

CITY OF UNALASKA  
UNALASKA, ALASKA

RESOLUTION 2022-45

A RESOLUTION OF THE UNALASKA CITY COUNCIL APPROVING FUNDING FROM FY23 AND FY24 TO RUSTING MAN FOUNDATION FOR THE UNALASKA FISHERMAN MEMORIAL

WHEREAS, the City of Unalaska acknowledges, appreciates and supports the Rusting Man Foundation's initiative to establish a memorial in Unalaska to commemorate fishermen lost at sea; and

WHEREAS, the City of Unalaska wishes to provide financial support for the project; and

WHEREAS, in April 2022 the City of Unalaska received and reviewed a Community Support Grant application from the Rusting Man Foundation for \$250,000; and

WHEREAS; City Council spoke positively about providing support to the project from the City's General Fund; and

WHEREAS, the City Council hereby approves a total funding amount of \$\_\_\_\_\_ for the Unalaska Fishermen's Memorial; and

WHEREAS, the City Council desires to bifurcate the support for the project, with half the amount in FY23 and the other half in FY24.

NOW THEREFORE BE IT RESOLVED that the Unalaska City Council approves \$\_\_\_\_\_ for the Fishermen's Memorial using General Fund money from the FY23 and FY24 budgets.

PASSED AND ADOPTED by a duly constituted quorum of the Unalaska City Council on November 22, 2022.

\_\_\_\_\_  
Vincent M. Tutiakoff, Sr.  
Mayor

ATTEST:

\_\_\_\_\_  
Marjie Veeder, CMC  
City Clerk

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## MEMORANDUM TO COUNCIL

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To: Mayor and City Council Members  
From: William Homka, Assistant City Manager  
Through: Chris Hladick, City Manager  
Date: November 22, 2022  
Re: Resolution 2022-45 Approving funding to Rusting Man Foundation for the Unalaska Fishermen Memorial

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**SUMMARY:** The Rusting Man Foundation (RMF) is a new nonprofit organization established to promote art in rural Alaska Communities. It plans to build a Fishermen Memorial in Unalaska to honor fishermen lost at sea. The organization applied to the City's Community Support Grant Program for \$250,000 funding in FY23.

**PREVIOUS COUNCIL ACTION:** On April 25, 2022, Council passed Resolution 2022-14 approving eight applications for Community Support funding. At that time, Council expressed support for RMF's proposed Fishermen Memorial but chose to handle the application separately from the grant program. The Council has yet to formalize an award to RMF although work on the project has been ongoing.

**BACKGROUND:** The Machaleks organize Aleutian Electrocutation, which is a weekend of fun entertainment celebrating art and community. In August 2021, Planning Commission staff became aware of the memorial project when a scaled model was exhibited at the event. Shortly thereafter Karel and Marie Machalek approached the City to request support for the project, and administration suggested they apply for funding via the Community Support Grant Program. In April 2022 Council reviewed RMF's application and expressed desire to contribute financially to the project, though no award amount was approved.

On November 10, 2022 the Machaleks provided an update to Council about the memorial's progress and their fundraising efforts. City Council asked the Machaleks if the project would be impeded by splitting a financial contribution across two funding years. The Machaleks indicated it would not be a problem; the City is 6 months into FY23 and a new fiscal year begins in July 2024. Council directed the City Manager to add a funding resolution for the project at its November 22, 2022 meeting.

**DISCUSSION:** In February 2022 staff spoke with previous City administration about the project and explained City funding would be sought to support the project. Staff was directed to advise RMF to apply for funds via the Community Support Grant Program (CSG). The City's CSG application process lends itself to acquiring all the needed materials for Council to make a decision, however administration and Council agreed the request would not be competing for funding available to nonprofits via the City's funding formula. Council reviewed the project application and expressed its support, however it left the request out of Resolution 2022-14 which approved a total amount of \$1,314,422 to fund the other 8 applications.

Work has been progressing on the memorial and RMF is using personal funds to cover project costs. Pictures of the molds are included at the end of this report. The project is estimated to cost \$500,000, a significantly reduced price because the bronze work will be cast in Czechoslovakia. The Machaleks have a studio there and foundry work costs significantly less than here in the US.

Council asked a few questions about the project, including where the monument will be located, project ownership, and how maintenance work will happen in the future. Chris Hladick, Interim City Manager, informed the Council the preferred site is at the end of Henry Swanson Drive in the area of the Carl E. Moses Harbor. The City owns the property just past the boat ramp and cul-de-sac. The Machaleks will donate the statue to the City but will maintain it for the first year. This will allow the artist time to observe what maintenance the monument needs throughout the year. After the initial year the City will be responsible for maintenance.

