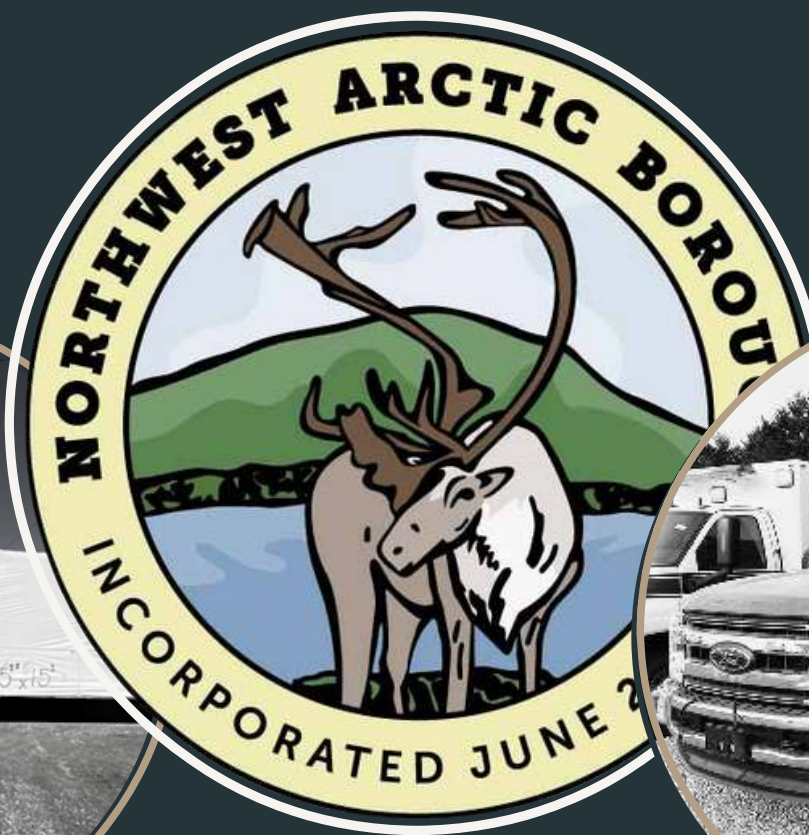


2021
Annual Report
*VILLAGE
IMPROVEMENT
FUND*



Village Improvement Fund

2021 Annual Report

What's in this report

- 3 Mayor's Letter*
- 4 Village Improvement Fund Staff*
- 5 Village Improvement Commissioners*
- 6 Community Projects*
- 23 Financial Summary – Appendix A*

Front Cover Page Photo Credit: *Left:* Kiana Community Building *Right:* Kotzebue Ambulance
Back Cover Page Photo Credit: Completion of the Kivalina Electrical Intertie Project

Kiana Community Building Project



Northwest Arctic Borough
Village Improvement Fund
PO Box 1110
Kotzebue, Alaska 99752
Phone: (907) 442-2500

Dear Fellow Residents of the Northwest Arctic Borough!

It is an honor as the Mayor of the Northwest Arctic Borough (NAB) to submit the 2021 Village Improvement Fund Annual Report to the residents of our region. This report serves as a commitment to serve our communities through the Payment In Lieu of Taxes (PILT) and memorandum of commitment (MOC) between the Northwest Arctic Borough and Teck Alaska, Inc. This report includes how the Village Improvement funds were spent for the calendar year 2021 and how the Village Improvement Commission plans to spend their budget for 2022.

Within calendar year 2021, the Village Improvement Commissioners and the Northwest Arctic Borough Assembly awarded a total of thirteen projects in the amount of \$3,035,442.25 for village infrastructure projects and/or programs. From 2020-2021, thirteen vital Village Improvement projects were successfully completed!

Since 2016, the Village Improvement Fund has contributed significantly towards funding projects and programs which have greatly impacted our region by leveraging critical capital projects in the amount of \$67,860,462.18! Please contact your Village Improvement Commissioner or our staff if you have any questions about the Village Improvement Fund. My staff and I continue to work hard to serve you.

Thank you,

Dickie Moto, Northwest Arctic Borough Mayor



VILLAGE IMPROVEMENT FUND STAFF

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VILLAGE IMPROVEMENT FUND COMMISSIONERS

	Primary	Alternate
<i>Ambler</i>	<i>Morgan Johnson</i>	<i>Shield Downey</i>
<i>Buckland</i>	<i>Eva Lee</i>	<i>Eva Foxglove</i>
<i>Deering</i>	<i>Alvin Iyatunguk</i>	<i>Daisy Weinard</i>
<i>Kiana</i>	<i>Christina Westlake</i>	<i>Roberta Barr</i>
<i>Kivalina</i>	<i>Dolly Foster</i>	<i>Oral Hawley</i>
<i>Kobuk</i>	<i>Henry Horner, Sr.</i>	<i>Colleen Sheldon</i>
<i>Kotzebue</i>	<i>Marie Greene</i>	<i>Derek Haviland-Lie</i>
<i>Noatak</i>	<i>Norman Monroe</i>	<i>Vacant</i>
<i>Noorvik</i>	<i>Elsie Sampson</i>	<i>Glenn Skin</i>
<i>Selawik</i>	<i>Raven Sheldon</i>	<i>Vacant</i>
<i>Shungnak</i>	<i>Billy Lee</i>	<i>Reba Jones</i>
<i>Ex-Officio</i>	<i>Austin Swan, Sr. - NAB Assemblyman (KVL)</i>	

Kivalina Electrical Intertie Project * multi-year project awarded in 2020



AMBLER

IVISA APPAAT

2021 Commissioners

Primary: Morgan Johnson

Alternate: Shield Downey

GRAVEL EXTRACTION AND STOCKPILING PROJECT PHASE 2 AND PHASE 3

AMOUNT AWARDED: \$514,597

The funding for this project covers the costs associated with managing a mining operation to stockpile gravel at a sufficient amount for all project purposed in the near future. The Gravel will be used for Community projects and household needs only. During 2021-2022, the City intends to procure and stockpile enough gravel for the needs of the community for up to 5 years. This project was leveraged by obtaining in-kind services from ANTHC.

2021 COMMUNITY PRIORITIES

Cost of Living Improvement (Affordable fuel, groceries, electricity & transportation)

Erosion Control (Front street)

Fire & Search and Rescue Building (Enclosure for all fire equipment, boat, snow machine, and sled)

Fuel Farm Upgrade (Fuel accessibility)

Housing Improvement Programs

Loader & Dump Truck Needed for Gravel Extraction for Existing Projects

New Fuel Farm Construction

New Gym for School

Solar Panels, LEDs, and Heat Pumps for Each Home

Stockpiling Gravel for Projects (10K cubic yards needed for projects)

Streetlight Improvement

Upper Kobuk Longtime Elder Care Facility

BUCKLAND

NUNATCHIAQ

2021 Commissioners

Primary: Eva Lee

Alternate: Eva Foxglove

GENERATOR REPLACEMENT PROJECT

AMOUNT AWARDED: \$54,321

This project was critical to the health and safety needs of the community of Buckland. The scope was to replace the 500-kw generator that had broken down March 12, 2021 which was a vital component to provide electricity to all residents.

