The regular meeting of the Unalaska City Council was called to order by Mayor Shirley Marquardt at 7:00 p.m., October 13, 2009, in the Unalaska City Hall Council Chambers. Roll call was taken and the following members were present:

Mayor   -Shirley Marquardt

Members   -Katherine McGlashan
                                                       -Dick Peck
                                                       -Dennis Robinson
                                                       -Earl "Skip" Southworth
                                                       -Roger Rowland

Absent   -David Gregory (excused)

PLEDGE OF ALLEGIANCE: Boy Scouts, Cub Scouts, and Girl Scouts presented the flags and colors, and led the Pledge of Allegiance.

RECOGNITION OF VISITORS:

1. Evan Rose, Alaska Permanent Capital Management Company.

APPROVAL OF AGENDA: Add Executive Session: 1. DH Ports Sales Tax Issue- Legal Matters. 2. Geothermal Negotiations Update, Mayor Marquardt declared agenda adopted as revised.

MINUTES: Hearing no revisions, Mayor Marquardt declared the minutes of Sept. 8, 2009 adopted.

FINANCIAL REPORT: None

BOARD/COMMISSION REPORTS: Library Advisory Committee and Planning Commission minutes were included in the packet.

AWARDS/PRESENTATIONS:

1. Mayor Marquardt expressed appreciation to Council Member Southworth for his dedicated service on the Council.

2. GFOA – Certificate of Achievement for Excellence in Financial Reporting.

Mayor Marquardt announced that the Finance Department has been awarded the Certificate of Achievement for Excellence in financial reporting; expressed appreciation to Tonya Miller, Finance Director, and the Finance Staff for all the good work.

MANAGER'S REPORT: City Manager's report included in the packet. Mayor Marquardt reported on the recent lobbying trip to Washington DC; discussed the boat harbor stimulus funding; Ballyhoo Road paving project, and also talked about length of the airport runway.

COMMUNITY INPUT/ANNOUNCEMENTS:

1. Next community swim meet will be on Saturday, October 24th; encourage public to attend.

PUBLIC TESTIMONY ON AGENDA ITEMS: None

LEGISLATIVE:

1. **PROCLAMATION: DOMESTIC VIOLENCE AWARENESS MONTH**.

Mayor Marquardt read Proclamation, proclaiming October 2009 as "Domestic Violence Awareness Month" in Unalaska.

Dan Wilcox, USAFV Vice-Chair, gave a report on domestic violence statistics in Unalaska and services provided by USAFV this past year.

2. **CANVASSING COMMITTEE REPORT – OCTOBER 6, 2009 MUNICIPAL ELECTION**

Jessica Earnshaw, Acting City Clerk, gave the canvassing committee report for the October 6, 2009 municipal election.

3. **CERTIFICATION: OCTOBER 6, 2009 MUNICIPAL ELECTION**

Rowland move to certify the October 6, 2009 Municipal Election, McGlashan second.

Discussion: None

VOTE: UNANIMOUS

PUBLIC HEARING:

1. **ORDINANCE NO. 2009-16:** CREATING BUDGET AMENDMENT NO. 1 TO THE FY10 BUDGET FOR GRANT REVENUES FOR PUBLIC SAFETY AND INCREASED EXPENSES IN THE AIRPORT FUND FOR CUSTODIAL SERVICES AND SUPPLIES AND FOR THE AIRPORT ROOF REPAIR.

Mayor Marquardt opened public hearing on Ordinance No. 2009-16.
Mayor Marquardt closed public hearing on Ordinance No. 2009-16. No public testimony.

WORK SESSION:

McGlashan move to adjourn into a work session at 7:23 p.m., Southworth second. Unanimous vote. Reconvened to regular session at 9:24 p.m. Items discussed in the work session were:

1. **CAPITAL PROJECTS QUARTERLY UPDATE:**
2. **ALASKA PERMANENT CAPITAL:** Annual Investment Update
3. **WATER TREATMENT PLANT - LT2 RULE**
4. **FISHERIES UPDATE:**

CONSENT AGENDA: None

UNFINISHED BUSINESS:

1. **ORDINANCE NO. 2009-16: SECOND READING:** CREATING BUDGET AMENDMENT NO. 1 TO THE FY10 BUDGET FOR GRANT REVENUES FOR PUBLIC SAFETY AND INCREASED EXPENSES IN THE AIRPORT FUND FOR CUSTODIAL SERVICES AND SUPPLIES AND FOR THE AIRPORT ROOF REPAIR.

Peck move to adopt Ordinance No. 2009-16, Southworth second.

DISCUSSION: Council discussion Mayor Marquardt and Council member expressed appreciation to Jamie Sunderland, DPS Director, for the grant revenues received from the State of Alaska; grant monies will cover costs for services that the City provides for the State.

AMENDMENT: Peck move to amend Ordinance No. 2009-16 per Proposed Amendment No. 1, McGlashan second.

DISCUSSION: None

VOTE ON AMENDMENT: UNANIMOUS

AMENDMENT: Rowland move to amend Ordinance No. 2009-16 per Proposed Amendment No. 2, Southworth second.

DISCUSSION: None

VOTE ON AMENDMENT: UNANIMOUS

VOTE ON MAIN MOTION AS AMENDED: UNANIMOUS

NEW BUSINESS:

1. **TRAVEL:**

       COUNCIL TRAVEL: ALASKA MUNICIPAL LEAGUE – NOVEMBER 15-20, 2009– ANCHORAGE, ALASKA.

Southworth authorize Zac Schasteen and Council Member Peck to attend the Alaska Municipal League, Rowland second.

DISCUSSION: Council discussion hesitates to have Council Member Peck attend AML if there are no airline seats available.

VOTE: UNANIMOUS

COUNCIL DIRECTIVES:

Southworth move to adopt staff recommendation of combining aspects of alternatives 1 and 2, McGlashan second. Unanimous vote.

COMMUNITY INPUT/ANNOUNCEMENTS:

1. Council Member Southworth congratulated Zac Schasteen for winning the election; very privileged to be part of the Council and will continue to be involved; expressed appreciation to everyone.
2. Council Member Dick Peck will be out of town until October 27th.
3. Halloween carnival at the Parks, Culture, & Recreation; everyone is welcome.
4. KUCB's annual fundraising day will be on Friday, October 23rd; encourage all to renew membership and call for sponsorships.
5. Mayor Marquardt thanked Chris Hladick, City Manager, for all of his hard work that he has done for the City of Unalaska.

EXECUTIVE SESSION: DH PORTS, LLC. SALES TAX ISSUES- LEGAL ISSUES AND GEOTHERMAL NEGOTATIONS UPDATE

Rowland move to adjourn into executive session at 10:00 p.m. to discuss DH Ports sales tax legal issues and Geothermal negotiations update, McGlashan, second. Unanimous vote. Meeting reconvened to regular session at 10:04 p.m.

Rowland move to direct the City Manager to move forward with negotiations as directed in executive session, McGlashan second. Unanimous vote.

Mayor Marquardt adjourned the meeting at 10:05 p.m.

Jessica Earnshaw
Acting City Clerk