RMF has raised about \$170,000 thus far. These funds are deposited in a Key Bank account in the US. A few local companies have contributed to the project. Aleutian Electrocutation has been turned into a fundraiser for the memorial project and the RMF Board of Trustees set up a table at Safeway to promote the project and solicit donations.



*RMF Board of Trustees, Evie and Dusty Dickerson*

One item to consider in the project prospectus is the current level of inflation that has developed since spring 2022. Perhaps even more troubling is the current state of affairs in Eastern Europe. Russia's invasion of Ukraine and its wartime strategy of cutting off fuel supplies to other European nations is raising fuel and transportation costs in Czechoslovakia. Staff suggests a contingency amount of an additional \$50,000 for the project to be approved if indeed the war's impact threatens the project.

**ALTERNATIVES:** City Council can approve the \$250,000 as presented in the Community Support Grant application, increase or decrease the amount, or decide not to fund the project.

**FINANCIAL IMPLICATIONS:** Funds for this project will come from the General Fund.

**LEGAL:** N/A

**STAFF RECOMMENDATION:** Staff recommends Council adopt Resolution 2022-45, approving \$250,000 from the General Fund for the project to be divided equally in FY23 and FY24.

**PROPOSED MOTION:** I move to adopt Resolution 2022-45; followed by a motion to amend to insert a dollar amount if Council chooses.

**CITY MANAGER COMMENTS:** I support staff's recommendation.

**ATTACHMENTS:**

- [Images of the molds for the memorial](#)
- [Letter to Mayor and Council, Rusting Man Foundation \(11/15/22\)](#)
- [Resolution 2022-14 Community Support Grant FY23 Awards](#)
- [Rusting Man Foundation FY23 Community Support Grant Application](#)

PHOTOS OF THE PROJECT









TO: THE MAYOR AND UNALASKA CITY COUNCIL  
FROM: RUSTING MAN FOUNDATION  
RE: FISHERMEN MEMORIAL

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Hello Mr. Mayor and City Council Members,

We, the Board of the Rusting Man Foundation attended the Unalaska City Council Meeting on November 11<sup>th</sup>, 2022.

As we understand, we have been offered \$125,000 in 2022 and \$125,000 in 2023 to help us with financing of the Fishermen Memorial. We would like to thank you for this generous offer.

So far we have collected \$170,000 in donations with our own fundraising efforts mostly through mail, emails, and phone calls. Recently we had a table set up at Safeway which raised \$1, 500, and we are planning to do that again. We have also advertised with posters and a Venmo link in the Norwegian Rat Saloon, on air and pre-recorded vocal ads on KUCB Radio, and have tried reaching out to many local businesses more than once. Unfortunately, most of the local businesses here have given no monetary support. We are also planning another fundraiser with the Museum of Aleutians in late spring.

We would like to give you an update:

- We already have two sculptures ready for the foundry and the third one is being finished.
- We are planning to have a large rock in each of the four corners around the Memorial with plaques that tell stories about the Aleut People, the fishing history of the town, fishing in the present day, and poems by Jerah Chadwick
- There will also be plaques around the Memorial base with the names of boats lost at sea, a list of donors, and an explanation of crabbing, trawling and long lining techniques with pictures.
- For all this we have a totally different team working for us, which is led by historian Jeff Dickrell and consists of Mika and Kaia Machalek, Collin Youngblood, Ann and Jim Touza.
- Base and ground work will be done by BKR, mast and installation will be done by Alpha Welding.
- Electrical work will be done by Optimera
- Additional art on base will be done by Karel, Peter and Marie Machalek

Rusting Man Foundation will provide maintenance of the Memorial for one year to find out what really needs to be done in this field.

The Fishermen Memorial will be the property of City of Unalaska and will be placed in the turnaround corner of Karl Moses Harbor.

Sincerely,

Rusting Man Foundation

*Karel and Marie Machalek, Evie and Dusty Dickerson, Carlin Enlow, Barry Malpass, Danielle Whittern*

CITY OF UNALASKA  
UNALASKA, ALASKA

RESOLUTION 2022-14

A RESOLUTION OF THE UNALASKA CITY COUNCIL ESTABLISHING THE SUMS TO BE MADE AVAILABLE FOR COMMUNITY SUPPORT AND CAPITAL GRANTS FROM THE CITY OF UNALASKA TO THE APPLICANTS FOR COMMUNITY SUPPORT FOR FISCAL YEAR 2023

WHEREAS, the City of Unalaska acknowledges, appreciates and supports the services provided to the community by non-profit agencies; and

WHEREAS, the City of Unalaska wishes to provide financial aid to the qualifying non-profit organizations listed through its Community Support Program; and