2021 COMMUNITY PRIORITIES

Access Road to Clinic and Clinic to Airport

Air Purifiers

Airport Terminal

Apartments

Armory, IRA and Old City Renovations

Baseball Field

Basketball Court Outside

Black Mold Removal

Boar Launch/Harbor

Cement Truck

Cemetery Road

Courthouse and Jail

Elders Lunch Delivery Truck

Elders Ramps for Homes

Emergency Services Vehicle

Erosion Control

Fire Department Station

Flush Hydrant Elbow for Emergency Shut Off

Foundation Repairs for Homes

Fuel Delivery Truck

Fuel for Search and Rescue

Fuel Ramp for Homes

Fully Equipped Shop for Coffin Makers

Furnaces for Homes

Grave Site Preservation and Bridge

Gravel Pit Permits

Guard Rail for Roads

Head Start Building

Heavy Equipment Repair

Housing Repair

Hunting Class

In-Home Water Purifiers

Maintenance for access Roads

More Homes

Movie Theater

Multi-Purpose Building

New Ramp for Clinic

Power Poles

Rock Crusher

Scrap Yard

Search and Rescue Building and

Equipment

Solar Panels and Windmills

Street Poles

Teen Center

Trash Burner

Trash Burner Unit

Tribal Office

Vision Center

Water Truck, Dust Control

Weatherization

Wellness

Windmill

DEERING

IPNATCHIAQ

2021 Commissioners

Primary: Alvin Iyatunguk

Alternate: Daisy Weinard

HEAVY EQUIPMENT SHIPPING

AMOUNT AWARDED: \$17,755

The City of Deering has an ongoing need for heavy equipment to maintain roads, remove snow, erosion control, housing projects, and other community projects. This funding will go toward purchasing a Volvo wheel loader with freight to Deering.

ELECTRICAL GRID UPGRADE

AWARDED: \$345,000

This sustainable project allowed Ipnatchiaq Electric Company (IEC) to complete the east end update to the entire community electrical grid which was initially started in 2017 with the west end. This project included a match of \$38,642 from IEC. This project allowed the contractor who completed the upgrade train two local operators how to successfully maintain their system. This project was considered as an emergency due to storm surges which caused power poles to tilt due to beach erosion.

CURRENT FUTURE PROJECTS:

Dust Control, Native Village of Deering

2021 COMMUNITY PRIORITIES

Dust Control
Economic Development
Erosion Control, River Roads, Seawall
Fencing Public Facilities
Heavy Equipment, New and Repairs
Law Enforcement, VPSO
Multi-Building, Combine SAR
New Housing
New School
Piped Water
Roads Evacuation, Paved Street
School Bus
Search and Rescue Storage Facility
Upgrade Sewer System, Water Upgrades, Tanks, Pipes, and Plumbing
Uptown Distribution
Water Delivery Truck
Weatherization, Housing Renovation, Heat Pumps

KIANA

KATYAAK

2021 Commissioners
Primary: Christina Westlake
Alternate: Roberta Barr

OPT-IN KIANA BUILDING RENOVATION PROJECT

AMOUNT AWARDED: \$277,086.10

OPT-In is a local youth founded non-profit which provides cultural, leadership and subsistence mentoring for the youth of Kiana. Funding for this project will fund renovations to the community building that OPT-In is leasing to include water and sewer and make the building structurally sound. OPT-In is extremely grateful to have a building to lease in Kiana where infrastructure is scarce. Funds will also be used to pay an OPT-In Youth Coordinator and an Executive Director position.

2021 COMMUNITY PRIORITIES

Access to Gravel Source: Intertie Road from Noorvik, Selawik, and Kotzebue, new landfill
Administrative Capacity Development: Audit, management/bookkeeping training, equipment, software, project management
Alternative Energy
Barge Landing
Community Building Cook House and
Community Gathering Area
Community Garden
Community Park for Outside Recreation
Activities, Playgrounds (New or renovate)
Develop Valleyview Subdivision
Equipment: Fire truck, heavy equipment storage, training, siren
Landfill Incinerator
Law Enforcement
More Search and Rescue Funding for Services and Equipment

Multi-purpose Building for IRA, City, Post Office:
Better facilities, allow program growth, and additional village based jobs
Native Language Programs with Hands-on Activities, Immersion Program
Native Store
Promote Food Preservation, Plants, and Berries
Promote Kiana Wellness
Subsistence Hunting/Fishing with Youth, Year-round Activities, More Cabins, More Sessions
Water and Sewer Services: Upgrade/Expand, Address Manganese Issue (Water filter), New Sewage Lagoon, Community Washeteria
Work on Building and Renovating Homes
Youth Activities – Recreation indoor, OPT-In, youth leadership, youth mentor program

KIVALINA

KIVALINIQ

2021 Commissioners

Primary: Dolly Foster

Alternate: Oral Hawley

Ex-Officio: Austin Swan, Sr.

LANDFILL CLEANUP, SOLID WASTE TRAINING AND OPERATIONS PROJECT

AMOUNT AWARDED: \$463,064.72

The funding was awarded to the Kivalina IRA Council to be used for employment opportunities to replace fencing and dumping the village trash. It will also be used to purchase a tractor, four wheelers and trailers, snowmobiles and sleds to haul trash to dumps, fencing, and supplies for operations.

2021 COMMUNITY PRIORITIES

Alternative Energy

AVEC Intertie and Water Storage at New Site

Barge Landing or Intertie with Port Site, Build Road for Wholesale similar to Noatak

Create Student Incentives with Technology Prizes

Discuss Co-Op with Teck and KEA for Energy Sharing Equipment, Windmills, and Solar Panels to minimize electric costs

Dump Repair, Move Dump Away from Airport, Add New Fencing, Burn Box, and Dumpsters for Townsite

Elder Services to Include Garbage and Qugvik (honey-bucket) Pick-up

Elder/Homeowner Window and Door Repair

Erosion Threat Assessment

Evacuation Planning with Emergency Shelter, Vehicle at New Site

Grave Diggers Shack with Generators and Tools

Improve Water Quality, Clean Water Tanks, and Replace Water Filters

Playground with Cement Basketball Court

Promote Food Preservation, Plants, and Berries

Promote Kivalina Wellness

Senior Van, Driver, and Student Pick-up

Snow Fence, Equipment for Snow Removal, and Connex for Storage

Utilize ASRC to Build Village Pad with Their Equipment

VIF Grant Writer/ Liaison

VPO Housing, Utilize City's Camper and Renovate It

Youth Musical Instructors Needed

KOBUK

LAUGVIAK

2021 Commissioners

Primary: Henry Horner, Sr.

