



Board of Director Regular Meeting w/ Executive Session Minutes

March 31, 2025 Recorder: Johanna Thayer

1. **Call Meeting To Order:** Jeff Nickerson called meeting to order at 10:04 am.

2. **Roll Call:**

Chair	Klawock	Jeff Nickerson	present
Vice Chair	Thorne Bay	Harvey McDonald	absent
Sec/Tres	Craig	Fred Hamilton	present
Director	Coffman Cove	Brian Wilson	present
Director	Hydaburg	Sam Mooney	present
Director	At Large	Doug Rhodes	present

Staff Present: Ron Curtis, Rich Rogers, Chrissy Torsey-Lucero, Johanna Thayer

Staff present via teleconference: Tami Kingsley, Kristine Hansen, Jarrid Brendible, Katie Martin, Kim Reber, Elysabeth Inmon, Walter Marsh

Public Present: None

Public present via teleconference: None

3. **Approval of Agenda**

Motion: Approve agenda as presented

Moved by: Doug Rhodes

Seconded by: Brian Wilson

Motion approved unanimously.

4. **Approval of Minutes**

Motion: Approve minutes from December 12, 2024

Moved by: Brian Wilson

Seconded By: Sam Mooney.

Motion approved unanimously.

5. **Public Comment**

No Public Present

6. **Correspondence:**

Memo: Re Expiring Board Terms

Johanna informed the Board that a letter regarding the At-Large Board Director Seat is included in the packet and will be distributed to all member communities on April 1. Jeff inquired if the communities had been notified; Johanna confirmed the mailing is scheduled for the following day.

7. **General Manager's Report:** *Report Attached*

- **Congressional Directed Spending (CDS):** A request has been submitted for vessel upgrade projects, including replacing outdated lifesaving equipment, adding video surveillance, and other improvements. The request was justified based on IFA's exclusion from the Bipartisan

Infrastructure Law. Murkowski's office has acknowledged receipt and is currently reviewing the application.

- **STIP Funding:** Allocations remain at \$16 million over the next four years. The match for the POW project has been submitted.
- **Southeast Conference Transportation Committee:** The meeting focused on the AMHS long-range plan. Ron emphasized the need to align IFA's own long-range strategy accordingly.
- **No-Sail Days:** One incident due to a safety issue with a Rescue Craft (RC), which has since been repaired and certified by the Coast Guard. Doug asked about RC standardization; Ron confirmed that aligning RCs is part of the CDS request.
- **Vessel Status:** M/V Stikine is in active service. M/V Prince of Wales is at Ward Cove, with lifesaving equipment reinstalled. The federal project has gone to bid, and shipyard tours are ongoing. Engineering cost estimates have affected the scope. To reduce costs, some features—like the walk-in freezer—have been removed. The solarium is optional, pending final bid results. Priorities include hull work, shafting, steering, seating, and carpet.
- **Personnel Updates:** Actively recruiting for a full-time Mate (to be discussed in Executive Session). New hire at the Ketchikan Terminal and two new relief deckhands onboard.
- **Fare Impact Analysis:** Ron provided year-over-year comparisons for January and February 2024 vs. 2025. Passenger and vehicle counts remain steady, indicating the fare increase has not negatively impacted ridership.
- **Vigor Shipyard:** Vigor did not receive renewal from ADEA, raising concerns. However, renegotiations are underway, and Ron remains optimistic.
- **Fish Box Policy Update:** A proposed update to the Fish Box Policy aims to generate an additional \$10,000 annually to offset propane expenses for forklift operations.

8. **Finance Report:** *Report Attached*

Chrissy Torsey-Lucero presented the February financials and shared the following:

- The transfer has restored the financial position to pre-COVID levels.
- 5311 funding continues to support operations.
- The match for the POW project has been fulfilled.
- Fred asks about the requirements around federal audits. Chrissy informs him that annual audits are not mandated but are completed voluntarily; Chrissy will forward recent audit reports to Fred Hamilton per his request.
- No immediate financial concerns were noted.

9. **Old Business:** *None*

10. **New Business**

- a) Motion: To approve the recommendation to increase the Fish/Game Box or Cooler Policy for 2025 to \$20 per item.

Moved by: Fred Hamilton

Seconded by: Sam Mooney

A Roll Call Vote was Taken:

Chair	Klawock	Jeff Nickerson	yes
Vice Chair	Thorne Bay	Harvey McDonald	absent
Sec/Tres	Craig	Fred Hamilton	yes
Director	Coffman Cove	Brian Wilson	yes

Director	Hydaburg	Sam Mooney	yes
Director	At Large	Doug Rhodes	yes

Motion Passed.

Ron explained the current Fish/Game Box Policy and the proposed changes. He noted that a significant number of fish boxes are being transported and that there is considerable labor involved in loading them onto the vessel and unloading them upon arrival. The revised policy would apply to resources leaving the island, rather than those coming onto it.

Jeff asked what customers receive in exchange for the fish box fee and what the process entails. Ron explained that the boxes are loaded into a baggage crate or onto a baggage truck, then forklifted onto the vessel—taking up vehicle space—and are again forklifted off upon arrival. He then invited Kristine to add to the explanation, but she stated that Ron had accurately covered the process.

Jeff asked whether the proposed \$20 fee was sufficient to cover the cost. Ron responded that after consulting with staff, \$20 was determined to be a reasonable starting point for cost recovery. Jeff also asked whether customers are responsible for unloading the boxes in Ketchikan, and Ron confirmed that they are.

Sam commented that the new rate could be implemented for one year and reassessed the following year. He emphasized the importance of exploring new ways to increase revenue and expressed concern over the loss of vehicle space due to the transport crates and forklift. Ron acknowledged that space is a valid concern.

Doug expressed concern for local residents who may only transport a small number of boxes. He noted that many of the shipments come from individuals sending five to ten boxes off the island, but some are simply taking one box over to family. He wished there were a way to differentiate rates for locals and nonlocals.

Brian supported the direction of the change and noted that the IFA's fee is still the lowest by far. While acknowledging the difficulty of managing a system with separate rates for locals and nonlocals, he felt the policy change was ultimately beneficial to the organization.

Jeff concluded the discussion by noting that, based on conversations with city officials and corporations regarding Klawock River permitting, it appears that people are generally willing to pay for access regardless of the price. He observed that summer fishing visitors are likely to adjust their budgets accordingly and emphasized the importance of ensuring that the additional workload for IFA staff is recognized and addressed.

11. Motion: To approve Resolution No. 2025-04, First Reading of the FY2026 Budget.

Moved by: Brian Wilson

Seconded by: Doug Rhodes

Motion Passed.

12. **Executive Session:**

Motion: To recess the Regular Meeting at 10:43 a.m. and enter Executive Session to discuss confidential employee information. Invitees: Ron Curtis, Chrissy Torsey-Lucero, Kristine Hansen, Rich Rogers, and Johanna Thayer.

Moved by: Doug Rhodes

Seconded by: Sam Mooney

Motion Passed

13. **Reconvene Regular Meeting** at 11:34 am

Chair	Klawock	Jeff Nickerson	present
Vice Chair	Thorne Bay	Harvey McDonald	absent
Sec/Tres	Craig	Fred Hamilton	present
Director	Coffman Cove	Brian Wilson	present
Director	Hydaburg	Sam Mooney	present

Director At Large Doug Rhodes present
Staff Present: Ron Curtis, Rich Rogers, Chrissy Torsey-Lucero, Johanna Thayer
Staff present via teleconference: Walter Marsh
Public Present: None
Public present via teleconference: None

14. **Action Items from Executive Session:** None

15. **Board Comments:**

Sam asked about the possibility of providing passenger internet access via Starlink. Chrissy stated the service cost is approximately \$5,000/month. Ron noted that AMHS subsidizes it to boost ridership.

