# EXXON VALDEZ OIL SPILL SETTLEMENT TRUSTEE COUNCIL

#### PUBLIC ADVISORY GROUP

RESTORATION OFFICE Simpson Building 645 G Street Anchorage, Alaska

January 11-12, 1994 9:30 a.m.

#### VOLUME I

January 11, 1994

#### PUBLIC ADVISORY GROUP MEMBERS in attendance:

DOUGLAS MUTTER

Department of the Interior

Designated Federal Officer

PAMELA BRODIE

DONNA FISCHER

JAMES KING

JAMES DIEHL

BRAD PHILLIPS

JAMES CLOUD JOHN FRENCH

JOHN McMULLEN

CHARLES TOTEMOFF

MARY McBURNEY (alternate for GERALD McCUNE)

KIM BENTON (alternate for JOHN STURGEON)

SHARON GAGNON (alternate for LEWELLYN WILLIAMS)

## TRUSTEES COUNCIL REPRESENTATIVES

JIM AYERS

Executive Director, EVOS Trustees Council

MOLLIE McCAMMON

Deputy Director, EVOS Trustees Council

# OTHERS IN ATTENDANCE who testified:

ERIC MYERS

MARK STAHL, Chugach Alaska Corporation

DR. ED HOLSTEN, U.S. Forest Service

DAVE WALLINGFORD

ROGER BURNSIDE

JIM BARNETT, attorney, City of Whittier TERRY BRADY, Husky Wood, Inc. CLIFF EAMES, Alaska Center for the Environment LARRY SMITH, Kachemak Resource Institute TORIE BAKER, CDFU and PWS Ecosystem Research Planning Group DAN HULL, CDFU and PWS Ecosystem Research Planning Group RAY JOHNSON, U.S. Forest Service TONY DEGANGE, U.S. Fish & Wildlife WYN MENEFEE, Alaska Department of Natural Resources RAY THOMPSON, U.S. Forestry Dept. STEVEN HENNEK MARK BRODERSEN, Alaska Department of Environmental Conservation DR. BYRON MORRIS, NOAA DR. ROBERT SPIES, Chief Scientist, EVOS Trustees Council JUDY BITTNER, Alaska Department of Natural Resources SANDY RABINOWITCH, National Park Service DR. REGER ART WIENER, Alaska Department of Natural Resources

## PROCEEDINGS 1 (On Record: 9:47 a.m., January 11, 1994) 2 MR. PHILLIPS: Okay, if we could get started now that we 3 4 have our water pitchers on board. If we could have roll call, 5 please. 6 MR. MUTTER: Rupert Andrews? (No response.) Pamela Brodie? 7 MS. BRODIE: Here. 8 MR. MUTTER: James Cloud? 9 MR. CLOUD: Here. 10 MR. MUTTER: James Diehl? 11 12 MR. DIEHL: Here. MR. MUTTER: Richard Eliason? (No response.) 13 Donna Fischer? 14 15 MS. FISCHER: Here. MR. MUTTER: John French? 16 17 DR. FRENCH: Here. MR. MUTTER: Don McCumby? (No response.) James 18 19 King? MR. KING: Here. 20 MR. MUTTER: Rick Knecht? (No response.) 21 Vern 22 McCorkle? (No response.) Gerald McCune? Mary McBurney sitting in as alternate. 23 UNKNOWN: John McMullen? 24 MR. MUTTER: MR. McMULLEN: Present. 25

Brad Phillips?

MR. MUTTER:

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1	MR. PHILLIPS:	Here.
2	MR. MUTTER:	John Sturgeon?
3	UNKNOWN:	Kim Benton sitting in for John Sturgeon.
4	MR. MUTTER:	Charles Totemoff?
5	MR. TOTEMOFF:	Here.
6	MR. MUTTER:	And, Lew Williams?
7	UNKNOWN:	Sharon Gagnon sitting in for Lew Williams.
8	MR. KING:	Let's see, I have a proxy from Rupe
9	Andrews, as an alternate	• .
10	MR. PHILLIPS:	Okay, we have a quorum. Next item is
11	approval of summary of	the November 23rd meeting. Do we have
12	anybody that would like	to move?
13	Ms. FISCHER:	Move to approve.
14	MR. PHILLIPS:	It's been moved that we approve the
15	minutes of November 23.	Is there a second?
16	UNKNOWN:	Second.
17	MR. PHILLIPS:	Second. Is there any objection or changes
18	or comments?	
19	MR. CLOUD:	I'd just like to Jim Cloud
20	MR. PHILLIPS:	Yes.
21	MR. CLOUD:	I'd just like to point out that Vern has
22	been proxied last week a	nd asked that it be reflected
23	MR. PHILLIPS:	That can be changed. If there is no
24	further comments in the	the minutes stand approved. We have

some major reshuffling to do today. It is -- the message we got is

that Jim Ayers is stuck in Juneau with weather and hopes to be here

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around noon-ish sometime, and so we'll reschedule his presentation until this afternoon, or as soon as we know when he is going to be here. So, is Eric here? Could -- would you like to briefly just tell us what he is going to cover? Give them an idea of what we're looking forward to. Why don't you use a mike over there, if you don't mind. Eric Myers has -- has been arranging all of this meeting and people and everything, so tell us -- if you'll tell everybody what the change -- how we're going to proceed.

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MR. MYERS: Sure. Well, part of it, of course, is weather dependent and when I spoke to Jim they were on a definite hold, so it's a little bit mysterious as to exactly when they might be able to get up here, but hopefully sometime around noon. He did specifically want me to relay to the Public Advisory Group that, at the request of the PAG, a status report on the '92 and '93 projects has been prepared, and I believe each of you has in front of you a copy of those two legal size documents respectively indicating '92 and '93 projects with the parenthetical note incorporating comments of the Chief Scientist, which I was able to obtain last night at about eight o'clock. And, it's hot off the press and it's stamped draft. Some of the changes were very minor in nature. them were more substantive and I have yet to get these, this revised version back to the agency liaisons and the principal investigators for their reaction, but without belaboring that it's a fairly straightforward document attempting to give an indication of -- of what the status of the projects are, in terms of the reports being prepared, and the conclusions or findings of the --

of the investigations. The other thing that Executive Director wanted to specifically point out is he was very keenly aware of the interest that the Public Advisory Group has in the financial questions relating to reimbursement. This is not something that he has been able to develop a definitive report on, but it is still something he is working on and intends to present additional information at the January 31st meeting of the Trustee Council. So, it is something he is working on and wanted you to know that. As far as Bob Spies's work on the '94 work plan, recommendations, he is still doing that and, although the draft agenda had indicated he would be available today, he will not be available today. He is in Washington, D.C. and will be coming in tomorrow afternoon, and will be here, I believe he arrives at the airport at 3:00 and hopes to be here in the office shortly thereafter, so that if -- if PAG members are able to stick around for the afternoon, they could talk I -- I'm not positive how far along he has been with him then. able to get with the recommendations he -- I understand his -- his timing is to try to get his recommendations finished by the 18th, which will in turn enable the Executive Director to formulate recommendations that he in turn will make to the Trustee Council.

MR. CLOUD: Who is this you're talking about?

MR. MYERS: Bob Spies.

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MR. CLOUD: Bob Spies, so he's not going be here soon?

MR. MYERS: That is true.

MR. CLOUD: And Ayers is not going to be here.

MR. MYERS: Well, Ayers is hopefully going to be here

today. It depends on the fog in Juneau.

MR. PHILLIPS: Maybe we should just adjourn.

MR. MUTTER: You're on your own.

MR. MYERS: There will be -- there are some agency representatives that are here and available to respond to questions. These are the agency contacts who were involved with the development of the project proposals.

MR. PHILLIPS: Yes, yes, Pam.

MS. BRODIE: Perhaps we might use this time that we have scheduled for the next day and a half to get information from the agency people and the public during public testimony. But, we might think about whether we want to, in fact, vote on all these projects today without Bob Spies's information and we could -- we all, of course, have the -- the ability to comment on our own on these projects, and I'm sure many of us will, and we could, in fact, just do that so then our comments, once we get Bob Spies, individually rather than taking a position as the Public Advisory Group. I just put that out as an option.

MR. PHILLIPS: What is the reason Mr. Spies won't be here?

MR. MYERS: He's in Washington, D.C., and I'm not ...

MR. PHILLIPS: I know, but that's -- that's a bog. What's the reason he isn't going to be here.

MR. MYERS: I'm not sure what commitments he has in Washington, D.C. that's keeping him there and I ...

MR. PHILLIPS: How long ago was it when we asked him to

be here?

MR. MUTTER: It was at the last meeting. As I recall, he told me then that he already had a conference and that he may not be able to make it in time.

MR. PHILLIPS: Do you ever have a feeling that you're not very important, or invisible? I think our choice is to -- we have two choices here, is to muddle through with -- asks some questions of the agencies or -- or adjourn. It's up to you guys.

MR. MUTTER: Well, I think that -- Mr. Chairman.

MR. PHILLIPS: Yes.

MR. MUTTER: I believe you're going to want to get your comments, whatever they may be, to the Trustees before their January 31st meeting.

MR. CLOUD: Well, I don't see the Trustees have, you know much weight on our comments in the past (indiscernible).

MR. PHILLIPS: If we don't have the information from the people we've asked to be here, what good are our comments. I could have phoned those in from my office this morning. I don't know. It's a disappointment that we don't have the key people that we want to talk to, but I'm just a chairman, you guys can decide what you want to do.

MR. KING: I have a question.

MR. PHILLIPS: Yes, Jim?

MR. KING: I guess Doug Mutter -- I feel, too, that we haven't really got before us a major part of the information that's needed to make decisions on this, both the scientific

committee and -- we haven't seen any of the final reports from '93, and I have felt coming into this that I would like to discuss some of these things and learn more about them, but that I probably won't want to vote on anything. I's rather submit -- (cough) excuse me -- a letter to the Trustee Council after I have a chance to go through what we can get done this session and, so I wonder from Doug when we have -- would have to get in comments to the Trustee Council to have them considered at their, what is it, the 31st, I think.

MR. MUTTER: Well, they need to be in then. I don't know, Eric what's the public comment deadline at this point?

MR. MYERS: I believe that the work plan indicates that -- public comments should be postmarked by the 14th. The intention of the Executive Director was to try to formulate his own recommendations for the Trustee Council by the 24th -- well, on the 24th and 25th there's going to be a working session to formulate the Executive Director's recommendations, and he was looking for guidance, not only from the Chief Scientist but also from the Public Advisory Group. I think that part of the hope is that the Public Advisory Group will have its own views about the importance of these projects apart from what the Chief Scientist or others may have to say, and I think that the Public Advisory Group's input is -- is being solicited also.

MR. PHILLIPS: Jim.

MR. CLOUD: Without the input from the Chief Scientist, then all we have to go on is our own emotional feelings

from comments that we get today, and rumor and innuendo and brief descriptions that we have. And, I think that is unprofessional, that this group ought to give a no recommendation message to the Trustee Council because we have not had the input -- the key input from the Chief Scientist.

MR. PHILLIPS: Yeah, go ahead.

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MR. DIEHL: I'd like to comment (indiscernible).

MR. PHILLIPS: Can you use that mike there so we can hear.

MR. DIEHL: This is Jim Diehl. I've -- I've been thinking about ways that we change this process slightly to make us more capable of doing this without all the input. And, I'm looking to the killer whale project since September, and it's been a long involved process. The key to that process, I think, looking at these projects is not so much the draft work plan but the RFP's for the projects in the past and, maybe, for the ones in the immediate future. Now, it's impossible for everybody to look at those, but I would think that if each member of this group had a special interest in just one project, we could examine seventeen projects closely and they would be key projects in each of our minds, if it was kind of coordinated, as long as we weren't duplicating, doing this for every -- for -- for the same projects. And, that would give us some -- certainly really good input on at least seventeen projects, and I kind of feel like, you know, I have really good input on the killer whale projects, perhaps more than you want to hear. But, that would be one way that we could be counted as our

own opinion.

MR. MUTTER: Mr. Chairman.

MR. PHILLIPS: Yes, Doug.

MR. MUTTER: We do have in the pile of papers in front of us preliminary comments that Dr. Spies sent last July when the Restoration Team had sent out a fairly long list of projects. That doesn't relate directly to what we have here, but it is some information from him.

MR. PHILLIPS: Which one is that?

MR. MUTTER: But I think the fact that Jim Ayers is not here yet doesn't affect your discussion of the projects. Eric has gone to the trouble to round up a lot of agency people that can talk to the various projects. So, you can at least have a chance to query them and find out some more information about the projects, even if you decide you don't want to take a vote on them.

MR. PHILLIPS: Yes ....

DR. FRENCH: Yeah, I would be reluctant to put much weight on the Chief Scientist's comments, and for that reason I'm not terribly disappointed that he's not here, although I think his comments should be taken into account. There are a number of major changes that the Executive Director has been implementing and I think it's important that we hear about those and try to take those into account. One of those is this shift towards ecosystem planning and ecosystem restoration as opposed to single species planning restoration. And, I know there's some discussions going on now -- Thursday and Friday of this week about that, but there

were also some very serious discussions that went on in Prince William Sound in Cordova, and I know we have at least one person in the audience here that would participate in that process. I think it might be well worth our time to hear some reports on that and some reports from the individual agency people on the development of the work plan. I think their input in it, although again it shouldn't be taken in its entirety by itself, it is just as important as that of the Chief Scientist, and I think we should take advantage of that opportunity to hear it.

MR. PHILLIPS: James?

MR. KING: I'd endorse that. I have the feeling, going back to a earlier point, that if we don't comment at the end of our meeting, we're going to get cut out of the loop here and I personally would like to at least have this next weekend to summarize what I feel -- would like to recommend. So, I think I'd like to move that the Public Advisory Group, at least, have an extended deadline to the -- what would Monday be, the 16th -- to get comments in and -- rather than being cut off on the 14th.

MS. BRODIE: I'll second ....

MR. PHILLIPS: It's been moved and seconded -- there is a deadline, a set deadline for the 14th at this point.

MR. MYERS: That's what was published in the '94 work plan that was released to the public. It indicated specifically that comments should be postmarked by the 14th, and I ...

MR. PHILLIPS: But there's no legal problem in extending it, it's shortening it that would give us a problem.

I'll state first off that I'm not an MR. MYERS: 1 attorney, but I don't think that the Council would -- the Trustees 2 would be turning away any comments that came in after that. 3 4 MR. PHILLIPS: My point is that I think that if you shorten the period you'd probably have a problem because of notice, 5 6 but if you lengthen it, I don't think that gives us a problem. You've heard the motion, and it's been seconded to extend the 7 8 deadline to the 16th, is there any discussion? Pam. MS. BRODIE: Apparently, if I understand what Eric has 9 said, Bob Spies is planning to have his recommendations ready by 10 11 The 18th, as I understand ... 12 MR. MYERS: ... the 18th? MS. BRODIE: 13 14 MR. MYERS: Correct. So, even if we extend it to the next 15 MS. BRODIE: 16 Monday, we still won't have the benefit of his comments. MR. MYERS: 17 Yes. Yes, go ahead. 18 MR. PHILLIPS: (Indiscernible) By extend -- extension of 19 MR. DIEHL: the deadline aren't we in fact saying that we'll be meeting next 20 week or so? What are we saying here? 21 MR. PHILLIPS: I don't think so. 22 23 (Indiscernible - simultaneous talking - out of range of

microphone)

MR. PHILLIPS:

MR. McMULLEN:

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Any other comments, yes, Jim.

I had talked with Executive Director Jim

Avers in Juneau a few days ago, and he seemed to be emphasizing then that he was expecting the Public Advisory Group to -- to present recommendations to him, and he thought -- he was looking forward to that. He -- he seemed to -- seemed to say that, I can wait if the Trustee thought that was important. However, I also thought that, you know, as you know that you've been dealing with the '94 work plan recommendations and projects. I was hoping that somehow we'd be walked through this with -- by people, first who'd been working intimately with this array of -- array of projects and I thought that was probably the only reasonably way we'd get through this. Otherwise, you know, even just reading the project proposals it doesn't -- it doesn't supply you with real good information to make the personal decision of how you -- what you believe. So, therefore, I thought -- it seems to me to be important to get a presentation from Jim Ayers, Executive Director, as indicated in the agenda here, and -- and then all the agency people then, they are going to give us presentations and, you know, and -- and talk about the projects. So give -- let them prepare to do this and -- and thereby preparing us for the work that we've got before us here. If we can get through this, I think we should, but I don't like to just into it cold without hearing what Jim Ayers has got to say and knowing that we have people (indiscernible coughing) you know, projects that -- for which their agencies are believe the lead. That would be very helpful to us, I (indiscernible) a lot more reasonable response.

MR. PHILLIPS: Mary.

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MS. McBURNEY: I'm just concerned that we have a rather monumental task before us and adjourning tomorrow around noon, that that might not allow us enough time to go into the proposed projects in great enough deal to have access to the staff and personnel that can answer the questions that we may have. And, I would like to know if the other members of the PAG have the flexibility of extending the meeting tomorrow into the afternoon hours, if necessary.

MR. PHILLIPS: Is there anybody that couldn't be here in the afternoon? I would think that -- there's one, and I'm going to be on the other side of the continent, so.

MR. CLOUD: (Indiscernible)

MR. PHILLIPS: Two votes. That's right. Well, I'm not concerned about quorum because once you have it, you've got it, but it's just a matter of how many people will be here to analyze and discuss. There are a couple of other questions. Jim?

MR. CLOUD: May I suggest that we recess until this afternoon when Commissioner Ayers is here, so at least we can hear his -- his report and summary on the '94 work plan, and since all we've had going this morning was the very important report to the Chief Scientist.

MR. PHILLIPS: We have one other item. For your information, we have scheduled Jim Barnett here under public comments, and there may be others that are here to speak and maybe we could -- if we're going to postpone it until this afternoon, I would like to at least open it up for public comments, and get that

out of the -- take care of that, so we don't disappoint anybody yet.

MR. DIEHL: Talking about postponing until Jim Ayers comes here, I think Jim Ayers is looking for some -- some leadership, some questions from us so that he can follow up on them.

MR. PHILLIPS: As I understand it, he's going to make a presentation to us, you know, on what he's doing and some of the changes and so on. Yes.

DR. FRENCH: If Eric has arranged for agency people to be here and present their perspective on the work plan, I would suggest we go ahead and do that. I mean, we're wasting both their time and ours if we go and reschedule them and their -- they've already been scheduled. Could you give us a little more information on that Eric.

MR. MYERS: Sure.

MR. PHILLIPS: Which ones are going to be here?

MR. MYERS: Okay, for right now Jerome Montague from the Department of Fish and Game is here, as is Mark Brodersen, the -- because we were initially planning on starting at eleven, some of the other folks are en route right now as we speak. But, one possible way to proceed would be to have, perhaps, Jerome make himself available to discuss the projects for which the Department of Fish and Game is the lead agency. The packets you have in front of you include a -- packet that has a draft work sheet, in effect, on top to which are attached two additional tables which have

sorted the '94 proposed projects by two different means, one by resource category and the other by agency, so that you can refer to which projects are concerned with, say, pink salmon. And, you have a listing of all those projects that are being proposed that involve sockeye salmon or common murres. And then alternatively, if you wanted to know all the projects that the Department of Fish and Game is the lead agency for you can reference it that way. When I spoke with Doug Mutter, I wanted to make sure that there were agency representatives able to respond to questions on —there wasn't a thinking that there would be a presentation per se, but the agency liaisons can address the projects which have been proposed by their respective agencies, and that I think may well be a useful way to proceed in order to get better information.

MR. PHILLIPS: Well, it would seem to me that, I can't even come up with an intelligent question unless I have somebody brief me on what the project is and what's happened. That isn't the way I function because I -- all these subjects, for me, are not familiar, and I think that whoever has been working on the projects ought to give us a briefing anyway, and then maybe people can ask questions that are meaningful. I can't go through this -- the way -- you know, one line shot and ask you all a question about pink salmon. I know how to catch them, but that's about as close as I come to a comment. Yes, Jim.

MR. CLOUD: If we're going to go ahead and get presentations from the agencies, then I think we probably ought to go -- get with it. And, as a matter of order then, I'd suggest

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MR. PHILLIPS: Fish and Game ...

MR. CLOUD: ... this draft in direct relation to the '94 work plan and Chief Scientist as a starting point, and start with top priority -- catalogued -- categories, and just work through the projects that we've listed by category.

MR. PHILLIPS: Well, do we have someone to talk to on each of these? If we use this rather than, say what projects does Fish and Game have -- because we have representative here from Fish and Game. Wouldn't it be easier?

DR. FRENCH: I would concur. I think it's better to go agency-by-agency, I think it would use our time more effectively. Also, I'd like to just point out that -- that these recommendations from the Chief Scientist were dated July 12th. They were related to previous iterations of the work plan and before the -- the restoration plan, draft restoration plan was approved. It's an old I don't think we should put too much set of recommendations. weight on these. I think, if possible, if indeed the Chief Scientist is likely to be here by three o'clock tomorrow, I would support trying to extend our meeting to -- to be able to -- perhaps hear some brief comments from him at that time. But, I am reluctant to use these recommendations at they stand before us a -as a really template to where we start. I think we should just go agency-by-agency.

MR. PHILLIPS: Unless I'm overruled by the Group, I'm going to ask the representative of Fish and Game to find a seat

with a microphone and let's take on this stuff. Yes -- what ...

MR. MUTTER: We have a motion on the floor to extend the comment period to January 16th.

MR. PHILLIPS: Yeah, you're absolutely correct, I'm sorry. Yeah, the motion before us is whether or not we'll extend the comment period to the -- what 16th? Is that what it was, 16th? Is there any ... Yes.

DR. FRENCH: Yeah, I'd like to propose amendment to make the date the 22nd -- the 21st, I mean. The reason for that being that the Chief Scientist's recommendations are going to be on the 18th, that would give us at least a couple of more days to consider those.

MR. FISCHER: I'll second that.

MR. CLOUD: That's (indiscernible)

MR. KING: This is correct, but we can ask that they be faxed to us as soon as possible.

MR. PHILLIPS: Is there any objection to that, changing the date to the 21st? Is there any objection? If not, it is so ordered, unanimous consent. Okay, yes.

MR. MYERS: Point of clarification. Is it the intent of the motion to extend the public comment period for purposes of taking the comments from individual PAG members or for the entire public-at-large?

MR. PHILLIPS: I'll have to ask the maker of the motion, yes.

MR. KING: It was for the PAG members.

MR. MYERS:

Okay.

MR. KING: And I would assume that when our comments come in individually, they might go together as a package for delivery to the Trustee Council.

MR. PHILLIPS: Well, if you want to pick a live mike up here.

MR. CLOUDS: Jim, you mean PAG members including the PAG members representing the public-at-large, correct?

MR. KING:

Sure. All PAG members.

(Pause)

MR. PHILLIPS: The procedure that we'll follow right now is to -- from now until eleven o'clock, go through the projects on Fish and Game, and then at eleven o'clock we'll take a break for public comments. There is somebody scheduled to be here to talk about the bark beetle problem, and then Jim Barnett is here to talk about the problem with the Whittier area. So, if -- Fish and Game projects are all listed on this Table Three, under -- it's the second category there of all the -- they're the lead agency on the projects that are listed there, and it goes on forever, a page and a half, or so ...

MS. McBURNEY: I'd just like to mention that there's also a third group that should be allowed time to present basically information on the Sound ecosystem assessment, which is a project that we will be considering in the '94 work plan, but the fleshed out version is not included, and it would be a good time for ...

MR. PHILLIPS: Is somebody here to address that?

MS. McBURNEY: Yes, Tory Baker is here, and she can certainly answer any questions in great detail.

MR. PHILLIPS: Okay, we'll put him on the list then for the public -- during the public comment period, okay. Yes, Pam?

MS. BRODIE: On the agenda, the public comment period is eleven thirty, and you were just saying you were changing it to eleven. Is that right?

MR. PHILLIPS: There are some people that have asked to be scheduled and we've told them that if they could be here by eleven we could do it. We've got three-quarters of an hour to get with it.

MS. BRODIE: Okay, because I know of at least one person who wanted to comment and wanted to hear the public comments and wasn't planning to come until eleven thirty.

MR. PHILLIPS: On what subject, do you know?

MS. BRODIE: On the bark beetle.

MR. PHILLIPS: What time will that person be here? We can put him on third. What time will he be here?

MR. BRODERSEN: I was under the impression that they were going to show up about ten thirty, Jim, with the idea of talking about eleven. This was -- originally scheduled as far as Jim Ayers presentation towards the end of it, rather than public comment.

MR. PHILLIPS: Okay, we'll do the best we can. Okay, you want -- I don't know how you want to proceed on this, but ... (indiscernible - background talking) Why don't you give us referrals of pages and that sort of thing. Are you in this one?

DR. MONTAGUE: Yes, and the thick book ...

MR. PHILLIPS: Everybody got this with them, the (indiscernible)?

DR. MONTAGUE: Doug, do you have any extras of this thick one? Anyway the first project is 94-064, harbor seal habitat use and monitoring.

MR. PHILLIPS: What page?

DR. MONTAGUE: Ninety-six. And, this project was approved at the last Trustee Council meeting, fully, so, I don't know if you want to waste time going over it or not.

MR. CLOUD: Let's just skip over it if the project is already approved.

MR. PHILLIPS: Let's deal with projects that we've got to make an opinion on. If some of these are done, let's not waste our time on it.

(Indiscernible - out of range of microphone)

DR. MONTAGUE: Project '64 on page 96.

MR. PHILLIPS: Would you say that again?

DR. MONTAGUE: Project '64 on page 96. And, the next project is harlequin ducks, recovery and monitoring, 94-066 and it's on page 104. And, the latest findings on the harlequin project are that, again, as in all -- well, in the first couple of years after the spill there wasn't any breeding whatsoever of harlequins in western Prince William Sound. And, then in '92 and '93 there was some breeding on the periphery of the oil spill -- the exact oil spill area. And, the most interesting finding of '93

was that during the molting counts, very few harlequins were seen at all in the oil spill -- or in the western side of Prince William Sound where most of the oil was, which is indicative of their not recruiting and the ducks are dying -- I mean, they're not reproducing. When they get to the end of their life span, which isn't that long they're dying out. So, the appearance is that they're not rebrooding and they'll be gone there in a number, you know, in three or four years if there isn't some improvement. And, this project is getting a little bit closer in '93 to pinpointing what is causing this and -- but as yet they haven't. Michael Frye, he's one of the peer reviewers, he's kind of leading the charge on finding the physiological link to the spill. So, '94 will evaluate more of the data that was collected and physiological nature in '93 which wasn't analyzed, and then low level monitoring in the field just in western Prince William Sound. That's what this project is -- doing that. Two hundred and fifty thousand for Fish and Game and thirty-four for hydrocarbon analysis for NOAA.

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MS. BRODIE: I have some generic questions for all projects. One is, what we can expect in the future, if the Trustees fund a particular project, how many years and at what level we can expect to continue to get requests? The next question is specifically for monitoring projects. I was just checking and I couldn't find the number, but I think that the -- the monitoring projects all together would cost something over ten million dollars, and I am concerned that we have heard on occasion from Dr. Spies that there will be a monitoring plan, but I don't think there

is yet a monitoring plan, and I would like to know why we need to keep monitoring particular animals every year in particular places, and what would be the problem with waiting -- with doing it every other year instead? And, my third generic question is, what we do with the information? If so, we find out what's happening, whatever these people are trying to find out about harlequin ducks. What kind of restoration -- what kind of information will that provide that helps make restoration decisions?

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I don't know if I can remember all three DR. MONTAGUE: of them, I think I can answer them. Jim Ayers has indicated, as we've all wished since first doing the process was that we would come up with a project for its full lifetime and you'd know when you bought into this project, it's five years, or the current estimate is such-and-such an amount. But minus the restoration plan, the guidance was always just do it one year, just do it one year, just do it one year. '94, unfortunately, still made it into this let's-do-it-one-year because the restoration plan wasn't done. I know that Jim, through his ecosystem approach wants to in the '95 work plan basically list all the projects for their entire life and their total cost and knowing that, you're not necessarily committing to all those years because of a particular finding could mean the end of the project. But, we hope that in '95 we have a much smoother process, you know, so in '96 most of the projects would be carryovers probably from '95 so you wouldn't have this long harangue of picking projects each year, you'd just have the few new ones that were being added. And, the monitoring aspect of

it is -- will be dealt with there on a long-term basis. You're right, the monitoring plan isn't done and has been put on hold with the idea that this ecosystem umbrella will, perhaps, give us a different monitoring plan than we might have had if we had just worked in an isolated view looking at monitoring. So, this year you're right. For all the monitoring projects, it's important to - this year to decide whether it needs to be done this year. And, I'm sure that that's what the Council is going to be asking on every monitoring project, is why this needs to be done this year. So, I have an answer for some of those.

MS. BRODIE: For this particular project, why does this one need to be done this year?