WHEREAS, the City of Unalaska has received nine (9) Community Support Grant Requests and one (1) Non-Profit Capital Grant Request totaling \$1,785,195 for fiscal year 2023; and

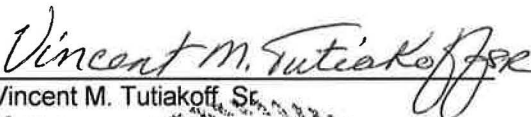
WHEREAS, the target funding level for fiscal year 2023 community support, based on 3.5% of the average revenue for the General Fund for the five most recently completed fiscal years, plus \$88,000 from the funds available from the Excise Tax, plus the Bed Tax amount for the most recently completed fiscal year; and

WHEREAS, the City Council is recommending a total funding amount of \$ 1,314,422 for the Community Support Program, distributing accordingly per the next section.

NOW THEREFORE BE IT RESOLVED that the Unalaska City Council establishes the following amounts to be included in the fiscal year 2023 operating budget for community support and capital grants to non-profit organizations:

<b>Community Grant Requestor</b>	<b>Amount</b>
APIA	\$ 140,000
Iliuliuk Family Health Services	\$ 180,000
Museum of the Aleutians	\$ 317,813
Unalaska Community Broadcasting	\$ 109,000
Unalaska Senior Citizens	\$ 65,000
Unalaska Visitors Bureau	\$ 210,000
USAFV	\$ 237,457
Q-Tribe Culture Camp	\$ 35,152
Alaska State Firefighters Association (Unalaska)	\$ 20,000
<b>Total</b>	<b>\$ 1,314,422</b>

PASSED AND ADOPTED by a duly constituted quorum of the Unalaska City Council on April 26 2022.

  
Vincent M. Tutiakoff, Sr.  
Mayor

ATTEST:

  
Estkaelen P. Magdaong  
Acting City Clerk





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## MEMORANDUM TO COUNCIL

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**To:** Mayor and City Council Members  
**From:** William Homka, Planning Director  
**Through:** JR Pearson, Acting City Manager  
**Date:** April 26, 2022  
**Re:** Resolution 2022-14: Establishing the Sums to be made available for Community Support & Capital Grants from the City of Unalaska to the applicants for Community Support for Fiscal Year 2023

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**SUMMARY:** This year the formula amount of funding available is \$1,226,422 for the City of Unalaska's Community Support Grant & Capital Grant Program (Community Support Program). The formula is a guide and calculated using 3.5% of a five-year general fund revenue balance plus the bed tax amount collected the previous year.

Ten (10) organizations submitted applications totaling \$1,785,195, which exceeds the formula amount by \$558,773. One additional application was later rescinded.

All applications have been reviewed by Staff and are provided to Council for review. Staff does not make recommendations; City Council decides how to fund the requests. To aid in the decision making process the council packet includes a summary review sheet for each applicant. This material should help communicate the Community Support Program's financial impact on the FY23 budget.

Council typically decides funding awards for the Community Support Program at its second meeting in April each year to per the city budgeting process calendar. This year a resolution will be presented at the April 26, 2022 meeting along with a memo containing any additional information requested by the Council.

**PREVIOUS COUNCIL ACTION:** Each year from FY06 through FY17 Council established a special committee charged with reviewing and scoring the applications using the Council-approved evaluation tool.

On December 27, 2016 Council passed Resolution 2016-78 eliminating the Grant Review Committee, allowing Staff to do a preliminary review of all applications and then pass the application reviews and other informational documents to Council.

In December 2019 Council passed Resolution 2019-64 to increase the funding percentage from 3.4642% to 3.5% of the city's general fund revenue average for the past five (5) years. The purpose of the increase was to round the percentage up to a simple decimal number. The award amounts have varied over the years from 3.03% to 3.91%.

**BACKGROUND:** Eleven (11) Community Support Grant Requests and zero (0) capital requests were received. The Qawalangin Tribe later rescinded their application for the Food Bank. All submissions have been reviewed and summarized by Staff. All requests were completed and submitted in a timely manner. Two organizations, Alaska State Firefighter Association (ASFA) - Unalaska Chapter, and the Rusting Man Foundation, previously asked Council directly for



funding, but were requested to apply through this program instead. All application summaries are included in the Council Packet.

**DISCUSSION:** The funding amount available to be awarded this year is \$1,226,422: \$1,181,290 from the General Fund average of the past five years x 3.5%, plus \$45,132 collected from bed tax. The FY23 total funding request is \$1,785,195 and exceeds the FY23 funding formula amount by \$558,773. There is also about \$88,000 available from the tobacco tax to fund health related programs.

The applicant agencies are identified in the FY23 Community Grant Application Summary Table.