Sam also suggested the need for more passenger charging stations.

Jeff asks about customer feedback related to canceled sailings. Ron shared that most cancellations for weather are well-received, unlike mechanical issues. Jeff acknowledged the challenge and noted he rarely receives complaints.

16. **Schedule Next Meeting** Jeff wants to schedule the next meeting for June. The Board agreed to meet June 19th. Brian said he will try and bring burger's next time 😊.

17. **Adjournment**

Motion: To adjourn the meeting at 11:32 a.m.

Moved by: Doug Rhodes

Seconded by: Brian Wilson

Motion passed unanimously.



IFA BOARD OF DIRECTORS REGULAR W/ EXECUTIVE SESSION AGENDA

Date: March 31, 2025
Location: Craig City Hall and by Teleconference
Time: 10:00 AM
Microsoft Teams Info: Meeting ID: 212 512 033 920 Passcode: iL6PL3Sh

Agenda

1. Call to Order
2. Roll Call (Board, Staff, Public)
3. Approval of Agenda
4. Approval of Minutes
 - a. December 12, 2024 Meeting Minutes
5. Public Comment
6. Correspondence
 - a. Memo: Re Expiring Board Terms
7. General Manager's Report
8. Finance Manager's Report
9. Old Business
10. New Business
 - a. Fish/Game Boxes or Coolers Policy – Price Change 2025
 - b. 2025-04 First Reading of Budget for FY2026
11. Executive Session: Motion: Recess Regular Meeting at (state time) and enter into Executive Session in order to maintain a reasonable expectation of privacy for the purpose of discussing the Confidential Employee Information, and I invite Ron Curtis into this Executive Session.
12. Reconvene Regular Meeting (Note Time)
13. Action Items from Executive Session
14. Board Comments
15. Schedule Next Meeting
16. Adjournment



Board of Director Regular Meeting Minutes

December 12, 2024 Recorder: Johanna Thayer

1. **Call Meeting To Order:** Jeff Nickerson called meeting to order at 10:04 am.

2. **Roll Call:**

Chair	Klawock	Jeff Nickerson	Present
Vice Chair	Thorne Bay	Harvey McDonald	Present
Sec/Tres	Craig	Fred Hamilton	Absent Excused
Director	Coffman Cove	Brian Wilson	Present
Director	Hydaburg	Sam Mooney	Present
Director	At Large	Doug Rhodes	Present

Staff Present: Ron Curtis, Chrissy Torsey-Lucero, Rich Rogers, and Johanna Thayer

Staff present via teleconference: Katie Martin, Arthur Martin, Kristine Hansen, Kiya Walters, Walter Marsh, Jarrod Brendible, and Becky Dickison

Public Present: None

Public present via teleconference: None

3. **Approval of Agenda** Motion: Approve agenda as presented; moved by Doug Rhodes and seconded by Brian Wilson. Motion approved unanimously.

4. **Approval of Minutes** Motion: Approve minutes from September 19, 2024; moved by Brian Wilson and seconded by Doug Rhodes. Sam noted that Walt Marsh was listed twice on the Staff Present, and a misspelling on the minutes. Johanna noted and corrected those minutes. Motion approved unanimously.

5. **Public Comment**

- No public was present for comment.
- Jeff mentioned looking into things that the public can comment on during meetings, and limiting those comments to what is on the agenda only. He suggested contacting the schools to investigate it. There was discussion on if we would need to change the bylaws. Johanna agreed to look into this for the board.

6. **Correspondence**

- Memo – RE Unapproved Meeting Minutes from 1998-1999. Doug expressed concern over what the process would look like and Harvey agreed.
- Memo – RE Megan Bolt's Video for the IFA. The Board was very impressed with the video and expresses their appreciation to Megan Bolt for being willing to make an amazing product for us. They requested a letter be sent to Ms. Bolt expressing their gratitude.

7. **General Manager's Report**

- Ron Submitted a Written Report that is attached.

There was mention of getting microphones and speakers for the Board. Johanna made note of this and will make an order.

1) Funding Status –

a) State Budget – Received our Legislative Grant of 250K.

b) STIP - Our STIP numbers for the next 4 years are still holding at the amount we asked for 14,646,201. The Inter-Island Ferry is under STIP identifier number 30729.

c) Our MOA on the fund swap with the State is complete and we have received the majority of the funds.

d) We still have not received reimbursements for our 5311 rural transportation funds although Chrissy and team have turned in the reimbursement requests.

2) SE Conference – September 24,25, & 26 in Ketchikan. Met with several of our legislators and had a meeting with Senator Stedman’s team on our fund swap. Pete Ecklund was particularly helpful.

3) General Update – Per the boards request at the last meeting we launched an education campaign on our Ferry System. I believe this campaign was very successful and have received numerous compliments.

4) Operating Status – We are currently running 7 days a week between HYL and KTN.

5) M/V Stikine status – In operation. The Stikine had a propulsion issue on 11-26 and had to return to Hollis. A faulty Electrical module was found and replaced. During successful Sea Trials on 11-27 the Operations team asked to go to KTN to get anyone stranded for Thanksgiving. The Stikine also turned back to Hollis on 12-1 due to weather and a safety issue in the approach to our KTN dock. The safety issue was remediated the next morning.

6) MV Prince of Wales Status – is in Ward Cove. Half of this ship’s life saving equipment has been shipped off for re-certification. The Federal project will likely start in the spring at the earliest due to delays in funding. Chrissy, Rich, Walt and I were on a Teams meeting with project control last Friday. This will go out to bid soon.

7) Staffing – We are currently in the Market for a relief deckhand and F/T Mate/Relief Captain position. The F/T Mate/Relief Captain position will be the focus of Rich and I during this coming Quarter now that several of the funding challenges have been addressed. We had one new hire in the Quarter, Riley Schwegel, Relief Deckhand.

8) Fare Increase – We are set to increase on January 1. The education campaign on Facebook was very successful. I believe the fare increase will drive about 600K in incremental revenue for Calendar year 2025.

9) IFA Retention Plan of 2023 –Retention bonuses this year The Management team and I are proposing a \$125 payment per month of service in calendar year 2024. We will also continue with the choice of an IFA travel gift card in the amount of \$500 or an additional \$250 in cash for all employees on the payroll at the end of the year.

Motion: To approve Retention Bonuses for year employees for the end of the year 2024. Moved by Doug Rhodes and seconded by Brian Wilson.

Chair	Klawock	Jeff Nickerson	Yes
Vice Chair	Thorne Bay	Harvey McDonald	Yes
Sec/Tres	Craig	Fred Hamilton	Absent
Director	Coffman Cove	Brian Wilson	Yes
Director	Hydaburg	Sam Mooney	Yes
Director	At Large	Doug Rhodes	Yes

Motional approved unanimously.

Doug states that staffing for the ferry is critical and a priority for the Board, and that there are a lot of tender Captains who are currently out of work.

8. Finance Report

The Finance Manager's report was not discussed, but submitted in writing.

9. Old Business No Old Business

10. New Business

- a. Resolution 2025-03 "Adopt the 2025 Food Service Concession Contract with OUR T.E.A.M."
There was concern expressed over work between the crews and the Galley as well as Galley service. There was discussion over how the Galley is provided numbers for sailings.

Moved by Doug Rhodes and seconded by Sam Mooney.