Alternate: Colleen Sheldon

No projects were approved for the community of Kobuk in CY21, VIF staff continues to work with the community to provide administrative support to ensure that they are successful in submitting future VIF applications.

2021 COMMUNITY PRIORITIES

Apartment Complex
Back-Up Power/Hydro Plant
Boys and Girls Club
Community Building
Energy Projects
Erosion Control
Fuel Farm
Heavy Equipment Building
Housing
Improve Dahl Creek Bridge
Multi-Purpose Building
Native Store
New Basketball Court, Uptown
New Grader
New Leach Field
New Playground Equipment
Recreation Center
Renovate Search and Rescue Building
Safety Building
School Bus
Swimming Pool
Upgrade Culture Camp
VPSO Facilities
Washeteria Building
Water and Sewer Upgrade
Wellness Programs

KOTZEBUE

QIKIQTAGRUK

2021 Commissioners

Primary: Marie Greene

Alternate: Derek Haviland-Lie

100% RENEWABLE POWER PROJECT

AMOUNT AWARDED: \$137,484

The Kotzebue Electric Association (KEA) has a five-year goal to provide 50% of Kotzebue's annual electricity coming from renewable energy with the end goal of not being diesel reliant. The scope of this project was to purchase two EWT DW61-1000 wind turbine tower base sections.

CITY OF KOTZEBUE AMBULANCE

AMOUNT AWARDED: \$250,0000

This project funded a new ambulance which will benefit the residents of the Northwest Arctic region delivering emergent and non-emergent care.

2021 COMMUNITY PRIORITIES

Amber Alert System
 Ambulance
 Biomass Building/Boiler Building
 Broadband and Telecommunication
 Cape Blossom Road
 Career and Technical Education
 City Landfill and Area Clean-up
 Commercial Retail Space
 Communication Access to NWABSD Students
 Community Building
 Community Clean-up
 Community Cultural Center
 Create Subdivisions with the Kotzebue Area
 Cross and Coffin Program
 CUAP Program
 Daycare Center
 Deferred Maintenance
 Detox, Homeless Center, Sleep Off
 E911 System/Community
 Early Learning Daycare
 Education
 Education Learning Center
 Enhancing and Perpetuating Dog Mushing in the Arctic
 Expansion of Electrical Grid System and Lots
 Food for the Needy
 Food Program
 Global Warming Mitigation Study
 Gravel (Develop Iggee Hill)
 Health Research and Screening
 Housing

Hydroponic Sustainability
 KOTZ Radio Infrastructure
 Kotzebue Graves Clean-up
 Laundry Facility
 Local Store
 Loop Road
 NWABSD Counselors
 Parks and Recreation
 Paving
 Port Authority
 Port Project Feasibility Study
 Processing Center for Fish and Game
 Public Health Vet
 Public Safety, Police Gear, Vehicles, Ambulance
 Recreational Center
 Recycling Center
 Regional Daycare
 Research Cyanobacteria
 School Bus
 Search and Rescue Facility
 Shooting Range
 Solar Power
 Streets and Road Infrastructure
 Strengthening the Culture and Language
 Student Activities
 Tank Farm
 Ted Stevens Way
 Water and Wastewater Infrastructure
 Wind Turbine and Batteries/Solar Power
 Youth Camps
 Youth Center

NOATAK

NAUTAAQ

2021 Commissioners

Primary: Norman Monroe

Alternate: Vacant

HIGH PENETRATION SOLAR AND BATTERY PROJECT

AMOUNT AWARDED: \$310,000

This funding was awarded to the Native Village of Noatak to match funding from the US Department of Energy to purchase a high penetration solar and battery project. The solar energy will meet 9.6% of Noatak electricity demand annually. The installation of the solar array and battery systems will lead to increased community resiliency and energy security while reducing environmental impact. This project was leveraged through federal funds.

2021 COMMUNITY PRIORITIES

Animal Control	Revamp Water and Sewer
Animal Shelter	Road Signs
Apartments	School Bus
Cemetery Relocation	Short Cut to 16-Unit
Cemetery Road	Storage Building for Equipment
Clean-up	Streetlights
Community Hall	Van for Elders
Daycare	
Demolish Old School	
Dust Control	
Equipment Restoration	
Fire Department Building	
Fire Hydrant Covers	
Funding for VPO	
Games for Youth Building	
Green House	
Heavy Equipment	
Housing	
Jackhammers	
Landfill Restoration	
Landscaping on Roads	
New Home Ownership	
New Landfill	
Recreational Field	
Red Dog Road	
Relocate Tank Farm	

NOORVIK

NUURVIK

2021 Commissioners

Primary: Elsie Sampson

Alternate: Glenn Skin

PURCHASE OF A VOLVO A25G- ARTICULATING HAULER

AMOUNT AWARDED: \$382,000

This funding was awarded to the Noorvik Native Community to purchase a Volvo A25G- Articulating Hauler to enhance community-wide capital projects. This project made it possible to support future construction projects, both road and building projects. Having an additional local piece of equipment that can haul material from the pit to the construction site will lower the cost of those future construction projects. There is also a future project to include shipping expenses for this project in 2022.

2021 COMMUNITY PRIORITIES

Activities

Airport Terminal and Freight Storage
Boys and Girls Club, Community Recreational Center, and Outside Activities
Bulk Fuel Storage for Upper Kobuk
Burner at Landfill
Community Building Repair Washeteria
Community Septic Tank
Dump Truck
Dust Control
Fire Truck and Fire Station
Food Bank and Community Freezer
Fuel Delivery
Garbage Truck
Garden Tiller and Farm Tractor
Greenhouse
Heavy Equipment
Heavy Equipment and Storage
Honey Bucket Collection and Disposal Site
Increase Regional Jobs
Land Protection
Landfill Clean-up, Burner, and Equipment
Multi-purpose Storage and Tools
New Community Building
New Homes and Weatherization
Noorvik as Hub for Bypass Mail

NWAB Funds Fair Share

Opportunities and Placement
Paved Roads
Playground for Kids
Police Department Vehicle
Real ID Cards
Reduce Cost of Local Groceries and Goods
Safe Haven for Women and Children
Sawmill
Search and Rescue Community Storage Facility
Search and Rescue Equipment
Sigluaq, Community Freezer, and Storage
Streetlights
Subsistence Transportation
Support Food Programs
Transportation to Airport
Tribal Courts
Understanding Fuel Charges on Utility Bills
Vocational Training and Rehabilitation Including
New Technology and Computer Skills
VPO/VPSO Increased Hours
Water and Sewer Improvements
Water Truck
Working Together
Youth Cultural School; Learning Inupiaq Language

SELAWIK

AKULIGAQ

2021 Commissioners

Primary: Raven Sheldon

Alternate: Vacant

FUEL SPILL CLEAUP PROJECT

AMOUNT AWARDED: \$121,600

This emergency funding was to employ 5 full-time laborers for 20 weeks to burn contaminated material at the dumpsite and to remove the remaining contaminated soil as a response to the fuel spill in 2020.

