

CITY OF UNALASKA
UNALASKA, ALASKA
REGULAR MEETING
DECEMBER 14, 2010

The regular meeting of the Unalaska City Council was called to order by Mayor Shirley Marquardt at 7:00 p.m., December 14, 2010, in the Unalaska City Hall Council Chambers. Roll was taken:

PRESENT

Mayor	Shirley Marquardt
Members	Dick Peck Dennis Robinson Roger Rowland Zac Schasteen David Gregory Katherine McGlashan

PLEDGE OF ALLEGIANCE: Mayor Marquardt led the Pledge of Allegiance.

RECOGNITION OF VISITORS: Dan Rozema of KPMG was introduced.

APPROVAL OF AGENDA: The Executive Session was removed from the agenda. The agenda was adopted as revised.

MINUTES: Hearing no corrections, Mayor Marquardt declared the minutes of the November 23, 2010 regular meeting adopted.

FINANCIAL REPORT: None

BOARD/COMMISSION REPORTS: None

AWARDS/PRESENTATIONS: None

MANAGER'S REPORT:

1. PCB mediation is progressing. We are currently waiting for the Department of Justice to bring settlement language forward.
2. Dan Winters provided a brief update on the new Power House. The items on the punch list are relatively minor. More training of the staff will take place on Wednesday. It is anticipated that the City will accept the engines on Thursday and take over by the weekend.

COMMUNITY INPUT/ANNOUNCEMENTS:

1. AMSEA will be conducting a two-day marine safety drill class on January 14th and 15th at no charge to participants. A First Aid and CPR class will also be offered on January 13th at a cost of \$25 per participant.
2. The Lions Club's Operation Santa fundraiser is underway. The drawing will be Friday at 6:00 p.m. at the hotel.
3. The Foreign Language Club is selling Christmas trees at the Safeway parking lot.
4. A meeting to discuss the fate of the Office of Children's Services will take place Wednesday evening at 6:00 p.m. at the Senior Center.
5. The beautifully decorated Christmas tree in City Hall is compliments of Ben Guge, who volunteered to decorate the tree as a community service project.
6. The holiday party for City employees was a wonderful evening. Theresa Salu was thanked for all of the work she did on making the evening a success.
7. There will be a pre-Christmas Eve potluck dinner at the Senior Center this Friday, the 17th, at 6:00 p.m.

8. The Mayor thanked those who helped with the rescue of the *Golden Seas*, including the Alaska Marine Pilots for helping to plan the rescue, to Shell for releasing the *Tor Viking* and crew to help with the rescue, and to the Ports Department and the USCG.
9. The *Golden Seas* was brought to Unalaska because we are a Port of Refuge. Because so many people have asked about this event and the Port of Refuge, a presentation will be made in Council Chambers during January to let people know the details of the Port of Refuge Plan, including its inception, the participants, and plans for the future.
10. The State has brought suit against NMFS to overturn the decision on Western Stellar Sea Lions.

PUBLIC TESTIMONY ON AGENDA ITEMS None

PUBLIC HEARING None

WORK SESSION

McGlashan moved to adjourn into a Work Session at 7:16 p.m.; Rowland seconded.

The following items were presented at the Work Session:

1. **PRESENTATION**: CITY OF UNALASKA'S FY10 AUDITED FINANCIAL REPORT
2. **DISCUSSION**: APL'S REQUEST FOR ABATEMENT OF SALES TAX

The regular meeting reconvened at 8:07 p.m.

CONSENT AGENDA

1. **RESOLUTION NO. 2010-69**: APPROVING THE FY2010 AUDITED FINANCIAL STATEMENTS OF THE CITY OF UNALASKA.
2. **RESOLUTION NO. 2010-70**: A RESOLUTION OF THE UNALASKA CITY COUNCIL ADOPTING AN ALTERNATIVE ALLOCATION METHOD FOR THE FY11 SHARED FISHERIES BUSINESS TAX PROGRAM AND CERTIFYING THAT THIS ALLOCATION METHOD FAIRLY REPRESENTS THE DISTRIBUTION OF SIGNIFICANT EFFECTS OF FISHERIES BUSINESS ACTIVITY IN THE ALEUTIAN ISLANDS FISHERIES MANAGEMENT AREA.

At the request of Council Member Peck, Resolution 2010-69 was removed from the Consent Agenda and placed under New Business. Hearing no further objections, Mayor Marquardt declared the Consent Agenda adopted as revised.

UNFINISHED BUSINESS None

NEW BUSINESS

1. **ORDINANCE NO. 2010-16**: AN ORDINANCE CREATING BUDGET AMENDMENT NO. 2 TO THE FY11 BUDGET TO INCREASE REVENUES AND EXPENDITURES FOR GRANT MONIES RECEIVED FOR PUBLIC SAFETY AND PUBLIC WORKS, TO BUDGET THE TRANSFER OF FUNDS FROM THE 1% SALES TAX FUND TO THE GENERAL FUND, TO INCREASE REVENUE AND CAPITAL PROJECT EXPENSES FOR THE APL ELECTRIC UPGRADES IN THE ELECTRIC FUND, TO INCREASE FUNDING FOR THE WELL HOUSE #1 CAPITAL PROJECT IN THE WATER FUND, TO REALLOCATE MONEY FOR THE PURCHASE AND INSTALLATION OF A HEAT TRACE CABLE AND HEATER FOR THE BALER FACILITY IN THE SOLID WASTE DEPARTMENT, AND TO INCREASE THE REPAIRS AND MAINTENANCE BUDGET FOR THE AIRPORT FUND FOR A REPLACEMENT BOILER SECTION.

Peck made a motion to move Ordinance 2010-16 to Public Hearing and Second Reading on December 28, 2010; Rowland seconded.

VOTE: Unanimous

2. RESOLUTION NO. 2010-69: APPROVING THE FY2010 AUDITED FINANCIAL STATEMENTS OF THE CITY OF UNALASKA.

Gregory moved to adopt Resolution 2010-69: McGlashan seconded.

Peck spoke against the treatment of \$3.3 million in PCB monies being handled as suggested by the auditors.

VOTE: McGlashan – Yes; Rowland – Yes; Schasteen – Yes; Gregory – Yes; Robinson – Yes; Peck – No. Motion Passed.

COMMUNITY INPUT/ANNOUNCEMENTS None

COUNCIL DIRECTIVES None

ADJOURNMENT The meeting adjourned at 8:15 p.m.



Elizabeth Masoni
City Clerk