DR. MONTAGUE: Well, our feeling is that not only have we not seen reproduction, but we're now seeing reduced population as well, and it was our -- it's been our intention to want to monitor, at least on some minimal basis, until we see reproduction. And, most of the birds will be at the end of their life span. I mean, birds that were young in '89 will be, you know, getting near the end of their life span in '95 and '96. So, we should probably try some sort of a stepping in and helping action moving birds and setting up nesting boxes or something. But, until we know what the physiological link is to their not reproducing it will probably not work. Okay. Did that answer all three of them? I don't know if I -- what we missed.

MS. BRODIE: I'm not so sure about the last one. You're getting at it a little better. The information that the

monitoring provides -- what -- how is that going to get us to the next step on what restoration?

DR. MONTAGUE: Well, generally, sometime it doesn't, probably a good bit of the time, it doesn't lead to anything. On this project?

MS. BRODIE: Project-by-project.

DR. MONTAGUE: Okay, project-by-project.

MS BRODIE: Say, well the numbers of harlequin ducks are going down, down, down?. What's monitoring help if it's going down, down, down? It doesn't tell us what to do.

DR. MONTAGUE: Well, as I said, part of this project is just analyzing the '94 physiological data. But, there is the potential when you're having a population that's having this much trouble that, say we didn't go in '94, and then in '95 there's just nothing there, you know, there isn't the molting counts don't show anything and there's no reproduction, and there's not much we can do then to start introducing birds. You know, it's a -- depending on the whole mix of projects and how you want to spend, you know, it has some weaknesses that perhaps that could wait.

DR. FRENCH: I gather from your presentation that this isn't a purely monitoring project though. You are indeed trying to identify physiological connections to a -- whatever the factors are that are causing the damage. If I had to put you on the spot and you would -- had to try to -- to say how much of the budget was related to physiological study and how much to the monitoring. I know you can't completely separate them, but if you had to try, how

would you split out the budget.

DR. MONTAGUE: I think it's about eighty thousand for that and one hundred and thirty or something.

DR. FRENCH: But, the monitoring also helps identify which (indiscernible - simultaneous talking).

DR. MONTAGUE: Collect some of the samples during the monitoring. For just the analysis part of it, it's about seventy or eighty thousand.

DR. FRENCH: Your analysis is -- technical support in the University of California is the ...

DR. MONTAGUE: That's the primary thrust of it.

MR. DIEHL: And what were the results in '93? Did they find out ...

DR. MONTAGUE: They didn't find any and I -- I'm disappointed too. I mean, for four years we've tried to say why aren't they reproducing and we haven't (indiscernible). Frye feels like he's close.

MR. PHILLIPS: Jim.

MR. KING: I have the feeling that an ecosystem approach to this study would look at other ducks as well, which are also in decline, these are diving ducks that occupy similar habitats within and beyond the oil spill area. Like there's a good deal of concern for scoldies, some of the eiders, old squaw ducks in terms with -- range far beyond the Sound and so I would -- I guess the question I feel I have is, how does this feet with an ecosystem approach?

DR. MONTAGUE: None of our projects really have been devised through an ecosystem approach, so I, you know -- they don't fit an ecosystem approach now, necessarily. The reason the harlequin was chosen as it seemed to be the one where most of the effect was seen, and expanding it to other ducks was only going to cost more. We do think that what's happened to the harlequins happened to those similar related ducks.

MS. BENTON: I guess I understand how the information would be useful on public lands because it would be very easy to implement review -- with through the monitoring you found a way to enhance restoration (indiscernible) coming back with a species. But, I think that there's a link that's missing for private landowners at this point, and I don't know if there's any plans for information sharing of this data, or if that's ever going to be something that's considered in the overall plan, or they're just not going to worry about the -- you know, harlequin ducks on private land. We're only going to worry about them on public land.

DR. MONTAGUE: In the main setting of western Prince William Sound, I don't think there is too much private land, but if the action is seasoned, hunting season closures and movements of dates and stuff, that would affect private and public lands, and also I hadn't thought there would be any particular opposition with private landowners for introducing birds or some kind of help for harlequins on their property. Does that meet what you asked?

MS. BENTON: I guess it does. I'll use as an example, if a timber or a landowner is developing their land through timber

harvesting, I'll use that as an example, and there's some known habitat or some nesting habitat that they think may be on that property, what mechanism is in place right now for that timber owner or landowner to come forward through this process and say, I believe that this is an area -- we're not interested in outright acquisition, however we'd like to help restoration, that's one of our goals too, what's in place now for that to happen? Man can answer that question I'm raising, but try it. But, is there a plan?

DR. MONTAGUE: No, you're right. So, what you're saying is you would suggest that we, you know, through our program of monitoring timber harvest that we pass on through the permanent process perhaps that we know that they just pile up on information and you're (indiscernible).

MS. BENTON: I think that, you know, the timber operator would -- it certainly is in their best interest to help whenever they can, and if they've tried in the past, I mean, we've tried very hard on one specific area, but I know there are other owner -- other operators in other areas that would be interested in working with the team, and I think that that should be an element in some of these monitoring, restoration projects, certain species.

MR. PHILLIPS: James King asked a question which I think is pretty important and that is whether or not you have -- you or whoever is studying the harlequins have looked at other species in the same regard? I have noticed personally, in the last three years, that the kittiwake rookery in western Prince William Sound,

in Passage Canal, has -- the last two years has had a complete failure on reproduction. They're not harlequin ducks, but they are birds in western Prince William Sound and, generally, they weren't involved in -- I assume, in the area of the oil spill, but, nevertheless, here is a large rookery which for two years solid there hasn't been a single bird reproduced out of there, and the year before that it was alarming to us to see what was happening. Have they looked at other species? I didn't hear an answer of other ...

DR. MONTAGUE: Well, we haven't recently. In '89 and '90 we looked at gulls and old squaws and scoldies, and I don't think gulls showed any significant injuries but the scoldies and old squaws looked like they were affected the same as the harlequins.

MR. PHILLIPS: But those -- those are all ducks, and I'm talking about a kittiwake, which is ...

DR. MONTAGUE: We haven't. Certainly Fish and Game hasn't, but I'm not aware of any other ...

MR. PHILLIPS: I -- I reported to them three years in a row and I don't know what's been done, but we're as concerned about that as -- because they're major attraction for visitors to see and it's one of the key things, and the thing just keeps failing, but nobody seems to pay much attention to it except us. I wonder if the cause of that it might be -- it might be helpful to know -- find out that there are other things besides harlequins that are suffering the same thing. So, it may be completely unrelated to the oil spill, I don't know.

DR. MONTAGUE: Well, hopefully the ecosystem project being developed in Cordova might help resolve some of those system-wide effects.

MR. PHILLIPS: Any other -- yes, Doug.

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MR. MUTTER: Mr. Chairman, I'd just like to put in an aside comment here for a minute to facilitate the discussion of the work plan and the projects. It seems that after listening to your discussion -- discussion earlier about this that it's clear that the individual PAG members are going to want to submit comments and recommendations to the Executive Director by the 21st of the month. It also seems clear that there's probably some general comments that you may have collectively as a group on the work plan as a whole, and I think it would be useful to try to deal with those by the end of the meeting, and make some comments and recommendations there. And -- what I'd like to do, also, is as each agency person finishes a discussion on a project and you have your questions answered, and so on, I'd like to query the group and see if you have any comments and recommendations as a group that you want to pass on. If you don't, that's fine. If you do, for example, let's look at other species besides harlequins, maybe you want to pass I'll write that down and we can pass that on as a group suggestion to the Trustee Council. That way we can have different avenues for presenting our recommendations, if that's alright?

MR. PHILLIPS: Fine.

MR. MUTTER: Okay, so, if we're done with the harlequin duck project, I'd like to ask if you want to make any comment as a

PAG on that project, and what are they?

MR. PHILLIPS: Yes, Chuck.

MR. TOTEMOFF: Yeah, I've got an additional comment on it. At our last PAG meeting, I mentioned the deer population in western Prince William Sound, which we've had reports of major decline. Maybe we can pass on, not just the bird population and other species of birds are going down, but also THE land animals, such as deer.

DR. MONTAGUE: How do you notice that. More days in the field to get the same amount of deer you get?

MR. TOTEMOFF: All my information is apparently coming from local hunters in Chenega and the surrounding area.

DR. MONTAGUE: Thank you.

MR. PHILLIPS: Okay, what is the -- what's the next project you want to cover?

DR. MONTAGUE: Okay, the next project is 94068 and it's a feasibility study to -- during the clean-up operation when there was washing on the shoreline, the water -- it naturally pushed the fine grain said up near the top and washed it down to deeper areas. While the clams that require that fine sand, you know, nearer the surface, are not -- some of the areas we've looked are not recolonizing into those areas because they don't have the fine grain sand up there. And, this -- this small project would use a dredge to try to determine if it's feasible to pump those fine grain sands from further offshore up -- up onshore again in a costeffective manner that could be done over a wide area. And, it's a,

you know, one of the few -- I don't know about one of the few -- but there's -- it's hard to find a true restoration project, and that's what this one is, you know, it's going on the ground and do something to improve the situation. Next.

MS. BRODIE: This is a pilot project to see if it would work.

DR. MONTAGUE: Right. Well, we know it will work, but whether it's cost effective and if you need four thousand people with little pumps all over the shoreline ...

MS. BRODIE: Well, yeah, that gets to my next question. Suppose it does work. It sounds like it would be something extremely expensive to do this on a wide scale, and I was wondering if you have any estimates of what it would cost to sprinkle sand all over (indiscernible - simultaneous talking).

DR. MONTAGUE: I don't. I don't, and that's what we would hope to get out of this project, that they would say for this thirty-six thousand dollars we were able to cover -- how many two kilometers a shoreline or whatever.

MR. PHILLIPS: How many sites are involved in this kind of restoration?

DR. MONTAGUE: We don't know, that's the next project is picking all the sites.

MS. McBURNEY: Where are we in NEPA compliance?

DR. MONTAGUE: Nowhere yet.

MS. McBURNEY: But yet, it looks like you're looking for it getting out (indiscernible) May-June. Yet, this is something

that, you know, it does kind of beg to question as to what are you going to be doing to those (indiscernible - simultaneous talking).

DR. MONTAGUE: Well, this will definitely require -that's right and this would require an environmental assessment.
Until it's done, we couldn't proceed so.

DR. FRENCH: Doesn't the natural hydrodynamics of the system redistribute the sand back to where it was naturally, anyway? What time frame do you estimate that's going to take?

DR. MONTAGUE: It's a good question. I don't have the answer for it. I'll try to get back to you today.

DR. FRENCH: It seems to like this redistribution should be occurring by natural forces anyway.

MS. McBURNEY: I just have a question for clarification, also.

MR. PHILLIPS: Go ahead.

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MS. McBURNEY: Does -- for each of these projects is there any work that is done prior to Trustee approval as far as getting initial homework done on the NEPA compliance?

DR. MONTAGUE: Well, it's a sticky area, you know, we -we had it in the budget here, you know, this much NEPA money was
needed for each project, but the Council didn't approve any of that
money, but yet some will say you can't condition the way you
approve projects on the 31st unless, you know, approved pending an
EA. So it's kind of a catch-22 for the moment. I mean, we've
thought about whether we were -- could safely use funds -- use
other funds that might be excess for this, but it's a sticky area.

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situation,

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policy to address that issue.

MR. PHILLIPS: Would you like to make that recommendation? Doug needs some -- some concerns here for each one of these projects. By the way, has this ever ...

MS. McBURNEY: You know, it's almost something that seems

some

major

to have been overlooked in establishing the policies for the

restoration plan, that that is not something that has been really

considered in detail, because it is almost chicken-and-egg sort of

(indiscernible) to the environment in order to restore, say another

injured species, but that -- that's got to be almost the first

thing that you do is to take a look at what those potential impacts

might be before you begin looking at whether this is a good project

or not. And yet, you know, and that's one of the other things that

was a policy for the restoration plan is that it not damage the

environment. I -- I think that might be a recommendation we might

consider as far as going back and formulating some sort of a basic

yet when you're talking about

MS. McBURNEY: One of the thing it illustrates, I think that concern.

DR. MONTAGUE: Relative to that though, the Council hasn't and won't proceed with a project until the NEPA compliance is done. So, you know, should the Trustee Council choose to provisionally approve projects funding successful NEPA compliance, if the NEPA compliance shows damage then they wouldn't proceed. But I would prefer to have it done by the 31st, thank you.

MS. McBURNEY: At least some of that basic work. I --

you wouldn't need to go through the entire process, but in terms of having just the basic background information of what the potential impact could be, it would be very helpful in being able to assess the value of some of these projects, and having that also another subheading in the project description.

MR. PHILLIPS: I notice that the proposed contractor is from San Jose. Have they ever done this successfully somewhere else?

DR. MONTAGUE: I don't -- I don't know. I'll get back to you on that.

MR. PHILLIPS: I hate to be the experimenter on everything.

DR. MONTAGUE: I believe it is experimental in nature, I mean the fact that you can move sand with these dredges is well known. I don't think that it's ever been done in this circumstance or similar type purpose. They've done this in other parts of the country.

MR. PHILLIPS: Have they?

DR. CLOUD: Yes. Whether it works or not, will the sand get there. Whether the beaches that I've seen the life comes back, it starts and everything goes back to normal. I -- it never changes (indiscernible). The sand eventually goes somewhere else. Like John said, eventually the (indiscernible - background noises).

MR. PHILLIPS: Are there any recommendations on this project? Any other questions before we go to the next one? We may want -- we'll have to extend our meeting for a couple of days, to

do what we're trying to do here. Okay, what's the next item?

DR. MONTAGUE: 94070 on page 116. And, this is a restoration offshoot of the Herring Bay experimental monitoring program which tested a number of artificial coverings and seeding mechanisms to restore fucus, and this project would do this. Well, they've eliminated a number of coverings and seeding methods as being ineffective, and there's — they've narrowed it down to a few techniques, and this project they're going to finally narrow it to the single best technique and begin to apply it. Not over a wide area this year, but to start applying it this year with the idea that in '95 it might be applied over a larger area.

MR. PHILLIPS: Any questions on this? Yes, James.

MR. KING: I wonder if by the time all the preliminary studies are done on this, the fucus, which admittedly is a slow pioneering plant, wouldn't have gotten through its slow pioneering process, and it wouldn't be necessary to go in for any expensive project. But, it seems like there is some pioneering going on. Is that right?

DR. MONTAGUE: Yes, if I can remember correctly from what the investigator said, they wouldn't anticipate full recovery until like twelve -- or twelve years or so. But, there is some turnaround, I mean it's not -- some recovery enough.

MR. KING: So, any -- any meaningful attempt to practice this on a broad scale would really be that accelerating process is moving pretty well.

DR. MONTAGUE: Well, that's correct. And, I think there

is some worry that -- that some areas wouldn't recover for a much longer period without some assistance. And, you know this injury to the intertidal could well be a significant factor in this systemic effect which seems to be hurting a great number of different species of birds and fish in Prince William Sound.

MR. PHILLIPS: Are there any other questions or recommendations on this? Trying to desperately try to come up with something brilliant here to make comments on each one of these projects, so, if you have something, let's have it. Yes, Pam.

MS. BRODIE: Think I'm going to get to feeling a little like James Baker asking with every question, what did the President know and when did he know it. What -- once you've got this technique for introducing fucus, do you have any idea what it's going to cost to introduce it all over the places where it needs to be done, and how many years it's going to take to do that?

DR. MONTAGUE: Well, I think that, you know, that the budget we have here for next year is actually less than this year because of that application of the mass and the seed -- the seed development -- seed pods, is less -- far less expensive than the research. So, you know, I mean, we haven't looked at this many kilometers and -- and this much map without, what I would guess, about seven hundred thousand over three years -- two years.

MR. PHILLIPS: If we could just, for a second before you go to the next project, we have word that Jim Ayers is going to call and have a teleconference at, right at eleven o'clock to give a brief report. I assume it's brief. We have then scheduled after

that Jim Barnett on the Whittier project, Dr. Holsten, is it? Okay, on the -- the beetle -- bark beetle consideration, and then Baker on the Prince William Sound, and the other public comments. I hope you had breakfast this morning because I think we're going to run through lunch. But that's the order, so right at eleven o'clock, as soon as we get the call in, it'll be put on the PA system, and we'll see what Mr. Ayers' report is, and -- which tells us he's still at the airport in Juneau. Do you need a break before he calls? Anybody? You want to take a break? Okay, then, if you could be right back here at eleven so that we expedite this telephone call, I'd appreciate it.

(Off Record 10:50 a.m.)

(On Record 11:05 a.m.)

MR. PHILLIPS: Come to order. The -- they finally got through on the telephone, so Mr. Ayers is going to be on the -- on the line, so technically you're going to have to tell me how this happens. Have you got him on now?

MR. AYERS: Yes.

MR. PHILLIPS: Oh, are you there?

MR. AYERS: Yeah, hi Brad.

MR. PHILLIPS: Hi. We've got lots of reorganization on our agenda today, so we're most anxious to hear from you. Does it look like you might -- you might even get into town today?

MR. AYERS: It looks questionable. I mean, it's -it's normal Alaskan weather here and it's normal Alaska Airlines
information. The planes are overhead. They diverted once, it

opened up, but by the time they got back it -- the fog had set in again. So ...

MR. PHILLIPS: Well why don't -- why don't you go ahead and tell us -- we'd like to expedite everything as much as we can, but we're most anxious to hear from you. So, why don't you just proceed and we'll go from there.

MR. AYERS: Okay. Is Eric Myers -- is he down with you?

MR. PHILLIPS: Yes, he is here.

MR. AYERS: Okay, good, so we can just incorporate -I'm assuming he has not talked about project status report at this
time.

MR. PHILLIPS: No, he just talked about weather status. What we're doing ...

MR. AYERS: Okay.

MR. PHILLIPS: Let me tell you what we're doing. We have Fish and Game here right now, and we were starting to go through the projects one at a time without benefit of your report and asking questions and -- and so on, and we're just proceeding to fill in the time. Then -- as soon as you finish, we've got public comment time here, and we've got several people to be heard on that thing. So, when you finish, that's what we're going to go, and then we're just hoping you'll get here this afternoon.

MR. AYERS: Okay. Yeah, my plan is to hang out here at the airport. Eventually, I'm sure, a plane will get out of here and I'll get on what is the next available flight.

MR. PHILLIPS: Seattle is nice this time of year.

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MR. AYERS: Yeah, we've -- there actually were a couple of flights south and that was one of the options that we considered. First of all let me say that what I'd -- what I'll do is give an overview of what we're doing and then on each item I'll stop for questions. How's that sound?

MR. PHILLIPS: That's fine. We'd like to know.

MR. AYERS: Eric Myers is -- is there, I understand it, one of the things that Veronica Gilbert and Eric have been working is a project status report. And, of course, that is in part due to your request, I think was generated at your last And, of course, it is a sound basis and reasonable meeting. That is, what have we been doing. So, Eric has a request. package, which is a working document, and what we have tried to do is go back and identify all projects since the beginning of '92 that were funded as projects post actual spill clean up activity. And, what I think this will do, will give you a sense of what has been transpiring, at least in terms of projects, what activities have been going on. And, hopefully, it will give you an idea of the status. Although, let me say that some instances, of course, like many other aspects of both the spill and the trust, there are items for debate. And, the status of some projects is, since we are dealing with scientists and lawyers in many instances, they are items of debate. But, I think that this project status report will give you the basis from which you can either derive conclusions or generate further questions. So, Eric I don't know if you'd like to

-- to say something about the report and then distribute that.

MR. PHILLIPS: Jim ...

MR. MYERS: As a point of ...

MR. PHILLIPS: Go through parts were handed to us since the beginning of the meeting today. We have them in our hands, the '92 and '93, and Eric may want to comment, but he has told us what they are. We have not had a chance to read them, of course, and evaluate, but we do have them in hand.

MR. AYERS: Okay. That is an effort on our part, as I say, to respond to what I think is a critical question, and that is what has been transpiring, what activities have been going on, and what is the status of those activities today. And, actually you have a more recent draft than I have, so you're even ahead of me at this point, and there were several questions in the earlier version that I had. So, I know that it is going to generate questions. What we'd like to do is have you review that at some point and then either individually or if you want to put together a collection process of questions and get -- direct them through Doug Mutter, and we'd be able to respond to those and certainly intend to.

MR. PHILLIPS: Eric, did you have any comments at all?

MR. MYERS: No, I just wanted to make sure that Jim knew that you'd have the report, and that it is in process, and this is a draft document, and it will undergo changes as project status changes further.

MR. AYERS: Let me mention, also, that I understood

during your last meeting, that a further inquiry had to do with not only the projects that had been funded and their status, but also an inquiry regarding what has been reimbursed. And, that effort is a little more involved and that probably will not be completed. However, let me say that the information about what has been reimbursed is over at the Department of Law, and anyone that's interested in going over there can contact Craig Tillery, or I'd be glad to help you set that up. There is information over at the Department of Law through -- through Craig, with the actual information of reimbursement, and some of that has been, I guess put together by Ross -- Steve Ross of the accountant firm down in Seattle. So, there is some information that is available regarding I don't have a summary report for you, and it's reimbursement. going to take awhile before we actually have that. If anyone is interested in that information prior to this report, prior to projects of '92, then it will mean actually looking at the documents relating to reimbursement requests of of the settlement. Any questions?

MR. PHILLIPS: Apparently not.

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MR. AYERS: Okay. One of the things that has become clear to me and certainly was mentioned in a memo to the Trustees, and -- and -- and by others besides Dr. Spies in a memo that he submitted in October, has to do with the importance of having a management structure for implementation of the restoration plan. Let me also say that it's been clear that people's talked about an ecosystem approach or an ecosystem-based management structure for

implementation. We are in the process of developing a management structure, and I mean more than just an organization structure. By a management structure, I fully intend that the management structure will be goals that lead to accomplishment of the mission. Specific measurable objectives that lead to goals, and that projects or activities, otherwise known as strategies, that those activities or actions which take energy and money will be identified as leading to a measurable objective. We're working on the 13th and 14th of this week with a group of scientists, the work members of the Trustee Council staff, and representatives in a work session, and that work session will begin at 9:00 a.m. on Thursday, assuming this fog lifts, and the effort there is to put together a management structure that the general public, as well as the scientist, can look at, understand and What we'll do on the 13th and 14th is put the participate in. outline of that structure together, and by that I mean we'll identify guiding principles, and that effort would include guiding principles like policies that have already been clearly written in the restoration plan. That we are looking at a healthy productive ecosystem, includes bio-diversity, for example, not single species It is not just the matter of the production of a specific fish or for a specific effort, but it's a bio-diverse ecosystem. Another example of a guiding principle would be the importance of recognizing the socioeconomic values of the resources, so that as we move into the actual setting of goals and objectives that we -we would ensure that that guiding principle is recognized so that,

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for example, species activities or activities would not be to the detriment of local communities. Another important guiding principle would be to ensure that cost benefit analysis or, at least, a risk consideration be made prior to conducting a strategy or an activity. And, for example, an activity that may actually cost, and by cost I mean not only dollars, but what is the -- what are the other costs involved in conducting an activity and have we actually considered whether the activity and the cost of that activity far outweighs the benefit that might be derived. And, a very simple example of that is, you know, it was quickly discovered that handwashing individual rocks was not necessarily a cost effective way to go about dealing with the oil on the beaches. Another example of that, as far as species are concerned, in some cases it might be clear that for several million dollars, we might be able to derive some interesting information regarding these specific species, but in fact the cost of -- of getting that information might not only be far more expensive than the benefit derived, but also may have detrimental impacts on the species themselves. For example, capture in analysis. Those -- those are some various examples of guiding principles. We intend to spend some time discussing guiding principles with -- with the scientist, people involved. We intend to identify the various species that -that -- that have been identified as those which reflect a healthy, productive ecosystem of the spill area, and in some cases that very may well include other species beyond those that are -- that are injured, with the understanding for those who are attorneys who are

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listening to this, I always like to be able to look around the audience, and in this case I can't do it, but I'm sure that if there are attorneys there from any of the agencies or solicitor's office that they're ready to jump on that and let me know that the decree does not allow for the consideration of other species except as it relates to the injured species. There's two things that I have to say about that, and one of those is that there very well may be species that have been injured that we have not identified, and I know that people have mentioned to me, well be careful with that. Well, I am careful with it. On the other hand, I think that we also have to pay attention to some of the comments that we have received from both the scientists and the public about some things out of the ordinary that have been noticed that need to be reviewed. An example, the species that has not been identified, but certainly a number of people are saying have a direct relationship to injured species is the forage fish. now, there's a discussion of there needs to be some research with regard to macro zooplankton. So we would -- we would come to some discussion, some agreement on a list of the various species that we know today that we ought to look at. We also would talk about the services as well as processes, and processes -- there's a couple of processes I can mention. One of those is communication. we ought to have some -- some specific goal regarding communication and objectives that are immeasurable that relate to communication. Another one is integrated research. Now, integrated research is something that can probably -- falls apart somewhere else, but I

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think a -- that we need to realize that integrated research is going to become a process that we need to focus on. We currently are spending millions, at least a million, and I think millions with regard to -- to research data-basing or monitoring databasing, and it is certainly not clear to me that that information is either going -- going into or being directed into a central focus or focal point, nor am I clear that that information is being gathered in a consistent manner that ultimately becomes a data base that can be readily available to the public, future scientists, whoever, or resource managers that in the future will need that information. So that we would have a list of species and process, as well as services. We would set goals. A goal example would be, and we know we have our mission statement that has been adopted by the Trustee Council, a goal might be a healthy population of sea We know, or I think we all would agree that -- that a healthy ecosystem would in fact have a healthy productive population of sea mammals. An objective, something that would measurable that we can actually identify as opposed to an abstract (indiscernible), you know concept, something that's actually physically measurable, as opposed to, you know, concept which is a goal. An objective would be a healthy population of sea otters as determined by, and then we would look to what's already been adopted in the restoration plan, been described by Fish and Wildlife Service, I think has the responsibility for that, as well as public input. Then we would -- then, and only then, would we get into the discussion about strategies. What then would you

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spend money on, what -- what is it that is a reasonable investment with regard to monitoring and research that has to do with sea otters. What types of habitat protection and what types of general restoration. In any event, that is a very brief overview of the effort that we're going to be engaged in here shortly, and that is going to be the structure that we're going to utilize then to build the '95 and future work plans. Let me also say that one of the things that I think that we must do is identify what kind of time period are we talking about when we're -- when we're engaging in a monitoring and research activity. Certainly, a year-by-year or month-by-month or quarter-by-quarter approach is not productive. Or, I take that back. It may be productive but it certainly is not the most efficient management approach. I guess I'll stop there.

MR. PHILLIPS: We have a question. We're just getting the microphone to the party. Go ahead.

MS. GAGNON: Hello Jim, this is Sharon Gagnon speaking. I'm wondering as you have this meeting and talk about your management plan, how the idea of an endowment is going to figure into your discussions?

MR. AYERS: I don't want to get too far ahead of myself, but I guess I can -- I can answer that question like this. My -- my view is -- is that we have a clear mission statement, that the mission -- that we need to identify what are the aspects, what are the parts of that mission, and that's the species processes and services. That, within that are these goals and objectives. In some instances, it's clear, I think, that based on what I've heard

the scientists say, and I want to say I learned a great deal in the past talking with the scientists at Fish and Game regarding what we don't know about the marine environment or in some cases even the terrestrial or the uplands environment. In Cordova, the three day workshop was extensive, certainly broadened, I think, everyone's It certainly did mine. And, that's a long way of saying, I think one of the things that has become abundantly clear, and I'm getting cautious about saying abundantly clear because what may be clear to me I now find is not necessarily clear to scientists or lawyers on an individual basis because in many instances they're paid for the debate, not necessarily for a specific solution, which is their discipline. The long-term recovery of many species is going go -- is going to be beyond the year 2001. Many of the monitoring and research projects that we have been kind of taking on year-to-year basis, appears to me, based on the information that I have, is going to go on beyond the year 2001. accomplish our mission, it's going to be beyond the year 2001 when someone actually is going to be able to say yes, that is a healthy, productive ecosystem because we've accomplished all of our goals. Now, the specific response to your question is, I don't know about endowments at this point because there -- there are a number of legal questions that you've probably already heard. I think the question is -- is how do we provide for the strategies that are going to be necessary to accomplish our goals that lead to our mission that are going to be extended beyond the year 2001, and I think we've got to figure out a way to do that.

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reviewing alternatives for an -- for endowments, and alternatives to endowments. And, let me say one other thing, there's three or four different languages spoken, and some people heard me say this the other day, but I came away from Cordova and then a meeting in Anchorage and then a couple of meeting in Juneau this past week, clearly realizing that there are various languages being spoken. In some cases they're -- it's a legal language and in some cases it's a scientific language, and in some it's a political language, and they do not necessarily, in some instances they use the same words, but they don't mean the same thing. The attorneys do not necessarily agree that there ought to be an endowment, or that there can be an endowment without going back to court, or going through Congress. On the other hand, the scientists are clear that there will be long-term research, and you know, that the court did consider what should happen beyond the year 2001. It does not necessarily change the fact that -- that the scientist believe that there going to be some of these strategies that are going to go So, we've got to carve out a different beyond the year 2001. approach that will satisfy both the scientists and the attorneys in order to get to the issue of long-term strategies, like endowment. Although, I'm not sure the word endowment will ultimately be the right answer. We certainly need a reserve established to -- that will provide for an ongoing program. How's that for a lengthy response to a question about one word?

