



Financial Assistance Award

DENALI COMMISSION
 510 "L" Street, Suite 410
 Anchorage, Alaska 99501
 (907) 271-1414

Project Number
0017-DC-2000-E1A Amendment 1

Denali Commission Accounting Code		
95670000	FY00 DC Funding	\$35,269.49
95670000	FY01 DC Funding	\$35,269.51
Total Commission Funding		\$70,539.00
Funds Available & Apportioned by OMB		CEE

Recipient Name & Address

City of Egegik
 P.O.Box 189
 Egegik, AK 99579-0189
 Phone 907-233-2400
 Fax 907-233-2231

Cost Share Distribution

	Denali Commission	Other contributors	Totals
DOT-FAA-AIP		\$ 5,135,000	\$5,135,000
City of Egegik	\$70,539.00	\$313,894	\$ 384,433
ADOT&PF		\$171,167	\$ 171,167
Totals	\$70,539.00	\$ 5,620,061	\$5,690,600

Authority
 112 Stat 1854

Project Title
 Egegik Airport Improvements Construction Project

Award Performance Period
 From: April 12, 2001
 To: December 31, 2002

This Financial Assistance Award approved by the Federal Co-Chair of the Denali Commission is issued in triplicate and constitutes an obligation of federal funding. By signing the three documents, the Recipient agrees to comply with the Award provisions indicated below and attached. Upon acceptance by the Recipient, two signed Award documents shall be returned to the Federal Co-Chair of the Denali Commission and the Recipient shall retain the third document. If not signed and returned without modification by the Recipient within 30 days of receipt, the Federal Co-Chair may unilaterally terminate this Award.

- EDA Standard Terms and Conditions Public Works and Implementations Construction Components, dated 3/99
- Special Award Conditions and Attachments
- Line Item Budget
- 15 CFR 24, Uniform Admin Requirements for Grants/Cooperative Agreements to State and Local Governments (www.access.gpo.gov/nara/cfr/waisidx_99/15cfr24_99.html)
- OMB Circular A-87, Cost Principles for State and Local Governments and Indian Tribal Governments (www.whitehouse.gov/OMB/circulars/a087/a087-all.html)
- OMB Circular A-133, Audits of States, Local Governments and Indian Tribal Governments (www.whitehouse.gov/OMB/circulars/a133/a133.html)
- 15 CFR, Part 14, Uniform Administrative Requirements for Grants and Agreements with Institutions of Higher Education, Hospitals, Other Nonprofit, and Commercial Organizations (www.access.gpo.gov/nara/cfr/waisidx_99/15cfr14_99.html)
- OMB Circular A-122, Cost Principles for Nonprofit Organizations (www.whitehouse.gov/OMB/circulars/a122/a122.html)
- OMB Circular A-21, Cost Principles for Educational Institutions (www.whitehouse.gov/OMB/circulars/a021/a021.html)
- EDA Standard Terms and Conditions Capacity Building Programs
- Department of Commerce Financial Assistance Standard Terms and Conditions, dated 10/98

Signature of Authorized Official - Denali Commission

Typed Name and Title

Jeffrey B. Staser, Federal Co-Chair

Date

9/18/01

Signature of Authorized Official

Typed Name and Title

**Richard E. Deigh
 Mayor, City of Egegik**

Date

9-14-01

**EGEGIK CITY COUNCIL
RESOLUTION 01-16**

REQUESTING THE DENALI COMMISSION TO AMEND GRANT NUMBER 0017-DC-2000-EIA, INCREASING THE COMMISSION'S CASH MATCH CONTRIBUTION TO THE EGEKIK AIRPORT IMPROVEMENTS CONSTRUCTION PROJECT BY AN AMOUNT OF \$35,269.49, TO A TOTAL AMOUNT OF \$70,538.98; WITH THE CITY COMMITTING ITSELF TO EXPEND ALL AWARD FUNDS STRICTLY FOR PRESCRIBED PROJECT SCOPE OF WORK TASKS, AND TO FULFILL ALL AWARD CONDITIONS REQUIRED BY THE COMMISSION.