WATER AND SEWER UTILIDOR SYSTEM EVALUATION

AMOUNT AWARDED: \$75,000

The City of Selawik used this funding to contract an Engineer firm to do a comprehensive evaluation of the Water and Vacuum systems. This will provide a baseline for the operational costs to assist with obtaining construction project funding. This report will also assist in focusing current funding and manpower resources and to develop a long-term plan for the village. This project was needed for a future project which will be leveraged.

CURRENT FUTURE PROJECTS:

Atautchikun Purchase/ Installation of Boiler, City of Selawik

2021 COMMUNITY PRIORITIES

Airport Expansion
Cultural Activities
Drug and Alcohol Awareness
Erosion
Facility for Fire, Police, Disaster
Head Start
Landfill (Construct new and close old dumpsite)
Laundromat Facility
Mental Health
Multi-purpose building (Rehab notice)
New School with New Gym
Public Safety
Roads to Gravel Source
Sawmill
Softball Field
Water and Sewer

SHUNGNAK

ISSINGNAK

2021 Commissioners

Primary: Billy Lee

Alternate: Reba Jones

PICKUP TRUCK AND TRANSIT VAN PURCHASE

AMOUNT AWARDED: \$87,534.43

The Native Village of Shungnak submitted this request for funding to purchase a pickup truck and transit van to transport workers from the village to the gravel access point and the landfill road site. The truck will be used to transport the workers to and from worksites and transport materials for construction projects. The transit van will be used to transport elders and transport school lunches.

2021 COMMUNITY PRIORITIES

Alternative Energy Projects

Apartment Building

Gravel Pads

Dock

Renovate SAR building

Heavy equipment storage

Maintenance shop

Rec Center

Subdivisions

Street Lights

Community Agriculture

Bulk Fuel Farm

Gravel Extraction

Road to Bornite

Sawmill

Safe House

Terminal

New Grave Site

Hot Springs Building

Cultural Wellness

Wellness Center

Inupiaq Language teaching

Parenting Classes/Center

REGIONAL PROJECTS

FUTURE CURRENT PROJECTS:

Iñuunialikun Through Our Way of Life Science (Strengthening the Cultural & Language Priority)/ Northwest Arctic Borough School District

PROJECT PHOTOS

Amber - 2019 and 2020 VIF funded projects



Ambler - 2021 Biomass Project



PROJECT PHOTOS

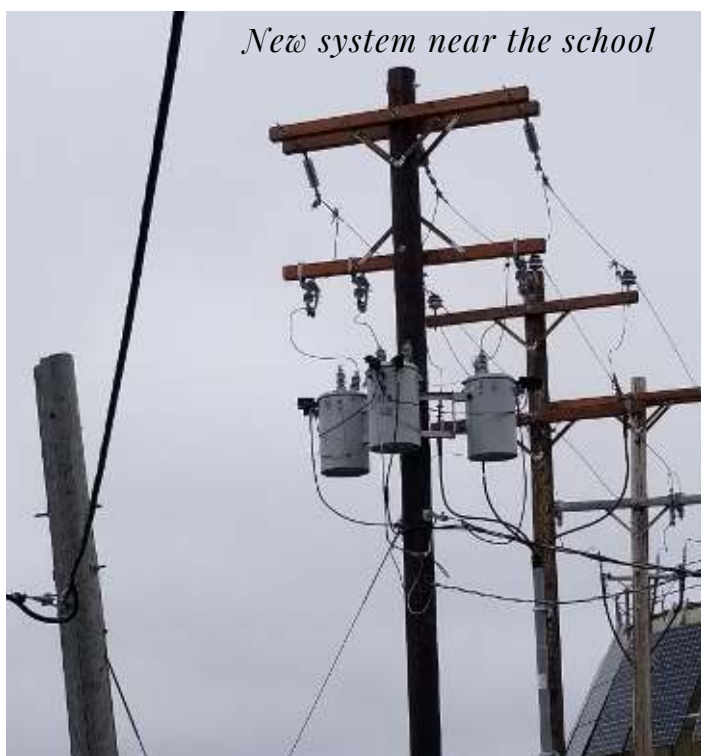
Deering - 2021 Electrical Grid Upgrade



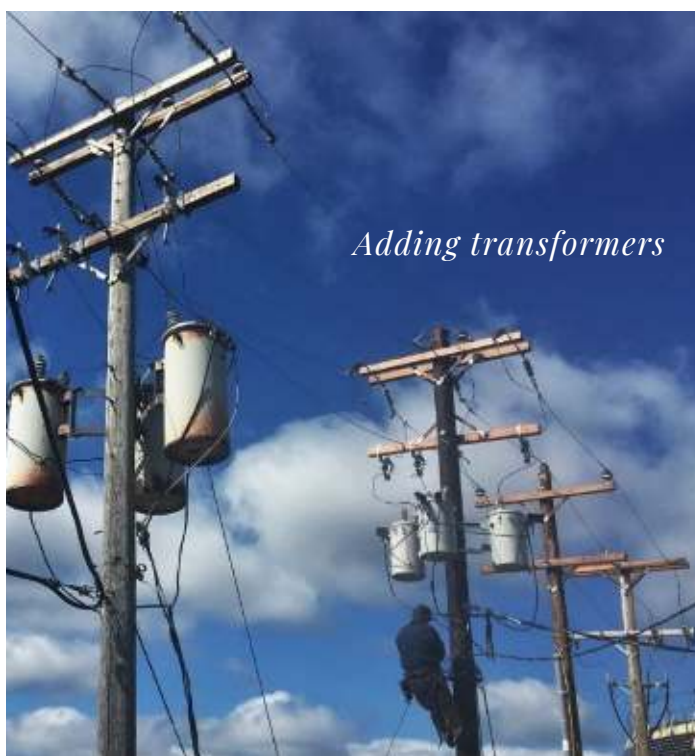
Before new poles



After new poles



New system near the school



Adding transformers

PROJECT PHOTOS

Kiana -2021 OPT-In Kiana Building

Photos below illustrate the activities that the Kiana youth have done this past year to include Inupiaq dancing, checking white fish net, a virtual halloween costume contest and youth meetings.



PROJECT PHOTOS

Kiana - Community Building Project, VIF funded in 2019 90% complete



Kivalina - Kisimigiuktuq Hill Electrical Intertie, VIF funded in 2020 100% complete



PROJECT PHOTOS

City of Kotzebue - Ambulance Project



Appendix A

VIF SUSTAINABILITY FUND:

Per the Northwest Arctic Borough Code, 30% of the Village Improvement Fund annual receipts from Teck, Alaska Inc. will be allocated into a sustainability fund.

Sustainability Fund is budgeted at \$1,200,000. Consistent with prior year. The VIF program was created as a result of the Borough's efforts in PILT (Payment in Lieu of Taxes) negotiations. The agreement has a clearly defined end date (2026) with the option to extend another five years.

