016

TO: Lamar Cotton, Valdez Economic Diversification Commission Consultant

Please distribute to:

Valdez Economic Diversification Commission (EDC)

Valdez City Council

Valdez Community & Economic Development Director Lisa Von Bargaen

Valdez City Manager Dennis Ragdale

FROM: Barbara Sheinberg, AICP, Sheinberg Associates

Thank you for inviting me to speak at the 1st Valdez EDC Business RoundTable to review the results of the 2015 Business Opinion Survey and 2015 Socioeconomic Baseline Indicators.

As those of you who attended know, I updated some of Valdez economic data for the presentation. Those attending were quite interested to hear that over the last year total wages in Valdez grew 6%, significantly beating inflation. Employment was essentially flat, as it was statewide. The result is that salaries in Valdez grew significantly in 2015.

Unfortunately, the data I presented is not all pulled together for Valdez anywhere for decision-makers and business leaders to use. This prompted me to spend a bit more time and prepare a 1-page Socioeconomic Indicators Annual Update for your use. **It is attached, please use and distribute it!**

With a bit more time, there are a few additional indicators I would have liked to include such as the current number of sportfishing anglers and days fished, Valdez Museum visitation, Public Accommodations Tax Receipts, and Valdez Providence Indicators. In addition, it might be valuable to do another business survey (we reached 133 businesses last year) to get a pulse on any opinion changes or direction.

I suggest you consider having a 1-2 page Annual Indicator Update (such as the attached) accompanied by a presentation to the community (as I just completed).

Thank you!

Barbara

Attachment: Valdez Alaska – One and Five Years of Change 2011 to 2015

Valdez, Alaska – One and Five Years of Change: 2011 TO 2015

Socioeconomic Indicators

Demographics	2011	2014	2015	Change 2014-2015		Change 2011-2015
Alaska Population ¹	723,133	737,354	737,625	271	0.0%	2.0%
Population ¹	4,039	4,046	4,011	-35	-0.9%	-0.7%
Age 0-19 ¹	1,099	1,114	1,111	-3	-0.3%	1.1%
Age 65 or older ¹	240	284	297	13	4.6%	23.8%
Number of Total PFDs ²	3,530	3,444	3,538	94	2.7%	0.2%
Number Youth PFDs ²	872	864	882	18	2.1%	1.1%
School Enrollment (PK-12) ³	686 ('11/'12)	608 ('14/'15)	648 ('15/'16)	40	6.6%	-5.5%
Employment & Wages ⁴						
Total Wages	\$108,034,603	\$119,991,534	\$126,677,199	\$6,685,665	5.6%	17.3%
Alaska Total Wages	\$16.05 billion	\$17.79 billion	\$18.33 billion	\$532 million	3.0%	14.2%
Total Employment (avg. annual)	2,040	2,145	2,154	9	0.4%	5.6%
Alaska Employment	328,566	336,764	338,262	1,498	0.4%	3.0%
Avg. Annual Wage	\$52,958	58,544	58,824	\$2,877	5.1%	11.1%
Alaska Avg. Annual Wage	\$48,852	52,848	54,192	\$1,344	2.5%	10.9%
Income						
Per Capital Income ⁵	\$34,822	\$35,243	\$35,032	-\$211	-0.6%	0.6%
Median Household Income ⁵	\$69,536	\$93,625	\$99,973	\$6,348	6.8%	43.8%
Percent Free & Reduced Fee Lunch ⁶	25% ('11/'12)	30% ('14/'15)	24% ('15/'16)		-6%	-1.0%
Percent Individuals Below Federal Poverty Level ⁵	4.7%	7.8%	9.2%		1.4%	4.5%
Industry Indicators						
Barrels of Oil through Pipeline (ann.) ⁷	212,756,749	187,406,088	185,582,715	-1,823,373	-1.0%	-12.8%
Number of Residents who Fished ⁸	31	23	22	-1	-4.3%	-29.0%
Pounds Landed by Valdez Residents (all Fisheries) ⁸	6,526,542	6,909,090	13,681,888	6,772,798	98.0%	109.6%
Gross Earnings Valdez Commercial Fishermen ⁸	\$3,697,163	\$2,445,521	\$3,297,174	\$851,653	34.8%	-10.8%
State Fish Tax Shared with City ⁹	\$521,771	\$621,634	\$230,134	-\$391,500	-63.0%	-55.9%
% of Workforce that is Private Sector ⁴	73%	75%	72%		-3%	-1%
AMHS Passengers (in and out) ¹⁰	24,826	22,249	17,061	-5,188	-23.3%	-31.3%
Air Passengers (in and out) ¹¹	32,409	29,269	27,902	-1,367	-4.7%	-13.9%
Cost of Living						
Price Gallon Heating Fuel (Jan.) ¹²	\$3.73	\$3.70	\$2.70	-\$1.00	-27.0%	-27.6%
Monthly Bill for 400 kWh Residential ¹³	\$111.99 ('11 avg) Hi-\$130.64 (Apr) Lo-\$97.88 (summer)	\$105.62 ('14 avg) Hi-\$129.60 (Apr) Lo-\$81.20 (Jul)	\$93.77 ('15 avg) Hi-\$123.32 (Jan) Lo-\$74.60 (Sep)	-\$11.85	-11.2%	-16.3%
Bill for 1,000 kWh Small Commercial ¹³	\$262.57 ('11 avg)	\$261.84 ('14 avg)	\$232.23 ('15 avg)	-\$29.61	-11.3%	-11.6%
Median Gross Rent, includes utilities ⁵ (± is margin of error)	\$1,082 (± \$74, '06-'10)	\$1,205 (± \$284, '09-'13)	\$1,172 (± \$226, '10-'14)	-\$33	-2.7%	8.3%
Median Value Owner-Occupied Homes ⁵	\$159,300 (± \$11,897)	\$177,900 (± \$26,544)	\$183,700 (± \$28,308)	\$5,800	3.3%	15.3%

Prepared by Sheinberg Associates. Sources: 1 ADOLWD, Population Estimates, Population by Age and Sex for Alaska Cities over 1,000 people 2 Department of Revenue, Permanent Fund Division 3 ADEED, Annual School Enrollment Reports (not ADM) 4 ADOLWD, Research & Analysis, Quarterly Census of Employment and Wages 5 US Census American Community Survey 50-year Estimates 6 ADEED, Percent that Qualify for Free and Reduced Fee Lunches report 7 Alyeska Corporation, Annual Throughput Report <http://www.alyeska-pipe.com/TAPS/Pipeline Operations/Throughput> 8 Commercial Fisheries Entry Commission, Fisheries Statistics 9 ADOR, Shared Taxes Annual Reports 10 AMHS Annual Traffic Annual Reports 11 US BTS, T-100 Market Data 12 DCCED, DCRA Research & Analysis, Annual Heating Fuel Survey 13 CVEA



Agenda Statement

File #: 16-0007 Version: 1
Type: Report Status: Agenda Ready
File created: 6/27/2016 In control: City Council
On agenda: 7/5/2016 Final action:
Title: World Extreme Skiing & Snowboarding Championships Report
Sponsors:
Indexes:
Code sections:
Attachments: [WESSC Deliverables Letter April 2 016.pdf](#)

Date	Ver.	Action By	Action	Result
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ITEM TITLE:

World Extreme Skiing & Snowboarding Championships Report

SUBMITTED BY: Lisa Von Bargaen, CED Director

FISCAL NOTES:

Expenditure Required: N/A
Unencumbered Balance: N/A
Funding Source: N/A

RECOMMENDATION:

None. Report only.

SUMMARY STATEMENT:

On April 19, 2016 the Council approved an event sponsorship for the 2017 World Extreme Skiing & Snowboarding Championships (WESSC). The sponsorship included \$125,000 in cash and \$25,000 in kind assistance.

The nine deliverables WESSC agreed to provide are summarized in the attached letter dated April 2, 2016. Additionally, WESSC is required to maintain a certain level of insurance, and have an audit completed as the cash contribution from the City is greater than \$100,000.

A member of the Council requested an update of WESSC activities in preparation of the event, now about nine months away. Below (in italicized print) is the response from Laurine Regan, WESSC Vice President:

Please inform the Council Member of below information in regards to their questions:

A. The WESSC Board of Directors moved to delay the press release so as to ensure when the first

release goes to air/print etc. it will carry a strong message inclusive of the City of Valdez and the high end sponsor/s.

WESSC had been waiting for the minutes from our April 19 council session to be made available in order to extract quotes that lend to a more articulated press release. As this never came, our Media Director Rhylla Morgan has approached successfully, a Council Member obtaining quotes that can be included into a press release. The interview process has been slow due to time differences (Australia vs Alaska) and availability of other interviewees that form part of the initial release. This is not too far away from completion.

B. Sponsors have been contacted, WESSC has advised the acceptance from the City of Valdez for the Event to take place, and discussions are being had between Event Director Tony Harrington, and Sponsorship contractor Kit, with 3 high end Sponsors. There also have been delays beyond our control and WESSC has had to wait it out before restarting the negotiations again. I must emphasize, that sponsors of this financial magnitude, brings negotiations to a very slow pace to completion. Whilst frustrating to all involved waiting on some form of news, and knowing their initial verbal response was positive, our confidentiality agreements will not allow us to disclose who these corporations are to the public arena at this stage. Each negotiation has its' own agenda to met by the sponsor.

C. We are appreciative of the funding received by the City of Valdez, and wish to acknowledge the Check for \$125,000 has not been deposited into the WESSC Bank Account. The reason this has not taken place is WESSC wishes to ensure, points above, A and B - have resulted in a solid completion. Any expectations of announcements by August should be viewed as an estimate at this stage.