**FY23 Community Grant Application Summary Table**

<b>Organization</b>	<b>FY23 Request</b>
<b>APIA</b>	\$140,000
<b>Iliuliuk Family Health Services</b>	\$180,000
<b>Museum of the Aleutians</b>	\$317,813
<b>UCB/KUCB</b>	\$109,000
<b>Unalaska Senior Citizens</b>	\$65,000
<b>UVB</b>	\$210,000
<b>USAFV</b>	\$237,457
<b>Q-Tribe Culture Camp</b>	\$255,925
<b>ASFA Unalaska Chapter</b>	\$20,000
<b>Rusting Man Foundation</b>	\$250,000
<b>TOTAL</b>	<b>\$1,785,195</b>
<b>Q-Tribe Food Bank (Rescinded)</b>	\$166,236

No Application This Year

Two organizations did not apply for funding. These are The University of Alaska Fairbanks and Aleutian Arts Council. Staff reached out to both agencies and they confirmed they did not intend to apply. The Aleutian Arts Council lost their non-profit status with the IRS, so is not eligible to apply.

Q-Tribe

For many years the City has funded the Q-Tribe’s Culture Camp. The amount was uniformly \$24,000 from 2017 – 2021. Unalaska awarded the Q-Tribe \$39,000 in 2022; the increase was requested because COVID-19 caused some reductions in camp sponsorships.

Last year, the Q-Tribe requested \$129,857 to fund a Food Bank. City Council approved a reduced amount of \$60,000. This was the first time this program was funded. This year the Q-Tribe requested \$166,236 to fund the Food Bank, but the organization emailed the Planning Department on April 4 requesting the application be withdrawn.

Removing the Food Bank request reduces the total grant application request from \$1,951,431 to \$1,785,195 (see table above). The Q-Tribe's request for Q-Camp support increased from the City's \$39,000 award last year to \$255,925 this year which represents a 656% increase. All other requests from currently funded non-profits changed between -2% to +18% year over year.

On February 8, 2022 the City of Unalaska passed Ordinance 2022-02 an ordinance amending Title 6.40 of the Unalaska Code of Ordinances to provide a limited exemption from sales tax to federally recognized tribes. While preparing the analysis for this issue, the subject of non-profit vs. government entity was discussed concerning the Q-Tribe. Although Unalaska has funded the Q-Tribe Culture Camp for many years, the tribe is not a non-profit. Unalaska's Community Support Grant policies have always specifically stated the following requirement on page 2:

*“Eligibility: Entities eligible for the program shall be community-based and regional non-profit organizations that are tax exempt under §501(c) of the Internal Revenue Service Code. Eligible entities must use City funds for the delivery of local programs and services that provide health and safety resources or enhancement of the quality of life for residents. All eligible non-profits wishing to apply for City funding must complete an application.”*

In addition to information the City Clerk gained while processing the Q-Tribe's sales tax request, the Q-Tribe's substantial increase in requested funding draws attention to how Unalaska City Council should fund the organization. Tribes are governmental entities but are not 501 (c) 3 organizations. While much information is available online that discusses similarities/differences between tribal vs. non-profit organizations, Staff suggests the City clear up the question of eligibility for the Community Support Grant program. City Council can handle this one of two ways: pass a directive to the City Manager to amend the Community Support Grant program's eligibility requirements to make tribal entities eligible, or fund the Q-Tribe via City Council's budget.

#### New Programs This Year

Two new organizations applied for funding this year. The ASFA Unalaska Chapter is requesting funding to produce a fireworks show for New Year's Eve. The Rusting Man Foundation is seeking funding to build a Fishermen Memorial sculpture. Karel and Marie Machalek presented the project idea to City Council a few months ago and City Council expressed support for the project. The City Manager and Planning Director requested the Machaleks apply via the Community Support Grant program so the administration could review the project using a standard process.

**ALTERNATIVES:** Council may choose to fund the requests as submitted or make changes where it deems necessary. Staff will bring the City Council funding recommendation spreadsheet to the meeting and facilitate the discussion at the meeting.

**FINANCIAL IMPLICATIONS:** Financial implications depend on the amount Council chooses to fund grant requests.

**LEGAL:** N/A

**STAFF RECOMMENDATION:** Adopt Resolution 2022-14.

**PROPOSED MOTION:** I move to adopt Resolution 2022-14 Establishing the Sums to be made available for Community Support & Capital Grants from the City of Unalaska to the applicants for Community Support for Fiscal Year 2023.

