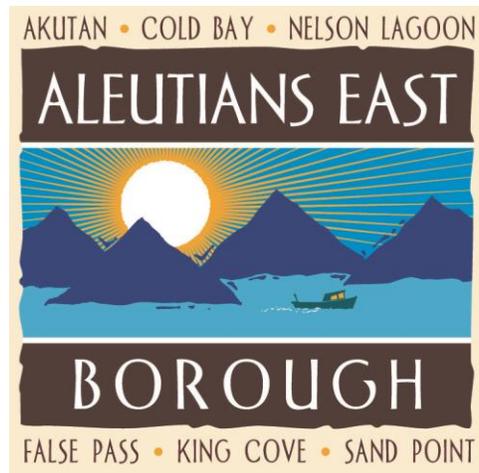


Aleutians East Borough Assembly Meeting

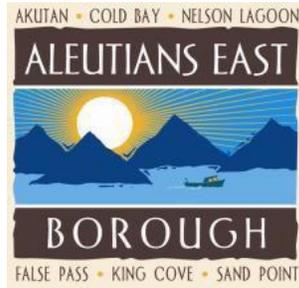


Workshop: NO WORKSHOP

Meeting: Thursday, April 10, 2025– 2:00 p.m.

ROLL CALL & ESTABLISHMENT OF QUORUM

ADOPTION OF AGENDA



Agenda

Assembly Meeting

(packet available on website www.aleutianseast.org)

Date: Thursday, April 10, 2025

Time: **NO Workshop**

MEETING: 2:00 P.M.

Location: By videoconference in each designated community location below:

King Cove AEB Office

Sand Point AEB Office

Cold Bay City Office

Akutan City Office

Nelson Lagoon Corp.

Anchorage AEB Office, 3380 C Street

False Pass City Office

All communities will be provided with conference calling information for the designated location in your community. Public comments on agenda items will take place after the adoption of the agenda. The meeting will also be broadcast on KSDP Public Radio.

ASSEMBLY MEETING AGENDA

1. Roll Call & Establishment of Quorum
2. Adoption of the Agenda
3. Public Comments on Agenda Items
4. Conflict of Interest
5. Minutes
 - March 13, 2025 Assembly Meeting Minutes
6. Financials
 - Finance Director's Report – Informational Only
 - February 2025 Financials
7. Investment Report
 - APCM February 2025 Investment Report
8. Consent Agenda
 - Resolution 25-49, Approving Certain Unincorporated Communities and their Respective Native Council and/or Incorporated Nonprofit Entity for Participation in the FY26 Community Assistance Program
 - Resolution 25-50, Supporting the Reappointment of Tom Carpenter to the Alaska Board of Fisheries

Consent Agenda

- Resolution 25-51, Supporting the Reappointment of Angel Drobnica and Nicole Kimball to the North Pacific Fishery Management Council
9. Public Hearings
 10. Ordinances
 11. Resolutions
 - Resolution 25-52, Authorizing the Mayor to Negotiate and Execute Cold Bay Terminal Sublease Amendment #3 between the Aleutians East Borough and Grant Aviation
 - Resolution 25-53, Authorizing the Mayor to Negotiate and Execute a Services Agreement with BDO to Provide Professional Auditing Services to the Aleutians East Borough for Fiscal Year 2025, in an Amount Not to Exceed \$100,500
 12. Old Business
 13. New Business
 14. Reports and Updates
 15. Assembly Comments
 16. Public Comments
 17. Next Meeting Date
 - May 8, 2025
 18. Adjournment

***All materials pertaining to this meeting are available on the Aleutians East Borough website.**

**COMMUNITY ROLL CALL &
PUBLIC COMMENT ON AGENDA
ITEMS**

CONFLICT OF INTEREST

MINUTES

CALL TO ORDER

Mayor Alvin D. Osterback called the Aleutians East Borough Regular Assembly Meeting to order by videoconference in each community on March 13, 2025, at 2:00 p.m.

ROLL CALL

Mayor Alvin D. Osterback	Present
Brenda Wilson	Present
Jim Smith	Present
Chris Babcock	Present
Josephine Shangin	Present
Paul Gronholdt	Present
Warren Wilson	Present
Tom Hoblet	Present

Advisory Members:

Samantha McNeley, Nelson Lagoon	Present
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A quorum was present.

Staff Present:

Anne Bailey, Administrator
Talia Jean-Louis, Assistant Administrator
Glennora Dushkin, Administrative Assistant
Ernie Weiss, Natural Resources Director
Charlotte Levy, Fishery Analyst
Beverly Ann Rosete, Borough Clerk
Jacki Brandell, Finance Director
Seward Brandell, Accounting Clerk
Others: Blake Phillips -APCM
Mike Franklin
Rayette MacGlashan
Amy Mack
Amber Jusefowysch

Debbie Schmit
Bobby Jo Kramer
Gary Hennigh
Ruth Hoblet

ADOPTION OF THE AGENDA

WARREN moved to Adopt the Agenda, second by CHRIS

Hearing no objections, the Agenda will stand as presented.

COMMUNITY ROLL CALL AND PUBLIC COMMENTS ON AGENDA ITEMS

The communities of King Cove, Sand Point, Akutan, Cold Bay, False Pass, Nelson Lagoon and the Anchorage office were participating by videoconference. Also broadcast on KSDP radio.

CONFLICT OF INTEREST

Mayor Osterback asked for any potential **conflicts of interest to be discussed**. There were no conflicts on agenda items.

PRESENTATION

- APCM Presentation

Blake Phillips said APCM has been working with the Borough since July 1993 in various capacities. The presentation will be focused on Permanent Funds, Bond Proceeds, and Operating Funds. As of February 2025, the Permanent Fund has \$47,922,816.00. Withdrawals have exceeded contributions since inception by \$9.9M. The annualized account return is at 6.5%. The primary goal of the Permanent Fund is to grow in perpetuity and provide a permanent, potential source of fiscal support to further the AEB's goals and needs. The secondary goal of the Permanent Fund is to preserve purchasing power over time. The initial target market value of the Permanent Fund (\$20M) adjusted for inflation is approximately \$45M, which is below the current market value. Spending Policy states that the withdrawal amount is not to exceed four percent of the five-year average fund market value, to be computed using the five prior calendar years' ending market value. What this does is smooth the effects of market volatility and preserve the fund's purchasing power. Average spending over the last ten years has been 4.8% of 5-year average market value. Blake Phillips made a comprehensive report and explained the different scenarios of how we would expect the Portfolio to react given different cash flows.

PAUL asked what the effect of tariffs on permanent funds is. Blake said tariffs will have an effect on economic growth. It can have a direct effect on demand. When you increase the price of a product, the demand will go down, and supply and demand will be affected, leading to inflation. Paul asked if Congress passes the budget, what effect will it have on the market? Blake said we would likely see a down drift, ironically, during shut down end up being good buying opportunities. What we are facing here is a bit more uncertain than what we have seen before. This is also why we have a diverse portfolio. For the first time in a decade, we've seen the international market outperform the U.S. markets.

Blake said we saw inflation ease after we saw a spike post-COVID. Across the globe, inflation eased, and Central Banks were able to reverse the course. There were recession risks, but we remain invested and have a healthy portfolio to a large degree. We need to continue to see earnings growth, and the economy continues to be productive and make forward progress. Blake said we need to continue to be cautious and monitor the portfolio daily, at the same time, keep the long-term focus, and stick to the plan that has been so successful over the long portfolio life.

- Aleutians East Borough Financial Overview

Administrator Bailey said the Aleutians East Borough's Mission is to provide governmental services to the communities of Akutan, Cold Bay, False Pass, King Cove, Nelson Lagoon, and Sand Point, including education, fisheries support, planning, project management, capital projects, and tax collection. The Borough has numerous fiscal obligations, some are required to maintain operation, others are mandated by Alaska Statute or Borough Code, and some have been agreed to with an outside entity. Some obligations are required annually, and others may be a one-time payment. The list of all the obligations are as follows:

1. Educational Financial Support – This is required by Alaska Statute Under Title 29. In FY26, the Borough is required to contribute \$656,009 with a maximum contribution of \$1,730,564. The Borough proposes contributing \$1,574,081.
2. School Maintenance – This is also required by Alaska Statute under Title 14. The Borough shall provide for all major rehabilitation, all construction, and major repair of school buildings. – The

- Borough has been honoring this fiscal responsibility on an annual basis. The amount appropriated is determined each fiscal year based on what is needed and the funding available.
3. Capital Improvement Maintenance Reserve and Improvement Account - Per Section 6.04.042 of the Borough Code, establishing a Maintenance Reserve Account is mandated. Each year, the mayor shall include in the proposed budget for the coming fiscal year the deposit to the Capital Improvement Maintenance Reserve Account of the greater of \$150,000 or an amount equal to two and one-half percent of the total anticipated revenues from the borough sales tax and the state shared fisheries business license tax.
 4. Bond Debt Payments - The general obligation bonds payable at December 31, 2024, are comprised of the following: 2015 Refunding Series One in the amount of \$95,000, the 2016 Refunding Series Three in the amount of \$7,955,000, and the 2021 Refunding series for refinancing of 2010 series three general obligation bonds in the amount of \$1,760,00 resulting in a total bonds payable amount of \$9,810,000.
 5. Akutan Transportation Link - The Aleutians East Borough entered into a Co-Sponsorship Agreement between the City of Akutan and the State of Alaska Department of Transportation and Public Facilities for the Akutan Airport in January 2010, providing assurances to FAA for federal construction and agreeing to operate the airport for at least 20 years.
 6. King Cove Road Maintenance - In 2010, the Borough and State of Alaska entered into a Maintenance Agreement regarding the King Cove Access Road Completion. Per the agreement, the Borough agreed to provide the necessary care to maintain and operate the road for a minimum of twenty years, the life of the facility, subject to conditions. The Borough has entered into a Memorandum of Agreement (MOA) with the City of King Cove to maintain the road for the past eight years (FY17 through FY24).
 7. Eastern Aleutian Tribes - In 1993, the Borough and EAT signed a Transfer of Responsibilities Agreement. The agreement is outdated and is in the process of being revised; however, the Borough has historically provided EAT \$150,000 per year for behavioral health services.
 8. Akutan Harbor One-Time Payment – The Borough entered into a Project Partnership Agreement with the Army Corps of Engineers for the Akutan Harbor Project. The total construction costs for the General Navigation Features that have been accounted for to date is \$38,853,187.86. The Borough’s costs were \$3,885,318.78 for the 1st 10% and \$3,293,110.48 for the 2nd 10% obligation.
 9. General Operations – Borough’s Annual Fiscal Obligations

JOSY asked if Grant is filling out for EAS between Unalaska and Akutan? Administrator Bailey responded that currently, how it is set up was the route they advertise is all the way to Akutan and when we got the 50% from the Federal Government, it was agreed that they will only pay 50% of the helicopter while they pay 100% for the fixed wing cost to Grant Aviation. We are 1 of 2 areas that have any sort of helicopter coverage. Right now, they do a joint application between Grant Aviation and Maritime for the Essential Air Service. Administrator Bailey added that the mail contract is separate from the EAS.

PAUL asked when the FY2026 budget reading is. Administrator Bailey said on May 8th and 22nd.

Administrator Bialek said the Borough receives revenues from the following sources:

1. Local Funding Sources
 - a. Raw Fish Tax - 2% tax on all sales of raw fish in the boundaries of the Borough, obligation of seller. The amount of fish tax collected is decreasing. The Borough anticipates receiving \$1.3 million in fish tax revenue in FY26, which is approximately

29% of the 5-year average. These funds are used to supplement the Borough's General Fund and operational costs.

- b. Leases and Other Revenue - This include the 4-plex rental, tidelands leases, land leases, permitting fees and surplus sales. This does not bring in a significant amount of money.
 - c. Interest Revenue -The Borough has invested funds in the AMLIP Portfolios and the AEB Operating Reserve Fund. The Borough anticipates seeing the interest rates decrease and the amount of funds earned decrease due to expending large sums of money in the immediate future.
2. State Funding Sources
- a. Shared Fisheries Business Tax - The State is required to pay the municipalities 50% of the state fisheries business tax collected from fish processors operating inside the municipal boundaries from the prior year. With the fish taxes declining and seafood processor closures, the amount the Borough collects will decrease. We are anticipating \$1.35 million in FY26 which is 63% of the 5-year average.
 - b. Revenue Landing Tax - Funded by DCCED by Fishery Management Areas. These funds are unpredictable and have been decreasing over the years.
 - c. Community Assistance Program - The Borough will receive \$254,094 in FY26, which is about \$71,000 less than the 5-year average.
3. Federal Funding
- a. Payment in Lieu of Taxes - These are Federal funds appropriated to compensate for nontaxable federal lands. The payment is received in June for the fiscal year. The historical average collected is \$690,000. These funds are contingent upon Federal appropriation.
 - b. US Fish and Wildlife Revenue Sharing -The Refuge Revenue Sharing Acre provides for annual payments to local governments for lands under the administration of the USFWS. The 5-year average is approximately \$18,000.

Administrator Bailey said in FY24, our local contribution is about \$4.2M, the State is \$3.1M, and the Federal is about \$ 780 K. In FY25, that changed the local contribution decrease by half, and State contributions are also lower, and the Federal contribution is a lot higher because we used the LATCF. For FY26, the projected revenue is significantly less. The local, State, and Federal contributions will be low. Also shown in the report is a liquidity analysis to determine the Borough's ability to pay its bills in a timely manner and assess its solvency. Simply, this is your ability to turn an asset into cash to cover operations. It is anticipated that the Borough's expenses will exceed revenues immediately and will continue over time.

Finance Director Brandell explained the anticipated change in the net position of the Borough for the next five years, and we're anticipating deficits.

Administrator Bailey added that in 2022, we started experiencing a shift in our revenues and expenditures. The Borough, as of right now, is projecting a deficit of around \$3M in FY26. Administration will propose using the Permanent Fund Earnings to cover a portion of the deficit, and is looking at other funding sources to cover future deficits. What we've been trying to do is create a Cash Flow Management Plan, investing our funds wisely, Permanent Fund, disposing of assets, making cuts, adjustments, and efficiencies when and where possible. We are also in the process of requesting financial assistance and continue to support the fisheries.

WARREN commented that he enjoyed the presentation, and he sees a lot of money from the Borough go to a couple of communities in high dollar amounts. He said King Cove feels the repercussions of Peter Pan closing its doors, but has also seen other processors move into our area, which was not ready to take on the resources that are available to the fishermen. Even today, the King Cove fleet is sending its fish to Dutch Harbor. Warren said he is optimistic that they will see the plant going again. We've got a lot of challenges ahead of us. He said maybe it is time to take a look at helping out a little more in our communities with some of our funds. Warren thanked the Administration for the presentation.

Jim asked how far we are with our budget this year. Administrator Bailey said this year, we are probably breaking even because we use the LATCF fund, which is a one-time fund.

Administrator Bailey said the next presentation is from the City of King Cove regarding a Community Stabilization Fund. The original document was sent to the Borough in October 2024, which the administration and finance thoroughly reviewed over the 6-week period. The Borough did not respond immediately, but we did respond, stating that the stabilization fund is not something the Borough can sustain or afford, and would not be equitable for 6 communities, and has the potential to harm the Borough's health and impact the Borough's ability to fulfill its fiscal obligations. On March 6, the Borough received another document from the city, which will be presented shortly. Administrator Bailey mentioned that many of the statements and assumptions in that document are incorrect. The Administrator and Finance ran numerous scenarios, and this is not something that can be sustained and would not be sufficient to meet the Borough's or community's needs. Administrator Bailey pointed out that the statement "The AEB Administration has indicated that they do not wish to assist King Cove with any temporary, short-term financial assistance" is not true. The Borough wishes that we could help, but as stated earlier, this is not something we could afford. The Borough helps the communities through infrastructure, schools, local contributions, maintenance, and we have a large presence in the fishery advocacy.

Maor Osterback commented that the AEB administrator and finance have worked hard on the Permanent Fund. The Permanent Fund needs to remain untouched and continue to grow to accomplish the requirements of funding the school district and paying the current bonds and major maintenance improvements that we have. The AEB has put together Financial Workshops over the years to keep the Assembly informed of all our funding requirements and explain the funds we have on hand. During the same period, we developed a strategic plan for our projects. These keep the Borough on a clear path on projects and transparency of the expenditures and the taxpayers' funds. Mayor Osterback said in his term as Mayor, this is the 4th time King Cove has tried to do run on the AEB's Permanent Fund. He said the last one is included in the agenda today. He decided to allow it on the agenda and hoped this would put the attack on the Permanent Fund to rest.

- City of King Cove Presentation

Garry Hennigh said he appreciates being able to present. He said he stands corrected for certain assumptions and attitudes. Garry said things are happening, particularly in King Cove, that they never thought would worry financially. So, coming to the Borough for a small portion of help for a limited amount of time is really what this is all about. He said that he thinks had the response they got back last November had been, "come sit down, let's talk about this" might had helped him understand things a little bit better, so when he talks to the city council, it would have been a little bit more affirmative and what is the situation. Garry said that communication is probably why we are here at the moment. He said they're just trying to get a little bit of help for a short period of time to save King

Cove. They have no money to operate the city, and had they had the conversation with the Borough last October, they would not have felt the frustrations they are feeling at the moment. He doesn't know about the details of the Permanent Fund and what things are sacred as opposed to what things could be changed by the elected officials or the vote of the public. Those are all things that are potentially in play when it comes to how we can save King Cove, and he knows that it's not only King Cove's future we are worrying about, but also Akutan and Sand Point. He said if the Assembly believes that King Cove has to figure this out on its own, it is just the way it's going to be. He is having a hard time thinking that there is somewhere between \$45M to \$55M sitting in the Permanent fund, and a small amount of that for a small amount of time to help King Cove trying to survive is not asking for a lot. If they have a chance to discuss this with the staff level, it would be very nice. But if this is not an option available, then the city will have to react to this if we have to. What is happening in King Cove is scary, but we are resilient. Garry added that it is not their intention to make anyone angry but to simply hear their thoughts.

Mayor Osterback commented that, during our annual meetings in Anchorage, with the help of APCM, we set up a usable money out of the Permanent Fund, 4% over the 5-year average, based on the state of Alaska. Going over the 4% with market conditions, it will deplete our Permanent Fund. When he read the assumptions submitted in the report, Garry mentioned 5%, which is unsustainable. As the Mayor and Assembly members, our first obligation is to make sure that the Borough stays fluid. Our biggest obligation is our schools and education. We also have a lot of building maintenance that we have to do and project investments. Mayor Osterback advises the Assembly not to add another portion of the Permanent Fund as a Stabilization Fund because it would take away our ability to operate. Mayor suggested that Garry and Administrator Bailey to sit down and talk about what's available and see if we have the extra money. Right now, we are looking at a \$3M deficit in our next budget. Permanent Fund money is not renewable, once we use it, it's gone. We need to keep adding to the fund to protect the Borough and the 6 communities on it.

Chris commented that we had an emergency meeting when we heard Akutan was shutting down. It did not happen right away, but it happened in King Cove, and we were blindsided by it. Some people in the community are asking why the Borough is neglecting the City of King Cove. We are losing people from school because they can't afford to live here. Chris thinks that both administrators need to sit down and figure out what's going to happen. It is only a matter of time before it happens to Akutan, and then we do not have any revenue coming into the Borough.

Paul reminded everyone that the item is supposed to be informational only.

Mayor Osterback agreed with Paul. He said Administrator Bailey and the Finance office both have a good understanding of where we are financially. We have never said we do not want to help any communities. He suggested that the King Cove administrator and the Borough administrator have a conversation and get back to the Assembly at the next meeting to have more fine-tuned information.

Brenda commented that people are complaining that most of the time, there is no one in the Anchorage office except Glennora.

Josy commented that it is a good idea to get the administration together. She said Chris brought up what's reality, and it is true that it is a matter of time before other communities in our region follow suit. We all know that is coming, and for us not to offer any assistance or try to figure out how to move forward because we are putting all this money into our schools, into our communities, where there

will be no one attending those schools. Things are going to shut down, people are going to move out. We need to be proactive because it's not just King Cove.

Jim asked Garry how much money they are looking for and for how long. He suggested bringing all the cities to the meeting.

Chris commented that the amount should not be discussed at the moment.

Mayor Osterback agreed. He also mentioned that a lot of the Assembly members will have a conflict of interest. Proceeded to read the portion of the code about conflict of interest.

Meeting recessed at 3:26 pm. Convened at 3:36 pm

Joe Bereskin commented that he appreciates Garry's presentation and the point he is making for King Cove and the region. He agrees with Josy's comment on being proactive to help the communities. It always comes down to the people who live within the Borough. He appreciates Garry's comment to help the communities, and he thinks that this is something that the Assembly should consider.

MINUTES

February 13, 2025 Regular Assembly Meeting Minutes

MOTION

CHRIS moved to accept the February 13, 2025 Assembly Meeting Minutes, seconded by BRENDA

Hearing no other corrections, the Minutes will stand as written.

FINANCIAL REPORT

- Finance Director's Report – Informational Only

Financial Director Brandell said we are still waiting for the Army Corps to give us an answer on who officially owns what parts of the harbors, so that we can capitalize the \$ amount that we need to. BDO will not move forward on issuing any Financial Statement unless they have that information. In terms of Grants, we are now in the phase for the Sand Point Float project that includes financial transactions. The routine tasks have been going good.

Jim thanked Finance Director Brandell and the Mayor for their assistance and advice on their financials.

Mayor Osterback commented that a fish cleaning table station will be added to the new harbor.

- January 2025 Financials

MOTION

JOSY made a motion to approve the January 2025 Financials Report, seconded by BRENDA

Administrator Bailey said a few items to highlight are the Raw Fish Tax, in January 2025, we received about \$120K, which is about 51.8% of the 5-year average. Interest Revenue remains high but will start to decrease in April. In Other Revenue, we received crab disaster funds. As far as expenditure, we are tracking along well.

Paul asked how the financial software was working. Financial Director Brandell said it is working well, it is a way smoother operation.

ROLL CALL

Yeas: Brenda, Chris, Jim, Tom, Josy, Paul, Warren Advisory: Samantha
Nay: None

MOTION CARRIED

INVESTMENT REPORT

APCM January 2025 Investment Report

CONSENT AGENDA

- **Resolution 25-42**, approving the projects and initiatives identified on the Borough Strategic Plan
- **Resolution 25-46**, in support of the continuation of the Essential Air Service Program
- **Resolution 25-47**, opposing Finfish Farming in the State of Alaska

MOTION

BRENDA made a motion to bring 3 Consent Agenda items to the floor, seconded by TOM

Administrator Bailey said Resolution 25-42 is based on the Planning Work Session we held last January 8th, 2025. Resolution 25-46 supports the continuation of the Essential Air Service Program. As discussed earlier, the Federal Government has potentially put this program on the chopping block, which would impact rural communities. Resolution 25-47 would state the AEB's opposition to Finfish Farming in Alaska.

PAUL commented that during SWAMC, Alaska Airlines representative mentioned that currently, Yakutat, Wrangell, and Petersburg are part of the Essential Air Service. In Kodiak, people are nervous because all of the small communities outside of the city of Kodiak are part of the EAS.

Mayor Osterback added AES in the lower 48 is much larger than in Alaska, so there will be a lot of people who will support keeping this in EAS in place. If it does go away, it will be a big concern for the Borough because it will add to the Borough's expense.

WARREN commented that the air service in King Cove is not reliable. He said the mail service is also nonexistent, and they get their mail 15 days late. What he hopes for is the future of the road to Cold Bay, but with the transition in the Government, he is not sure if it will pan out. As far as the Finfish, he understands that the Governor is thinking of keeping up with the world demand for finfish. He was not talking about salmon when he tried to get this bill through. We are behind on aquaculture in Alaska. If it were implemented, it would provide some jobs. He said they are lucky enough to have a private air service that operates out of Anchorage that has been servicing King Cove, but it is expensive.

ROLL CALL

Yeas: Tom, Chris, Warren, Brenda, Jim, Josy, Paul Advisory: Samantha
Nay: None

MOTION CARRIED

PUBLIC HEARINGS

ORDINANCES

RESOLUTIONS

Resolution 25-43, Authorizing the Mayor to Negotiate and Execute a Memorandum of Agreement between the Aleutians East Borough and the Alaska Department of Transportation & Public Facilities for the Cold Bay Dock Project

MOTION

BRENDA made a motion to approve Resolution 25-43, seconded by JOSY

Administrator Bailey said Alaska Statute 44.42.020 authorizes DOT&PF to cooperate, coordinate, and enter into agreements with municipalities to plan, design, and construct transportation facilities. The proposed Memorandum of Agreement (MOA) would facilitate the planning, design, and construction of the Cold Bay Dock Project (the Project). For the Project to proceed, the Borough needs to authorize the DOT&PF to design and construct the Project. The scope of the Project is to design and construct the replacement of the Cold Bay City Dock. The Project will include the construction of a new pile-supported dock similar to the existing one and meeting current design codes and standards, and the removal of the old city dock. The main Borough responsibility to highlight is that the Borough will accept full ownership of the constructed improvements and complete responsibility for the Project upon substantial completion. The term of the agreement is effective upon the last signature and shall apply in perpetuity and shall constitute a permanent ferry terminal easement for as long as public ferry service is needed.

Paul commented that it would be good to have an opportunity for King Cove and Cold Bay to give some comments on the design process.

Mayor Osterback responded that it is very important for our area to have input before the design happens.

ROLL CALL

Yeas: Jim, Warren, Brenda, Josy, Paul, Tom, Chris Advisory: Samantha

Nay: None

MOTION CARRIED

- **Resolution 25-44**, Authorizing the Mayor to Negotiate and Execute a Contract with UIC Construction, LLC to Provide Construction Services for the Sand Point Major Maintenance Project in an amount not to exceed \$8,800,123

MOTION

JOSY made a motion to approve Resolution 25-44, seconded by JIM

Administrator Bailey said The School District received a grant from the State of Alaska, Department of Education & Early Development to conduct major maintenance at the Sand Point School. The project

provides renovations at the Sand Point K-12 School and pool shell (not the actual swimming pool). The Borough selected UIC Construction through a Construction Manager-General Contractor through a Construction Manager-General Contractor Qualifications-Based Selection (CM-GC QBS) delivery method for pre-construction services (Phase 1) with the understanding that they would also provide construction services (Phase 2). UIC has completed the guaranteed maximum price (GMP) for the project. Included in the packet is their original proposal of costs. The base bid amount for construction is about \$7.9M. They provided the cost for 4 add alternatives, which is an additional \$962K, fixed cost was also added, totaling the project amount to \$9.9M. The Borough and School District discussed and determined that Alternative 1 – Doors and Alternative 3 – Lockers were of interest; therefore, the total construction portion of the project is estimated to cost \$8,800,123. DOWL, ECI, the Borough and UIC Construction are still in the process of reviewing/discussing the GMP and anticipate having the items addressed within the next two weeks.

Paul asked if there is a timeframe for the project. Administrator Bailey responded that as soon as the kids are out of school, they will start ordering parts and start mobilizing.

ROLL CALL

Yeas: Warren, Tom, Paul, Josy, Jim, Chris, Brenda
Advisory: Samantha

Nay: None

Motion Carried

Resolution 25-45, Authorizing the Re-appropriation of \$1,277,283.10 from the Cold Bay Clinic Line-Item 21-509-8045, \$74,172 from the Financial Software Line-Item 21-506-8000 and \$78,432.72 from the Terminal Line-Item 21-511-8020 to the Sand Point School Grant Match Line-Item 21-513-8050

MOTION

BRENDA made a motion to approve Resolution 25-45, seconded by JOSY

Administrator Bailey said the resolution for the Sand Point Major Maintenance Project in the amount not to exceed \$8,800,123, with the total project cost of \$9,804,768. The Borough currently has \$4,427,407 in State of Alaska Grant Funding. We are required to match that, we have about \$8.374M available, therefore, an additional \$1,429,887.82 is required to conduct the work. Administration proposes reappropriating permanent fund earning appropriations to the SDP School Grant Match Line Item 21-513-8050. The School District/Borough may submit a Supplemental Funding Request to the State in 2025 to recoup costs. Receiving these funds is not guaranteed.

WARREN asked what company would work on the Cold Bay Clinic. Administrator Bailey said UIC Nappairit, they are about 60% on the project.

ROLL CALL

Yeas: Paul, Josy, Warren, Chris, Jim, Brenda, Tom
Advisory: Samantha

Nay: None

MOTION CARRIED

- **Resolution 25-48**, supporting the Natural Resources Department to conduct a Pilot Satellite Tagging Study of Salmon in an amount not to exceed \$180,000 and authorizing the Mayor to negotiate and execute associated contracts in an amount not to exceed \$45,000

MOTION

BRENDA made a motion to approve Resolution 25-48, seconded by JIM

Fishery Analyst Levy said Salmon fisheries are critically important to the culture, health and economic stability of AEB communities. This fishery also serves as a primary source of local employment and makes up a large portion of AEB fish tax revenue. The Natural Resources Department (NRD) has been following the mounting concerns from Alaskan stakeholders on salmon conservation, and two points that are consistently brought up in policy discussions are the belief that every salmon is important, and that action must be taken using tools that are within our control. Typically, the default tool requested is restricting time and area of commercial harvest. However, there is significant concern from local South Peninsula fishermen that any further restrictions will make this fishery unviable and lead to the collapse of the local fleet and communities, without any clear evidence of meaningful conservation benefit. As an alternative tool to harvest restrictions, NRD would like to explore the potential for an optimized non-retention program for salmon species of concern in the seine fishery. Non-retention of key salmon species is a practice mandated in various salmon fisheries throughout Alaska. Understanding the feasibility of releasing salmon with high viability would be directly responsive to the concerns that every fish counts and taking actions within our control. Satellite tags are an incredibly powerful tool for collecting high resolution data on fish survival and mortality, swimming behavior, habitat occupancy, and migratory pathways, and have been used in several studies to understand post-release survival. The NRD proposes to tag a small number (< 40) of chum and Chinook salmon (with 60 day deployments) during the 2025 June seine test fishery. The study design would emphasize operating under normal catch handling operations and sorting chum and Chinook that are > 55cm total length, appear to be in good condition, and are assumed to be Alaska-origin. This would provide data on post-release survival and movement pathways and include paired genetic samples. Having empirical evidence of post-release survival is the first step toward addressing the regulation that governs non-retention in the South Peninsula salmon fishery. This is also another opportunity for local fishermen to demonstrate their continued willingness to share in the burden of conservation. If successfully executed, the NRD expects to have the project complete and a final report available prior to the 2026 Board of Fisheries meeting. This project is contingent on many factors, including receiving support from the local seine fleet and approval of a permit from the Alaska Department of Fish and Game. However, given the extremely short timeline to finalize a study before June and the 8-12 week lead time of tag manufacturing, the NRD thought it would be appropriate to receive provisional support from the Assembly. Assuming the Assembly provides support at the March 2025 meeting, the NRD expects to know if the project will move forward by the April 2025 meeting. The project would be paid for through the Fisheries Research account 21-503-8040 and the cost would be in an amount not to exceed \$180,000 which would cover tag supplies, travel for field work, and contractual support from subject-matter experts to assist with analyses and report writing. Given the short timeline and the highly specialized nature of satellite tag research, the NRD also recommends the Mayor be authorized to negotiate and execute sole-source contracts which would not exceed \$44,000 in total (or \$22,000 per contract).