Market value as of 12/31/21: \$ 28,762,104

Date	For Fiscal Year	Contribution to Investments
9/13/2017	2017	\$ 16,100,000
4/26/2018	2018	\$ 1,200,000
5/5/2020	2019	\$ 2,400,000
6/22/2021	2020	\$ 2,269,068
TOTAL		\$ 21,969,068

Note: the FY21 contribution will be made in June 2022.

Financial Summary

Appendix A - LEVERAGED FUNDS & MULTI-YEAR SUMMARY page 24

Village	Project #	Project Name	Amount	Paid	Outstanding	RSN #	RSN Date	External Funding Leveraged by the VIF (Grants)
Ambler	1	Energy Study Phase 1	\$ 45,000.00	\$ 45,000.00	\$ -	19-03	Jan-19	\$ -
Ambler	2	Energy Study Phase 2	\$ 505,225.00	\$ 505,225.00	\$ -	19-30	Jun-19	\$ -
Ambler	3	Energy Study Phase 3	\$ 25,000.00	\$ 10,032.15	\$ 14,967.85	19-70	Nov-19	\$ -
Ambler	4	Biomass Boiler Project	\$ 343,500.00	\$ 236,401.88	\$ 107,098.12	19-69	Nov-19	\$ 443,476.00
Ambler	5	SAR/Firehall Building Phase 1	\$ 30,000.00	\$ 25,261.00	\$ 4,739.00	20-15	Apr-20	\$ -
Ambler	6	LED Streetlights	\$ 13,572.00	\$ 13,572.00	\$ -	20-16	Apr-20	\$ -
Ambler	7	Gravel Extraction & Stockpiling	\$ 130,000.00	\$ 130,000.00	\$ -	20-42	20-Jul	\$ -
Ambler	8	Heavy Equipment	\$ 609,467.00	\$ 405,619.00	\$ 203,848.00	20-45	Jul-20	\$ -
Ambler	9	Design- City Tank Farm	\$ 180,000.00	\$ 125,170.67	\$ 54,829.33	20-47	Jul-20	\$ -
Ambler	10	Gravel Extraction Phase 3	\$ 514,597.00	\$ 35,314.70	\$ 479,282.30	21-44	21-Aug	\$ -
Buckland	1	Lulu Ave W&S	\$ 529,809.00	\$ 529,809.00	\$ -	19-48	Aug-19	\$ 125,233.18
Buckland	2	Generator Replacement	\$ 54,321.01	\$ 54,321.01	\$ -	21-41	21-Aug	\$ -
Deering	1	New Generator & Installation	\$ 147,750.00	\$ 147,750.00	\$ -	18-21	Aug-18	\$ 1,910,500.00
Deering	2	Purchase/Install On Demand Water Heater for Residents	\$ 166,049.00	\$ 166,048.53	\$ 0.47	19-16	Apr-19	\$ -
Deering	3	Water Delivery Truck	\$ 19,955.00	\$ 19,954.62	\$ 0.38	19-31	Jun-19	\$ -
Deering	4	East End Electric Grid	\$ 375,000.00	\$ 375,000.00	\$ -	19-32	Jun-19	\$ 80,642.00
Deering	5	Heavy Equipment	\$ 214,878.00	\$ 214,878.00	\$ -	20-46	Jul-20	\$ -
Deering	6	Heavy - Shipping	\$ 17,755.00	\$ 17,755.00	\$ -	21-12	21-Apr	\$ -
Deering	7	Electrical Grid Upgrade Phase 3	\$ 345,000.00	\$ 88,050.00	\$ 256,950.00	21-43	21-Aug	\$ 50,000.00
Kiana	1	Water Treatment Plant - Manganese Removal	\$ 882,000.00	\$ 882,000.00	\$ -	18-21	Aug-18	\$ 396,900.00
Kiana	2	Community Building	\$ 818,440.00	\$ 734,800.00	\$ 83,640.00	19-33	Jun-19	\$ -
Kiana	3	Heavy Equipment	\$ 1,524,055.00	\$ 1,524,055.00	\$ -	20-43	Jul-20	\$ -
Kiana	4	OPT-In Kiana Building	\$ 277,086.10	\$ 77,685.67	\$ 199,400.43	20-57	Oct-21	\$ 25,000.00
Kivalina	1	Evacuation Road/Support	\$ 1,000,000.00	\$ 1,000,000.00	\$ -	18-21	Aug-18	\$ 55,250,000.00
Kivalina	2	Electrical Intertie****	\$ 3,500,000.00	\$ 3,500,000.00	\$ -	20-01	20-Feb	\$ 2,200,000.00
Kivalina	3	Heat Recovery System	\$ 443,242.46	\$ 100,000.00	\$ 343,242.46	20-86	Nov-20	\$ -
Kivalina	4	Dumpsite Cleanup	\$ 463,064.72	\$ 463,064.72	\$ -	21-42	21-Aug	\$ -
Kobuk	1	Drain Field	\$ 199,250.00	\$ 125,226.00	\$ 74,024.00	20-03	Feb-20	\$ 1,058,978.00
Kobuk	2	Wastewater Source	\$ 13,474.00	\$ 13,474.00	\$ -	20-04	Feb-20	\$ 148,174.00
Kobuk	3	Shg/Obu Solar/Battery System*	\$ 489,096.50	\$ 489,096.50	\$ -	20-88	Nov-20	\$ 619,539.50
Kotzebue	1	Solar Power	\$ 600,000.00	\$ 600,000.00	\$ -	19-03	Jan-19	\$ 619,539.50
Kotzebue	2	KEA Renewable Design & Permitting	\$ 475,000.00	\$ 475,000.00	\$ -	20-87	Nov-20	\$ 100,000.00
Kotzebue	3	City of Kotzebue Ambulance	\$ 250,000.00	\$ 250,000.00	\$ -	21-11	21-Apr	\$ -
Kotzebue	4	100% Renewable Power	\$ 137,484.00	\$ 137,484.00	\$ -	21-58	21-Oct	\$ 60,000.00
Noatak	1	Boiler Restoration	\$ 6,857.00	\$ 6,857.00	\$ -	18-21	Aug-18	\$ -
Noatak	2	Community Trash cleanup	\$ 79,492.00	\$ 79,492.13	\$ (0.13)	19-34	Jun-19	\$ -
Noatak	3	Trash Burn Unit	\$ 96,162.00	\$ 96,162.43	\$ (0.43)	19-35	Jun-19	\$ -
Noatak	4	Bobcat Trash Burn Unit	\$ 62,553.86	\$ 62,553.86	\$ -	19-49	Aug-19	\$ -
Noatak	5	Dump Dozer	\$ 631,759.91	\$ 631,759.91	\$ -	19-50	Aug-19	\$ -
Noatak	6	Handicap Van: Elders & School	\$ 64,175.00	\$ 64,175.00	\$ -	19-51	Aug-19	\$ -
Noatak	7	Waste Oil Burner	\$ 7,664.00	\$ 7,664.00	\$ -	19-52	Aug-19	\$ -
Noatak	8	Water Truck, Pump, Lumber & Accessories	\$ 189,774.78	\$ 188,880.19	\$ 894.59	19-53	Aug-19	\$ -
Noatak	9	Solar Battery Project	\$ 310,000.00	\$ -	\$ 310,000.00	21-59	Oct-21	\$ 1,997,265.00
Noorvik	1	Heated Multi-Purpose Storage	\$ 49,406.08	\$ 49,406.08	\$ -	19-54	Aug-19	\$ -
Noorvik	2	Caterpillar 950M Loader	\$ 330,376.38	\$ 329,336.38	\$ 1,040.00	19-55	Aug-19	\$ -