Chair	Klawock	Jeff Nickerson	Yes
Vice Chair	Thorne Bay	Harvey McDonald	Yes
Sec/Tres	Craig	Fred Hamilton	Absent
Director	Coffman Cove	Brian Wilson	Yes
Director	Hydaburg	Sam Mooney	Yes

11. Board Comments

Sam had a question regarding the responsibility of grading the parking lot and asked if that was a obligation of ours or of the Department of Transportation. It is the responsibility of DOT to grade the outer parking lot and ours to grade the internal parking. But Rich will supplement outside when they are unable to. Unfortunately during this last snow spell, Rich was out of town, and unable to fill in. It was mentioned that we used to get our sand from the state, but now we are purchasing. There was discussion over what can be done, if we are filling in for their responsibility. Brian offered to talk to DOT, but Doug suggests having Ron do it. Brian says that it may be better coming from the Board. A question was raised about the price of AMCs not being raised when prices were raised. It was suggested to raise them by a similar percentage that the vehicles were raised, either \$33 or \$35. The same was asked about Fish Boxes. Staff is putting a lot of time and effort into loading and handling large amounts of fish boxes. Kristine mentioned that we only charge for *fish* in fish boxes going from H-K, and the price of those has not gone up. The Board agreed that they should be increased, as visiting fishers and hunters are willing to pay higher prices for what they catch. The Board discussed raising the rate on all fish and game boxes to \$20 traveling from Hollis to Ketchikan.

Sam also mentioned sending out meeting minutes to Member communities once they have been approved. Johanna agreed to do that and will be sending out meetings to the member communities when they are finalized to keep the communities in the loop on what is happening with us.

Doug comments that Sam is good to have on the board 😊.

12. Schedule Next Meeting

The next meeting will be in March, with consideration to when the State basketball games are being held.

- 13. Adjournment** Motion: Adjourn meeting at 10:59 a.m.; moved by Sam Mooney and seconded by Doug Rhodes. Motion approved unanimously.



Board of Director Regular Meeting Minutes

September 19, 2024 Recorder: Johanna Thayer

1. **Call Meeting To Order:** Jeff Nickerson called meeting to order at 10:06 am.

2. **Roll Call:**

Chair	Klawock	Jeff Nickerson	Present
Vice Chair	Thorne Bay	Harvey McDonald	Present
Sec/Tres	Craig	Fred Hamilton	Present
Director	Coffman Cove	Brian Wilson	Absent
Director	Hydaburg	Sam Mooney	Present
Director	At Large	Doug Rhodes	Present

Staff Present: Ron Curtis, Chrissy Torsey-Lucero, and Johanna Thayer

Staff present via teleconference: Katie Martin, Arthur Martin, Walter Marsh, Kristine Hansen, Kiya Walters, Walter Marsh, Jarrid Brendible, and Alina Coffman

Public Present: Annette Sharpe

Public present via teleconference: None

Jeff begins by congratulating and welcoming Fred Hamilton on his appointment to the Board.

3. **Approval of Agenda** Motion: Approve agenda as presented; moved by Doug Rhodes and seconded by Harvey McDonald. Motion approved unanimously.

4. **Approval of Minutes** Motion: Approve minutes from June 21, 2024 w/ Executive Session; moved by Harvey McDonald and seconded by Doug Rhodes. Motion approved unanimously.

5. **Public Comment**

a. Annette Sharpe expressed concerns about potential development in Clark Bay. As a resident of Hollis, she emphasized her desire to remain informed and involved in any related projects. She stated her willingness to actively participate in future discussions.

Ron responded, clarifying that the only immediate plan for Clark Bay would be addressed in the Manager's report, the redrilling of the well. He explained that, in the long term, the IFA is exploring options for mooring the second vessel in Hollis. However, this is a future initiative and not an immediate concern. He added that transitioning engineering operations will eventually be necessary, as the current arrangement in Ketchikan, while beneficial, incurs significant costs. Developing a dedicated dock in Hollis could save money and support the service's sustainability.

Sam noted from the Budget that the annual expense for moorage is substantial. He suggested that acquiring a floating dock could reduce costs and potentially eliminate the need for 24/7 staffing. Ron clarified that around-the-clock staffing is mandatory, likening it to airport operations.

Annette thanked the Board and Management for addressing her concerns and reiterated her

intent to stay involved in the project as it progresses, particularly due to her concerns about potential light pollution in Clark Bay.

Jeff inquired about the availability of electrical power at the current Ketchikan moorage. Ron confirmed that shore power is in use, eliminating the need for generators while docked. Jeff also asked whether the vessel might be moored on the east side of Ketchikan. Ron acknowledged that Ketchikan offers logistical advantages, such as access to services, but reiterated the high moorage costs. He added that he is investigating grants to offset expenses and support crew housing.

Annette then inquired about the dock in Coffman Cove, questioning whether it could serve as an alternative location. Several Board Members clarified that the dock is owned by the State. Doug suggested it could be a consideration for storing the second vessel since it is currently underutilized. Ron noted, however, that keeping the vessel in Ketchikan or Hollis is preferable, as it allows for rapid deployment in the event of an issue, minimizing the risk of disrupted service. Storing the vessel in Coffman Cove could increase the likelihood of missed runs. Ron emphasized that any potential developments would take years to implement, describing the process as moving at the "speed of government." Jeff added that when the time comes, it would be beneficial to engage with all impacted communities, as they might offer support to meet operational needs.

Jeff concluded the discussion, thanking participants for their input and noting that it had been a productive exchange.

6. Correspondence

- a. Ron says there was a small matter that came up the 18th, but it is mentioned in the Manager's report.

7. General Manager's Report

- a. Ron Submitted a Written Report that is attached.

The IFA recently secured a \$250,000 Legislative Grant, with Chrissy overseeing the required paperwork. Additionally, our Statewide Transportation Improvement Program (STIP) will fund ship maintenance for the next four years. Harvey emphasized the importance of monitoring changes to the STIP to ensure the IFA's funding is not reassigned to other entities. Excitingly, the Federal Transit Administration (FTA) approved a fund swap, allowing us to exchange unused federal COVID funds for approximately \$3 million in state funds. We are also awaiting agreements for \$1.2 million in FHWA grants, though their arrival depends on governmental processes.

Next week marks the Southeast Conference, including Transportation Day on September 24 in Ketchikan. Ron will attend all three days and encouraged board members to join, as these events help representatives understand the IFA's financial needs. Doug expressed interest in attending, and Chrissy will assist in coordinating.

Fiscal Year 2024 has been a record year, with passenger numbers up 6.5% over 2023, which itself saw a 12% increase from 2022. Vehicle ridership also rose by 5%, marking the highest vehicle transit numbers for the Southern Route. Ron noted that while the IFA previously experienced higher ridership, that was during dual-route operations. The significant growth demonstrates the IFA's success, Harvey suggests releasing an updated "IFA by the Numbers." Ron plans to share these achievements at the Southeast Conference.

The IFA recently completed its coverage for the Lituya in August. Ron requested that AMHS and the Metlakatla Indian Community revert to the original maintenance schedule for the Lituya, as covering during peak season strains the crew. If the current schedule continues and growth persists, the IFA may need to reduce service to three days per week next year to Metlakatla to prioritize crew well-being. Discussions also included Metlakatla's upcoming electric ferry and new terminal in Saxman, which will accommodate increased trips. However, the IFA will continue using its dock, as our ferry will not fit into Saxman's terminal.

Operational updates included commendations for David Kingsley, an IFA engineer who averted potential generator damage with quick thinking leading to a recent repair. The Stikine remains operational until October 1, while the Prince of Wales is in Ward Cove awaiting federally funded upgrades. Challenges with "Buy America" requirements have limited procurement options, but Ron confirmed no current issues with compliance for upcoming projects.

Staffing remains as it has been, with only a Mate and an on-call position open. Rich is pursuing promising candidates, though the team missed out on an applicant from out of state.