PAUL commented this is a lot of money for not a lot of tags. He has a hard time supporting it, especially with the timeline.

WARREN said he has a deep concern about the Chinook because of all the farmed Chinook out there. What's your plan on the Chinook? Fishery Analyst responded that it was actually a recommendation that came from the department. The emphasis of this project is not about where the fish are going but, whether they survive. The whole point of this project is that we want to know if we can discard them. Conservation is important, and it happens all over the State. Right now, there are several emergency orders that the department is going to flex to show their strong emphasis on conservation for Chinook.

Mayor Osterback asked if we are the only area in the State not allowed to release salmon. Fishery Analyst said not necessarily, it does vary a lot from fishery to fishery, but there are a lot of inconsistencies in who is allowed to not retain fish, when they are not allowed to retain them. We are penalized and forced to retain Kings in June because of the politics around Chum.

TOM commented that he can't support the resolution because putting our foot forward and showing we have some concerns about the stock.

Mayor Osterback said the idea is that we are getting ahead of the curve and showing that we are being proactive in trying to save our fishery.

WARREN commented that why are on the Chinook when we have federal fisheries on the Bering Sea, which don't give access to king salmon. They are taking thousands, and we are stuck here doing little surveys. With the budget issue, he is having a hard time supporting this.

Mayor Osterback asked where the funds were coming from. Fishery Analyst Leve said there is money already allocated to the Fisheries Research account. She is holding on to that money until she finds a salmon project.

Jim asked whose idea this project is. Fishery Analyst Levy said, ultimately, it is her idea, but she talked to several fishermen about it.

TOM commented that Area M was mentioned on the Kenai River Chinook salmon in the Chignik Area. We need more information, and we need to be more proactive.

JIM asked if we have to give out the information that we get from this. Fishery Analyst Levy responded, We are a public entity, so yes. The sample size is very small, and the reason we do that is because these tags are supposed to give us very specific, highly detailed information about fish survival. That is why it is a pilot study; we cannot say anything conclusive from a pilot study.

WARREN commented that when we do any case study with a short distance between the Shumagins and Chignik, and if one of these tags shows up in Chignik, that is a scary situation because of their opposition to Area M. He said he is not sure if it will do any good or if we are just wasting money.

Natural Resources Director Weiss said it is a good idea to find out if salmon are surviving. He wanted to note that there is a proposal that got in as an ACR, and there is a project going on the east side setnet fishery in Cook Inlet, so now they are trying beach seine there for the specific purpose of letting those kings go. He thinks it is a good idea if we can find out if the Chinook or Chum are surviving.

PAUL commented that if we catch Kings in particular, he thinks that it is the most worrisome. Fishery Analyst Levy responded that the tagging of Chum is really the priority, the Chinooks are kind of

opportunistic. The reason we choose the text fishery is one, they are already going to be out there, and second, it will occur during the time when the fishery is not happening.

WARREN asked if we are taking the fish with the fin cut off or on. Fishery Analyst said the goal is without the clip, the fish that people care about more.

PAUL asked about what location of the tagging. The Fishery Analyst said she'll focus on the west.

ROLL CALL

Yeas: Chris, Jim, Tom, Josy, Brenda Advisory: Samantha

Nay: Paul, Warren

MOTION CARRIED

OLD BUSINESS

NEW BUSINESS

REPORTS AND UPDATES

Administrator's Report in packet. Highlights below:

Cold Bay Clinic: As of March 4, 2025, UIC Nappairit has conducted 50-60% complete, excluding certain exterior elements.

Cold Bay Dock: The State of Alaska and the Aleutians East Borough are working on negotiating and executing a Memorandum of Agreement between the Borough and DOT&PF for the Cold Bay Dock Project. A site visit will be done in April.

Sand Point Harbor Float: This project is moving along well. Moffat and Nichol conducted their 2nd site visit to Transpac Marine. As of the 27th, all the float modules were structurally complete, with the status decking, pile, guides and other miscellaneous parts varying by float. None of the floats and decking have been completed, and none of the float modules have rub board, steel bull rail or power pedestal installation started. We paid about \$1.9M in invoices and MARAD walk us through on the reimbursement request.

Sand Point School DEED Grant: We just approved a contract for this, and hopefully, DOWL, ECI, UIC, and the Borough can finish the guaranteed maximum price, and we will get that contract signed and get that moving forward.

PAUL asked for an update on the insurance on the Cold Bay Dock. Administrator Bailey said last Friday, AMLJIA finally gave authorization to enter into a contract with Western Marine Construction Hopefully, we will have this contract signed by tomorrow and Western Marine Construction will meet the April barge and the work completed by September 2025. As far as the other work, the State of Alaska has taken it upon themselves to fix the piling of the docks that are massively corroded.

WARREN asked about what phase of the dock there was trouble in the piling. Administrator Bailey responded that there are some pilings with corrosion issues every time DOT does the inspection. So they are going to fix those. WARREN added that there were piling that broke off, that is hanging but glad they are going to fix it.

JIM asked if there were any bidders on the King Cove Office. Administrator Bailey said we are not taking any action on that right now, but we can revisit that issue.

Assistant Administrator's Report in packet. Highlights below:

Rasmuson Community Support Grant: The Aleutians East Borough is applying for the Rasmuson Foundation Community Grant to support the construction of a new pool in Sand Point. Awards range from \$35,000 to \$250,000. In accordance with the guidelines of the grant, letters of support were recommended on an optional basis. I would like to express my gratitude to the Aleutian Pribilof Islands Association, Eastern Aleutian Tribes, and the Aleutian Housing Authority for their endorsements and support regarding the proposed construction of a new pool. On February 26, 2025, the Borough received notification indicating that our application has successfully passed the initial review stage and has advanced to the subsequent round of evaluation.

Akutan Hangar Generator: On February 26, 2025, the Borough entered into a formal contract with Tacoma Diesel for the replacement of a generator end. Tacoma Diesel has advised they are scheduled to arrive at Akutan on March 13, 2025, for repair to the generator end, contingent on weather and flight connections. We are also keeping Matthew, Trident electrician informed to make sure all parties are aware of this repair

Information Technology: ICE Services: The Borough is currently reviewing its request for proposals for information technology services. Our records indicate that on August 17, 2018, the Borough entered into a contract with ICE Services for a duration of two years, with an option to extend for one additional year. This contract was initially scheduled for the issuance of a new Request for Proposals (RFP) in August 2021. As we are now in 2025, we have surpassed both the contract term and the designated review date. I am in the process of drafting a new Request for Proposal (RFP). This is ICE Services' final year in providing services to the Borough.

Maintenance Connection: SERCC is assembling documents for the district's upcoming facilities site visit due to the Department of Education and Early Development. These documents include evidence of the facilities department's ability to maintain records for the CMMS program, an energy consumption plan, energy consumption data, a custodial program, training programs for both custodial and maintenance staff, asset inventory of each site, and the renewal and replacement schedules for those sites. On March 5, 2025, representatives from the Department of Education and Early Development's Building Management will conduct a site visit at Sand Point School. Due to budgetary constraints, Sand Point will be the sole institution included in this visit rotation.

DOWL is collaborating with LONG to finalize a contract for the replacement of the hot water heater, mixing valve, battery backup, and circulation pump at the Akutan school. Additionally, they are soliciting pricing for the annual maintenance of the HVAC system in Akutan.

Natural Resources Director Report in packet. Highlights below:

Alaska Board of Fisheries : I plan to attend the Statewide Shellfish meeting of the Board March 11-16 to monitor Board actions on crab and participate in discussions as needed. ADFG Staff comments on statewide shellfish proposals are posted. Staff are opposed to local proposals 285 & 286 on tanner crab management and neutral on proposal 294 to limit Dungeness crab vessel size limit for the Alaska Peninsula. This will be the last Board meeting this cycle. Two Board seats are expiring at the end of June, Vice-chair Tom Carpenter's seat and Stan Zuray's seat. The Mayor submitted a letter to the Governor in support of Tom Carpenter's reappointment and we are encouraging others to support Carpenter as well. Zuray is reportedly not seeking reappointment. I've attended several Fish & Game Advisory Committee meetings recently as the proposal deadline for 2025/2026 cycle proposals, April 10th, looms. In addition, we are completing a memo with information related to Pacific cod, as requested by Assembly Member Hoblet.

North Pacific Fishery Management Council : The April Council meeting will be a virtual only meeting via Zoom, in part because there is a possibility of a government shutdown later this month. The two final actions in April are agenda items C1 Area 4 vessel use caps, and C2 small sablefish release. The Council will also be developing the Programmatic EIS for all Council managed fisheries. Alternative 2 for the Programmatic would be 'a more adaptive ecosystem-based management'. Council staff held a lunch hour webinar discussing the programmatic on March 6th. Also on the April agenda: GOA tanner crab protections, and Survey Modernization. Angel

Drobnica's seat and Nicole Kimball's seat are due to expire this year. The Governor should have his nominees for appointment to the Secretary of Commerce by March 15.

Fishery Disaster Determinations: Governor Dunleavy submitted requests for disaster determinations for several 2024 Alaska_salmon fisheries including Alaska Peninsula Sockeye salmon and South Alaska Peninsula Pink_salmon. The Secretary of Commerce acknowledgement letter to this request was posted February_17. The FISHER Act supported by the Alaska Delegation was signed into law in January to speed_up the fishery disaster relief process. Of interest: Sandra Moller of Alaska DCCED noted at_SWAMC that Chignik has requested 5 fishery disaster determinations in the past 10 years and_NOAA approved 2 of these requests. Fishery Disaster Determinations can be found in the link in the packet.

Salmon:ADFG Commissioner Doug Vincent-Lang's February 27th opinion piece in ADN titled_'Here's what the state is doing to rebuild king salmon stocks in the Gulf of Alaska' spelled out_specific actions the State is taking to conserve GOA Chinook salmon. The emergency order for Chinook already came out for Kodiak and Chignik.

Fishery Analyst Report in packet. Highlights below:

Electronic Monitoring - GOA5/EFP: I have been working closely with Chordata to make modifications to the eLog based on fleet feedback_for how to make it easier to use the DFL and meet OLE/data review requirements. We anticipate having the eLog ready for the full fleet in B season

AFSC Cod Tagging Project:

- We have been fully focused on preparing for the upcoming charter which we anticipate will occur roughly from March 16th-April 2nd. Myself and the other two biologists will fly to Sand Point on the 15th. This is the final year of tagging and we have added a new station near Unimak Pass to hopefully target more fish coming directly through the pass. We are also shifting one CGOA station back to the WGOA to focus more on the resident vs. migratory component. We will also opportunistically sample any immatures encountered beyond the randomized samples we take, to build out the maturity curve for stock assessment.
- We met with Drs. Spies and Laurel to discuss potential conceptual life history models based on recent genetic results from juveniles and how spawning timing may suggest two waves of spawners. This may be one explanation for why there are some fish that leave/stay but no genetic differentiation.
- The NRD has been tasked with looking into how changes to cod management may fit in to the BOF and potential proposals for the upcoming meeting. I have been actively working with federal stock assessment authors who are looking into interim measures to address the BS-GOA management structure, but unfortunately this won't happen until stock assessment season which will happen after the BOF proposal deadline.
- There have been some last minute staffing changes for the winter charter and our NOAA scientist will not be joining. This is the first time a NOAA FTE has not been present, which does not conform with the ADFG aquatic research permit held by NOAA that we have been operating under to date. I have discussed the permit issue with NOAA, ADFG and AEB administration and moved forward with our own permit. We believe we will have this permit finalized prior to the cruise start.

Unimak Acoustic Telemetry Project: The two receivers that will go out with the PMEL survey have arrived at NOAA and we anticipate they_will be deployed this spring._We are awaiting to receive the 12 acoustic tags that we will tag on the winter charter to opportunistically_deploy.

Salmon Projects:I have been developing a proposal for a potential pilot project to satellite tag salmon during the June test_fishery. I will be presenting the proposal to the seine fleet during their upcoming March meeting and will_provide an overview to ADFG to gauge whether they will support a permit application._The NRD is working continuously with the fleet and other stakeholders to prepare for the upcoming_BOF proposal deadline as needed.

Miscellaneous: I am slowly uploading files to Laserfiche! I am currently reading through crab proposals and intend to be at the BOF statewide shellfish meeting next week.

ASSEMBLY COMMENTS

BRENDA commented that she had numerous calls asking when the staff in the Anchorage office was going to go back to working in the office.

Mayor Osterback said he does not have a problem if the staff are working from home as long as they are getting their job done. Administrator Bailey said she does not have any concerns about it and has not heard any complaints. If there are any issues, she'd be happy to hear them and talk about them.

TOM thanked Charlotte and the Borough for all the work being done.

PUBLIC COMMENTS

WARREN (King Cove Mayor) commented that with the King Cove shutting down and the City asking for help, he knows the Conflict of Interest will be brought up. He knows the administration does not want to touch the Permanent Fund. He said it is good to be refreshed of the financial obligations of the Borough, but their money is going out the window, and their own reserve is not going to hold any longer. Last year, they were lucky enough to get some money from the State of Alaska for some of their projects. He said sometimes people in the community have to wear different hats. There are only a few chosen people who want to take part in the government because it is vital to have someone who knows the different government agencies and how to work together to get things done. In order to get things done now, maybe with a little help for the City of King Cove, because King Cove was a big player in the Borough's finances back in the 80's. He mentioned that rumors are going around at the plant being looked at, and hopefully, it will be back and running in the next couple of years. And also, if we can't get the plant going, with the Borough on some assistance or strategy for the stabilization of a community in the short term. In the long run, it is going to hurt our local population. We have to take a look at the bigger picture.

Warren thanked Ernie and Charlotte for their work done but mentioned he did not vote for the pilot tagging because he's afraid of getting shot. It does not take one little issue to take the board or another user group to come against Area M.

Superintendent Mike Franklin thanked the administration and the Assembly. There is a lot of leadership and expertise in the Assembly and he appreciates everything the Assembly and administration do. He said there is a lot that they are dealing with and heavy issues, not just King Cove. In the school, they see and feel this heaviness, not just the dropping enrollment because of the result of economic challenges, but also in the spirit and lack of hope. He is here to advocate for schools because, historically, he has seen evidence that investing in schools is the most effective investment in our community. There is a practical payoff. We see reduced crime rates, economic opportunities, increased mental health, and physical health, so those are direct payoffs. Our economic industry in our region is uncertain, but an educated population is population prepared for whatever opportunities arrive. He always sees education as an investment in the future. He said AEBS currently employs about 50 people who live in our communities, spend money on our communities, volunteer as coaches, EMS, Salmon Derbies. Investing in our school is also investing in our community.

NEXT MEETING DATE: April 10, 2025 2:00 PM

ADJOURNMENT

Paul moved to adjourn the meeting. Hearing no more, the meeting adjourned at 5:23 PM

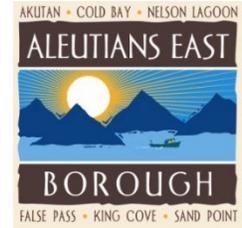
Mayor Alvin D. Osterback

Beverly Ann Rosete, Borough Clerk

Date: _____

FINANCIAL REPORT

To: Honorable Mayor Osterback and Borough Assembly
From: Jacki Brandell, Finance Director
Re: Report to the Assembly
Date: April 10, 2025



Audit – We are still waiting to hear back from the Army Corps, whose legal counsel is working to provide a definitive answer that establishes exact ownership details for the harbors in question. Unfortunately, we cannot proceed in one direction or the other without something in writing for BDO to take an official position on the matter for the capital asset schedule.

I have been working on preparations for the upcoming audit. Since the end of this year will be the first in the new accounting system, there will be additional testing. The conversion has required some modifications to existing year end workbooks. The biggest change was for the year end leave liabilities. Leave was previously accounted for by days, then converted to hours and the liability was calculated. Now we account for leave by hours, so the extra conversion from days to hours is not needed, however the workbook needed to be modified to eliminate unnecessary formulas.

Budget – The budget for the upcoming year preparations are also in full swing. I have been working on gathering information and compiling various spreadsheets as needed.

Routine tasks- As the end of March is a quarter end, the routine financial tasks are still in the works. In order to compile the quarterly reports accurately, some extra time is needed to ensure we record all grant data in the correct time period. The March financial data is mostly recorded with the exception of the last receivable figures, and the grant reconciliation entries.

Please let me know if you have any questions.

ALEUTIANS EAST BOROUGH
REVENUES WITH COMPARISON TO BUDGET
FOR THE 8 MONTHS ENDING FEBRUARY 28, 2025

GENERAL FUND

	PERIOD ACTUAL	YTD ACTUAL	BUDGET	UNEARNED	PCNT
<u>REVENUES</u>					
10-000-4000 AEB RAW FISH TAX	358,348.99	1,613,975.88	1,600,000.00	(13,975.88)	100.9
10-000-4010 STATE SHARED RAW FISH TAX	.00	1,147,755.02	1,750,000.00	602,244.98	65.6
10-000-4020 STATE SHARED FISHFMA2	.00	.00	100,000.00	100,000.00	.0
10-000-4030 STATE SHARED FISHFMA3	.00	.00	1,500.00	1,500.00	.0
10-000-4100 INTEREST REVENUE	110,060.14	1,028,923.79	500,000.00	(528,923.79)	205.8
10-000-4150 UNREALIZED GAINS/LOSS	18,179.92	69,536.91	.00	(69,536.91)	.0
10-000-4200 ANC OFFICE LEASE	5,984.47	47,758.41	.00	(47,758.41)	.0
10-000-4297 LATCF REVENUE ENHANCEMENT FUND	.00	1,550,000.00	1,550,000.00	.00	100.0
10-000-4350 STATE REVENUE OTHER	.00	358,736.08	316,645.00	(42,091.08)	113.3
10-000-4400 USFWS LANDS	.00	.00	15,000.00	15,000.00	.0
10-000-4450 PLO-95 PAYMNT IN LIEU OF TAXES	.00	.00	615,000.00	615,000.00	.0
10-000-4900 OTHER REVENUE	3,350.28	1,421,854.30	68,110.00	(1,353,744.30)	2087.6
TOTAL REVENUES	495,923.80	7,238,540.39	6,516,255.00	(722,285.39)	111.1
TOTAL FUND REVENUE	495,923.80	7,238,540.39	6,516,255.00	(722,285.39)	111.1

ALEUTIANS EAST BOROUGH
EXPENDITURES WITH COMPARISON TO BUDGET
FOR THE 8 MONTHS ENDING FEBRUARY 28, 2025

GENERAL FUND

	PERIOD ACTUAL	YTD ACTUAL	BUDGET	UNEXPENDED	PCNT
<u>MAYORS OFFICE</u>					
10-100-6000 SALARIES	7,191.98	62,057.41	93,498.00	31,440.59	66.4
10-100-6010 FRINGE BENEFITS	3,601.72	29,280.73	49,118.00	19,837.27	59.6
10-100-6025 AK LOBBIST	3,500.00	28,000.00	45,000.00	17,000.00	62.2
10-100-6030 FEDERAL LOBBIST	6,300.00	50,400.00	75,600.00	25,200.00	66.7
10-100-6035 DUES AND FEES	250.00	1,436.21	3,250.00	1,813.79	44.2
10-100-6040 TRAVEL AND PERDIEM	4,591.52	21,892.09	33,000.00	11,107.91	66.3
10-100-6045 SUPPLIES	.00	222.30	650.00	427.70	34.2
10-100-6060 TELEPHONE	16.19	220.01	1,200.00	979.99	18.3
TOTAL MAYORS OFFICE	25,451.41	193,508.75	301,316.00	107,807.25	64.2
<u>ASSEMBLY</u>					
10-125-6000 SALARIES	1,500.00	17,850.00	40,500.00	22,650.00	44.1
10-125-6010 FRINGE BENEFITS	13,615.95	113,110.73	183,700.00	70,589.27	61.6
10-125-6035 DUES AND FEES	330.00	1,530.00	5,000.00	3,470.00	30.6
10-125-6040 TRAVEL AND PERDIEM	1,577.99	25,054.45	75,000.00	49,945.55	33.4
10-125-6045 SUPPLIES	.00	327.99	750.00	422.01	43.7
TOTAL ASSEMBLY	17,023.94	157,873.17	304,950.00	147,076.83	51.8
<u>CLERKS DEPARMENT</u>					
10-150-6000 SALARIES	6,209.30	49,604.42	81,729.00	32,124.58	60.7
10-150-6010 FRINGE BENEFITS	2,620.66	20,843.80	34,650.00	13,806.20	60.2
10-150-6035 DUES AND FEES	101.99	325.06	3,000.00	2,674.94	10.8
10-150-6040 TRAVEL AND PERDIEM	.00	4,836.32	12,500.00	7,663.68	38.7
10-150-6045 SUPPLIES	370.73	1,149.92	2,000.00	850.08	57.5
10-150-6050 POSTAGE	.00	.00	1,000.00	1,000.00	.0
10-150-6060 TELEPHONE	872.41	6,920.44	12,000.00	5,079.56	57.7
10-150-6085 ELECTION	.00	5,948.44	8,500.00	2,551.56	70.0
TOTAL CLERKS DEPARMENT	10,175.09	89,628.40	155,379.00	65,750.60	57.7
<u>ADMINISTRATION</u>					
10-200-6000 SALARIES	15,882.22	145,119.81	216,398.00	71,278.19	67.1
10-200-6010 FRINGE BENEFITS	7,078.87	58,375.28	98,450.00	40,074.72	59.3
10-200-6015 CONTRACT LABOR	.00	18,750.00	60,000.00	41,250.00	31.3
10-200-6035 DUES AND FEES	1,522.10	7,392.28	10,000.00	2,607.72	73.9
10-200-6040 TRAVEL AND PERDIEM	1,978.79	4,215.93	15,000.00	10,784.07	28.1
10-200-6045 SUPPLIES	212.49	2,117.51	2,500.00	382.49	84.7
10-200-6050 POSTAGE	146.92	222.95	750.00	527.05	29.7
10-200-6060 TELEPHONE	71.08	2,144.43	6,750.00	4,605.57	31.8
10-200-8010 ENGINEERING	2,892.50	38,434.24	50,000.00	11,565.76	76.9
10-200-8090 ANCHORAGE OFFICE	5,484.09	55,679.40	.00	(55,679.40)	.0
TOTAL ADMINISTRATION	35,269.06	332,451.83	459,848.00	127,396.17	72.3

ALEUTIANS EAST BOROUGH
EXPENDITURES WITH COMPARISON TO BUDGET
FOR THE 8 MONTHS ENDING FEBRUARY 28, 2025

GENERAL FUND

	PERIOD ACTUAL	YTD ACTUAL	BUDGET	UNEXPENDED	PCNT
<u>ASSISTANT ADMINISTRATION</u>					
10-225-6000 SALARIES	7,673.40	63,333.90	99,755.00	36,421.10	63.5
10-225-6010 FRINGE BENEFITS	2,745.72	21,716.60	39,050.00	17,333.40	55.6
10-225-6035 DUES AND FEES	.00	422.31	950.00	527.69	44.5
10-225-6040 TRAVEL AND PERDIEM	.00	.00	8,000.00	8,000.00	.0
10-225-6045 SUPPLIES	1.25	81.83	200.00	118.17	40.9
10-225-6060 TELEPHONE	36.25	488.76	1,400.00	911.24	34.9
TOTAL ASSISTANT ADMINISTRATION	10,456.62	86,043.40	149,355.00	63,311.60	57.6
<u>FINANCE DEPARTMENT</u>					
10-250-6000 SALARIES	10,495.88	81,589.40	136,202.00	54,612.60	59.9
10-250-6010 FRINGE BENEFITS	5,076.20	40,617.99	69,300.00	28,682.01	58.6
10-250-6015 CONTRACT LABOR	.00	21,996.25	65,000.00	43,003.75	33.8
10-250-6035 DUES AND FEES	.00	674.99	2,500.00	1,825.01	27.0
10-250-6040 TRAVEL AND PERDIEM	.00	16,289.65	13,000.00	(3,289.65)	125.3
10-250-6045 SUPPLIES	50.21	1,861.97	7,000.00	5,138.03	26.6
10-250-6050 POSTAGE	10.10	25.10	750.00	724.90	3.4
10-250-6055 RENTAL/LEASE	750.00	6,000.00	9,000.00	3,000.00	66.7
10-250-6060 TELEPHONE	716.01	5,741.91	9,500.00	3,758.09	60.4
10-250-6095 AUDIT	.00	61,509.00	97,500.00	35,991.00	63.1
10-250-8000 EQUIPMENT	756.00	5,460.00	15,000.00	9,540.00	36.4
TOTAL FINANCE DEPARTMENT	17,854.40	241,766.26	424,752.00	182,985.74	56.9
<u>NATURAL RESOURCE</u>					
10-275-6000 SALARIES	16,578.46	125,446.87	212,000.00	86,553.13	59.2
10-275-6010 FRINGE BENEFITS	6,780.04	50,393.38	89,667.00	39,273.62	56.2
10-275-6015 CONTRACT LABOR	.00	95.00	20,000.00	19,905.00	.5
10-275-6035 DUES AND FEES	330.00	1,714.21	2,000.00	285.79	85.7
10-275-6040 TRAVEL AND PERDIEM	25.80	3,065.55	15,000.00	11,934.45	20.4
10-275-6045 SUPPLIES	2.50	351.63	2,000.00	1,648.37	17.6
10-275-6060 TELEPHONE	72.49	977.45	3,000.00	2,022.55	32.6
10-275-7030 BOF MEETINGS	.00	50.96	7,500.00	7,449.04	.7
10-275-7035 NPFMC MEETINGS	.00	18.30	7,500.00	7,481.70	.2
TOTAL NATURAL RESOURCE	23,789.29	182,113.35	358,667.00	176,553.65	50.8
<u>PUBLIC WORKS DEPARTMENT</u>					
10-300-6000 SALARIES	595.00	5,250.00	35,000.00	29,750.00	15.0
10-300-6010 FRINGE BENEFITS	51.47	454.13	17,847.00	17,392.87	2.5
10-300-6040 TRAVEL AND PERDIEM	.00	.00	6,000.00	6,000.00	.0
10-300-6045 SUPPLIES	529.98	1,797.19	4,000.00	2,202.81	44.9
TOTAL PUBLIC WORKS DEPARTMENT	1,176.45	7,501.32	62,847.00	55,345.68	11.9

ALEUTIANS EAST BOROUGH
EXPENDITURES WITH COMPARISON TO BUDGET
FOR THE 8 MONTHS ENDING FEBRUARY 28, 2025

GENERAL FUND

	PERIOD ACTUAL	YTD ACTUAL	BUDGET	UNEXPENDED	PCNT
<u>KCAP</u>					
10-325-6045 SUPPLIES	.00	.00	1,000.00	1,000.00	.0
10-325-8020 MAINTENANCE	.00	.00	110,000.00	110,000.00	.0
TOTAL KCAP	.00	.00	111,000.00	111,000.00	.0
<u>EDUCATION</u>					
10-350-7065 LOCAL SCHOOL CONTRIBUTION	.00	650,000.00	1,300,000.00	650,000.00	50.0
10-350-7070 SCHOOL SCHOLARSHIPS	.00	.00	35,000.00	35,000.00	.0
10-350-7075 STUDENT TRAVEL	.00	.00	20,000.00	20,000.00	.0
TOTAL EDUCATION	.00	650,000.00	1,355,000.00	705,000.00	48.0
<u>GENERAL GOVERNMENT</u>					
10-900-6020 LEGAL	6,347.50	29,363.50	80,000.00	50,636.50	36.7
10-900-6025 ADVERTISING	.00	2,340.98	8,250.00	5,909.02	28.4
10-900-6055 RENTAL/LEASE	5,130.81	40,945.88	61,571.00	20,625.12	66.5
10-900-6065 UTILITIES	653.32	10,839.83	40,000.00	29,160.17	27.1
10-900-6070 FUEL	4,283.32	33,188.83	31,000.00	(2,188.83)	107.1
10-900-6075 AEB VEHICLES	84.05	768.09	3,000.00	2,231.91	25.6
10-900-6080 WEB SERVICE	4,884.27	38,716.42	61,439.00	22,722.58	63.0
10-900-6090 PERS EXPENSE	.00	46,983.67	45,000.00	(1,983.67)	104.4
10-900-7005 MANAGEMENT FEES	2,189.95	12,037.26	22,216.00	10,178.74	54.2
10-900-7015 BANK FEES	621.59	751.85	4,000.00	3,248.15	18.8
10-900-7020 INSURANCE	.00	298,476.42	333,000.00	34,523.58	89.6
10-900-7040 REVENUE SHARING NELSON LAGOON	.00	15,789.00	15,789.00	.00	100.0
10-900-7045 MISC EXPENSE	6,437.30	43,303.01	18,000.00	(25,303.01)	240.6
10-900-7050 DONATIONS	.00	16,750.00	20,000.00	3,250.00	83.8
10-900-7055 CONTRIBUTION TO KSDP	.00	.00	10,000.00	10,000.00	.0
10-900-7060 CONTRIBUTION TO EATS	.00	75,000.00	150,000.00	75,000.00	50.0
10-900-8000 EQUIPMENT	.00	.00	22,500.00	22,500.00	.0
TOTAL GENERAL GOVERNMENT	30,632.11	665,254.74	925,765.00	260,510.26	71.9
TOTAL FUND EXPENDITURES	171,828.37	2,606,141.22	4,608,879.00	2,002,737.78	56.6
NET REVENUE OVER EXPENDITURES	324,095.43	4,632,399.17	1,907,376.00	(2,725,023.17)	242.9