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MS. GAGNON: Thank you, it's abundantly clear, thank you.

MR. PHILLIPS: We have another question here. If each of you would identify yourself as Sharon did, then Jim knows who he's talking to. Go ahead.

MS. FISCHER: Okay, Mr. Ayers, my name is Donna Fisher, and I had a couple of questions on who will be attending this workshop, how are they picked and where's the PAG group in this group? What kind of function will the PAG group have with this?

MR. AYERS: Well, let me say that we have been — we've been trying to reach Brad and Rebecca upstairs as an invitation for Brad. What we first tried to do is keep it to twelve to fifteen and it's grown to thirty, and so what was originally going to be kind of a scientific management work shop to get a draft that we could then get out to you, has grown to quite a large number, but the answer to your question is that we invited people from Kodiak and Seward, I think, Chenega, Tatitlek, Valdez and Cordova, and we are inviting the chairman. And I, evidently Molly had tried to reach you, Brad, but you were out, I guess.

MR. PHILLIPS: You're right. I hadn't heard about this, but if I'm going to be out again, which I'm going to be, is it all right to send a representative.

MR. AYERS: Yes, and Rebecca -- as I say Rebecca has the letter and if you want to simply designate somebody, that will be fine, and you know, that's -- that's up to you and the PAG.

MR. PHILLIPS: I think I'll have to do that because I'll be on the other side of the continent when you're meeting and we'll get that notice to you right away.

MR. AYERS: Right. And, the four scientists, I don't know if that was a part of the question. The scientists, actually the four, I want to be careful, there are at least ten scientists counting the scientists that are also coming from Alaska, so there are a variety of scientists from the peer group besides Bob Spies. And I -- somebody has already -- somebody has asked me that question a couple of times, and, yes, there will be a variety of scientists, including scientists from the peer reviewers besides Spies, Dr. Juday from the University of Alaska, Fairbanks, Dr. Rhodes from Newfoundland, and Dr. Pete Peterson are the three that come to mind.

MR. PHILLIPS: Do you have another question?

MS. FISCHER: No, thank you.

MR. PHILLIPS: Anybody else have a question? Yes, Pam.

MS. BRODIE: This is Pam Brodie. I am delighted to hear what you've been saying, Jim, about the changes that you want to make in the management structure and setting goals and strategies for recovery. I think this will be an enormous improvement. I have been disappointed that the 1994 work plan materials that we have receive follow the same format as previous work plans, which provide us with enormous stacks of paper, but very little information which makes it easy for us to judge these projects, either how important it is do them or justifying the cost. We've got a three inch stack of budget materials, but as far as I can tell provides no useful information in judging the cost. So, I — and I know none of this is your fault because it was

pretty much done before you came, but I am delighted that you're going to be changing this process. Meanwhile, we are in the situation of being expected to give recommendations. And, this morning we passed a resolution that gave ourselves more time for commenting beyond the January 14th deadline up to the 21st so that we could at least have the benefit of Dr. Spies's recommendation. Is that going to be a problem if we don't send in our comments? What we're planning to do is send them in individually rather than meeting again, and doing it by the 21st. Is that a problem for you?

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MR. AYERS: Well, geez, three things. One, I think that we are where we are because of a lot of hard work by a lot of people. I mean, the more we know, the more we hear -- no one knows how to deal with a eco-disaster and eco-catastrophe, and, in many ways, we're all out on the cutting edge of this and I want to make sure that I do not imply that I think that that a lot of hard work has not gone in to getting us the basic foundation, including the restoration plan, which gives us the quidance. Actually, is the -is the -- the overview gives us the direction which allows us to put down together a specific management structure. Secondly, you're exactly right. I don't -- I don't know how to get there any quicker for '94 and, although I mentally have some disciplines that I want to -- that I'm going to utilize in making recommendations to the Trustee Council regarding projects, I don't -- I don't have the ability to get a structure in place in order to consider the '94 than my individual disciplines, as I say. Thirdly, the answer to

your specific question about the 21st, I guess, let me relate that back to my item number two, which is that I intend to give a recommendation to the Trustee Council. We're developing a spreadsheet that identifies the project, generally what the project would do, a Chief Scientist comment recommendation. If there is a legal opinion about the project, what that opinion is or comment is, and then I want to -- what I'd like to do is put in a comment about previous projects that may be related to this one. certainly a project has not been completed in the past or had lead to no apparent conclusion or accomplishment. I would like for that to impact -- it would impact my decision or recommendation. I also had, and we have in this template that we're trying to develop, the PAG recommendation, which definitely will affect me and how -- and how I comment to the Trustee Council on a recommendation. looking forward to your comments because I was hoping that you would help instill some discipline, is the project clear, is it clear what objective will be obtain through the project, or leads Does the project have a meaningful relationship that the to. general public can understand and support? If you don't get that in until the 21st, it's actually a time and technical question because we're -- I guess I'd leave -- I guess I'd have to talk to Eric and Ward. That's a Friday? Is -- is that right, is that correct, you're talking about that Friday?

MS. BRODIE: Yes, that's correct.

MR. CLOUD: Jim?

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MR. AYERS: Yeah.

MR. CLOUD: This is Jim Cloud. I think the reason that we — the reason we asked to extend it was because Dr. Spies didn't show today, and we don't have the benefit of his scientific information as we have last year, and we thought that it was important to have that information as we formulated our comments. And, when we did pass the resolution to move our comments until the 21st, we did so with some — with some note that it was probably unlikely we'd even have Dr. Spies's report by then, just based on past history. Now that you're in charge, we can probably expect it in a much more timely manner.

MR. AYERS: Well, I think, my understanding is that he commented on some of these projects and I don't know if we -- back in July, some of these projects that were identified previously, it's my understanding that he had commented on them before, but only in -- in a numerical range fashion from low to -- to top priorities or some such thing.

MR. PHILLIPS: That's correct. We've had one other question, Jim, raised this morning. Do you anticipate any delay in the action of the Trustee Council, which might happen because of lack of appointment to fill the place of Charlie Cole, or do you expect that to happen so it won't delay the meeting on the 31st.

MR. AYERS: I anticipate no delay.

MR. PHILLIPS: Alright.

MR. AYERS: And, I am encouraging the Trustees to move forward.

MR. PHILLIPS: Okay, we have a sort of a time crunch here

and would ask if you have anything else at this point. We have several people standing by on public comments that we would like to get to so as not to hold them up too long, and so if you've got another subject or something else, or if there is a question of one of the members, let's try to expedite it if we can. Yes, we have another question.

DR. FRENCH: Jim, this is John French, just a real quick question. I appreciate your comments on the endowment. I assume from those you would have no problem with us suggesting or recommending that a sum of money, say ten or fifteen million be set aside to establish a reserve fund?

MR. AYERS: I -- I have certainly no objection to that and I think that without -- and I want to be clear here, you want to be careful get -- a new Executive Director into deep water too quick without knowing what kind of power he's got in his engines. I believe that, based on what I'm hearing from the scientists and from the people working on monitoring research, that there is a need for long-term reserve. That there is a need for long-term research and monitoring and a reserve is the approach that I think makes the most sense based on what I've heard from the public and what I've heard from heard from scientists and we are looking at that, and you will hear me talking about that at the next meeting. So, I have -- I would have no objection to that whatsoever.

MR. PHILLIPS: Okay, except identify yourself.

MR. TOTEMOFF: Yeah, Jim, Chuck Totemoff.

MR. AYERS: Hi, Chuck.

MR. TOTEMOFF: Hi.

MR. AYERS: I -- we keep missing each other. I've left messages and you've called me, but I'm mostly in airports.

MR. TOTEMOFF: Anyway, on the agenda here, it says that you were going to give a report on habitat protection, and your first newsletter says that you're going to -- we are directed by the Trustees to contact the landowners that received a high parcel ranking, and I was just wondering how that process is going, because I never received a call on that?

MR. AYERS: Well, I think what -- what the transcript says and what the Trustee Council said was that I would work -- identify a lead agency, and -- and, in the case of a lead agency, that the lead agency would work with me to make a contact, and if you have not been contacted I'll be glad to -- you know, I -- I'd be glad to talk to you.

MR. TOTEMOFF: Thanks.

MR. PHILLIPS: Any further questions to -- yes. Kimberly.

MS. BENTON: Jim, this is Kim Benton. I just have a follow up question. Is basically the status of where we at under the habitat protection process is that the working document Volume One and that's where we're at until public comments came back?

MR. AYERS: The Trustee Council directed me to, as Chuck said, identify willing sellers of high value parcels and engage in preliminary negotiations and discussions. In my view, what that meant and it is in the transcript of that direction,

would be to identify who the seller is, a lead agency and a corresponding opposite Trustee. For example, if it's a state lead agency, then there would be a federal Trustee identified to work with the team in talking with the seller, and that what should happen is simply identifying the seller's interest and potential integrated strategies, and then reporting back to the Council, which I intend to do on the 31st.

MS. BENTON: Okay, so ...

MR. AYERS: And by -- by seller's interest I mean do they own the property, are they high value parcels, what kind of ownership do they have, are they interested in selling that or having it put into protective status. If so, what -- what is that interest, and are there integrated strategies that might come into play there, and certainly the Council talked about, you know, multiple funding scenarios, are there other pots of funds around that may be available to participate in habitat protection activity. And, also, an integrated strategies would include -- are they interested in -- in a potential land exchange.

MS. BENTON: So, what I'm understanding you to say is that at Trustee Council direction, you're proceeding only on habitat protection process that deals with acquisition, not with any other option?

MR. AYERS: No, no that is not -- that is not -- I'm saying with regard to habitat acquisition.

MS. BENTON: Okay, can you tell me, other than habitat acquisition, other alternatives, protection mechanisms where you --

where are your status is on that process?

MR. AYERS: Well there -- there are several projects. One of those is some -- some -- with regard to habitat protection, there's some activities, maybe its rehabilitation as -- as opposed to protection. Habitat protection activity is a part of what's going on with the mussel bed proposal, as I understand it. It is, you know, is some work on the mussel bed restoration work, but then some protection. Also, I think if you look at some of the projects like the Kenai sockeye project, those -- there's certainly habitat rehabilitation as well as habitat protection going on there. I don't know if you have something specific in mind.

MS. BENTON: I guess my specific question is, up until this point it's been, once an owner is interested in selling their lands or it's in conjunction with another specific project, there has been very limited communication, and when we've tried to come forward as landowners or timber owners and say we're interested in looking at some alternatives, unless we were willing to sell the lands and the landowner was willing — or timber owner is willing to sell the lands, or it was in conjunction with another project, there's been no communication or sharing of information. And, my question is whether that is an issue that you'd like to tackle and, if so, what can we do to help?

MR. AYERS: Well, I, yeah, I guess I just don't know enough about what your real question is. I don't understand what your question is.

MS. BENTON: Has the restoration team or the Trustee

Council looked at habitat protection mechanisms other than outright acquisition, unless it's tied into a specific project? How can we do that?

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MR. AYERS: Well, let me say two things. First of all there is no restoration team. Secondly, the Trustee Council has been -- has a process for identifying on -- and based on -- and it has to be based obviously, both scientifically and legally, on injured species and identifying critical habitat areas, and then identifying those highest value critical habitat areas, and then trying to determine a way to provide protection for those critical habitat areas in order to allow the most rapid restoration of the injured species. Now, I'm not -- you're saying, is there -- is there another alternative, and I quess that -- it -- if it's a high value parcel and it has critic -- and it obviously is, if by definition it's a high valued parcel, it's got important critical habitat association to the injured species. Then the seller certainly has, I mean, one of their rights is, and that's what I was saying about seller interest to identify their interests as being protecting that particular habitat without necessarily selling it. Well, let me also say that, this is my opinion, not the Trustee Council's. I'm going based on the Trustee Council recommendation -- I'm sorry, direction to me -- and then my recommendation back to them based on what I find out and what is reported with regard to the seller's interest. But I -- let me say one other thing, and I'll be -- I'll take another step at this, and get myself in deeper. I do not think that it is prudent to engage

in -- to engage in expenditures, high expenditures of funds as you get further from fee simple and higher in costs. And, let me say that another way. I think -- I think that the probability of success and -- and the wide use of funds gets -- gets lost the further you get from actual fee simple, and the higher you get in costs the more difficult it is for the public to accept that that's a prudent investment.

MS. BENTON: I think that -- I don't want to tie up anymore time, and so probably you and I should talk about this on another date, but something to keep in mind is that there are willing owners that are not willing to sell their lands, that don't want any money, but just want to have this information shared with them on how they can help restoration on their property. And, so I think that's a very prudent expense of public's money, when it's no money. So, you and I can talk about that a little later.

MR. AYERS: Yeah, and -- and I'd be very -- and like I say I don't understand your question, and I'm, you know, I'm just -- I'd be glad to -- I'd be glad to sit down and talk with you about it because there is report on -- on both parcels and large parcels coming up.

MR. PHILLIPS: Are there any further questions from the group, and do you have anything else -- again that you want to tell us.

MR. AYERS: No, I -- I appreciate your time ...

MR. PHILLIPS: It's our pleasure.

MR. AYERS: ... and -- and if there's anything I can

do to help, let me encourage you to go as far as you possibly can, particularly with some of these projects you've seen in trying to be — and at least giving them your best shot at a recommendation and commenting about is it clear, is it an understandable project to the general public, and does it lead to a — to a specific objective that's measurable with regard to the spill? The more you can — the more you can accomplish there, you know, the better it's going to be for all of us.

MR. PHILLIPS: We're going to give it the best shot we have and try to -- it looks like we're going to be over on tomorrow. But, don't leave the airport. Get on the next airplane.

MR. AYERS: I understand. Brad, let me also mention that it would be good -- I'll call Eric on a different line, but I think Eric and I can have a conversation about what is the best way to give you Spies's comments, but also to try to figure out what's the latest date. I'm very concerned about the 21st. I think that -- that's going to put us in a situation where I won't have your comments in time to incorporate them into mine, unless you could do it in a unified way. But, if we get, you know, fifteen or sixteen different people sending in individual comments on each project, you know, there's no way to assimilate that information.

MR. PHILLIPS: Why don't you give Eric then your -- your drop-dead date and time, any concerns that you have, and he can get back to us before the meeting is over. And so, we will try our very best to accommodate you.

MR. AYERS: Thank you much for your time.

MR. PHILLIPS: Okay, thanks for calling.

MR. AYERS: Talk to you later, good luck.

MR. PHILLIPS: Okay. I hate to interrupt Fish and Game thing, but we have passed the time that we've told the public that they would be heard, and I'd like to proceed to that, and then take up Fish and Game after lunch. So, if you want to take a long lunch, this is probably a good time to do that, and we have three items, at least, that we have to be heard now. If that's all right with you, can you come back this afternoon?

DR. MONTAGUE: Yeah, what time?

MR. PHILLIPS: Well, let's see, it's twelve now, I would say two o'clock. Is that all right? Okay. We'll try to get this — the rest of this out of the way so we can get back here by two. Jim Barnett, if you wouldn't mind coming up and using the table here and the microphone, and make your presentation. Mr. Barnett, by the way, represents the City of Whittier, and they have been working on extensive plan of infra-structure improvement and other things that Jim will give you in detail. So, why don't you just proceed and if — give us what you need and then we'll — we may have to interrupt and ask some questions if you're not clear, but go ahead.

MR. BARNETT: Thank you. Am I hooked up alright? Okay, good. Two things, first of all I'd like to extend the regrets of Gary Williams who is the City Manager of the City of Whittier. He and I and the gentlemen I'm about to introduce, jointly made the presentation I'm about to make to the recreation work group. Gary

had a city council meeting last night, and as those of you who travel to Whittier know, the train service is not on a daily basis, and so Gary is stuck in Whittier until tomorrow, when the first train comes back from Whittier.

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MR. PHILLIPS: Another good argument for the road to Whittier.

MR. BARNETT: I knew the chairman would appreciate that I'd also like to introduce Mark Stall (ph), Mark is the Manager of Lands for Chugach Alaska Corporation. I'm sure he was interested in the previous commentary, but he's not here to talk about Chugach's land entitlement with respect to habitat enhancement, but he certainly is interested in the Shotgun Cove project. I have been recently retained by the City of Whittier to assist them, both as their city attorney and also to assist them in respect to planning for the impacts anticipated from the now apparently funded construction of a road to Whittier over the I don't know how many of you are aware of existing rail line. that, using Exxon-Valdez oil spill funds, the Alaska Legislature last year appropriated necessary state match for federal funds, and an EIS is now underway to -- of the so-called Whittier access project EIS. I'm looking around the room, I know a number of you are familiar with the Whittier access project EIS, and that's an ongoing effort that I understand will be coming to a conclusion by The City of Whittier, for those of you who have not late spring. been there, is more or less a land-locked parcel of land now that has as it's only access the rail service that is periodic and --

and the concern, I think, that the City of Whittier has is, once the road opens, the projections are a very substantial change in the amount of visitor traffic into the town, and Whittier needs to do something to get ready for it. We're working very hard with the railroad and others to examine alternatives in the core area of Whittier proper, but for those of you who've been there, I think you can appreciate it. It's a very limited land area. The significant alternative use of land in that -- in the passage canal area is either at the head of the bay where the oil tanks are, or this area Shotgun Cove, which is six miles further out of via now -- a trail extends about half that way, and then there's no further access to get out to Shotgun Cove, but Shotgun Cove is privately owned land, exclusively privately owned, or City of Whittier owned This drawing is a depiction of -- of Shotgun Cove in one of its earlier iterations as to how it might be developed into a recreation destination. The principal landowners, again, are the City of Whittier and Chugach Alaska Corporation. Mr. Chairman, we made a presentation to the Recreation Work Group in November about the Shotgun Cove project, and it's not my objective to reiterate the -- the comings and goings of the Recreation Work Group, except to say that there were thirty or so projects that were proposed to the Recreation Work Group, and I think just a handful have been forwarded to the Trustees, and Shotgun Cove did not enjoy very much support at the Recreation Work Group, and was not one of those that What I wanted to do is visit with the was brought forward. Advisory Council about the Shotgun Cove project, generally, and

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then to comment on the draft work plan, which seems to suggest that projects like Shotqun Cove would not be eliqible to receive funding, and I would like to say, and I believe can speak for Chugach Alaska as well, that we think that this kind of a project should be considered and should not be foreclosed by the draft plan and the methods by which it describes funding that you can receive from the Exxon-Valdez oil spill settlement funds. Shotgun Cove is now an undeveloped area, and though as I indicated, it is privately We have developed the concept, the people of the City of Whittier over the past decade, in conjunction with Chuqach Alaska Corporation, have identified many different scenarios. This one as drawn is -- is a little bit more aggressive probably than -- than we would undertake, but the concept is to have a boat harbor. The front boat harbor in Whittier for those of you who are not aware, accommodates about three hundred boats, and it has about an eight year waiting list. In other words, there's a tremendous amount of pent up demand that has never been realized in Whittier. concept here is to provide further boating opportunities, to provide opportunities for the day operators, and we anticipate that there would be more day operators once the road is open to Whittier, and to also provide a tourism destination, that is, a lodge resort concept. We believe that this -- that funding for this kind of a project would be appropriate for Exxon-Valdez oil spill funds, in conjunction with other public and private funds that we can identify to make this project a reality. It is the -the total cost of the project is the -- the road and harbor is

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probably about forty million dollars, probably the private and other governmental funding would -- would generate all but fifteen to sixteen million dollars, and the request that we made to the Recreation Group was for sixteen million dollars, which is what we think is the number necessary to make this project happen. the road and harbor projects are funded, we believe the upland projects which can amount to another -- near another hundred million dollars of facilities along the upland. We believe that those will all sustain themselves on a -- on a private basis internal rate of return is demonstrated by because their independent analysis, shows that those projects will support themselves, assuming there's a road and harbor in Shotgun Cove. We believe it's a project that will establish western Prince William Sound as a superior recreation destination. We think that it will benefit recreational opportunities in Western Prince William Sound and renew people's faith in western Prince William Sound as the best in the nation, and recommend it to the Trustee Council and to the Public Advisory Group. I'd be happy to answer any questions. You want to say anything?

MR. PHILLIPS: Alright, Kim.

MS. BENTON: (Indiscernible - out of range of microphone)

MR. BARNETT: We did.

MS. BENTON: I mean, how we ranked this project?

MR. BARNETT: No.

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MS. BENTON: Out of thirty?

MR. BARNETT: In the twenties, I don't remember the exact number.

MR. PHILLIPS: Are there any -- yes.

MS. McBURNEY: Which aspects of this project do you see as being eligible for funding through the settlement.

MR. BARNETT: Well, the concept is how high -- how, I guess you define the work restoration, to the extent, I mean the -- if you read the draft plan you see that there's a lot of public concern over the continued recreation opportunities in western Prince William Sound, that there have been impacts to the recreation resource, and we believe that by establishing a recreation destination that people will have renewed faith in western Prince William Sound. It will also provide an opportunity for people to visit the Sound and come back without having, you know, it will be a destination in and of itself, so people will take, for example, a day cruise and go out and come back, and, hopefully, then wouldn't impact the oiled beaches. I see this as a dual opportunity in that respect.

MS. McBURNEY: Do you have any suggested numbers as to how many -- how much additional traffic it would bring into the area?

MR. BARNETT: Well, the numbers are being generated by the Whittier access project EIS. It suggests that within ten years there will be a million new people in western Prince William Sound when the road goes through.

MR. PHILLIPS: That's visitors.

MR. BARNETT: That's visitors. So, I mean, what we're trying to do is accommodate the expected impacts and, you know, for those who are familiar with Whittier, we've got a hundred acres in the town proper and old dilapidated structures and a boat harbor that's filled to capacity already. So, we're going to have a million people in Whittier, and we don't -- we're not quite frankly sure what we're going to do with them right now.

MR. DIEHL: It sounds like an impact of -- just building the road, not of the oil spill, what you're talking about. The funding for the road was -- how was -- how was the road suppose to be funded.

MR. BARNETT: The state match is exclusively oil spill funds.

MR. DIEHL: Criminal or civil suit?

MR. BARNETT: I believe the criminal -- from the criminal fund.

MR. BRODERSEN: If I could interject just a minute. The money is from reimbursement of state expenditures on the oil spill is neither civil nor criminal, and it's strictly state fund. It is not really truly associated with the Exxon-Valdez. It just happens to be coming back from reimbursements from the Exxon-Valdez. It's not something that the legislature took out of civil settlement, it's not something the Trustee Council passed on (indiscernible - coughing) legislature, state funds. But, let's not discuss them (indiscernible). It's not Exxon-Valdez funding (indiscernible).

MR. BARNETT: Okay folks, we've not understood it that

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MR. BRODERSEN: That's what it is.

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MR. PHILLIPS: Yes, Jim.

How much -- how much is the extreme MR. CLOUD: (indiscernible) the projected cost for the road from Whittier to Shotgun Cove?

The -- the six miles is about twelve, I MR. BARNETT: believe, million dollars.

So, then that's the basis for your request MR. CLOUD: here, is for the road construction.

It's -- it's proposed in a different MR. BARNETT: format in that we've -- we've indicated what we believe the total cost of the road and the harbor together are, and then we've subtracted from that the funds that we think could be generated from public and private sources to accomplish those two projects, and we've come up with the net. The numbers are similar, but we're not just saying, please pay for the road, we're saying that to the extent that we could identify sixteen million dollars, we could do the road and harbor with other sources.

> Further, Pam did you have a question? MR. PHILLIPS:

MS. BRODIE: I just wanted to say that the Trustees have gone through a very long and difficult process to produce a restoration plan, and it's had a tremendous amount of public input including from this body, and I think if the Public Advisory Group starts recommending projects, in this case a fairly expensive project, that are ineligible under the restoration plan, that we're

going to cause a lot of turmoil in this process and unnecessary time and trouble, and I don't think it's going to be productive. I don't -- I'd be surprised if the Trustees started disregarding their restoration plan to approve subsidies for real estate development.

MR. PHILLIPS: Apparently there's a question as to whether it qualifies, by law whether it qualifies under the restoration plan, isn't that correct? And, I don't know whether you have answers to that.

MR. BARNETT: I -- what's it, it's a draft plan and to the extent, I mean, you know, certainly the way the draft plan is written, there would be some pretty significant limitations on, well I'll quote the most critical sentence is on page 13 of chapter two which says projects to be avoided, doesn't say excluded, are those that create different uses for an area such as constructing a small boat serving facility in an area that is wild and undeveloped. And, I don't know if that was written with Shotgun Cove or maybe the Chenega project in mind, but those are the two that come to mind when reading that sentence.

MR. PHILLIPS: I think the question of whether there was damage -- whether it was damages or not in that area immediately comes to mind, but as I understand the legislation that replacement of damaged recreation is also allowable.

MR. BARNETT: That was our understanding.

MR. PHILLIPS: And that's -- that's how I could see this thing justified with the damage that was done on Knight Island and

some other places out there that were used for recreation. It might be justified, I don't know, I'm not making a legal determination. But, I think that's the question that arises here and also with the Trustees on whether they could even consider a project like this under the constrictions of the settlement language, and I think that's what has to be -- you have to address this, how does this qualify. I think that's essentially the question that Pam has raised on whether they would even -- unless they have a direction on how it would qualify, would they even take it up as a consideration. I don't know. And, you almost have to give the answer to that.

MR. BARNETT: I certainly understand that, and I think is a critical body to consider just that issue, whether you want to restrict or narrowly interpret what restoration means or not, I think it's something this body wants to consider. Certainly, the Recreation Work Group concluded that. You know, I -- you can interpret a lot of things in this document, in the appendix, I mean there's an extensive discussion about the impacts on commercial recreation and tourism that would suggest that this would be eligible. I think it's just a matter of whether you want to interpret the use of the funds narrowly or broadly, and I think that this is the proper forum to discuss that. It's -- my understanding is it's not a settled issue, it's still a draft plan.

MR. PHILLIPS: Kim.

MS. BENTON: Mr. Barnett, I just have a questions. You're looking for from us here -- are you looking for

recommendations from this group to the Trustee Council that this be added or not added to the '94 work plan or ...?

MR. BARNETT: Well, I think that would be awfully hopeful. We -- there are an awful lot of projects that were presented to the Recreation Work Group that were not approved. And, Mr. Totemoff had a proposal that also was not on the list of this -- high magnitude cost as well, and we obviously thought that that was an excellent proposal as well. I think the critical issue though is this -- to the extent this restoration plan becomes final in its current form that, I think Mr. Totemoff's proposal and the Shotgun Cove proposal are going to be more unlikely, and I think that the Advisory Group needs to be aware that, you know, to the extent restoration is defined, its continued examination of the ecosystems, that's one aspect of restoration, but we don't think the exclusive one.

MR PHILLIPS: Yes, Jim.

MR. CLOUD: Thank you, Jim, for your presentation. I think that judging by how the Trustee Council has determined what land should be bought outright under habitat protection, your project probably has a better chance of qualifying for being bought — for land being bought outright under habitat protection.

(Laughter)

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MR. BARNETT: The City of Whittier will sell its land back -- I don't think that's our objective.

MR. PHILLIPS: Are there any other questions to Mr. Barnett. Yes, Chuck.

MR. TOTEMOFF: Yeah, I just have a couple of comments in regard to your presentation. Our -- the project that you were referring to which was our Chenega Bay Marine Service Center is --I don't know how much similarities we have with your project, but our project was developed independently than this project, that you're now presenting, and we ranked number seven during the process of the Recreation Workshop. At that time, it was represented to us that the first time projects would be written up for detailed descriptions for a Trustee Council, included '94 draft work plan. That didn't happen. We found out at the end of the workshop, or after the workshop that the first three or four projects would only be written up, and so, pretty much we're excluded from being considered for the '94 work plan. I understand that those projects are still provided to the Trustee Council, but it will provided to them at a later date, which will be past the date which they'll approve their '94 work plan. So, I don't know what good this has done all of us that were at that workshop, other than put in a lot of time and effort into it and not even being considered for a write-up, when we were told that -- we would want to be the first ten projects were going to be written up. think we also did our homework as far as the link to the Exxon-Valdez oil spill, and my main concern here is that, once again we did our homework, and we didn't even get the benefit of public scrutiny on this process, at least the recreation projects.

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MR. BARNETT: I might add, Mr. Chairman, that the City of Whittier had a couple of other proposals that were ranked very

high as well, and they also missed the cut. And, although we understood, as -- as Chuck did, that they would make the grade, even though they were ranked highly, they were not provided. I wasn't here to complain about that so much as the draft plan to the extent that it's not questioned, will I think impact of the -- ability to provide these new recreation opportunities, very substantially.