D. Finally, WESSC is prepared, should any breakdown of sponsor negotiations occur during this time, to return the check to the City of Valdez to be held in trust for WESSC for a rescheduled Event year of 2018.

As our board of directors are all volunteers, we are working everyday towards the ultimate result to hold the Event in 2017. This is a million dollar event being developed and negotiated so it does take time to close. We do hope you and your Council do understand this. When we have significant updates we will release to the community of Valdez in the first instance, until then, like us, we all need to be patient and continue working. Regards, Laurine



April 2nd, 2016

The City of Valdez,
Director of Economic Development & Community Services,
PO Box 37,
Valdez, AK. 99686

2016 Board of Directors:

Ryan McCune
President

Laurine Regan
Vice President

Brett Stewart
Secretary

Nick Perata
Treasurer

Tim R. Hodge
Director

John Woodbury
Director

Dear Miss Von Bargen,

Thank you for considering the opportunity, presented to the City of Valdez in becoming a partner of the WESSC, Inc. World Extreme Skiing & Snowboarding Championships Event (herein noted as (WESSC)).

WESSC, Inc. is requesting the support of \$125,000 in cash and \$25,000 in contra for Year 1 of the event.

We are requesting the partnership term be for a total of 3 years. The second and third years' investment in WESSC will be contingent on WESSC delivering the benefits outlined below. Upon WESSC meeting these deliverables, the agreement will be triggered to continue between WESSC, Inc. and the City of Valdez for years 2 and 3.

Top line benefits WESSC will deliver are as follows:

1. A professionally run event with safety the overriding priority. WESSC will engage a proven, reputable mountain safety company specializing in helicopter accessed back country events, TV production, logistics, mountain safety and medical services.
2. WESSC will guarantee a minimum expenditure of \$150,000 into the local economy via the events' athletes, crew, VIPs and event partners accommodation, meals and entertainment in the City.
3. As part of the WESSC festivities there will be opening and closing events held downtown, a ski/snowboard in-town event and a closing ceremony awards night and film festival held at the Valdez Civic Centre. The objectives of these events are to attract outside visitors to the region, provide opportunities for local businesses to leverage the event and provide entertainment for the local community. A further expenditure of \$21,000 will be injected into the local economy via these events.

PHONE: +1 (907) 831-0950

WEBSITE: wesscAK.com

5320 Chalet Drive Valdez Alaska 99686

P.O. Box 3636 Valdez Alaska 99686



4. WESSC has engaged Jackson Hole Mountain Resort and Squaw Valley Resort as event partners. It is WESSC's vision to engage the marketing departments, senior execs and business persons from these resorts and the greater snow sports industry to share valuable knowledge and education to the VCVB and City of Valdez on the best way forward in identifying products and services that Valdez could create in order to increase short, medium and long term economic growth and benefits.
5. The goal of WESSC is to grow the event sponsors, their investment, create complementary events that will have the opportunity to grow into their own entities. We will do this initially by working with the likes of Levitation 49 and other motivated persons to create activities around WESSC.
6. WESSC will produce a survey and report based on the feedback from the business operators and local community, the athletes, sponsors and media. The results will report spending in town, the strengths and weaknesses that visitors experienced and collated feedback on what could be accomplished, created and improved for WESSC and the City of Valdez.

The City of Valdez, VCVB and Valdez Economic Group will be invited to develop questions for inclusion in the survey. WESSC has final approval on the final survey structure.

7. The City of Valdez and the region will feature prominently in the major of media outputs from the event and will be referred to as "the Host City" where appropriate.



8. WESSC will invest \$25,000 into worldwide distribution of the championships footage, taken and edited by the WESSC TV Production Team. Example: Quattro Europe will stream WESSC Event throughout Europe for a total of 1,100 hours. Value of exposure is immeasurable.
9. The City of Valdez, and VCVB will be provided with the following content assets within 24 hours of the events completion:
 - a) A minimum of 50 images shot to brief of Valdez representing the destination, ski, snowboard and other adventure/lifestyle related activities.
 - b) A minimum of 5 minutes' highlight package of footage shot to brief of Valdez representing the destination, ski, snowboard and other adventure/lifestyle related activity. This footage will be supplied edited and ready for immediate use.
 - c) A 5 minute "mini-documentary" produced by the WESSC TV production team. This is edited and ready for immediate use.
 - d) Should the "WESSC Shootout" proceed, a further 25 images showcasing the region taken by 5 professional photographers and another 5 x 5 minute mini-documentaries created by the 5 film makers in the WESSC Shootout.

****Shot to brief** – WESSC will consult with the City of Valdez and the VCVB in order to obtain what specific images/footage will be desired. Examples: VCVB may want all images of Heli skier action shots in their brief, and City of Valdez may want all footage of snowboarder action shots and visitors eating in restaurants **** All film footage will be supplied edited and for immediate use.**

We now trust this meets with the requirements you requested during April 13th meeting, and we look forward to attending the Council Session on April 19th.

Yours sincerely,

Ryan McCune
President

Laurine Regan
Vice President

Enclosed: Direct Economic Impact Summary.

World Extreme Skiing & Snowboard Championships, Inc.

Direct Economic Impact Summary

Event Title	World Extreme Skiing & Snowboarding Championships				
Venue and Date	Valdez Alaska March 25 th – April 8 th		2017		
Host Economy	Valdez Alaska				
Economic Impact Summary					
	Visitors	Sponsors	Media	Athletes	Totals
Total Number	100	50	50	50	400
Commercial Room-Nights	100	50	50	50	400
Accommodation	\$99,000	\$24,500	\$24,500		\$148,000
Food & Drink	\$80,000	\$48,000	\$48,000		\$176,000
Entertainment	\$21,000				\$21,000
Shopping/Souvenirs	\$12,500			5,000	\$17,500
Other (Gas/Taxi)	\$ 2,000				\$2,000
DIRECT ECONOMIC IMPACT	\$214,500	\$72,500	\$72,500	\$5,000	\$364,500

Room Nights = Visitors = 10 Nights; Sponsors + Media + Athletes = 14 Nights.

Accommodation = Visitor Average \$99 per room per night; Sponsors + Media = \$35; Athletes Nil.

Food & Drink Average \$80 per day

Shopping/Souvenirs = Gift Shops

**City of Valdez Invests \$150,000 year one, obtains a direct economic impact of \$364,500
= 41% Return on Investment.**

41% translates to \$214,500 which goes into the Valdez Economy as a net return.



Agenda Statement

File #: 16-0008 Version: 1
Type: Report Status: Agenda Ready
File created: 6/27/2016 In control: City Council
On agenda: 7/5/2016 Final action:
Title: April, 2016 Treasury Report
Sponsors:
Indexes:
Code sections:
Attachments: [APRIL 2016 TREASURY.pdf](#)

Date	Ver.	Action By	Action	Result
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ITEM TITLE:

April, 2016 Treasury Report

SUBMITTED BY: Brian Carlson, Finance Director

FISCAL NOTES:

Expenditure Required: n/a.

Unencumbered Balance: n/a

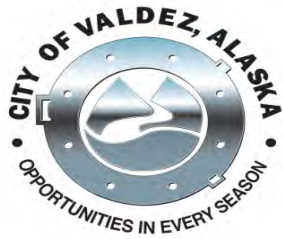
Funding Source: n/a

RECOMMENDATION:

review and file.

SUMMARY STATEMENT:

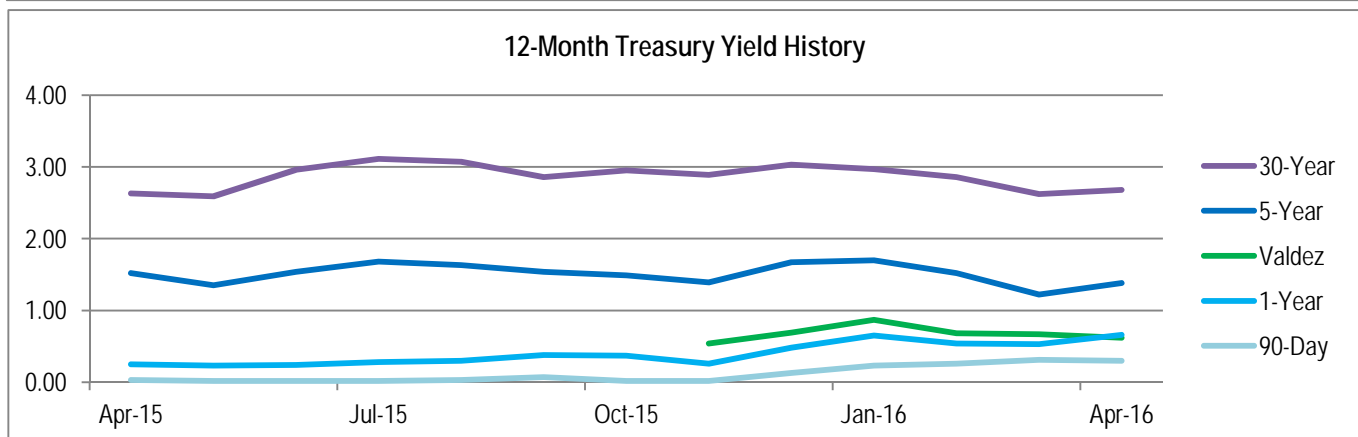
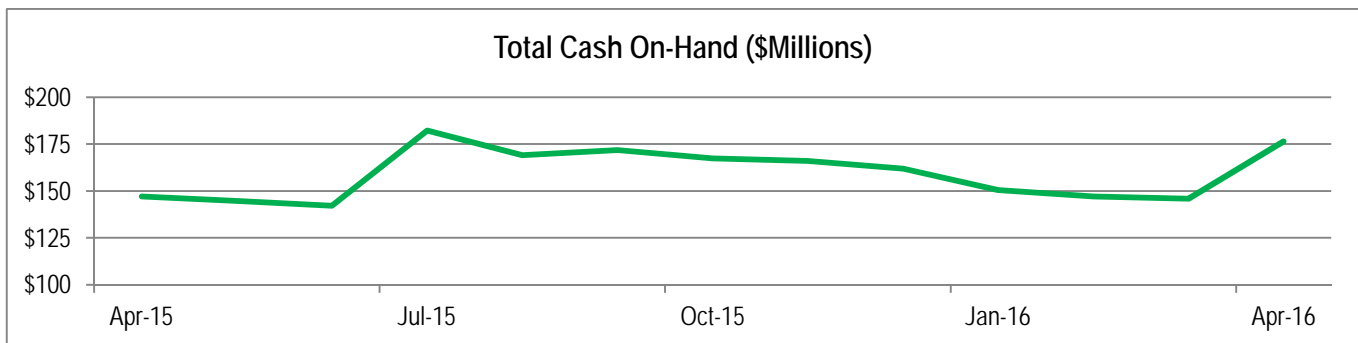
Cash positions as of April 30, 2016. Report is pursuant to City Code.