Infrastructure updates included the electrification of the Ketchikan dock, which is nearly complete, and temporary fixes for the Hollis Terminal water issues. Plans to drill a new well are underway, with bidding scheduled to commence soon.

Finally, discussions turned to the proposed fare increase for 2025. Since 2005, fares have gradually risen, with the last adjustment in 2021 aligning terminal booking costs with online booking fees. Ron proposes a 13% increase for walk-ons and a 10% increase for vehicles, resulting in an overall 12% hike. With Farebox recovery rates dropping from 79% in 2019 to 65% in 2023, the increase is essential to maintaining the IFA's financial sustainability. The Board will deliberate further to ensure informed decisions that reflect the IFA's commitment to fiscal responsibility and service excellence.

7. Finance Report

Chrissy cautioned that the current cash projections appear grim but clarified that they do not yet account for the approved fund swap with the State. She highlighted that the recently awarded \$250,000 grant will expire in June 2025, significantly shorter than the typical five-year duration. To mitigate this, Chrissy has requested disbursement of the funds for July and August of this year, ensuring they are available sooner to bridge the gap until other grant funds are secured.

Fuel costs are currently averaging around \$2.77 per gallon, which, if sustained, could lead to substantial savings in the fuel budget. Harvey reiterated the value of publishing another IFA by the Numbers report, emphasizing its utility in demonstrating the organization's financial standing. Chrissy noted the last report was published in 2019 using a \$26,000 Economic Impact Assessment Grant, highlighting the importance of securing similar funding for any future iterations.

When asked about insurance costs, Chrissy explained that last year's premium was approximately \$300,000, which the IFA managed to pay outright. However, this year's payment may require financing due to limited cash reserves. The insurance broker is actively seeking a new underwriter, as the IFA's previous property insurance provider has dropped coverage. At present, the potential increase in insurance costs remains unknown.

8. Old Business No Old Business

9. New Business

a. Nominate and Appoint Secretary/Treasurer

Jeff notes the importance of having a signer who is local for check-signing purposes, emphasizing that Fred Hamilton, being based in Craig, would be an ideal choice.

Moved by Harvey McDonald to nominate Fred Hamilton for Secretary/Treasurer and seconded by Sam Mooney. Motion approved unanimously.

The Board expressed their gratitude to Fred for his willingness to serve in this role, with Jeff adding that having a local Secretary/Treasurer greatly facilitates the operations of the Accounting office.

b. Motion: Approve to offer Driver Free in January, February and March 2025

Moved by Sam Mooney and seconded by Doug Rhodes. Doug adds that with us possibly raising fares, this will be a nice relief for residents.

Chair	Klawock	Jeff Nickerson	Yes
-------	---------	----------------	-----

Vice Chair	Thorne Bay	Harvey McDonald	Yes
Sec/Tres	Craig	Fred Hamilton	Yes
Director	Coffman Cove	Brian Wilson	Absent
Director	Hydaburg	Sam Mooney	Yes
Director	At Large	Doug Rhodes	Yes

Motional approved unanimously.

- c. Resolution 2025-01 "Approve the 2025-2026 Use Agreement with Haida Vending"
Moved by Doug Rhodes and seconded by Fred Hamilton. Sam Mooney Obtains. Motion approved unanimously.
- d. Resolution 2025-02 "Authorizing Check and Note Signers"
Moved by Harvey McDonald and seconded by Doug Rhodes. Motion approved unanimously.
- e. 2025 Fare Change

The Board discussed various aspects of the proposed fare increase, including operational efficiencies and potential new revenue streams. Fred Hamilton inquired whether the organization had thoroughly examined all areas for potential cost-cutting measures. Ron explained that extensive cuts had been made since COVID, but further reductions could compromise safety and crew morale. He noted efforts to improve wages for crew retention and highlighted the necessity of the proposed fare adjustments.

Doug remarked on the historical hesitancy to raise fares due to federal COVID relief funds, while Annette questioned whether the Hollis Terminal was overstaffed. Ron and Kristine confirmed that staffing levels were adequate in the terminal, with minimal personnel on duty throughout the day. Sam raised the issue of fish box fees, suggesting these could be adjusted to better reflect the workload involved, while also proposing restrictions on luggage weight, resident advantage programs, or even punch cards for frequent travelers.

Fred suggested implementing localized discounts, such as a punch card for residents, while Doug proposed exploring seasonal pricing variations. Ron confirmed that past pricing models included summer and winter rates but emphasized the importance of ensuring any new policies were practical and enforceable, such as monitoring luggage weight or adjusting fish box fees. Annette noted that charging for luggage above 100 pounds might incentivize travelers to bring their vehicles, thereby increasing vehicle ridership.

The Board emphasized the need for transparency with the public regarding the fare increase. Jeff proposed creating a detailed report outlining the measures the IFA has taken to control costs and the rationale behind the fare adjustment. Harvey suggested revisiting the "IFA by the Numbers" document to better communicate the organization's financial position and the necessity of fare increases to the public.

Chrissy clarified that the fare increase would help bridge the funding gap but would not completely close it, as public transportation rarely achieves profitability. Ron highlighted the IFA's historically strong financial performance, ranking second nationally in Farebox recovery in 2020. However, he underscored the challenges of maintaining financial stability amid rising operational costs.

After the discussion, the Board agreed to move forward with the fare increase while management explored additional revenue strategies, such as punch cards and public awareness campaigns. Jeff expressed gratitude for the thoughtful dialogue, emphasizing the Board's responsibility to represent the public while supporting management's efforts.

Moved by Doug Rhodes and seconded by Sam Mooney.

Chair	Klawock	Jeff Nickerson	Yes
Vice Chair	Thorne Bay	Harvey McDonald	Yes
Sec/Tres	Craig	Fred Hamilton	Yes
Director	Coffman Cove	Brian Wilson	Absent

Director	Hydaburg	Sam Mooney	Yes
Director	At Large	Doug Rhodes	Yes

Motion is approved unanimously.

Jeff emphasized that the decision to raise fares was not made lightly, reflecting careful consideration of the organization's financial needs and community impact. Harvey acknowledged the significant effort Ron had invested in the process, while Ron highlighted Kristine's contributions to the fare adjustment plan. The Board collectively expressed their gratitude to Ron and Kristine for their dedication and hard work in addressing these challenges.

10. Board Comments

Sam raised a concern about the Vending Agreement with Northern Sales, noting that the contract stipulates they own the vending machine, not the IFA. He mentioned that the machine, previously protected by an awning, now faces issues with freezing during the winter. Additionally, Northern Sales has been unresponsive in getting the machine repaired, especially since they stopped putting their vehicle on the ferry and have not been sending a technician. Ron offered to look into the matter and see if he could resolve the issue.

Annette expressed her admiration for the Board's work, and the Board acknowledged her appreciation.

Jeff commented to Fred that the meeting was running long, acknowledging that it was unusual for their meetings to extend this much.

11. Schedule Next Meeting

Harvey says that doing a meeting in December around the 16th is too close to Christmas. Everyone agrees that meeting the 9th to the 13th will work the best. As we draw nearer to it we will come up with a day.

12. Adjournment Motion: Adjourn meeting at 12:47 p.m.; moved by Sam Mooney and seconded by Harvey McDonald. Motion approved unanimously.