WHEREAS, the City of Egegik, as an Airport Improvements Program (AIP) Project Sponsor approved by the Department of Transportation-Federal Aviation Administration (DOT-FAA), signed, on 13 April, 2001, AIP grant award No. 3-02-0422-0301 with the DOT-FAA in the amount of \$5,135,000, for use as the primary source of funds for the \$5,690,600 Egegik Airport Improvements Construction Project, to which, effective 06/22/01, a combined applicant and local match of \$555,600 had been committed: the City committing a Project contribution amount of \$349,163.51; the Alaska Department of Transportation committing a sum of \$171,167; and the Denali Commission, by means of Grant Award No. 0017-DC-2000-EIA committing a cash match of \$35,269.49; and,

WHEREAS, as a result of the disastrous commercial fishery season harvest of only 2,823,000 sockeye salmon this past summer (the smallest harvest in approximately twenty years) plus the effect that the miserable price of \$0.40 paid by local processors to Egegik fishermen has had on City tax revenues, essential projected revenues from the City's 1% Raw Fish Sales/Use Tax revenues and the Fisheries Business Tax revenues that the City receives from the Alaska Department of Revenue, will be inadequate both for the City to provide essential City services in City FY-02, beginning 10/01/01 and for the City to begin a transition period during FY-02, in which it must lessen significantly the level of City services -- based on the assumption that City fish tax revenues will remain poor at least for the next three years; and;

WHEREAS, the City has need in FY-02 to use for general operating budget purposes, an amount of \$35,269.49 (previously invested from City tax revenues received in prior years) that the City had committed as part of its \$349,163.51 applicant match to the Egegik Airport Improvements Construction Project; thereby reducing the City's applicant match to the Project by \$35,269.49 to an amount of \$313,894.02; and,

WHEREAS, the City, therefore, has contacted the Denali Commission's Airport Grant Coordinator to seek an amendment to the Grant Award No. 0017-DC-2000-EIA (that the Denali Commission issued on 6/20/01 as a Local Match to the Airport Construction Project) through which amendment the Commission would contribute an additional \$35,269.49 to the Project, bringing the Commission's total Project contribution to an amount of \$70,538.98; and,

WHEREAS, the City also has received initial approval from the DOT-FAA-Airports Division to amend the DOT-FAA-AIP grant No. 3-02-0422-0301, increasing the grant by \$100,000 from an amount of \$5,135,000 to \$5,235,000, with the City's applicant match being reduced \$100,000 in the process; with the stipulation that such an amendment could not occur until the closing-out of the Project -- which would be too late to alleviate the City's budgetary and cash flow problems that will occur in the first ten--eleven months of City FY-02; and,

WHEREAS, the City commits itself to use the entire \$35,269.49 in already awarded grant funds from the Commission, as well as the requested amount of \$35,269.49, for the expressed purposes contained in DOT-FAA-AIP-No. 3-02-0422-0301; namely, to:

“Extend and widen runway 12/30 to 5,600' x 100' and extend and widen runway safety area to 300' x 6,800'; construct and expand airport apron (250' x 200') construct crosswind runway 3/21 (75' x 1,500') and safety area (150' x 2,100'); construct PAPI [Precision Approach Path Indicator] pads on runway 12/30; install MIRL (medium intensity runway lighting) and MITL (medium intensity taxiway lighting) systems for runways 12/30 and 3/21” all as more particularly described in the Project Application; and

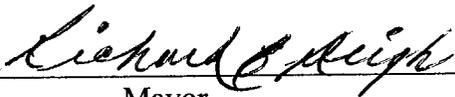
WHEREAS, the City promises that it shall fulfill all award conditions as stipulated by the Denali Commission;

NOW, THEREFORE, BE IT RESOLVED that the City of Egegik, as Project Sponsor: for the Egegik Airport Improvements Construction Project, hereby:

- a) requests, that the Denali Commission amend Grant Award No. 0017-DC-2000-EIA (issued on 06/20/01) thereby increasing the Commission's cash match to the Egegik Airport Improvements Construction Project by an amount of \$35,269.49 and bring the total Commission grant award to a sum of \$70,538.98; in order that the City might be allowed to use \$35,269.49 of its existing applicant match commitment to the Project for general operating fund purposes, as necessitated by the past summer's disastrous commercial fishery season in the Egegik Fishery District.
- b) Commits itself, pending a final amendment to be made by the DOT-FAA to DOT-FAA-AIP Grant No. 3-02-0422-0301, at the closing-out of the Project, to contribute \$313,894.02 as an applicant match to the \$5,135,000 AIP Grant No. 3-02-0422-0301, which City match, when added to the Denali Commission's total commitment of \$70,538.97 -- that would occur through this proposed amendment request -- and the \$171,167 already committed by the ADOT&PF, would result in the total applicant and local match being \$555,600, considerably more than the DOT-FAA required 6.25% of the \$5,690,600 of anticipated total Project costs.
- c) commits and promises to use all Denali Commission awarded grant funds strictly for approved Project purposes, in accordance with the terms of the DOT-FAA-AIP No. 3-02-0422-0301, as signed on 13 April, 2001; and, in accordance with the terms of Denali Commission Grant Award No. 0017-DC-2000-EIA, signed by the City on 06/22/01.