**CITY MANAGER COMMENTS:** I support staff's recommendation.

**ATTACHMENTS:**

- Community Support Grant Recent Funding
- Community Support Grant Application Review Summary Sheets
- City Council Recommendation Spreadsheet

NOTE: The Community Support Grant Application Packets are available on the city website here: <https://www.ci.unalaska.ak.us/planning/page/community-support-grants>

**COMMUNITY SUPPORT GRANT RECENT AWARDS**

<b>AGENCY NAME</b>	<b>FY20 Award</b>	<b>FY21 Award</b>	<b>FY22 Award</b>	<b>FY23 REQ</b>
<b>APIA</b>	\$ 205,350	\$ 145,000	\$ 142,000	\$ 140,000
<b>Iliuliuk Family Health Services</b>	\$ 180,000	\$ 161,260	\$ 151,748	\$ 180,000
<b>Museum of the Aleutians</b>	\$ 317,813	\$ 317,813	\$ 317,813	\$ 317,813
<b>UCB/KUCB</b>	\$ 108,642	\$ 106,350	\$ 106,350	\$ 109,000
<b>Unalaska Senior Citizens</b>	\$ 57,467	\$ 65,000	\$ 65,000	\$ 65,000
<b>UVB</b>	\$ 200,000	\$ 210,000	\$ 210,000	\$ 210,000
<b>USAFV</b>	\$ 252,457	\$ 252,457	\$ 252,457	\$ 237,457
<b>Q-Tribe Culture Camp</b>	\$ 24,000	\$ 24,000	\$ 39,000	\$ 255,925
<b>Q-Tribe Food Bank</b>			\$ 60,000	(Rescinded)
<b>ASFA Unalaska Chapter</b>				\$ 20,000
<b>Rusting Man Foundation</b>				\$ 250,000
<b>TOTALS</b>	\$ 1,345,729	\$ 1,281,880	\$ 1,344,368	\$ <b>1,785,195</b>



CITY OF UNALASKA FY23 COMMUNITY SUPPORT APPLICATION TITLE PAGE

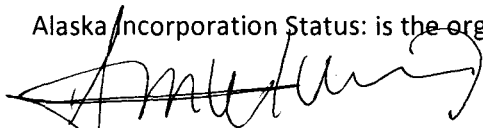
ORGANIZATION: Rusting Man Foundation FORMED: October 2021  
MAILING ADDRESS: P.O.Box 920605, Dutch Harbor, AK 99692  
CHIEF EXECUTIVE 'S NAME AND TITLE: Karel Machalek – President  
CONTACT'S NAME & TITLE: Marie Machalek – Vice-President  
TELEPHONE NUMBER: 907-581-4107, 907-359-5049  
EMAIL: [mariemach2005@yahoo.com](mailto:mariemach2005@yahoo.com)  
AMOUNT OF FY22 AWARD: \$ 0.00  
ORGANIZATION FISCAL YEAR: FROR: July 1<sup>st</sup> to: June 30<sup>th</sup>  
FY 23 REQUEST: \$250,000  
LOCAL PROGRAM BUDGET TOTAL: \$ 500,000

SUMMARY OF FY23 SOURSES OF INCOME: GRANTS: City: 50 %  
State: 0%  
Federal: 0%  
Fees/Earned Income: 0%  
Fundraising: 50 %  
In kind: 0%  
Other Income: 0 %

PRIMARY BUDGET CATEGORIES THE CITY WILL BE FUNDING:

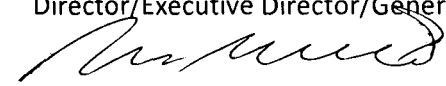
Casting of bronze statues in Czech Republic: 80%  
Transportation form Czech Republic to Dutch Harbor: 15%  
Advertising: 5%

Did applicant attend a Grant Help Work Shop in the last 3 years? NO  
IRS Non-Profit Status: is the organization's IRS filing current? YES  
Alaska Incorporation Status: is the organization's State filling current? YES

  
Chair/President, Board of Directors

Date: 2-27-22

Director/Executive Director/General Manager



Date: 2-27-22

I. EXECUTIVE SUMMARY.

A. Executive Summary:

R.M.F. Mission Statement: Rusting Man Foundation is established to promote art in rural Alaska Communities, especially among young people and to build Fishermen Memorial in Unalaska/Dutch Harbor to honor fishermen lost to the sea.

Rusting Man Foundation (R.M.F.) seeks to promote art among young people in our community, especially High School Students, by bringing them to different workshops and making them to be able to participate in creating their own art projects as well as help with the Fishermen Memorial Project.

R.M.F. point of view is, that Fishermen Memorial is very important to our community. Our community would not be able to survive and live without fishing industry. Also the fact, that our port is the biggest port by tonnage of fish being caught and does not have a Memorial for the men who made it possible for us to have our life standards is speaking for itself.

For FY23 R.M.F. is applying for \$250,000 from the City of Unalaska, which is for the first time as we are brand new nonprofit organization with no history.