Village	Project #	Project Name	Amount	Paid	Outstanding	RSN #	RSN Date	External Funding Leveraged by the VIF (Grants)
Noorvik	3	Landfill Clean-up (Burner + Equip)	\$ 329,312.82	\$ 310,812.94	\$ 18,499.88	19-56	Aug-19	\$ -
Noorvik	4	Volvo A25G Articulating Hauler	\$ 382,000.00		\$ 382,000.00	21-45	21-Aug	\$ -
Selawik	1	W&S Rehabilitation Project	\$ 610,500.00	\$ 610,500.00	\$ -	18-21	Aug-18	\$ 145,000.00
Selawik	2	Repair/Improve W&S system for residents	\$ 1,000,000.00	\$ 1,000,000.00	\$ -	19-16	Apr-19	\$ -
Selawik	3	Wellness Program	\$ 378,872.00	\$ 378,872.27	\$ {0.27}	19-16	Apr-19	\$ -
Selawik	4	Multipurpose Building Phase I	\$ 19,574.00	\$ 19,574.00	\$ -	20-18	Apr-20	
Selawik	5	Multipurpose Building Phase II	\$ 221,100.00	\$ 221,100.00	\$ -	20-41	Jul-20	
Selawik	6	Community Cleanup	\$ 91,929.67	\$ 91,929.67	\$ -	20-44	Jul-20	\$ -
Selawik	7	Oil Spill Clean-Up	\$ 121,600.00	\$ 121,600.00	\$ -	21-10	21-Apr	\$ 267,000.00
Selawik	8	Evaluate W&S	\$ 75,000.00		\$ 75,000.00	21-40	21-Aug	\$ -
Shungnak	1	Loader Rock Bucket	\$ 70,829.00	\$ 73,329.18	\$ {2,500.18}	19-16	Apr-19	\$ -
Shungnak	2	W&S in Community Bldg	\$ 37,200.00	\$ 37,200.00	\$ -	19-67	Nov-19	\$ -
Shungnak	3	Excavator	\$ 30,000.00	\$ 30,000.00	\$ -	19-68	Nov-19	\$ -
Shungnak	4	Dump Truck	\$ 177,366.00	\$ 177,366.00	\$ -	20-02	20-Feb	\$ -
Shungnak	5	Shg/Obu Solar/Battery System*	\$ 489,096.50	\$ 489,096.50	\$ -	20-88	Nov-20	\$ 2,363,215.00
Shungnak	6	Pick-Up Truck & Transit Van	\$ 87,534.43	\$ 86,234.33	\$ 1,300.10	21-09	21-Apr	\$ -
Regional	1	KOTZ Radio Phase I	\$ 347,540.00	\$ 347,540.00	\$ -	19-03	Jan-19	\$ -
Regional	2	Food Service Program	\$ 452,677.00	\$ 452,677.00	\$ -	20-05	20-Feb	\$ -
Regional	3	Inupiaq Language Program	\$ 554,662.00	\$ 554,662.00	\$ -	20-06	20-Feb	\$ -
Regional	4	NWABSD Pre-K	\$ 137,233.00	\$ 137,233.00	\$ -	20-07	20-Feb	\$ -
Regional	5	KOTZ Radio Phase II	\$ 363,339.00	\$ 363,339.25	\$ {0.25}	20-17	Apr-20	\$ -
TOTAL			\$ 23,144,657.22	\$ 20,536,401.57	\$ 2,608,255.65			\$ 67,860,462.18

Based on a yearly basis, external funding leveraged by the Village Improvement Fund that made regional projects a success. From 2016 through 2021, a total of \$67,860,462.18 was leveraged. The year is based on the RNS Date column of this report i.e. 20-Feb (February 2020)

Appendix A - LOCATION BY SPENDING REPORT

Expense Description	Ambler	Anchorage	Buckland	Deering	Fairbanks	Kiana	Kivalina	Kobuk
SALARIES								
FICA	114.77		172.14	191.26		191.26	351.92	114.76
SOA ESC								
MEDICAL								
WORKERS COMP								
PERS								
TRANSPORTATION								
GROUND TRANSPORTATION								
LODGING								
MEETING FEES	1,500.00		2,500.00	2,500.00		2,250.00	4,600.00	1,500.00
PER DIEM	396.00		396.00			396.00	594.00	396.00
SUPPLIES					432.06			
PRINTING & PUBLICATIONS					6,391.23			
BANK FEES		6,568.91						
CONSULTANTS		456.00			24,972.20			
LEGAL		16,487.00						
BIOMASS BOILER PROJECT	236,401.88							
SAR/FIREHALL BLDG PHASE 2	25,261.00							
GRAVEL EXTRACTION & STOCKPILIN	130,000.00							
HEAVY EQUIPMENT	405,619.00							
DESIGN - CITY TANK FARM	11,147.55							
HEAVY EQUIPMENT - DRG				232,633.00				
WATER TREATMENT PLANT - MANGAN						582,000.00		
COMMUNITY BUILDING						42,000.00		
HEAVY EQUIPMENT						305,914.00		
HEAVY EQUIPMENT						438,702.00		
KVL ELECTRIC INT							1,000,000.00	
KVL HEAT RECOVERY SYSTEM							100,000.00	
KVL DUMPSITE							463,064.72	
OPERATING TRANSFER OUT-SHG								
AMBULANCE								
ORV CATERPILLAR 950M LOADER								
WATER&SEWER PROJECT	500,000.00							
WLK WELLNESS PROGRAM								
SELAWIK OIL SPILL								
SHUNGNAC TRK/VAN								
SHUNGNAC COOK HSE								
Grand Total	1,310,440.20	23,511.91	3,068.14	235,324.26	31,795.49	1,371,453.26	1,568,610.64	2,010.76