To: Inter-Island Ferry Authority Board of Directors
From: Ron Curtis - General Manager
Subject: Q2 Update

- 1) Funding Status –
 - a) State Budget – Received our Legislative Grant of 250K.
 - b) STIP - Our STIP numbers for the next 4 years are still holding at the amount we asked for 14,646,201. The Inter-Island Ferry is under STIP identifier number 30729.
 - c) Our MOA on the fund swap with the State is complete and we have received the majority of the funds.
 - d) We still have not received reimbursements for our 5311 rural transportation funds although Chrissy and team have turned in the reimbursement requests.
- 2) SE Conference – September 24,25, & 26 in Ketchikan. Met with several of our legislators and had a meeting with Senator Stedman’s team on our fund swap. Pete Ecklund was particularly helpful.
- 3) General Update – Per the boards request at the last meeting we launched an education campaign on our Ferry System. I believe this campaign was very successful and have received numerous compliments.
- 4) Operating Status – We are currently running 7 days a week between HYL and KTN.
- 5) M/V Stikine status – In operation. The Stikine had a propulsion issue on 11-26 and had to return to Hollis. A faulty Electrical module was found and replaced. During successful Sea Trials on 11-27 the Operations team asked to go to KTN to get anyone stranded for Thanksgiving. The Stikine also turned back to Hollis on 12-1 due to weather and a safety issue in the approach to our KTN dock. The safety issue was remediated the next morning.
- 6) MV Prince of Wales Status – is in Ward Cove. Half of this ship’s life saving equipment has been shipped off for re-certification. The Federal project will likely start in the spring at the earliest due to delays in funding. Chrissy, Rich, Walt and I were on a Teams meeting with project control last Friday. This will go out to bid soon.
- 7) Staffing – We are currently in the Market for a relief deckhand and F/T Mate/Relief Captain position. The F/T Mate/Relief Captain position will be the focus of Rich and I during this coming Quarter now that several of the funding challenges have been addressed. We had one new hire in the Quarter, Riley Schwegel, Relief Deckhand.
- 8) Fare Increase – We are set to increase on January 1. The education campaign on Facebook was very successful. I believe the fare increase will drive about 600K in incremental revenue for Calendar year 2025.
- 9) IFA Retention Plan of 2023 –Retention bonuses this year The Management team and I are proposing a \$125 payment per month of service in calendar year 2024. We will also continue with the choice of an IFA travel gift card in the amount of \$500 or an additional \$250 in cash for all employees on the payroll at the end of the year.

Respectfully Submitted,
Ron

12/11/2024

To: IFA Board of Directors
From: Chrissy Torsey-Lucero
Subject: Finance Report

1. We have been using the remaining grant balance of the FY23 Legislative grant as match (so far \$34,298.29) to the Federal FY25 5311 Rural Transportation grant (awarded \$1.2 million). I have submitted reimbursement requests for Administration (\$318,029.24) and Preventive Maintenance (\$27,498.46) up through September. The State is working through these requests and has "recommended" all of the Preventive Maintenance requests so far, this is a good sign.
2. As Ron has mentioned, the MOU with the State for the Federal Transfer totaling \$3,046,407, has made two payments to us. One in September for \$250,000 and another \$1,394,000. It was also our understanding that a transfer was made to the upcoming Prince of Wales project in the amount of \$570,000 on our behalf for some of the required match to the project. This still leaves an amount due to the IFA of \$832,407.
3. With Ron's approval, we have moved \$1,000,000. To the Money Market Savings account for safekeeping.
4. We still haven't been given a concrete number for the required match for the upcoming upgrades to the MV POW, but the \$570,000 from what I understand is enough to get the project out for bid.
5. Our insurance premiums came in at \$325,723.90. In the past we paid these premiums in full, but with the Federal subsidies that we normally have had in the past on hold since March 2024, we had to finance these premiums. The amount to finance is \$8,517.30. In October we paid \$66,848.24 (downpayment & first payment) and will continue to pay \$33,424.12 monthly through June.

-Chrissy



To: IFA Board of Directors
From: Johanna Thayer
Date: November 18, 2024
Re: Unapproved Minutes from 1998

Dear Board Members,

While compiling an Excel document to archive records of all Board Meetings, I identified ten meetings from 1998 and 1999 that do not have formally approved minutes. The majority of these meetings were special sessions.

To date, I have reviewed records up to the early 2000s but have not found any indication that these minutes were subsequently approved. I will include copies of the minutes for these meetings in the Board Packet for the December meeting to facilitate review.

Given the age of these records, we would like to seek the Board's direction on whether to proceed with approval of these minutes at a future meeting or leave them as they stand. For your convenience, a list of the meetings with unapproved minutes is provided below:

- August 27, 1998 Special Meeting
- September 23, 1998 Special Meeting
- October 21, 1998 Special Meeting
- November 4, 1998 Special Meeting
- November 17, 1998 Regular Meeting
- December 15, 1998 Special Meeting
- January 19, 1999 Regular Meeting
- February 9, 1999 Special Meeting
- March 22, 1999 Regular Meeting
- April 27, 1999 Regular Meeting

If you have any questions, please reach out to me directly at jlambeth@interislandferry.com or by phone at 907-313-8882.



To: IFA Board of Directors
From: Johanna Thayer
Date: December 4, 2024
Re: Video for IFA By Megan Bolt

Dear Board Members,

This summer we were contacted by Megan Bolt, who asked us if she could create a video for the IFA to expand her portfolio and it would be a service she provided us with at no cost. Of course, we very excitedly jumped on this opportunity. After waiting for the production through the fall we are excited to say that we finally got it! It is posted on our Facebook, but I have included the link in the email with the packet so you can view the video without needing Facebook.



Resolution No. 2025-03

A RESOLUTION BY THE INTER-ISLAND FERRY AUTHORITY BOARD OF DIRECTORS TO ADOPT THE 2025 FOOD SERVICE CONCESSION CONTRACT WITH OUR T.E.A.M.

WHEREAS, the Inter-Island Ferry Authority desires to engage qualified Concessionaire to provide Galley and Dining Restaurant Service aboard IFA vessels; and

WHEREAS, the Inter-Island Ferry Authority staff, General Manager, and OUR T.E.A.M. have reviewed and recommend the adoption of the 2025 Food Service Concession Contract.

NOW THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE INTER-ISLAND FERRY AUTHORITY, AS FOLLOWS:

The Food Service Concession Contract between the Inter-Island Ferry Authority and OUR T.E.A.M., represented by Tommy R. Lynch and Evonne S. Sharpes, for the term commencing at 12:00 a.m. on January 1, 2025 and expiring at 11:59 p.m. on December 31, 2025 is hereby adopted. This Food Service Concession Contract shall supersede all previous versions of the Food Service Concession Contract.

Approved this 12th day of December, 2024

Chair, Jeff Nickerson

ATTEST:

Secretary/Treasurer, Fred Hamilton



To: IFA Board of Directors

From: Johanna Thayer

Date: March 1, 2025

Re: Expiring Board Terms June 30, 2025

Dear Board Members,

June will quickly be here before we know it! And I just wanted to let you all know that the At-Large seat, currently held by Doug Rhodes will be expiring on June 30th. I will be sending out a notice to all member communities on March 31st. In accordance with the IFA Bylaws, I have a letter attached to this that I will be sending to the communities. If you have any questions or would like me to change any wording please let me know.

FISH/GAME Boxes or Coolers Policy Price change 2025

- Fish Boxes or Coolers - \$20.00 Each (for transporting game of any kind: bear, deer, fish, etc.)
- No charge for empty fish boxes or coolers
- Applies to passengers traveling from Hollis to Ketchikan only
- Traveling from Ketchikan to Hollis, no charge!