## II. ORGANIZATION INFORMATION

### B. Organizational Programing:

- Model of Fisherman Memorial has been built and shown to City Council and community members by placing in the City Hall Lobby
- Now, model has been placed in Karel Machalek's shop and is still available for viewing
- Detailed brochure about Memorial was printed, copies made and distributed
- Distribution of brochures and also calendars with Karel Machalek's art pieces, including pictures of Memorial, letters for donors and self-stamped envelopes was done and mailed to all in state and out of state fishing industries connected to Dutch Harbor
- Distribution of brochures and some Calendars was also done to local businesses
- City Council was presented with brochures as well
- Fundraising will continue through local businesses, in state and out of state companies
- Rasmuson Foundation in Anchorage was also approached
- Ounalashka Corporation and Q-Tribe received the presentation as well
- Marie and Karel Machalek visited Fish Expo in Seattle and promoted Memorial too
- In future the site of permanent location for Memorial model will be chosen
- Fund raising will continue to receive the goal of \$ 500,000 also using internet, local bars/restaurants, stores
- Posters will be printed
- The site where Memorial will be permanently placed will be decided between City of Unalaska and Ounalashka Corporation
- KUSB Radio will have interview with Marie and Karel Machalek
- Aleutian Electrocutation Festival is another big fund raising event, which will happen at The end of July

### C. Organization History and Experience:

- R.M.F. was just established in October of 2021. Prior to that, Mr. and Mrs. Machalek worked with the City on different projects, such as:
  - - the pillars in Karl Moses's Harbor
  - - the Cube in front of Norwegian Rat Saloon and several pieces inside
  - - Starving Halibut in Grand Aleutian Hotel
  - - exhibition in Museum of Aleutians

So, Community is very familiar with and fond of Mr. Machalek's work.

D. Community Relevance:

R.M.F. is sole entity that is trying to build and promote Fishermen Memorial in City of Unalaska/Port of Dutch Harbor while working closely with local businesses, City Council, Ounalashka Corporation, Q-Tribe, in and out of state fishing industries and individuals. We will be also working with High School Welding Class students, any young artists and any volunteers who are willing to help with Fishermen Memorial and educate youth through workshops which will be held in Karel Machalek's shop and advertised through KUCB, Channel 8, High School Welding Class Teacher.

E. Program/Service Delivery:

R.M.F. is currently run by Board of Directors, which has 4 members. Regular meeting are held, fundraising strategies discussed, volunteers are sought out, visitors attend. We are trying to work closely with local businesses, keep community informed about the fundraising progress, constantly finding new ideas to fulfill our Mission Statement.

F. Director/ Staff/Volunteer Training:

The Board of Directors is working on manual of policy to help guide decisions and educate themselves to run R.M.F. in the best way possible. Marie Machalek attended on line training for nonprofits and R.M.F. became a member of Foraker Group in Anchorage, which helps to educate nonprofit organizations and R.M.F. is using their lawyer for any legal and IRS advices. We are planning to have all Board Members to undergo on line training with Foraker Group in the future. Board of Directors is also using communication with other non-profits in town to be more educated and hopes to establish advisory seat with a person experienced in non-profits.

G. Director and Staff Evaluation:

Any evaluation has been not provided, yet, since R.F.M. has just started to operate, but regular evaluation in the future is planned with regards of ethic and productive work being done.



H. Governing Body/Board:

R.M.F. Board of Directors consists of 4 members. The President, Vice-President, Secretary/Treasurer and one member. The Board of Directors meets regularly to discuss long and short term goals, stands by the Mission Statement and by-laws. In the future, training will be provided on line through Foraker Group and self-evaluation will be in effect.

Current Chart of Board of Directors:

President:	Karel Machalek	no Board experience
	Appointed: October 2021, Affiliation: self –employed, artist	
Vice President:	Marie Machalek	experience: 1 year on Aleutian Arts Council Board
	Appointed: October 2021. Affiliation: self - employed	
Secretary/Treasurer:	Evie Dickerson	experience: Currently serving on UNFA as a secretary
	Appointed: October 2021, Affiliation: Raven Bay Seafoods	
Member/Director:	Barry Malpass	experience: 14 months on CVB Board
	Appointed October 2021, Affiliation Pacific Stevedoring	

I. Program Evaluation.

Direct success of program evaluation will be when our donation goal will be met based on successful fundraising in cooperation with all the donors and organizations reached by R.M.F.

In these five steps: 1/ sculpture work  
2/ approaching funders  
3/ mentoring  
4/ work on the rest of Memorial  
5/ unveiling

### III. PROPOSAL.

#### J. Need:

R.M.F. main mission is to build Fishermen Memorial and promote art in rural Alaska especially among young people. Fishermen Memorial will be the big Thank You from the community to the fishermen lost to the sea and their families. This is what our community needed to do for a long time and it will bring the community together and the families of the fishermen will acknowledge our community gratefulness. Promoting art among young people in our community will enrich their lives and will teach them how to use recycled material to do art, as their mentor Karel Machalek does all the time and will reach to other Communities within Alaska.