Appendix A - LOCATION BY SPENDING REPORT

Expense Description	Kotzebue	Noatak	Noorvik	Selawik	Shungnak	Shungnak/Kobuk	Grand Total
SALARIES	252,878.52						252,878.52
FICA	3,780.89	191.26	57.38	191.26	206.77		5,563.67
SOA ESC	1,871.12						1,871.12
MEDICAL	61,833.72						61,833.72
WORKERS COMP	328.40						328.40
PERS	50,273.96						50,273.96
TRANSPORTATION	6,843.20						6,843.20
GROUND TRANSPORTATION	615.21						615.21
LODGING	3,937.80						3,937.80
MEETING FEES	3,000.00	2,500.00	750.00	2,500.00	3,750.00		27,350.00
PER DIEM	495.00	-	396.00	198.00	396.00		3,663.00
SUPPLIES	8,622.37	150.00	50.00		150.00		9,404.43
PRINTING & PUBLICATIONS	608.00						6,999.23
BANK FEES							6,568.91
CONSULTANTS	404.25						25,832.45
LEGAL							16,487.00
BIOMASS BOILER PROJECT							236,401.88
SAR/FIREHALL BLDG PHASE 2							25,261.00
GRAVEL EXTRACTION & STOCKPILIN							130,000.00
HEAVY EQUIPMENT							405,619.00
DESIGN - CITY TANK FARM							11,147.55
HEAVY EQUIPMENT - DRG							232,633.00
WATER TREATMENT PLANT - MANGAN							582,000.00
COMMUNITY BUILDING							42,000.00
HEAVY EQUIPMENT							305,914.00
HEAVY EQUIPMENT							438,702.00
KVL ELECTRIC INT							1,000,000.00
KVL HEAT RECOVERY SYSTEM							100,000.00
KVL DUMPSITE							463,064.72
OPERATING TRANSFER OUT-SHG						978,193.00	978,193.00
AMBULANCE	250,000.00						250,000.00
ORV CATERPILLAR 950M LOADER			(1,040.00)				(1,040.00)
WATER&SEWER PROJECT							500,000.00
WLK WELLNESS PROGRAM				118,223.00			118,223.00
SELAWIK OIL SPILL				121,600.00			121,600.00
SHUNGNAK TRK/VAN					86,234.33		86,234.33
SHUNGNAK COOK HSE					37,200.00		37,200.00
Grand Total	645,492.44	2,841.26	213.38	242,712.26	127,937.10	978,193.00	6,543,604.10

Appendix A - FY22 Budget

Account #	REVENUE	Proposed FY22 Budget	Approved FY21 Budget	\$ Variance Favorable/ (Unfavorable)	% Variance Favorable/ (Unfavorable)
4000	VIF Revenue	\$ 4,000,000	\$ 4,000,000	\$ -	0%
4550	Investment Income - available for operations	\$ 5,000	\$ 5,000	\$ -	0%
TOTAL REVENUE		\$ 4,005,000	\$ 4,005,000	\$ -	0%

Account #	OPERATIONAL EXPENSES	Proposed FY22 Budget	Approved FY21 Budget	\$ Variance Favorable/ (Unfavorable)	% Variance Favorable/ (Unfavorable)
6000	WAGES - VIF	\$ 219,417	\$ 244,483	\$ 25,066	10%
6110	FICA	\$ 6,242	\$ 6,897	\$ 655	9%
6111	ESC (Unemployment insurance)	\$ 4,539	\$ 4,539	\$ -	0%
6115	MEDICAL	\$ 93,384	\$ 93,384	\$ -	0%
6130	PERS	\$ 48,272	\$ 58,210	\$ 9,938	17%
6210	AIR TRANSPORTATION	\$ 25,000	\$ 40,000	\$ 15,000	38%
6220	GROUND TRANSPORTATION	\$ 2,500	\$ -	\$ (2,500)	0%
6230	LODGING	\$ 22,000	\$ 27,500	\$ 5,500	20%
6240	MEETING FEES	\$ 40,000	\$ 40,000	\$ -	0%
6250	PER DIEM	\$ 18,000	\$ 25,000	\$ 7,000	28%
6300	SUPPLIES	\$ 20,000	\$ 20,000	\$ -	0%
6320	PRINTING & PUBLICATIONS	\$ 7,500	\$ 7,500	\$ -	0%
6400	CONSULTANTS	\$ 30,000	\$ 30,000	\$ -	0%
6450	LEGAL	\$ 25,000	\$ 25,000	\$ -	0%
6460	ACCOUNTING/AUDITING	\$ 12,000	\$ 12,000	\$ -	0%
Total Operational Expenditures		\$ 573,853	\$ 634,511	\$ 60,658	10%

Account #	OTHER APPROPRIATIONS	Proposed FY22 Budget	Approved FY21 Budget	\$ Variance Favorable/ (Unfavorable)	% Variance Favorable/ (Unfavorable)
VARIOUS	VILLAGE ACCOUNTS	\$ 2,231,147	\$ 2,170,489	\$ (60,658)	-3%
9002	SUSTAINABILITY FUND	\$ 1,200,000	\$ 1,200,000	\$ -	0%
Total Other Appropriations		\$ 3,431,147	\$ 3,370,489	\$ (60,658)	-2%
TOTAL EXPENDITURES		\$ 4,005,000	\$ 4,005,000	\$ 0	0%
Excess (Deficiency) of revenue over expenditures		\$ -	\$ -	\$ 0	

Appendix A - FY22 Budget Narrative

Village Improvement Fund Revenues:

VIF Revenue is still budgeted at \$4,000,000. NAB reached out to the mine operator to determine the FY22 VIF payment but it is not finalized at the time of this budget preparation. A future budget amendment will be presented once known.

Village Improvement Expenditures:

Wages - VIF is budgeted at \$219,417. A decrease of \$25,066. The VIF Coordinator position went vacant again during the fiscal year. After discussions, it was determined the current staff of Capital Projects Manager and Grant Writer can manage the VIF along with the Community and Economic Development Administration. This resulted in a net decrease after adding in a 3% COLA.

Position	FY21	FY22	Difference
VIF CAPITAL PROJECTS MANAGER	\$116,981	\$120,490	(\$3,509)
VIF ADMINISTRATOR	\$73,827	\$0	\$73,827
OVERTIME FOR THE DEPARTMENT	\$6,173	\$0	\$6,173
GRANT WRITER (50% VIF & 50% GF)	\$ 47,502	\$ 48,927	\$ (1,425)
	\$244,483	\$169,417	\$75,066

FICA is budgeted at \$6,242. A decrease of \$655.

PERS is budgeted at \$48,272. A decrease of \$9,938.

Air Transportation is budgeted at \$25,000. A decrease of \$15,000. The decrease is to bring the budget closer to actual spending throughout the year. The pandemic has continued to impact the ability to meet in person.

Ground Transportation is budgeted at \$2,500. An increase of \$2,500. The increase is to add a budget for vehicle rentals for Commission members while in Kotzebue to attend meetings.

Lodging is budgeted at \$22,000. A decrease of \$5,500. The decrease is to bring the budget closer to actual spending throughout the year. The pandemic has continued to impact the ability to meet in person.