ALEUTIANS EAST BOROUGH
EXPENDITURES WITH COMPARISON TO BUDGET
FOR THE 8 MONTHS ENDING FEBRUARY 28, 2025

GRANT PROGRAMS

	PERIOD ACTUAL	YTD ACTUAL	BUDGET	UNEXPENDED	PCNT
<u>REVENUES</u>					
20-000-4100 INTEREST REVENUE	9,699.36	106,571.07	.00	(106,571.07)	.0
20-000-4600 PRIVATE FUNDED PROJECTS/GRANTS	.00	.00	3,595,287.22	3,595,287.22	.0
20-000-4700 STATE FUNDED GRANT REV	.00	.00	5,120,802.13	5,120,802.13	.0
20-000-4800 FEDERALLY FUNDED GRANT REV	.00	2,222,151.73	9,984,357.57	7,762,205.84	22.3
20-000-4900 OTHER REVENUE	.00	137,862.18	2,636,498.00	2,498,635.82	5.2
TOTAL REVENUES	9,699.36	2,466,584.98	21,336,944.92	18,870,359.94	11.6
TOTAL FUND REVENUE	9,699.36	2,466,584.98	21,336,944.92	18,870,359.94	11.6

ALEUTIANS EAST BOROUGH
EXPENDITURES WITH COMPARISON TO BUDGET
FOR THE 8 MONTHS ENDING FEBRUARY 28, 2025

GRANT PROGRAMS

	PERIOD ACTUAL	YTD ACTUAL	BUDGET	UNEXPENDED	PCNT	
<u>TRIDENT CONTRIBUTION AKU AIRPO</u>						
20-601-8050	CAPITAL CONSTRUCTION	.00	.00	657,390.00	657,390.00	.0
	TOTAL TRIDENT CONTRIBUTION AKU AIRPO	.00	.00	657,390.00	657,390.00	.0
<u>AKUTAN CITY CONTRIBUTION HARB</u>						
20-602-8050	CAPITAL CONSTRUCTION	.00	.00	259,743.66	259,743.66	.0
	TOTAL AKUTAN CITY CONTRIBUTION HARB	.00	.00	259,743.66	259,743.66	.0
<u>HOVERCRAFT PROCEEDS AKUTAN</u>						
20-603-8085	TRANSPORTATION	.00	.00	2,500,000.00	2,500,000.00	.0
	TOTAL HOVERCRAFT PROCEEDS AKUTAN	.00	.00	2,500,000.00	2,500,000.00	.0
<u>HOVERCRAFT PROCEEDS KING COVE</u>						
20-604-8085	TRANSPORTATION	.00	.00	178,153.56	178,153.56	.0
	TOTAL HOVERCRAFT PROCEEDS KING COVE	.00	.00	178,153.56	178,153.56	.0
<u>DCCED KCAP</u>						
20-701-8010	ENGINEERING	.00	.00	75,591.00	75,591.00	.0
20-701-8050	CAPITAL CONSTRUCTION	.00	.00	843,439.12	843,439.12	.0
	TOTAL DCCED KCAP	.00	.00	919,030.12	919,030.12	.0
<u>DCCED AKUTAN HARBOR</u>						
20-702-8050	CAPITAL CONSTRUCTION	.00	.00	76,772.01	76,772.01	.0
	TOTAL DCCED AKUTAN HARBOR	.00	.00	76,772.01	76,772.01	.0
<u>DEED SDP SCHOOL</u>						
20-703-8015	DESIGN SERVICES	138,447.00	276,309.18	256,578.00	(19,731.18)	107.7
20-703-8030	PROJECT CONTINGENCY	.00	.00	513,985.00	513,985.00	.0
20-703-8045	CONSTRUCTION MANAGEMENT	.00	.00	102,797.00	102,797.00	.0
20-703-8050	CONSTRUCTION	.00	.00	5,139,848.00	5,139,848.00	.0
20-703-8070	ADMINISTRATIVE	.00	.00	466,109.00	466,109.00	.0
	TOTAL DEED SDP SCHOOL	138,447.00	276,309.18	6,479,317.00	6,203,007.82	4.3

ALEUTIANS EAST BOROUGH
EXPENDITURES WITH COMPARISON TO BUDGET
FOR THE 8 MONTHS ENDING FEBRUARY 28, 2025

GRANT PROGRAMS

	PERIOD ACTUAL	YTD ACTUAL	BUDGET	UNEXPENDED	PCNT	
<u>SAND POINT HARBOR FLOATS</u>						
20-704-8045	CONSTRUCTION MANAGEMENT	.00	.00	230,374.00	230,374.00	.0
20-704-8050	CONSTRUCTION	873,938.01	873,938.01	3,894,626.00	3,020,687.99	22.4
	TOTAL SAND POINT HARBOR FLOATS	873,938.01	873,938.01	4,125,000.00	3,251,061.99	21.2
<u>NFWF EM WGOA 5</u>						
20-801-6015	CONTRACT LABOR	10,000.00	157,855.10	285,590.51	127,735.41	55.3
	TOTAL NFWF EM WGOA 5	10,000.00	157,855.10	285,590.51	127,735.41	55.3
<u>PSMFC COD TAGGING</u>						
20-802-6000	SALARIES	.00	10,576.91	81,750.83	71,173.92	12.9
20-802-6010	FRINGE BENEFITS	.00	3,569.49	26,879.78	23,310.29	13.3
20-802-6015	CONTRACT LABOR	15,120.00	173,557.97	692,915.92	519,357.95	25.1
20-802-6040	TRAVEL AND PERDIEM	98.07	368.07	5,050.62	4,682.55	7.3
20-802-6045	SUPPLIES	1,721.13	60,853.45	115,974.81	55,121.36	52.5
20-802-8070	INDIRECT/ADMINISTRATION	.00	8,553.85	27,466.92	18,913.07	31.1
	TOTAL PSMFC COD TAGGING	16,939.20	257,479.74	950,038.88	692,559.14	27.1
<u>LATCF</u>						
20-803-8050	CAPITAL CONSTRUCTION	.00	1,644,465.04	1,644,465.04	.00	100.0
	TOTAL LATCF	.00	1,644,465.04	1,644,465.04	.00	100.0
<u>HRSA</u>						
20-804-8050	OTHER DIRECT COSTS	419,446.31	597,271.68	1,712,427.14	1,115,155.46	34.9
	TOTAL HRSA	419,446.31	597,271.68	1,712,427.14	1,115,155.46	34.9
<u>DPDPH HEALTHY EQUITABLE COM</u>						
20-805-8060	OTHER DIRECT COSTS	.00	14,984.00	26,836.00	11,852.00	55.8
	TOTAL DPDPH HEALTHY EQUITABLE COM	.00	14,984.00	26,836.00	11,852.00	55.8
<u>SAND POINT HARBOR FLOATS MARAD</u>						
20-806-8045	CONSTRUCTION MANAGEMENT	.00	.00	299,626.00	299,626.00	.0
20-806-8050	CONSTRUCTION	1,136,501.40	1,136,501.40	5,065,374.00	3,928,872.60	22.4
	TOTAL SAND POINT HARBOR FLOATS MARAD	1,136,501.40	1,136,501.40	5,365,000.00	4,228,498.60	21.2

ALEUTIANS EAST BOROUGH
 EXPENDITURES WITH COMPARISON TO BUDGET
 FOR THE 8 MONTHS ENDING FEBRUARY 28, 2025

GRANT PROGRAMS

	<u>PERIOD ACTUAL</u>	<u>YTD ACTUAL</u>	<u>BUDGET</u>	<u>UNEXPENDED</u>	<u>PCNT</u>
TOTAL FUND EXPENDITURES	2,595,271.92	4,958,804.15	25,179,763.92	20,220,959.77	19.7
NET REVENUE OVER EXPENDITURES	(2,585,572.56)	(2,492,219.17)	(3,842,819.00)	(1,350,599.83)	(64.9)

ALEUTIANS EAST BOROUGH
EXPENDITURES WITH COMPARISON TO BUDGET
FOR THE 8 MONTHS ENDING FEBRUARY 28, 2025

PERM FUND APPROPRIATIONS

	PERIOD ACTUAL	YTD ACTUAL	BUDGET	UNEXPENDED	PCNT
<u>PROJECT CONTINGENCY</u>					
21-501-8030	4,949.60	19,798.40	1,680,862.61	1,661,064.21	1.2
	4,949.60	19,798.40	1,680,862.61	1,661,064.21	1.2
<u>DEFERRED MAINTENANCE</u>					
21-502-8025	27,995.06	179,920.26	1,424,611.94	1,244,691.68	12.6
	27,995.06	179,920.26	1,424,611.94	1,244,691.68	12.6
<u>FISHERIES RESEARCH</u>					
21-503-8040	.00	18,405.00	383,967.44	365,562.44	4.8
	.00	18,405.00	383,967.44	365,562.44	4.8
<u>MARICULTURE</u>					
21-504-8065	.00	1,575.00	41,868.89	40,293.89	3.8
	.00	1,575.00	41,868.89	40,293.89	3.8
<u>SDP/AKU FLOATS</u>					
21-505-8050	.00	59,411.38	1,419,218.18	1,359,806.80	4.2
	.00	59,411.38	1,419,218.18	1,359,806.80	4.2
<u>FINANCIAL SOFTWARE</u>					
21-506-8000	.00	25,737.00	74,172.00	48,435.00	34.7
	.00	25,737.00	74,172.00	48,435.00	34.7
<u>COMMUNITY TRAVEL</u>					
21-507-6040	.00	.00	32,601.61	32,601.61	.0
	.00	.00	32,601.61	32,601.61	.0
<u>AKUTAN HARBOR</u>					
21-508-8050	.00	.00	46,998.99	46,998.99	.0
	.00	.00	46,998.99	46,998.99	.0

ALEUTIANS EAST BOROUGH
EXPENDITURES WITH COMPARISON TO BUDGET
FOR THE 8 MONTHS ENDING FEBRUARY 28, 2025

PERM FUND APPROPRIATIONS

	PERIOD ACTUAL	YTD ACTUAL	BUDGET	UNEXPENDED	PCNT
<u>COLD BAY CLINIC</u>					
21-509-8045	.00	197.90	1,932,555.57	1,932,357.67	.0
	.00	197.90	1,932,555.57	1,932,357.67	.0
<u>COLD BAY DOCK</u>					
21-510-8050	.00	.00	682,781.73	682,781.73	.0
	.00	.00	682,781.73	682,781.73	.0
<u>TERMINAL</u>					
21-511-8020	.00	.00	78,432.72	78,432.72	.0
	.00	.00	78,432.72	78,432.72	.0
<u>FALSE PASS HARBOR HOUSE</u>					
21-512-8050	.00	.00	5,527.92	5,527.92	.0
	.00	.00	5,527.92	5,527.92	.0
<u>SDP SCHOOL GRANT MATCH</u>					
21-513-8050	.00	.00	1,239,002.00	1,239,002.00	.0
	.00	.00	1,239,002.00	1,239,002.00	.0
<u>COMMUNITY BUDGET REQUESTS</u>					
21-599-9101	.00	.00	100,000.00	100,000.00	.0
21-599-9201	.00	.00	12,781.01	12,781.01	.0
21-599-9202	.00	.00	7,969.69	7,969.69	.0
21-599-9203	.00	.00	100,000.00	100,000.00	.0
21-599-9401	.00	.00	35,000.00	35,000.00	.0
	.00	.00	255,750.70	255,750.70	.0
	32,944.66	305,044.94	9,298,352.30	8,993,307.36	3.3
	(32,944.66)	(305,044.94)	(9,298,352.30)	(8,993,307.36)	(3.3)

ALEUTIANS EAST BOROUGH
 EXPENDITURES WITH COMPARISON TO BUDGET
 FOR THE 8 MONTHS ENDING FEBRUARY 28, 2025

ENTERPRISE TERMINAL

	PERIOD ACTUAL	YTD ACTUAL	BUDGET	UNEXPENDED	PCNT
<u>REVENUES</u>					
22-000-4050 COLD BAY TERMINAL LEASES	23,023.00	186,504.00	278,000.00	91,496.00	67.1
22-000-4060 COLD BAY TERMINAL OTHER	2,322.90	37,414.35	25,000.00	(12,414.35)	149.7
TOTAL REVENUES	25,345.90	223,918.35	303,000.00	79,081.65	73.9
TOTAL FUND REVENUE	25,345.90	223,918.35	303,000.00	79,081.65	73.9

ALEUTIANS EAST BOROUGH
EXPENDITURES WITH COMPARISON TO BUDGET
FOR THE 8 MONTHS ENDING FEBRUARY 28, 2025

ENTERPRISE TERMINAL

	PERIOD ACTUAL	YTD ACTUAL	BUDGET	UNEXPENDED	PCNT
<u>EXPENDITURES</u>					
22-000-6000 SALARIES	4,153.84	34,393.81	55,000.00	20,606.19	62.5
22-000-6010 FRINGE BENEFITS	359.32	2,975.17	5,000.00	2,024.83	59.5
22-000-6015 CONTRACT LABOR	975.00	1,608.75	6,000.00	4,391.25	26.8
22-000-6045 SUPPLIES	38.09	1,275.91	8,697.00	7,421.09	14.7
22-000-6060 TELEPHONE	187.33	1,633.64	2,500.00	866.36	65.4
22-000-6065 UTILITIES	8,915.69	64,933.05	91,500.00	26,566.95	71.0
22-000-6070 FUEL	4,403.56	24,859.92	33,250.00	8,390.08	74.8
22-000-6075 GAS	.00	.00	400.00	400.00	.0
22-000-8020 MAINTENANCE	.00	47,238.72	50,000.00	2,761.28	94.5
22-000-8080 LAND	.00	.00	7,803.00	7,803.00	.0
TOTAL EXPENDITURES	19,032.83	178,918.97	260,150.00	81,231.03	68.8
TOTAL FUND EXPENDITURES	19,032.83	178,918.97	260,150.00	81,231.03	68.8
NET REVENUE OVER EXPENDITURES	6,313.07	44,999.38	42,850.00	(2,149.38)	105.0

ALEUTIANS EAST BOROUGH
 EXPENDITURES WITH COMPARISON TO BUDGET
 FOR THE 8 MONTHS ENDING FEBRUARY 28, 2025

ENTERPRISE HELICOPTER

		<u>PERIOD ACTUAL</u>	<u>YTD ACTUAL</u>	<u>BUDGET</u>	<u>UNEXPENDED</u>	<u>PCNT</u>
<u>REVENUES</u>						
23-000-4040	HELICOPTER REVENUE	26,643.55	216,294.80	389,887.00	173,592.20	55.5
	TOTAL REVENUES	26,643.55	216,294.80	389,887.00	173,592.20	55.5
	TOTAL FUND REVENUE	26,643.55	216,294.80	389,887.00	173,592.20	55.5

ALEUTIANS EAST BOROUGH
EXPENDITURES WITH COMPARISON TO BUDGET
FOR THE 8 MONTHS ENDING FEBRUARY 28, 2025

ENTERPRISE HELICOPTER

	PERIOD ACTUAL	YTD ACTUAL	BUDGET	UNEXPENDED	PCNT
<u>EXPENDITURES</u>					
23-000-6000 SALARIES	1,826.00	14,626.00	50,000.00	35,374.00	29.3
23-000-6010 FRINGE BENEFITS	157.95	1,263.67	7,000.00	5,736.33	18.1
23-000-6016 CONTRACT LABOR	91,506.50	732,052.00	1,111,628.00	379,576.00	65.9
23-000-6046 SUPPLIES	.00	51,842.53	30,000.00	(21,842.53)	172.8
23-000-6061 TELEPHONE	36.18	193.50	444.00	250.50	43.6
23-000-6065 UTILITIES	.00	.00	9,000.00	9,000.00	.0
23-000-6071 FUEL	.00	70,192.49	75,000.00	4,807.51	93.6
23-000-6075 AEB VEHICLES	.00	1,137.12	11,000.00	9,862.88	10.3
TOTAL EXPENDITURES	93,526.63	871,307.31	1,294,072.00	422,764.69	67.3
TOTAL FUND EXPENDITURES	93,526.63	871,307.31	1,294,072.00	422,764.69	67.3
NET REVENUE OVER EXPENDITURES	(66,883.08)	(655,012.51)	(904,185.00)	(249,172.49)	(72.4)

ALEUTIANS EAST BOROUGH
 EXPENDITURES WITH COMPARISON TO BUDGET
 FOR THE 8 MONTHS ENDING FEBRUARY 28, 2025

BOND CONSTRUCTION

	PERIOD ACTUAL	YTD ACTUAL	BUDGET	UNEXPENDED	PCNT
<u>REVENUES</u>					
24-000-4100 INTEREST REVENUE	13,330.61	114,046.25	.00	(114,046.25)	.0
24-000-4150 UNREALIZED GAINS/LOSS	351.28	8,430.69	.00	(8,430.69)	.0
24-000-4900 OTHER REVENUE	.00	3,421.74	.00	(3,421.74)	.0
TOTAL REVENUES	13,681.89	125,898.68	.00	(125,898.68)	.0
TOTAL FUND REVENUE	13,681.89	125,898.68	.00	(125,898.68)	.0

ALEUTIANS EAST BOROUGH
EXPENDITURES WITH COMPARISON TO BUDGET
FOR THE 8 MONTHS ENDING FEBRUARY 28, 2025

BOND CONSTRUCTION

	PERIOD ACTUAL	YTD ACTUAL	BUDGET	UNEXPENDED	PCNT
<u>AKUTAN AIRPORT BOND FUNDS</u>					
24-401-8050 CAPITAL CONSTRUCTION	.00	.00	678,088.90	678,088.90	.0
TOTAL AKUTAN AIRPORT BOND FUNDS	.00	.00	678,088.90	678,088.90	.0
<u>STATE MATCH FUNDS</u>					
24-402-8050 CAPITAL CONSTRUCTION	.00	.00	574,148.90	574,148.90	.0
TOTAL STATE MATCH FUNDS	.00	.00	574,148.90	574,148.90	.0
<u>GENERAL GOVERNMENT</u>					
24-900-7005 MANAGEMENT FEES	513.62	3,562.73	5,954.00	2,391.27	59.8
TOTAL GENERAL GOVERNMENT	513.62	3,562.73	5,954.00	2,391.27	59.8
TOTAL FUND EXPENDITURES	513.62	3,562.73	1,258,191.80	1,254,629.07	.3
NET REVENUE OVER EXPENDITURES	13,168.27	122,335.95	(1,258,191.80)	(1,380,527.75)	9.7

ALEUTIANS EAST BOROUGH
 EXPENDITURES WITH COMPARISON TO BUDGET
 FOR THE 8 MONTHS ENDING FEBRUARY 28, 2025

BOND FUND

	PERIOD ACTUAL	YTD ACTUAL	BUDGET	UNEXPENDED	PCNT
<u>REVENUES</u>					
30-000-4300 STATE BOND REBATE SCHOOL	.00	630,591.00	702,907.00	72,316.00	89.7
30-000-4325 STATE BOND REBATE HARBOR	357,983.00	357,983.00	357,983.00	.00	100.0
TOTAL REVENUES	357,983.00	988,574.00	1,060,890.00	72,316.00	93.2
TOTAL FUND REVENUE	357,983.00	988,574.00	1,060,890.00	72,316.00	93.2

ALEUTIANS EAST BOROUGH
EXPENDITURES WITH COMPARISON TO BUDGET
FOR THE 8 MONTHS ENDING FEBRUARY 28, 2025

BOND FUND

		PERIOD ACTUAL	YTD ACTUAL	BUDGET	UNEXPENDED	PCNT
<u>GENERAL GOVERNMENT</u>						
30-900-6100	BOND INTEREST PAYMENT	.00	260,946.85	476,149.00	215,202.15	54.8
30-900-6200	BOND PRINCIPAL PAYMENT	.00	2,075,000.00	2,075,000.00	.00	100.0
	TOTAL GENERAL GOVERNMENT	.00	2,335,946.85	2,551,149.00	215,202.15	91.6
	TOTAL FUND EXPENDITURES	.00	2,335,946.85	2,551,149.00	215,202.15	91.6
	NET REVENUE OVER EXPENDITURES	357,983.00	(1,347,372.85)	(1,490,259.00)	(142,886.15)	(90.4)

ALEUTIANS EAST BOROUGH
 EXPENDITURES WITH COMPARISON TO BUDGET
 FOR THE 8 MONTHS ENDING FEBRUARY 28, 2025

PERMANENT FUND

	PERIOD ACTUAL	YTD ACTUAL	BUDGET	UNEXPENDED	PCNT
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REVENUES

40-000-4100 INTEREST REVENUE	78,548.92	2,050,148.54	.00	(2,050,148.54)	.0
40-000-4150 UNREALIZED GAINS/LOSS	(135,000.24)	1,094,022.82	.00	(1,094,022.82)	.0
TOTAL REVENUES	(56,451.32)	3,144,171.36	.00	(3,144,171.36)	.0
TOTAL FUND REVENUE	(56,451.32)	3,144,171.36	.00	(3,144,171.36)	.0

ALEUTIANS EAST BOROUGH
 EXPENDITURES WITH COMPARISON TO BUDGET
 FOR THE 8 MONTHS ENDING FEBRUARY 28, 2025

PERMANENT FUND

	PERIOD ACTUAL	YTD ACTUAL	BUDGET	UNEXPENDED	PCNT
<u>GENERAL GOVERNMENT</u>					
40-900-7005 MANAGEMENT FEES	6,591.21	45,410.47	73,889.00	28,478.53	61.5
TOTAL GENERAL GOVERNMENT	6,591.21	45,410.47	73,889.00	28,478.53	61.5
TOTAL FUND EXPENDITURES	6,591.21	45,410.47	73,889.00	28,478.53	61.5
NET REVENUE OVER EXPENDITURES	(63,042.53)	3,098,760.89	(73,889.00)	(3,172,649.89)	4193.8

ALEUTIANS EAST BOROUGH
 EXPENDITURES WITH COMPARISON TO BUDGET
 FOR THE 8 MONTHS ENDING FEBRUARY 28, 2025

MAINTENANCE RESERVE FUND

		PERIOD ACTUAL	YTD ACTUAL	BUDGET	UNEXPENDED	PCNT
<u>REVENUES</u>						
41-000-4100	INTEREST REVENUE	601.35	5,373.54	.00	(5,373.54)	.0
	TOTAL REVENUES	601.35	5,373.54	.00	(5,373.54)	.0
	TOTAL FUND REVENUE	601.35	5,373.54	.00	(5,373.54)	.0

ALEUTIANS EAST BOROUGH
 EXPENDITURES WITH COMPARISON TO BUDGET
 FOR THE 8 MONTHS ENDING FEBRUARY 28, 2025

MAINTENANCE RESERVE FUND

	PERIOD ACTUAL	YTD ACTUAL	BUDGET	UNEXPENDED	PCNT
<u>GENERAL GOVERNMENT</u>					
41-900-8020 MAINTENANCE	.00	4,839.47	100,000.00	95,160.53	4.8
TOTAL GENERAL GOVERNMENT	.00	4,839.47	100,000.00	95,160.53	4.8
TOTAL FUND EXPENDITURES	.00	4,839.47	100,000.00	95,160.53	4.8
NET REVENUE OVER EXPENDITURES	601.35	534.07	(100,000.00)	(100,534.07)	.5

INVESTMENT REPORT



ALASKA PERMANENT CAPITAL MANAGEMENT

Registered Investment Adviser

AEB SERIES E Investment Report

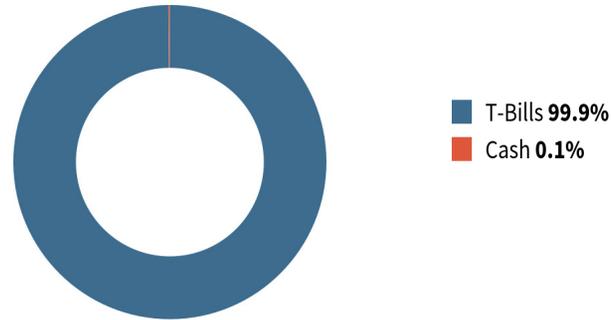
February 2025

Portfolio Overview

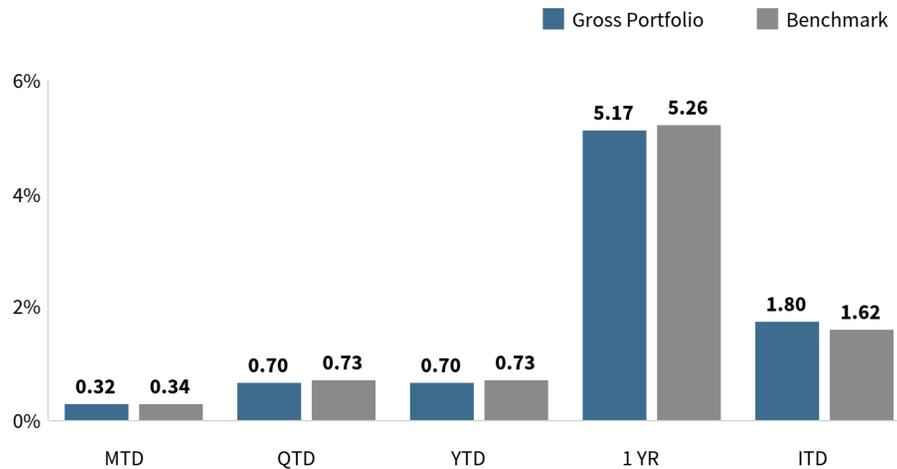
BEGINNING VALUE + ACCRUED	\$2,934,069
TRANSFERS IN/OUT	\$0
REALIZED GAINS	\$0
CHANGE IN MARKET VALUE	-\$331
INTEREST INCOME	\$9,858
ENDING VALUE + ACCRUED	\$2,943,595



Portfolio Composition



Investment Performance

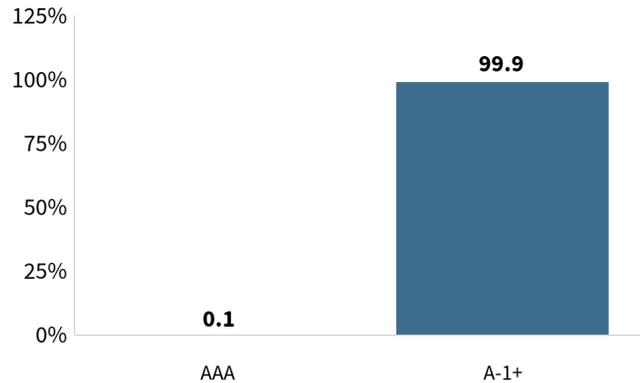


Performance is annualized for periods greater than one year. Inception to date performance begins October 01, 2003. Past performance is not indicative of future results.

Risk Management

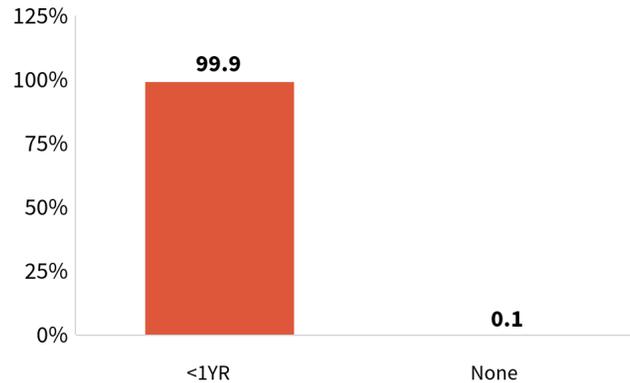


Credit Rating Exposure



Source: Clearwater Composite Rating

Duration Exposure (Years)



Sector Exposure

	%MV
T-Bills	99.86%
Cash	0.14%

Top 10 Issuer Concentration

	%MV
Government of The United States	99.86%
(3140000V3) Federated Government Obligations Tax-Managed Fund	0.14%

This is a list of the Top 10 Issuer Concentration, but these are not the only issuer concentrations. A full list is available upon request.

MARKET VALUE
\$2,943,595

BOOK VALUE
\$2,942,766

UNREALIZED GAIN/LOSS
\$829

YIELD TO MATURITY
4.02%

COUPON RATE
0.00%

DURATION
0.25

WAL
0.25

MOODY'S RATING
Aaa

Disclosures



S&P 500 Total Return Index

The S&P 500® Index is the Standard & Poor's Composite Index and is widely regarded as a single gauge of large cap U.S. equities. It is market cap weighted and includes 500 leading companies, capturing approximately 80% coverage of available market capitalization.

S&P MidCap 400 Total Return Index

The S&P MidCap 400 Index, more commonly known as the S&P 400, is a stock market index from S&P Dow Jones Indices. The index serves as a barometer for the U.S. mid-cap equities sector and is the most widely followed mid-cap index.

S&P Small Cap 600 Total Return Index

The S&P SmallCap 600® seeks to measure the small-cap segment of the U.S. equity market. The index is designed to track companies that meet specific inclusion criteria to ensure that they are liquid and financially viable.