#### K. Target Population:

Although R.M.F. targets young people to bring them to participate in arts through workshops and helping with Fishermen memorial, the whole community will benefit from beautiful new gigantic piece of art, where the families can gather for a nice viewing and understanding of sea danger and families and friends of missing fishermen can remember them and find peace of mind.

#### L. Proposal Description/Proposed Project:

R.M.F. proposes to build Fishermen Memorial for City of Unalaska/ Port of Dutch Harbor according to a model already constructed by Karel Machalek. Memorial will enrich our already beautiful community with stunning piece of art honoring fishermen lost to the sea.

There are 3 fishermen on Memorial, representing 3 fishing industries in our community: crab fisherman, trawl fisherman and long – liner fisherman. There will be names of boats lost at the sea, as well as names of all donors with significant amount of donations. Scenes from sea life and Aleut heritage will be decorating the Memorial around.

3 Fishermen Statues will be 7 feet tall, bronze casted in Czech Republic, mast will be 25 feet high, concrete base will be 5 feet by 5 feet.

M. Goals and Objectives:

R.M.F. will construct Fishermen Memorial which will be placed on designated place which will be either on City of Unalaska or Ounalashka Corporation land – to be determine in the future by one of these organizations. R.M.F. will keep maintenance of Memorial for one year, then it will be determine who or which organization will take over.

Time line for Memorial is as follows:

- Fundraising: 18 months, which already started by sending 54 donor’s packages to major in and out of state major seafood industries
- 
- Bronze cast: 7 months, which will be done in Czech Republic
- 
- Base construction: 4 months, which will be done in Dutch Harbor with a help from local companies
- 
- Sea creatures, base mounting 3 months, which will be done with a help of another artists, volunteers and High School students
- 
- Mast construction and mounting 2 months, which will be done with help of local company
- 
- Gaff hook, crab pot, nets 2 months, which will be done by artist Karel Machalek
- 
- Site work, mounting 1 month, which will be done with the help of local company
- 
- End of Project: is right now estimated for December 2024, which can of course change due to enforceable circumstances.
- 

N. Other Resources:

R.M.F. will have a large base of volunteers helping, as well as fellow artists volunteering and also help from some local companies, which already promised work as a part of donation.

O. Program Budget and Narratives:

No spread sheet available, since we are just starting.

Expenditures:

- There are no personnel salaries, benefits or payroll expenses, yet
- In the future, R.M.F. would like to hire a paid accountant/bookkeeper
- No facilities rent / lease expenses
- There are and will be postage fees for mailing donors materials
- Freight – there will be charge for container coming from Europe
- Model Building charge
- Supplies, printing brochures and calendars, advertising
- Designer Artist
- Telephone, internet expenses
- Local and European vendors expenses

P. Financial Management:

- R.M.F. is comprise of 4 community members and is the governing body of corporation.
- The Board has a regular meetings and will start working on and approving budget and create guidelines surrounding the budget
- When bookkeeper is hired, he or she will reconcile account monthly, will report to the Board the status of account balance, profit and loss, accounts receivable and accounts payable
- Invoices and payments information will be always presented during check signings and Board members will be encouraged to ask questions about organization spending
- Annual third party audit will be provided and presented to Board for approval.

IV. GOALS ANALYSIS/CAHNGES FROM PREVIOUS YEAR'S PROGRAM.

Q. Goals and Objectives: are not available, since R.M.F. is a brand new organization

R. Significant Changes from Previous Year: are not available, since R.M.F. is a brand new organization.

S. Summary Report of Actual Income: is not existing for previous years, since R.M.F. is a brand new organization.

As of today, this is where we are standing:

We are asking City of Unalaska for \$ 250,000, we already received \$ 5,000 form Norton Sound Economic Development Corporation and \$ 50,000 from Ounalashka Corporation.



T. Proof of Non Profit Status: see attached

V. Most Recent Audited Financial Statement: is not existing, R.M.F. is a brand new organization



DEPARTMENT OF THE TREASURY  
INTERNAL REVENUE SERVICE  
CINCINNATI OH 45999-0023

Date of this notice: 11-19-2021

Employer Identification Number:  
87-3655994

Form: SS-4

Number of this notice: CP 575 E

RUSTING MAN FOUNDATION  
% MARIE MACHALEK  
877 EAST BROADWAY  
UNALASKA, AK 99685

For assistance you may call us at:  
1-800-829-4933

IF YOU WRITE, ATTACH THE  
STUB AT THE END OF THIS NOTICE.