MR. PHILLIPS: Yes, James.

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MR. KING: Our committees have very little But, it's my information on recreation proposals thus far. impression that when we do get a full draft EIS, under the NEPA process any proposals, such as your proposal, will need to be addressed in the -- in the final, and I would think that from the point of view of our committee, it would be easy for -- for us to take a position on these kind of projects once we see the final EA. and restoration plan. I quess maybe I should ask if that is a correct assumption that this kind of project will be included.

MR. MUTTER: I don't know what kind of alternatives they're going to look at in the -- in the EIS.

MR. KING: Now, under an EIS, anybody that comes up with something is in the ball game, isn't that right? Their -- their proposal has to be considered, approved or refuted, analyzed.

MR. MUTTER: Well, they -- they take all the public comment and have to address the public comments some way. They don't necessarily have to be included as an alternative.

MR. KING: Right, but they have to be evaluated in

some form.

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MR. PHILLIPS: Mr. King's remarks are very kind, but we receive very little. We've received practically nothing in terms of recreation. It's the one big blank spot in this whole operation. Any other questions of Mr. Barnett? Well, we really ... yes.

I'd like to speak to recreation for a MR. DIEHL: second here. I'm the recreation user person. So, my understanding was there seemed to be a -- a private -- a resort you're trying to -- you're trying to finance a resort here. Destination resort in western Prince William Sound, and I would think, you know, I mean, I live in a resort town and, certainly, the city -- the city partially helped make that happen, but I don't see any role for this body to participate in that kind of development. I think it would be -- it's fundamentally flawed in that Judge Russell Holland has to approve any of the funds that go out and there's no way --I mean we could -- we could -- 'if your -- if your project was fundable, it would be funded, and one such project -- we'd probably have hundreds of them the very next year, just like it. And, we could easily spend off the remaining funds on this sort of project, but the sort of project that you mentioned is, you know, a private endeavor.

MR. BARNETT: Well, I don't know how you define a private endeavor. I'm here speaking on behalf of a governmental entity. The legislature gave that governmental entity, the City of Whittier, these lands for this purpose.

MR. DIEHL: Well, governmental entities can -- can for sure ask us for money, but I don't see any way that -- the legality

MR. BARNETT: Well, obviously the City of Whittier has determined that the Shotgun Cove project is in the public interest, or I wouldn't be here.

MR. PHILLIPS: Are there any further questions? Thanks a lot, Jim, for coming down and taking your time and giving us some enlightenment. The next item on the agenda would be, if I could see it without my glasses, Dr. Holsten. This is on the bark beetle situation. Would you come up and take the same microphone please. Oh, they switched on us, huh. I don't have up to date information either. Would you ...

MR. WALLINGFORD: Mr. Chairman.

MR. PHILLIPS: Well, would you use the mike there that's laying right on the table in front of you, you clip it to something. It's your choice. And, identify yourself.

MR. WALLINGFORD: Yes, Mr. Chairman, my name is Dave Wallingford, and I'm here with Dr. Holsten who is an entomologist with the U.S. Forest Service, State Forestry, and Roger Burnside who is an entomologist with the Division of Forestry, Department of Natural Resources, State of Alaska. We were asked to describe the spruce bark beetle situation on the Kenai Peninsula, and I guess this Advisory Group had asked why, and I guess it is the -- I would say in summing up that the magnitude of the epidemic could further impact resources affected by the spill already. The epidemic is

most active within the oil spill restoration area, and the long-term vegetative effects of the beetle activities could possibly rival the resource impacts of the oil spill. Without going into a great deal more introduction, I'd like to then have Roger Burnside give you kind of a little background information on just what we're facing there with this activity on the Kenai Peninsula.

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MR. PHILLIPS: There's another chair up here if you want to go up, and there's another mike also. There's another mike laying on the table there too, if you want to utilize both of them.

(Indiscernible - simultaneous talking) apply yourself ...

Good afternoon -- okay, just let me know -MR. BURNSIDE: - good afternoon Mr. Chairman and Advisory Council. I'm Roger Burnside, entomologist for the Alaska Division of Forestry, State Office in Anchorage. With me is Ed Holsten, entomologist with the State Department Forestry organization within the U.S. Forest We've been asked to describe a forest insect epidemic occurring on the Kenai Peninsula not far from here, which maybe significantly impact in the long-term health of the forest ecosystems there. The insect is a spruce bark beetle, which you may or may not be familiar with. If not, I have some printed information, it's available, and I'll leave with the group today, which explains the information we're presenting today a little bit in more detail and allow you more time to look over some of the information. The earliest recorded spruce beetle epidemic in Alaska was noted by the U.S. Forest Service to be in the Copper River region in the 1920's. The Copper River region is now

experiencing a second epidemic some seventy to eighty years after the initial beetle outbreak. The current Kenai Peninsula spruce beetle outbreak I just mentioned, however, is important to your group since this spruce beetle activity now encompasses almost six hundred thousand acres of new or ongoing beetle infestations, impacted forests within the boundary, between **EVOS** area approximately Nikiski in the south side of Kachemak Bay. Kenai Peninsula spruce beetle activity began being discussed as a forest health issue in the late 1970's. Mark, near Mark Brodersen there's a map that shows the statewide beetle activities, and we'll just leave it here as a prop today, and I would like to get this back, however. It shows statewide spruce beetle activity that was sketch-mapped by aerial surveys between 1989 and '93. In the late 1980's, the Forest Service made one of the first attempts to selectively harvest some of the beetle infested stands. These were near Cooper Landing. The immediate Environmental Impact Statement was challenged at that time. In the early 1990's a cooperative effort between the Forest Service, the Kenai Peninsula Borough, and the State Division of Forestry used the state appropriation to harvest some beetle-killed trees to reduce fire fuels and build a fire break at the Community of Copper Landing. That three-way cooperation continued, although further results have been meager, mostly due to the issues associated with harvest and its perceived potentially effects on other non-timber resources. Last August all three agencies participated in a review of the infestation and its implications by hosting a team of forestry and forest health

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experts from the Lower Forty-eight and Canada. After looking at analysis of -- at Alaska's major spruce beetle infested areas, the group provided a particular area and cycle analysis of the current epidemic. From our own information, in cooperation with the U.S. Forest Service, we now know that nearly one point two million acres of recent spruce bark beetle infested forests are -- were aerially sketch-mapped during 1991 through 1993 aerial surveys. This includes accumulative area of spruce forests infested over a three year period. In 1993 about seven hundred thousand acres of ongoing infestations were observed statewide. Of this total, approximately five hundred and eighty thousand acres is on the Kenai Peninsula within the EVOS area boundary. Also, the summer of 1993 was the warmest in seventy years during the weeks most important to spruce beetle activity, so we will likely see an increase in spruce beetle infested acreage in 1994 of entirely another magnitude. The effect of the warm '93 summer shifted the normal two year life cycle of the beetle in most areas to develop to mature beetles in just one Early indications are that the spruce beetle explosion season. from 1993's crop will be even more devastating, if the 1994 summer weather follows similar patterns of the past three to five years in Southcentral Alaska. So, here's the descriptions of the size of the infestation, five hundred and eighty thousand acres of infestation were mapped on the Kenai in the three year period The Kenai Peninsula is about five point two ending in 1993. million acres in size in which one point nine million acres is forested. This is -- this describes the western portion of the

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Kenai Peninsula, not the entire area within the borough boundary. Considering the infestation prior to '91, the extensive work already done by the Division of Forestry to estimate the damage, it's likely that more than half of the mature spruce forests on the Kenai Peninsula have spruce beetle infestations at this time. Also, coastal forests are showing significant infestation for the first time. For example, in 1993, spruce beetle populations also increased on the south side of Kachemak Bay, where now more than fourteen thousand acres of Sitka spruce are infested. beetle epidemic has been surveyed and studied regularly and quite extensively. Opinion polls of residents and visitors have been done, and I'm not aware of any investigation which predicts longterm, direct effects on habitat other than resource values from this infestation or similar ones. However, limited studies have been done by the U.S. Forest Service would indicate significant effects will occur in forest vegetation composition from the extensive Kenai Peninsula spruce beetle epidemic. Holsten will explain some of these later. The consensus among forest managers that this is a forest health emergency, emergency of the proportions we can only speculate on since the impacts will have direct or indirect effects on the resources on the Kenai Peninsula for some time. A normal bark beetle outbreak is three to five years, generally in a localized area. Statewide spruce beetle activity in '93 increased for the fifth consecutive On this particular area in the Kenai Peninsula, it is year. generally in its sixth or seventh year of the epidemic in most of

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the areas and still on the increase. Fully seventy percent of this new and ongoing statewide beetle activity in '93 is occurring on the western Kenai Peninsula of Southcentral Alaska. The Kenai Peninsula outbreak has now reached proportions where control of suppression options to slow down the epidemic are no longer practical over extensive areas. A recent study report of forest health in Southcentral and Interior Alaska said that spruce beetles have and always will be a feature of these ecosystems. the notion that this infestation is or should be managed as a totally natural event is erroneous. While several environmental factors, such as annual weather conditions, host susceptibility, and changes in predator and parasite population continue to influence beetle population changes, past and future human intervention, such as fire suppression, clearing activities and related human habitation has removed the situation from a natural. setting. Consideration of human needs and influences to establish an appropriate desired future condition for these impacted forest types is ecologically appropriate. Without some sort of artificial intervention to mitigate this non-natural wholesale change in the ecosystem, significant habitat loss may result. There is a paucity of regeneration. The spruce seed source is being destroyed and the site disturbance required for regeneration isn't present, even where there is a remaining seed source. One possible method of reducing hazard or tree losses and habitat loss at the landscape level is to maintain a mosaic of cover types and age classes. Active ecosystem management using proving civil cultural techniques

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is certainly one alternative. Maintaining bio-diversity on the Kenai would certainly include tree planting or other active management to perpetuate spruce and hardwood tree species in the beetle-infested areas. heaviest Tree planting is usually impractical without harvest, however, unless funds are invested to maintain this bio-diversity. Competing vegetation problems with or without forest management will require some restoration to prepare Although forest harvest can affect a bio-diversity a seed bed. within the landscape, negative impacts can be avoided and positive impacts favored. The previously mentioned study that said that lack of action and continued forest health decline will resulting in, and I'll just number these, they're not in, you know, any order of priority here -- increasing loss of wildlife habitat for mature forest species, continued riparian area degradation -- excuse me -substantial long-term conversion from forest to grass or hardwoods from lack of spruce regeneration, increased community fire hazard and associated increased fire suppression costs, degradation of the state and scenic quality of the forest to the landscapes, and degradation of developed recreation sites, and increased maintenance costs for removal of hazard and downed trees. I'm going to speed this up a little bit; I don't think this is really I did mention the forest health report, which was a third-party analysis of what is going on on the Kenai Peninsula, from people that live outside Alaska, their own personal perceptions. If you're interested in a copy of that, I'll provide I don't know if you are or not -- with this it to you.

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MR. PHILLIPS: If you could.

MR. BURNSIDE: Okay, I'll try to -- I didn't have a copy with me today, though, I'm sorry.

MR. PHILLIPS: You can get it to Doug.

So, I'd like to close in saying MR. BURNSIDE: Okay. that long-term changes in forest cover types and forest wildlife habitat as a result of this forest health problem has not been studied or seriously raised as an issue on the Kenai Peninsula, as of this date. The limited and naturally fragmented landscape patterns found in Alaska, perhaps especially on the Kenai where the maritime coastal forest meets the northern boreal forest so abruptly, makes this loss in habitat a critical issue, I believe. In closing, I'm suggesting the EVOS Public Advisory Committee consider the available literature on spruce beetle in Alaska and its potential impacts, both positive and negative, on the forest ecosystem of the Kenai Peninsula. Your group might also consider the likely -- the long-term habitat effects of this spruce beetle epidemic which may also affect EVOS restoration activities. And I'm -- this is just for an example, we haven't had much discussion on it, but a three-way partnership -- partnership, say between the Forest Service and Alaska Departments of Natural Resources and Fish and Game, might be able to assist your group and the EVOS Trustees, if necessary. So, that's all I have to say. I'm going to pass it onto to Ed Holsten who will talk and expand more on the impacts of the spruce beetle epidemic as we see it.

MR. PHILLIPS: Can any -- either one of you or anybody tell us what to do about it?

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DR. HOLSTEN: Well, we can -- I can talk a little bit about that. My name is Ed Holsten, I'm a research scientist with the U.S. Forest Service. I've been working with and studying spruce beetle for sixteen years here in Southcentral. And, I'm just going to just kind of reiterate a few of the points Roger made and let everybody get to lunch quickly. Roger covered most of the points. My plea is from a scientific standpoint, one, to impress upon you that the importance of monitoring and research and habitat restoration. I think the impact associated with this spruce beetle outbreak are overlooked, they're not being researched and there are tremendous impacts. Now impacts, not passing judgment, are either good or bad, but when you have ecosystem disturbance the magnitude of what's going in our boreal spruce stands and maritime spruce stands in Alaska at the tune of six hundred thousand acres of mortality just last year. That figure will probably go over a million acres. And, we're talking about tree mortality, large diameter, older spruce are dying on an enormous magnitude that we haven't recorded before in the state. Now, there are impacts associated with that. If, and a lot of this area, as Roger said, fall within the restoration boundaries. For example, in Kachemak Bay area, in the buy-out area, spruce beetle activity last year has increased up to a thousand acres now, meaning those areas that are being considered for habitat acquisition to preserve some attribute of that habitat, we ought to be concerned that the character of

that habitat may be dramatically changed due to the impacts of the beetle, for good or better. Because the point is, there's very little research has been undertaken on these impacts. habitat changes are occurring. What -- basically, what you're going to see down the road in many of the spruce stands, forest areas in Alaska, is something different than what we have now. That may be okay, but the public needs to realize that what's out there now is not necessarily what you're going to get down the road. That information needs to be studied. We have a little bit of evidence showing up now in research data, and it's a fairly long-term monitoring impacts that there are some major changes occurring, not only in the over story, but in the ground vegetation. Many of these stands are not regenerating back to spruce and birch, and that may be okay. But, those types of changes which are occurring on a large magnitude have dramatic effects on a variety of resources from scenic quality to wildlife habitat. Those species that are associated with old growth closed canopy spruce stands are going to be negatively impacted. habitat is going to be changed dramatically. We need to take a look at these -- these changes that are occurring, if habitat restoration or preservation and acquisition are an important concern with the Trustee Council. So, I think, and I'm going to leave a variety of just, kind of bullets, dealing with spruce beetle impacts. And, I'll leave this information. It might help answer some of the questions. Now, to answer a little bit, what can be done. There are a variety of techniques, preventative and

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suppressive techniques, that could use for spruce beetle. entomology we have the tools. What needs to be determined though is what the resource use is, or resources uses are. The land managers are -- need to tell the forest protection folks what is the best use or uses of that particular parcel of land, whether it's recreation or wildlife habitat, spawning streams, timber resource, whatever it is, that use of the resource will then determine which techniques can or cannot be used. So there's a whole series of prioritizing that needs to be done. are very low hazard to beetles. In other words, if you have a stand that's high in birch and hemlock, small spruce, you don't need to worry about it in the near future because it's a very low So, first you have to prioritize high risk stands. risk. Those Two, is resource are -- you're going to have problems in it. Those that have high resource value, whatever they may be. Recreation in many cases is the highest resource values for many parcels of land on the Kenai. If resource values are high and there is access, potential access or operability, if those -- if those factors are met, then there are certain techniques that can be -- can be used to prevent or mitigate or reduce the impacts of the beetle and there are techniques to restore impacted areas back into to forested conditions, if that's the condition that is -- is deemed necessary down the road. So, first, you know, again, there's lots of things that can be done, but it is dependant on what has been determined the best use for that resource. If it's some critical habitat and beetles are deemed a problem, or can --

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can negatively impact that habitat, there's some techniques that can be utilized. That's about all I wanted to mention. Open it up to any questions, if anybody has any questions.

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MR. PHILLIPS: Does the infestation on a piece of land that is up -- subject to habitat acquisition, doesn't that reduce its value, when you're, I mean do we buy all the beetle infestations there are and get the private owner out of the ...

DR. HOLSTEN: I don't -- again, there -- what I'm saying is that we have some indications that there are impacts. these impacts could be good or bad, but again, it depends on what resource value or what habitat you're trying to protect if, for example, if it's very critical habitat, somewhere, let's say in Kachemak Bay, that one's been purchased to preserve or manage the habitat for some wildlife species, and that species depended on large spruce, and you have the spruce beetle outbreak building up in there, you're going to negatively impact that habitat. there are -- that has to be realized, and there are some techniques that can or can't, you know, can be used to mitigate those losses. But, again it depends on what is, or what are the resources that are trying to be preserved. The thing is, it's -- there's forces or dynamic entities out there. They're not black and white photos, they don't stay the same, they age and physiologically they die. And, there are some techniques that can be used to -- to kind of buy time so to speak. You can't really preserve habitat, you have to manage for that habitat, is what I'm saying. All that I'm saying is that agencies and councils have to be cognizant that

there are large impacts occurring now, and potentially that can be occurring within the buy back area on the (indiscernible) ecosystem.

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MS. FISCHER: How long after beetle infest an area or a tree is the tree no longer worth anything and what can be done if the beetle does get into the tree. I know there's some woodchipping broken going on.

Well, from a timber standpoint, the value DR. HOLSTEN: after about three-four years drops off. Not to say there's no -still no wood value, but then it's okay for chipping and pulping. But, the value of a tree, even after it's killed can be -- can still be a valuable entity for wildlife habitat, but that's still in a small proportion. For example, a lot of wildlife species have really blossomed, so to speak, population-wise, due to the bark beetle outbreak. Woodpeckers and other -- other types of wildlife species that prey upon bark beetles are really doing well. However, -- and -- however, that's a short-term situation because now the outbreak in many areas is collapsing. And, the food sources aren't available anymore. But, from a timber standpoint, saw timber probably losses its value as saw timber after about three years, after the trees have been killed.

MS. FISCHER: How long after the beetle has been or has infected an area, can there be regrowth put back into that area?

DR. HOLSTEN: Well, naturally, what you have to -there's a similar misconception going on that when the beetle sweep
through, the stand will naturally regenerate itself back to spruce,

and there's a little bit of misperception in that. If you go out to these stands, you can see a lot of young spruce out there, but that had nothing to do with bark beetle. What we're seeing is spruce and birch both those species, without going into a lot of detail, need a site disturbance to create a seed bed. First, you In many areas we don't have a seed source, need a seed source. these other trees are dead. But, even if you had a seed source, you need a seed bed produced, and that historically has been produced by some kind of disturbance like fire, glacial retreat, river course, something that produces bare mineral soil with a little bit organic material, then you have a real good situation for regeneration of both spruce and birch. What's happening in these stands, are these stands are opening up as the beetle kills them, but there's no site disturbance, and so we have a problem with competing vegetation, grass, moving into and occupying these And, we have some plots where eleven years after the beetles have opened up the stand, there's not one seedling that has come back in. Now, there are some techniques, but what -- again, it points back to that may be okay, but you have to realize that on some of these sites, not all of them, but on some areas that are heavy into spruce, large spruce, they are not going to regenerate on their own accord, back into spruce or birch.

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MR. BURNSIDE: Even apparently with fire, with a fire disturbance, it may not always happen.

DR. HOLSTEN: What -- what we have now isn't necessarily what we've had in the past, and what we have now isn't necessarily

what we're going to have in the future because forest ecosystems up here are dependant on disturbance. And -- and if you run a fire through ten different spruce stands, you may end up with ten different resulting types of forest. So, the point is is the public has to determine what -- what the desired future condition is out there. What is important. That's going to be a tough decision, and then you have to manage for that, but I think the point here is that there are changes going on that can be good or bad, within the restoration area. And, we need to -- to me, we really need -- because there's very little of this going on, monitoring the effects of these impacts. As far as I know, there's very, very few studies by any agency within the state looking at it.

MR. PHILLIPS: Jim and then Pam.

MR. CLOUD: Have -- has the Forest Service and the Department of Natural Resources or Fish and Game proposed any projects for ...?

DR. HOLSTEN: Well, we have an ongoing one looking and it's a small scale. We have seventeen years worth of permanent plots looking at changes and over-storying ground vegetations. We -- from -- from my outfit as management, the Forest Service proposed three years to our folks back in D.C. to have a large funded study on the impact of beetle and wildlife habitat. And, not only -- but to the date, it hasn't been funded.

MR. CLOUD: But, had you proposed the project to the Trustees, just like all the projects we have in this big, green

book here.

DR. HOLSTEN: No. I'm not here to propose projects.

I'm just here to hand out some information. And ...

MR. CLOUD: Your agency and your agency and the Department of Fish and Game are involved in lots of different projects, and some of the projects are geared, in fact a great deal of money. It appeared that this so-called habitat protection, and if you're telling us that this huge epidemic is in fact changing the habitat in — in the spill area to the extent that may harm or take away from the recovery of this very species that we are told are going to be recovered from habitat protection, then certainly somebody's not doing their job.

DR. HOLSTEN: I agree. I'm not saying it will harm or not. The verdict is out on that. There are impacts occurring, and those need to be delineated and quantified, and that is not happening in many cases, and it just isn't. So, I think agencies are remiss at not looking at that.

MR. CLOUD: I think that if the general public really understood the -- what you're talking about, and that these tens of millions of dollars that have been spent in the last year may have been spent for naught, they'd be pretty disgusted with the whole process. (Indiscernible)

MR. PHILLIPS: Pam. Pam's next.

MS. BRODIE: First, I'd like to respond a little bit to what Jim Cloud just said and then I have a two questions. As -- as Mr. Holsten said, we don't know yet the impact of spruce bark

beetles on injured species. There is no -- nobody is here saying that the areas that have been protected are not going to help restore injured species even if they do have spruce bark beetle. And, number two, I haven't heard anything about any spruce bark beetle problem in Seal Bay, which was the main purchase so far. There may be some infestation in -- in Kachemak Bay State Park. But, getting on to my questions, first of all, spruce bark beetles are a natural part of the ecology, although Mr. Burnside said the current outbreak, he believes, goes beyond what is natural. Anyway spruce bark beetles have been part of the ecology, and there are historical known outbreaks in the past, you mentioned Copper River and I also heard Afognak Island in the past (indiscernible) outbreaks. And yet, we still have forests in these areas, and the forest has regenerated on Afognak and Copper River area. know exactly where this outbreak was, but it seems to me there -there must be natural regeneration going on from spruce bark beetles, without management in the past, otherwise we wouldn't have forests. So, my question is, why do we need to do management to get regeneration?

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DR. HOLSTEN: Okay, it's a good question. You know, it's -- it's a difficult -- it's a difficult subject to talk about because in many cases we mix apples and oranges because beetles affect a variety of stands under a variety of conditions, but basically, for example, in Cooper Center. Cooper Center is one of the first outbreaks that was recorded was in the Copper Center area in the 1920's. You go back and you look at photographs, it was

like a two-layered forest in there. There was an over-storying and an under-storying. Now, what is occurring in the Copper Center area is that we have two hundred and something thousand acres of infestations right now back into the Copper Center area. What happened was, in that area, those trees that were the younger trees, and we've seen this throughout on the lower Kenai Peninsula, the beetles seem to come through a stand, depending on stand conditions and take out the over-story, the most susceptible trees. The under story that has already existed there responds, and it grows up in a -- enters a susceptible stage, okay. And, the However, in beetles are cycling back through the stands again. many stands there's not a replacement crop coming up underneath. For example, in the Copper Center area, you go back into these stands, and you go down on the Kenai and there's a real paucity in bark beetle stands, impacted stands, that new regeneration is going So, in the Copper Center area, you go back into these areas, there's no new regeneration replacing. Now, what causes this, this is what I talked about, what causes regeneration of both birch and spruce, is some type of disturbance factor. And, basically, that creates a seed bed. Historically in many areas that has been fire at certain times of the year, especially in the Interior. Fire, when river switch, jumps the stream banks, you get a deposition of organic and silt, the perfect seed beds. If you go down on the Kenai or anywhere and you look for where you find the largest quantity of small spruce and birch, and nine out of ten odds it's right along the roadside cut, where you've had -- or in a gravel

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pit -- where you've had a site disturbance-created seed bed. these stands have regenerated and they will, not to say that our spruce stands won't regenerate, but they're not going to regenerate to the same extent to create a stand of forest that we have -- like we have now on the Kenai. And, the point is, is that may be okay. All I am saying is that both these species need a certain set of circumstances to regenerate. In many areas due to fire exclusion, we have a lot of fires now, but they're very small in magnitude compared to what historically has happened in Alaska. The Copper Center area, they haven't had a major fire in a long, long time or seen beetle cycle in there, but you do not see new regeneration coming in after the beetles have worked those stands, in a lot of our areas. There might be some spotty regeneration as a tree once in awhile falls over, uplifts some soil, you have a seed bed there. But, the point is is a lot of these stands will not regenerate to the same extent that they have in the past, and that may be okay. It's just that there's a change going on. I don't know if that answers that. And in -- on Seal Bay, its just that there was an outbreak in Afognak. Those types of areas that the risk, the probability of having outbreak in those areas are much less than they are on the Kenai. It's not to say we can't have outbreaks in We have them in Haines right now and Glacier Bay Sitka spruce. National Park, had one for ten years, and, of course, Kachemak Bay. But the risk on Afognak is much less than elsewhere on the Kenai, due to climate. It's not as favorable as for the insect. the '30's, as we mentioned there was an enormous outbreak. That

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included portions of Seal Bay, but it didn't take the whole stand out.

MR. BURNSIDE: One thing I might mention too, is you have to consider the host — the existing host type, whether it's going to be Sitka spruce or more Continental spruce on a drier side. And, of course, regeneration requirements of Sitka spruce and plus the habitat that they're in will be different than regen' of inland spruce, lots of white spruce, say on the southern, mid-southern Kenai Peninsula. So you have to look at the site specifics of each when you're making comparisons.

MR. BRODIE: Thanks. My second question is about in fact a human impacts on the Kenai Peninsula, which Mr. Burnside mentioned. I — the logging operations that I have seen in Alaska leave an enormous amount of slash around, and seismic development and power lines have let slash around, and these are prime habitat for beetles, for spreading beetles. To what extent do you think the logging operations that are going on in the Kenai Peninsula are in fact contributing to spreading bark beetle.

DR. HOLSTEN: Well, just a little bit about the beetles. In order to have outbreak you need a disturbance. Outbreaks usually get — rarely start at standing trees. They build up, usually where there's some type of large diameter material on the ground. Now the beetles have evolved to attack and breed in blowdowns, that's their preferred habitat. And, what has triggered off historically most of the outbreaks on the Kenai and the Cooper Landing area originally got there foothold in blow-down, large

getting into standing trees, then all the game rules change. in Kachemak Bay. Kachemak Bay outbreak that started in the '80's started from blow-down. And beetles -- so is you have blow-down or some kind of disturbance, you create the probability of having an outbreak. The second condition is you need standing trees of a certain susceptible stage. Now to answer your question, there are some man -- potentially some -- some activities a man that can increase the probability of having problems. One is if you have, and I have not seen much of this, but large diameter kolb (ph) material left from logging operations, and we're talking about not small branches or four inch stuff, we're talking fairly large material that is left is a shaded area, that's really critical. For example, in a open area that's somewhat sunny, large trees left on the ground are not very susceptible for beetles. Bark beetles do not like opened areas, they are a shade loving-type Now, what's caused more of the problem, I think of a creature. historically throughout Southcentral Alaska in the past has been improper disposal of seismic line clearing debris that was shoved off to the side, power line right-of-way clearing debris that is shoved off to the side, that potentially can harbor a lot of beetles. It doesn't necessarily mean you're going to have an outbreak, but it sure increases the probability. But, there are measures to eliminate that -- that in logging there's no reason why logging activities or seismic activities or right-of-way clearing should create a bark beetle problem, if there's proper utilization

areas, thirty-forty acres of blow-down, beetles build up, started

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and disposal of that material. But, the main primary habitat for tree beetle outbreak off is usually small pockets of blow-down. And, cause that's what they've evolved to be.

MR. BURNSIDE: For example, what's going on in Kachemak Bay right now on the south side was initially started from a blow down area of a couple hundred acres of downed spruce, to what you see today over thirteen or fourteen thousand acres of infested area.

MR. PHILLIPS: I'd like to suggest at this time, just for planning purposes, that if we could break at one o'clock for lunch and be back here at two, so I would like to entertain maybe one more question to them, and apologize that you didn't get on this morning, but everything — that's been our day since the beginning. And then you'd be the first one to be heard after the lunch period, if that's okay, and then we'll dispose of the public comments and get back to Fish and Game. You had a question down here?

MR. DIEHL: My -- my question was kind of a -- how does -- how does this affect wildlife, you know, you get these stands of dead spruce, I mean, I go out and cut the stuff down for firewood myself. I was living in Girdwood and I'd go up to Summit. I'd go cut it down and I'd burn it, okay.