MSCI EAFE Net Total Return USD Index

The MSCI EAFE Index (Europe, Australasia, Far East) is a free float-adjusted market capitalization-weighted index that is designed to measure the equity market performance of developed markets, excluding the United States and Canada. The MSCI EAFE Index consists of the following 21 developed market countries: Australia, Austria, Belgium, Denmark, Finland, France, Germany, Hong Kong, Ireland, Israel, Italy, Japan, the Netherlands, New Zealand, Norway, Portugal, Singapore, Spain, Sweden, Switzerland and the United Kingdom.

MSCI Emerging Net Total Return USD Index

The MSCI Emerging Markets Index is a free float-adjusted market capitalization-weighted index that is designed to measure equity market performance of emerging markets. The MSCI Emerging Markets Index consists of the following 26 emerging market country indices: Argentina, Brazil, Chile, China, Colombia, Czech Republic, Egypt, Greece, Hungary, India, Indonesia, Korea, Malaysia, Mexico, Peru, Philippines, Poland, Qatar, Russia, Saudi Arabia, South Africa, Taiwan, Thailand, Turkey and United Arab Emirates.

STOXX Global Broad Infrastructure Index Net Return USD

The STOXX Global Broad Infrastructure Index is derived from the STOXX. Developed and Emerging Markets Total Market Index (TMI) and offers a diversified representation of companies that generate more than 50% of their revenue from selected infrastructure sectors. STOXX partnered with Revere Data, which defines 17 subsectors for the infrastructure industry. These 17 subsectors are rolled into five supersectors - Communications, Energy, Government Outsourcing/Social, Transportation and Utilities.

S&P USA REIT USD Total Return Index

The S&P United States REIT Index defines and measures the investable universe of publicly traded real estate investment trusts domiciled in the United States.

Bloomberg Commodity Index Total Return

The Bloomberg Commodity Index provides broad-based exposure to commodities, and no single commodity or commodity sector dominates the index. Rather than being driven by micro-economic events affecting one commodity market or sector, the diversified commodity exposure of the index potentially reduces volatility in comparison with non-diversified commodity investments.

Wilshire Liquid Alternative Total Return Index

The Wilshire Liquid Alternative IndexSM measures the collective performance of the five Wilshire Liquid Alternative strategies that make up the Wilshire Liquid Alternative Universe. Created in 2014, with a set of time series of data beginning on December 31, 1999, the Wilshire Liquid Alternative Index (WLIQA) is designed to provide a broad measure of the liquid alternative market by combining the performance of the Wilshire Liquid Alternative Equity Hedge Index (WLIQAEH), Wilshire Liquid Alternative Global Macro Index (WLIQAGM), Wilshire Liquid Alternative Relative Value Index (WLIQARV), Wilshire Liquid Alternative Multi-Strategy Index (WLIQAMS), and Wilshire Liquid Alternative Event Driven Index (WLIQAED).

Bloomberg US Agg Total Return Value Unhedged USD

The Bloomberg U.S. Aggregate Index measures the performance of investment grade, U.S. dollar-denominated, fixed-rate taxable bond market, including Treasuries, government-related and corporate securities, MBS (agency fixed-rate and hybrid ARM pass-throughs), ABS, and CMBS. It rolls up into other flagship indices, such as the multi-currency Global Aggregate Index and the U.S. Universal Index, which includes high yield and emerging markets debt.

Bloomberg VLI: High Yield Total Return Index Value Unhedged USD

The Bloomberg VLI: High Yield Total Return Index is a component of the US Corp High Yield Index that is designed to track a more liquid component of the USD-denominated, high yield, fixed-rate corporate bond market.

Bloomberg GLA xUSD Float Adj RIC Capped Index TR Index Value Hedged USD

The Bloomberg Barclays Global Aggregate ex-USD Float-Adjusted RIC Capped Index is a customized subset of the Global Aggregate Index that meets the same diversification guidelines that a fund must pass to qualify as a regulated investment company (RIC). This multi-currency benchmark includes fixed-rate treasury, government-related, corporate and securitized bonds from developed and emerging markets issuers while excluding USD denominated debt. The Global Aggregate ex-USD Float Adjusted RIC Capped Index is largely comprised of two major regional aggregate components: the Pan-European Aggregate and the Asian-Pacific Aggregate Index.

FTSE 3 Month Treas Bill Local Currency

The FTSE 3 Month US T Bill Index Series is intended to track the daily performance of 3 month US Treasury bills. The indices are designed to operate as a reference rate for a series of funds.

Disclosures



Bloomberg Muni 1-15 Year Blend (1-17) Total Return Index Value

The Bloomberg Municipal 1-15 Year Index measures the performance of USD-denominated long-term, tax-exempt bond market with maturities of 1-15 years, including state and local general obligation bonds, revenue bonds, insured bonds, and prerefunded bonds.

Bloomberg Intermediate US Govt/Credit TR Index Value Unhedged

The Bloomberg U.S. Government Intermediate Index measures the performance of the U.S. Treasury and U.S. agency debentures with maturities of 1-10 years. It is a component of the U.S. Government/Credit Index and the U.S. Aggregate Index.

Bloomberg 1-5 Yr Gov/Credit Total Return Index Value Unhedged

The Bloomberg US 1-5 year Government/Credit Float-Adjusted Bond Index is a float-adjusted version of the US 1-5 year Government/Credit Index, which tracks the market for investment grade, US dollar-denominated, fixed-rate treasuries, government-related and corporate securities.

FTSE High Dividend Yield Total Return Index

The FTSE High Dividend Yield Index is designed to represent the performance of companies with relatively high forecast dividend yields

WisdomTree U.S. MidCap Dividend Index Total Return

The WisdomTree U.S. MidCap Dividend Index is a fundamentally weighted index that measures the performance of the mid-capitalization segment of the US dividend-paying market. The Index is comprised of the companies that compose the top 75% of the market capitalization of the WisdomTree U.S. Dividend Index after the 300 largest companies have been removed. The index is dividend weighted annually to reflect the proportionate share of the aggregate cash dividends each component company is projected to pay in the coming year, based on the most recently declared dividend per share.

WisdomTree U.S. SmallCap Dividend Index Total Return

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Bloomberg U.S. Long Government/Credit Unhedged USD

The Bloomberg U.S. Government Credit Long Index measures the performance of the non-securitized component of the U.S. Aggregate Index with maturities of 10 years and greater, including Treasuries, government-related issues, and corporates. It is a subset of the U.S. Aggregate Index.

Bloomberg Intermediate US Govt/Credit TR Index Value Unhedged

The Bloomberg U.S. Government Credit Intermediate Index measures the performance of the non-securitized component of the U.S. Aggregate Index with maturities of 1-10 years, including Treasuries, government-related issues, and corporates. It is a subset of the U.S. Aggregate Index.

Bloomberg Municipal Bond 5 Year (4-6) Total Return Index Unhedged USD

An index designed to measure the performance of tax-exempt U.S. investment grade municipal bonds with remaining maturities between four and six years. Index returns assume reinvestment of distributions, but do not reflect any applicable sales charges or management fees.

MSCI ACWI IMI Net Total Return USD Index

The MSCI ACWI Investable Market Index (IMI) captures large, mid and small cap representation across 23 Developed Markets (DM) and 24 Emerging Markets (EM) countries. The MSCI AXWI IMI includes the following 23 developed market countries : Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Hong Kong, Ireland, Israel, Italy, Japan, Netherlands, New Zealand, Norway, Portugal, Singapore, Spain, Sweden, Switzerland, United Kingdom, and United States. The MSCI AXWI IMI includes the following 24 emerging market countries: : Brazil, Chile, China, Colombia, Czech Republic, Egypt, Greece, Hungary, India, Indonesia, Korea, Kuwait, Malaysia, Mexico, Peru, Philippines, Poland, Qatar, Saudi Arabia, South Africa, Taiwan, Thailand, Turkey and United Arab Emirates.

Bloomberg 1-3 Yr Gov Total Return Index Value Unhedged USD

The Bloomberg U.S. Government/Credit 1-3 Year Index is an unmanaged index considered representative of performance of short-term U.S. corporate bonds and U.S. government bonds with maturities from one to three years.

Bloomberg 1-5 Yr Gov TR Index

Bloomberg Barclays Municipal 1-5 Yr TR USD includes all medium and larger issues of U.S. government, investment-grade corporate, and investment-grade international dollar-denominated bonds that have maturities of between 1 and 5 years and are publicly issued.

ICE BofA US 3-Month Treasury Bill Index

The ICE BofA 3 Month U.S. Treasury Index measures the performance of a single issue of outstanding treasury bill which matures closest to, but not beyond, three months from the rebalancing date. The issue is purchased at the beginning of the month and held for a full month; at the end of the month that issue is sold and rolled into a newly selected issue.

Bloomberg US Treasury TIPS 0-5 Years Total Return Index Unhedged USD

Bloomberg US Treasury Inflation-Protected Securities (TIPS) 0-5 Year Index is a market value-weighted index that measures the performance of inflation-protected securities issued by the US Treasury that have a remaining average life between 0 and 5 years.

Bloomberg U.S. Treasury Bellwethers: 1 Yr

The Bloomberg U.S. Treasury Bellwethers 1 Yr. Index is an unmanaged index representing the on-the-run (most recently auctioned) U.S. Treasury bond with 1 years' maturity.



APCM

Client Relationship Manager

Blake Phillips, CFA®

blake@apcm.net

Portfolio Manager

Paul Hanson, CFA®

Chartered Financial Analyst® (CFA®) are licensed by the CFA® Institute to use the CFA® mark. CFA® certification requirements: Hold a bachelor's degree from an accredited institution or have equivalent education or work experience, successful completion of all three exam levels of the CFA® Program, have 48 months of acceptable professional work experience in the investment decision-making process, fulfill society requirements, which vary by society. Unless you are upgrading from affiliate membership, all societies require two sponsor statements as part of each application; these are submitted online by your sponsors.



ALASKA PERMANENT CAPITAL MANAGEMENT

Registered Investment Adviser

AEB 2010 SERIES B BOND/AKUTAN Investment Report

February 2025

Portfolio Overview

BEGINNING VALUE + ACCRUED **\$806,548**

TRANSFERS IN/OUT **-\$154**

REALIZED GAINS **\$0**

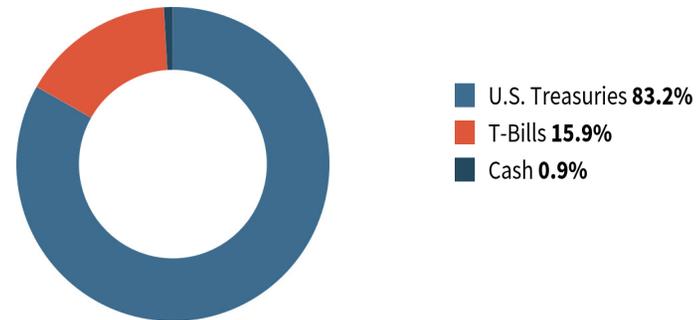
CHANGE IN MARKET VALUE **\$1,703**

INTEREST INCOME **\$2,698**

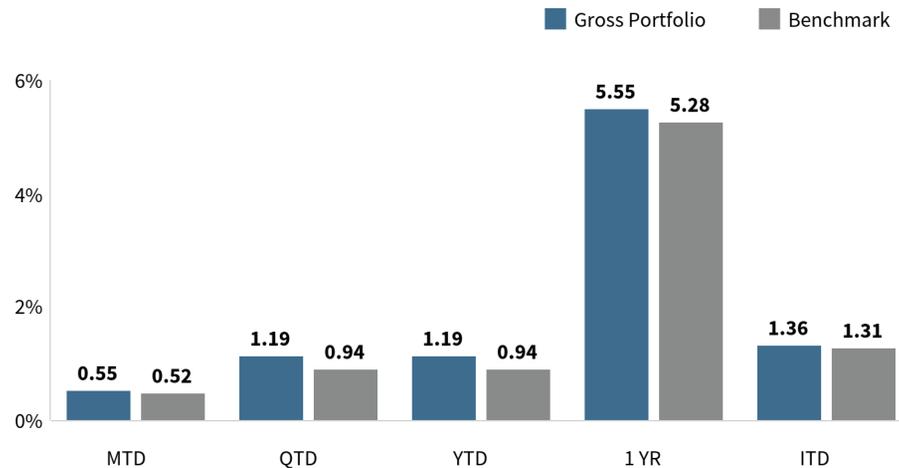
ENDING VALUE + ACCRUED **\$810,795**



Portfolio Composition



Investment Performance

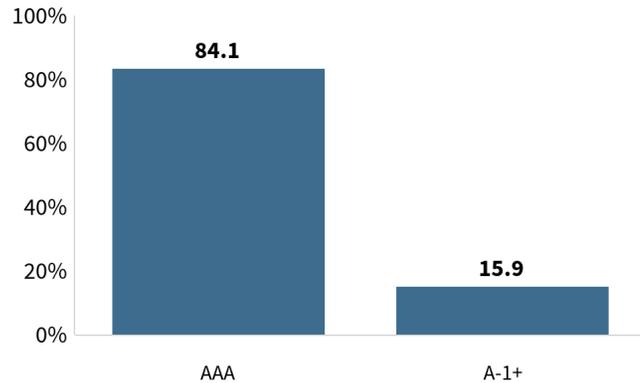


Performance is annualized for periods greater than one year. Inception to date performance begins September 01, 2011
 Past performance is not indicative of future results.

Risk Management

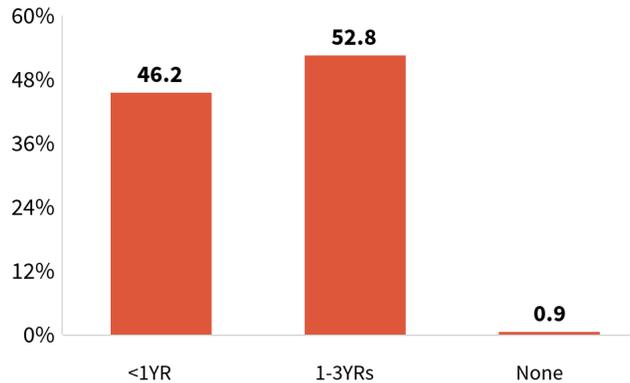


Credit Rating Exposure



Source: Clearwater Composite Rating

Duration Exposure (Years)



Sector Exposure

Sector	%MV
U.S. Treasuries	83.21%
T-Bills	15.87%
Cash	0.92%

Top 10 Issuer Concentration

Issuer	%MV
Government of The United States	99.08%
(3140000V3) Federated Government Obligations Tax-Managed Fund	0.92%

This is a list of the Top 10 Issuer Concentration, but these are not the only issuer concentrations. A full list is available upon request.

MARKET VALUE	\$807,022
BOOK VALUE	\$804,606
UNREALIZED GAIN/LOSS	\$2,417
YIELD TO MATURITY	4.12%
COUPON RATE	2.69%
DURATION	1.03
WAL	1.39
MOODY'S RATING	Aaa

Disclosures



S&P 500 Total Return Index

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Bloomberg VLI: High Yield Total Return Index Value Unhedged USD

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Bloomberg GLA xUSD Float Adj RIC Capped Index TR Index Value Hedged USD

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FTSE 3 Month Treas Bill Local Currency

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Disclosures



Bloomberg Muni 1-15 Year Blend (1-17) Total Return Index Value

The Bloomberg Municipal 1-15 Year Index measures the performance of USD-denominated long-term, tax-exempt bond market with maturities of 1-15 years, including state and local general obligation bonds, revenue bonds, insured bonds, and prerefunded bonds.

Bloomberg Intermediate US Govt/Credit TR Index Value Unhedged

The Bloomberg U.S. Government Intermediate Index measures the performance of the U.S. Treasury and U.S. agency debentures with maturities of 1-10 years. It is a component of the U.S. Government/Credit Index and the U.S. Aggregate Index.

Bloomberg 1-5 Yr Gov/Credit Total Return Index Value Unhedge

The Bloomberg US 1-5 year Government/Credit Float-Adjusted Bond Index is a float-adjusted version of the US 1-5 year Government/Credit Index, which tracks the market for investment grade, US dollar-denominated, fixed-rate treasuries, government-related and corporate securities.

FTSE High Dividend Yield Total Return Index

The FTSE High Dividend Yield Index is designed to represent the performance of companies with relatively high forecast dividend yields

WisdomTree U.S. MidCap Dividend Index Total Return

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Bloomberg U.S. Long Government/Credit Unhedged USD

The Bloomberg U.S. Government Credit Long Index measures the performance of the non-securitized component of the U.S. Aggregate Index with maturities of 10 years and greater, including Treasuries, government-related issues, and corporates. It is a subset of the U.S. Aggregate Index.

Bloomberg Intermediate US Govt/Credit TR Index Value Unhedged

The Bloomberg U.S. Government Credit Intermediate Index measures the performance of the non-securitized component of the U.S. Aggregate Index with maturities of 1-10 years, including Treasuries, government-related issues, and corporates. It is a subset of the U.S. Aggregate Index.

Bloomberg Municipal Bond 5 Year (4-6) Total Return Index Unhedged USD

An index designed to measure the performance of tax-exempt U.S. investment grade municipal bonds with remaining maturities between four and six years. Index returns assume reinvestment of distributions, but do not reflect any applicable sales charges or management fees.

MSCI ACWI IMI Net Total Return USD Index

The MSCI ACWI Investable Market Index (IMI) captures large, mid and small cap representation across 23 Developed Markets (DM) and 24 Emerging Markets (EM) countries. The MSCI AXWI IMI includes the following 23 developed market countries : Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Hong Kong, Ireland, Israel, Italy, Japan, Netherlands, New Zealand, Norway, Portugal, Singapore, Spain, Sweden, Switzerland, United Kingdom, and United States. The MSCI AXWI IMI includes the following 24 emerging market countries: : Brazil, Chile, China, Colombia, Czech Republic, Egypt, Greece, Hungary, India, Indonesia, Korea, Kuwait, Malaysia, Mexico, Peru, Philippines, Poland, Qatar, Saudi Arabia, South Africa, Taiwan, Thailand, Turkey and United Arab Emirates.

Bloomberg 1-3 Yr Gov Total Return Index Value Unhedged USD

The Bloomberg U.S. Government/Credit 1-3 Year Index is an unmanaged index considered representative of performance of short-term U.S. corporate bonds and U.S. government bonds with maturities from one to three years.

Bloomberg 1-5 Yr Gov TR Index

Bloomberg Barclays Municipal 1-5 Yr TR USD includes all medium and larger issues of U.S. government, investment-grade corporate, and investment-grade international dollar-denominated bonds that have maturities of between 1 and 5 years and are publicly issued.

ICE BofA US 3-Month Treasury Bill Index

The ICE BofA 3 Month U.S. Treasury Index measures the performance of a single issue of outstanding treasury bill which matures closest to, but not beyond, three months from the rebalancing date. The issue is purchased at the beginning of the month and held for a full month; at the end of the month that issue is sold and rolled into a newly selected issue.

Bloomberg US Treasury TIPS 0-5 Years Total Return Index Unhedged USD

Bloomberg US Treasury Inflation-Protected Securities (TIPS) 0-5 Year Index is a market value-weighted index that measures the performance of inflation-protected securities issued by the US Treasury that have a remaining average life between 0 and 5 years.

Bloomberg U.S. Treasury Bellwethers: 1 Yr

The Bloomberg U.S. Treasury Bellwethers 1 Yr. Index is an unmanaged index representing the on-the-run (most recently auctioned) U.S. Treasury bond with 1 years' maturity.



APCM

Client Relationship Manager

Blake Phillips, CFA®

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ALASKA PERMANENT CAPITAL MANAGEMENT

Registered Investment Adviser

AEB OPERATING RESERVE FUND Investment Report

February 2025

Portfolio Overview

BEGINNING VALUE + ACCRUED **\$10,262,328**

TRANSFERS IN/OUT **-\$556**

REALIZED GAINS **\$254**

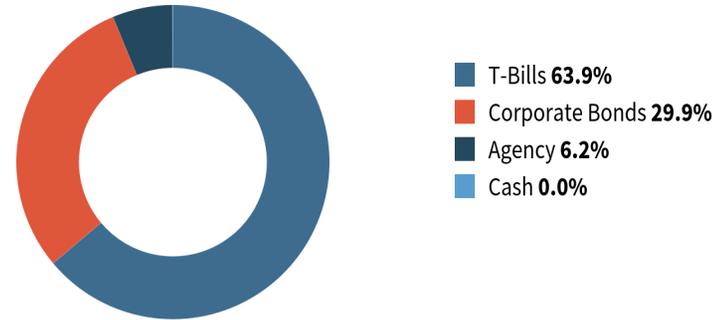
CHANGE IN MARKET VALUE **-\$1,813**

INTEREST INCOME **\$36,015**

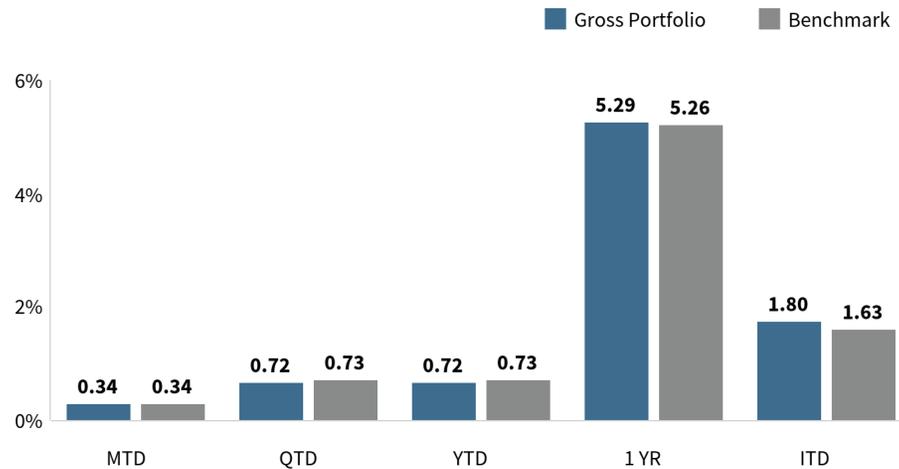
ENDING VALUE + ACCRUED **\$10,296,229**



Portfolio Composition



Investment Performance

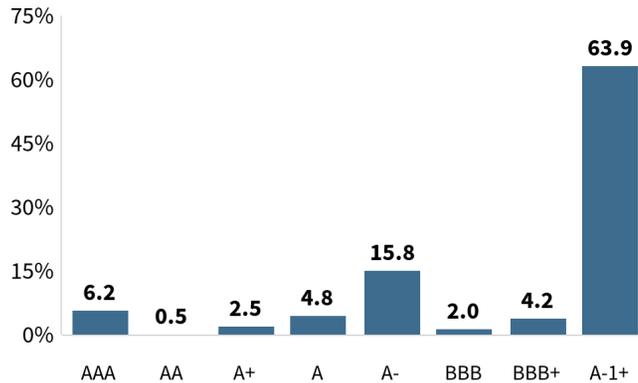


Performance is annualized for periods greater than one year. Inception to date performance begins August 01, 2001. Past performance is not indicative of future results.

Risk Management

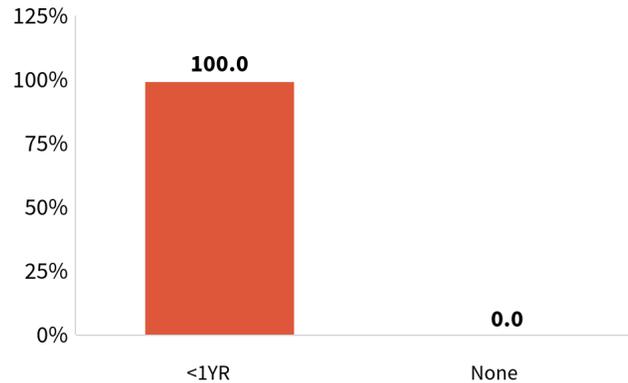


Credit Rating Exposure



Source: Clearwater Composite Rating

Duration Exposure (Years)



Sector Exposure

	%MV
T-Bills	63.86%
Corporate Bonds	29.89%
Agency	6.20%
Cash	0.05%

Top 10 Issuer Concentration

	%MV
Government of The United States	63.86%
Federal Home Loan Mortgage Corporation	3.29%
Federal Home Loan Banks	2.91%
Realty Income Corporation	1.48%
Principal Financial Group, Inc.	1.47%
Bank of Montreal	1.46%
Morgan Stanley	1.45%
TE Connectivity plc	1.45%
The Toronto-Dominion Bank	1.43%
Phillips 66	1.41%

This is a list of the Top 10 Issuer Concentration, but these are not the only issuer concentrations. A full list is available upon request.

MARKET VALUE
\$10,265,344

BOOK VALUE
\$10,263,603

UNREALIZED GAIN/LOSS
\$1,741

YIELD TO MATURITY
3.98%

COUPON RATE
1.10%

DURATION
0.30

WAL
0.30

MOODY'S RATING
Aa3

Disclosures



S&P 500 Total Return Index

The S&P 500® Index is the Standard & Poor's Composite Index and is widely regarded as a single gauge of large cap U.S. equities. It is market cap weighted and includes 500 leading companies, capturing approximately 80% coverage of available market capitalization.

S&P MidCap 400 Total Return Index

The S&P MidCap 400 Index, more commonly known as the S&P 400, is a stock market index from S&P Dow Jones Indices. The index serves as a barometer for the U.S. mid-cap equities sector and is the most widely followed mid-cap index.

S&P Small Cap 600 Total Return Index

The S&P SmallCap 600® seeks to measure the small-cap segment of the U.S. equity market. The index is designed to track companies that meet specific inclusion criteria to ensure that they are liquid and financially viable.

MSCI EAFE Net Total Return USD Index

The MSCI EAFE Index (Europe, Australasia, Far East) is a free float-adjusted market capitalization-weighted index that is designed to measure the equity market performance of developed markets, excluding the United States and Canada. The MSCI EAFE Index consists of the following 21 developed market countries: Australia, Austria, Belgium, Denmark, Finland, France, Germany, Hong Kong, Ireland, Israel, Italy, Japan, the Netherlands, New Zealand, Norway, Portugal, Singapore, Spain, Sweden, Switzerland and the United Kingdom.

MSCI Emerging Net Total Return USD Index

The MSCI Emerging Markets Index is a free float-adjusted market capitalization-weighted index that is designed to measure equity market performance of emerging markets. The MSCI Emerging Markets Index consists of the following 26 emerging market country indices: Argentina, Brazil, Chile, China, Colombia, Czech Republic, Egypt, Greece, Hungary, India, Indonesia, Korea, Malaysia, Mexico, Peru, Philippines, Poland, Qatar, Russia, Saudi Arabia, South Africa, Taiwan, Thailand, Turkey and United Arab Emirates.

STOXX Global Broad Infrastructure Index Net Return USD

The STOXX Global Broad Infrastructure Index is derived from the STOXX. Developed and Emerging Markets Total Market Index (TMI) and offers a diversified representation of companies that generate more than 50% of their revenue from selected infrastructure sectors. STOXX partnered with Revere Data, which defines 17 subsectors for the infrastructure industry. These 17 subsectors are rolled into five supersectors - Communications, Energy, Government Outsourcing/Social, Transportation and Utilities.

S&P USA REIT USD Total Return Index

The S&P United States REIT Index defines and measures the investable universe of publicly traded real estate investment trusts domiciled in the United States.

Bloomberg Commodity Index Total Return

The Bloomberg Commodity Index provides broad-based exposure to commodities, and no single commodity or commodity sector dominates the index. Rather than being driven by micro-economic events affecting one commodity market or sector, the diversified commodity exposure of the index potentially reduces volatility in comparison with non-diversified commodity investments.

Wilshire Liquid Alternative Total Return Index

The Wilshire Liquid Alternative IndexSM measures the collective performance of the five Wilshire Liquid Alternative strategies that make up the Wilshire Liquid Alternative Universe. Created in 2014, with a set of time series of data beginning on December 31, 1999, the Wilshire Liquid Alternative Index (WLIQA) is designed to provide a broad measure of the liquid alternative market by combining the performance of the Wilshire Liquid Alternative Equity Hedge Index (WLIQAEH), Wilshire Liquid Alternative Global Macro Index (WLIQAGM), Wilshire Liquid Alternative Relative Value Index (WLIQARV), Wilshire Liquid Alternative Multi-Strategy Index (WLIQAMS), and Wilshire Liquid Alternative Event Driven Index (WLIQAED).

Bloomberg US Agg Total Return Value Unhedged USD

The Bloomberg U.S. Aggregate Index measures the performance of investment grade, U.S. dollar-denominated, fixed-rate taxable bond market, including Treasuries, government-related and corporate securities, MBS (agency fixed-rate and hybrid ARM pass-throughs), ABS, and CMBS. It rolls up into other flagship indices, such as the multi-currency Global Aggregate Index and the U.S. Universal Index, which includes high yield and emerging markets debt.

Bloomberg VLI: High Yield Total Return Index Value Unhedged USD

The Bloomberg VLI: High Yield Total Return Index is a component of the US Corp High Yield Index that is designed to track a more liquid component of the USD-denominated, high yield, fixed-rate corporate bond market.

Bloomberg GLA xUSD Float Adj RIC Capped Index TR Index Value Hedged USD

The Bloomberg Barclays Global Aggregate ex-USD Float-Adjusted RIC Capped Index is a customized subset of the Global Aggregate Index that meets the same diversification guidelines that a fund must pass to qualify as a regulated investment company (RIC). This multi-currency benchmark includes fixed-rate treasury, government-related, corporate and securitized bonds from developed and emerging markets issuers while excluding USD denominated debt. The Global Aggregate ex-USD Float Adjusted RIC Capped Index is largely comprised of two major regional aggregate components: the Pan-European Aggregate and the Asian-Pacific Aggregate Index.

FTSE 3 Month Treas Bill Local Currency

The FTSE 3 Month US T Bill Index Series is intended to track the daily performance of 3 month US Treasury bills. The indices are designed to operate as a reference rate for a series of funds.