To: Inter-Island Ferry Authority Board of Directors
From: Ron Curtis - General Manager
Subject: Q3 Update

- 1) Funding Status –
 - a) CDS (Congressional Designated Spending) – We submitted a request for a large sum for upgrade projects needed on the boats, largest of which is new lifesaving equipment and system. The system we have is near end of life.
 - b) STIP - Our STIP numbers for the next 4 years are still holding at the amount we asked for 16,694,463. The Inter-Island Ferry is under STIP identifier number 30729.
 - c) We have paid the match for the POW Federal Project.
- 2) SE Conference – I attended the SEC Transportation committee meeting virtually on 3-12-25. Most of the discussion was concerning the AMHS long term plan..
- 3) General Update – We had a number of no sail days due to weather and one safety issue concerning our rescue craft. The RC has been repaired and re-certified by the Coast Guard.
- 4) Operating Status – We are currently running 7 days a week between HYL and KTN.
- 5) M/V Stikine status – In operation.
- 6) MV Prince of Wales Status – is in Ward Cove. Life saving equipment is back. The Federal project has gone out to bid with a couple tours by shipyards already taken place.
- 7) Staffing – We are currently in the Market for a F/T Mate/Relief Captain position more to follow in executive session. We have a new hire in the KTN terminal. Elizabeth Inmon.
- 8) Fare Increase – So far ridership is pretty much flat. 2024 January 80 passengers and 24 vehicles per day of operation, 2025 80 passengers and 27 vehicles per day of operation. 2024 February 99 passengers and 30 vehicles per day of operation, 2025 98 passengers and 28 vehicles per day of operation.
- 9) Vigor shipyard: I have been actively involved in the effort to retain the Vigor shipyard in KTN. If it were to close in would increase our operating expenses in a way that would require finding other funding sources.
- 10) Fish Boxes: You have a resolution in your packets. The proposed policy change is projected to deliver an incremental \$10,000 in revenue.

Respectfully Submitted,
Ron



Resolution No. 2025-04

A RESOLUTION BY THE INTER-ISLAND FERRY AUTHORITY BOARD OF DIRECTORS PROVIDING 1ST READING FOR THE ESTABLISHMENT AND ADOPTION OF THE BUDGET FOR FISCAL YEAR 2026 AND ESTABLISHING AN EFFECTIVE DATE.

WHEREAS, the Inter-Island Ferry Authority is committed to fiscal responsibility and transparent financial management; and

WHEREAS, The Inter-Island Ferry Authority requires a fiscal year (July 1 – June 30) budget ratified by the Board of Directors; and

WHEREAS, The annual budget is a critical tool for financial planning and resource allocation. The budget attached to this Resolution lists the projected revenues, authorized expenditures and the change in the cash balance as part of the budget for the period July 1, 2025 through June 30, 2026 and made a part of public record.

NOW THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE INTER-ISLAND FERRY AUTHORITY, AS FOLLOWS:

The appropriations listed in the document attached are adopted and authorized for the period of July 1, 2025 through June 30, 2026, and are the budget for the Inter-Island Ferry Authority for that period.

Upon Board approval, this resolution shall become July 1, 2025.

Approved this 27th day of March, 2024

Chair, Jeffrey Nickerson

ATTEST:

Secretary/Treasurer, Fred Hamilton

FY2026 First Draft Budget

Inter-Island Ferry Authority RECONCILIATION FY2026

Page Number	Account Name	FY2026 First Draft Budget	% Percentage of Total Budget
1	Total Revenues	5,798,151.00	100.00%
	Less: Expenses		
2	Vessel Operational Expense	2,801,175.00	48.31%
3	Terminal Activities	616,923.00	10.64%
4	Engineering & Maintenance Activities	1,258,782.00	21.71%
5	Administrative Activities	1,054,641.00	18.19%
6	Marketing Activities	20,740.00	0.36%
7	Financing Activities	10,655.00	0.18%
8	Contracted Services Activities	35,235.00	0.61%
	Total Expenses	5,798,151.00	100.00%
	Balance	0.00	

Projections assume a 3% wage increase across the board , no increase to healthcare costs through Aetna. For the 5311 Rural Transportation Grant, we submitted an application in December for \$1,415,664 (Administration and Preventive Maintenance Costs) Recommendations for the grant usually come out in late April.

FY2026 First Draft Budget

Inter-Island Ferry Authority REVENUE FY2026

Item #	Account Name	FY2026	COMMENTS
	<i>Operating Revenue</i>		
1	Food & Bev. Concession - Sr	18,300.00	increased concession rate
2	Ferry Revenue - South Route	3,878,875.00	projected revenues (includes Met)
3	Marketing Income	17,500.00	
	- Ticket Jacket Advertising		
	- Fall/winter/spring Timetable Advertising		
	- Summer'25 Timetable/website Advertising		
4	Misc. Income	500.00	jury duty, DC forfeitures, etc.
5	Interest Income-Money Market Savings	2,556.00	
	Total Operating Revenue	3,917,731.00	
	<i>Other Revenue</i>		
6	Profit Sharing from Insurance	10,125.00	projected profit sharing return
7	Misc. One Time Grant	50,000.00	\$50,000 Veterans Grant HRTG
	Total Other Revenue	60,125.00	
	<i>Non Operational Funding</i>		
8	FY26 SOA Legislative Grant	250,000.00	*\$250,000 unknown
9	FY26 5311 Rural Transportation Grant	1,415,664.00	requested \$1,415,664-not finalized
10	Transfer from MMSAV	154,631.00	
		1,820,295.00	
	Total Revenue Expected FY2024	5,798,151.00	

FY2026 First Draft Budget

Inter-Island Ferry Authority VESSEL OPERATIONS FY2026

Item #	Account Name	Annual Activities FY2026	Capital Activities High Priority	Total Activities FY2026	COMMENTS
1	Crew Meals	36,240.00		36,240.00	\$35,040 crew meals, \$1200 coffee
2	Customer Vehicle Damage Exp.	1,500.00		1,500.00	
3	Vessel Janitorial Supplies Exp.	12,000.00		12,000.00	1000/month plus cleaning equipment purchase or rental
4	Vessel Support Utilities Exp.	65,000.00		65,000.00	includes \$5,260 Facility rent-SOA Terminal Use rent
5	Vessel Payroll Expense	1,010,761.00		1,010,761.00	
6	Vessel P/R Tax/Benefit Expense	646,528.00		646,528.00	
7	Vessel Drug Screening Expense	4,500.00		4,500.00	includes galley and pre employment
8	**Fuel Expense	793,800.00		793,800.00	245,000 gal x \$3.24
9	Oil Filters & Related	35,000.00		35,000.00	
10	Ops Vessel Insurance	147,571.00		147,571.00	
11	Vessel Uniform Expense	11,075.00		11,075.00	
12	Safety Training Expense	6,500.00		6,500.00	
13	Licenses	3,500.00		3,500.00	
14	Vehicle Expense	13,200.00		13,200.00	\$6,000 Auto insurance/ \$600/mo for gas and maintenance
15	Vessel Sec. Expense	2,000.00		2,000.00	Vessel audit and training
16	POW Vessel Sec. Expense	2,000.00		2,000.00	Vessel audit and training
17	Ops Travel Expense	6,500.00		6,500.00	includes per-diem
18	Misc. Operating Exp.	500.00		500.00	
19	Oil Response Plan/Training Expense	3,000.00		3,000.00	includes training
	Total Vessel Operational Expenses	2,801,175.00	0.00	2,801,175.00	

average price/
per gallon

\$ 2.53	Total gallons consumed in FY19	261,726
\$ 2.47	Total gallons consumed in FY20	210,237
\$ 2.08	Total gallons consumed in FY21	190,792
\$ 3.64	Total gallons consumed in FY22	244,681
\$ 3.79	Total gallons consumed in FY23	240,986
\$ 3.80	Total gallons consumed in FY24	247,350
\$ 3.01	Total gallons consumed thru Feb FY25	154,818