(Indiscernible - background talking - aside comments)

MR. DIEHL: So then we have a lot of deer -- what moves in? We don't have deer down there, we have moose, do moose come in? You know ...

DR. HOLSTEN: After the beetles?

MR. DIEHL: Yeah, any standing dead spruce, you know, what's the problem with the animals -- what's the -- what's the problem with the environment? It sounds like a changing environment. It sounds like animal populations will definitely change from this.

DR. HOLSTEN: Sure.

MR. DIEHL: My understanding is that the Sitka spruce exists more along with hemlock and wetter regions, winter regions and that the dryness over the past few years is causing this problem. What's wrong with just burning the stuff out. And, the other problem on the Kenai, and I just wanted to bring up was the hunters down there don't want -- don't want a lot large areas logged because then people will go in and eliminate all the game in these areas, and, you know.

DR. HOLSTEN: Well, I'm not advocating logging or anything, or I'm not saying these impacts are good or bad. I'm just saying that we need to look at this. If we're concerned with wildlife habitat, the beetle do impact that. Certain species are associated with old growth, large diameter trees, and these species that are ...

MR. DIEHL: But other species are -- but other species are associated with this beetle kill.

DR. HOLSTEN: That's exactly right. And, other species are associated and do very well on grassy areas that come in after the beetle kill. We just have to realize that. However ...

MR. DIEHL: This is something that has historically

taken place, right?

DR. HOLSTEN: That's right. That's correct.

MR. DIEHL: But in much larger areas maybe.

DR. HOLSTEN: That's right. I guess what I'm saying is that if setting an area or if we're setting areas aside that area that are habitat for some critical wildlife species that we have determined for whatever reason are critical and the beetles may have an impact on that habitat, we ought to be taking a look at that. And, that falls under your monitoring research activities. Looking at the health of those ecosystems. It's not to say that this change is good or bad, it depends on the wildlife species in question here. That's all I'm saying is that things aren't — aren't necessarily going to stay put out there and there's some large impacts going on that I think agencies aren't taking a look at.

MR. DIEHL: Here's a thought for James here, perhaps when we do have a settlement on -- for the destruction caused by global warming, we can do something about this problem.

MR. PHILLIPS: Do I understand that you can't go out there with a fly swatter or chemicals and get rid of the little pests.

DR. HOLSTEN: Well, again, you can, you know, not over a large area, but again, it depends on. For example, if you don't want beetle, you could cut all the birch -- or spruce and plant birch, then you'd solve the beetle problem.

MR. PHILLIPS: Can we save the ones that are there by

spraying or ...

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There are techniques you can do to DR. HOLSTEN: increase forest health, and minimize it. For example, in Kachemak Bay, if blow-down occurs, probably the timely disposal of that blow-down would go a long ways at maintaining, you know, live trees out there, because if you allow things like blow down to occur, you really increase the probability of an outbreak. It doesn't mean you have to go in and thin trees or log, but if you pull out that blow down, for example, and stop the beetle from breeding in that material, that's when you really have a problem. These outbreaks normally, again, don't start just from standing still, something needs to trigger it off, and if we can avoid those things, we can go a long way so what happened in Kachemak Bay years ago is that the blow-down was in the state park, and the state park, for whatever reason, did not want to deal with the blow-down. viewed as, oh well, that's natural. Well, that's fine. And then what came out of that was quite a large outbreak.

MR. PHILLIPS: An outbreak. But there's no way chemically in the infected areas that you can kill them ...?

DR. HOLSTEN: No. Not at all.

MR. PHILLIPS: So they won't spread.

DR. HOLSTEN: No.

UNIDENTIFIED VOICE: Pesticides are available to protect trees from attack, but it's fairly expensive. It was twenty dollars per tree.

MR. PHILLIPS: Well, so are the forests rather expensive,

if you forgot, but we sit here wringing our hands all the time and the public is saying what can we do about it, and I haven't heard anybody come up with an answer on what are the alternatives in doing about it. You've suggested one, which I appreciate, but in an infested area, when you drive down the highway and see all these trees, and the visitor asks you, my God, aren't you doing something about it? I couldn't answer the question if I wanted to except I would say, no, they're not doing anything about it because I don't know what you could do about it.

DR. HOLSTEN: Well, now, without going into a lot of detail, there are a lot of techniques that can be done. They have not been done because -- I think what the feeling is is that this is a natural occurrence, things are regenerating, and the cure may be worse than the disease.

MR. PHILLIPS: So is cancer, but we usually take a look at it, you know.

DR. HOLSTEN: You know, so -- but what I am saying is, in many cases, there are some serious impacts going on, and we need to look at that and we haven't in the past.

MR. PHILLIPS: I wish we had hours for you guys. I'm sorry to -- just spend a whole week, as a matter of fact, just like today, and I think we should take a break and let everybody get their sense of humor back and try to get here by 2:00 o'clock so we can get something done this afternoon. Thanks a bunch for coming, and I just wish we had more time for you.

(Off record - 1:00 p.m.)

(On record - 2:10 p.m.)

MR. PHILLIPS: We're going to start again, if we could come to order, those of you who are here, take your seats, and the process is to complete the testimony and the people who wish to be heard on the beetle question first. And so those of you who want to talk about the beetles, why don't you -- and I'm not talking about the musical group but the others. If you want to come up here where there are some microphones, please, and we'll try to expedite this as best we can. And if you will identify yourself for the record when -- or it's time to speak so that the recorder can get all the names and organizations and so on, it will be appreciated. How many are there? Are there three of you?

UNIDENTIFIED VOICE: (Inaudible)

MR. PHILLIPS: So there will be three? Okay. We've got another spot over here if you want to -- right here, up here, or there, it doesn't matter. Just get a place with a microphone.

UNIDENTIFIED VOICE: Any time I can pass for Vern McCorkle, I'm a lucky man.

(Laughter)

MR. PHILLIPS: Okay. I think you were the first one to ask, and you've got your microphone on. Please identify yourself and give us the word.

MR. BRADY: My name is Terry Brady. I'm a graduate forester. I've got an advanced degree in forestry from the University of Washington. I'm currently serving as the president of Husky Wood, Incorporated. Our small firm owns a small sawmill

in the Cooper Landing area. We're right in the middle of this bark beetle problem, and I wanted to comment just very briefly on what I have to agree with him. Dr. Holsten said this morning. scientist, I have to agree with him totally that the impact of the beetle in the long-term on the entire ecosystem may be good or it I mean, we just don't know, but on the short term, may be bad. it's nothing but bad. Particularly when we look at it -- more than just the fact that the trees are dying out there, we have to recognize that these trees and the forest they are associated with, and all the renewable resources that are associated, the wildlife habitat and recreation, et cetera, clean water, oxygenated air, are all renewable resources that, under our constitution, are to be managed under the sustained yield basis, and when we have the data that's coming in for the last few years that the forests are actually dying out, you know, and faster than they can reproduce themselves, there's no way that we have sustained yield, and the attorney would say that when you don't -- when you're not following the law you're breaking the law, and basically that's the case right now. The agencies that are managing the land are technically breaking the law because they are not following the sustained yield mandates of our constitution. That means that there is more to the issue than just the environmental impacts. There's the economic impacts and there's the social impacts. Economically, last year, on the six to eight hundred thousand acres that were impacted last year, that the loss of timber resources in the current marketplace approximated four hundred million dollars at the mill level, and

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some people would say higher if you put a value added into it. And we compare that to the salmon fisheries, that means we lost the equal value than the entire salmon fisheries and probably more that was taken in the state of Alaska, so this is a very serious economic problem. Representing people from the Moose Pass area and the Cooper Landing area, and our company works down there, we would like to make a proposal, and it's not in writing and would only be entertained if your group and the EVOS committee would ask us to do it, and we would be glad to do it, so -- is to actually form a commission in a targeted area such as Moose Pass and Cooper Landing where there is some ongoing work, cooperate between the public and private sectors who are both responsible for the area. We would pay for some of the funds if the government would pay for some of the funds, set up a three to five year operation in there, to do some of the things that were talked about this morning, what can we do? Some of it would be low level, single tree mitigation, others would be larger areas, trying to see if we can't get that forest back into where it's actually producing bio-mass faster than it's losing it, and if such a program makes sense to whoever is controlling the funds here, we would be glad to help write up the program and submit it formally.

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MR. PHILLIPS: What kind of money are you talking about?

MR. BRADY: I would say that probably in an area of -
over a three year period, probably six hundred to nine hundred
thousand dollars to set up staffing and equipment. We would match
it. We've agreed amongst ourselves that we could match that with

hard capital equipment that's already on place with an equal value — a value of about three million dollars right now, if we can help work it out so that some of this — make the trees, in other words, rather than having to be subsidized, having the trees pay for the operation as much as possible.

MR. PHILLIPS: You used some terms that are not familiar to me, so tell me, what would you do with this effort?

MR. BRADY: We would — right now the Forest Service and the state are working on a joint management program, and they've outlined about — I don't know how many thousand acres, several thousand acres in the Moose Pass area that are already boundaried for potential harvesting, and rather than just going in and stripping them out, I think what we'd like to do is go in and do it under some controlled circumstances so the scientists are working with it until we see what happens during the harvest. Maybe one year try one way, and next year try another way. There's a dearth of knowledge on how to regenerate these forests here, and we heard that this morning, that they're not regenerating, but we can go to other parts of the world with equal latitudes and equal forests and find out that they don't have these problems, and we'd like to borrow some of that technology.

MR. PHILLIPS: Any questions? Yes?

MS. FISCHER: Yes. If it was not for the Exxon Valdez oil spill, and there was no funding available, what would you do? I mean, would you still continue to do research in there, or would you not even be looking at it?

MR. BRADY: I think, if it wasn't for the Exxon Valdez spill, and given the market's conditions and the other things, we would, as a corporation, and as -- you know, as forestry people, we would still be trying to do something with the timber. It's dying on us anyway. It has to be managed under renewable resources. What I'm asking on the Exxon Valdez spill is that we throw an extra element into this, and that is to get some real hard baseline data that people can use farther down in the future from an area that has to be worked on anyway.

MR. PHILLIPS: Questions from the committee? Yes, Kim?

MS. BENTON: I asked this question earlier (inaudible)

if anybody else. Tell me, can you tell me, best case scenario,

let's say on the Kenai Peninsula, if the beetles are stopped, are

we left with a healthy forest? It's my understanding that we're

not, and that's why we're in the predicament that we're in now.

MR. BRADY: Well, the beetle is the only -- the beetle is a symptom of something else that's going on within the forest. At the same time the beetle is very visible and flying around and bouncing off your head, there are other associated organisms that are at work doing other things in the forest, root rots and other pathogenic organisms, and basically what's happened, probably, and this is just a guess because nobody's really got a handle on it, but this is kind of like timing, it's all come down on us at once. For the last forty-five years, particularly on the Kenai, there's been an awful lot of human activity, everything from just small level recreation to large level attempts at farming, to oil work,

urbanization. All this has come at a time when we've controlled fires, for one reason or another, and then we've -- and other impacts while the forest itself has been aging, and like any other aging organism, it's come to a point where it's more susceptible to diseases, and this is what's happened. This disease is now catching up and is spreading throughout this forest. The Kenai is one area, but this is going all the way into the Yukon, on the Koyukuk River. It's something that's -- actually, according to the scientists over here last summer, by the guess, that this is the largest environmental disaster occurring in North America at this time or in recent history. There's been nothing like it before. I mean, what it's doing to the ecosystem is probably far greater than what happened from the Exxon Valdez spill. I don't want to minimize that, but what it -- but the long-term effects and the changes in the environment are probably much larger.

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MS. BENTON: Do you know -- I mean, I heard, in the involvement that I've had on this -- with this issue, that part of the problem and part of the reason that we're in the mess that we're in now is because it's a single-aged forest, it's an old forest that hasn't been managed, and that's part of the problem that we're in, and if we stop the bugs, I guess that's a valuable goal, then we're still left with the single-aged forest that's very susceptible to other diseases and fires?

MR. BRADY: Well, not to go in and let -- either let nature burn holes into it or cut holes into it, one or the other, and get it back into a mosaic of different age classes. You're not

going to have different age classes all in one little spot though, but we can have one valley is one group and one valley is another group.

MS. BENTON: But it still involves some sort of management?

MR. BRADY: Absolutely. Management is the key, and that's, again, what I'm getting back to, is why we have a constitutional mandate that when -- when we talk about things in the environmental sense, or in the ecological sense, we forget sometimes the legal sense, and our leadership -- early leadership recognized this, and we do have a mandate in our state here that we manage for sustained yield. That means that we have to have use; that means that we have to have periodic, and we have to have conservation, all working together at the same time. They sound simple but they're very difficult to do and they're very expensive.

MS. BENTON: I guess that's the point. We hear a lot about spruce bark beetles, and we have a lot of experts that come and talk to us, and it is an epidemic, and we use the forest health emergency and terms like that, and yet I think we need to look farther in the long-term than even if that — the initial problem of the spruce bark beetles are taken care of, that we still end up with some problems within the forest, and that we haven't solved the problem and all of a sudden we've turned it into a great habitat and wonderful forest.

MR. BRADY: Whatever we turn it into won't stay very long anyway. We have to just keep -- we have to manage it. We're

going to live with it, we have to manage it. We're part of it. Sir? I don't want to take up too much of your time here.

MR. DIEHL: You talked about -- a minute ago, you said you wanted to study the problem, and that's why you wanted, perhaps, six hundred thousand dollars or something like that?

MR. BRADY: No, I was asked how much we thought it would take to set up a commission. From our standpoint, we're the private sector, we want to cooperate, we want to work in there. Some people --

MR. PHILLIPS: You wish to study the problem?

MR. BRADY: To set up a commission to manage an area under a period of time so that the private sector and the public sector work together rather than at odds. We find ourselves all the time working at odds, and we would like to work together on a continuing project that would be beneficial to the state, and somebody says give us a project, we'll give you a project, Moose Pass, twelve thousand acres of state land and maybe another ten thousand acres.

MR. DIEHL: I don't understand -- I don't understand how the PAG can help you here. I don't understand the connection with the damage in the Prince William Sound area. Help us.

MR. BRADY: Well, my understanding --

MR. DIEHL: You're talking about managing the forest. That is certainly -- under state statutes we're supposed to do that and whatever, maybe, I don't know, but are we managing the forest now? We're not -- are we managing it now?

MR. BRADY: My understanding, and correct me if I'm wrong, okay, is that you have an area here that's been given -- you've been given the jurisdiction over, and you're trying to rehabilitate the carrying capacity of this area, totally, right, or am I wrong? It's only -- if you're only looking at it from throwing a rock up on the hill from the beach, then I'm -- then I was asked to come to the wrong meeting. If you're looking at the Kenai Peninsula as a habitat area, and you --

MR. DIEHL: We've been looking at the Kenai Peninsula.

I'm not sure if it's even -- inasmuch as the Kenai Peninsula, how
far would the spill-affected area go into the Kenai Peninsula?

MR. BRADY: I didn't draw the boundary around the area that you have jurisdiction over. Is that -- this area is included within that boundary. What happens in there does affect the ecosystem.

MR. PHILLIPS: Pam.

MS. BRODIE: The Trustee Council's responsibility is to restore the injured resources which are, in particular, a certain set of species whose populations were injured in the spill.

MR. BRADY: Um-hmm.

MS. BRODIE: It is not to manage the Kenai Peninsula. Now, there are things that might possibly be done on the Kenai Peninsula if those things can help restore those injured species. Like Jim, I am a little confused about what it is you're proposing. Are you proposing that the Trustees appropriate approximately six hundred or seven hundred thousand dollars over three years to cut

down trees in a way that is experimental, to learn the best way to cut down trees, and then presumably come back for more money to cut down more trees as a way of restoring the environment?

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MR. BRADY: No, no, no, ma'am, no I'm not. I was asked to come here to bring a project in front of you that would help to restore an ecosystem that's in trouble within an area that this group or the EVOS committee has jurisdiction over.

MS. BRODIE: But that's what we don't understand, Jim and I, at least, that -- what it is, the project that you're proposing.

MR. BRADY: It would put together a working team rather than a talking team. We would put together something that would have actual benefit rather than a bunch of paper that's going back on the shelf. And again, this is a hands-on proposal to work within a watershed that is affected -- the watershed is affected by whatever is going on in the environment, and whether it's directly related to the fact that the captain ran his ship on -- aground, I can't tell you that, but I was asked to come here, give a proposal, which I have done. My estimate is that it would take about seven hundred thousand dollars to put together a working team of scientists and business people, all Alaskans or Alaskan related, to go in and help rehabilitate an ecosystem that's in trouble within an area of which this group has jurisdiction over. Whether it's directly related to petroleum hydrocarbons that spilled at Bligh Reef, I couldn't tell you that, but --

MS. BRODIE: I'm sorry if I'm being too slow on this.

MR. BRADY:

MS. BRODIE:

Um-hmm.

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what this working group would do. MR. BRADY: It would start out by doing baseline

But I'm afraid I still don't understand

studies of what is going on within this transitional forest. It would relate that to practical methods of correcting the problem. If the correcting of the problem is to remove dead and dying trees and replenish -- replace them with live trees, then that's what would come out of it. If it only came out to the fact that it's impossible to do that, we'd know that in a very short period of time, but right now what you've got is a nothing, and what you've got is a disaster going on that is a large disaster going on in our environment.

But the Forest Service has studied the MR. DIEHL: problem as far as the --

The Forest Service is one party that's MR. BRADY: working on the problem. They do not have the answer. The state doesn't have the answer. It's up to the private sector.

> MR. DIEHL: (Inaudible) old growth plan.

MR. BRADY: Um-hmm.

MR. PHILLIPS: Donna?

MS. FISCHER: Yeah. You know, since there is a concern, the damage was centered in Prince William Sound, and there's been some concern, you know, you're taking this to Moose Pass. and you've -- I believe Mr. Holsten or what's-his-name, Halston, stated that it's moving in the area down to the Copper River and probably in those mountains in there. Why not pick an area that -or has it infected some of the area in Prince William Sound that
you can utilize there that would fall within the spill area region
to justify this?

MR. BRADY: Fine, if somebody else wants to make a justification, they have an area that they're working at, we would step aside. I don't care. I was asked to come here to give you a proposal that the people of Moose Pass had thought about, and they said we're ready to do something. After three and a half years, nobody else has come forward and said we're ready to do anything. You've got problems in -- I've -- I'm used to -- I know the forest in Prince William Sound. I've logged over there. My uncle had a sawmill over there in the 1930s. I see what's going on. You've got disasters going on over there that aren't related to the bark beetle. There's other diseases going on in there.

MS. FISCHER: Like what?

MR. BRADY: Huh? Well, there's (indiscernible) and bud worms and root rots and things like this.

MR. PHILLIPS: Does anyone else have questions of Terry?

MR. CLOUD: Thank you very much. I think that with

Jim Barnett's proposal, you'd probably be better off if you were
saying you owned some land and we're going to log it, and then some
people here would right away want to buy it from you. If you just

want to improve the habitat --

MR. BRADY: Well, I do want to congratulate you for those purchases you made. I figure it'll be interesting to see how

you manage the areas that are dying -- turning brown, but the basic thing that I do want to put here is, though, that we cannot just look at these things as strictly environmental problems. We've got social issues, we've got economic issues that are -- this whole thing has to tie into one holistic system, and when you do that, you find out that there's a big dollar out there that's being lost. Thank you.

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MR. PHILLIPS: Thanks for being so patient today. It takes a lot of patience today, I think. All right. Why don't we continue and identify yourself, and good luck.

MR. EAMES: My name is Cliff Eames. I'm with the Alaska Center for the Environment, and I'm appearing today somewhat on a pretty quick notice, since I learned late yesterday afternoon that the advisory group might be addressing this issue, and only learned this morning that, in fact, it probably would be addressing this issue and we have also, in a very short period of time, I think, received probably a couple of oral proposals, one perhaps regarding monies for research, another perhaps regarding money for a commission and some studies and then some more direct action. You spent a fair amount of time, and I know you're probably getting impatient hearing, though, I think, just one side of an extremely complicated issue, and so I would like to take a little bit of time to make some additional comments from a different perspective. And I think because of the timing, I may be bouncing from point to point, and I apologize for that. I certainly hope that if the advisory group seriously considers the spending of monies to

address the spruce bark beetle situation, that they will, with ample public notice and a great deal of serious discussion and debate, look at this question very seriously before actually devoting any monies to it. I have been involved with the spruce bark beetle issue, as Terry and many others have, for quite a few years now, for six or seven or eight years, starting primarily at the Cooper Landing area. I was involved in an early decision by the Forest Service to do some logging in the Cooper Landing area. I was a member of their subsequent working group to look at additional primarily logging options for addressing the spruce bark beetle at the Cooper Landing area, and I am now on the Forest Service's joint Forest Service state working group for the Moose Pass area, and was, coincidentally, at a meeting of that working group last night in Moose Pass, and it's unclear to me that there are -- that there is a majority or a consensus in Moose Pass that would come to this group seeking monies. I know that there are people who would like things to happen there fairly quickly, which usually, in this particular situation, means logging, but there are also a lot of people in that community who are very concerned about the impact of logging on a number of the resources in the area. I should say that I certainly don't underestimate the magnitude of the infestation on the Kenai Peninsula. It's substantial, there's no doubt about it, there are a lot of trees dying, but I think we need to be perhaps a bit more humble and patient than we're likely to be and consider very seriously whether there is a great deal that we, in fact, can effectively do to address some of the impacts

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of the infestation. With regard to human management generally, and the need to manage our forests in South Central and in Alaska, I would point out, as other people, I'm sure, have, that our forests have done pretty well without us for centuries. I don't really see that it's essential that we go in and manage. There certainly will be changes in our forest, there are bound to be, but they're not necessarily going to be changes that are going to create a great number of problems for us. I'd say, certainly, also, that there is a tremendous amount that we don't know about the spruce bark beetle and the impacts of the beetle and what's going to happen after the beetle has come in and the numbers that are presently there, and I would suggest that additional research is a very worthy project, generally, with regard to the spruce bark beetle, but there are a lot of worthy social and environmental projects around the state, and that doesn't mean that there is any sort of direct relation to the Exxon Valdez oil spill, and I certainly don't see a direct relation here. I would also point out that the State of Alaska, the legislature appropriated two or three years ago four hundred and fifty thousand dollars for forest health initiative monies to look at responses to the spruce bark beetle, and my impression is, and Larry may know the answer to this, that additional monies were subsequently appropriated for forest health initiative purposes. I'm not aware, however, that any of these monies, or any significant amount of these monies have, in fact, been used for research and monitoring, which I think is a real mistake. In my experience, and I was on the forest health initiative working group

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as well that the state set up, in my experience, what's done is that these monies are used for planning projects in an attempt to justify logging as a response to the spruce bark beetle, and I would urge you to recognize the fact that in spite of the many possible responses or treatments to the spruce bark beetle that the Forest Service or the Division of Forestry might put in front of you, that if you look at what actually happens and what recommendations are made by the Division of Forestry and the U.S. Forest Service, that ninety-five or more percent of those actions are going to be logging in response to the spruce bark beetle. have also sat through a number of briefings by people like Ed and Roger, and I have heard in recent months and years many, many lists of the potential impacts of the spruce bark beetle. I have never heard, in a similar forum, a list of the possible impacts of logging and road building, and many of us, I think, know that under modern industrial logging conditions, that the impacts of logging and road building can be very, very substantial, and so there is a real question about whether the proposed solution, which is in almost all instances logging, might, in fact, not be worse than the impacts of the bark beetle itself. In particular, I don't believe that there is a great deal of information on this in Southcentral, but when the Department of Fish and Game responded to an earlier proposed logging sale in the Falls Creek area on the Kenai Peninsula, the Department of Fish and Game's response was that it appeared that the impacts from logging and road building of the magnitude proposed at Falls Creek would be greater than the impacts

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on the fisheries from the spruce bark beetle if nothing was done. There's discussion about the impacts on the visual resource. think a lot of us would agree, not everybody, certainly, that the visual resource is hardly enhanced by large scale logging and road I don't see that as much of an alternative. building. I would also note that it has been primarily the Division of Forestry, the U.S. Forest Service and the private logging industry in Alaska that has come to you and to other bodies with regard to seeking monies for spruce bark beetle activities, and I haven't heard yet from Commissioner Rosier, who, of course, is a Trustee, or from other members of the Department of Fish and Game, or from members of the Fish and Wildlife Service, asking for Exxon Valdez monies in order to help restore some of the species that have been impacted by the spruce bark beetle. For example, I expected that the presentation this morning would address the marble murrelet and the harlequin duck. I've been told that they might. I don't think that you're going to find biologists telling you that going in and logging beetle-infested forests is going to do much, if anything, to help those species. Additionally, and I don't think it was emphasized very much this morning, but Roger and Ed did point out that although there is some spruce bark beetle activity on our coastal forest and Kachemak Bay, the south side of Kachemak Bay in particular, and although we're always learning about the bark beetle, and it has been a substantial infestation, we may see more infestations in our coastal forest. For the most part, Sitka spruce and the climatic conditions in the coastal forest, the very

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wet conditions, are not, in fact, conducive to spruce bark beetle activity, and problems that we might have had recently might be, to a large extent, a result of the very warm dry springs that we've had in recent years, but I think it needs to be emphasized that the likelihood of a serious infestation on other coastal forests is relatively slim, although it certainly isn't out of the question. I also haven't seen a huge amount of evidence, and this was discussed this morning, that, in fact, natural regeneration won't occur after the beetle comes through these stands. That is, in fact, one of the things that we need to learn. We've had very little monitoring and very little studies of natural regeneration after the beetle comes through, but I have been seeing at our working group meetings more and more evidence from people who would like to increase logging activities on the Peninsula, that there's a great deal of -- I mean, what is very significant or of some very site-specific conditions of soils, aspect, slope, seedlings and whole timber on the sites that are infested, and it's unlikely that we're really going to see huge, huge expanses of beetle-killed areas where we don't see any natural regeneration, that we certainly may have problems, delays of varying degrees on specific sites, but I don't think that the evidence is there that it's going to be a substantial problem on a landscape scale. think that -- I would -- one other point, if I could, and I do very much appreciate your patience. It's a very interesting question what the impact of both fire and firefighting has had on the Kenai Peninsula, and what the major agent of disturbance has been over

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history on the Kenai Peninsula. We saw a recent fire analysis prepared by a Forest Service employee from the southern region who was brought up to provide a relatively objective perspective, and when he looked at the evidence, he noted that recent fire history on the Peninsula shows us that we had only about eight forest fires a year on the Peninsula, that they consumed for the most part very little acreage. I don't remember what the acreage was, it was -my guess in the twos, threes, fours, maybe ten maximum as an average, that the Pothole Lake fire was an aberration because the decision was made by the refuge managers not to fight that and that's why it eventually consumed as many acres as it did. Ninetysix percent of the fires on the Peninsula are caused by humans, not by lightning, so I think that suggests, and I have heard this suggestion from a biologist with one of the federal agencies, that it's entirely possible that the spruce bark beetle over history, or other insects or diseases, has been a major disturbance and regenerative force, and not necessarily on the Kenai Peninsula fire, when, in fact, we see so few non-human caused fires on the Peninsula. Thank you again.

MR. PHILLIPS: I have to confess, as a novice, that listening to all of you scientists leaves a guy's head spinning, and you don't know in what direction. I've gotten four different directions today already. Now, okay, do you have a fifth? Why don't you identify yourself and give us your --

> MR. SMITH: Yeah, thank you. Is this thing working? MR. PHILLIPS: Yeah, just pull it towards you there so we

can hear.

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MR. SMITH: Yeah, I definitely have a different spin, and I guess it's because I live on the Kenai Peninsula.

MR. PHILLIPS: Could you identify yourself for the record?

My name's Larry Smith, and I represent the MR. SMITH: Kachemak Resource Institute which operates the forest resources I'm also an old bull carpenter and have working group in Homer. been building with the silver spruces in the Kenai Peninsula for more than a third of the century, by preference. I've also done my share of done my share of logging and sawmilling and have fought fires in the Kenai Peninsula and elsewhere, so I guess I -- first thing, I'm really glad to finally hear somebody who seems to know, said that -- what people always say about fire suppression having an important effect on ecosystems is no doubt true, but there's a place that it isn't true and that's the Kenai Peninsula because we haven't practiced really aggressive fire suppression for very many years there on the little part of the Kenai Peninsula that has fires, and that doesn't include, as far as I can see, any of these lands that you folks might be recommending for acquisition. maritime forest just doesn't have a fire history. It just -- I don't know why it comes up. It could apply to the Interior, it might apply to Yellowstone, but I started fighting fires on the Kenai Peninsula and the rest of Alaska in the fifties, and I watched and I -- I still fight them occasionally, mostly grass fires. It doesn't happen. It shouldn't be considered as a factor.