Disclosures



Bloomberg Muni 1-15 Year Blend (1-17) Total Return Index Value

The Bloomberg Municipal 1-15 Year Index measures the performance of USD-denominated long-term, tax-exempt bond market with maturities of 1-15 years, including state and local general obligation bonds, revenue bonds, insured bonds, and prerefunded bonds.

Bloomberg Intermediate US Govt/Credit TR Index Value Unhedged

The Bloomberg U.S. Government Intermediate Index measures the performance of the U.S. Treasury and U.S. agency debentures with maturities of 1-10 years. It is a component of the U.S. Government/Credit Index and the U.S. Aggregate Index.

Bloomberg 1-5 Yr Gov/Credit Total Return Index Value Unhedged

The Bloomberg US 1-5 year Government/Credit Float-Adjusted Bond Index is a float-adjusted version of the US 1-5 year Government/Credit Index, which tracks the market for investment grade, US dollar-denominated, fixed-rate treasuries, government-related and corporate securities.

FTSE High Dividend Yield Total Return Index

The FTSE High Dividend Yield Index is designed to represent the performance of companies with relatively high forecast dividend yields

WisdomTree U.S. MidCap Dividend Index Total Return

The WisdomTree U.S. MidCap Dividend Index is a fundamentally weighted index that measures the performance of the mid-capitalization segment of the US dividend-paying market. The Index is comprised of the companies that compose the top 75% of the market capitalization of the WisdomTree U.S. Dividend Index after the 300 largest companies have been removed. The index is dividend weighted annually to reflect the proportionate share of the aggregate cash dividends each component company is projected to pay in the coming year, based on the most recently declared dividend per share.

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The Bloomberg U.S. Government Credit Long Index measures the performance of the non-securitized component of the U.S. Aggregate Index with maturities of 10 years and greater, including Treasuries, government-related issues, and corporates. It is a subset of the U.S. Aggregate Index.

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Bloomberg Municipal Bond 5 Year (4-6) Total Return Index Unhedged USD

An index designed to measure the performance of tax-exempt U.S. investment grade municipal bonds with remaining maturities between four and six years. Index returns assume reinvestment of distributions, but do not reflect any applicable sales charges or management fees.

MSCI ACWI IMI Net Total Return USD Index

The MSCI ACWI Investable Market Index (IMI) captures large, mid and small cap representation across 23 Developed Markets (DM) and 24 Emerging Markets (EM) countries. The MSCI AXWI IMI includes the following 23 developed market countries : Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Hong Kong, Ireland, Israel, Italy, Japan, Netherlands, New Zealand, Norway, Portugal, Singapore, Spain, Sweden, Switzerland, United Kingdom, and United States. The MSCI AXWI IMI includes the following 24 emerging market countries: : Brazil, Chile, China, Colombia, Czech Republic, Egypt, Greece, Hungary, India, Indonesia, Korea, Kuwait, Malaysia, Mexico, Peru, Philippines, Poland, Qatar, Saudi Arabia, South Africa, Taiwan, Thailand, Turkey and United Arab Emirates.

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ALASKA PERMANENT CAPITAL MANAGEMENT

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ALEUTIANS EAST BOR. PERM FUND Investment Report

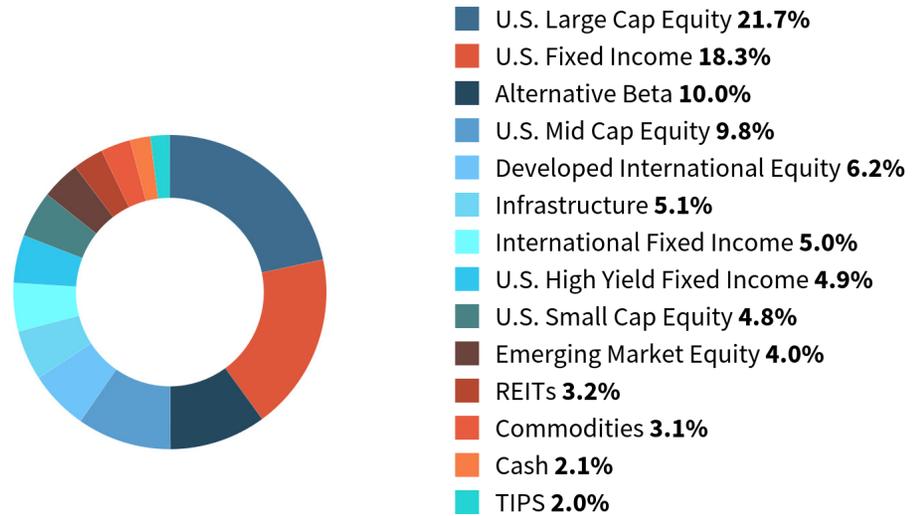
February 2025

Portfolio Overview

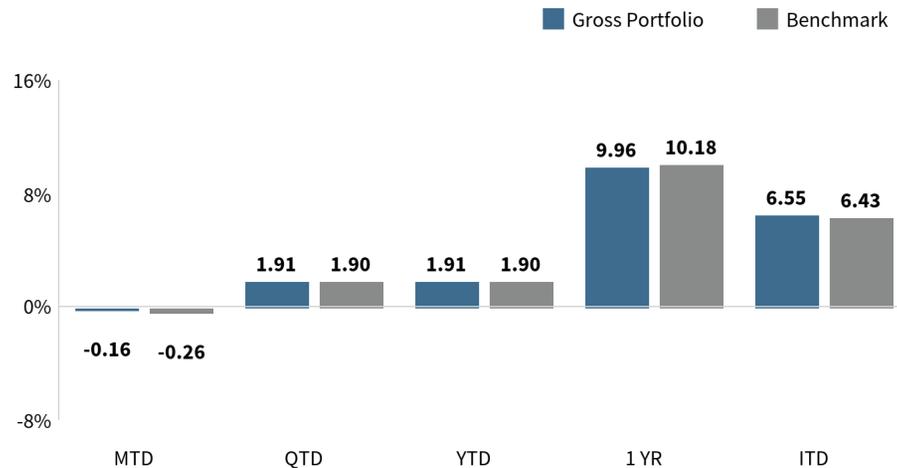
BEGINNING VALUE + ACCRUED	\$48,002,036
TRANSFERS IN/ OUT	-\$1,319
REALIZED GAINS/ LOSSES	\$35,526
CHANGE IN MARKET VALUE	-\$158,515
INTEREST INCOME	\$40,125
DIVIDEND INCOME	\$4,962
ENDING VALUE + ACCRUED	\$47,922,816



Portfolio Composition



Investment Performance



Performance is annualized for periods greater than one year. Inception to date performance begins August 01, 1993. Past performance is not indicative of future results.

Portfolio Summary and Target

	MARKET VALUE (\$)	ASSETS (%)	TARGET (%)	RANGE
RISK CONTROL				
U.S. Fixed Income	8,761,088	18.3%	18%	8% to 28%
TIPS	957,623	2.0%	2%	0% to 10%
International Fixed Income	2,380,819	5.0%	5%	0% to 10%
Cash	1,009,131	2.1%	2%	0% to 10%
Risk Control Total	13,108,661	27.4%		
RISK ASSET				
U.S. High Yield Fixed Income	2,365,881	4.9%	5%	0% to 10%
U.S. Large Cap Equity	10,393,142	21.7%	22%	12% to 32%
U.S. Mid Cap Equity	4,673,193	9.8%	10%	5% to 15%
U.S. Small Cap Equity	2,292,337	4.8%	5%	0% to 10%
Developed International Equity	2,949,597	6.2%	6%	0% to 12%
Emerging Market Equity	1,923,440	4.0%	4%	0% to 8%
Risk Asset Total	24,597,590	51.3%		
ALTERNATIVES				
REITs	1,510,334	3.2%	3%	0% to 6%
Alternative Beta	4,775,973	10.0%	10%	0% to 15%
Infrastructure	2,463,374	5.1%	5%	0% to 10%
Commodities	1,466,883	3.1%	3%	0% to 6%
Alternatives Total	10,216,565	21.3%		
TOTAL PORTFOLIO	47,922,816	100.0%		

We urge you compare the account statement we provide with the account statement you receive from your custodian. We cannot guarantee the accuracy of this information for tax purposes. Please verify all information from trade confirmations.

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Disclosures



S&P 500 Total Return Index

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AEB APPROPRIATIONS FUND Investment Report

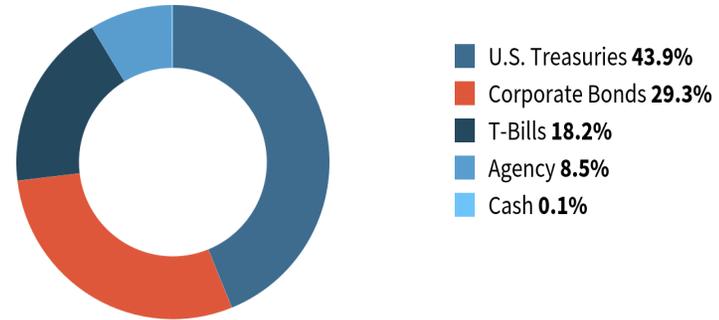
February 2025

Portfolio Overview

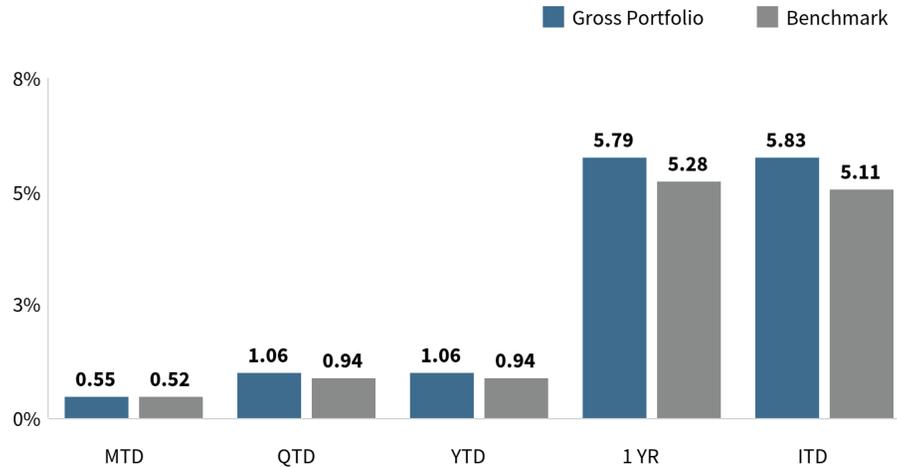
BEGINNING VALUE + ACCRUED	\$5,686,561
TRANSFERS IN/ OUT	\$0
REALIZED GAINS	\$0
CHANGE IN MARKET VALUE	\$10,264
INTEREST INCOME	\$20,819
ENDING VALUE + ACCRUED	\$5,717,644



Portfolio Composition



Investment Performance

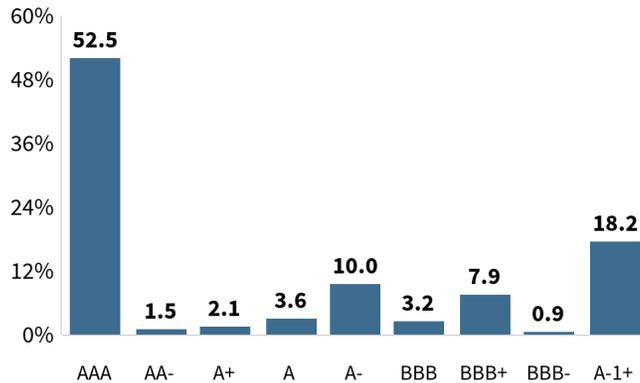


Performance is annualized for periods greater than one year. Inception to date performance begins November 01, 2023
 Past performance is not indicative of future results.

Risk Management

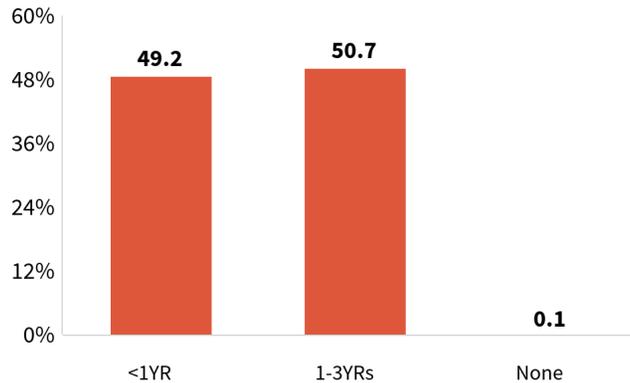


Credit Rating Exposure



Source: Clearwater Composite Rating

Duration Exposure (Years)



Sector Exposure

	%MV
U.S. Treasuries	43.86%
Corporate Bonds	29.25%
T-Bills	18.25%
Agency	8.50%
Cash	0.13%

Top 10 Issuer Concentration

	%MV
Government of The United States	62.11%
Federal Home Loan Banks	7.01%
American Water Works Company, Inc.	1.54%
State Street Corporation	1.51%
Comcast Corporation	1.27%
BP p.l.c.	1.26%
Marsh & McLennan Companies, Inc.	1.24%
Enterprise Products Partners L.P.	1.24%
Citigroup Inc.	1.08%
Sempra	1.03%

This is a list of the Top 10 Issuer Concentration, but these are not the only issuer concentrations. A full list is available upon request.

MARKET VALUE
\$5,690,576

BOOK VALUE
\$5,666,066

UNREALIZED GAIN/LOSS
\$24,510

YIELD TO MATURITY
4.20%

COUPON RATE
2.54%

DURATION
1.07

WAL
1.31

MOODY'S RATING
A1

Disclosures



S&P 500 Total Return Index

The S&P 500® Index is the Standard & Poor's Composite Index and is widely regarded as a single gauge of large cap U.S. equities. It is market cap weighted and includes 500 leading companies, capturing approximately 80% coverage of available market capitalization.

S&P MidCap 400 Total Return Index

The S&P MidCap 400 Index, more commonly known as the S&P 400, is a stock market index from S&P Dow Jones Indices. The index serves as a barometer for the U.S. mid-cap equities sector and is the most widely followed mid-cap index.

S&P Small Cap 600 Total Return Index

The S&P SmallCap 600® seeks to measure the small-cap segment of the U.S. equity market. The index is designed to track companies that meet specific inclusion criteria to ensure that they are liquid and financially viable.

MSCI EAFE Net Total Return USD Index

The MSCI EAFE Index (Europe, Australasia, Far East) is a free float-adjusted market capitalization-weighted index that is designed to measure the equity market performance of developed markets, excluding the United States and Canada. The MSCI EAFE Index consists of the following 21 developed market countries: Australia, Austria, Belgium, Denmark, Finland, France, Germany, Hong Kong, Ireland, Israel, Italy, Japan, the Netherlands, New Zealand, Norway, Portugal, Singapore, Spain, Sweden, Switzerland and the United Kingdom.

MSCI Emerging Net Total Return USD Index

The MSCI Emerging Markets Index is a free float-adjusted market capitalization-weighted index that is designed to measure equity market performance of emerging markets. The MSCI Emerging Markets Index consists of the following 26 emerging market country indices: Argentina, Brazil, Chile, China, Colombia, Czech Republic, Egypt, Greece, Hungary, India, Indonesia, Korea, Malaysia, Mexico, Peru, Philippines, Poland, Qatar, Russia, Saudi Arabia, South Africa, Taiwan, Thailand, Turkey and United Arab Emirates.

STOXX Global Broad Infrastructure Index Net Return USD

The STOXX Global Broad Infrastructure Index is derived from the STOXX. Developed and Emerging Markets Total Market Index (TMI) and offers a diversified representation of companies that generate more than 50% of their revenue from selected infrastructure sectors. STOXX partnered with Revere Data, which defines 17 subsectors for the infrastructure industry. These 17 subsectors are rolled into five supersectors - Communications, Energy, Government Outsourcing/Social, Transportation and Utilities.

S&P USA REIT USD Total Return Index

The S&P United States REIT Index defines and measures the investable universe of publicly traded real estate investment trusts domiciled in the United States.

Bloomberg Commodity Index Total Return

The Bloomberg Commodity Index provides broad-based exposure to commodities, and no single commodity or commodity sector dominates the index. Rather than being driven by micro-economic events affecting one commodity market or sector, the diversified commodity exposure of the index potentially reduces volatility in comparison with non-diversified commodity investments.

Wilshire Liquid Alternative Total Return Index

The Wilshire Liquid Alternative IndexSM measures the collective performance of the five Wilshire Liquid Alternative strategies that make up the Wilshire Liquid Alternative Universe. Created in 2014, with a set of time series of data beginning on December 31, 1999, the Wilshire Liquid Alternative Index (WLIQA) is designed to provide a broad measure of the liquid alternative market by combining the performance of the Wilshire Liquid Alternative Equity Hedge Index (WLIQAEH), Wilshire Liquid Alternative Global Macro Index (WLIQAGM), Wilshire Liquid Alternative Relative Value Index (WLIQARV), Wilshire Liquid Alternative Multi-Strategy Index (WLIQAMS), and Wilshire Liquid Alternative Event Driven Index (WLIQAED).

Bloomberg US Agg Total Return Value Unhedged USD

The Bloomberg U.S. Aggregate Index measures the performance of investment grade, U.S. dollar-denominated, fixed-rate taxable bond market, including Treasuries, government-related and corporate securities, MBS (agency fixed-rate and hybrid ARM pass-throughs), ABS, and CMBS. It rolls up into other flagship indices, such as the multi-currency Global Aggregate Index and the U.S. Universal Index, which includes high yield and emerging markets debt.

Bloomberg VLI: High Yield Total Return Index Value Unhedged USD

The Bloomberg VLI: High Yield Total Return Index is a component of the US Corp High Yield Index that is designed to track a more liquid component of the USD-denominated, high yield, fixed-rate corporate bond market.

Bloomberg GLA xUSD Float Adj RIC Capped Index TR Index Value Hedged USD

The Bloomberg Barclays Global Aggregate ex-USD Float-Adjusted RIC Capped Index is a customized subset of the Global Aggregate Index that meets the same diversification guidelines that a fund must pass to qualify as a regulated investment company (RIC). This multi-currency benchmark includes fixed-rate treasury, government-related, corporate and securitized bonds from developed and emerging markets issuers while excluding USD denominated debt. The Global Aggregate ex-USD Float Adjusted RIC Capped Index is largely comprised of two major regional aggregate components: the Pan-European Aggregate and the Asian-Pacific Aggregate Index.

FTSE 3 Month Treas Bill Local Currency

The FTSE 3 Month US T Bill Index Series is intended to track the daily performance of 3 month US Treasury bills. The indices are designed to operate as a reference rate for a series of funds.

Disclosures



Bloomberg Muni 1-15 Year Blend (1-17) Total Return Index Value

The Bloomberg Municipal 1-15 Year Index measures the performance of USD-denominated long-term, tax-exempt bond market with maturities of 1-15 years, including state and local general obligation bonds, revenue bonds, insured bonds, and prerefunded bonds.

Bloomberg Intermediate US Govt/Credit TR Index Value Unhedged

The Bloomberg U.S. Government Intermediate Index measures the performance of the U.S. Treasury and U.S. agency debentures with maturities of 1-10 years. It is a component of the U.S. Government/Credit Index and the U.S. Aggregate Index.

Bloomberg 1-5 Yr Gov/Credit Total Return Index Value Unhedged

The Bloomberg US 1-5 year Government/Credit Float-Adjusted Bond Index is a float-adjusted version of the US 1-5 year Government/Credit Index, which tracks the market for investment grade, US dollar-denominated, fixed-rate treasuries, government-related and corporate securities.

FTSE High Dividend Yield Total Return Index

The FTSE High Dividend Yield Index is designed to represent the performance of companies with relatively high forecast dividend yields

WisdomTree U.S. MidCap Dividend Index Total Return

The WisdomTree U.S. MidCap Dividend Index is a fundamentally weighted index that measures the performance of the mid-capitalization segment of the US dividend-paying market. The Index is comprised of the companies that compose the top 75% of the market capitalization of the WisdomTree U.S. Dividend Index after the 300 largest companies have been removed. The index is dividend weighted annually to reflect the proportionate share of the aggregate cash dividends each component company is projected to pay in the coming year, based on the most recently declared dividend per share.

WisdomTree U.S. SmallCap Dividend Index Total Return

The WisdomTree U.S. SmallCap Dividend Index is a fundamentally weighted index measuring the performance of the small-capitalization segment of the US dividend-paying market. The Index is comprised of the companies that compose the bottom 25% of the market capitalization of the WisdomTree U.S. Dividend Index after the 300 largest companies have been removed. The index is dividend weighted annually to reflect the proportionate share of the aggregate cash dividends each component company is projected to pay in the coming year, based on the most recently declared dividend per share.

Bloomberg U.S. Long Government/Credit Unhedged USD

The Bloomberg U.S. Government Credit Long Index measures the performance of the non-securitized component of the U.S. Aggregate Index with maturities of 10 years and greater, including Treasuries, government-related issues, and corporates. It is a subset of the U.S. Aggregate Index.

Bloomberg Intermediate US Govt/Credit TR Index Value Unhedged

The Bloomberg U.S. Government Credit Intermediate Index measures the performance of the non-securitized component of the U.S. Aggregate Index with maturities of 1-10 years, including Treasuries, government-related issues, and corporates. It is a subset of the U.S. Aggregate Index.

Bloomberg Municipal Bond 5 Year (4-6) Total Return Index Unhedged USD

An index designed to measure the performance of tax-exempt U.S. investment grade municipal bonds with remaining maturities between four and six years. Index returns assume reinvestment of distributions, but do not reflect any applicable sales charges or management fees.

MSCI ACWI IMI Net Total Return USD Index

The MSCI ACWI Investable Market Index (IMI) captures large, mid and small cap representation across 23 Developed Markets (DM) and 24 Emerging Markets (EM) countries. The MSCI AXWI IMI includes the following 23 developed market countries : Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Hong Kong, Ireland, Israel, Italy, Japan, Netherlands, New Zealand, Norway, Portugal, Singapore, Spain, Sweden, Switzerland, United Kingdom, and United States. The MSCI AXWI IMI includes the following 24 emerging market countries: : Brazil, Chile, China, Colombia, Czech Republic, Egypt, Greece, Hungary, India, Indonesia, Korea, Kuwait, Malaysia, Mexico, Peru, Philippines, Poland, Qatar, Saudi Arabia, South Africa, Taiwan, Thailand, Turkey and United Arab Emirates.

Bloomberg 1-3 Yr Gov Total Return Index Value Unhedged USD

The Bloomberg U.S. Government/Credit 1-3 Year Index is an unmanaged index considered representative of performance of short-term U.S. corporate bonds and U.S. government bonds with maturities from one to three years.

Bloomberg 1-5 Yr Gov TR Index

Bloomberg Barclays Municipal 1-5 Yr TR USD includes all medium and larger issues of U.S. government, investment-grade corporate, and investment-grade international dollar-denominated bonds that have maturities of between 1 and 5 years and are publicly issued.

ICE BofA US 3-Month Treasury Bill Index

The ICE BofA 3 Month U.S. Treasury Index measures the performance of a single issue of outstanding treasury bill which matures closest to, but not beyond, three months from the rebalancing date. The issue is purchased at the beginning of the month and held for a full month; at the end of the month that issue is sold and rolled into a newly selected issue.

Bloomberg US Treasury TIPS 0-5 Years Total Return Index Unhedged USD

Bloomberg US Treasury Inflation-Protected Securities (TIPS) 0-5 Year Index is a market value-weighted index that measures the performance of inflation-protected securities issued by the US Treasury that have a remaining average life between 0 and 5 years.

Bloomberg U.S. Treasury Bellwethers: 1 Yr

The Bloomberg U.S. Treasury Bellwethers 1 Yr. Index is an unmanaged index representing the on-the-run (most recently auctioned) U.S. Treasury bond with 1 years' maturity.



APCM

Client Relationship Manager

Blake Phillips, CFA®

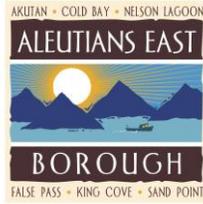
blake@apcm.net

Portfolio Manager

Paul Hanson, CFA®

Chartered Financial Analyst® (CFA®) are licensed by the CFA® Institute to use the CFA® mark. CFA® certification requirements: Hold a bachelor's degree from an accredited institution or have equivalent education or work experience, successful completion of all three exam levels of the CFA® Program, have 48 months of acceptable professional work experience in the investment decision-making process, fulfill society requirements, which vary by society. Unless you are upgrading from affiliate membership, all societies require two sponsor statements as part of each application; these are submitted online by your sponsors.

CONSENT AGENDA



RESOLUTION 25-49

A RESOLUTION OF THE ALEUTIANS EAST BOROUGH ASSEMBLY APPROVING CERTAIN UNINCORPORATED COMMUNITIES AND THEIR RESPECTIVE NATIVE VILLAGE COUNCIL AND/OR INCORPORATED NONPROFIT ENTITY FOR PARTICIPATION IN THE FY26 COMMUNITY ASSISTANCE PROGRAM

WHEREAS, AS 29.60.865 and 3 AAC 180.010 require the assembly of a borough or unified municipality to adopt a resolution identifying those unincorporated communities located within their municipal boundaries that the assembly determines meet the Community Assistance Program eligibility criteria established under AS 29.60.865, AS 29.60.879, and 3 AAC 180.110; and

WHEREAS, the unincorporated community has either a Native village council or incorporated nonprofit entity that will agree to receive and spend the Community Assistance payment for the public benefit of the unincorporated community; and

WHEREAS, the unincorporated community has 25 or more residents residing as a social unit; and

WHEREAS, at least three of the following services; fire protection, emergency medical, water and sewer, solid waste management, public road or ice road maintenance, public health, and search and rescue; are generally available to all residents of the unincorporated community and each of the three services, in any combination, are provided by one or more qualifying Native village council or incorporated nonprofit entity or are substantially paid for by the residents of the unincorporated community through taxes, charges, or assessments levied or authorized by the borough or unified municipality;

NOW THEREFORE BE IT RESOLVED THAT: The Assembly by this resolution hereby certifies that the following unincorporated communities and their respective Native village council or incorporated nonprofit entity are eligible for funding under the FY25 Community Assistance Program:

Unincorporated Community

Native village council or nonprofit entity

Nelson Lagoon Village Council

PASSED AND ADOPTED by a duly constituted quorum of the Aleutians East Borough on this 10th day of April, 2025.

Alvin D. Osterback, Mayor

ATTEST:

Beverly Rosete, Clerk

Memo: Resolution 25-50 Supporting the Reappointment of Tom Carpenter to the Alaska Board of Fisheries

Resolution 25-51 Supporting the Reappointment of Angel Drobnica and Nicole Kimball to the North Pacific Fishery Management Council

To: Aleutians East Borough Assembly

From: Natural Resources Department

Date: April 4, 2025

On February 21st, Mayor Osterback sent letters of support to Governor Dunleavy for Tom Carpenter, Angel Drobnica and Nicole Kimball for reappointment to their respective seats.

Mark Hickey and UFA Director Tracy Welch confirmed on March 14 that Tom Carpenter was reappointed to the Board of Fisheries. This will be Tom's second 3-year term on the Board. Board of Fisheries appointments require confirmation by the Alaska Legislature.

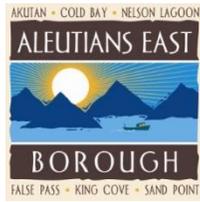
On March 18 Nicole Kimball confirmed that she and Angel Drobnica were nominated for reappointment to the North Pacific Fishery Management Council. This will be Nicole's third term on the Council, and Angel's second term. Council nominations were due to NOAA by March 15. Council appointments are usually announced by the Secretary of Commerce by late June.

We have not seen official confirmation on the Governor's nominees or appointments either on the State website or at the NOAA page.

Resolution 25-50 urges the Legislature to confirm Tom Carpenter's appointment to the Board of Fisheries, and Resolution 25-51 urges the Secretary of Commerce to confirm the reappointment of Nicole Kimball and Angel Drobnica back to the NPFMC.

We just heard from Mark Hickey on April 3 that Olivia Henaayee Irwin of Nenana was appointed to the Board of Fisheries. Irwin works as a policy coordinator at the Yukon River Drainage Fisheries Association (YRDFa). Irwin would fill the seat previously held by Stan Zuray.

The Natural Resources Department recommends approval of Resolutions 25-50 and 25-51.



RESOLUTION 25-50

A RESOLUTION OF THE ALEUTIANS EAST BOROUGH SUPPORTING THE REAPPOINTMENT OF TOM CARPENTER TO THE ALASKA BOARD OF FISHERIES.

WHEREAS, Tom Carpenter has just completed a full Board of Fisheries meeting cycle and has shown a full understanding of all the issues to come before the Board, and

WHEREAS, Mr. Carpenter's leadership and experience on the Board, as well as his knowledge and experience of sport and commercial fisheries make him extremely well-qualified for re-appointment to the Board, and

WHEREAS, Tom's experience before joining the Board, including his US Coast Guard service, fleet manager for Copper River Seafoods, member of the local Fish & Game Advisory Committee and his commercial, sport and hatchery fishery experience have been a solid foundation for the excellent work he has accomplished on the Board, and

WHEREAS, Tom Carpenter has the trust and respect of his fellow Board members as evidenced by his service as Board Vice-Chair for two straight years, and his reappointment will ensure the continuity of a well-functioning Board of Fisheries, and

WHEREAS, Tom Carpenter has demonstrated a willingness to reach out to experts and advocates on all sides of every issue, and

WHEREAS, Tom Carpenter has the full support of fishermen and communities of the Aleutians East Borough to continue service on the Alaska Board of Fisheries.

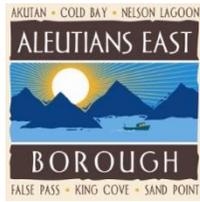
NOW THEREFORE BE IT RESOLVED, the Aleutians East Borough Assembly supports the reappointment of Tom Carpenter to the Alaska Board of Fisheries at this critical period for Alaska's fisheries and communities, and

BE IT FURTHER RESOLVED, the Aleutians East Borough Assembly urges the Alaska Legislature to confirm the reappointment of Tom Carpenter to the Alaska Board of Fisheries for the benefit of Alaska's fisheries and all Alaskans.