FY2026 First Draft Budget

Inter-Island Ferry Authority TERMINALS FY2026

Item #	Account Name	Annual Activities FY2026	Capital Activities High Priority	Total Activities FY2026	COMMENTS
1	Reservation Costs Expense	73,000.00		73,000.00	cc processing fees, ticket stock
2	HOL Term Supplies Expense	4,000.00		4,000.00	
3	KTN Term Supplies Expense	3,000.00		3,000.00	
4	HOL Term Utilities Expense	19,000.00		19,000.00	
5	KTN Term Utilities	10,325.00		10,325.00	includes \$2,000 Facility rent-SOA Terminal Use rent
6	HOL Term Security Expense	1,500.00		1,500.00	HYL Facility audit and training
7	KTN Term Security Expense	1,500.00		1,500.00	KTN Facility audit and training
8	HOL Training Expense	1,200.00		1,200.00	customer service training
9	KTN Training Expense	1,200.00		1,200.00	customer service training
10	HOL Term Drug Screening Expense	252.00		252.00	pre-employment only
11	KTN Term Drug Screening Expense	168.00		168.00	pre-employment only
12	HOL Term Prop/Crime Ins. Expense	2,300.00		2,300.00	change to reflect current rate
13	KTN Term Prop/Crime Ins. Expense	2,300.00		2,300.00	change to reflect current rate
14	HOL Term. Payroll Expense	174,402.00		174,402.00	
15	KTN Term Payroll Expense	105,875.00		105,875.00	
16	HOL Term P/R Tax & Ben Expense	128,621.00		128,621.00	includes WC insurance \$2,340
17	KTN Term P/R Tax & Ben Expense	88,280.00		88,280.00	includes WC insurance \$2,340
Total Terminal Expenses		616,923.00	0.00	616,923.00	

FY2026 First Draft Budget

Inter-Island Ferry Authority ENGINEERING & MAINTENANCE FY2026

Item #	Account Name	Annual Activities FY2026	Capital Activities High Priority	Total Activities FY2026	COMMENTS
1	Eng & Maint . Payroll Expense (includes Hollis)	115,458.00		115,458.00	
2	Eng & Maint P/R Tax & Ben Expense	47,898.73		47,898.73	WC/USL&H insurance \$2,340
3	Hol Maint Bldg Crime/Propr Insur. Expense	2,300.00		2,300.00	
4	Hol Ramp/Term/Maint Bldg/Equip Expense	3,000.00		3,000.00	
5	Eng & Maint Vehicle Expense	1,500.00		1,500.00	
6	POW Vessel Annual Maintenance	34,000.00		34,000.00	life saving equip/agow
7	POW Vessel Hull Structure Expense	164,567.00		164,567.00	Comm. Contract during Federal Project/See Outlined Proj. FY25-FY26
8	POW Vessel Propulsion Maint. Expense	5,000.00		5,000.00	
9	POW Vessel Electrical Systems Expense	1,500.00		1,500.00	
10	POW Vessel Comm. & Control Expense	1,500.00		1,500.00	
11	POW Vessel Mech Systems Expense	2,000.00		2,000.00	
12	POW Vessel Outfitting Expense	1,500.00		1,500.00	
13	POW Vessel Misc. Maint. Expense	1,500.00		1,500.00	
14	POW Vessel Marine Insurance Expense	147,471.00		147,471.00	
15	Layby Moorage Expense	63,875.00		63,875.00	
16	Stikine Vessel Annual Maintenance	34,000.00		34,000.00	life saving equip/agow
17	Stikine Vessel Misc. Maint. Expense	1,500.00		1,500.00	
18	Stikine Vessel Electrical Systems Expense	1,500.00		1,500.00	PPP #1 Ovhl- Easy Gen Upgrade
19	Stikine Vessel Mechanical Systems Expense	1,500.00	2,653.00	4,153.00	new winch electric motor
20	Stikine Vessel Outfitting Expense	1,500.00		1,500.00	
21	Stikine Vessel Hull Structure Expense	96,000.00	29,000.00	125,000.00	out of State Dry Dock Spring 2026 - \$29,000 contingency
22	Stikine Vessel Propulsion Maint. Expense	2,000.00		2,000.00	
23	Stikine Vessel Comm & Control Expense	2,000.00		2,000.00	
24	Unexpected Repair/Maint Reserve	15,000.00		15,000.00	
25	25%match-Congressionally Direct Spending Request	479,059.75		479,059.75	request was for life saving equipment replacements/CCTV upgrade-HYL
Total Eng & Maint Expense		1,227,129.48	31,653.00	1,258,782.48	
Total Eng/Maint Expense		1,227,129.48	31,653.00	1,258,782.48	

FY2026 First Draft Budget

Inter-Island Ferry Authority ADMINISTRATION FY2026

Item #	Account Name	Annual Activities FY2026	Capital Activities High Priority	Total Activities FY2026	COMMENTS
1	Bank Fees, Misc	4,775.00		4,775.00	
2	Advertising Expense	2,000.00		2,000.00	
3	Bad Debt Expense	500.00		500.00	
4	Employee Goodwill	3,600.00		3,600.00	
5	Public Officers Liab. Insur. Expense	\$12,412.00		12,412.00	
6	Property/Crime Insurance Expense	2,720.00		2,720.00	
7	Admin Drug Screening Expense	80.00		80.00	
8	Office Supply Expense	6,500.00		6,500.00	
9	Admin Payroll	638,984.00		638,984.00	includes all retention payments for FY26
10	Admin Payroll Benefits & Taxes	322,805.00		322,805.00	includes WC insurance \$2,976
11	Community Donations/Goodwill	7,000.00		7,000.00	
12	Admin Misc. Expense	500.00		500.00	dmv driving records, board workshop expense
13	Membership Dues & Subscriptions	7,950.00		7,950.00	C of C - KTN& POW, ATIA, KVB, AK Mobility Coalition PVA
14	Admin Cost Employee Benefit Plans	3,055.00		3,055.00	
15	Postage	1,520.00		1,520.00	
16	Conference & Seminars Expense	2,000.00		2,000.00	PVA/SE Conf
17	Software Expense	8,000.00		8,000.00	CYMA, Microsoft accts, adobe, etc
18	Admin Travel Expense	7,500.00		7,500.00	conferences/legislative travel
19	Admin Employee Training	1,000.00		1,000.00	
20	Administration Utilities Expense	14,540.00		14,540.00	hyl admin elec, cell phones, Craig/internet/fax, RingCentral
22	Rent	7,200.00		7,200.00	\$600/mo includes water, sewer, garbage and electricity.
	Total Administrative Expense	1,054,641.00	0.00	1,054,641.00	

FY2026 First Draft Budget

Inter-Island Ferry Authority MARKETING FY2026

Item #	Account Name	Annual Activities FY2025	Capital Activities High Priority	Total Activities FY2025	COMMENTS
1	Alaska Beyond or Alaska Magazine (1 ad annually)	2,500.00		2,500.00	
2	The Alaska Milepost - Advertising package w/POW CofC	1,200.00		1,200.00	
3	Alaska Travel Industry Assoc.-Vacation Planner	792.00		792.00	
4	Travel Alaska- Premium Website	450.00		450.00	
5	Full Circle Media Arts - Graphics	60.00		60.00	Morris Communications
6	KTN Visitor Bureau: arrival Guide	724.00		724.00	
7	Trip Planner	537.00		537.00	
8	Brochure Distribution	357.00		357.00	
9	Alaska Broadcast Comm - Weekly Air Time	4,800.00		4,800.00	more air time, flat fee per month (\$400)
10	Local Paper- POW Co-Op Page	485.00		485.00	
11	Ktn Daily News- Island Post	480.00		480.00	\$40/month
12	Miscellaneous advertising expense	3,600.00		3,600.00	POW CofC postage reimbursement/Whalefest
13	Fall/winter/spring 2023/2024 Timetable	1,805.00		1,805.00	
14	Summer 2024 Timetable/guide	2,950.00		2,950.00	
15	**Marketing Comp Expense	7,320.00		7,320.00	
	Total Marketing	28,060.00	0.00	28,060.00	