- d) commits and promises to fulfill all grant award conditions, as stipulated by the Denali Commission, for use and expenditure both of all previously approved Denali Commission grant funds (\$35,269.49) and all funds (\$35,269.49) being requested through this proposed amendment.

PASSED AND APPROVED BY a duly constituted quorum of the Egegik City Council on the 14th day of September, 2001.

By: 
Mayor

ATTEST:

By: 
City Clerk

**Award Conditions to the Financial Assistance Award
Project No. 0017-DC-2000-E1A Amendment 1
Egegik Airport Improvements Construction Project
City of Egegik**

1. **Only the funding amount has been changed by this amendment. The scope of work remains** to supplement local matching funds for the City of Egegik Airport Improvements Construction Project under FAA Grant 3-02-0422-0301. The project is to provide the following: “Extend and widen runway 12/30 to 5,600’ x 100’ and extend and widen runway safety area to 300’ x 6,800’; construct and expand airport apron (250’ x 200’); construct crosswind runway 3/21 (75’ x 1,500’) and safety area (150’ x 2,100’); construct PAPI pads on runway 12/30; install MIRL (medium intensity runway lighting) and MITL (medium intensity taxiway lighting) systems for runways 12/30 and 3/21” in accordance with FAA grant conditions and project application. Denali Commission funds shall be used in a pro-rata share with the FAA, City and State contributions to the project. In the event there is a balance of funding after the scope of work is completed, excess funds will be retained by the Denali Commission.
2. The Project Officer for the City is Mr. John Purcell and for the Denali Commission, Ms. Kathy Prentki.
3. The cost principles of OMB Circular A-87 are applicable to this award. Indirect costs incurred by the City on this project are not allowed, although subcontractors are not held to this requirement.
4. The City agrees to comply with the requirements of OMB Circular A-133, “Audits of States, Local Governments and Non-Profit Organizations.”
5. To receive payment, the City must submit a “Request for Advance or Reimbursement”, Standard Form-270, to the Commission Project Officer. It is expected that the City will forecast by letter or spreadsheet format, Commission funds for working capital advances needed on a monthly (or as needed) basis for the project. Requests for Advance funding should not forecast further ahead than one quarter, and Denali Commission funds advanced **may not** be deposited into interest bearing accounts. This does not preclude more frequent Commission payments than monthly, given project specific needs. The Commission Project Officer may review all payments to determine if payments made are justified and supported by appropriate records, invoices and other documentation. The Commission reserves the right to prohibit further payments to the City, at any time, if discrepancies involving Commission funds arise, until such time that the discrepancies are resolved to the satisfaction of the Commission. Pay requests for City administrative costs shall be on a separate Standard Form – 270 (quarterly) from project pay requests.
6. To the maximum extent feasible, considering applicable laws, the City shall accomplish the work of this Agreement utilizing local labor and small, minority owned and disadvantaged businesses.

**Award Conditions, Project No. . 0017-DC-2000-E1A
Amendment 1
Egegik Airport Improvements Construction Project
City of Egegik**

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7. No portion of this award may be used for lobbying or propaganda purposes as prohibited by 18 U.S.C. Section 1913 or Section 607(a) of Public Law 96-74.
8. Written request by letter from the City Project Officer to the Commission Project Officer for concurrence is necessary for significant budget revision approval.
9. The City of Egegik has provided a budget as part of the request for this financial assistance award. A schedule shall be provided to accompany the budget for this project within 30 days of the date of the financial assistance award. The City shall thereafter submit written progress reports to the Commission Project Officer quarterly (March 31-June 30-September 30-December 31). Interim reports are required in the event of significant project events that may extend the project schedule and/or impact the project budget. Quarterly progress reports shall include photographs and a narrative summary of the project status and accomplishments to date. The reports shall address the following questions: is the project on schedule, is the project on budget, and what actions are planned to address any project problems. Photo documentation shall include a minimum of five, dated photos of current project status such that a complete record of the construction is maintained over time, from "before," showing the situation before the start of construction, to "during" showing work proceeding on the project, and "after" to show the finished project. Photos may be provided as photo quality 3x5 prints with negative for each picture, and/or print quality electronic photos (digital images).
10. Four forms of project financial reports are required.
 - A. Project financial status reports shall be submitted to the Commission Project Officer quarterly (included as part of the quarterly progress reports). The quarterly financial status report shall show the following:
 - i. the total project budget
 - ii. the project schedule with milestone dates for construction
 - iii. the total amount of Denali Commission funds committed to the project
 - iv. the total project expenditures as of the end of the most recent quarter
 - v. the total expenditure of Denali Commission funds for the project as of the end of the most recent quarter
 - vi. the percentage of expenditures to the total budget; and
 - vii. a project performance analysis on project line items, as defined by the City, showing budget costs compared to actual expenditures and obligations to date versus work performed to date (for each line item).
 - B. Project expenditure summaries will be required upon submitting Requests for Advance or Reimbursement, or quarterly if no request has been made.