Anyway, that's a diversion. As part of this working group a few years ago, I was selected to serve on a group for Governor Sheffield to recommend amendments to the State Forest Practices Act, and this was a pretty diverse group. It included five people from the timber industry and big landowners, and it included five people from the Fish and Wildlife and the environmental side and commercial fishermen and recreationalists, and it included five people from state resource agencies. We all agreed unanimously about the bark beetle, that it ought to be treated a little differently than the state had treated it, and law in the past, and that was that we ought to have one law for bark beetle lands all over the state. Well, that's not quite the case, but it's too bad, and I hope at a later meeting if this subject comes up again that you will have some more of the significant expertise on this body that's missing. Vern McCorkle, for instance, used to be the city manager in Seldovia and got thoroughly acquainted with the bark beetle topics. John Sturgeon was both the district and the state forester and one of the principal managers when the state -contrary -- or a little bit for the history Roger Burnside of the Division of Forestry gave you, this was the hot topic in the Kenai Peninsula Borough, not in the late seventies but in the late sixties, and by 1973 the State of Alaska had sold two hundred twenty-three thousand acres of commercial forest land to Mitsui Trading Company on the west side of Cook Inlet in the Kenai Peninsula Borough to fight the bark beetle infestation over there, and Mr. Sturgeon, and I have several of his memos here, and also

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it's only been a couple of months since I went to an RDC breakfast and heard him say that if it was up to him he wouldn't go chasing the bark beetles. He talked -- (indiscernible) he talked more like Clint Beams than, I quess, like Terry Brady about thinking that you just had to let it go, but he had a really solid experience. The state got burned really badly on the west side of Cook Inlet. It cost us a million bucks out of our pocket to pay off the lawsuit. The bark beetles -- now, and I'll happily supply you some of these memos that go from 1973 where they had a happy beginning attacking the spruce bark beetle, to 1983 when everybody began to talk to each other only through their attorneys. The Kenai Peninsula Borough, Cook Inlet Region Incorporated, the State of Alaska, Mitsui Corporation, they set up to do this Kodiak Lumber Mill, I think the name of it was. Anyway, we have a long history with this subject. We haven't done very well. I don't hear much in the way of new propositions that would lead me to think we'd do any better. We've often had Ed Holsten -- in fact, when he first went to work for the feds here, for Forest Management, I invited him to one of the many panel discussions I've conducted over the years on this subject because I've been personally engaged with this odd creature for twenty years, and I always thought, and what the state law says now and what we don't do a good job of enforcing, I always thought that if we cleaned up after ourselves a little better, whether seismic lines or homestead roads or transmission lines, and the main new cause of spruce bark beetles on the Kenai Peninsula is the power line from the Bradley Lake hydroelectric project to Soldotna,

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and that's despite the fact that the power authority and the utility took the advice of entomologists, the best minds they could find on the subject, and if you fly over that today, you'll see that the transmission line is cleared to a width of about two hundred and fifty feet, and for two hundred and fifty feet on each side of it you'll see red tops on the spruce trees because the solution didn't work. Now, I've seen that a lot. I just don't think science has got a full grasp on the slippery bark beetle yet. To conclude, I'll tell you about our most recent experience. Commissioner Noah, when the Division of Forestry proposed a fiveyear schedule of timber sales in the Kenai Peninsula, he saw that it made people down there pretty uneasy, so he put together a panel which included the manager of the Seward sawmill, which included the head -- the executive director of the economic development district, the president of the borough assembly, the mayor of the Kenai Peninsula Borough, a logger from Homer, a forester from Seldovia, myself, a member of the planning commission, and we said unanimously, boy, we're afraid -- like somebody else said here a little earlier, I think it was Ed Holsten, that this cure might be worse than our present situation, that we don't really think that anybody has got a hand on what to do about the bark beetle, and we saw a lot of evidence, we made a half a dozen field trips. time we had a meeting in a different part of the Peninsula, we'd go on a field trip, and we could see logs left in the woods that caused bark beetles up to almost a million board feet in an operation near Ninilchik because the market collapsed, as it often

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does, and the logger got caught with these logs, many of them on the Homer Spit, and had to be hauled back to the woods to grow bark beetles. I mean --

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MR. PHILLIPS: They won't grow on the Spit?

We've -- well, Ed Holsten said the first MR. SMITH: time we saw them in Homer was that if you wanted to farm bark beetles, what you would do is cross hatch the Peninsula with seismic trails, like we've done, and on the west side of the Inlet is where to build transmission lines and leave the logs laying In fact, you know, it's a curiosity to me why the Exxon Valdez oil spill settlement money, they should be asked maybe to solve a seismic line problem from oil exploration done by ARCO. I mean, we ought to have an ARCO settlement about the bark beetle. Anyway, Roger Burnside read at some length from what this advisory panel on which served the new state forester, Tom Boutin, and another one of his hands, there were two foresters and a biologist, and what he said, that's what Mr. Burnside read to you was the presentation of Tom Boutin at the Valdez Oil Spill Trustee Council in August with a couple of updates and modification, but what the state forester said to me is that -- he made those remarks up before he served with the rest of us on the commissioner's advisory panel, and a lot of what he thinks now is different because, like the rest of us, it was useful to be enlightened by both the technical expertise and foresters and entomologists and botanists and biologists, but most important to me, and I think to most of our group, was the convincing way in which the long time residents

of the Kenai Peninsula identified their own interests. assure you, they're pretty skeptical of that whole range of science, but when it came down to a question of biology and protecting fish and wildlife habitat, on which a lot of our living is based, that's the bread basket where I live, they preferred the opinions of biologists. When it came to protecting those species that we depend on for living and recreation, they didn't want to ask somebody that grew roses or was a sylva-cultural specialist, they wanted to talk to the biologist, and right or wrong, that's where people came down, and I believe it's after many years of different sorts of committees and commissions and panels and meetings that people see enough logging on the Kenai Peninsula that they are afraid that it's going to have a long time negative effect on our ability to make a living there because we have been dependent from the beginning of human settlement on a productive forest and the waters that flow through it, and make no mistake about it, we can very well be in that position again. At the present rate of harvest on the Kenai Peninsula on which there are -- two years ago, when our timber task force and the economic development district did its study, there were two hundred and fifteen thousand acres of private commercial forest land on the Kenai Peninsula. Those are being harvested at the rate of thirtyfive thousand acres in 1993, twenty-five thousand acres in 1992, and likely forty-five thousand acres in 1994, and it doesn't take much multiplication to see that this is not going to be a very long walk -- last activity, shipping chips and ground logs off the Spit.

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The manager of the Seward Forest Products Mill served on our panel. He cautioned the panel himself about this export market eventually cutting his timber supply short, and eventually is not very far It already has an effect on people like me that deal with spruce or log builders. It's a serious economic matter to us that, in the name of experimenting with bark beetles, we not eliminate this resource that the local economy is partly dependent on. there were some -- a variety of questions that were asked here, and I'll address them briefly. There is, of course, a change in the wildlife composition of the Kenai Peninsula since settlement times. There weren't any moose on the Kenai Peninsula when the Russians arrived. We had caribou. There aren't any caribou except those that were transplanted recently. The caribou moved on. The grasslands gave way to spruce trees and then birch trees grew up. If you talk about having six hundred thousand acres infested, you ought to ask the same question that the State of Alaska Division of Forestry asked Cook Inlet Region when it said, we've got fifty thousand infested acres on the Kenai Peninsula just ourselves and we want to be exempted from reforestation. The standards and the law say you have to reforest unless it's a salvage operation. Well, this is because we've got an infested forest. said, wait a minute, you've got a twelve to fifteen percent level of infestation in your fifty thousand acres, so when you talk about half a million acres or a million acres, you're not talking about every spruce tree. You're not even talking about every large spruce tree. Often we found in our review of the proposed timber

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sales that we were talking about twelve to eighteen percent, and that makes a big difference to people if they think about the beetle that's taking every tree like Sherman marching through the agricultural lands of the South on his way to the sea. different thing than if you see the bark beetle as something, and every time you have a blow-down or a sloppy clearing job by a homesteader or anything that will promote a local population, that's where the bark beetles start. They're not just heading down the Kenai Peninsula. They're starting in these odd spots here and there where there's enough downed material to give them a boost. How long are the dead trees usable? I built a house in 1976 out of trees from the 1947 Kenai Burn, and not only didn't it turn to powder and fall apart on the woman that's living in it, I still get to go over there for supper once in awhile. In fact, we harvested on the Kenai Peninsula trees from that burn right up until the time the Fish and Wildlife Service, that manages the refuge where most of the fire was, said, well, you've taken enough of those trees now, but it went on for over thirty years, and it was a real asset for making buildings and making furniture and for making paneling on the Kenai Peninsula. There may be root rot in some places, but I saw a lot of dead wood at my sawmill as well, and you know it's -- it beats the hell out of paying somebody at Weyerhauser to operate a kin and use a lot of -- kiln and use expensive energy to ship it up here. You can get dry wood out of the forest if you find a dead tree, but not all of it, and of course you can't saw little finish boards out of it. For, like, timbers and logs

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though, it doesn't hurt them at all. In fact, it's an ancient technique if you want to build a log structure out of material that isn't going to shrink and settle a lot, you ring the tree and you kill it and let it stand there for a few years. Don't do it now, it's against the law, you'll cause bark beetles, but it's an ancient technique. I don't know about all the lands you have identified for acquisition, but I don't think that they -- these particular lands are those that are much at risk from bark beetles any more than they are from forest fires. It's not been bark beetle country, generally, and if it is, then I suggest that -- I would take away that exemption that exists in state law for operations in the southern region which is where these acquisition lands all are, includes Afognak, region one, and Alaska for forest management purpose, it includes Afognak and it includes the whole outer coast of the Kenai Peninsula and everything south of there. The first thing we ought to do if we're serious about bark beetles, and -- is to enforce the laws generally on that subject to have the same clearing standards on one side of the line as on the other, and there's a whole lot more to be said. You've just gotten the smallest sample of the beetle mania that's swept the Kenai Peninsula for so many years. We're very happy to share it with you guys in some other place.

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MR. PHILLIPS: That's the thing I like about my job here.

It's so noncontroversial, you know, you almost go to sleep, it's so boring. Are there any questions for either of these gentlemen before we pass out or pass on to our next person who's been sitting

here very patiently all morning? Any other beetle questions? Okay, thanks gentlemen, for being so patient. I appreciate it very much. Okay, here we go to the ecosystem of Prince William Sound. Why don't you come up and find a — I'll find some microphones here, if you like. There are a couple over here on this side, I believe, or at least one, and another one there and one here. And, again, if you would, in your introduction, identify yourself and who represent and so on, so that they can record it. (Pause) Are you ready?

MS. BAKER: I'm ready.

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MR. PHILLIPS: Go ahead.

(Pause while donuts are passed around)

Thanks, I -- Beatles songs and Hard Days MS. BAKER: Night and all that. That was really a real informative stretch of work that we just put in. I'd like to introduce myself and Dan My name is Torie Baker and I am vice president of the Cordova District Fishermen United. Dan Hull is chairman of the Prince William Sound Aquaculture Association. Together, we are the co-chairmen, or co-chairpersons, of the Prince William Sound Ecosystem Planning Group. What we -- we -- today, I don't know that we necessarily asked for a spot on the agenda, but I know that John French and whatnot asked for, you know, some information, so we're here to provide, at least in the form of this handout that we've passed around, a bit of background and history of the development of the work that's going -- that has been presented under Proposal 94320, which is the Prince William Sound ecosystem planning effort. I think many of the members of the PAG have been informed, probably to varying degrees through either press releases and information from our group's effort there in Prince William Sound to just following along on the EVOS Trustee process itself, and so I wanted to just give a bit of a background of what is contained in this two-page bit of information here and outline some of the genesis of where this proposal, which I believe you now have copies of, I think that's been passed out. (Pause) Were there copies of that or --

MR. PHILLIPS: The project description?

MS. BAKER: Yeah, the project description. Did you all get a copy?

MR. PHILLIPS: Yeah, we've got that.

MS. BAKER: Okay, okay. This was something that was -- has been put together through a very extensive and really a very cooperative effort in Prince William Sound. If you recall, back in August there was a motion put together by the -- or at the Trustee Council to give a planning grant to certain -- to the Prince William Sound Fisheries Ecosystem Planning Group, to put together and help support a marine ecosystem plan. To that end, the coalition that had come together is representative of many of the organizations in Prince William Sound, and as listed there in this information sheet, the commercial fishing organizations of CDFU and CAMA, which are two of the major organizations in Cordova representing the commercial fishing industry, and fishermen of the Sound, of the Prince William Sound Science Center, members of the

Prince William Sound Aquaculture Association, which is the regional hatchery association there in Prince William Sound, the University of Alaska Fairbanks, who has had a longstanding research presence in the Sound, particularly in the marine environment, the Eyak Corporation and the Prince William Sound Conservation Alliance. And in conjunction with the local staff of Fish and Game, we embarked on an extensive and exhaustive planning effort to come up with an ecosystem research plan, if you will, keying primarily on the two major fisheries species in the Sound of pink salmon and It's interesting, in the sense that when you all are herring. looking for linkages back to the, quote, injured species, that it is pink salmon and herring that have also, in the everyday life of the people in Prince William Sound, have been severely impacted over the last three years and since the post-spill, and obviously there's been a lot of attention and a lot of impact from the fluctuations in both the herring and the pink salmon. So, through this effort in Prince William Sound, what we did was generate a research document known as the Sound Ecosystem Assessment, the SEA plan, which was then reviewed at an EVOS Ecosystem Trustee workshop Jim Ayers referred to that this morning. in Cordova. Many of the people here, both from the agencies and otherwise, attended that workshop, and at that workshop there was a review of the SEA plan, the work generated there in Cordova, as well as an attempt on the Trustees' part to expand on the work in Cordova by bringing in other agency and resource scientists who had been working on other parts of the marine ecosystem such as the birds and mammals, and

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quite honestly, that was very exciting, and a lot of creative energy went into those three days in Cordova, and as Jim referred to earlier today, broadened the horizons for a lot of people. What it actually -- and did a lot of integrating amongst the agency peoples in particular. Particularly to the SEA plan, the Sound Ecosystem Assessment work that we had been working on in Cordova, there was just a lot of endorsement of the research proposals that we had put together, or the research plan that we had been working on as a very sound and reasonable and needed approach for looking at marine ecosystems and how they're put together and how they're presently wired. We have since, from that workshop, gone ahead in the system that's laid out in terms of submitting proposals and working with different agencies and working with the EVOS Trustee staff, and put together a proposal which we have here in front of you today and for your consideration, and what we wanted to do today was not so much to do an exhaustive review of that work proposal, we have Jerome here working on -- as the lead agency there with Fish and Game, NOAA is also designated, I think, in the work plan, as a lead agency, but we just wanted inform the PAG of the genesis of this project, where it's coming from, why it was put together, the scientific review that it has received of a very high caliber already, and we're excited about it. It's something that answers Prince William Sound's needs on a very broad-based level. The subsistence and commercial fishing interest and tourism interests and sports fishing interests in Prince William Sound are primarily driven by the marine system, and it's something that we

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in Prince William Sound are highly tied to and intimately tied to, so that we -- we want to present that to you today. We appreciate the opportunity to make this presentation. We understand that -- I mean, things have sort of been thrown up in the air today, for lack of a better analogy.

MR. PHILLIPS: Like a week full of Mondays.

MS. BAKER: Right, a week full of Mondays. So, we wanted to take this opportunity to entertain questions from the PAG, introduce ourselves further and solidify again who we are and what we're trying to accomplish and who we represent. It's there on the table for people's comments, and we'd surely entertain any questions.

MR. HULL: I'd like to just add a couple of things.

Am I on?

MR. PHILLIPS: You're on.

MR. HULL: Okay. First, it is largely a volunteer effort. We did have support from the Trustee Council, I believe, to the tune of fifty thousand dollars to help with the planning effort, but, for example, Torie and myself are not paid staff. We've volunteered all our time and effort on this, as have the members from the Department of Fish and Game, people on the staff of the Prince William Sound Science Center, other members of the community, and the -- from the Prince William Sound Aquaculture Corporation. We've had three staff members working gratis on the development of this proposal, and it's been a very positive step forward for not just the commercial fisheries groups in Cordova but

together a lot of the diverse interest groups that have been at odds over some issues since the oil spill and it's provided a forum for some real cooperative efforts in trying to address resource management issues, and I think that's another real important benefit of this process. I think one of the next steps in this process is that the steering committee, which was, I guess, the link between our group and the Trustee Council, is going to come out with recommendations based on the workshop and the review of the SEA plan, and I would suggest that the Public Advisory Group get copies of those recommendations as well as copies of the peer reviewers' review of the SEA plan. I think that would be valuable to you in your decision-making process. So, we're happy to open it up to questions.

for the whole area of the Sound, I believe, because it's brought

MR. PHILLIPS: Are there any questions from the group?

Pam?

MR. BRADY: Yes. Thank you for coming, and I want to say thank you particularly for the work you're doing, and I'm really pleased that people in the community are working on planning what sort of science is going to help, and that you're taking this kind of large look at the ecosystem. I'd like to know what you think about the relationship between the SEA plan proposal and the 1994 and other annual work plans that we get, which seem to be a list of individual projects that aren't necessarily related to one another or anything else. Do you think that for Prince William Sound, what you're proposing would replace these work plan

projects, or that these would be part of what you do, or that they would both be done separately and not have much influence on each other, or something else?

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Thanks, Pam, I think that's a MS. BAKER: Right. really good question. I think if you all would, just for your general reference to that question, turn to the -- I think page ten of your proposal, within there they do talk about existing agency I think that's one of the formats that all proposals must address or be presented, and we went through the 1994 work plan and looked at things that we thought would either benefit from work that we had in our proposal or areas that we felt definitely there would be information that would help integrate in what is contained in the SEA plan and in the SEA proposal. I mean, it's a rather exhaustive list. It's my understanding that one of the most integrated projects that is already existing in the FY94 work plan is most definitely this forage fish influence program. understand that Jerome can speak more specifically to other particular Fish and Game projects or NOAA projects or marine type projects that would link out better, but I think there's a lot there, as outlined in our proposal, that already does exist in the FY94 work plan that would integrate and give a -- have a very good mutual benefit for both, if that answers your question.

MS. BRODIE: So, you are endorsing this list of projects on page ten?

MS. BAKER: I wouldn't say that it's an endorsement as much as it's a -- oh, I think, as it says here, that these are the

ones that -- that there would be a good interaction between what we have going and what we envision as a result of the review of the SEA plan and what is existing in the FY94 work plan. I wouldn't say that it was exhaustive, and I wouldn't -- you know, at that point, but yes, that those would be some really good core projects.

MR. HULL: I think that how close the links are would have to be addressed by some of the people who put together the other projects, but there is interaction between them and how close they are, I couldn't tell, but that's -- they certainly would be beneficial.

MR. PHILLIPS: John?

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MR. McMULLEN: Now, in reviewing your proposal here, and relative to the work plan, in thinking about the meeting that the executive director Jim Ayers was holding in Cordova this week, one question is, did you invite (indiscernible) to be part of that? I've been -- I think one question that we've had is, how do these new -- these proposals, how did they get put in front of the Trustee Council, what are your expectations there? They're the people that put the five million dollars on the table and said, we contemplate putting another five million dollars there, and talking with George Frampton originally about this, I thought that the concept was that this may be -- this approach may be a transition from what was occurring, the remnants of which are in the 1994 work plan, and the process of integrative research programs that -projects that Jim Ayers talks about as being the way of the future, and are you comfortable with the way that your efforts are fitting

into this, or do you still have to learn that, or what?

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MR. HULL: Ι think there's a fair amount uncertainty as we go along exactly how we integrate what we're doing with what Jim Ayers envisioned the process, and I guess there's some -- some anxiety. You know, honestly, there's some anxiety about how -- you know, how those are going to be integrated together, but we are attending that workshop those two days, so we will be working with them, and the three scientists he mentioned were at the workshop in Cordova, so those links are there and obviously this is a transition process for Jim Ayers and Molly and the whole Trustee Council process, so we're working as best we can on that.

MR. PHILLIPS: Yes, Kim, and then James.

MS. BENTON: Can I ask a question in reviewing the budget? The largest line item is for the Prince William Sound Science Center, two point four million. Could you just give me an idea? It seems like an awful lot for a budget item. What types of projects shall be (indiscernible) for that?

MS. BAKER: Well, you know, I don't think that I can -- I mean, I can't break it down totally. We are, you know, much in the same old process of putting together the operation and the budget plans for more further detail. What I can say specific to any of these budget items is that a lot of what we're doing as -- if you had a chance to read the verbiage, is start-up. A lot of it is start-up and a lot of that, I think, which comes under the Prince William Sound Science Center is for a lot of the equipment

and the purchases and the work they are doing in the initial phase of a program of this size. I can't really, I think, discuss it too much more than that, but that's sort of how it breaks out in terms of looking at what resources and expertise is available in the region and trying to capitalize on that, so that's where the Prince William Sound Science Center fits in, as a lead agency for scientific research.

DR. MONTAGUE: Brad?

MR. PHILLIPS: Yes?

DR. MONTAGUE: Could I make a couple of comments on this?

MR. PHILLIPS: Could you? Well, yeah, I was going to ask

you to.

DR. MONTAGUE: First of all, relative to John's question, the '94 work plan, and the whole work plan isn't -- the timing isn't such that it's going to be put under the ecosystem umbrella. You've probably got the '94 work plan and this one ecosystem project for '94, then the meeting this Thursday and Friday is to plan '95 so that the whole program would be under kind of the ecosystem umbrella. So in '94 that will be separate, and basically you've got the projects to consider in the work plan, and then you've got the ecosystem project, and then on behalf of the executive director, there was a couple of things I needed to say about this. First of all, the Trustees and the executive director were very grateful to you all and the steering committee and the group in Cordova for working on this and getting it to where it is, but, you know, as Kim was quick to notice, it's a very general

proposal. The budget is very general, and as currently presented, isn't suitable for requests for funding by the Trustee Council, and the executive director has asked -- I believe has asked you, but maybe some other -- maybe the group from Cordova to develop the details of these into specific projects with detailed budgets like are in the usual work plan format, you know, the form two a's, two b's, three c's, that show the specifics that you were asking. So, at this time, it's just a general proposal to show the direction, but at this stage Jim would not recommend, you know, an acceptance of the project without more detail. So, Kim?

MS. BENTON: In terms of timing, are they looking -- if we're supposed to comment on these projects, if you're looking to have a detailed budget by -- before our time frame and kind of have our comments on this project (inaudible)?

MR. HULL: Let me speak to the time frame just a little bit. We only found out at the end of December that this proposal was due on January 7th for the Public Advisory Group, and we were working under the impression that the proposal, along with the detailed budget, which would explain what all the funding was going towards, would be available by the 17th of this -- of January for review by Bob Spies and your group before it went to the Trustees. So we were put under a timeline, a deadline, just to get a general proposal out in the same format that it's always gone out as, and the group -- our science committee is working on the detailed budgets and operational plans that go along with this, and we'll have those ready by the 17th to be reviewed by Bob Spies so

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that -- and I hope that then you would also have the benefit of review of those as well as all the other projects that are going forward.

MR. PHILLIPS: In regard to timing, we've had a further communication with Mr. Ayers this morning after we finished with our discussion on the phone, and I'd ask Eric to relay what his desire is in terms of our getting information in. I think it will help everybody work. So, if you -- do you have a mike there that you can use? Eric will tell us about the conversation with Mr. Ayers after we completed our conference call this morning.

MR. MYERS: As the executive director indicated, he is very anxious to get the input of the Public Advisory Group as a part of the information he really wants to use to develop his own recommendations to the Trustee Council. The timing, as you know, is really tight. In talking with Doug, and also with Brad, we were trying to brainstorm a process by which the Public Advisory Group could have the benefit of the chief scientist's recommendations and still make a timely recommendation that could feed into the process that's been outlined to get us to the January 31st meeting, and one possible scenario, and I've wanted to broach this as a possibility, would be to, tomorrow afternoon, instead of adjourning the meeting, go into recess and -- with the intention of our providing the chief scientist's recommendations to the PAG as soon as they become available, which I believe will be -- I haven't confirmed this, it's either the 17th or the 18th, but get them to you as guickly as possible on the 17th or 18th and then have a teleconference on the

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MR. PHILLIPS: Does the committee see any problem with that approach, of just recessing and then having the teleconference? Pam?

20th for purposes of some final recommendations being made by the

Public Advisory Group, and use the time that's available remaining

today and tomorrow to work with the agency personnel to learn as

much as you can about the specific project proposals and to use the

time between now and the 20th to do additional reading of the

materials and whatever other queries you want to advance to the

make the chief scientist's recommendations available to the PAG, it

may be one way of going about that because it seemed to be a very

strong feeling on the part of the PAG that you wanted the chief

scientist's recommendations. It's only a suggest -- a possibility,

and I'm raising it as one possibility. Jim is anxious to make sure

that we don't end up with seventeen individual qualitative letters

In order to

agency people to come up with final recommendations.

of comment on the eve of the Trustee Council meeting.

MS. BRODIE: Well, it is going to be expensive. I don't know about PAG's budget to do -- it would probably be a very long teleconference and we'd need a -- somebody doing the transcript again, so I think that we're talking about some thousands of dollars to do that --

MR. PHILLIPS: The choice is to either --

MS. BRODIE: -- as well as our time.

MR. PHILLIPS: Yes, but your choice is to either do it or don't do anything, and don't give him the information, so I don't

think we have much choice, do we?

MS. BRODIE: Well, we have some choices in that we can turn in our comments individually.

MR. PHILLIPS: He's asked us not to do that though.

MS. BRODIE: Before the chief scientist, you know, just do the best we can and then he will take into account the chief scientist's opinions also.

MR. PHILLIPS: He specifically asked us not to do that, unless I didn't get the message.

MS. BRODIE: I think he asked us not to do them individually after the 20th, or after the 21st, but we can do them individually if we get them in by the 14th, like everybody else.

MR. PHILLIPS: Is that what you understand, Eric?

MR. MYERS: Umm ---

MR. PHILLIPS: I thought he didn't want to deal with seventeen different --

MR. MYERS: I think that the process that was used last time, which gave a fairly precise recommendation for each project, is what -- which really resulted in focused discussion and debate on the part of the PAG on specific projects, was something that was useful as a precedent.

MR. PHILLIPS: I agree with you.

MS. BRODIE: (Inaudible)

MR. PHILLIPS: Well, we did, all together. We debated it and then came up with a position on each one, instead of him having to sift through seventeen positions and having to come out with

some kind of consensus. I would think, if it were me, I would put them in the round file or start my evening fire with them.

MR. CLOUD: It's just not very practical, given the fact that we're still on the public comment period today, at 3:30, and most of us, or some of us have scheduled other things for tomorrow afternoon. I mean, we just have to get going on this. And the other thing is, we're just going to have to hold our discussion to a very limited amount of questions instead of hashing over a thirty-six thousand dollar project for a half an hour.

MR. PHILLIPS: Yes.

MS. FISCHER: Yeah, I think one of the things, and several people had mentioned it, was that when we know that certain people aren't going to be at our meetings, they shouldn't be planned, you know. Apparently, everybody was aware that Dr. Spies wouldn't be here.

MR. PHILLIPS: Not everybody. I wasn't.

MS. FISCHER: I think that then when -- Doug, you say that it was announced at the last meeting, or you knew at the last meeting it was mentioned, and maybe not all of us picked it up, but it was aware, so I think that needs to be taken into consideration when these meetings are called, so we know, you know, how to deal with them. My other understanding is that Dr. Spies is not going to be here until 3:00 tomorrow. Now, does that mean that he's going to land at the airport at 3:00 or is he going to be here at the meeting at 3:00, because that -- if that's the case, he may not be here until 4:00 o'clock.

MR. MYERS: Right. Well, I believe that's what I indicated, that his plan was -- his plane was landing at 3:00, weather permitting, and that he would be here about 3:30 or whenever he could make his way in from the airport.

MS. FISCHER: If his plane isn't late.

MR. MYERS: Well, that's true.

MS. FISCHER: Yeah, coming in from Seattle on that --

MR. PHILLIPS: And if they haven't lost the luggage.

MS. FISCHER: Yeah, so we're talking about 4:00, and if people are wanting to catch a 5:00 o'clock plane or, you know, trying to get back home tomorrow night, which was the plan, which everybody, according to the agenda that we received, made their plans accordingly. Do you see what I'm saying? I mean, I can stay, but how many stay, how many can change their plans, and I think we need to do that and decide what time we're going to start in the morning to try to get through this and try and get as much done as possible.

MR. PHILLIPS: Yes, James?

MR. KING: My understanding of the role of the PAG was that we were selected to represent a wide variety of interests, and am I hearing now that Jim Ayers has decided that he wants from us not a report on the interests that we represent but a consensus of just the personalities that are here, because I feel those are two very different things, that if we are going to effectively represent the interests that we are supposed to, he's going to have to look at the individual reports from the members of the PAG, and

so I think that needs clarification because I think there are some of the group here that are going to have strong things to say that we may not be able to reach a consensus on.