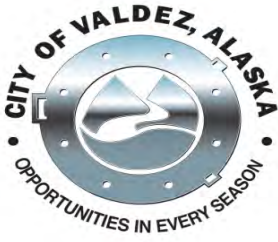


MONTHLY TREASURY REPORT

Period Ending: April 30, 2016

		Begin			End		
		<u>Balance</u>	<u>Debits</u>	<u>Credits</u>	<u>Balance</u>	<u>Yield</u>	<u>Notes</u>
Central Treasury		82,729,696	3,126,764	(4,731,834)	81,124,626	0.66%	
Checking	Wells Fargo	7,428,047	1,819,618	(3,189,224)	6,058,441	0.00%	
AMLIP	Key Bank	10,674,169	1,966	-	10,676,135	0.22%	
Payroll	Wells Fargo	(1,473)	1,295,250	(1,490,649)	(196,873)	0.00%	
Custody Agency	Wells Fargo	64,628,954	9,929	(51,961)	64,586,922	0.79%	
Bond Proceeds		11,386,270	5,858	-	11,392,129	0.41%	
GO Bonds 2012	Wells Fargo	2,123,260	62	-	2,123,323	0.06%	
GO Bonds 2015	Bank of NY	9,263,010	5,796	-	9,268,806	0.49%	
Health Self-Insurance Funds		2,028,073	265,636	(187,418)	2,106,291	0.04%	
Operating	First National	455,955	265,636	(187,418)	534,172	0.01%	
Reserve	First National	1,572,119	-	-	1,572,119	0.05%	
Restricted		47,289,380	26,565	(7,326,295)	72,948,893	0.66%	
TAPS 2006	AK Courts	-	-	-	32,959,242	0.67%	1
TAPS '07-'09	Wells Fargo	47,286,659	26,565	(7,326,295)	39,986,929	0.65%	
Police	Wells Fargo	2,721	-	-	2,721	0.00%	
Total		143,433,420	3,424,823	(12,245,547)	167,571,938	0.63%	





MONTHLY TREASURY REPORT

Period Ending: April 30, 2016

NOTES:

- 1 Reflects release of 2006 TAPS supplemental proceeds pursuant to state settlement. This and the 2007-2009 account will be consolidated with the "custody" account in June.



Agenda Statement

File #: 16-0009 Version: 1

Type: Report Status: Agenda Ready

File created: 6/27/2016 In control: City Council

On agenda: 7/5/2016 Final action:

Title: Valdez New Boat Harbor Construction Progress Reports

Sponsors:

Indexes:

Code sections:

Attachments: [VNBH1 Construction Progress Report 33.pdf](#)
[VNBH1 Construction Progress Report 34.pdf](#)
[VNBH1 Construction Progress Report 35.pdf](#)
[VNBH1 Construction Progress Report 36-reduced file.pdf](#)
[VNBH1 March-May 2016 Report-web.pdf](#)

Date	Ver.	Action By	Action	Result
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ITEM TITLE:

Valdez New Boat Harbor Construction Progress Reports

SUBMITTED BY: Jason Miles, Capital Facilities Director

FISCAL NOTES:

Expenditure Required: N/A

Unencumbered Balance: N/A

Funding Source: N/A

RECOMMENDATION:

None. Report only.

SUMMARY STATEMENT:

Please see the attached construction progress report.

VALDEZ NEW BOAT HARBOR PHASE 1 - UPLANDS

CONSTRUCTION PROGRESS REPORT No. 33

MAY 16, 2016 – MAY 22, 2016

KEY CONSTRUCTION ACTIVITIES

This period Harris Sand & Gravel (HS&G):

- Continued implementing SWPPP and traffic controls.
- Continued fusion welding long sections of HDPE pipe for sewer and water mains and services.
- Installed 3" HDPE water service to Ramp 1.
- Continued excavation and backfill of sewer lines and installed sewer line for future restroom.
- Welded structural steel caps on pilings to support future gangways at Ramps 1, 2 and 3.
- Finished placing retaining wall forms and reinforcing steel at Ramp 3.
- Excavated, bedded and set storm drain pipes and manholes and two outlet flapper valves.
- Filled to final subgrade elevation and compacted across the project site.
- Zastrow Enterprises formed and precast concrete boardwalk sleepers at their warehouse.

Western Marine continues dredging the new harbor basin and placing materials for three breakwaters.

EMC provided general and pipe inspections and concrete sampling and testing. Photographs by ARCADIS and EMC unless noted.



Retaining wall forms for ramp abutment (foreground) and Western Marine dredging in the float basin

VALDEZ NEW BOAT HARBOR PHASE 1 - UPLANDS

CONSTRUCTION PROGRESS REPORT No. 33

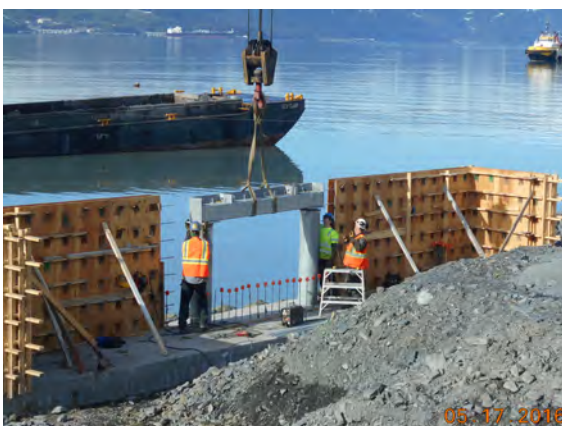
MAY 16, 2016 – MAY 22, 2016



Welding HDPE reducer from water main to service line



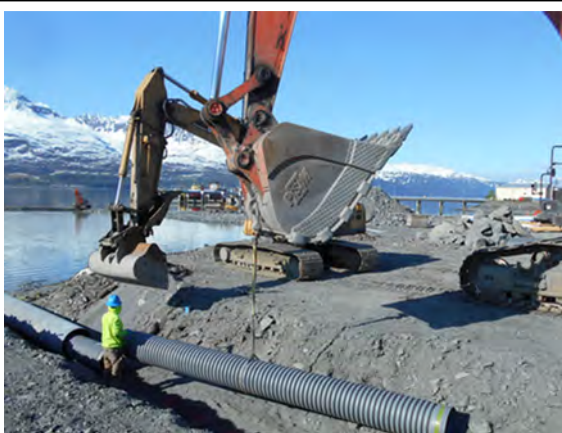
Placing rigid insulation above sewer service line