PASSED AND APPROVED by the Aleutians East Borough Assembly on this 10th day of April 2025.

Alvin D. Osterback, Mayor

ATTEST: _____
Beverly Rosete, Clerk



RESOLUTION 25-51

A RESOLUTION OF THE ALEUTIANS EAST BOROUGH SUPPORTING THE REAPPOINTMENT OF ANGEL DROBNICA AND NICOLE KIMBALL TO THE NORTH PACIFIC FISHERY MANAGEMENT COUNCIL.

WHEREAS, The Aleutians East Borough is situated between the Gulf of Alaska and the Bering Sea on the Alaska Peninsula and Eastern Aleutian Islands, and our communities of Akutan, False Pass, Nelson Lagoon, Cold Bay, King Cove and Sand Point within the Borough are highly reliant on fisheries, and

WHEREAS, Alaska Governor Mike Dunleavy has nominated both Angel Drobnica and Nicole Kimball for reappointment to the North Pacific Fishery Management Council, and

WHEREAS, both Ms. Drobnica and Ms. Kimball have served admirably on the Council, working towards sustainable fisheries and the best interests of fishermen and communities of the North Pacific, and

WHEREAS, Angel Drobnica's work with the Aleutian Pribilof Island Community Development Association, her service on the Council's Advisory Panel as Chair and current service as Chair of the Council have shown her exceptional leadership ability in fisheries management, and

WHEREAS, Nicole Kimball's previous work on the North Pacific Fishery Management Council staff and with the Alaska Department of Fish and Game, along with her work with Pacific Seafood Processors Association, has given her a unique and valuable perspective on Alaskan fisheries and communities during her first two terms on the Council, and

WHEREAS, both Ms. Drobnica and Ms. Kimball have the full support of fishermen and communities of the Aleutians East Borough to continue service on the North Pacific Fishery Management Council.

NOW THEREFORE BE IT RESOLVED, the Aleutians East Borough Assembly supports the reappointment of Angel Drobnica and Nicole Kimball to the North Pacific Fishery Management Council at this critical period for fisheries and fishing communities of the United States, and

BE IT FURTHER RESOLVED, the Aleutians East Borough Assembly urges the Secretary of Commerce to reappoint Angel Drobnica and Nicole Kimball to the North Pacific Fishery Management Council for the benefit of the Nation's fisheries and citizens.

PASSED AND APPROVED by the Aleutians East Borough Assembly on this 10th day of April 2025.

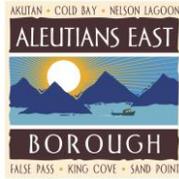
Alvin D. Osterback, Mayor

ATTEST: _____
Beverly Rosete, Clerk

PUBLIC HEARING

ORDINANCES

RESOLUTIONS



Agenda Statement

Date: April 1, 2025
To: Mayor Osterback and Assembly
From: Anne Bailey, Administrator

Re: Resolution 25-52 Authorizing the Mayor to Negotiate and Execute Cold Bay Terminal Sublease Amendment #3 between the Aleutians East Borough and Grant Aviation

The Aleutians East Borough and Grant Aviation entered into a Sublease Agreement on February 1, 2020, for Grant Aviation to sublease from the Borough those facilities and premises in and adjacent to the Cold Bay Terminal Building and the Aircraft Apron for a five year and five-month term ending on June 30, 2025.

On July 30, 2020, the parties entered into Sublease Amendment #1, which added Alaska Airlines exclusive use space and accurately reflected rentals and fees for an additional carrier.

On April 1, 2021, the parties entered in to Sublease Amendment #2, which amended the rentals and fees for the terminal; and

Grant Aviation contacted the Borough and requested extending the sublease. The Borough is proposing to extend the sublease for an additional five-year term commencing on July 1, 2025 and ending June 30, 2030. It would also change the Borough emergency contact information outlined in Section 31, update the leased premises area in Exhibit C and update the Terminal Area Rentals and Fees outlined in Exhibit E.

Borough Administration is requesting that the mayor be authorized to negotiate and execute Sublease Amendment #3 between the Borough and Grant Aviation.

RECOMMENDATION

Administration recommends approval of Resolution 25-52 Authorizing the Mayor to Negotiate and Execute Cold Bay Terminal Sublease Amendment #3 between the Aleutians East Borough and Grant Aviation.

AMENDMENT #3 TO SUBLEASE AGREEMENT

THIS AMENDMENT #3 TO SUBLEASE AGREEMENT (“Amendment #3”) is made this 1st day of July, 2025 by and between ALEUTIANS EAST BOROUGH, (the “BOROUGH” or “Administrator”); and GRANT AVIATION, INC (“SUBLESSEE”), an airline and a corporation organized and incorporated in the State of Alaska; (collectively the “parties”).

RECITALS

WHEREAS, the parties entered into a Sublease Agreement on February 1, 2020, for SUBLESSEE to sublease from the BOROUGH those facilities and premises in and adjacent to the Terminal Building and the Aircraft Apron hereinafter referred to as the “Premises” for a five (5) year and five (5) month term ending on June 30, 2025 (hereinafter “Sublease”);

WHEREAS, the parties entered into Sublease Amendment #1 on July 30, 2020, which added Alaska Airlines exclusive use space to Exhibit C and updated Exhibit E to accurately reflect rentals and fees for an additional air carrier; and

WHEREAS, the parties entered into Sublease Amendment #2 on April 1, 2021 amending Exhibit E – Calculation of Terminal Area Rentals and Fees; and

WHEREAS, the parties wish to extend the sublease for an additional five (5) year term commencing on July 1, 2025 and ending June 30, 2030; and

WHEREAS, the Borough’s Emergency Contact information reflected in Section 31 has changed to: Cold Bay Terminal Manager (907) 764-2023; and

WHEREAS, the Leased Premises Exhibit C has been updated to reflect exclusive and joint use spaces within the premises; and

WHEREAS, the Calculation of Terminal Area Rentals and Fees, reflected in Exhibit E, has changed to reflect the activities and leased space for each air carriers; and

WHEREAS, adoption of a new Exhibit E is necessary to produce accurate billing under the lease going forward.

NOW, THEREFORE, in consideration of the foregoing recitals which are hereby incorporated herein by reference, and of the mutual covenants and agreements existing under the Sublease as well as those herein contained, and other good and valuable consideration, the receipt and sufficiency of which is hereby acknowledged, the parties agree as follows:

1. Amendments to Sublease Agreement. The following amendments are made to the Sublease Agreement by this Amendment #3:

- a) The Term of the Sublease Agreement has been extended commencing on July 1, 2025 and ending on June 30, 2030.
- b) The Borough Emergency Contact Information outlined in Section 31 has been changed to Cold Bay Terminal Manager (907) 764-2023.
- c) Exhibit C – Leased Premises, attached hereto and incorporated herein, replaces the Existing Exhibit C.
- d) Exhibit E – Calculation of Terminal Area Rentals and Fees, attached hereto and incorporated herein, replaces the existing Exhibit E.

2. **Effect and Continuation of Sublease Agreement Terms.** Except as specifically modified herein, all of the terms, provisions, covenants, conditions, and duties of the Sublease continue and remain in full force and effect without modification or change. The parties hereby covenant, ratify and reaffirm each and every of their respective obligations under the Sublease Agreement and Sublease Amendment #1 as amended by this Amendment #2.

3. **Effective Date.** This Amendment #3 is effective as of July 1, 2025.

4. **Counterparts.** For the convenience of the parties hereto, this Amendment #1 may be executed in one or more counterparts, each identical to the other, so long as the counterparts in a set contain the signatures of all the parties to this Amendment.

IN WITNESS WHEREOF, the parties have entered into this Amendment #3 effective as of the date and year hereinabove first written.

SUBLESSOR, ALEUTIANS EAST BOROUGH

By: _____

Title: _____

STATE OF ALASKA)

THIRD JUDICIAL DISTRICT)

On _____, personally appeared _____, and personally known to me (or proved to me on the basis of satisfactory evidence) to be the person(s) whose name(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity on behalf of which the person(s) acted, executed the instrument.

Dated: _____

(print notary's name)
Notary Public in and for the State of Alaska
residing at _____
My commission expires: _____

SUBLESSEE, GRANT AVIATION, INC.

By: _____

Title: _____

STATE OF ALASKA)

THIRD JUDICIAL DISTRICT)

On _____, personally appeared _____, and personally known to me (or proved to me on the basis of satisfactory evidence) to be the person(s) whose name(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity on behalf of which the person(s) acted, executed the instrument.

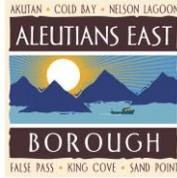
Dated: _____

(print notary's name)

Notary Public in and for the State of Alaska

residing at _____

My commission expires: _____



RESOLUTION 25-52

A RESOLUTION OF THE ALEUTIANS EAST BOROUGH ASSEMBLY AUTHORIZING THE MAYOR TO NEGOTIATE AND EXECUTE COLD BAY TERMINAL SUBLEASE #3 BETWEEN THE ALEUTIANS EAST BOROUGH AND GRANT AVIATION

WHEREAS, the Aleutians East Borough and Grant Aviation entered into a Sublease Agreement on February 1, 2020, for Grant Aviation to sublease from the Borough those facilities and premises in and adjacent to the Cold Bay Terminal Building and the Aircraft Apron for a five-year and five-month term ending on June 30, 2025; and

WHEREAS, on July 30, 2020, the parties entered into Sublease Amendment #1, which added Alaska Airlines exclusive use space and accurately reflected rentals and fees for an additional carrier; and

WHEREAS, on April 1, 2021, the parties entered into Sublease Amendment #2, which amended the rentals and fees for the terminal; and

WHEREAS, Grant Aviation contacted the Borough and requested extending the sublease; and

WHEREAS, the Borough is proposing to extend the sublease for an additional five-year term commencing on July 1, 2025 and ending June 30, 2030, amend the Borough emergency contact information outlined in Section 31, update the leased premises area in Exhibit C and update the Terminal Area Rentals and Fees outlined in Exhibit E.

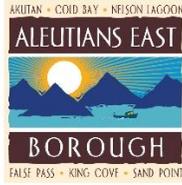
NOW THEREFORE, BE IT RESOLVED, the Aleutians East Borough authorizes the mayor to negotiate and execute Cold Bay Terminal Sublease #3 between the Aleutians East Borough and Grant Aviation.

PASSED AND ADOPTED by the Aleutians East Borough on this 10th day of April, 2025.

Alvin D. Osterback, Mayor

ATTEST:

Beverly Rosete, Clerk



MEMORANDUM

To: Alvin D. Osterback, Mayor and Assembly

From: Anne Bailey, Borough Administrator

Date: April 1, 2025

Re: Resolution 25-53, Authorizing the Mayor to negotiate and execute a services agreement with BDO to provide professional auditing services to the Aleutians East Borough for Fiscal Year 2025, in an amount not to exceed \$100,500

On January 16, 2023, the Borough issued a Request for Proposal (RFP) from qualified audit firms to audit the Borough's financial statements for FY23 and FY24, with the option to continue the contract for the next three subsequent fiscal years. RFP responses were due on February 16, 2023.

We received two proposals and BDO held the highest overall score and was selected. BDO conducted the FY23 audit and is in the process of completing the FY24 audit. Administration would like to now enter into a contract for the FY25 audit exercising the first year extension. BDO's costs for the FY25 audit work are \$86,500, which excluded travel expenses, out of pocket expenses, and any unexpected work that may be needed due to audit findings. An additional \$14,000 has been added to the price to allow for those costs, totaling \$100,500 as the not-to-exceed amount for the FY 25 contract.

RECOMMENDATION

Administration recommends approval of Resolution 25-53, Authorizing the Mayor to negotiate and execute a services agreement with BDO to provide professional auditing services to the Aleutians East Borough for Fiscal Year 2025, in an amount not to exceed \$100,500.



Tel: 907-278-8878
Fax: 907-278-5779
www.bdo.com

3601 C Street, Suite 600
Anchorage, AK 99503

March 31, 2025

Ms. Anne Bailey, Borough Administrator
Aleutians East Borough, Alaska
3380 C St., Suite 205
Anchorage, Alaska

Dear Ms. Bailey:

We are pleased to continue as independent auditors for Aleutians East Borough. We look forward to continuing to provide you with the high-quality services you expect from your professional service providers.

Our commitment to delivering superior service means that we strive to demonstrate initiative, anticipate problems, propose solutions, and communicate effectively with you and other members of management throughout the year. In addition, during our audit we will be alert for opportunities to bring insightful and constructive suggestions for improving management information, operating and accounting procedures, and controls.

Attached to this letter is an agreement describing our services. If you have questions about any of the matters discussed in that agreement, please give us a call. If you find the arrangements acceptable, please acknowledge your agreement to the understanding by signing this letter via the DocuSign link that we provide. Alternatively, if you are receiving hard copies of this engagement letter and DocuSign will not be used, please sign and return to us one of the two enclosed copies. The other copy is for your files.

Again, it is a pleasure for us to continue to serve you. We look forward to many more years of pleasant association with you and Aleutians East Borough.

Very truly yours,

(Signed BDO USA)

BDO USA refers to BDO USA, P.C., a Virginia professional corporation, also doing business in certain jurisdictions with an alternative identifying abbreviation, such as Corp. or P.S.C.

BDO USA, P.C. is the U.S. member of BDO International Limited, a UK company limited by guarantee, and forms part of the international BDO network of independent member firms.

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Tel: 907-278-8878
Fax: 907-278-5779
www.bdo.com

3601 C Street, Suite 600
Anchorage, AK 99503

March 31, 2025

Ms. Anne Bailey, Borough Administrator
Aleutians East Borough, Alaska
3380 C St., Suite 205
Anchorage, Alaska

Dear Ms. Bailey:

Agreement to Provide Services

This agreement to provide services (the “Agreement”) is intended to describe the nature and scope of our services.

Objective and Scope of the Audit

As agreed, BDO USA (“BDO” or “we”) will audit the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information, including the related notes to the financial statements, which collectively comprise the basic financial statements of Aleutians East Borough (the “Government” or “you”) as of and for the year ending June 30, 2025. The objectives of our audit are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, to issue an auditor’s report that includes our opinion, and to report on the fairness of the supplementary information referred to below when considered in relation to the basic financial statements as a whole. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with auditing standards generally accepted in the United States of America (“GAAS”) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

The objectives of our audit also include reporting on the Government’s:

- Internal control related to the financial statements and compliance with federal statutes, regulations, and the terms and conditions of the federal awards, noncompliance with which could have a material effect on the financial statements in accordance with *Government Auditing Standards*.
- Internal control related to major programs and issuance of an opinion on whether the Government complied with federal statutes, regulations, and the terms and conditions of the federal awards that could have a direct and material effect on each major program in accordance with the Uniform Guidance.

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Accounting standards generally accepted in the United States of America provide for certain required supplementary information (RSI), such as management's discussion and analysis (MD&A), to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, which considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate context. As part of our engagement, we will apply certain limited procedures to the Government's RSI in accordance with GAAS. These limited procedures will consist of inquiries of management regarding the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtain during our audit of the basic financial statements. We will not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance. The following RSI is required and will be subjected to certain limited procedures, but will not be audited:

1. Budgetary Comparison Schedules:
 - a. General Fund
 - b. Each Major Special Revenue Fund
2. Public Employees' Retirement System:
 - a. Schedule of the Borough's Proportionate Share of Net Pension Liability
 - b. Schedule of the Borough's Contributions
 - c. Schedule of the Borough's Proportionate Share of the Net Other Postemployment Benefit Liability (Asset) - ARHCT, RMP and ODD Plans
 - d. Schedule of the Borough's Contributions - ARHCT, RMP and ODD Plans

We understand that it is the Borough's intent to omit the required Management's Discussion and Analysis. The omission will not effect our audit opinion.

Also, the supplementary information accompanying the basic financial statements, as listed below, will be subjected to the auditing procedures applied in our audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS, and our auditor's report will provide an opinion on it in relation to the basic financial statements as a whole.

1. Individual and combining fund statements and schedules
2. Schedule of Expenditures of Federal Awards
3. Schedule of State Financial Assistance

Responsibilities of BDO

We will conduct our audit in accordance with GAAS. Note that BDO may utilize entities owned in whole or in part by BDO (each, an "Affiliate") to assist in the audit or perform internal and/or administrative support ancillary to the services, but BDO will remain responsible for and supervise all such services. As part of an audit in accordance with GAAS, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a reasonable basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Government's internal control. Accordingly, we will express no such opinion. An audit is not designed to provide assurance on internal control or to identify significant deficiencies or material weaknesses in internal control. However, we will communicate to you and those charged with governance in writing concerning any significant deficiencies or material weaknesses in internal control relevant to the audit of the financial statements that we identify during our audit.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Conclude, based on the audit evidence obtained, whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Government's ability to continue as a going concern for a reasonable period of time.

Because of the inherent limitations of an audit, together with the inherent limitations of internal control, an unavoidable risk that some material misstatements may not be detected exists, even though the audit is properly planned and performed in accordance with GAAS.

Our audit will also be conducted in accordance with the standards for financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States and Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance or UG), and State of Alaska Audit Guide and Compliance Supplement for State Single Audits (State Audit Guide) and will include tests of accounting records, a determination of major program(s) in accordance with the Uniform Guidance, and other procedures we consider necessary to enable us to express such an opinion and to render the required reports. The Uniform Guidance and State Audit Guide requires that we also plan and perform the audit to obtain reasonable assurance about whether the auditee has complied with applicable federal and state statutes, regulations, and the terms and conditions of the federal and state awards that may have a direct and material effect on each of its major programs. Our procedures will consist of the applicable procedures described in the Office of Management and Budget's (OMB) Compliance Supplement for the types of compliance requirements that could have a direct and material effect on each of the Government's major programs. As required by the Uniform Guidance and State Audit Guide, our audit will include tests of transactions related to major federal and state award programs for compliance with applicable

federal and state statutes, regulations, and the terms and conditions of federal and state awards. The purpose of these procedures will be to express an opinion on the Government's compliance with requirements applicable to major programs in our report on compliance issued pursuant to the Uniform Guidance.

Our work will be based primarily upon selected tests of evidence supporting the amounts and disclosures in the financial statements and, therefore, will not include a detailed check of all of the Government's transactions for the period. Also, an audit is not designed to detect errors or fraud or violations of federal and state statutes and regulations that are immaterial to the financial statements or major programs. However, we will inform you of any material errors or fraud that come to our attention. We will also inform you of possible illegal acts that come to our attention unless they are clearly inconsequential. We will also include such matters in the reports required for an audit performed under the Uniform Guidance. In addition, during the course of our audit, financial statement misstatements relating to accounts or disclosures may be identified, either through our audit procedures or through communication by your employees to us, and we will bring these misstatements to your attention as proposed adjustments. At the conclusion of our audit we will communicate to those charged with governance (as defined below) all uncorrected misstatements. Because the determination of abuse is subjective, *Government Auditing Standards* do not expect auditors to provide reasonable assurance of detecting abuse.

The term "those charged with governance" is defined as the person(s) with responsibility for overseeing the strategic direction of the Government and obligations related to the accountability of the Government, including overseeing the financial reporting process. For the Government, we agree that the Borough Assembly meets that definition.

We will perform test of controls, as required by the Uniform Guidance and State Audit Guide, to evaluate the effectiveness of the design and operation of controls that we consider relevant to preventing or detecting material noncompliance with each direct and material compliance requirement applicable to each of the Government's major federal and state award programs. However, our tests will be less in scope than would be necessary to render an opinion on these controls and, accordingly, no opinion will be expressed in our report on internal control issued pursuant to the Uniform Guidance and State Audit Guide.

We are also responsible for communicating with those charged with governance what our responsibilities are under GAAS, an overview of the planned scope and timing of the audit, and significant findings from the audit.

Responsibilities of Management and Identification of the Applicable Financial Reporting Framework

Our audit will be conducted on the basis that you and the Borough Assembly acknowledge and understand that you and the Borough Assembly have responsibility (1) for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America; (2) for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements and relevant to federal award programs that are free from material misstatement, whether due to error or fraud; (3) for identifying and ensuring that the Government complies with the laws and

regulations applicable to its activities; and (4) to provide us with access to all information of which you are aware that is relevant to the preparation and fair presentation of the financial statements, such as records, documentation, and other matters, additional information we may request for the purpose of the audit, and unrestricted access to persons within the Government from whom the auditor determines it is necessary to obtain audit evidence.

Management is also responsible for preparation of the schedule of federal expenditures of federal awards, including the notes, noncash assistance received and other required information, in accordance with the requirements of the Uniform Guidance. Management is responsible for identifying all federal awards expended during the period including federal awards and funding increments received prior to December 26, 2014, and those received subsequent to December 26, 2014 in accordance with the audit requirements of the Uniform Guidance. You acknowledge and understand your responsibility for the preparation of all supplementary information, including the schedule of expenditures of federal awards, in accordance with the applicable criteria. Management is responsible for identifying all federal awards received and understanding and complying with the compliance requirements, in accordance with the Uniform Guidance. Management is also responsible for (1) establishing and maintaining effective internal control, including internal control over compliance and for evaluating and monitoring ongoing activities to help ensure that appropriate goals and objectives are met, (2) compliance with federal statutes, regulations, and the terms and conditions of federal awards, (3) ensuring that there is reasonable assurance that government programs are administered in compliance with compliance requirements, and (4) ensuring that management and financial information is reliable and properly reported. You also agree to include our report on the supplementary information in any document that contains the supplementary information and that indicates that we have reported on such supplementary information. You also agree to present the supplementary information with the audited financial statements, or, if the supplementary information will not be presented with the audited financial statements, to make the audited financial statements readily available to the intended users of the supplementary information no later than the date of issuance of the supplementary information and our report thereon.

Management's responsibilities also include identifying and informing us of significant contractor relationships in which the contractor is responsible for program compliance and for the accuracy and completeness of that information.

Management is responsible for adjusting the financial statements to correct material misstatements relating to accounts or disclosures, after evaluating their propriety based on a review of both the applicable authoritative literature and the underlying supporting evidence from the Government's files; or otherwise concluding and confirming in a representation letter (as further described below) provided to us at the conclusion of our audit that the effects of any uncorrected misstatements are, both individually and in the aggregate, immaterial to the financial statements taken as a whole. Additionally, as required by the Uniform Guidance and State Audit Guide, it is management's responsibility to follow up and take corrective action on reported audit findings and to prepare a summary schedule of prior audit findings and a corrective action plan.

As required by GAAS, we will request certain written representations from management at the close of our audit to confirm oral representations given to us and to indicate and document the

continuing appropriateness of such representations and reduce the possibility of misunderstanding concerning matters that are the subject of the representations. Because of the importance of management's representations to an effective audit, the Government agrees, subject to prevailing laws and regulations, to release and indemnify BDO and its shareholders, principals, employees, Affiliates, contractors, agents, and Permitted Assignees (as defined herein under "Assignment") (collectively, the "BDO Group") from and against all claims, liabilities, damages, or expenses (including attorneys' fees) of any kind relating to the services or this Agreement, whether arising in contract, statute, tort (including, without limitation, negligence), or otherwise (collectively, the "Claims") attributable to any knowing misrepresentations by management.

Management is also responsible for the design and implementation of programs and controls to prevent and detect fraud, and for informing us about all known or suspected fraud affecting the Government involving (a) management, (b) employees who have significant roles in internal control, and (c) others where the fraud could have a direct and material effect on the financial statements and/or schedule of expenditures of federal awards. Your responsibilities include informing us of your knowledge of any allegations of fraud or suspected fraud affecting the Government received in communications from employees, former employees, grantors, regulators, or others. In addition, you are responsible for identifying and ensuring that the Government complies with applicable federal statutes, regulations, and the terms and conditions of the federal awards. Management is also responsible for taking timely and appropriate steps to remedy fraud and noncompliance with provisions of federal statutes, regulations and the terms and conditions of the federal awards, or abuse that we report.

Management is responsible for establishing and maintaining a process for tracking the status of audit findings and recommendations. Management is also responsible for identifying to us, previous financial audit attestation engagements, performance audits, or other studies related to our audit objectives. This responsibility includes communicating to us corrective actions taken to address significant findings and recommendations resulting from those audits, attestation engagements, performance audits, or studies. You are also responsible for providing management's views on our current findings, conclusions, and recommendations, as well as your planned corrective actions for the report, and for the timing and format for providing that information.

At the conclusion of the engagement, we will complete the appropriate sections of and electronically certify the Data Collection Form that summarizes our audit findings. We will provide a final copy of our reports in a PDF file to the Government; however, it is management's responsibility to upload the PDF version of the reporting package (including financial statements, schedule of expenditures of federal awards, summary schedule of prior audit findings, auditor's reports, and corrective action plan) and complete the appropriate sections of the Data Collection Form. Management is responsible for electronically certifying the Data Collection Form and electronically submitting the completed Data Collection Form to the Federal Audit Clearinghouse (FAC). The financial reporting package must be text searchable, unencrypted, and unlocked to be accepted by the FAC. The Data Collection Form and the reporting package must be submitted electronically within the earlier of 30 days after receipt of the auditor's reports or nine months after the end of the audit period, unless a longer period is agreed to in advance by the oversight agency for audit. Both BDO and management are responsible for ensuring that in their respective parts of the reporting package there is no protected personally identifiable information. We

understand that we must make copies of the Data Collection Form and reporting package available for public inspection.

Expected Form and Content of the Auditor's Report

At the conclusion of our audit, we will submit to you a report containing our opinion as to whether the financial statements, taken as a whole, are fairly presented based on accounting principles generally accepted in the United States of America. If, during the course of our work, it appears for any reason that we will not be in a position to render an unmodified opinion on the financial statements or the Uniform Guidance compliance, or that our report will require an Emphasis of Matter or Other Matter paragraph, we will discuss this with you. It is possible that, because of unexpected circumstances, we may determine that we cannot render a report or otherwise complete the engagement. If, for any reason, we are unable to complete the audit or are unable to form or have not formed an opinion, we may decline to express an opinion or decline to issue a report as a result of the engagement. If, in our professional judgment, the circumstances require, we may resign from the engagement prior to completion.

The reports on internal control and compliance will each include a statement that the purpose of these reports is solely to describe the scope of our testing of internal control and compliance and the results of that testing based on the requirements of *Government Auditing Standards (GAS)* and the Uniform Guidance and are not suitable for any other purpose.

Termination

Upon notice to the Government, BDO may terminate this Agreement if BDO reasonably determines that it is unable to perform the services described in this Agreement in accordance with applicable professional standards, laws, or regulations. If we elect to terminate our services for any reason provided for in this Agreement, our engagement will be deemed to have been completed upon written notification of termination, even if we have not completed our report. If the Agreement is terminated, the Government agrees to compensate BDO for the services performed and expenses incurred through the effective date of termination. Those provisions in this Agreement that, by their very nature, are intended to survive termination shall survive after the termination of the Agreement, including, but not limited to, the parties' obligations related to any of the following provisions: indemnification, limitations on liability, confidentiality, dispute resolution, payment and reimbursement obligations, and limitations on use or reliance.

Client Continuance Matters

BDO is retaining the Government as a client in reliance on information obtained during the course of our client continuance procedures. Bikky Shrestha a BDO assurance principal, has been assigned the primary responsibility for the engagement and for issuing the appropriate report on the Government's financial statements on behalf of BDO. If such assignment changes during the course of our engagement, we will notify management and those charged with governance.

Email Communication

BDO disclaims and waives, and you release the BDO Group from, all liability for the interception or unintentional disclosure of email transmissions or for the unauthorized use or failed delivery of emails transmitted or received by BDO in connection with the services we are being engaged to perform under this Agreement.

External Computing Options

If, at the Government's request, any member of the BDO Group agrees to use certain external commercial services, including but not limited to services for cloud storage, remote control, and/or file sharing options (collectively "External Computing Options"), that are outside of BDO's standard security protocol, the Government acknowledges that such External Computing Options may be associated with heightened security and privacy risks. Accordingly, the BDO Group disclaims and the Government agrees to release the BDO Group from, and indemnify the BDO Group for, all liability arising out of or related to the use of such External Computing Options.

Use of BDO Advantage Extraction Scripts or Services

With your approval, BDO may use BDO Advantage Extraction Scripts or Services to extract certain general ledger and subledger information from your financial accounting system to facilitate performance of our services. The BDO Advantage Extraction Scripts or Services and all information, content, materials, products (including software), and other services included in or otherwise made available to you through the BDO Advantage Extraction Scripts or Services are provided by BDO on an "as is" and "as available" basis, unless otherwise specified in writing. BDO makes no representations or warranties of any kind, expressed or implied, as to the operation of the BDO Advantage Extraction Scripts or Services, or the information, content, materials, products (including software), or other services included in or otherwise made available to you through the BDO Advantage Extraction Scripts or Services, unless otherwise specified in writing. You expressly agree that your use of the BDO Advantage Extraction Scripts or Services is at your sole risk, and you release the BDO Group from any liability connected therewith. BDO shall not share or sell any of the extracted information to third parties, and BDO shall use such information solely to facilitate performance of the services described in this Agreement.

Ownership of Working Papers

In connection with the performance of our services, we will prepare documents that support our work and include items such as work programs and analyses that do not constitute part of the Government's records ("Working Papers"). The Working Papers prepared pursuant to this Agreement are the property of BDO. The Working Papers constitute confidential, proprietary, and trade secret information, and will be retained by BDO in accordance with our policies and procedures and all applicable laws.

However, pursuant to authority given by law or regulation, we may be requested to make certain Working Papers available to the Government's oversight agency, or its designee, a federal agency providing direct or indirect funding, or the U.S. Government Accountability Office for purposes of a quality review of the audit, to resolve audit findings, or to carry out oversight responsibilities.