MR. PHILLIPS: James, you may remember last time we had discussions on each project, we tried to come up with a consensus, and Doug also recorded any of the people who objected or had another view. It just expedites his understanding of what we're doing, and it's certainly a lot easier if we all agree on something, or most of us do, that that point of view be put down and then any other points of view, instead of trying to sit through seventeen letters on each subject. I'd would -- jeez, I'd be horrified if I had to do that and come up with something meaningful. Of course, I have to work for a living. He's got lots of time to do it, I guess.

MR. MYERS: If I can try and respond, I think one of the things he is really desirous of hearing is the discussion and debate among the PAG members about the particular project proposal and having one person write a set of comments on the work plan is not necessarily going to have the same kind of benefit of the discussion that would take place as a group. It's -- do you see what I'm saying?

MR. KING: Well, I do. It's going to be a considerable problem -- you know, effort to get that. You're suggesting that everybody here needs to talk themselves out on their thoughts on each of these projects. Now, I know from my own point of view that there are a lot of these projects that I don't

really know anything about. Dick Eliason, I think, perhaps put it in the best focus when we did this last year when he said this is a hum ho project -- or a process, that we were voting on things that we really didn't know a great deal about, and I would think that a report from the individuals about the proposals they do know something about would have a lot more meaning than, you know, voting on things by a group where often we're voting on something we don't really understand.

MR. MYERS: Well, to the extent that there could be projects identified about which the group feels strongly collectively, that's important to know, if there is a consensus regarding specific projects, and unquestionably there will be projects about which some individuals know nothing, or don't know enough or whatever, but to the extent that a consensus or a group opinion can be brought forward regarding particular project priorities, that's the kind of information that's particularly valuable.

MR. KING: Well, perhaps, but the minority opinions, I think, are important from this type of group. Isn't that correct?

MR. PHILLIPS: They are expressed. We've taken -- he's making notes on every one of them. If there are minority opinions, those will be sent to the PAG. We don't want to muffle anybody. It's just a matter of him being to weigh. If it's sixteen to one on a subject, that makes a difference as though it was eight to eight, and I think Doug has been pretty articulate in putting down

the views that we have, and I'm just trying to expedite his work and the time he's got to do it, to get it in to the Trustee Council in a meaningful fashion. I think that we should try to help him in his request and --

MR. MYERS: In no way am I suggesting or trying to discourage your focusing on a particular project you have a particular interest in and know something specifically about. I know that Jim has been — has taken a keen interest in one of the projects concerning orca research and his efforts to understand that project and to share information with the other PAG members, I think, is a worthwhile effort on his part to get into the details of a particular proposal, so certainly that kind of input is valuable. At the same time, the kind of discussion that takes place amongst the PAG members in formulating a consensus or some sort of collective opinion is very valuable as well.

MR. PHILLIPS: I'd like to ask Doug to review here what he's doing. I think it might be helpful.

MR. MUTTER: Well, earlier this morning when we talked about this issue, we -- I thought we'd sort of agreed that what we would do would be, by the end of our meeting, try and provide some general comments and recommendations on the work plan as a whole, and as we heard presentations and asked questions on each project we would solicit comments and recommendations from the PAG. If we can develop a consensus, fine. If we can't, fine. If we just have some general comments, we'll put those down, and then by the 21st, or sooner, each individual who so wishes can submit written views

on the project. That seems to be -- I thought we'd agreed that was kind of a reasonable approach, and we probably ought to get on with it or we're not going to get through them.

MR. PHILLIPS: In regard to your project over here, all I would do is to encourage you to flesh out the details as fast as you can and get them to us so that we can handle them. Otherwise, I'd hate to see them go by the board because they weren't done in a timely fashion. So if you could do that. Do you have anything else now in your presentation? We have got to get on with what we started to do this morning. Yes, John?

MR. McMULLEN: I was just going to offer a variation of what Doug was talking about as far as getting our comments together in a report. Kim and I were talking over here about the fact that we wanted some more input from the chief scientist, and we wanted to be able to comment on the project and we'd probably, given a little more time, probably get a broader range of comments from this group if you put it in writing than if you just talked about it today and tomorrow. We were wondering about the feasibility of getting this information that the chief scientist has to offer, completing our comments, written comments on this series of proposals, and several of us, the group here would get together then and do -- you know, similar to those, and put the final -- put a report together. There is a PAG report expressing all points of view and also listing how we came down in numbers on each side of an issue. Now, is that reasonable?

MR. MUTTER: Isn't that the same result as if we go

through and make our collective comments now and everybody submits their opinion in writing?

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MS. BENTON: (Inaudible -- out of microphone range)

MR. PHILLIPS: I'll go buy a gavel to get through this today. Yes?

Before Torie and Dan leave, I'd like to DR. FRENCH: just make a few quick comments. First, I think this is a very large step forward and a very positive one. There are, I think, maybe some weaknesses in terms of the integration of some of the physical oceanography, with some of the final biological outcomes, but I can talk to you more about that later. I'll be around the remaining part of the week. But also, contrary to what the executive director has indicated, I personally find a whole lot more information in this proposal, as you put it forward now, than there are in many of the work plan proposals in the gray booklet, and in that sense, I would like to move that the PAG endorse the work that the SEA steering committee, or that's represented in the SEA proposal here and encourage the executive director to work as -- with the SEA steering committee in as timely a manner as possible to assure that this project does get funded, or at least gets initiated in the FY94 context.

MR. PHILLIPS: I second that motion.

MR. CLOUD: For some reason or other, I don't seem to have a copy of any proposal.

MR. PHILLIPS: It's been moved and seconded that we endorse -- are you talking about --

DR. FRENCH: I'm ta

I'm talking about the --

MR. PHILLIPS: Are you talking about this document?

DR. FRENCH: I'm talking about -- yeah, the revised project of 94320, as opposed to the 94320 that's in the gray book.

MR. PHILLIPS: I, for one, have not had a chance to read and digest this, and to vote on it, to say that we endorse it or not endorse it, I'm not saying I wouldn't, but it's kind of in the blind if we just do it now without an opportunity to even analyze it. But you can vote on it if you'd like. There's a motion that's before you. Any comments on it? John?

MR. McMULLEN: Mr. Chairman, what we'd be doing is endorsing a process that the Trustee Council asked for, and I think they came up with a very good base document. It appears to describe where they're going, and what we're asking -- what we're saying here is that -- and I think this is a very deserving project, that we endorse this -- endorse and urge the executive director and the restoration process here to work with the SEA plan authors and scientists, you know, in developing this into the project proposals for consideration by the Trustee Council for funding, just to take it forward.

MR. CLOUD: I agree with John. It's along the line, at least the way they've described it, and as I've read it while I was listening to the description.

MR. DIEHL: I move that we take a vote.

MR. CLOUD: Well, wait a second, I'm talking. And it is basically in line with what we asked for last year, a lot more

2 just the agencies themselves involved. 3 MR. PHILLIPS: All right. The motion is before you. there any further discussion on the motion? 4 5 MS. BRODIE: Would you read the motion? MR. PHILLIPS: The motion was to endorse -- would you say 6 7 it again, John? To endorse this --8 DR. FRENCH: Well, to endorse this -- endorse the 9 project as outlined in this revised document, and that we encourage 10 the executive director to work with the SEA steering committee to 11 ensure that the project is implemented in a timely manner and in the context of the FY94 work plan. 12 13 MR. DIEHL: Can I move to table that until we can all 14 read it? 15 MR. PHILLIPS: Yeah, you can move to table, and the 16 motion to table is not -- you can't discuss it. If you want to 17 move to table, that's your privilege. Do you want to do that? 18 MR. CLOUD: That's a heavy decision. 19 MR. DIEHL: Well, we want more discussion. I know, but the rules are that if you do 20 MR. PHILLIPS: 21 move to table, that cuts off all discussion, and that's what we 22 have to do, so --23 MR. DIEHL: Can I move to table until --24 MR. PHILLIPS: To a specific time. 25 MR. DIEHL: -- tomorrow morning or something?

coordination and bringing in people and organizations that were not

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MR. PHILLIPS: Certainly. To a time certain, you can do,

or just table. Those are the two options you have.

UNIDENTIFIED VOICE: (Inaudible)

MR. PHILLIPS: The motion is to table the motion until ten o'clock tomorrow morning. Those in favor say aye.

UNIDENTIFIED VOICE: (Inaudible)

MR. PHILLIPS: No. Those opposed? I guess the two votes carried it. It is tabled until ten o'clock tomorrow morning, and then --

UNIDENTIFIED VOICE: Are we done with public comment?

MR. PHILLIPS: Well, we are open for any public comments on the 1994 work plan, as proposed here, and that's all we will entertain this afternoon. So if there's anybody else in the audience that has anything to say about the 1994 work plan, we're open. Is there anybody who wants to be heard?

MR. McKEE: Right here.

MR. PHILLIPS: Is it on the 1994 work plan?

MR. McKEE: Yes, it is.

MR. HULL: Mr. Chairman?

MR. PHILLIPS: Yes.

MR. HULL: Just in closing, the endorsement proposed by John French was what we were looking for from the Public Advisory Group, just for some clarification. The other thing is that you might just -- since there are lawyers hanging around, the steering committee of the SEA plan, the steering committee might refer to the steering committee that was the link between our group and the Trustee Council, and so, instead, you might refer to it as

the planning group. So, just for clarification there.

MR. PHILLIPS: Thank you. Watch what you say about lawyers. One thing that I think that still is pertinent on an endorsement of that thing is that you refine those numbers, because I don't know whether the motion was to endorse the budget and everything else that went with it, but I think that's your critical thing on whether you'll be taken serious.

MS. BAKER: Thank you.

MR. PHILLIPS: Okay. Thanks for coming by and thanks for being so darn patient today. I think I'm running out of patience, however. Okay. Does anybody else want to be heard now? We have one. Anybody else in the audience that wants to be heard on the 1994 work plan? Would you identify yourself and indicate to us what part of the work plan you want to talk about?

MR. McKEE: I am Charles McKee, and I'd like to talk about the allocation of funds part.

MR. PHILLIPS: I beg your pardon?

MR. McKEE: I'd like to talk about the allocations of monies for the work plan.

MR. PHILLIPS: Well --

MR. McKEE: That is part of the work plan, isn't it?

MR. PHILLIPS: We have nothing to do with the allocation of the funds. We either approve the plans and the Trustee Council is in the funds business, we're not.

MR. McKEE: I understand that, but there's a price tag to every plan that comes in.

MR. PHILLIPS: That is -- the Trustee Council determines that. We just approve or put our recommendations on the specific plan. I'd like to have you confine your remarks to a specific part of the plan, and we will be glad to listen to that. I don't want to get into a general conversation about money because we don't have anything to do with that, and we are so far behind today, and we've got a job that we have to complete, and I'm going to complete it if I have to get my elephants out here. It's about 3:30.

MR. McKEE: Well --

MR. PHILLIPS: What are you going to talk about on the plan?

MR. McKEE: Well, since this is the PAG --

MR. PHILLIPS: That's correct.

MR. McKEE: I feel it an obligation on my part to present this. It's a letter to Senator Ted Stevens and addresses

MR. PHILLIPS: I will not entertain that sort of thing this afternoon. If you have something to talk about on this plan that's in this book, we'll entertain it. Other than that, we're not going to get into generalities. I've told you that.

MR. McKEE: It's not a generality.

MR. PHILLIPS: A letter to Ted Stevens has nothing to do with the 1994 work plan.

MR. McKEE: Since you're the PAG, I feel it a must I submit this letter to you.

MR. PHILLIPS: We're going to take a break for about ten

minutes and I will be back.

MR. McKEE: But I'm going to submit this letter to you, a copy of it. That's all I want to do.

MR. PHILLIPS: We'll take a break and be back here in ten minutes.

(Off record at 3:42 p.m.)

(On record at 4:00 p.m.)

MR. PHILLIPS: Okay, we're going to get back to work here. Unfortunately, our resident expert on fisheries will not be here tomorrow, so we're going to try to get through the fishery projects, and we would ask you -- I think the most expeditious way is for you to go through the items we've got, and if you'd make notes on the numbers and any questions you have on those, then we will come back and ask the question. Otherwise, we're never going to stuff it in here in an hour, it's just not going to happen, so let's try to leave our comments for the last. And then there's the suggestion has been made that we rank these different projects. Doug, would you suggest how this could be done?

MR. MUTTER: Well, if you recall last year, Senator Eliason suggested this at the end of our meeting so we never really instituted it, but -- and I think there was some discussion with Eric Myers and Jim Ayers about doing it, and what we could do is each of us have one of these sheets, is as we go through the discussions on the projects, if you feel comfortable in ranking the project as one, high priority, two, medium, three, low priority in your estimation, and at the end of the meeting tomorrow just turn

those in, and we can let them tabulate that information in whatever way they want. It still doesn't preclude each member from submitting some written comments, but that gives them some kind of an idea of where we're coming from.

MS. FISCHER:

MS. FISCHER:

(Inaudible)

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MR. PHILLIPS: Yes.

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the last time that we did this, I think it was for the '93 report, and then Attorney General Cole at the time made a comment that he

I remember when we did this last, or at

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didn't feel like the PAG group had put much time or effort into

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commenting because by the time you guys reduced it down there

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wasn't a whole lot there that was said -- or on our comments, and

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if you remember, it was in the minutes that he felt that we didn't

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do a lot, and some of us kind of, you know, I was reminded of it,

15 16 and I do remember when he said that, and will this be the same thing again? We can decide to keep our remarks up and on time.

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MR. CLOUD: I straightened him out.

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MS. FISCHER: Did you? Oh, thanks. I'm so glad you

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were there, Jim.

MR. PHILLIPS: Okay, let's -- what is -- would you identify the next -- the number of the project you're going to -- by the way, I'm going to appoint John McMullen to represent the PAG at this meeting on Thursday and Friday, and I've asked him to be as objective as possible on all the things that are presented, to report back to us, not just the things that he may have an interest in, but everything that they do, and I told Mr. Ayers that I'd

appoint somebody, and John has said he would do it for us, so if you'll make a note of that, and he can get back to us after it's over with. Okay, where do you want to start?

DR. MONTAGUE: Page 134, Project 94086, and in response to the questions I couldn't answer this morning on the thirty-six thousand dollar pumping the sand project, apparently the fine sands that don't move up from (indiscernible) to the shore, they're created on the shore from the wave action that breaks them down into the smaller pieces, and also that technique has been successfully applied elsewhere.

MR. PHILLIPS: Thanks a lot for coming back.

DR. MONTAGUE: Okay. The Herring Bay project, sometimes it's hard to find the pleasure in the Trustee Council process, but whenever we find a new finding, it kind of, you know, it just surprises me, it makes it kind of pleasurable, and this project, in '93 they put out current leaders, and the year before they hadn't really recognized that the most productive areas for mussels and such were where there was greater current action, and where there was greater current action is where most of the oil went. So that may help explain why, you know, which means that the most productive areas were the ones that were hardest hit, which could at least offer suspicion about the systemic-wide effects that we're seeing in Prince William Sound. But anyway, one of --

MR. PHILLIPS: Would you -- fucus, is that the brown weed that -- perhaps there's another popular name also? What do they call it, snap or --

DR. MONTAGUE: Pop weed?

MR. PHILLIPS: Pop weed, or something like that. Okay, thank you.

DR. MONTAGUE: Okay. And so this project will, one, further try to verify that it was indeed the most productive areas that were injured, and this continues a four-year project that has been reduced, and our largest project is about seventeen million dollars down to just about half of six hundred thousand a year, seven hundred thousand a year, and was sort of determined to be the focused remnant of what was recommended for intertidal research, and it is one that is recommended by this Project 94320, the ecosystem project. And this goes back and looks at specific quads, and actually specific plants, even, that have been tagged to see what their growth rates have been. Okay, the next project — and a good bit of this project, I think about two hundred and fifty thousand has already been paid to them to finish the '93 report.

MS. FISCHER: (Inaudible)

DR. MONTAGUE: Correct. Okay, the next one is page 164, Project 94137, stock identification of chum, sockeye, chinook, and coho salmon in Prince William Sound, and this is the last year of this project. It says ninety-five two hundred and sixty-one thousand, but it should only be forty-six K to finish up the work of '94, and this is recovering coded wire tags that were placed in these species in '90 and '91 by the Trustee Council. Okay, page 170, Project 94139, salmon in-stream habitat and stock restoration, and there's six sites in here where stream improvements are going

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to be done in terms of developing spawning channels, they create a better environment for spawning than apparently occurs there naturally, and to improve some bypasses that have been constructed earlier that need renovating, and it's a joint project of the Forest Service.

MS. McBURNEY: May I have question?

MR. PHILLIPS: Um-hmm.

MS. McBURNEY: Since one of our policies that we're working from in the restoration plan is the government agencies will be funded only for restoration work that they don't normally conduct, I'm just curious as to who has been responsible in the past for maintaining each of these facilities, that if deferred maintenance or no maintenance has been taking place, like with the Shrug Creek barrier bypass, who is at fault there?

DR. MONTAGUE: Well, I wouldn't say who was at fault there, but I think those are Forest Service bypasses on Forest Service land and was doled by the Forest Service, but I don't know that they're -- do you have any comments on this, Ray?

MR. JOHNSON: Yes. I'm Ray Johnson from the Forest Service. I don't know the exact reasons why they weren't done because generally it amounts to not enough funding, not enough people, and lack of priority, and of all that group of reasons, I don't really know, and I might be able to find out an answer in a few minutes, (inaudible) was going to discuss this me (inaudible).

MR. PHILLIPS: Are these directly related to oil spill damage, these projects?

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MR. JOHNSON: Well, they -- the species that utilize those streams were directly injured, or a species, pink salmon and so forth, were injured by the spill. These sites themselves, the actual structures, were not injured by the spill, if that's what you mean.

MR. PHILLIPS: Yeah. I wondered if we're spending that kind of money on something that wasn't damaged by the spill. I'm just asking.

MR. JOHNSON: Yeah, this is -- you know, it's basically a habitat, you know, for the species that was injured by the spill, it's a habitat improvement project, and it's not -- not a replacement of a structure or a renovation of a structure that was damaged in some way.

MR. PHILLIPS: Kind of like a recreation thing that could have been -- never mind.

DR. MONTAGUE: Well, Brad, what it does is, you know, pink salmon were injured, wild pink salmon were injured, these other salmon were injured too, but the fish from these streams are part of the same -- I mean, we don't know what all the stocks are, but we think they're part of the injured group, salmon in Prince William Sound, and this would improve the natural productivity of the pink salmon and other (indiscernible). And the next project is page 196, Project 94165, herring genetic stock identification in Prince William Sound, and in the discussion of herring and pink salmon, I just briefly want to point out this paper we handed out in late morning or early afternoon entitled 1993 Prince William

Sound Fishery Problems, and if you look under herring -- do you all find that one? No, it's not.

MR. PHILLIPS: One ninety-six?

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UNIDENTIFIED VOICE: No, that paper.

DR. MONTAGUE: This paper that I handed out earlier today.

MR. PHILLIPS: Here's yours.

DR. MONTAGUE: It's entitled 1993 Prince William Sound Fishery Problems. Okay, and I just want to point out here that the 1993 forecast, as you can see toward the middle of the page, was over fifteen thousand tons, and the actual catch was only a thousand tons. They were smaller, and the size was normal in other areas, and as you can see from this chart, the catch was pretty much as forecasted in the other areas. So, this project of herring genetic stock identification in Prince William Sound, the current techniques for genetic stock assessments, we're not sure if we're going to capable of differentiating very closely related stocks of herring, so what this project does is look at the four most likely genetic stock identification techniques to see if one of them may work. If it works, then we would, in the future, come back with a full scale stock identification program to see if, you know, the geographic differences in herring are different stocks or the same stocks, or the timing of different runs between fall and spring are the same stocks or different stocks. So, it's just an experimental technique to see what the best technique is for determining genetic differences. The next project, page 202, 94166, herring spawn

deposition, this was already approved so I think we can skip this one.

UNIDENTIFIED VOICE: Already approved?

DR. MONTAGUE: Page 202, Project 94166. Okay, the next one is page 214, Project 94184, and you'll refer back to the sheet of the 1993 Prince William Sound Fisheries Problems. At the bottom of the first page, you can see that the forecast for Prince William Sound for pink salmon was twenty-five million, the return catch was five point five million, and the other four areas of the state I've listed -- we've listed here for comparison are very similar to the forecast, if not better than the forecast.

MR. PHILLIPS: What's the cycle on a pink salmon?

DR. MONTAGUE: Well, I don't --

UNIDENTIFIED VOICE: (Inaudible)

MR. PHILLIPS: Is it two years?

DR. MONTAGUE: What do you mean by the cycle?

MR. PHILLIPS: Well, from the time they go out and they come back.

DR. MONTAGUE: Oh, two years, yes.

MR. PHILLIPS: Two years.

DR. MONTAGUE: You mean the life cycle, yes.

MR. PHILLIPS: Then is it still possible that these would related to the oil spill, being five years away?

DR. MONTAGUE: Well, I'm glad you mentioned that.

Another one of my -- gee, this a neat finding, maybe this is all worth it things, is that last year and the year before we'd

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indicated to the PAG and the Trustee Council that it appeared to us that there was potentially genetic damage in the pink salmon in the oiled wild streams, and that the fry and the egg survival was lower in 1992 and '93 than in '90 and '91, and the chief scientist had indicated that this may well be a stream effect, meaning that the streams of the -- the unoiled streams that we're comparing it to maybe were just better in the beginning and the oiled ones were worse in the beginning. So, as part of another one of the projects in here, we took eggs from those streams and incubated them, you know, in tent areas in the stream as well hatcheries, and lo and behold, the hatchery eggs and fry mimic the survival of eggs and fry in the streams, so that shows that it wasn't a geographic effect, it was those fish that were injured, it wasn't the result of their environment. So, you know, I don't think that explains the tab going from twenty-five million to five million, but it does show an injury to wild pink salmon.

MR. PHILLIPS: As a result of the spill?

DR. MONTAGUE: Um-hmm.

MS. FISCHER: Jerome, I had a question.

MR. PHILLIPS: Yes.

MS. FISCHER: Oh, you wanted to wait until the end, didn't you? Okay, I'll forget it then.

DR. MONTAGUE: Okay. Project 94184 is recovering coded wire tags put on pink salmon in 1993.

MR. PHILLIPS: What page?

DR. MONTAGUE: Page 214. There was certainly discussion

of ash fall on the streams. I don't have the actual answer for that one. I'll try to get that for you. Okay. The next project on page 220, number 94185, is coded wire tagging of wild pink salmon for stock identification in Prince William Sound, and this one would -- you know, since we'd be setting up weirs in the wild oiled streams, capturing the fish and putting coded wire tags on them and turning them loose to be recovered in another project in 1995, and the purpose of why that information is of interest and important is that there seems to be a lack of stream stability in some of the wild pinks from some of the wild streams so that they stray into other streams, and this basically would define that and would help pinpoint whether they're separate stocks or not, meaning if these eight streams seem to intermix over the years, then they're probably the same stock. Okay. Page 226, Project 94187. Okay. This is -- we talked about -- I don't know if we talked about it yet, but we will talk about coded wire tagging of hatchery fish, which in years before has been carried on by the hatcheries. This project would propose phasing out coded wire tagging and using so-called otolith marking, which is a bolt in the head that can be marked with a telltale mark by changing the incubation temperature in the water, and the advantage to this is that it's really cheap, and the precision of making your estimates on forecasts and catches in infinitely improved, and the reason is that currently you can only tag the very small number with coded wire tags, of the total millions that come back, you might only tag, you know, less than ten percent, so to get an accurate picture of what's returning, you

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tags, and then to catch enough of those to really say anything. But if you know all of the fish are marked, then you know even a very small sample is representative. So, in the future, you wouldn't need the -- one of the most expensive parts of the process is capturing and decoding, but with otolith marking, it's cheaper to mark in the first place and cheaper to recover later on and more accurate. So, this would propose putting it into two hatcheries, and over several years fading out coded wire tagging and using this alone. Okay, page 232, Project 94189, and by the way, I think all these pink salmon projects were listed in Project 94320, the ecosystem project, as having relevance to the ecosystem approach. This project, in short, would try to determine if Prince William Sound pink salmon are all one stock or various substocks, or not substock but composed of different stocks.

have to catch an awful lot of fish to catch the ones that have the

MR. PHILLIPS: What does that do?

DR. MONTAGUE: Hmm?

MR. PHILLIPS: Well, if you find out, what does that do for you?

DR. MONTAGUE: Well, potentially, a lot of different things. One, if they're all the same stock, then since the hatchery fish originated from those same wild fish, then they're all the same, so even though the hatchery fish didn't come from all the streams that make up the area, if they're all the same, it really doesn't matter much, and that's kind of a simplification. Another thing that it would do would be that currently every stream

is managed as if it's a different stock, so it's a great effort to 1 2 3 5 6 7 8 9 10 11 12 13 14 15

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ensure a proper number of fish back to all the individual streams that are monitored, and if they were all the same, we wouldn't need that kind of precise escapement monitoring. Okay, page 238, This is the project that in 1993 showed this Project 94191. reduced egg and fry mortality in the oiled streams was not a stream effect but indeed was being carried by the fish, probably genetically, and what this project will do in 1994 is that that finding was so outstanding that current peer review recommends replicating it to see if that's exactly -- if there wasn't some sort of an experimental anomaly that allowed that to happen. That's one of the aspects of it, and the other is to check the egg and fry survival in the oiled streams again to see if it's -- you know, five years after the spill it's still increasing and it's so far kind of been increasing, it's getting worse every year, the eggand fry mortality in the oiled streams.

> It will tell you why? MR. PHILLIPS:

DR. MONTAGUE: Hmm?

MR. PHILLIPS: Your study will tell you why they're decreasing?

DR. MONTAGUE: Well, the part that's just going to the streams to see if they're still exhibiting reduced survival won't, but the laboratory part will. See, in '93, the findings that the hatchery -- the same streams, fish had the same mortality in the hatchery as they did in the stream. Paired with that, we had a genetic project to try to see if there were broken chromosomes, and

we couldn't find broken chromosomes, but we're still convinced that it's being carried genetically, so they've got a new genetic approach this year that we hope will prove the genetic area.

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out.

MR. DIEHL:

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DR. MONTAGUE: That's contracted and done partially by our state-wide geneticist, Jim Seeb, and some of it's contracted

Who carries out the genetic part of that

MR. DIEHL: Who's that -- who wrote the contracts (inaudible)?

DR. MONTAGUE: I don't, I don't. I should, but I've got the flu. LGL is one of them. Okay, project 94192 on page 244, the project I mentioned earlier about tagging wild fish to estimate strain. This is the project that recaptured the tagged fish in the various streams, and that's one of the things that it does, and the other thing is that it has weirs and stream walks to accurately count the escapement. Usually, escapements are just monitored by aerial overflights, but this project would, in the process of picking up the carcasses, will count the total return to the stream. And, you know, it's a good project for '94. The ones like we just do it is the only tagged fish that you're going to be recovering are hatchery fish that strayed into the wild streams because last year we didn't tag any wild pink salmon. The next one is page 250, 94199. Does anybody know if Kim Sundberg is handy? Eric, could you -- I'll skip this one and come back to it, and if he's not here I'll cover it. Page 250. Okay, the next one is page

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268, Project 94237, it's river otter recovery monitoring, and this is a project that we chose to go to an every other year monitoring cycle in '92 so we didn't do or didn't propose this project in '93, but I would like to do it in '94. In kind of a sideline study that was done on the Herring Bay project that wasn't funded by the Trustee Council, but was carried out by the same investigators at the same time, found -- if I can find it here, found that the livers of the fish that make up one to sixteen percent of the river otter diet have -- high levels of hydrocarbons are found in the livers of intertidal and subtidal fish, mainly the crescent gunnel, so further evidence of long-term injury in 1993 hydrocarbons at high levels in the primary prey of river otters, and river otters are the only semi-terrestrial species that we're currently monitoring. I know Chuck mentioned deer, which we don't have anything going on deer, but this -- we do have a good link to injury and relates to systemic ills in the Prince William Sound area, and what it does is, it looks at latrine sites and inspects scat piles to determine if their diet changed quite a bit after the oil spill because they weren't finding, apparently, the same kind of fish they used to eat. So, that's the two things that will be monitored in this project.

MR. PHILLIPS: Are you saying that the salmon in the western part of Prince William Sound were contaminated that weren't near the oil spill? It says Esther Passage is one of your study points and that's --

DR. MONTAGUE: I think that was a control site, meaning

an area that wasn't oiled.

MR. PHILLIPS: Yeah, it wasn't oiled at all.

DR. MONTAGUE: I think it's a control site, and compared to oiled areas --

MR. PHILLIPS: Okay, that makes sense.

DR. MONTAGUE: And we did have the hunting and trapping seasons closed on those from '89 through '91, and based upon the results of this project, you know, I would consider closing them again.

DR. FRENCH: Jerome, were the livers of the prey fish high in actual hydrocarbons or in the indicators induced by the hydrocarbons? Generally, the metabolic activity in the liver is the highest of anywhere in the fish, and you'd expect lower levels of hydrocarbons there.