Placing structural steel cap on abutment piling at Ramp 3



Welding cap on piling for attachment of future gangway



Placing and bedding corrugated storm drain pipe

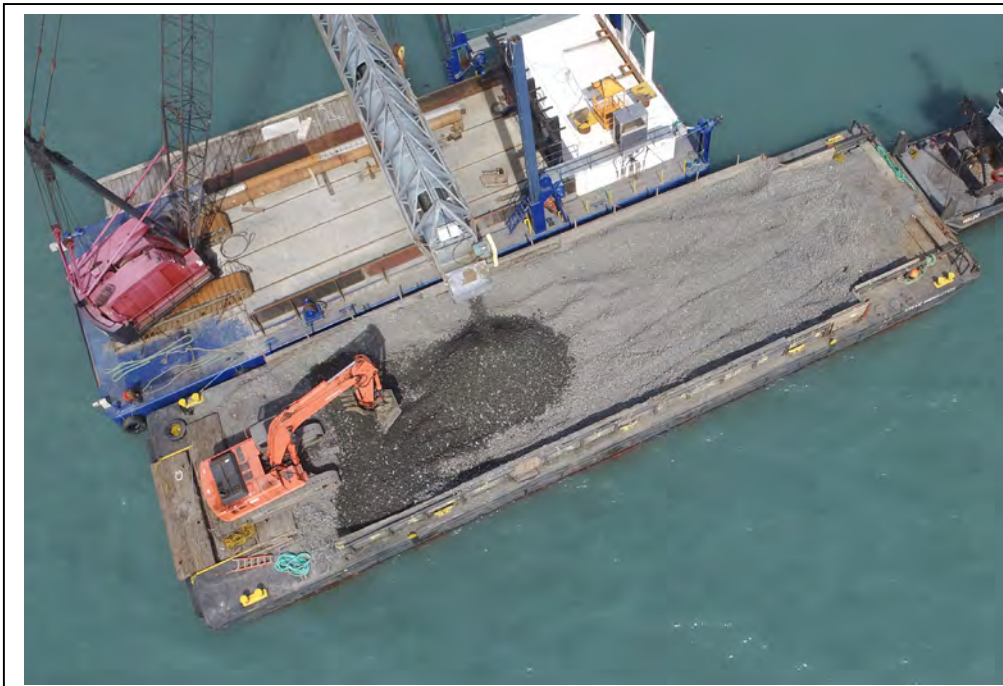


Checking elevation for storm drain manhole base section

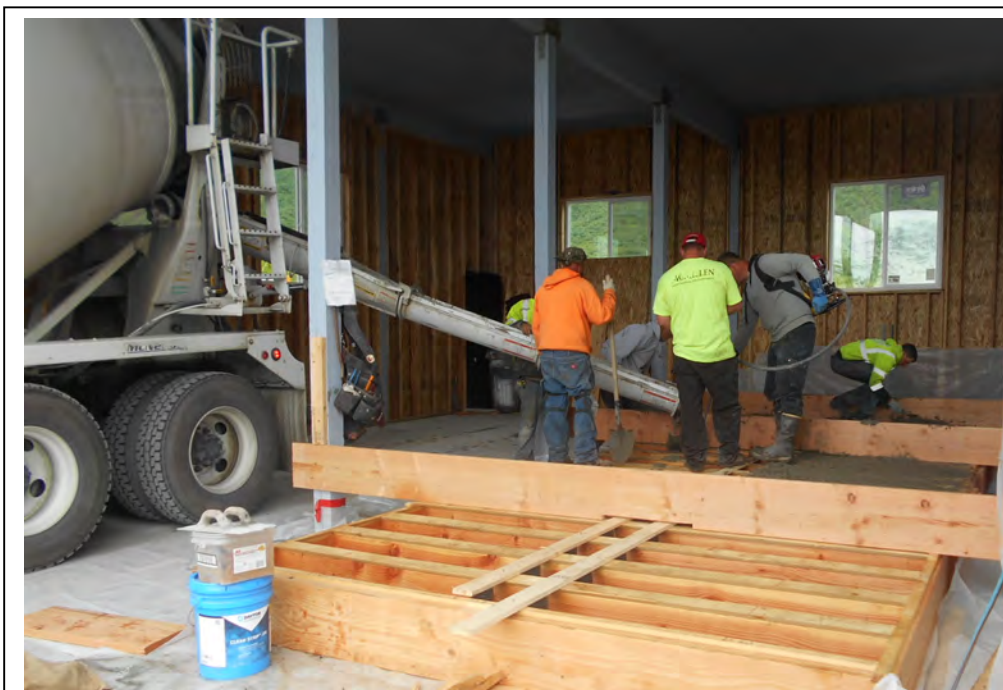
VALDEZ NEW BOAT HARBOR PHASE 1 - UPLANDS

CONSTRUCTION PROGRESS REPORT No. 33

MAY 16, 2016 – MAY 22, 2016



HS&G conveyor discharging rock for breakwaters on Western Marine's barge. Photo by J. Talbott



Placing concrete into forms for precast sleepers at Zastrow Enterprises warehouse

VALDEZ NEW BOAT HARBOR PHASE 1 - UPLANDS

CONSTRUCTION PROGRESS REPORT No. 34

MAY 23, 2016 – MAY 29, 2016

KEY CONSTRUCTION ACTIVITIES

This period Harris Sand & Gravel (HS&G):

- Continued implementing SWPPP and traffic controls.
- Fusion welded HDPE fittings for dry fire hydrant lines and future fuel and bilgewater lines.
- Installed and backfilled water service line to future Bilge Water Treatment Bldg. and Ramp 3.
- Continued excavation and backfill of sewer lines and manholes.
- Finished placing retaining wall forms and electrical conduit penetrations at Ramp Abutment 3.
- Continued installing storm drain system.
- Laid out and started excavating and bedding common trench for utility services and site electrical.
- Started installing conduit in common trench (CVEA, CVTC, GCI and Puffin Electric).
- Started bedding cover and backfilling utility and site electrical conduits.
- Assembled and started placing rigid steel conduit for site electrical at traffic areas.
- Installed prefabricated base plate assemblies on pile foundations at high mast lights 1 and 2.
- Finished grading north shoulder along sidewalk at west end of South Harbor Drive.
- Continued grading and compacting from east to west across the project site.
- Zastrow Enterprises continued precasting concrete boardwalk sleepers at their warehouse.

Western Marine continues dredging the new harbor basin and placing materials for three breakwaters.

EMC provided general and pipe inspections and concrete sampling and testing. Photographs by ARCADIS and EMC unless noted.



Finished sidewalk along South Harbor Drive is ready for pedestrians. Photo by J. Talbott

VALDEZ NEW BOAT HARBOR PHASE 1 - UPLANDS

CONSTRUCTION PROGRESS REPORT No. 34

MAY 23, 2016 – MAY 29, 2016



Hydraulic hammer breaking bedrock at utility trench



Partially formed retaining wall for ramp abutment



Leveling bedding before laying conduit in utility trench



Installing utility penetration thru retaining wall rebar



CVEA, CVTV and GCI conduit in common trench



Placing concrete for retaining wall at ramp abutment

VALDEZ NEW BOAT HARBOR PHASE 1 - UPLANDS

CONSTRUCTION PROGRESS REPORT No. 34

MAY 23, 2016 – MAY 29, 2016



Welding prefabricated hot-dipped galvanized base and pipe section on high mast light foundation pile



Western Marine barges placing geotextile fabric and filter rock for the east breakwater

VALDEZ NEW BOAT HARBOR PHASE 1 - UPLANDS

CONSTRUCTION PROGRESS REPORT No. 35

MAY 30, 2016 – JUNE 5, 2016

KEY CONSTRUCTION ACTIVITIES

This period Harris Sand & Gravel (HS&G):

- Continued implementing SWPPP and traffic controls.
- Continued installation and backfill of sewer lines and manholes.
- Excavated east canopy picnic area and west entrance light pole foundations.
- Placed concrete at Ramp 3 retaining wall, finished forms and placed concrete at Ramp 2 and 1.
- Installed storm drain manhole for bilge water treatment building, backfilled and compacted.
- Continued bedding, installing conduit (CVEA, CVTC, GCI and Puffin Electric), backfilling and compacting in common trench. CVEA also placed junction boxes for primary electrical service.
- Assembled and placed steel conduit for site electrical at restroom and light pole foundations.
- Welded high mast foundation base plate assemblies, backfilled and compacted around pilings.
- Started installing conduit for power at high mast light poles.
- Cut asphalt for removal and replacement at entrances and along curb and gutter at new sidewalk.

Western Marine continues dredging the new harbor basin and placing materials for three breakwaters.

EMC provided general and pipe inspections and concrete sampling and testing. Photographs by ARCADIS and EMC unless noted.



Building scaffolding for placing concrete in retaining wall at Ramp 1 abutment

VALDEZ NEW BOAT HARBOR PHASE 1 - UPLANDS

CONSTRUCTION PROGRESS REPORT No. 35

MAY 30, 2016 – JUNE 5, 2016



Leveling and setting base for new sewer manhole



Welding base plate assembly on high mast foundation



Placing horseshoe section on base for sewer manhole



Backfilling around high mast light pole foundation



Grouting horseshoe section on sewer manhole base



Compacting backfill at high mast light foundation

VALDEZ NEW BOAT HARBOR PHASE 1 - UPLANDS
CONSTRUCTION PROGRESS REPORT No. 35
MAY 30, 2016 – JUNE 5, 2016



Grouting around storm drain pipe connection to manhole



Placing forms and rebar for street light pole foundation

VALDEZ NEW BOAT HARBOR PHASE 1 - UPLANDS

CONSTRUCTION PROGRESS REPORT No. 36

JUNE 6, 2016 – JUNE 12, 2016

KEY CONSTRUCTION ACTIVITIES

This period Harris Sand & Gravel (HS&G):

- Continued implementing SWPPP and traffic controls.
- Excavated west light pole foundations and west picnic area.
- Trenched, placed bedding and backfilled pipes for future fuel and bilgewater lines.
- Removed retaining wall forms at Ramps 2 and 1.
- Installed pipe and backfilled storm drain service line to future harbormaster building.
- Continued bedding, installing conduit (CVEA, CVTC, GCI and Puffin Electric), backfilling and compacting in common trench.
- Assembled and placed electrical conduit for power at future Wash Down area and Launch Ramps.
- Continued backfilling around high mast foundations.
- Placed concrete for all light pole foundations at East & West Access.
- Patched asphalt along new sidewalk curb and utility tie-ins at both accesses on S Harbor Drive.
- Continued placing canopy post foundation forms and steel reinforcement for the East picnic area.
- Filled and graded as needed to meet design tolerances before placing materials for finish grade.
- Zastrow Enterprises continued precasting concrete boardwalk sleepers at their warehouse.

Western Marine continues dredging the new harbor basin and placing materials for three breakwaters.

EMC provided general and pipe inspections and subgrade density, concrete and asphalt sampling and testing. Photographs by ARCADIS and EMC unless noted.