Per Diem is budgeted at \$18,000. A decrease of \$7,000. The decrease is to bring the budget closer to actual spending throughout the year. The pandemic has continued to impact the ability to meet in person.

Village Accounts is budgeted at \$2,231,147. An increase of \$60,658. The increase is a result of cutting spending in operational budgets. Each dollar reduced in the operational budget will increase the Village Account budget.

Appendix A - FY23 Budget

Account #	REVENUE	Proposed FY23 Budget	Approved FY22 Budget	\$ Variance Favorable/ (Unfavorable)	% Variance Favorable/ (Unfavorable)
4000	VIF Revenue	\$ 4,000,000	\$ 4,000,000	\$ -	0%
4550	Investment Income - available for operations	\$ 5,000	\$ 5,000	\$ -	0%
TOTAL REVENUE		\$ 4,005,000	\$ 4,005,000	\$ -	0%

Account #	OPERATIONAL EXPENSES	Proposed FY23 Budget	Approved FY22 Budget	\$ Variance Favorable/ (Unfavorable)	% Variance Favorable/ (Unfavorable)
6000	WAGES - VIF	\$ 169,417	\$ 219,417	\$ 50,000	23%
6110	FICA	\$ 5,517	\$ 6,242	\$ 725	12%
6111	ESC (Unemployment insurance)	\$ 3,026	\$ 4,539	\$ 1,513	33%
6115	MEDICAL	\$ 93,384	\$ 93,384	\$ -	0%
6130	PERS	\$ 37,272	\$ 48,272	\$ 11,000	23%
6210	AIR TRANSPORTATION	\$ 35,000	\$ 25,000	\$ (10,000)	-40%
6220	GROUND TRANSPORTATION	\$ 3,000	\$ 2,500	\$ (500)	-20%
6230	LODGING	\$ 27,500	\$ 22,000	\$ (5,500)	-25%
6240	MEETING FEES	\$ 40,000	\$ 40,000	\$ -	0%
6250	PER DIEM	\$ 23,000	\$ 18,000	\$ (5,000)	-28%
6300	SUPPLIES	\$ 20,000	\$ 20,000	\$ -	0%
6320	PRINTING & PUBLICATIONS	\$ 7,500	\$ 7,500	\$ -	0%
6400	CONSULTANTS	\$ 30,000	\$ 30,000	\$ -	0%
6450	LEGAL	\$ 25,000	\$ 25,000	\$ -	0%
6460	ACCOUNTING/AUDITING	\$ 12,000	\$ 12,000	\$ -	0%
Total Operational Expenditures		\$ 531,615	\$ 573,854	\$ 42,239	7%

Account #	OTHER APPROPRIATIONS	Proposed FY23 Budget	Approved FY22 Budget	\$ Variance Favorable/ (Unfavorable)	% Variance Favorable/ (Unfavorable)
VARIOUS	VILLAGE ACCOUNTS	\$ 2,273,385	\$ 2,231,146	\$ (42,239)	-2%
9002	SUSTAINABILITY FUND	\$ 1,200,000	\$ 1,200,000	\$ -	0%
Total Other Appropriations		\$ 3,473,385	\$ 3,431,146	\$ (42,239)	-1%
TOTAL EXPENDITURES		\$ 4,005,000	\$ 4,005,000	\$ 0	0%
Excess (Deficiency) of revenue over expenditures		\$ -	\$ -	\$ 0	

*Appendix A - FY23 Budget Narrative***Village Improvement Fund Revenue:**

Revenue is budgeted at \$4,000,000 for fiscal year 2023.

*A special note: the revenue received under the signed Memorandum of Commitment (MOC) is based on Teck Alaska Incorporated's Earning Before Income Taxes (TAI EBIT). TAI's fiscal year ends December 31. The EBIT value is finalized upon completion of their annual audit, which usually happens every March/April. Therefore, revenue each year will be budgeted at \$4,000,000 which is the **minimum payment** required under the MOC. The revenue will be adjusted every March/April based on the final EBIT value reported on TAI's audited financial statements.*

Investment Income - Available for Operations is budgeted at \$5,000. This revenue represents the interest earned in the Alaska Municipal League Investment Pool (AMLIP) account. AMLIP allows for investment in high quality and low risk investment vehicles that are liquidated (cashed) easily.

Village Improvement Fund Expenditures:

Wages - VIF is budgeted at \$169,417. A decrease of \$50,000. The VIF Coordinator position is eliminated. All of the funds realized from this savings will go into the Village Account (which represents the money available to fund projects). Per the CEDA Director, VIF staff and CEDA staff will be able to fill the role.

FICA is budgeted at \$5,517. A decrease of \$725.

ESC (Unemployment Insurance) is budgeted at \$3,026. A decrease of \$725.

Medical is budgeted at \$93,384. Consistent with prior budget ordinance.

PERS is budgeted at \$37,272. A decrease of \$11,000.

Air Transportation is budgeted at \$35,000. An increase of \$10,000. The increase brings the budget back to pre-pandemic levels in anticipation of more in-person meetings. The budget allows for up to 6 meetings in person and allows for VIF staff to travel to the villages and assist with community meetings and applications/close outs/other issues as necessary.

Ground Transportation is budgeted at \$3,000. See Air Transportation for detail.

Appendix A - FY23 Budget Narrative

Lodging is budgeted at \$27,500. See Air Transportation for detail.

Meeting Fees is budgeted at \$40,000. See Air Transportation for detail.

Per Diem is budgeted at \$23,000. See Air Transportation for detail.

Supplies is budgeted at \$20,000. The budget allows for purchase of office supplies and supplies needed to conduct meetings.

Printing and Publications is budgeted at \$7,500. Consistent with prior year. The budget allows for VIF staff and Commissioners to publish updated code or meeting material.

Consultants is budgeted at \$30,000. Consistent with prior year. The budget allows VIF staff to hire consultants/facilitators as needed.

Legal is budgeted at \$25,000. Consistent with prior year. The budget allows for consultation with a lawyer during meetings for clarification on processes, code compliance and conducting meetings.

Accounting/Audit is budgeted at \$12,000. Consistent with prior year. The budget allows for the cost of an annual financial statement audit and consultation over specialized accounting matters.

Village Accounts is budgeted at \$2,273,385. A decrease of \$42,329. This is nicknamed the bread and butter of the VIF program. This account demonstrates how much is available to spend during the fiscal year on projects. It should be viewed with the Project Spending Report. The Project Spending Report was developed to be a multi-year report that tracks the amount of money available for projects.

Sustainability Fund is budgeted at \$1,200,000. Consistent with prior year. The VIF program was created as a result of the Borough's efforts in PILT (Payment in Lieu of Taxes) negotiations. The agreement has a clearly defined end date (2026) with the option to extend another five years.

The goal of this line item is to invest funds so that the VIF program can attempt to operate after the expiration of that agreement. The funds are invested in government grade investments that are diversified to hedge against risk.



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