#### WE ASSIGNED YOU AN EMPLOYER IDENTIFICATION NUMBER

Thank you for applying for an Employer Identification Number (EIN). We assigned you EIN 87-3655994. This EIN will identify you, your business accounts, tax returns, and documents, even if you have no employees. Please keep this notice in your permanent records.

When filing tax documents, payments, and related correspondence, it is very important that you use your EIN and complete name and address exactly as shown above. Any variation may cause a delay in processing, result in incorrect information in your account, or even cause you to be assigned more than one EIN. If the information is not correct as shown above, please make the correction using the attached tear-off stub and return it to us.

When you submitted your application for an EIN, you checked the box indicating you are a non-profit organization. Assigning an EIN does not grant tax-exempt status to non-profit organizations. Publication 557, Tax-Exempt Status for Your Organization, has details on the application process, as well as information on returns you may need to file. To apply for recognition of tax-exempt status under Internal Revenue Code Section 501(c)(3), organizations must complete a Form 1023-series application for recognition. All other entities should file Form 1024 if they want to request recognition under Section 501(a).

Nearly all organizations claiming tax-exempt status must file a Form 990-series annual information return (Form 990, 990-EZ, or 990-PF) or notice (Form 990-N) beginning with the year they legally form, even if they have not yet applied for or received recognition of tax-exempt status.

Unless a filing exception applies to you (search [www.irs.gov](http://www.irs.gov) for Annual Exempt Organization Return: Who Must File), you will lose your tax-exempt status if you fail to file a required return or notice for three consecutive years. We start calculating this three-year period from the tax year we assigned the EIN to you. If that first tax year isn't a full twelve months, you're still responsible for submitting a return for that year. If you didn't legally form in the same tax year in which you obtained your EIN, contact us at the phone number or address listed at the top of this letter.

For the most current information on your filing requirements and other important information, visit [www.irs.gov/charities](http://www.irs.gov/charities).



# Deposit Receipt for KEYBANK BASIC BUSINESS CHECKING

RUSTING MAN FOUNDATION  
877 E BROADWAY AVE  
UNALASKA, ALASKA 99685

We are pleased that you have selected KeyBank. The information below is a confirmation of your new account(s) with us and a commitment to provide you with the highest quality of service.

### KEYBANK BASIC BUSINESS CHECKING

Account Number	720341012212	Date Opened	DEC 28, 2021
		VARIABLE Interest Rate	N/A %
Opening Deposit	\$500.00	Annual Percentage Yield	N/A %

This Account is governed by the provisions of the Deposit Account Agreement established by the Bank at which you opened your Account. Including but not limited to withdrawal; penalties for early withdrawal from Certificate of Deposit Accounts; variable rate determination and rate changes, where applicable; payment of interest; joint accounts; pledging the account as collateral; renewal; the transferability or non-transferability of the Account; taxpayer identification numbers and backup withholding; and by such Bank's Personal Deposit Account Fees and Disclosures. A Retirement Account opened in connection with a Bank retirement plan also is subject to such Bank's retirement plan agreement or plan document and the Retirement Account Deposit Disclosure. All Accounts are subject to applicable federal and state laws and regulations.

### We have performed the following transactions for you:

- The statement for your KEYBANK BASIC BUSINESS CHECKING Account will be mailed to:  
PO BOX 920605  
DUTCH HARBOR, ALASKA 99692-0605  
UNITED STATES  
No checks will be enclosed within the statement.

Thank you for visiting the UNALASKA/DUTCH HARBOR  
CHERRY MAE TAN  
487 SALMON WAY SUITE 101  
MAILING: PO BOX 77 UNALASKA AK 99685  
DUTCH HARBOR AK 99692  
907-581-1300

Key Center



KeyBank is:



Member FDIC

Key.com

1-800-KEY2YOU

Alaska Entity #10177784

State of Alaska  
Department of Commerce, Community, and Economic Development  
Corporations, Business, and Professional Licensing

## Certificate of Incorporation

The undersigned, as Commissioner of Commerce, Community, and Economic Development of the State of Alaska, hereby certifies that a duly signed and verified filing pursuant to the provisions of Alaska Statutes has been received in this office and has been found to conform to law.

ACCORDINGLY, the undersigned, as Commissioner of Commerce, Community, and Economic Development, and by virtue of the authority vested in me by law, hereby issues this certificate to

**RUSTING MAN FOUNDATION**



IN TESTIMONY WHEREOF, I execute the certificate and affix the Great Seal of the State of Alaska effective **October 14, 2021**.

A handwritten signature in cursive script, appearing to read "Julie Anderson".

Julie Anderson  
Commissioner