Placing pipes for future contractor/vendor to install fuel and bilgewater lines

VALDEZ NEW BOAT HARBOR PHASE 1 - UPLANDS

CONSTRUCTION PROGRESS REPORT No. 36

JUNE 6, 2016 – JUNE 12, 2016



Removing asphalt to provide drainage to new curb & gutter



Placing forms for canopy foundations at East picnic area



Paving transition from new curb to existing S Harbor Drive



Reinforcement for canopy foundations at East picnic area



Laying asphalt for drainage transition along new curb & gutter and patch excavation at tie-ins to sewer/water mains



Bracing rebar spirals for foundation posts to support the canopy at East picnic area

VALDEZ NEW BOAT HARBOR PHASE 1 - UPLANDS

CONSTRUCTION PROGRESS REPORT No. 36

JUNE 6, 2016 – JUNE 12, 2016



Rigid risers and flexible electrical conduit installed on bedding material in common trench



Classified material crushed at Sea Otter is delivered to the site by articulated truck for filling to final grade

MARCH-MAY 2016



© Gary Minish

VALDEZ NEW BOAT HARBOR

CONSTRUCTION UPDATE (Phase 1 Uplands Civil Work)

Harris Sand & Gravel (HS&G) started remobilizing and implementing SWPPP and traffic controls on April 4th and resumed construction activities on April 11th. HS&G dug test pits to gain data about the location of bedrock in water for the harbor basin area.

South Harbor Drive – Civil work along South Harbor Drive (SHD) included removing part of the existing road bed, constructing curb & gutter with new storm drain inlets and sidewalk, and adding rock to control erosion on the existing harbor slope below the new sidewalk.

Water and Sewer – The HS&G crew and EMC inspector received training to update their HDPE pipe weld certification. HS&G welded 8" and 10" HDPE pipe for sewer and water mains, and smaller pipe for service lines, and continued installation of lines started in 2015. Unusable or surplus material from trench excavation was hauled to the Landfill and Sea Otter sites.

Storm Drain System – HS&G started installing storm drain piping and manholes.

Ramp Abutments – HS&G prepared the grade and subcontractor Zastrow placed the forms, rebar, and concrete for ramp abutment footings. HS&G welded structural steel caps on top of the abutment pilings.

Utilities – HS&G laid out, excavated and bedded the common trench for utility services and site electrical. After CVEA, CVTC, GCI and subcontractor Puffin Electric installed their conduit in the trench, HS&G covered with bedding and backfilled.

High Mast Lighting – HS&G excavated around foundation piling for the high mast lights to create work space, placed prefabricated pile extensions with base plates and started welding the extensions.

Survey – Wrangell Mountain Technical services surveyed the top of east fill to check for settlement, provided line and grade for sewer, water, ramp abutments and electrical activities.

General – HS&G finished hauling shot rock from the site and started grading the site to final subgrade. Zastrow Enterprises formed and placed concrete for precast sleepers at their warehouse. In addition to Phase 1 work, HS&G crushed rock at Sea Otter, prepared access from the uplands to the USACE portion of the project, and delivered rock to Western Marine for construction of the breakwaters.

PROJECT ACHIEVEMENTS

- Reviewed HS&G proposal for Uplands Facilities integration and issued change order
- Reviewed HS&G proposal for ADEC water and sewer changes and issued change order
- Issued 95% Phase 2 Floats Design for review and comment
- Started trenching (HS&G) and installing electrical/telecom conduit (CVEA, CVTC, GCI)
- Finished installing water and sewer main lines
- Continued installing water and sewer service lines
- Started installing storm drain pipe and manholes
- Started installing base plate assemblies on high mast light pile foundations
- Constructed ramp abutment foundations and started the retaining walls
- Western Marine started dredging the navigation channel and basin and constructing breakwaters for USACE

MARCH/MAY 2016 PROJECT UPDATE (CONT.)

EMC provided general observations and pipe inspection, compaction testing for fill, and concrete sampling and testing for curb, gutter and abutments.

DESIGN

R&M Consultants (R&M) continued to work with the City (COV) on phased design packages for the new harbor. They continued to provide limited construction phase services for the Uplands Civil Work and coordinated with the US Army Corps of Engineers (USACE) regarding design modifications required to integrate the COV work into the USACE designed basin construction package. R&M continued coordination with USACE and various State and Federal entities on the federal permit modification application for the drive-down ramp and fish cleaning station, including blasting and pile driving. Discussions continue with the National Marine Fisheries Service. While the timing remains uncertain, the latest assumption is the permit modification will be received in July with marine mammal monitoring distances based on blasting charge size to minimize resource impacts.

R&M Consultants (R&M) issued a partial 75% Inner Harbor Facilities (floats) design for the launch ramp area to submit to ADF&G as part of a grant application process. R&M also issued the 95% Inner Harbor Facilities design for COV review and comment. Due to the higher than expected cost of blasting in-water rock, the Owner's team is developing and evaluating alternatives for the drive-down float and other project components.

USACE NAVIGATION IMPROVEMENTS

The USACE is administering the dredging and breakwater contract with Western Marine Construction (WMC). In early April, WMC started dredging the entrance and eastern portion of the basin, and placing rock for three breakwaters. In June they will start installing wick drains, which are a critical and technical element of the breakwater construction. The USACE continues to work with the resource agencies on a permit modification to allow in-water blasting work within the initial basin area. The timeline for this permit follows a different process than the COV permit but the anticipated resolution dates and requirements are similar. COV representatives attend the USACE weekly construction coordination meetings. COV has authorized WMC to access the west breakwater from the Uplands site which will save time. COV is requesting additional dredging in the west end of the basin to improve maneuvering for floats and ramps. COV and WMC representatives are also discussing potential WMC access from the Uplands to the east breakwater and testing the capability of WMC's Excentric ripper for removal of in-water rock.

FUTURE MILESTONES

- Complete as-built survey submittals for excavation and fill
- Confirm scope and finalize bid documents for in-water rock removal, dredging, and sediment berm construction
- Finish construction and backfill retaining walls for ramp abutments
- Complete and test water, sewer and storm drain systems
- Finish installing electrical/telecom conduit (CVEA, CVTC, GCI)
- Complete installation of base plates on high mast light foundations
- Start boardwalk and plaza foundations
- Prepare grade and start installing curb and sidewalk on east side
- Patch pavement at utility tie-ins and along new curb on South Harbor Drive

PROJECT TEAM

Jason Miles, Capital Facilities Director, City of Valdez || 907.835.5478

Lynn Meyers, Project Manager, USACE || 907.384.7966

Kim Nielsen, Group Manager, Waterfront Engineering, R&M Consultants || 907.646.9602

Carol Linnell, Admin. Asst., Harris Sand & Gravel || 907.835.4756

Ron Rozak, Construction Manager, Arcadis || 907.382.2933





Placing concrete for 8" thick sidewalk area on S. Harbor Drive



Placing steel cap on piling for attachment of future gangway



Fusion welding HDPE pipe joints



Placing bedding in common trench for electric and telecom



Laying a long section of sewer pipe in trench



Site electrical and utility conduit with risers in common trench

PRELIMINARY PROJECT SCHEDULE

* Schedule and Scope depends on funding and USACE's completion of dredging and breakwater.

Task	2014	2015				2016				2017				2018	
	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	
CITY OF VALDEZ WORK															
Corps of Engineers Permit															
Phase 1 Uplands (Civil Work)															
Design/Bid/Award															
Construction															
Phase 2 Inner Harbor Facilities (Including Launch Ramp)															
Design/Bid/Award/Procurement*															
On-Site Construction*															
Uplands Facilities															
Design/Bid/Award/Procurement*															
On-Site Construction*															
Future Facilities	TBD														
CORPS OF ENGINEERS (USACE) WORK															
Harbor Dredging and Breakwaters															
Quarry Development/Dredging/ Breakwater Construction															

BUDGET SUMMARY

Description	Original Budget	Revised Budget	Committed	Spent as of 5/31/16	% Spent	Estimate at Completion
DESIGN	\$ 2,451,971	\$ 2,507,679	\$ 2,455,296	\$ 1,880,437	75%	\$ 2,544,367
Design	\$ 1,851,971	\$ 1,907,679	\$ 1,907,679	\$ 1,655,470	87%	\$ 1,938,795
Design Team Services During Construction	\$ 600,000	\$ 600,000	\$ 547,617	\$ 224,967	37%	\$ 605,572
PROJECT MANAGEMENT	\$ 2,340,548	\$ 2,362,548	\$ 1,841,827	\$ 1,228,074	52%	\$ 2,362,548
Project Management	\$ 1,740,548	\$ 1,762,548	\$ 1,478,877	\$ 1,011,821	57%	\$ 1,762,548
Inspection/Testing	\$ 600,000	\$ 600,000	\$ 362,950	\$ 216,253	36%	\$ 600,000
USACE CONSTRUCTION - CITY PORTION	\$ 9,345,453	\$ 9,345,453	\$ 7,145,453	\$ 4,761,258	51%	\$ 9,345,453
Initial Basin	\$ 7,145,453	\$ 7,145,453	\$ 7,145,453	\$ 4,761,258	67%	\$ 7,145,453
Other Basin Modifications	\$ 2,200,000	\$ 2,200,000	\$ -	\$ -	0%	\$ 2,200,000
CITY CONSTRUCTION	\$ 39,023,904	\$ 39,753,504	\$ 19,532,540	\$ 12,067,968	30%	\$ 40,158,124
Phase 1 Uplands	\$ 19,013,040	\$ 19,156,061	\$ 19,156,061	\$ 12,003,068	63%	\$ 19,156,061
Phase 2 Base Floats /Ramps/Fish Cleaning	\$ 9,300,100	\$ 9,800,100	\$ -	\$ -	0%	\$ 10,252,973
Upland Facilities	\$ 4,046,643	\$ 4,046,643	\$ -	\$ -	0%	\$ 3,998,390
Drive Down Float	\$ 4,951,721	\$ 4,951,721	\$ -	\$ -	0%	\$ 4,951,721
Drive-Down Float In-water Modifications	\$ 1,342,500	\$ 1,342,500	\$ -	\$ -	0%	\$ 1,342,500
Hotel Hill Clearing - Alaska Land Clearing	\$ 40,000	\$ 40,000	\$ 40,000	\$ 40,000	100%	\$ 40,000
Hotel Hill Clearing - P&R Enterprises	\$ 24,900	\$ 24,900	\$ 24,900	\$ 24,900	100%	\$ 24,900
Electric Primary	\$ 225,000	\$ 311,579	\$ 311,579	\$ -	0%	\$ 311,579
CCTV/Security/Head End Equipment	\$ 80,000	\$ 80,000	\$ -	\$ -	0%	\$ 80,000
ADMINISTRATION	\$ 60,000	\$ 60,000	\$ 41,374	\$ 41,374	69%	\$ 60,000
FFE	\$ 100,000	\$ 100,000	\$ -	\$ -	0%	\$ 100,000
CONTINGENCY (@ 15% original budget)	\$ 7,998,281	\$ 7,190,973			11%	\$ 6,749,665
TOTAL CITY FUNDED	\$ 61,320,157	\$ 61,320,157	\$ 31,016,490	\$ 19,979,111	33%	\$ 61,320,157
USACE FUNDED	\$ 21,277,761	\$ 21,277,761	\$ 21,277,761	\$ 1,359,575	6%	\$ 21,277,761
TOTAL CITY/USACE FUNDING	\$ 82,597,918	\$ 82,597,918	\$ 52,294,251	\$ 21,338,686	26%	\$ 82,597,918

* Data includes expenses from 5/22/14 which is the start of the Bond eligible costs authorized by COV Resolution 14-33. \$254,321.77 in R&M Expenses and other costs are not included. USACE expense data has been requested.