Marketing Comp Expenses

Coffman Cove Festival by the Sea:	700.00
POW Marathon Sponsor Agreement:	1,280.00
POWCOC Visitor Guide Membership Agreement:	890.00
KRBD Trade Agreement:	4,450.00
	<u>7,320.00</u>

FY2026 First Draft Budget

Inter-Island Ferry Authority Other Income and Expense FY2026

Item #	Account Name	Final FY2025	COMMENTS
	Finance Activity Expense		
	Finance Charges	10,655.00	rising cost of insurance requires financing.
	Total Expenses from Financing Activities	10,655.00	
	Contracted Services		
	Support Svc: General counsel	5,500.00	
	Support Svc: Other Expense	2,735.00	Stormwater permit DEC, unexpected support service
	Support Svc: CPA/Audit	21,000.00	
	Support Svc: Technical Support	6,000.00	computer tech support, \$40,000 annual cyber security contracted services (security grant)
	Total Contracted Services	\$35,235.00	
	Total Cost for Finance Charge & Contracted Services	45,890.00	

Item #	Project Description	Account #
	<i>Vessel Projects:</i>	
	<i>M/V Stikine - Project?</i>	
	<i>M/V Stikine - Dry Docking</i>	
	New Fire Dampeners Cardeck (4) Under Hull Painting Keel to Waterline R&R Zincs	
	<i>M/V Stikine - Overhaul Deck Winches / Shafts Bearings</i>	
	Deck Winch/ Motor, Pumps	
	<i>M/V Stikine - Radar R&R ,Monitors & Antennas</i>	
	Life Saving Equipment Engineering	
	<i>M/V POW - Project?</i>	
	<i>M/V POW - Overhaul Main Engines</i>	
	<i>M/V POW - Radar R&R ,Monitors & Antennas</i>	
	<i>M/V POW - Prep & Paint Side Shell</i>	
	<i>M/V POW -</i>	
	Life Saving Equipment Engineering	
	Total Vessel Capital Activity Expense	
	MV Stikine	
	MV Prince of Wales	

Item #	Project Description	Account #
--------	---------------------	-----------

Vessel Projects:

M/V Stikine - Project?

M/V Stikine - Overhaul Main Engines, Inframe with Cams

Recue Boat New Zodiac

M/V Stikine - Deck Winches overhauled

Radar R&R ,Monitors & Antennas

M/V Stikine - Clean Sewage Tank

M/V POW - Project?

M/V POW - Prep & Paint Side Shell

M/V POW - Radar R&R ,Monitors & Antennas

Recue Boat New Zodiac

M/V POW - New Fire Dampeners Cardeck (2)

M/V POW - Clean Sewage Tank

**Inter-Island Ferry Authority
Capital Improvement Plan Priorities FY2026**

High Priority FY2026	Medium Priority FY2026	Low Priority FY2026	COMMENTS
\$ 75,000.00			
		\$ 6,297.00	Dry Dock 2026 Crew Install
\$ 19,500.00	\$ 36,480.00		
	\$ 61,274.00		Needs to be done during dry dock
\$ 2,653.00	\$ 15,400.00		Elect. Motor Pri. 1 / Winch asser
		\$ 18,500.00	
	\$ 55,000.00		Engineers Average ROM
		\$ 293,830.00	If this does not get done with ch
		\$ 18,500.00	
		\$ 106,246.00	
	\$ 55,000.00		Engineers Average ROM
High Priority	Medium Priority	Low Priority	
\$ 97,153.00	\$ 223,154.00	\$ 443,373.00	
\$ 97,153.00	\$ 168,154.00	\$ 24,797.00	
	\$ 55,000.00	\$ 418,576.00	

IFA Engineering 3 Year Capital Improvement Plan

High Priority FY2027	High Priority FY2028	High Priority FY2029	COMMENTS
\$ 293,830.00		\$ 65,000.00	
	\$ 61,274.00		
	\$ 18,500.00		
\$ 26,540.00			
\$ 106,246.00			
	\$ 18,500.00	\$ 65,000.00	
\$ 3,297.00			
	\$ 26,540.00		
Total FY27	Total FY28	Total FY29	
\$ 429,913.00	\$ 124,814.00	\$ 130,000.00	

cking

nble Pri. 2

ange order on Fed Contract

IFA Vessel Upgrades FY 20

Description	Vessel	Labor
1 LED Running Lights	Both Vessels	Shoreside (
2 LED Crab Lights	Both Vessels	Shoreside (
3 LED Flood Lights	Both Vessels	Shoreside (
4 Ballast Butterfly Valves	POW	Shoreside (
5 R& Hull Zincs	POW	Dry Dock Related - Shipyard
6 Pressure Wash Hull WL to Kl	POW	Dry Dock Related - Shipyard
7 R&R Ballst & FO Check Valves	POW	Dry Dock Related - Shipyard
8 Prep & Paint Kl to Waterline	POW	Dry Dock Related - Shipyard
9 Prep & Paint WL to Sponson	POW	Dry Dock Related - Shipyard
10 Prep & Paint Sponson to Pass Dk	POW	Dry Dock Related - Shipyard
11 Prep & Paint Outside Pass deck	POW	Shoreside Crew
12 Prep & Paint Ivory Blkhd Pass Dk	POW	Assist from
13 Prep & Paint Boat Deck	POW	Shipyard
14 Galley Equipment	POW	Shoreside (
15 Galley Assist		Shipyard Assist
16 Patterson Winch (new)	?????	Shoreside Crew Install
17 Patterson Winch Electric Motor	Stikine	Shoreside (
18 Vickers Hydraulic Pumps ME	POW	Shoreside (

Cost for Contractor	Materials Owner Supplied	Cost of Materials W/ Frieght	Total Cost Combined
	Fixtures, Control Panel:	\$10,503.00	\$10,503.00
	4 total - 2 per vessel	\$8,273.00	\$8,273.00
	21 total - one spare	\$5,800.00	\$5,800.00
			\$24,576.00
	(8) Butterfly Vlvs	\$3,950.00	\$3,950.00
\$15,710.00	Owner Supplied Zincs	\$4,297.00	\$15,710.00
\$12,405.00			\$12,405.00
\$20,780.00	Paint	\$2,310.00	\$23,090.00
\$26,820.00	Paint	\$9,181.00	\$36,001.00
\$27,225.00	Paint	\$2,460.00	\$29,685.00
\$100,290.00	Paint	\$5,956.00	\$106,246.00
\$12,280.00	Paint	\$2,956.00	\$15,236.00
\$5,905.00	Paint	\$2,690.00	\$8,595.00
\$9,405.00	Paint	\$2,380.00	\$11,785.00
	Appliances	\$59,069.00	\$31,550.00
\$1,250.00			\$1,250.00
		\$15,400.00	\$15,400.00
		\$2,653.00	\$2,653.00
		\$2,150.00	\$2,150.00
		Priority 1	\$164,567.00
		Priority 2	\$43,566.00
		Priority 3	\$132,149.00
		Total Priorities 1-3	\$340,282.00

FY 25
Priority

3

1

2

1

1

1

1

1

1

3

2

2

2

1

1

Priority # left blank originally/assumed it would align with equipment

3

1

2