We will notify you of any such request. If requested, access to such Working Papers will be provided under the supervision of BDO personnel and at a location designated by BDO. Furthermore, upon request, we may provide photocopies of selected Working Papers to the aforementioned parties. These parties may intend or decide to distribute the photocopies of information contained therein to others, including other governmental agencies. If a Working Paper access request is received from a regulator, we will ask you and the regulator, and any designees, including third party accounting firms, to acknowledge, in writing, the conditions under which we will provide such access; and you agree to provide such written acknowledgment.

Reproduction of Auditor's Report

If the Government plans any reproduction or publication of a document that includes our report, or any portion of it, and that is assembled differently from any paper or electronic version that we have previously reviewed and approved for the Government (e.g., by the addition of financial statements and/or accompanying information that you have produced), a copy of the entire document in its final form should be submitted to us in sufficient time for our review and written approval before printing. You also agree to provide us with a copy of the final reproduced material for our written approval before it is distributed. If, in our professional judgment, the circumstances require, we may withhold our written approval.

Posting of Auditor's Report and Financial Statements on Your Website

You agree that, if you plan to post an electronic version of the financial statements and auditor's report on your website, you will ensure that there are no differences in content between the electronic version of the financial statements and auditor's report on your website and the signed version of the financial statements and auditor's report provided to management by BDO. You also agree to indemnify the BDO Group for all claims that may arise from any differences between the electronic and signed versions.

Availability of Records and Personnel

You agree that all records, documentation, and information we request in connection with our audit will be made available to us (including those pertaining to related parties), that all material information will be disclosed to us, and that we will have the full cooperation of, and unrestricted access to, your personnel during the course of the engagement.

You also agree to ensure that any third-party valuation reports that you provide to us to support amounts or disclosures in the financial statements (a) indicate the purpose for which they were intended, which is consistent with your actual use of such reports; and (b) do not contain any restrictive language that would preclude us from using such reports as audit evidence.

Assistance by Your Personnel and Internet Access

We also ask that your personnel prepare various schedules and analyses for our staff. However, except as otherwise noted by us, no personal information other than names related to Government employees and/or customers should be provided to us. In addition, we ask that you provide high-speed Internet access to our engagement team, if practicable, while working on the

Government's premises. This assistance will serve to facilitate the progress of our work and minimize costs to you.

Peer Review Reports

Government Auditing Standards requires that we provide you with a copy of our most recent quality control review report. Our latest peer review report accompanies this letter.

Other Services

We are always available to meet with you and other executives at various times throughout the year to discuss current business, operational, accounting, and auditing matters affecting the Government. Whenever you feel such meetings are desirable, please let us know. We are also prepared to provide services to assist you in any of these areas. We will also be pleased, at your request, to attend governing board meetings.

In addition to the audit services described above, you have requested that we provide the following non-attest services:

We will assist the Borough in preparing and submitting the required Form SF-SAC Data Collection Form and the GASB 68 & 75 entries and related footnote disclosures.

Independence

Professional and certain regulatory standards require us to be independent, in both fact and appearance, with respect to the Government in the performance of our services. Any discussions that you have with personnel of BDO regarding employment could pose a threat to our independence. Therefore, we request that you inform us prior to any such discussions so that we can implement appropriate safeguards to maintain our independence.

In order for us to remain independent, professional standards require us to maintain certain respective roles and relationships with you with respect to the non-attest services described above. Prior to performing such services in conjunction with our audit, management must acknowledge its acceptance of certain responsibilities.

We will not perform management functions or make management decisions on behalf of the Government. However, we will provide advice and recommendations to assist management of the Government in performing its functions and fulfilling its responsibilities.

The Government agrees to perform the following functions in connection with our performance of the preparation and submission of the required Form SF-SAC Data Collection Form, and the preparation of the GASB 68 & 75 entries and footnote disclosures:

- a. Make all management decisions and perform all management functions with respect to the preparation and submission of the required Form SF-SAC Data Collection Form, and the preparation of the GASB 68 & 75 entries and footnote disclosures provided by us.

- b. Assign Jacki Brandell, Finance Director, to oversee the preparation and submission of the required Form SF-SAC Data Collection Form, and the preparation of the GASB 68 & 75 entries and footnote disclosures and evaluate the adequacy and results of the services.
- c. Accept responsibility for the results of preparation and submission of the required Form SF-SAC Data Collection Form, and the preparation of the GASB 68 & 75 entries and footnote disclosures.

The services are limited to those outlined above. We, in our professional judgment, reserve the right to refuse to perform any procedure or take any action that could be construed as making management decisions or performing management functions. The Government must make all decisions with regard to our recommendations. By signing this Agreement, you acknowledge your acceptance of these responsibilities.

Limitation of Liability

Except to the extent finally determined to have resulted from the fraud or intentional misconduct of any member of the BDO Group, the BDO Group's aggregate liability to the Government for all direct or third party Claims shall not exceed the aggregate amount of fees paid by the Government to BDO during the 12 months preceding the date of the Claim for the services giving rise to the Claim. In no event shall the BDO Group be liable for consequential, special, indirect, incidental, punitive, or exemplary losses or damages relating to this Agreement.

Dispute Resolution Procedure

Any dispute or claim between you and BDO arising out of or relating to the Agreement or a breach of the Agreement, including, without limitation, claims for breach of contract, professional negligence, breach of fiduciary duty, misrepresentation, fraud, or claims based in whole or in part on any other common-law, statutory, regulatory, legal, or equitable theory, and disputes regarding all fees, including attorneys' fees of any type, and/or costs charged under this Agreement ("Arbitration Claims") (except to the extent provided below) shall be submitted to binding arbitration administered by the American Arbitration Association ("AAA"), in accordance with its Commercial Arbitration Rules. Arbitration Claims shall be brought in a party's individual capacity, and not as a plaintiff or class member in any purported class or representative proceeding. Arbitration Claims shall be heard by a panel of three (3) arbitrators, to be chosen as follows: within fifteen (15) days after the commencement of arbitration, each party shall select one person to act as arbitrator; thereafter, the two individually selected arbitrators shall select a third arbitrator within ten (10) days of their appointment, or any extension of that time agreed to by the individually selected arbitrators. If the arbitrators selected by the parties are unable or fail to agree upon the third arbitrator within the aforementioned time, the third arbitrator shall be selected by the AAA. The arbitration panel shall have the power to rule upon its own jurisdiction and authority, including any objection to the initial or continuing existence, validity, effectiveness, or scope of this arbitration agreement. The arbitration panel may not consolidate more than one person's claims and may not otherwise preside over any form of a representative or class proceeding. The arbitration panel shall have no authority to award non-monetary or equitable relief, but nothing herein shall be construed as a prohibition

against a party from pursuing non-monetary or equitable relief in a federal or state court. The place of arbitration shall be the city in which the BDO office providing the majority of the services involved under this Agreement is located, unless the parties agree in writing to a different location. Regardless of where the arbitration proceeding actually takes place, all aspects of the arbitration and the Agreement shall be governed by the provisions of the laws of the State of New York (except if there is no applicable state law providing for such arbitration, then the Federal Arbitration Act shall apply) and the procedural and substantive law of such state shall be applied without reference to conflicts of law rules. The parties shall bear their own legal fees and costs for all Arbitration Claims. The award of the arbitrators shall be accompanied by a reasoned opinion, and judgment on the award rendered by the arbitration panel may be entered in any court having jurisdiction thereof. Except as may be required by law or to enforce an award, neither a party nor an arbitrator may disclose the existence, content, or results of any arbitration hereunder without the prior written consent of the parties to the Agreement. The parties to the Agreement acknowledge that by agreeing to this arbitration provision, they are giving up the right to litigate claims against each other, and important rights that would be available in litigation, including the right to trial by judge or jury, to extensive discovery and to appeal an adverse decision. The parties acknowledge that they have read and understand this arbitration provision, and that they voluntarily agree to binding arbitration.

The Government shall bring no Arbitration Claim more than one (1) year following the completion of the services provided under this Agreement to which the Arbitration Claim relates. This paragraph will shorten, but in no event extend, any otherwise legally applicable period of limitations on such Arbitration Claims.

Fees

Our charges to the Government for the services described above for the year ending June 30, 2025, will be \$86,500 (\$77,000 for the financial statements audit, \$6,000 and \$3,500 assuming 1 federal and 1 state program respectively) plus engagement-related out-of-pocket expenses, travel expenses, and other related costs and expenses incurred to deliver the services described above, including communication, data and technology, printing, and other direct engagement costs. The following is an agreed-upon schedule of payments:

Prior to commencement of engagement	\$20,000
At start of final fieldwork	\$40,000 plus incurred expenses
Upon completion of final fieldwork	Balance plus incurred expenses

This fee (range) is based on the following assumptions:

- Your personnel will prepare certain schedules and analyses for us and make available to us documents for our examination as and when requested and will utilize our BDO portal to provide us such documents.

- Our planned audit timing as agreed upon with you does not change and the client-prepared information and documents are available at the beginning of our fieldwork date(s).
- There will be no significant changes in the internal controls, key personnel, or structure of the organization.
- There will be no significant changes in critical systems affecting key financial statement accounts (e.g., significant upgrade, systems integration, and/or systems implementation).
- There will be no significant acquisitions or disposals of businesses.
- The number of audit adjustments identified will be minimal.
- There will not be significant amendments to the Government's debt or financing arrangements requiring significant accounting analysis and/or "debt compliance letters."
- There will not be any unanticipated increases in current operations requiring significant additional audit time.

Should we encounter any unforeseen problems that will warrant additional time or expense, we will notify you of the situation and provide an estimate of our additional fees.

This fee structure does not take into consideration effects that any future standards promulgated by the Governmental Accounting Standards Board and/or other professional bodies will have on our audit procedures. As we become aware of additional audit procedures resulting from these circumstances, we will notify you of the circumstances requiring additional procedures and the resulting additional fee estimates.

Invoices are payable upon receipt. If we do not receive any written notice of dispute within 10 days of your receipt of the invoice, we will conclude that you have seen the invoice and find it acceptable. Invoices that are unpaid 30 days past the invoice date are deemed delinquent and we reserve the right to charge interest on the past due amount at the lesser of (a) 1.0% per month or (b) the maximum amount permissible by applicable law. Interest shall accrue from the date the invoice is delinquent. We reserve the right to suspend our services, withhold any deliverables, or withdraw from this engagement entirely if any of our invoices are delinquent. In the event that any collection action is required to collect unpaid balances due to us, you agree to reimburse us for all our costs of collection, including without limitation, attorneys' fees.

This engagement includes only those services specifically described in this Agreement; any additional services not specified herein will be agreed to in a separate letter. In the event you request us to object to or respond to, or we receive and respond to, a validly issued third party subpoena, court order, government regulatory inquiry, or other similar request or legal process against the Government or its management for the production of documents and/or testimony relative to information we obtained and/or prepared during the course of this or any prior engagements with the Government, you agree to compensate us for all time we expend in

connection with such response, at our standard rates, and to reimburse us for all related out-of-pocket costs (including outside attorneys' fees) that we incur.

Assignment

BDO shall have the right to assign its rights to perform a portion of the services described above to any of its independent BDO Alliance USA members, member firms of the international BDO network, or unaffiliated third-party contractors (a "Permitted Assignee"). If such assignment is made, the Government agrees that, unless it enters into an engagement letter directly with the Permitted Assignee, all of the applicable terms and conditions of this Agreement shall apply to the Permitted Assignee. We agree that we shall not permit the Permitted Assignee or any Affiliate to perform any work relating to the services until it agrees to be bound by the applicable terms and conditions of this Agreement. We further agree that we will remain primarily responsible for the services described above, unless we and the Government agree otherwise, and we ensure that the work of the Permitted Assignee or Affiliate is performed in accordance with this Agreement. From time to time, and depending on the circumstances, personnel from an Affiliate or Permitted Assignees located in other countries may participate in the services we provide to personnel from a BDO subsidiary or the Government. In some cases, we may transfer information to or from the United States or another country. Although applicable privacy laws may vary depending on the jurisdiction, and may provide less or different protection than those of the Government's home country, we require that all such Affiliates and Permitted Assignees agree to maintain the confidentiality of the Government's information and observe our policies concerning any confidential client information that we provide to them.

The Government may not assign this Agreement to another party without our prior written consent.

Non-CPA Owner Notice Requirement

BDO is owned by professionals who hold CPA licenses as well as by professionals who are not licensed CPAs. Therefore, depending on the nature of the services being provided, non-CPA owners may be involved in providing certain services hereunder.

Third-Party Use

All services hereunder shall be solely for the Government's use and benefit pursuant to our client relationship. This engagement does not create privity between BDO and any person or party other than the Government, and is not intended for the express or implied benefit of any third party. No third party is entitled to rely, in any manner or for any purpose, on the services of BDO hereunder.

Confidentiality

Each of the parties hereto shall treat and keep all of the "Confidential Information" (defined below) as confidential, with at least the same degree of care as it accords to its own confidential information, but in no event less than a reasonable degree of care. Each party shall disclose the Confidential Information only to its employees, principals, contractors, consultants, agents, or its

legal or other advisors, provided that they have: (A) each been informed of the confidential, proprietary, and secret nature of the Confidential Information, or are subject to a binding, preexisting obligation of confidentiality no less stringent than the requirements of this Agreement, and (B) a demonstrable need to review such Confidential Information. "Confidential Information" means all non-public information that is marked as "confidential" or "proprietary" or has commercial value in the party's business and is obtained by one party (the "Receiving Party") from the other party (the "Disclosing Party"). All terms of this Agreement are considered Confidential Information. Notwithstanding the foregoing, Confidential Information shall not include any information that was or is: (a) known to the Receiving Party prior to disclosure by the Disclosing Party; (b) as of the time of its disclosure, or thereafter becomes, part of the public domain through a source other than the Receiving Party; (c) made known to the Receiving Party by a third person who is not subject to any confidentiality obligation known to Receiving Party and such third party does not impose any confidentiality obligation on the Receiving Party with respect to such information; (d) required to be disclosed pursuant to governmental authority, professional obligation, law, decree regulation, subpoena, or court order; or (e) independently developed by the Receiving Party. If BDO is providing tax services for the Government, in no case shall the tax treatment or the tax structure of any transaction be treated as confidential as provided in Treas. Reg. sec. 1.6011-4(b)(3). If disclosure is required pursuant to subsection (d) above, the Receiving Party shall (other than in connection with routine supervisory examinations by regulatory authorities with jurisdiction and without breaching any legal or regulatory requirement), to the extent legally permissible, provide prior written notice thereof to allow the Disclosing Party to seek a protective order or other appropriate relief. Upon the request of the Disclosing Party, the Receiving Party shall return or destroy all of the Confidential Information except for (i) copies retained in working paper files retained to comply with a party's professional or legal obligations and (ii) such Confidential Information retained in accordance with the Receiving Party's normal data back-up procedures. Notwithstanding the foregoing, BDO shall have the right to use the Government's Confidential Information in connection with performing BDO's obligations hereunder, and also to use de-identified and aggregated key performance indicators derived from BDO's work product in efforts to improve the services generally, including for benchmarking and analytical purposes, so long as such information remains in a de-identified aggregated form and such use does not violate any of BDO's obligations of confidentiality hereunder. BDO shall not share or sell any of the de-identified Government information to third parties, and shall store such information in such a way that neither the Government nor any of the Government's staff or customers can be identified.

Subject to applicable professional standards, our engagement by the Government will in no way preclude us from being engaged by any other party in the future. Notwithstanding anything contained in confidentiality provisions set forth herein, BDO shall be permitted to disclose that it is engaged to provide the services to the Government under this Agreement if BDO in its reasonable professional judgment determines that such disclosure is required in connection with BDO's provision of services on behalf of other clients of BDO, including, without limitation, professional services engagements under which BDO personnel act as professionals in legal proceedings that require disclosures, as arbitrators in post-acquisition disputes, or as expert witnesses.

Restricted Federal Data

The parties agree that the services are not intended to involve the processing, storage, disclosure, or transmissions of Restricted Federal Data, defined as data or information subject to laws, regulations, or government-wide policies that require safeguarding or dissemination controls, including but not limited to the Federal Acquisition Regulations (“FAR”), the Defense Federal Acquisition Regulation Supplement (“DFARS”), the International Traffic in Arms Regulation (“ITAR”), the Export Administration Regulations (“EAR”), and the Arms Export Control Act (“AECA”), and any other data or information that is restricted for dissemination or disclosure to foreign nationals. For clarity, and without limiting the foregoing, controlled unclassified information (“CUI”) shall be included in the definition of Restricted Federal Data. Because BDO relies on this information in order to fulfill its own compliance obligations, the Government shall not provide or otherwise make available Restricted Federal Data to BDO or its employees unless expressly agreed to in advance in writing by BDO. If the Government becomes aware that any known or suspected Restricted Federal Data will be or has been disclosed to BDO by the Government or otherwise in connection with the Services, the Government will (a) immediately notify BDO in writing to regulatedgovtdata@bdo.com and will cease any further transfer of such data unless and until BDO expressly agrees in writing, (b) identify which documents at which pages contain such information, (c) identify which export control regulations apply where applicable, and (d) identify the relevant export control classifications that apply to the information in question. The Government will fully cooperate with BDO in the investigation of and response to any known or suspected Restricted Federal Data that the Government has disclosed to BDO notwithstanding the foregoing. The Government further agrees that it will be responsible for all fees, costs, and expenses associated with processing, storage, disclosure, or transmissions of such Restricted Federal Data, including without limitation additional fees, costs, and expenses related to compliance with obligations with respect to such Restricted Federal Data.

Licensing Representation

To the extent necessary for BDO to perform its obligations described herein, the Government represents and warrants that it will obtain, maintain, and comply with all of the licenses, consents, permits, approvals, and authorizations that are necessary to allow BDO and its employees, contractors, and subcontractors to access and use the services or software provided for the benefit of the Government under the Government’s third-party services contracts, licenses, or other contracts granting the Government the right to access, use, or receive services or software (each a “Licensing Representation”). Upon BDO’s request, the Government will provide BDO any references available evidencing the Licensing Representation (e.g., order number, customer support identifier). Tools subject to this Licensing Representation are hereby deemed External Computing Options (as defined in this Agreement). The Government hereby releases the BDO Group from, and indemnifies the BDO Group for, all claims and liabilities resulting from: (i) BDO’s reliance on a Licensing Representation; and (ii) the functionality of any third-party software or services used or accessed by BDO.

Intellectual Property

BDO shall retain the right to reuse the ideas, concepts, know-how, and techniques derived from the rendering of the services under this Agreement so long as it does not require the disclosure

of any of the Government's Confidential Information (as defined above). BDO shall be entitled to all protections afforded under State and Federal statutory or common law with respect to any report, computer program (source code and object code) or programming and/or material documentation, manual, chart, specification, formula, database architecture, template, system model, copyright, diagram, description, screen display, schematic, blueprint drawing, tape, license, listing, invention, record, development frameworks, code libraries, best practices, general knowledge, skills and experience, or other materials preexisting the execution of this Agreement ("BDO Intellectual Property"). Unless otherwise specifically stated in this Agreement, the reproduction, distribution, or transfer, by any means or methods, whether direct or indirect, of any of BDO's or its agents' Intellectual Property or proprietary information by the Government is strictly prohibited.

Miscellaneous

This Agreement sets forth the entire agreement between the parties with respect to the subject matter herein, superseding all prior agreements, negotiations, or understandings, whether oral or written, with respect to the subject matter herein. This Agreement may not be changed, modified, or waived in whole or part except by an instrument in writing signed by both parties. This Agreement is intended to cover only the services specified herein, although we look forward to many more years of pleasant association with the Government. This engagement is a separate and discrete event and any future services will be covered by a separate agreement to provide services.

Many banks have engaged a third party to electronically process cash or debt audit confirmation requests, and certain of those banks have mandated the use of this service. Further, such third party confirmation processors also provide for the electronic (and manual) processing of other confirmation types (e.g., legal, accounts receivable, and accounts payable). To the extent applicable, the Government hereby authorizes BDO to participate in such confirmation processes, including through the third party's website (e.g., by entering the Government's bank account information to initiate the process and then accessing the bank's confirmation response), and agrees that the BDO Group shall have no liability in connection therewith.

Whenever possible, each provision of this Agreement shall be interpreted in such a manner as to be effective and valid under applicable laws, regulations, professional standards, or related published interpretations (including, without limitation, the independence rules of the American Institute of Certified Public Accountants, Securities and Exchange Commission, Public Company Accounting Oversight Board, and Government Auditing Standards), but if any provision of this Agreement shall be deemed void, prohibited, invalid, or otherwise unenforceable in whole or in part for any reason under such applicable laws, regulations, professional standards, published interpretations, or any reason whatsoever, such provisions or portion(s) thereof shall be ineffective only to the extent of such prohibition, invalidity, or unenforceability and shall be amended to the minimum extent required to make the provision enforceable, and such revised provision shall be made a part of this Agreement as if it was specifically set forth herein. Furthermore, the provisions of the foregoing sentence shall not invalidate the remainder of such provision or the other provisions of this Agreement, which shall remain in full force and effect.

The Government's signature below represents and warrants that it has the full power and authority to enter into this Agreement on behalf of the Government. The Government represents and warrants that this Agreement constitutes the legal, valid, and binding obligation of the Government. The Government agrees to release, indemnify, and hold harmless BDO Group against any Claim to the extent arising out of its breach of any representation or warranty contained in this paragraph.

This Agreement may be transmitted in electronic format and shall not be denied legal effect solely because it was formed or transmitted, in whole or in part, by electronic record; however, this Agreement must then remain capable of being retained and accurately reproduced, from time to time, by electronic record by the parties to this Agreement and all other persons or entities required by law. An electronically transmitted signature to this Agreement will be deemed an acceptable original for purposes of consummating this Agreement and binding the party providing such electronic signature.

* * * * *

We believe the foregoing correctly sets forth our understanding; however, if you have any questions, please let us know. If you find the foregoing arrangements acceptable, please acknowledge this by signing this letter via the DocuSign link that we provide. Alternatively, if you are receiving hard copies of this engagement letter and DocuSign will not be used, please return to us a copy of this Agreement and retain a copy for your files.

Very truly yours,

(Signed BDO USA)

Acknowledged:

LOCAL GOVERNMENT

By: _____
Anne Bailey, Borough Administrator

Date: _____

The BDO USA Client Data Privacy Policy is located at <https://www.bdo.com/legal-privacy/client-data-privacy-policy>. If you have questions about this Privacy Policy, please contact us at privacy@bdo.com.



Report on the Firm's System of Quality Control

November 22, 2024

To the Principals of BDO USA, P.C. and the National Peer Review Committee:

We have reviewed the system of quality control for the accounting and auditing practice of BDO USA, P.C. (the firm) applicable to engagements not subject to PCAOB permanent inspection in effect for the year ended March 31, 2024. Our peer review was conducted in accordance with the Standards for Performing and Reporting on Peer Reviews established by the Peer Review Board of the American Institute of Certified Public Accountants (Standards).

A summary of the nature, objectives, scope, limitations of, and the procedures performed in a system review as described in the Standards may be found at www.aicpa.org/prsummary. The summary also includes an explanation of how engagements identified as not performed or reported in conformity with applicable professional standards, if any, are evaluated by a peer reviewer to determine a peer review rating.

Firm's Responsibility

The firm is responsible for designing and complying with a system of quality control to provide the firm with reasonable assurance of performing and reporting in conformity with the requirements of applicable professional standards in all material respects. The firm is also responsible for evaluating actions to promptly remediate engagements deemed as not performed or reported on in conformity with the requirements of applicable professional standards, when appropriate, and for remediating weaknesses in its system of quality control, if any.

Peer Reviewer's Responsibility

Our responsibility is to express an opinion on the design of and compliance with the firm's system of quality control based on our review.

Required Selections and Considerations

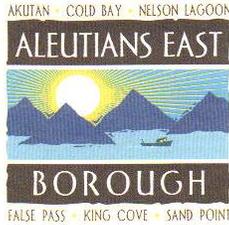
Engagements selected for review included engagements performed under *Government Auditing Standards*, including compliance audits under the Single Audit Act; audits of employee benefit plans, an audit performed under FDICIA, and examinations of service organizations (SOC 1® and SOC 2® engagements).

As a part of our peer review, we considered reviews by regulatory entities as communicated by the firm, if applicable, in determining the nature and extent of our procedures.

Opinion

In our opinion, the system of quality control for the accounting and auditing practice of BDO USA, P.C. applicable to engagements not subject to PCAOB permanent inspection in effect for the year ended March 31, 2024, has been suitably designed and complied with to provide the firm with reasonable assurance of performing and reporting in conformity with applicable professional standards in all material respects. Firms can receive a rating of *pass*, *pass with deficiency(ies)* or *fail*. BDO USA, P.C. has received a peer review rating of *pass*.

Baker Tilly US, LLP



RESOLUTION NO. 25-53

A RESOLUTION OF THE ALEUTIANS EAST BOROUGH ASSEMBLY AUTHORIZING THE MAYOR TO NEGOTIATE AND EXECUTE A SERVICES AGREEMENT WITH BDO TO PROVIDE PROFESSIONAL AUDITING SERVICES TO THE ALEUTIANS EAST BOROUGH FOR FISCAL YEAR 2025, IN AN AMOUNT NOT TO EXCEED \$100,500

WHEREAS, on January 16, 2023, the Aleutians East Borough (Borough) issued a Request for Proposal (RFP) from qualified audit firms to audit the Borough's financial statements for FY23 and FY24, with the option of auditing the Borough's financial statements for the next three years (3) subsequent fiscal years; and

WHEREAS, the Borough received two proposals and selected BDO; and

WHEREAS, BDO has completed the FY23 audit and is in the process of completing the FY24 audit; and

WHEREAS, the Administration would like to enter into a contract for the FY25 audit, exercising the first-year extension; and

WHEREAS, the Borough requests the Assembly's authorization for the Mayor or his designee to negotiate and execute a Services Agreement with BDO to provide professional auditing services for Fiscal Year 2025, in an amount not to exceed \$100,500 which includes the base cost of \$86,500 and \$14,000 for anticipated travel expenses and additional work performed if required by the audit findings.

NOW, THEREFORE, BE IT RESOLVED the Aleutians East Borough Assembly authorizes the Mayor or his designee to negotiate and execute a Services Agreement with BDO to provide professional auditing services for Fiscal Year 2025, in an amount not to exceed \$100,500.

PASSED AND APPROVED BY THE ALEUTIANS EAST BOROUGH ASSEMBLY
on this 10th day of April 2025.

Alvin D. Osterback, Mayor

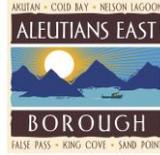
ATTEST:

Beverly Rosete, Clerk

OLD BUSINESS

NEW BUSINESS

REPORTS AND UPDATES



To: Honorable Mayor Osterback and AEB Assembly
From: Anne Bailey, Borough Administrator
Subject: Assembly Report
Date: April 3, 2025

Cold Bay Dock

Cold Bay Dock Replacement Project

The State of Alaska and the Aleutians East Borough are working on negotiating and executing a Memorandum of Agreement between the Borough and DOT&PF for the Cold Bay Dock Project.

Restoration Science & Engineering is a sub-consultant for the State for the Cold Bay Dock Project. RSE will be performing an Environmental Site Assessment of the Dock from March 31st to April 2nd. Per the State, RSE would be performing a visual site inspection survey with no ground disturbing activities. They will be visually assessing the current site conditions by looking for stains, spills, stored chemicals, bulk fuel storage, transformers and other possible sources of contamination which might be categorized as a "Recognized Environmental Condition."

PND will be conducting a site visit on April 10-11, 2025. I am planning on attending the visit with the design team.

PND's Survey Team will be travelling to Cold Bay to perform some additional survey work to advance their efforts for the project. The field work is anticipated to take three days and they are anticipated to be in the field on April 15, 2025.

Cold Bay Dock Allision Project

On March 14, 2025, the Aleutians East Borough and Western Marine Construction have entered into a contract in the amount of \$609,000 to address the damage to the fender piles. A Notice to Proceed has also been executed.

On April 1, 2025, a kick-off meeting was held with Moffatt & Nicol, WMC and the Borough. The tentative schedule for the repairs is to have the materials arrive in Kodiak in early June, have the barge arrive in Cold Bay in mid to late July and the work to occur within a 3 to 7 day schedule.

AMLJIA has received a Rule 408 Communication from M/V Coastal Standard in regard to the allision. AMLJIA has hired an attorney, and the Borough Administration is working with him to address the issue.

Cold Bay Clinic

A summary of UIC's recent work activities is provided below:

- Demolished cabinets and flooring in Trauma, X-Ray, Lab and providers office.
- Installed new security cameras.
- Installed new electrical panels in Ambulance bay
- Removed old IT rack; installed new IT rack.
- Installed new lights in Trauma, IT room, storage room and providers office.
- Sawcut and removed concrete in Trauma for new eyewash station.

Akun Dock and Breakwater

After numerous discussions with our DC lobbyists and the Army Corps, the Borough sent a Renewed Letter of Interest to the Army Corps of Engineers for the Akutan Navigational Improvement Project on March 12, 2025. The letter supported the continued development and advancement of the Akutan Navigational Improvement Project toward a Design Agreement and into the Preconstruction, Engineering, and Design (PED) phase. This letter is not a legally binding agreement, nor does it commit the Borough or the Corps to provide any funding. Any financial commitments will be addressed at a later date through a separate Design Agreement.

Sand Point Pool Update

The Sand Point Pool Design is nearing 65% submittal milestone. The design team is working to "catch up" the pool design with the Major Maintenance DEED school improvement project so both projects can be constructed by UICC in 2025.

Prior to the 65% design, the AEB, AEBSD, and the design team worked through programming phase to determine pool details and features, including, but not limited to, pool user groups, pool depth and temperature, gutter type, and mechanical details.

The AEB is in the final stages of soliciting a contractor to conduct closed-circuit television (CCTV) inspection of discharge lines in the pool area at the mechanical room, and the boys and girls locker rooms. This inspection will confirm the pipe size and condition to better inform the design.

As a cost savings measure, the design team is working to incorporate the existing chemical controller and heat exchanger that was installed during the last few years, but hasn't been used much, if at all, due to the pools non-operational state.