Agenda Statement

File #: 16-0010 Version: 1
Type: Appendix Item Status: Agenda Ready
File created: 6/30/2016 In control: City Council
On agenda: 7/5/2016 Final action:
Title: City Boards & Commissions Minutes
Sponsors: City Council, Allie Ferko
Indexes:
Code sections:
Attachments: [05022016 P&H Commission Meeting Minutes](#)
[PZ approved minutes 06082016](#)

Date	Ver.	Action By	Action	Result
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ITEM TITLE:

City Boards & Commissions Minutes

SUBMITTED BY: Allie Ferko, Deputy City Clerk

FISCAL NOTES:

Expenditure Required: N/A

Unencumbered Balance: N/A

Funding Source: N/A

RECOMMENDATION:

Review and file

SUMMARY STATEMENT:

City Boards & Commissions Minutes for Council awareness.

REGULAR AGENDA - 7:00 PM

I. CALL TO ORDER

Chairman Swanson called the meeting to order at 7:00 P.M. in Council Chambers.

II. ROLL CALL

Commission Members Present:	<i>Chair Mark Swanson Commission Member Colleen Stephens Commission Member Montgomery Morgan Commission Member Ryan Sontag, Jr. Commission Member Alan Sorum Commission Member Stu Hirsch</i>
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Commission Members Absent:	<i>Commission Member Steve Cotter</i>
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Also Present:	<i>Ports & Harbor Director / Staff Advisor Diane Kinney Recording Secretary Keri Talbott Harbormaster Jeremy Talbott Ron Rozak, Arcadis US, Inc Kim Nielsen, R&M Consultants (via teleconference)</i>
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III. APPROVAL OF MINUTES

The regular meeting minutes of April 18th, 2016 were approved as presented.

IV. PUBLIC BUSINESS FROM THE FLOOR

There was no public business from the floor.

V. UNFINISHED BUSINESS

1. Discussion Item: New Boat Harbor Project

VALDEZ PORTS AND HARBOR COMMISSION

Meeting Minutes

Monday May 2, 2016

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Mr. Rozak presented four alternate design concepts for the New Harbor drive down float configuration. Further blasting and excavation of the east rock outcrop is needed in order to accommodate the drive down float. Mr. Rozak explained the additional rock removal cannot be performed within the current budget. This prompted the design team and Administration to meet and conceptualize four alternate options.

Option #1 omits the drive down float all together, but features a 144 foot float extension on the east end of the head walk. Mr. Rozak said the cost of this option is approximately \$200,000 and would not require any changes to the uplands or federal navigation channels. Mr. Rozak noted that Option #1 does not include any future provision for a drive down float. Ms. Nielsen said no additional funding would be needed to pursue this concept, as it fits well within the budget.

Commissioner Stephens asked for specifics in regards to the drive down float budget. Mr. Rozak said the cost is approximately \$6.3 million including the rock removal at this time. He said it will be an estimated \$5 million for the drive down float and \$1.3 million for rock removal. Chairman Swanson asked if leaving the rock in place would have an effect on the circulation of the Harbor basin. Ms. Nielsen said the original design, approved by the Corps of Engineers, did not include the removal of the west rock outcrop. Therefore, there should not be any implications in regards to leaving the rock. Commissioner Morgan asked what the estimated cost of \$200,000 will cover. Ms. Nielsen said this figure only covers the cost of the float extension itself.

Mr. Rozak said Option #2 features the transfer ramp, drive down float, and moorage floats in the original configuration. No changes to the uplands or federal navigation channel would be needed, but the cost is estimated to be \$9.6 million, including the additional rock removal. Commissioner Morgan asked if the sediment containment berm shown north of the drive down float is included in this cost. Mr. Rozak confirmed it is. Ms. Nielsen said there is the possibility of deferring the portion of the cost associated with the sediment containment berm since it does not necessarily have to be installed right away.

Mr. Rozak said Option #3 is similar to Option #2, but only includes rock removal while deferring the drive down float until an unspecified future date. No changes to the uplands or federal navigation channel would be needed and deferring the drive down float would save an estimated \$5 million. Commissioner Hirsch asked if the installation of utility lines is included in the cost estimate for Option #3, despite the deferment of the drive down float itself. Mr. Rozak said Option #3 includes the cost of stubbing out utilities at the head wall for future development.

Option #4 features a 60 foot by 135 foot drive down float with two 100 foot fingers extending from the east side. Although Mr. Rozak acknowledged Option #4

VALDEZ PORTS AND HARBOR COMMISSION

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results in lost moorage space, he felt there could be some merit in sacrificing slips in order to include the drive down float while remaining on budget. Chairman Swanson asked if there will be a considerable amount of stress on the finger float connections when the drive down float is carrying changing or heavy loads. Ms. Nielsen said this was addressed during the design process with the inclusion of heavy duty transition ramps. She explained the transfer ramp design, noting that the float fingers are not directly connected to the drive down dock. This allows the floats to move up and down with the shifting weight. Mr. Rozak said the cons to this option are a 144 foot reduction in overall moorage and the need to modify the federal navigation channel or shorten the fuel float. Ms. Nielsen said she did not think these changes would pose any major issues or schedule setbacks. She said it would only be a matter of obtaining approval from the Corps. Mr. Rozak said there is a chance Option #4 will still require a minimal amount of rock removal.

Commissioner Stephens asked if modifications would need to be made to the uplands fuel lines to accommodate the additional fuel dock length. Ms. Nielsen said the routing and location of fuel lines and tanks would not need to be altered to include the extended fuel dock in Option #4.

Commissioner Stephens asked if further dredging would be needed on either side of the fuel dock to accommodate the draft of larger vessels. Ms. Nielsen said no additional rock removal should be needed. She referenced the red line show in Option #3, which illustrates where they think rock could be located at -19 tide. With this in mind, Ms. Nielsen explained that rock area north of the fuel dock will be covered by the Corps constructed slope and should not be an issue if Option #4 is selected.

Commissioner Hirsch asked why there is a pedestrian gangway separate from the drive down ramp in Option No. 4. Ms. Nielsen said the alternative option would be widening the transfer bridge to allow for both vehicle and pedestrian traffic, but this would be much more expensive than having the pedestrian gangway separate from the transfer ramp.

Chairman Swanson said there was a 15 percent contingency built into the original project budget. He asked how the cost of rock removal stands relative to the planned contingency. Mr. Rozak said removing the rock to the west would use approximately half of the entire contingency fund. He added that the project no longer has a 15 percent overall contingency since some funding has already been utilized for the additional design development and other unforeseen issues. There is also still some uncertainty with the estimated cost of rock removal.

Mr. Rozak noted the drive down ramp in Option #4 is only 60 feet wide. He asked for any feedback based on experience in regards to the width of the proposed

VALDEZ PORTS AND HARBOR COMMISSION

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drive down ramp.

Commissioner Sorum said he considers the launch ramp and drive down float to be extras. He asked how much funding is wrapped up in the launch ramp and noted the importance of not losing any more moorage. Commissioner Sorum felt the drive down float would be more beneficial than the launch ramp if one had to be chosen over the other. Ms. Nielsen said the Alaska Department of Fish & Game Sport Fish Division Grant covers 75 percent of the cost of the launch ramp.

Chairman Swanson said although the New Harbor is intended to accommodate commercial use, the inclusion of the launch ramp will allow the existing Small Boat Harbor uplands to be better utilized for commercial storage and maintenance. Mr. Rozak said the possibility of excluding one of the three launch ramp lanes has been considered so as not to lose the funding appropriated for this area. Another option discussed was widening the ramp to accommodate a mobile boat lift in this area. Ms. Nielsen said there are lifts up to 75 tons that can operate on a ramp, but that the grade of the ramp may need to be lowered in order for the trailer lift to operate properly. Mr. Talbott said SeaLift quit manufacturing the 75 ton trailer lift and now only offers a 45 ton. Ms. Nielsen said there are other manufacturers that may be worth looking into.

Commissioner Stephens referenced Option #4 and asked whether the two floats extending to the east of the drive down float would be intended for permanent or transient moorage. Mr. Talbott said these slips would likely be for temporary moorage. Chairman Swanson said he thinks the cost of lost revenue is too high. Commissioner Stephens agreed this option limits access to larger vessels which are the very vessels the New Harbor is hoping to attract. Chairman Swanson said while he appreciates the concept of Option #4, the loss of permanent moorage space is unacceptably high.