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- C. A final Financial Status Report (Standard Form 269 - <http://www.whitehouse.gov/OMB/grants/index.html>) shall be submitted to the Commission Project Officer within 90 days after the end of the Award Performance Period. If the Period is longer than one year, or if the Agreement is revised to extend the Award Performance Period beyond one year, the City must annually submit a completed Standard Form 269 within 90 days after the end of each anniversary of the award date.
- D. A Labor Type, Residence, and Wage Report shall be submitted to the Commission Project Officer at a minimum of two times annually. At a minimum, these two reports must be submitted on or near August 1st and December 1st each year to correspond with the Alaska construction season. A Labor Type, Residence, and Wage Report must include the following information by construction project for any person employed on the construction of that project: position, place of primary residence, first check date, last check date, rate of pay per hour, payroll earnings from inception of project to date. Personal or confidential information such as Social Security numbers, names of individuals, or other information that would identify an individual should **not** be included within this report.
11. These quarterly, bi-annual and annual progress and financial reports shall be sent to:
- Denali Commission
510 "L" Street, Suite 410
Anchorage, AK 99501

The Commission reserves the right, in future, to direct the Project Recipient to provide the progress reports in electronic format for posting on the Commission web page.

- 12.. Changes to the Financial Assistance Award can take two forms.

Amendments shall be identified by sequential number followed by the Denali Commission project number (i.e. Amendment No. 2 – Project # 0001-DC-1999-I1) The Commission Federal Co-Chair and the designated representative for the Project Recipient shall execute these Amendments. These documents (in Financial Assistance Award format with attached Award Conditions) define the changes to the scope of work, project schedule and estimated costs for each specific project undertaken. In general, Amendments are used for changes in funding from the Commission and/or other sources to the total project amount.

Addendums to Financial Assistance Award are in letter format from the designated Project Officer for the Commission to the designated Project Officer for the Project Recipient. Addendums shall be identified by sequential letter followed by the Denali

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Commission project number (i.e., Addendum No. B – Project # 0001-DC-1999-I1).
These Addendums shall be executed by the concurrence of the Commission Project Officer and approval by the Commission Chief of Staff. In general, Addendums are used for small changes in project scope.



DENALI COMMISSION

510 'L' Street, Suite 410
Anchorage, Alaska 99501

(907) 271-1414
Fax (907) 271-1415
Toll Free (888) 480-4321
www.denali.gov

September 12, 2001

FILE COPY

The Honorable Richard E. Deigh
Mayor, City of Egegik
P.O. Box 189
Egegik, AK 99579-0189

RE: Amendment 1 to Financial Assistance Award, Egegik Airport Improvements
Construction Project No. 0017-DC-2000-E1A

Dear Mayor Deigh:

In accordance with our correspondence with Mr. John Purcell, the Denali Commission is pleased to be able to increase our match to your Airport Improvement project. Enclosed are three copies of the amended Financial Assistance Award and one copy of Award Conditions for the Egegik Airport Improvements Construction Project. This increase in funding is subject to passage of Resolution 01-16 by the Egegik City Council.

If the resolution requesting our increase to the award is passed, and the award is acceptable to the City of Egegik, please sign and return all three copies of the Financial Assistance Award and return them with a signed copy of the resolution to this office. We will then send you an executed copy of the amended award for your records.

If you have any questions regarding the enclosed information, please contact Kathy Prentki of my staff, at (907) 271-1441 or via email at kprentki@denali.gov.

Sincerely,

Jeffrey B. Staser
Federal Co-Chair