Sand Point Harbor Float

On May 29, 2024, the draft EAS was submitted to USDOT for their review. On June 10, 2024, additional information and edits were submitted to MARAD, per their request.

On June 12, 2024, the Borough received the fully executed Department of Army permit, which

authorizes the construction of a new float system within the New Harbor. The permit expires on June 30, 2029.

In July, Moffatt & Nichol sent letters to NOAA and US Fish & Wildlife from MARAD requesting the respective agencies concurrence to apply the previous USACE consultation to fulfill MARAD's obligation under Section 7(a)(2). Both entities responded that this would work.

On July 11, 2024, M&N submitted the revised NEPA Environmental Assessment to MARAD for their legal review. MARAD had some questions and the updated NEPA was sent to MARAD on July 29, 2024

On August 27, 2024, MARAD emailed the Borough and M&N the signed Finding of No Significant Impact, completing the NEPA process for this project. MARAD has also informed us that the Engineering Risk Register has been completed. On September 5, 2024, the Borough signed the grant agreement. The last two steps for grant concurrence is:

- Step 10: MARAD's Office of Acquisition signs the grant agreement; MARAD will send AEB the fully signed grant agreement
- Step 11: MARAD obligates the funds and sends AEB the Notice To Proceed (NTP)

On September 6, 2024, M&N issued the Request for Proposal (RFP) documents for the project. The Borough is seeking proposals from qualified Contractors for the furnishing of all materials, labor, and equipment necessary to construct a new floating timber dock facility. The proposals are due on October 21, 2024 at 3:00 p.m. in the Borough Anchorage Office. The items have been posted in the Plans Room, on AGC Online Plans, on SeattleDJC.com, on the Borough website and Facebook page and in the Borough communities. It has also been posted in the Anchorage Daily News.

On September 20, 2024, Addendum No. 1 was issued answering numerous questions from interested contractors. On September 24, 2025, Addendum No. 2 was issued, which provided the meeting code for the Pre-Bid Meeting.

On September 25, 2025, M&N hosted a Pre-Bid meeting and provided a high-level overview of the project. Numerous people attended the meeting.

On October 4, 2024, Addendum No. 3 was issued and on October 16, 2024, Addendum No. 4 was issued. Both answered general questions. On October 17, 2024, a revision to Addendum No. 4 was issued.

On October 16, 2024, the Borough, M&N and MARAD met to discuss Post Award items. This included getting access to the USDOT "Delphi eInvoicing System", how to apply for reimbursements and submit quarterly reports.

The bid opening for the project occurred on October 21, 2024. Three proposals were received by the deadline.

On October 25, 2023, the evaluation committee met to review the proposals. It was determined

that all three entities met the qualification criteria. Therefore, on October 28, 2024 a Notice of Intent to Award was submitted to Western Marine in the amount of \$7,855,000.

On November 5, 2024, the Borough, M&N and Western Marine met to discuss a few alternate layouts for the floats in an amount not to exceed \$399,095.

On November 12, 2024, the Borough received approval from MARAD to award the contract for construction phase services to M&N without going out to competitive bid.

On November 20, 2024, the Borough and Western Marine Construction contract was executed and a Notice to Proceed was submitted to WMC in the amount of \$7,855,000

On November 25, 2024, the Borough and M&N executed a contract for Construction Phase Services in an amount not to exceed \$399,095.

On January 2, 2025, the Borough received permission from MARAD to proceed with adjusting the dock structure, putting a rub strip on the dock facility and purchasing additional piles and some additional work items.

On January 27, 2025, M&N conducted a shop visit at Transpac Marine. As of the 27th, nearly all the fabrication materials have been received by Transpac from the material suppliers. The main components that are awaiting shipment to Transpac are the timber bullrails, HDPE rubstrips, pile hoop fabrications, and the thru-rods. The current manufacturing progress is on schedule for delivery to Seattle in April.

On February 12, 2025, the Borough and State executed the State Harbor Facility Grant Agreement.

On February 27, 2025, M&N conducted a shop visit at Transpac Marine. As of the 27th, all the float modules were structurally complete, with the status decking, pile, guides and other miscellaneous parts varying by float. Noone of the floats ad decking completed, and none of the float modules have rub board, steel bullrail or power pedestal installation started.

On March 14, 2025, the Borough and State executed Amendment No. 1 for the Sand Point Harbor Facility Grant.

On March 19, 2025, M&N conducted a shop visit at Transpac Marine. As of the 19th, all the float modules were structurally complete and the decking, pile guides and other miscellaneous parts were either installed or waiting quality control inspection by Transpac. None of the floats have decking completed, and none of the float modules have rub board, steel bullrail or power pedestal installation started. Some deck boards where utilities were expected to be run were either installed with removable screws or not installed but ready for inspection. Transpac is ahead of schedule for delivery of all items on or before the required contract date. Per Western Marine, Transpac is scheduled to start shipping modules to Seattle on March 31, 2025 for barge loading over the next few weeks.

On April 1, 2025, the Borough, M&N and WMC held their monthly meeting. The project is still in the fabrication and procurement stage. First four float modules are in Seattle and WMC expects them to all be in Seattle the week of April 8th. Piles expected to start arriving in Seattle next week, and the gangway is already in Seattle.

Sand Point School DEED Grant

The DEED project is underway. The State of Alaska has reviewed and provided comments on the 35% design. DOWL/ECI are in the process of working on the 65% and the Construction Manager – General Contractor Solicitation. At the May 9, 2024 Assembly Meeting, the Borough approved Resolution 24-39 Authorizing the Mayor to use the Construction Manager/General Contractor Qualifications Based Selection project delivery method for the Sand Point K-12 School Major Maintenance Project. On May 22, 2024, Administration sent a request to the State of Alaska seeking authorization from DEED for the Aleutians East Borough to use a Construction Manager/General Contractor Qualifications Based Selection (CM/GC QBS) alternative delivery for the Sand Point School Major Maintenance Project. On May 24, 2024, the State approved the request to use a CM/GC QBS Selection alternative.

On June 7, 2024, the Construction Manager/General Contractor Qualifications Based Selection Request for Proposal was issued and one proposal was received by the June 28, 2024 deadline. The Borough issued a Notice of Intent to Negotiate for pre-construction services contract to UIC Construction, LLC. The contract with UIC Construction for pre-construction services has been executed.

On August 8, 2024, Administration signed a contract with EHS in the amount of \$40,388 to supplement the previous AHERA sampling information and conduct a hazardous materials survey for asbestos, lead, and interior PCB materials, prepare an abbreviated survey report, prepare a hazardous materials removal and disposal design and provide limited “in-house” oversight of the hazardous materials portion of the construction phase. The consultant travelled to Sand Point on August 27-29, 2024 and conducted the survey. Results on the samples will occur later than expected, but the surveyor was able to get enough materials that he wants results from.

On August 22, 2024, the Borough and the DOWL design team met with DEED to discuss the Commissioning Agent requirement. After discussing, DEED has agreed that we do not have to hire a third party to conduct this work and that it is already included in our existing contract with DOWL for the design work.

On August 23, 2024, Administration attended a 65% design review with UIC and the design team to address initial questions that UIC has. UIC is planning on conducting a site visit to the school on September 5-6, 2024.

On September 3, 2024, Amendment No. 2 for the Sand Point K-12 School Major Maintenance Grant was fully executed. The Amendment revised the project budget as follows:

	Current Budget	Change this Amendment	Revised Funding Source Total
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Grant Amount	\$1,929,575	\$2,497,832	\$4,427,407
Recipient's Participating Share	\$1,039,002	\$1,344,987	\$2,383,989
Other Funds	\$0	\$0	\$0
Project Total	\$2,968,577	\$3,842,819	\$6,811,396

On September 16, 2024, Talia and I attended a 65% Cost Reconciliation Meeting with the design team and UIC to go over their cost estimate. A lot of items were identified to review further.

On October 16, 2024, Talia and I attended a value engineering, allowance and contingency discussion with the design team and UIC. We are almost done narrowing in on the scope of work and cost estimate for the 65% design.

On November 4, 2024, Talia and I attended the final cost reconciliation meeting with the design team and UIC. Numerous cost savings were identified, and the project came under the Borough's designed budget. The design team also received official notice to begin the 95% design. On November 5, 2024, DOWL and the Borough met to do the last review of the value engineering items and agreed on some of the add alternate work that will be included in the 95% design. On November 6, 2024, the Borough and DOWL met with the State of Alaska to provide them an update on the project and received permission to initiate early authorization requests for long-lead items.

On February 13, 2025, DOWL/ECI issued the 100% contract documents for the project. UIC Construction is aiming to submit the guaranteed maximum price by March 4, 2025.

On February 25, 2025, the Borough received a response from DEED stating they reviewed and approved the 95% construction documents.

UIC Construction has provided the Guaranteed Maximum Price for the project. Resolution 25-44 authorizing the Mayor to negotiate and execute a contract with UIC Construction to provide construction services for the Sand Point Maintenance Project in an amount not \$8,800,123.

On March 3, 2025, the Alaska State Fire Marshall Office issued the permit for the SP School DEED project.

On March 26, 2025, the Borough executed a contract with UIC for construction of the SP School DEED Project in an amount of \$8,144,227. There will be a deductive change order for the doors. The projects commencement date is March 25, 2025 and the substantial completion date is October 25, 2025.

Borough/Community Meetings

On March 21, 2025, an email was sent to all the communities requesting to have a meeting to discuss the status of the communities and to allow the Borough the opportunity to learn more about the community's fiscal situation and any other issues they may be facing. Prior to the meeting the Borough requested the communities to provide their adopted FY 2025 Operating Budget, financial statements for the past two months, their last completed audit, and an overview

of their budget situation, including any revenue/expenditure assumptions and any projected reductions and/or efficiencies. On April 15, 2025, the Borough would like to meet with all six communities and then have individual meetings on the 15th and 16th.

Professional Engineering, Project Management, and Construction Management Services

On March 17, 2025, the Aleutians East Borough issued a Request for Proposal for Professional Engineering, Project Management, and Construction Management Services. The approximate contract schedule is as follows:

Issue RFP	March 17, 2025
Last day to submit pre-proposal questions	April 14, 2025
Deadline for receipt of proposal	April 21, 2025 at 4:00 p.m. AK time
Assembly Approval	May 8, 2025
Contract Starts	July 1, 2025

The RFP notice will be posted on the Borough website, Facebook page, throughout the communities, The Plans Room and in the Anchorage Daily News.

School Projects

Akutan School. On March 18, 2024, the Borough executed an agreement with LONG to conduct work on the water heater and conduct the annual maintenance of the boiler in an amount not to exceed \$91,865.

Other Items

- I attended SWAMC meetings on March 5 and 8, 2025.
- On March 26, 2025, Amendment #2 with Landye, Bennett & Blumstein (Joe Levesque) was executed.
- The upcoming Assembly Meeting Schedule is as follows:
 - Thursday, May 8th Regular Assembly Meeting
 - Thursday, May 22nd Special Assembly Meeting
 - No June 2025 Assembly Meeting

If you have any questions, comments, or concerns please contact me at (907) 274-7580 or abailey@aeboro.org.



Gangway Landing Floats

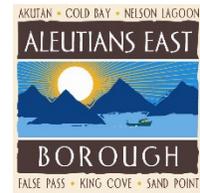


Trestle



Cold Bay Clinic Photos (3-30-2025)

To: The Honorable Mayor Osterback, AEB Assembly
From: Talia Jean-Louis, Assistant Borough Administrator
Subject: Assembly Report
Date: April 10, 2025



Energy Efficiency and Conservation Block Grant Program (EECBG):

The Aleutians East Borough is applying for the Department of Energy EECBG grant to implement energy retrofits for the King Cove school. On March 30, 2022, the U.S. Department of Energy (DOE) announced \$3.16 billion in new funding through the Weatherization Assistance Program (WAP) – DOE’s most extensive residential energy retrofit program. Retrofitting existing buildings presents an opportunity to improve the energy performance and operational costs of building assets, including heating, cooling, and ventilation (HVAC) systems and equipment, lighting and control systems, and the building envelope while improving occupant control (such as with grid-interactive technologies).

- On March 28, 2024, on the advice of the EECBG fellowship, I switched our application from a grant to an equipment rebate voucher, using the \$75,000 to replace the school’s lighting with LED lighting.
- The Administration worked with DOWL and ECI to provide the technical aspects of the grant.
- On April 26, 2024, the EECBG Program extended the deadline for local governments to October 31, 2024, from the original April 30th deadline.
- On August 28, 2024, I submitted the NEPA SOW requesting expedited reviews for projects with no ground-disturbing activities.
- On August 28, 2024, I also submitted the Borough’s Davis Bacon Assurance letter, moving our application to the next level for review.
- On September 25, 2024, the U.S. Department of Energy approved the Borough’s Energy Efficiency and Conservation Block Grant (EECBG) Program Equipment Rebate Voucher Application authorizing us to begin purchasing lighting.
- On October 10, 2024, I attended a meeting to review the reporting requirements for this grant. Regarding the following steps, the Administration will bring DOWL to assist with this project.
- As of October 31, 2024, I submitted the SF-425 form and the Locations Report required for quarterly reporting.
- On October 31, 2024, I met with engineers from DOWL and AMC to review the lighting replacement schedule and the lamp and emergency drivers. We decided to purchase a sample of the lights to ensure they fit correctly before proceeding with a bulk order.
- On December 4, 2024, I submitted the Annual Performance Report to EECBG, which means no reports are due now. EECBG will reach out if additional information is needed to complete this report.
- As of December 19, 2024, with the support of DOWL, the Borough has selected Crescent Electric for the King Cove school lighting materials.
- On December 19, 2024, following my meeting with DOWL, I met with EECBG cohorts to discuss pre and post-installation requirements for the lights, as well as the reimbursement process. EECBG does require before and after pictures to be taken throughout the project and the Borough does have two (2) years to complete the project.

- On January 27, 2025, the Borough purchased sample lights from Crescent Electrical Supply Company.
- On January 28, 2025, the Trump administration implemented a freeze on the federal grant program. Although this action was subsequently rescinded, the repercussions will be felt in equity and clean energy grants.
- On January 29, 2025, I had the opportunity to attend a meeting with Senator Murkowski. During the discussion, the prevailing sentiment was that there is considerable uncertainty regarding future projects. Senator Murkowski's office indicated that they are closely monitoring developments and will provide updates as new information becomes available. Additionally, I have reached out to the Energy Efficiency and Conservation Block Grant (EECBG) program. They expressed appreciation for my inquiry and assured me that they will respond when further information is accessible.
- In February 2025, the Department of Energy announced the continuation of the Energy Efficiency and Conservation Block Grant (EECBG) program, thereby authorizing grantees to proceed with their respective projects.
- The Borough has placed an order for sample lighting fixtures from Crescent Electric Supply Company. The delivery of all sample lights is anticipated on April 7, 2025, after which they will be dispatched to King Cove.

Rasmuson Community Support Grant:



The Aleutians East Borough is applying for the Rasmuson Foundation Community Grant to support the construction of a new pool in Sand Point. Community Support grants fund capital projects and projects with broad community impact. Awards range from \$35,000 to \$250,000. Applications are accepted year-round but only reviewed every 3-6 months. The administration plans to complete the application by March 1, 2025, for review and decision by May 31, 2024.

- In accordance with the guidelines of the grant, letters of support were recommended on an optional basis. I would like to express my gratitude to the Aleutian Pribilof Islands Association, Eastern Aleutian Tribes, and the Aleutian Housing Authority for their endorsements and support regarding the proposed construction of a new pool.
- On February 24, 2025, the Borough submitted the grant application.
- On February 26, 2025, the Borough received a notification indicating that our application has successfully passed the initial review stage and has advanced to the subsequent round of evaluation.
- On March 24, 2025, the administration convened with the program director of the Rasmuson Foundation to discuss additional details pertaining to the Sand Point pool project. The program director expressed a desire to gain further insights into the pool initiative and indicated that a site visit is essential as part of the late-stage review process.

for Community Support and Legacy grant proposals. The administration is currently in the process of organizing a future site visit to facilitate the foundation's evaluation.

Akutan Hangar Generator:

- On March 12, 2024, the Borough was notified that the generator for the Akutan hangar had malfunctioned and had completely stopped working.
- A Tacoma Diesel technician traveled to Akutan on May 7, 2024, to assess the generator and determine whether it could be repaired or replaced.
- It has been determined the generator needs to be entirely replaced. On August 30, 2024, the Borough received a quote from Tacoma Diesel for a brand-new generator at \$6,826.30.
- Upon the replacement of the generator, a Trident electrician will check the generator load and complete the heat restoration, and a Maritime Helicopter technician will complete the hangar door controller repair work.
- On September 17, 2024, the Borough purchased the new generator.
- As of 10.09.24, Tacoma Diesel has confirmed that the generator has arrived at their shop and is actively lining up flights and lodging to install it.
- The Borough intends to go into a short-form contract for services with Tacoma Diesel to replace the generator end. They will also be required to get into a payment and performance bond.
- The Borough is currently in the process of drafting and editing the short-form contract with Tacoma Diesel for the replacement of the generator end. The Borough is working with our attorneys to draft a fixed contract that establishes firm boundaries on cost, completion date, and potential delays.
- On February 26, 2025, the Borough entered into a formal contract with Tacoma Diesel for the replacement of a generator end.
- On March 13, 2025, the repair of the generator end was successfully completed, which resulted in the restoration of heating within the hangar.

Information Technology: ICE Services:

- The Borough is currently reviewing its request for proposals for information technology services. Our records indicate that on August 17, 2018, the Borough entered into a contract with ICE Services for a duration of two years, with an option to extend for one additional year.
- This contract was initially scheduled for the issuance of a new Request for Proposals (RFP) in August 2021. As we are now in 2025, we have surpassed both the contract term and the designated review date.
- With the support of ICE Services, I am in the process of drafting a new Request for Proposal (RFP).
- I would like to note that this will be the final year in which ICE Services will provide Information Technology support to the Borough, as they will discontinue their helpdesk and IT management services. Moving forward, their focus will shift to providing telecommunication services. During this transition, ICE Services has played a crucial role

in assisting me with the preparation of the new Request for Proposal (RFP) and in the future evaluation and assessment of the submitted proposals.

- On March 26, 2025, the Aleutians East Borough solicited proposals from qualified Information Technology service providers to deliver a comprehensive range of services. These services encompass data networking, disaster recovery, data center management, managed security services, cybersecurity, and end-user support. The primary objective of this service contract is to furnish the Borough administration and staff with dependable IT support and services that are essential for the effective functioning of government operations.

Maintenance Connection:

- SERRC provides customized direct student services, school and district support services, and community services (including adult education) to students of all ages, educators, schools, and school districts throughout Alaska.

Other Items:

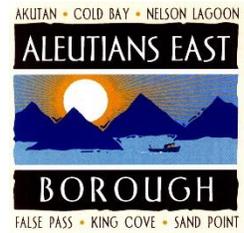
- Repair the control panel in the Akutan hangar.
- Replace bulbs in the Akutan hangar.

Regular Meetings Attended:

Date	Meeting
March 18, 2025	False Pass School discussion
March 19, 2025	Akutan Hangar Discussion
March 24, 2025	Rasmuson Foundation Sand Point School Meeting
April 2, 2025	FY 26 Insurance Discussion

If you have any questions, comments, or concerns, please get in touch with me at 907-274-7559 or tjeanlouis@aeboro.org

To: The Honorable Mayor Osterback, Aleutians East Borough Assembly
 From: Ernie Weiss, Natural Resources Department Director
 Subj: Report to the Assembly
 Date: April 4, 2025



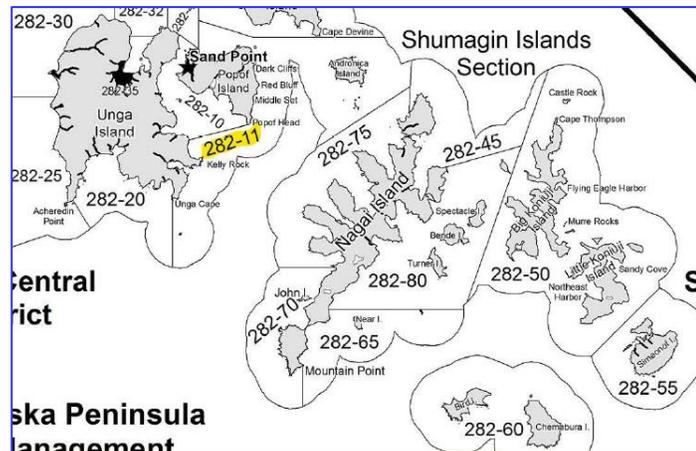
Chinook Salmon

As mentioned in my report last month, ADFG is paying special attention to King salmon conservation in the Gulf of Alaska (see DVL’s [Op-ed](#), & [Kodiak](#) and [Chignik](#) commercial fisheries updates). The [Chinook update for South Peninsula salmon fisheries](#) was released March 18, and states: “Beginning July 1, Chinook (king) salmon 28 inches or greater in length may not be retained by purse seine gear in the Unimak, Southwestern, South Central, and Southeastern Districts of Area M during a commercial salmon fishery and must be returned to the water unharmed.

Additionally, the Department will monitor the harvest of Chinook salmon in the Shumagin Islands Section of the Southeastern District. If more than 1,000 Chinook salmon are harvested within the Shumagin Islands Section of the Southeastern District during a regulatory fishing period in July, then the next scheduled fishing period in stat area **282-11** (Unga Cape-East Popof (Delarof Harbor), Popof Head, Red Bluff, Elephant Head (Dark Cliffs), Fox Hole, Pirate Cove, Dangerous Point, East Head, Andronica Island, and Salmon Ranch) Will Not Open to commercial salmon fishing for purse seine gear only.”

I created the table above, based on ADFG Area M Daily Harvest Reports, showing harvest of King salmon in the Shumagin Islands section that would have triggered July closures as described in the ADFG update release, over the past ten years. (see also [KUCB 3/31 article](#)).

Shumagin Islands Section Post-June Chinook harvest by opening							
	1st openir	2nd open	3rd open	4th open	5th open	6th open	7th open
	july 6-7	july10-11	July 14-15	July 18-19	July 22-23	July 26-27	July 29-30
2015	9	1776	1506	727	756	230	118
2016	7	653	171	508	188	269	4
2017	9	1	1	149	58	57	89
2018	2204	1863	2055	1687	1410	808	2840
2019	3175	3084	2548	871	701	1003	120
2020	411	1225	5207	6936	1180	924	933
2021	615	1188	2114	808	247	172	44
2022	1573	1160	1046	1064	1504	657	113
2023	0	0	541	114	206	446	278
2024	1129	448	1946	593	876	459	252



Alaska Legislature Fisheries bills of interest:

- [HB 60 /SB 67](#) Local preference for agriculture and fisheries products
- [HB 33](#) Boards of Fish & Game Conflict of Interest
- [HB 31](#) Derelict Vessels
- [HB 111 /SB 108](#) Fish Farming in Alaska
- [HB 116 /SB 115](#) Commercial fishing insurance coop
- [HB 117](#) Commercial setnet fishing coop
- [HB 125](#) Board of Fish membership
- [HB 129 / SB 130](#) Fisheries Product Development Tax Credit
- [SB 135](#) Refund of Fisheries Business Tax to Municipalities

[South Pen Salmon Mangt Strategy](#)

- The 2025/2026 Board of Fisheries meetings
- October 28-29 Work Session
 - **October 30-31 Pacific cod**
 - November 18-22 AYK finfish
 - January 13-17 Bristol Bay
 - **February 18-24 Area M/Chignik**
 - March 17-20 Statewide finfish

Alaska Board of Fisheries

The Board of Fish Statewide Shellfish [meeting](#) was March 11-15 at the Egan Center. I attended and gave the Anchorage AC's report to the Board. Of interest: the Board adopted Proposal 277 with substitute language found in [RC 47](#) to establish a new state-waters Golden King crab fishery in Area O for vessels 58 feet LOA or less. Also, Proposal 313 to allow beach seine as alternative gear to safely release King Salmon in the Cook Inlet set net fishery was surprisingly controversial, and failed 3-3 with one recusal. One public testifier used the disturbing phrase 'chinook chucking'.

The AEB has reserved rooms at the Egan during the October Pcod and February salmon meetings.

North Pacific Fishery Management Council

The April Council [meeting](#) is ongoing at this writing. Of note: the NMFS report included mention of the many layoffs at the agency and potential reductions in service. The Council will be sending a letter to the Secretary of Commerce stressing the importance of our fisheries to the nation and services and surveys that support our fisheries.

I have been following the C1 agenda item that would extend/create vessel use caps for halibut IFQ fishing in Area 4ABCDE. Rationale for this action is based on a lack of processing and diminished halibut quotas. A main discussion point on this final action was whether or not to exclude Area 4A in the action. Area 4A includes Akutan and Unalaska. I was able to help the analyst correct a mistake in the analysis which stated that there was processing in King Cove during 2024, which of course did not occur. The agenda item garnering the most comment and testimony was D2, GOA Tanner crab protections near Kodiak. The Council is also considering MRA adjustments, the Central GOA rockfish program review and the Programmatic EIS evaluation. The April meeting is virtual on Zoom only.

The June meeting will be in Newport OR, and will include a review of the AFA program for Bering Sea pollock. I am tentatively planning to attend virtually and to submit a proposal to revise the program to include 'Eligible Pollock Processing Communities' for some of our communities, as suggested by Joe Sullivan.

Recently Attended

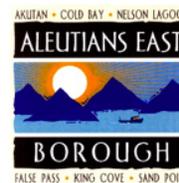
Board of Fish Statewide Shellfish	Mar 11-16	Egan Center/Zoom
Chignik AC	March 13,14	Zoom
House Fisheries Committee meetings	Mar 18,25,	AKLeg
Alaska Fishing Communities	March 21	Zoom
Nelson Lagoon AC	March 21	Zoom
Board of Game Statewide Regs	March 21-28	Egan Center/Zoom
False Pass AC	Mar 25, Apr 4	Zoom
South Peninsula Pcod Discussion	March 26	Teams
SOA NPFMC Pre-meetings	March 27, Apr 1	Teams
Senate Resources Committee	March 31	AKLeg
NPFMC AP	Mar31- Apr4	Zoom
Sand Point AC	April 2	Zoom
North Pacific Fishery Mangt Council	April 3-7	Zoom

Upcoming meetings

Nelson Lagoon AC	April 7	Zoom
Sand Point AC		
Anchorage AC	April 8	WJ Hernandez Hatchery
Aleutian Islands Waterways Safety Committee	April 15	Teams
Alaska Fishing Communities	April 18, May 2	Zoom
NPFMC, SSC, AP	June 2-10	Newport OR/Zoom

Please call or email if you have any questions or concerns.

To: Honorable Mayor Osterback, Aleutians East Borough Assembly
From: Charlotte Levy, Fishery Analyst
Re: Report to the Assembly
Date: April 10th, 2025



Electronic Monitoring - GOA5/EFP:

- The award period for this project ends 3/31, so I am in the process of finalizing the financials and closing out the grant by the 6/30 deadline. I expect to have the final financial and programmatic reports available by the May meeting.

AFSC Cod Tagging Project:

- We have finished the final cod charter that occurred from March 16th-April 3rd and included 11 sites, 5 in the WGOA and 6 in the CGOA. This was the most challenging weather year yet. We had many weather days and had to rearrange most of our plans and skip several stations including the new one we planned near Unimak Pass. The water was notably warmer than in previous years across the GOA, there were less fish in some places, and the fish were generally smaller and more spawned-out than previous years at the same time suggesting peak spawning may have occurred earlier than normal.



- We successfully released 57 satellite tags and X conventional tags. In addition to standard tagging, we also released 12 acoustic tags (6 internal and 6 external) and 2 were double tagged with satellite tags to verify survival. We collected biological samples on approximately 300 fish, but due to lower catch in some areas, a few sites fell below our target sampling goals.



- At the Kodiak sites, some fish were well past spawning and had clearly been foraging for a while. We counted over 50 juvenile tanner crab in the stomach of just one large female!

- During the charter, contractor Julie Nielsen taught me how to run the HMM geolocation model so I will be slowly helping with processing the GOA tags with her and contractor Kim Rand. We anticipate holding an in person multi-day co-working session to

process the bulk of tags from 2022-present.

Unimak Acoustic Telemetry Project:

- We have finalized the order for all supplies for the Unimak pilot project and have placed the order with Innovasea. We also received news that our collaborator Thomas Ferrugia with AOOS applied to the Ocean Tracking Network (OTN) loan program and was granted 5 additional receivers, two of which will be added to our pilot study for a total of 5 receivers in Unimak.

Salmon Projects:

- I am working with Chordata to start making any adjustments to the salmon portal as necessary to prepare for June. While in Kodiak during the charter, we met with ADFG staff to discuss ideas to improve in-season reporting.
- The Assembly approved a resolution at the March meeting to fund a small pilot study to tag salmon in June, pending fleet and ADFG support. The seiners held a meeting open to the entire fleet and voted to support the project. I developed a draft study plan with input from my co-PI Julie Nielsen, which was submitted to ADFG and received preliminary approval for a permit. I have placed the order for the tags and will begin working on contracts and logistics. Major changes to the study design since presented to the assembly:
 - The study will be for chum only, and will not include Chinook
 - The tag deployments will be shortened to 24 days to ensure the tags pop off prior to the fish reaching freshwater.
 - Tags will be deployed from a different vessel for each test fishing day to look at variation across vessel platforms and crew handling.

Board of Fisheries

- The NRD has attended several AC and fishermen meetings to discuss potential proposals for the October 30-31 Pacific cod and the 2026 February South Peninsula salmon meetings.
- I am assisting with and providing data as necessary/requested to support the fleet from a scientific perspective for BOF proposals.

Miscellaneous

- I will be on annual leave from April 4-April 15
- I will attending the NPRB AP meeting April 22-24

ASSEMBLY COMMENTS

PUBLIC COMMENTS

**NEXT MEETING DATE, TIME
AND PLACE**

ADJOURNMENT