Chairman Swanson asked if the contingency fund has been used up. Mr. Rozak said currently the contingency fund has not been maxed out. Chairman Swanson stressed the importance of maximizing the facilities with a limited footprint. Mr. Rozak said additional funds in the estimated amount of 3.5 million would be needed to complete the original New Harbor Design including the drive down float and rock removal. Since this amount has not been secured, Administration and the Project Management Team cannot go to bid on a public project with insufficient funds.

Commissioner Hirsch asked if it would be possible to defer the launch ramp rather than the drive down float. Mr. Rozak said this option would most likely go over budget due to the cost of the rock removal for the drive down float. Deferring the launch ramp would not free up the \$3.5 million needed to include the drive down

VALDEZ PORTS AND HARBOR COMMISSION

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float.

Commissioner Stephens asked if the Commission needs to make a recommendation to move forward with one of the four options. Mr. Rozak said a recommendation was not necessary, but any guidance the Commission could provide would be appreciated.

Commissioner Sorum said he understands the need to move forward with the launch ramp since there has been a substantial financial investment in this facility already. After some discussion, he felt the benefit of including the drive down float at this time would not counter balance the amount of lost moorage.

Commissioner Sorum stressed the importance of completing all rock removal while Western Marine is mobilized and on site, with the notion that funding for the installation of the drive down float could be obtained in a couple years as long as the site is completely prepped during the construction of the New Harbor.

Ms. Kinney said a list of deferments was made in the past and it might be a helpful reference. Commissioners and staff discussed different design elements that could be deferred rather than the drive down float. The Commission agreed there is a need to review a comprehensive list of facilities and associated costs in order to prioritize the allocation of funds.

Mr. Rozak said the more pressing issue is whether to approve the additional excavation needed for the launch ramp as is. The cost to have Western Marine complete the dredging in this area is an additional \$200,000. Commissioner Stephens asked if the Alaska Department of Fish & Game Sport Fish Division Grant would be at jeopardy if design modifications were made to the launch ramp design. Ms. Nielsen said the funding is based off a percentage of the overall cost. Although modifications themselves would not affect the grant funding, it is possible the amount awarded could change in relation to the overall cost of the launch ramp.

Commissioner Morgan said everything within the basin needs to be included in the project and constructed while crews are on site, whereas the uplands areas would be easier and more affordable to defer and complete at a later date. Chairman Swanson and Commissioner Stephens both felt it would be appropriate to provide a recommendation to Council in regards to construction priorities and deferments.

Ms. Nielsen referenced the 95% Float Design plans. She said the inclusion of the fish cleaning tables is the most evident update, but that this set of plans also illustrates water and utility lines, float framing, gangway design and launch ramp

excavation in much greater detail than the previous version.

Commissioner Hirsch referenced drawing C3.5. He recalled Mr. Talbott saying he would like to see the pipes above the waterline to allow for easier maintenance and year round usage. Commissioner Hirsch noted the underwater location of the piping in the 95% design and asked if any consideration had been given to making these lines more accessible. Ms. Nielsen said the location of the waterlines had been discussed. Although they decided on the underwater location for the waterlines, the valves can still technically be utilized throughout the winter on a temporary and controlled basis.

Chairman Swanson questioned the plywood float utility tray. He asked if plywood would be a suitable material to withstand a marine environment. Ms. Nielsen said the timber frame will stand up to environmental elements and the plywood is not intended to bear the structural load. She said she has never seen degradation of the plywood to the point of causing major issues.

VI. NEW BUSINESS

VII. REPORTS

1. Water Resources Development Act of 2016

Ms. Kinney said the Sea Otter RV Park area, referred to as Tract G Harbor Subdivision, has made it into the Draft Water Resources Development Act. Capitol Hill Consulting, the City's federal lobbyist, is working to ensure Valdez is included in the final draft of this act, which will release the old Sea Otter RV Park property of navigational servitude. Ms. Kinney said this is potentially great news for future development planning.

Chairman Swanson asked if the draft has been introduced to the Senate. Ms. Kinney said it has.

2. US Army Corps of Engineers Public Notice of Application for Permit - Valdez Small Boat Harbor Dredging

3. Valdez New Boat Harbor Construction Progress Report No. 28

4. 2016 Valdez Fly-In & Air Show Schedule

Ms. Kinney provided the Commission with the 2016 May Day Fly-In Schedule of Events.

5. Alaska Business Monthly Article "Alaska Natural Resources Go To Market"

6. Pacific Maritime Article "Trade with Alaska and Hawaii"

Chairman Swanson said he appreciated the fish freight statistics by community outlined in the article. He said it helped provide perspective on where Valdez stands in comparison to other local markets.

7. Harbormaster Report

Mr. Talbott said Harbor staff has been busy preparing for summer. The uplands maintenance yard is completely full and there is a waiting list. He said he has been working on finishing the stormwater permit process.

8. Ports & Harbor Director Report

Ms. Kinney said the Exclusive Stevedoring Services Permit and corresponding Warehouse Permit will be voted on during the next Council meeting.

The spring munitions move is scheduled for May 18th, pending weather. Ms. Kinney said the barge contract was awarded to Alaska Marine Lines and the trucking portion of the contract has not yet been awarded.

Military Appreciation Weekend is coming up on May 28th and 29th. Ms. Kinney said Sandy Livesay-Moore has retired as the contractor for this event and Doug Desorcie has been hired to coordinate the festivities this year.

VIII. COMMISSION BUSINESS FROM THE FLOOR

Chairman Swanson said due to the cost of diving, Harbor freshwater piping repairs could not be completed with the current budget. He explained that the water pressure is low in the Harbor and also felt there could be some liabilities surrounding any freshwater supply issues. Chairman Swanson asked if the Commission could do anything to call attention to the necessity of completing these repairs during 2016 rather than waiting.

Mr. Talbott said the older side of the existing Harbor has been on hold until the current projects are farther along. He said there is discussion on whether to preform repairs to the existing floats versus saving the money and completely replacing the older floats in the next 5 to 15 years. Mr. Talbott said they will take care of the water pressure issue in the near future regardless of the outcome. The issue of proper fire protection on the docks will be addressed when the floats

VALDEZ PORTS AND HARBOR COMMISSION

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are replaced.

Chairman Swanson said the necessity of these repairs is a wake-up call in regards to budgeting contingency for diving services. Mr. Talbott said he has been working to identify maintenance trends and is planning on making this budgetary request.

Commissioner Stephens asked if there is something the Commission can do to help secure these funds during the mid-year budget process. Ms. Kinney said the City Manager is not planning on conducting mid-year budgetary adjustments as in the past. She was unsure how this process will be handled.

IX. ADJOURNMENT

There being no further business, Chairman Swanson adjourned the meeting at 8:59 P.M.

REGULAR AGENDA - 7:00 PM

I. CALL TO ORDER

II. ROLL CALL

Commission Members Present:	<i>Chair Don Haase Commission Member Roger Kipar Commission Member Harold Blehm Commission Member Kristian Fagerberg Commission Member Steven Cotter Commission Member Brandon Reese</i>
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Commission Members Absent:	<i>Chair Pro-Tempore Jess Gondek</i>
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Also Present:	<i>Sr. Office Assistant Keri Talbott Planning GIS Technician AnnMarie Lain</i>
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III. APPROVAL OF MINUTES

1. Regular Meeting Minutes of May 25th, 2016.

MOTION: Commission Member Roger Kipar moved, seconded by Commission Member Kristian Fagerberg, to Approve Regular Meeting Minutes of May 25th, 2016.

VOTE ON THE MOTION: 6 yeas, 1 absent (Jess Gondek). **MOTION CARRIED.**

IV. PUBLIC APPEARANCES

V. PUBLIC BUSINESS FROM THE FLOOR

Mr. Dwain Dunning explained he was supposed to get the second reading on his request for a rezone on his property at 4371 Richardson Highway, but he has been requested to look at a different method. He stated that he would have liked it to have gone before the Commission for a second reading so he could have gotten input from the Commission as to their insights on what he was looking to do. He asked the Commission on what process he needed to take his property from Multi-family to a Commercial greenery. Without water and sewer connections it is hard to provide a seventy two unit family complex that was designed when it was rezoned in 1982.

Ms. Lain explained she wanted to provide a little background. She had met with

VALDEZ PLANNING AND ZONING COMMISSION

Regular Meeting Minutes

Wednesday June 8, 2016

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Mr. Dunning yesterday. What was realized when doing the review is that the Comprehensive Plan required a buffer zone between multi-family and light industrial. This rezone application does not provide for that. In the meeting on Monday, she asked Mr. Dunning for more time to look at other possibilities. Ultimately when people bring rezone applications to Community Development, the last thing we want to do is bring an application forward without staff's recommendation. What we are trying to do is figure out a way for Mr. Dunning to do what he wants, but in a way that protects the adjacent property owner and that conforms to the Comprehensive Plan. She explained that because of this request, we needed to look at a different way to meet those needs. She stated that she, the City Manager and Ms. Von Bargaen sat down and had a meeting where they discussed alternatives. There are a few different things that have been discussed with Mr. Dunning, and that is where it was left. Depending on Mr. Dunning's desires, there should be a rezone application at the next meeting.

Ms. Lain explained that with each application the Comprehensive Plan is reviewed and the Commission is provided with information from it to support the application. The public hearing is just a public hearing. It did not have staff's input or analysis. This review is when staff realized there is inconsistency between the Plan and Mr. Dunning's desired use of the property. Typically we would like to know that before we bring it forward for public hearing. She explained that one staff member who normally does rezones has been gone for a month and a half, and that she and Ms. Talbott have been working on five rezones at one time.

Mr. Dunning stated that he didn't realize that the Comprehensive Plan review didn't come up until after the first reading. Ms. Lain explained it was a lack of training on Staff's part. When the application is received, the Technician should be able to look at it and see if it is not going to be able to be processed. That is the step that did not happen. She explained that they should have a meeting with Mr. Dunning the next day to expedite the process.

Mr. Dunning explained his security plan to Commissioner Cotter by request. He stated he had not submitted to the Fire Marshal yet until he puts in the application to the State of Alaska. It is a brand new build for a building.

Chair Haase thanked Mr. Dunning for his time and stated that they would try and get it on the next agenda. He expressed that he knew that time is important because Mr. Dunning wanted to submit an application to the State for Marijuana cultivation.

VI. PUBLIC HEARINGS

VII. UNFINISHED BUSINESS

VIII. NEW BUSINESS

- 1. (Rezone #16-04) Approve Recommendation to City Council to authorize the Rezone of Lots 1, 2, & 3, Tract D, Port Valdez Subdivision from R-A (Single-Family Residential) to C-R (Commercial Residential) with a Condition. Applicant: Todd Wegner.**

MOTION: Commission Member Steven Cotter moved, seconded by Commission Member Roger Kipar, to approve (Rezone #16-04) a Recommendation to City Council to authorize the Rezone of Lots 1, 2, & 3, Tract D, Port Valdez Subdivision from R-A (Single-Family Residential) to C-R (Commercial Residential) with a Condition.

Commissioner Cotter explained he had read through the materials and spoken briefly with Mr. Wegner. He expressed he did not see any issues with it. He did not see any arguments against what Mr. Wegner is proposing to do.

Chair Haase expressed that his concern is with the driveway being so steep. He asked if that bothered anyone else, or was he the only one concerned. He expressed that in private residences exceptions are made, but they are moving into the commercial realm. He explained that he tried to find the grade, but could not find it on any of the plats. The standard is a 6, but Mr. Wegner's is probably over 20.

Commissioner Reese stated that they are putting people at risk because of the grade and how it empties on to Hazelet. There is no place to stop at the bottom. If you slide on the way down, it's very dangerous.

Commissioner Kipar asked who owned the driveway. Chair Haase stated he thought it was Port Valdez. He thought one side of it is owned by Jack Roe and the other is still Port Valdez Company.

Commissioner Blehm stated that Mr. Wegner did not say anything about seasonal use. He asked if they assumed that Mr. Wegner would be using these cabins twelve months of the year. Chairman Haase stated that his assumption is that Mr. Wegner would be using them for seasonal use, but if Mr. Wegner is to sell, there would be no telling what the next person could do use with the property.

Ms. Lain stated that brought up a really good point about the road. What she did not know is from looking at the plat map if there is a 60' road easement. One thing that the staff analysis did not look at, and it is an important reason we have these discussions, is the Municipal Code in relation to that. She explained that she would go back to find out if that easement is dedicated as a public easement

for road access or if it is a private road and the corresponding code to that.

Commissioner Blehm stated that in the winter there would be no way a fire truck or ambulance would be able to get up that road. Summer time would not be an issue because the emergency vehicles are four wheel drive.

Commissioner Kipar stated that if Mr. Wegner or the City did not own the road, changing the grade is impossible. They could put in a switchback, but it would be difficult, if not impossible. Mr. Wegner should have liability insurance, all business owners should.

Commissioner Reese stated it is one thing to endanger yourself on your own property, but it was another to bring people in from out of town that did not know what they were getting themselves into. It becomes a public safety issue. We can't just let someone put out-of-towners at risk without them understanding what has happened. He asked when reasonable emergency vehicles can't get up there, are we putting the public at risk.

Ms. Lain stated that it would be a wise decision to postpone until staff can come back and address some of these issues. Commissioner Blehm stated that would be a good idea. Ms. Talbott asked if these were issues regarding the rezone, or should be addressed on the Conditional Use Permit. Ms. Lain stated rezone. Chair Haase stated his issue was going from private, single family to something that is a public use and allows commercial.

MOTION: Commission Member Brandon Reese moved, seconded by Commission Member Steven Cotter, to Postpone (Rezone #16-04) Approval of a Recommendation to City Council to authorize the Rezone of Lots 1, 2, & 3, Tract D, Port Valdez Subdivision from R-A (Single-Family Residential) to C-R (Commercial Residential) with a Condition.

VOTE ON THE MOTION: 6 yeas, 1 absent (Jess Gondek). MOTION CARRIED.

IX. REPORTS

1. Update on Hobart Street Enforcement Order

Ms. Lain explained it was just a report.

2. Brownfield Grant Proposal Update

Ms. Lain explained that there was nothing to add to the report.

X. COMMISSION BUSINESS FROM THE FLOOR

Mr. Kipar explained that Dump Haul Road is a road that has awesome scenery. He recently got involved with the gravel pit on Dump Haul Road. He travels this road on a daily basis. Lots of tourists drive on Dump Haul Road. He had a question for Administration. When did Dump Haul Road become the City of Valdez landfill? To elaborate, a few years ago, a huge pile of riprap was stockpiled across from the Valdez Glacier Stream in case it was needed. Soon after, concrete from abatements in town were stockpiled there. Now they are stockpiling asphalt. They are also stockpiling dirt. Dump Haul is maintained only for the City of Valdez landfill and C&D pit. The maintenance ends at the C&D pit. In the summer the pot holes are horrendous. In the winter the City does plow the loop up to Airport Road. Several driveways go off of the road and people have been dumping trash for years. Now it looks like the City has gone and dumped piles of gravel in the front of the driveways. It was his understanding that these roads were access for recreational purposes. Now it looks like it is all part of the City landfill. It is ridiculous. He urged all the Commissioners to drive down Dump Haul Road which has gorgeous scenery, but now the City of Valdez is using both sides of the road to dump their waste.

Commissioner Reese stated that was an excellent point. He had noticed the same thing.

Ms. Lain asked for clarification if it was after the C&D pit. Commissioner Kipar stated it was before. There are all kinds of construction debris. Piles and piles. Ms. Lain stated she would go out and take a look and report back at the next meeting.

XI. ADJOURNMENT

There being no further business Chair Haase adjourned the meeting at 7:33 P.M.



Agenda Statement

File #: 16-0011 Version: 1
Type: Appendix Item Status: Agenda Ready
File created: 6/30/2016 In control: City Council
On agenda: 7/5/2016 Final action:
Title: Council Calendars
Sponsors:
Indexes:
Code sections:
Attachments: [City Council Calendar July 2016](#)
[City Council Calendar August 2016](#)

Date	Ver.	Action By	Action	Result
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ITEM TITLE:

Council Calendars

SUBMITTED BY: Allie Ferko, Deputy City Clerk

FISCAL NOTES:

Expenditure Required: N/A

Unencumbered Balance: N/A

Funding Source: N/A

RECOMMENDATION:

Review and file

SUMMARY STATEMENT:

Council calendars for July and August 2016.

July 2016

City Council Calendar

Sunday	Monday	Tuesday	Wednesday	Thursday	Friday	Saturday
					1	2 4 th of July Celebration
3 4 th of July Celebration	4 Holiday	5 <i>First Meetings This Week Using New Granicus Agenda Management Software</i> 6pm - City Council Work Session Re: L49 7pm - City Council Meeting	6 7pm - Economic Diversification Commission Meeting	7	8	9
10	11 6pm - City Council Work Session Re: City Buildings	12 7pm - Parks & Recreation Commission Meeting	13 7pm - Planning & Zoning Commission Meeting	14	15	16
17	18 7pm - Ports & Harbor Commission Meeting	19 7pm - City Council Meeting	20 Noon - Mayor's Beautification Task Force Meeting 7pm - Economic Diversification Commission Meeting	21	22	23
24	25 6:30pm - School Board Meeting	26	27 7pm - Planning & Zoning Commission Meeting	28	29	30
31						

Note #1: This calendar is subject to change. Contact the City Clerk's office for updates as needed.

Note #2: Mayor's Beautification Force meets as agenda items require. Meeting dates are normally scheduled on Monday @ noon in council chambers.

Updated 6/30/16

August 2016

City Council Calendar

Sunday	Monday	Tuesday	Wednesday	Thursday	Friday	Saturday
	1 Absentee Voting In Person for State Primary Election 7pm Ports & Harbor Commission Meeting	2 Absentee Voting In Person for State Primary Election 7pm Council Meeting	3 Absentee Voting In Person for State Primary Election 7pm Economic Diversification Commission Meeting	4 Absentee Voting In Person for State Primary Election	5 Absentee Voting In Person for State Primary Election	6 Gold Rush Days
7 Gold Rush Days	8 Absentee Voting In Person for State Primary Election 6:30pm School Board Meeting	9 Absentee Voting In Person for State Primary Election 7pm Parks & Rec Commission Meeting	10 Absentee Voting In Person for State Primary Election 7pm Planning & Zoning Commission Meeting	11 Absentee Voting In Person for State Primary Election	12 Absentee Voting In Person for State Primary Election	13
14	15 Absentee Voting In Person for State Primary Election 7pm Ports & Harbor Commission Meeting	16 State Primary Election Day 7pm Council Meeting	17 7pm Economic Diversification Commission Meeting	18	19	20
21	22 6:30pm School Board Meeting	23	24 7pm Planning & Zoning Commission Meeting	25	26	27
28	29	30	31			

Note #1: This calendar is subject to change. Contact the City Clerk's office for updates as needed.

Note #2: Mayor's Beautification Force meets as agenda items require. Meeting dates are normally scheduled on Monday @ noon in council chambers.

Updated 6/30/16