DR. MONTAGUE: I'll try to get a more specific answer, but the notes that I have was high levels of hydrocarbons. Okay, the next one is page 274, Project 94241, rock fish management plan dated development, and just a thumbnail sketch, rock fish were the only fish that were killed outright by the spill. The closures in salmon fishing caused a dramatic shift either in '89 or '90 from salmon to rock fish, and the harvest went up about a thousand-fold, and the rock fish are really having a hard time recovering. They're a long-lived species that take a long time to recover, and our knowledge of their general biology is insufficient for managing them, for having a management plan, so this would collect the data necessary to develop a management plan.

MR. McMULLEN: Jerome, I'm not trying to be argumentative, but just for clarification, you said that the only fish killed outright by the spill.

DR. MONTAGUE: I guess adults, adults.

MR. McMULLEN: Yeah, there are repeated sightings of salmon fry being taken aboard skimmers with oil.

DR. MONTAGUE: You're absolutely right for fry. Okay, page 278, Project 94244. This project is a relatively small project. It's main purpose is to bring to the local sea otter and harbor seal subsistence hunters information that would indicate that -- for instance, you know, where hunter "A" is hunting now has really been hammered, there isn't a very good harvest seal and sea otter population there, but if you go over to this new place, you'll have better hunting and you won't be hammering populations that are already hurt, so that's what the purpose of this project is.

MS. FISCHER: I want to comment, and I understand that they're working with Fish and Game quite a bit, and I forget what the guy's name is, but is doing a lot of hunting of the sea otters and the seals and that in Prince William Sound, and I understand he gives the daily report. I think when he goes out he catches sixty to seventy-five a day and skins them.

DR. MONTAGUE: Yeah?

MS. FISCHER: Yeah. I mean, this guy is -- but he's Native and he does it on a subsistence.

DR. MONTAGUE: Is it sea otter or harbor seal? I mean,

do you know?

MS. FISCHER: I think it's sea otters. But Fish and Game has been dealing with him because he reports as to how many a day he gets and they're so plentiful out there, it's pathetic.

MR. PHILLIPS: No comment.

DR. MONTAGUE: It won't be at sixty a day.

MR. TOTEMOFF: There's not enough animals out there to support that type of hunting.

MR. DEGANGE: There's no harvest of that magnitude out in the Sound.

MS. FISCHER: I've seen some of his reports that he's mailed to Fish and Game, because he's working directly with them, and he brought one -- because I couldn't believe it either, but I think like every other week he goes out.

DR. MONTAGUE: (Inaudible) is less than the number for the whole area for the sea otter.

MS. FISCHER: Well, I think it's the sea otter, not the harbor seal so much.

DR. PHILLIPS: How many coats will that be?

MS. FISCHER: Well, it takes quite a few to make a coat.

DR. MONTAGUE: Okay, the next one is Project 28 -- or page 286, Project 94255, Kenai River sockeye salmon restoration. This project has three components. The price has come down quite a bit because initially in '92 and '93 we were testing various ways to identify -- to be sure that we could identify the Kenai River -- the fish were Kenai River bound as opposed to some other place, and

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we got a -- you know, a genetic stock identification technique that we've proven it's going to work. So, what this would do is to do test fishing and sonar counting of salmon as they entered Cook Inlet, of sockeye salmon, and direct fishermen for sockeyes that aren't bound for the Kenai. So, that's one aspect of the process, the project, and the other aspect is enhanced enumeration of incoming adults, so we have a very accurate number of adults that are returning, and once, you know, the escapements are reached then you can open up the fishing. That's this project, and the next one is sockeye salmon over-escapement, 94258 on page 294, and this is the project that, among other things, that counts the outgoing smolt, which are used to estimate the forecast of how many fish are going to come in and come back three years later, and it does that in several places on the Kenai River and the Russian River, as well as test areas like the Kasilof and on the Tustemena. And so far, this smolt production has just gone down, down and down, and it hasn't -- we haven't had the year where it's better than the last year yet, and we really think it's key to monitor that every year. And the other aspect of the project is to finally pinpoint what is happening in the lake that is preventing recovery and form at the end of this project in 1994 the specific proposals on what kind of hard restoration actions you can take in the lake to bring the productivity back up. The next one on page 304 is Project 94259, Coghill Lake sockeye salmon restoration. This has gone on for a couple of years. It's kind of an interesting system. Coghill has a dome of saltwater underneath the fresh water that there's no

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mixing between, and the peculiar thing about restoring this system is that usually carcasses from the fish make the nutrients in the lake, but in Coghill, unless they die, and many of them do die near shore, they sink through this layer into the salt water and don't add nutrients to the lake. So, this project uses liquid fertilizer on the lake that doesn't — that stays in the fresh water and doesn't mingle with the saltwater dome that's separated from the fresh water, and this kind of fertilization is a tricky business, and a good bit of the cost of the project is the biological monitoring of the effects of this fertilization and how successful and are you over-fertilizing or is this an adequate rate. And then PWSAC is doing another restoration project for the Coghill that's releasing smolt at the mouth of the outlet of Coghill with the hope that adults will return and get up into the system and start some natural fertilization unassisted.

MR. PHILLIPS: Is this -- again, is this related to the oil spill? This is up in Coghill, which isn't --

DR. MONTAGUE: Well, the -- as we said originally when this was approved, that the problem with Coghill predated the oil spill, it did, and we haven't tried to show anything about that, but that the sockeyes were injured is proven and that the commercial fishing and sports fishing services were injured is proven, and that's how this project is --

MR. PHILLIPS: This is justified as a replacement?

DR. MONTAGUE: Well, both a replacement for sport and commercial fishing, but as an actual restoration for sockeye.

MR. PHILLIPS: Regardless of where they are?

DR. MONTAGUE: Right, and as you can see, the Council is making a lot of its habitat acquisition decisions on does it have an injured species there, not was it injured at this site. So --

MR. PHILLIPS: That's encouraging. Maybe that will apply to recreation too.

MR. DIEHL: What's the idea again? Was that lake damaged by over-escapement?

DR. MONTAGUE: We think so. We think that was a (inaudible). We may get through it. Okay, page 316, Project 94272. Did you have any luck getting Kim or anyone from Sam's group to talk about 199?

MR. MYERS: (Inaudible)

DR. MONTAGUE: Okay. This project -- we finally got the environmental assessment completed and we hope it will be ready by the January 31st meeting, and this is the program between PWSAC and Chenega to start at, you know, an artificial chinook salmon run there as a replacement for loss of subsistence resources, but it will be a common property fishery and, you know, anybody that catches them can catch them, but it's put forward as a subsistence replacement project. Okay, the next project is on page 320, 94279, subsistence food safety testing, and this will be the last year that there's going to be any hydrocarbon testing in the project, we think we're just about done with that, and this year will be the -- presented to the communities as the final opportunity for them to get any sort of this testing done. The emphasis will be on the new

sites, not previously tested ones, and you know, a short summary of this project is that it has been outstandingly successful, and especially in terms of having the subsistence communities comfortable with findings and comfortable with the Trustee Council process, and it's been more successful than we'd originally anticipated, and part of it is this newsletter, which is distributed to the subsistence communities.

MS. FISCHER: Jerome, do you think that they'll look at new areas, what new areas?

DR. MONTAGUE: Well, I think that they determine that by going to the villages and saying that this is where we looked previous years, you know, here's the map, where would you suggest we look now that we haven't looked before. Can you comment on that, Chuck? I mean, is that the way that it's been done?

MR. TOTEMOFF: Say that again?

DR. MONTAGUE: That the site selection is done jointly with the communities, and she had asked why --

MS. FISCHER: What areas.

DR. MONTAGUE: Or what new areas would we look at, and I was saying that we haven't pinpointed them because they're developed in conjunction with the communities.

MR. TOTEMOFF: Yes, that's correct.

DR. MONTAGUE: Okay, the --

DR. FRENCH: Question, that was the last -- this was going to be the last year that project would be --

DR. MONTAGUE: The last year of the hydrocarbon testing,

I think.

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DR. FRENCH: What's going -- what is the four hundred and twenty-one point five K for '95 for again?

DR. MONTAGUE: It doesn't. It was hopefulness on the part of the principal investigator. In the future, we would continue to propose that the newsletter and some visits as a liaison between the Trustee Council and the subsistence communities be continued. Page 326, 94280, spot trout survey and juvenile shrimp habitat identification. This is kind of a touchy subject. They -- over-fishing was responsible in many ways for -- we think that was responsible in many ways for the great reduction in spot shrimp in Prince William Sound, and as a result of there being fewer numbers there during the damage assessment process when we tried to determine oil injury, we couldn't catch enough of them to -- basically to make any determination one way or the other about whether they were injured or not, but based upon the other intertidal injuries we're seeing, and the fact that a complete closure of fishing, which usually brings about some sort of notable, measurable recovery, hasn't happened, so that -- between the damage to the intertidal and the fact that the fishing closures hasn't resulted in any kind of a change whatsoever makes us a little more suspicious that it is -- or at least the oil spill is contributing to the failure to recover, and this would identify the habitat of the juvenile, the rearing shrimp, which would help us pinpoint that these habitat areas that they're using are also the same ones, whether there's oil or oil was drifted to, it would

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further indicate that it is an oil spill problem and would provide information necessary for the proper management for spot shrimp. Okay, Project 94320, we've covered. Okay, Project 94345 on page 346, the kind of pink salmon escapement monitoring that we've done in Prince William Sound ever since the spill where we have weirs in some of the streams and people there to actually count the incoming adults so we have a very accurate escapement count, and aerial surveys as well as stream walks, this isn't being done for the pink salmon streams on the lower Kenai Peninsula, and this project would bring better management to this area that's more or less been neglected, both in the damage assessment process and the restoration process.

MR. PHILLIPS: Was it affected by the oil spill?

DR. MONTAGUE: The pink salmon were, but we didn't study those areas.

MR. PHILLIPS: (Inaudible)

DR. MONTAGUE: But probably were. I mean, it was an oiled area. Okay, the next project is on page 368, 94421, and if you've followed, I guess, some of the headline news over the past few years, there have been poor prices and poor quality for -- poor quality due to some natural causes which had resulted in low prices, and then just general low salmon prices that had put the hatchery systems and -- well, the three hatchery organizations in Valdez and PWSAC and the Tutka hatchery across from Homer there in a very bad financial position. And then as I showed you in this handout of what happened in '93, we were really plastered by the

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recovery fisheries that maintains the hatcheries. So, all three of the groups basically indicated that they found themselves in -well, in a situation where they would more than likely have to close, and that the '94 egg take and rearing wouldn't be done, which would mean there wouldn't be any enhanced return in '96, two years later, and in Prince William Sound this would amount to a seventy to eighty percent reduction in the return, and if the poor system-wide health problem is there as well, then the wild run that does return could also be bad. So, I guess the worse case would be you'd have a guaranteed seventy to eighty percent reduction and then the wild fish would return poorly as well. So, it's a sticky situation and I guess it's a sticky decision-making process for the PAG and the Trustee Council, but certainly there would be a huge calamity if this happened. And if the hatchery fish were injured, and we estimate that in Prince -- the southwestern district of Prince William Sound, that two to three million adults didn't come back that would have come back from the '89 ocean survival period, so they -- you know, the hatchery stocks were injured and they are part of the common property fishery that's mixed with both the wild and the hatchery fish. So, it's an expensive project. It's a one-They've indicated that, you know, they aren't looking for long-term support from the Trustee Council. think it's a -- obviously, it's not your run of the mill restoration project, but there's reason to consider it.

> MS. BRODIE: Jerome, I've heard a lot of speculation

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that one and possibly the major cause of the problems with fishing -- with the salmon and fishing in the Sound is overproduction from the hatcheries, and I wondered if there has been any studies of this in Prince William Sound or anything looking at what's happened with problems with other hatcheries?

DR. MONTAGUE: I'll make a short stab at it. John can probably answer it better, but it -- worldwide salmon prices, I don't think would be affected too much by a big or poor production in Prince William Sound.

MS. BRODIE: I'm sorry, I don't mean prices. I'm talking about the fish returns.

DR. MONTAGUE: John, do you want to answer that?

MR. McMULLEN: Well, we deal with -- PWSAC deals with the Department of Fish and Game on an ongoing basis on the evaluation of (inaudible -- coughing) wild stock interaction. That's why we put on a million tags a year and put up the first hundred thousand dollars last summer so the Trustee Council would put some money into the tag recovery. Our interest has been, as is the Department of Fish and Game, the primary maintained wild stock. We have known tag/untagged ratios that in -- that based on our information that we provide the Fish and Game and they do -- they do scan catches at all the canneries and processors where those fish are landed, they look for tags, they look at tag ratios in the fishery, where wild stocks are versus -- and hatchery stock, and they also get the data from us at our spawning rack where we take all the tags -- you know, collect all the tagged fish to determine if the ratios --

tags on the tag ratios are holding, you know, on the returns, and 1 from this information, anyway, the statisticians and our biologists 2 and the Fish and Game biologists determine if there are wild stocks 3 mixed in with our fish or where our wild stocks might be caught 4 with -- with -- where our stocks might be caught with wild stocks. 5 And although there's -- you know, biologists are conservative, you 6 know, and therefore concern runs high for wild stock, which it 7 should, but the most conservative of these biologists in Cordova, 8 9 and project -- research project leaders say they do not have 10 information which indicates that hatchery fish are impacting wild Ted Cooney at the University of Alaska has been doing 11 stock. plankton work down at the hatchery since 1979, and of your 12 13 estimated plankton abundance, how much -- he and the graduate students, how much young salmon eat and what percentage of the 14 15 available plankton to them they actually devour, it's a very low 16 percentage, but there's also a lot of other species in the Sound 17 and apparently in larger numbers than they have been in past years, 18 which prompted this forage fish study that seems to be such a high 19 priority for -- in the Sound, hydro-acoustical work, net sampling, whatever, they look species, numbers, and they think that during 20 21 these times when the plankton has been in short supply in the last couple of years because of a variety of reasons, I guess. We don't 22 know why, that's why the Trustee Council put five million dollars 23 into this, that the hypothesis behind the SEA plan is that when 24 25 plankton are not in abundance, then no fish like the young pollack 26 and the large numbers out there of other species start feeding on

small fish rather than plankton. They shift over, which is -- the hypothesis is, this is adding, you know, greatly to mortality of both hatchery and wild fish. Why, in the past couple of years, our fish haven't even returned at thirty percent of projection that we've come to expect over the life of our hatchery in the midseventies, so that's about it.

MR. PHILLIPS: Does that answer your question? (Inaudible)

MS. BRODIE: It is the plankton, was what I was after.

I'm sorry, I didn't make my question clear. It wasn't -- it -but, yeah.

MR. McMULLEN: Did I give you enough on plankton that it helps?

MS. BRODIE: (Inaudible)

DR. MONTAGUE: I'd like to move back to page 250, Project

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MR. PHILLIPS: I hate to interrupt at this time, but I have to go. I have a meeting scheduled at 6:00. I will not be with you tomorrow, but I'm going to turn this over to our very able vice chairman and she has you under control for the rest of the meeting and she'll tell you what time she wants to start in the morning (inaudible due to radio interference). I thank every one of you for (inaudible) patience (inaudible).

DR. MONTAGUE: This is the last project we have on page 250, 94199. This is the Alaska Marine Research Institute, which you may have known previously as the Seward Sea Life Center, and

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World component.

Pam?

MS. BRODIE: I'm sorry. What page were you on?

this project has evolved quite a bit. I mean, it isn't the Seward

Sea Life Center anymore, it's the Marine Research Institute based

in Seward that has twelve and a half million in funding already

approved for it out of the criminal settlement money to the state,

and as you can see there isn't a cost here, but by the 17th we

expect to have a detailed budget as to what would need to be added

to the twelve and a half million from the state criminal settlement

money to construct this world class North Pacific marine research

institute, and it will not have any sort of a recreational or Sea

likely be an arm of the University of Alaska and would be used for

restoration research and implementation, you know, in the future.

It will be a research institute and more than

Two fifty.

DR. MONTAGUE:

MS. BRODIE: (Inaudible)

DR. MONTAGUE: Well, because there was someone here that could speak to this in a little more detail, but they weren't here, so -- so we did get through them in an hour. Yes?

DR. FRENCH: Jerome, there's been a lot of discussion, especially amongst -- within the University circles, and taking into consideration the fact that restoration-related research projects -- research facilities projects, have also been evolving over several years in both Kodiak and in Cordova, that perhaps the best approach to this North Pacific Marine Research Institute isn't to have all of the facilities built in Seward, but have them

regionally distributed as is most appropriate for the restoration type of activity they're involved in. Have you been party to any of those discussions and if so, do you have any comments on that?

DR. MONTAGUE: Well, I haven't been party to those discussions, but my first comment, I guess, would be that the twelve and a half million has already been pinpointed where it's going to go, so --

DR. FRENCH: As is three million pinpointed for Kodiak, but again, towards a facility that's been under planning as a major research facility for eight years as opposed to maybe eight weeks for this one?

DR. MONTAGUE: Well, I haven't been party to those discussions and I can't add much to it.

MS. McBURNEY: You just mentioned that if the -- I know that this sounds derogatory, that the Sea World aspects have been removed, but my recollection of the money that the Sea Life Center was to receive from the criminal settlement from state was that it had to prove self-sufficiency, and that that particular aspect was what they were counting on as far as their operational support for the future.

DR. MONTAGUE: Well, they do need to prove self-sufficiency. I guess the real problem came in that this project ended, the Justice Department said that the type of recreation that would result from going to the "Sea World of the North" wasn't the type of recreation that was injured, and they wouldn't make that broad of a step that all recreation is the same, so they basically

said that the project would not go as "Sea World of the North," and that pushed the -- so then its long-term survival is going to depend upon having top notch researchers that's going to attract funds that's going to keep the place going.

MR. McMULLEN: Madame Chairman?

MS. FISCHER: Yes.

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I just wanted to add to John's comment MR. McMULLEN: about regional fisheries investigations and wanting to take nothing from the Seward center there, you know, we believe that, you know, there have been a group of scientific people developing the SEA plan in Prince William Sound. Most of the people that have been working on the plan live there, some -- at least one person at the University of Alaska Fairbanks who works down there has been working there for twelve or thirteen years and has also been stationed out of Prince William Sound in our hatchery system down there. We think that we have the office space, people, logistics, the whole supply system set up in the Sound to work in the Sound, and it would be inefficient to say that there's going to be one center for all coastal research in this part of Alaska, the upper Gulf of Alaska or wherever, and so we're going to continue to urge that we can fund projects out of Prince William Sound from agencies and organizations that are located there and let Seward find its -hopefully find its own way to -- you know, to its program and success, but not at our disadvantage, please.

MS. FISCHER: John French.

DR. FRENCH: I want to emphasize that, as I said, and

I spoke to Jerry Komisar, the president of the University of Alaska, this morning, to confirm that this is literally the position of the University of Alaska, that due to the long-term planning and the emphasis of the area, the various areas that are involved here, Kodiak fisheries and Seward and marine mammals and the broader marine science issues, and Cordova with the Prince William Sound Science Center, we feel very strongly that a regional approach is much more effective in terms of utilizing both available facilities and personnel, and that to do that, and if the University is expected to manage this project, why we expect to be allowed to go forward with that sort of an approach.

MS. FISCHER: May I say something too? There is another little niche in this project too, I think, with the Alaska Marine Research Institute. I know, in some of the criminal settlement that Alyeska had to pay, Serve (ph) has to provide a rehabilitation center, and they're looking now to get this up and running. This was supposed to be up and running by July, and basically this is what this was supposed to do, plus research and that, and that's going to be done in Prince William Sound. Well, they're looking at either Cordova or Valdez right now. They're concentrating more on Valdez since Serve is in Valdez and they have purchased some property in there.

DR. FRENCH: I didn't necessarily mean to eliminate sites, I just wanted to --

MS. FISCHER: Yeah.

DR. FRENCH: -- indicate the geographical breadth that

we feel is important in our consideration.

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MR. CLOUD: Could you expand on that a little bit? Do you mean that the University wants to manage these things regionally? Does that mean that the University wants to have a facility?

DR. FRENCH: What it means is basically in terms of fisheries, the University has been planning over the course of at least eight years a major fisheries research facility in conjunction with the National Marine Fisheries Service and the Alaska Department of Fish and Game and some other lesser agencies to develop a multi-million dollar facility in Kodiak. This is under planning currently. It will continue to be built regardless of whether or not oil spill monies go into that, but it would be very foolish to duplicate what could be added to that at relatively low cost and put it all into Seward when neither the personnel to operate it nor -- well, nor the infrastructure that it would be based on are present in Seward at this point. The incremental cost to do it in Kodiak, as part of the Kodiak Fisheries Center, is by far and away the most cost-effective way to do it, and also it is consistent with, as I said, many years of University planning, and like many other agencies, we don't like to be told, you've got to throw out what you've been doing and run up a flag in Seward.

MR. DIEHL: You mentioned that the Seward facility was (inaudible).

DR. FRENCH: The Seward Marine Science Center, which is part of the University of Alaska Fairbanks' School of Fisheries and

Ocean Sciences, Institute of Marine Science -- if you got all that, you're doing better than I am. Anyway, it traditionally has been the home of our oceanographic research vessel, the ALPHA HELIX, and the logistical staging point for our oceanographic work. It also has been the center for some general marine biology work and much of the -- just marine biology survey work that was done for Alyeska and other surveys in the Sound. So, yes, the Seward Center does have a history of doing work in the Sound although most of it's oceanographic. There has also been a long-term planning emphasis, mostly in conjunction with the people who wanted to develop a sea life center, to put the core of our marine mammal expertise in Seward. So, that's -- the Sea Life Center, in its previous incarnation, was consistent with those plans. To focus everything

DR. MONTAGUE: And that's what this request is?

DR. FRENCH: Yes.

in Seward is not consistent with our plans.

MR. DIEHL: And the other thing is, I was supposed to ask you whether or not -- did I misunderstand you to say that -- did I misunderstand you to say that the courts have kind of ruled something in the interim from when we had that report from these people?

DR. MONTAGUE: No, the courts haven't, and in John Sandor's wording, it's ghostly legal in their relations.

MR. DIEHL: This place -- this will have to sustain itself on visitors to an aquarium, not a Sea World thing, just an aquarium like --

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DR. MONTAGUE: Well, as it's currently planned, it won't sustain itself on any kind of tourism or visitors. It will be, you know, like (inaudible) or something, it will get private grants and the research monies and stuff like -- that's how it's currently set up.

MR. DIEHL: Okay, so that's a complete shift away from our report here the last time around, right?

Right, it is, and, you know, it doesn't DR. MONTAGUE: prohibit that from happening in conjunction, it's just that it can't be done through the Trustee Council. Kim?

MS. BENTON: I have a quick follow-up. I quess I get a little tired of -- when somebody is terming ghostly legal opinions. Is there any way, if we're supposed to make an intelligent decision on these projects, that we can request the Trustee Council's legal counsel to give us public instead of hidden opinions on projects?

DR. MONTAGUE: Probably not, but --

MS. BENTON: Can you try?

DR. MONTAGUE: Well, maybe. You can ask, but you know, even if the Trustee Council members themselves can't achieve it, I mean, when one of the Trustee Council members says they're not going to vote on the project as it's constructed, then that's probably all they need to know. If one thinks there's a legal problem, then that's that.

DR. FRENCH: I was present at the last Trustee Council meeting, and I know that at that point George Frampton indicated

serious concern, but he did indicate that he thought it could be rewritten in such a way as he would be able to support it. Isn't that pretty much what he said?

legislature?

DR. MONTAGUE: Yes, and that's what we've done. Pam?

MS. BRODIE: I think I'm following up on various questions, that the twelve and a half million criminal money that's already been appropriated for this, written into that legislation was that it had to be self-supporting. This is something different, so this doesn't really have the twelve and a half -- or I should say, does this project -- would it be getting the twelve and a half million or would it have to be re-appropriated by the

DR. MONTAGUE: Yes, it does, because it, you know, listed all the things that it was going to be and the research institute was one of them. So I think --

MS. BRODIE: But it was based on a big -- financially feasible as to -- according to AIDEA studies.

DR. MONTAGUE: Well, I think the deal is that the Trustee Council isn't going to commit anything to it either unless its financially feasible and it's financially self-sustaining and, you know, various things are being considered. You know, one idea that I had is not in here, but you know, before a research institute can start gathering its own money they have to develop a reputation and they kind of have to get some money for awhile. So, you know, one idea, and the Council can't just up and commit to it, but I guess you can sort of see that a fair number of Trustee Council

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25 26 restoration projects may end up there for a few years and then presumably that would carry them four or five years and then they would develop their own expertise and attract their own money, but that was an idea I had but that's not what's in there yet. something like that will have to be done. Some funding will have to be given to it in it's first years.

DR. FRENCH: I'd just like to add to -- a little bit to that. You can make arguments that the center will be selfsupporting on other things than tourism. I mean, by bringing in research dollars, you can indeed pay for the operating and maintenance of the facility. It's just different, a different facility than what was originally envisioned in that appropriation from the legislature.

My question -- that gets to the heart of MS. BRODIE: my question, was that AIDEA did a feasibility study and said yes, go ahead, but now it seems like if this is a different project, the AIDEA feasibility study wouldn't apply to the different project.

DR. MONTAGUE: Well, that's probably true. I mean, I think a new feasibility study (inaudible).

Well, isn't it possible to fund a, you MR. CLOUD: know, organization to do research, and then along side of it using state's appropriation and any private money (inaudible) put together a center for tourism?

DR. MONTAGUE: Well, I guess that can be done. It's just been my observation that the Council alone won't fund what it takes to build the research institute so they just won't do it, they

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won't entertain the idea of twenty or twenty-five million, but they would entertain it as half-funded.

MR. CLOUD: The twenty to twenty-five million, was that included not only the research --

DR. MONTAGUE: No, that was, like, forty-five million with all the other stuff?

MR. CLOUD: There was what?

DR. MONTAGUE: There was forty to forty-five million for the Sea World component, and -- yes, I mean, it -- many people hoped that if this project went through in the Council that private organizations would get together funds to build a neighboring tourist facility.

MS. McBURNEY: Mary? One last question, Jerome. So, this project description that we have before us basically is asking, the way I understand it, is for equipment for which purposes they haven't yet determined for projects that have not yet been determined or proposed, and it's a blank check for a big question mark for the '94 budget?

DR. MONTAGUE: That isn't how I would characterize it.

The -- and then, as I mentioned, further details are being developed and kind of feverish meetings are being held between now and the end of the month to try to put together, you know, realistic details of how much it would take to build this, how other institutes like this have survived, you know, how much funding they needed before they could survive, and so on and so forth, so I hope to have that but, I mean, I don't the Council

would approve it just based on what's in here.

MS. FISCHER: Ms. Gagnon, did you have a question?

MS. GAGNON: Yes, I was wondering if before (inaudible -- out of range of microphone) to make some sort of recommendation on it, it would be helpful to have someone who -- someone who hoped to be there today (inaudible).

DR. MONTAGUE: We could have Kim Sundberg do it tomorrow.

He's -- I mean, I've covered it very generally. He has a lot more up to date information on it, so I can arrange for --

MS. FISCHER: Okay. One more question and then Jerome's got to leave. I want to mention, he's got to get out of here.

MR. JOHNSON: I just want to clarify a concern that was brought up on normal agency management on fish barriers, fish passes, that sort of thing, and particularly on the Shrode (ph) Lake project, that's kind of like maintaining a thirty-two year old car, after awhile you need to restore that, and things get worn out and they don't work. In this case, walls are eroded, footings are eroded out so they're not stable, and the gabions are not in good shape, and so they need to be replaced, and that's the reason they want to do that, is just to make that structure work the way it's supposed to work, and annual maintenance, or periodic maintenance has been done on that as well as the other ones in this particular proposal. I just wanted to clarify that. Thank you.

MS. FISCHER: Pam? Okay, one more.

MS. BRODIE: It's about the Sea Life Center, but your whole presentation. Your projects, the projects here that you

presented total sixteen point five million dollars, not counting the Alaska Marine Research Institute, which is up to twenty-five million dollars, and a lot of these -- most of them probably would incur future costs that -- as the projects are continued. Then we've got the SEA plan, with this (indiscernible) approach, which is starting out with five million dollars but that will lead into larger research projects, which may or may not mesh with these, and I'm concerned about the -- about that we haven't really maybe done the necessary planning to be spending the money right, and what I glean from you is to know which of these projects are the priority ones that really need to be done this year and are going to help work with the SEA plan for the future, as opposed to ones that maybe can wait until next year and we'll see if they really fit in with the goals and strategies and that.

DR. MONTAGUE: We are presenting that information to the executive director and it will be considered in his executive director approved package that he's going to present to the Trustee Council, and we've given a lot of thought to it. For instance, if you don't assist the hatcheries, then there's no point in installing all these otolith markers, obviously, and some of the projects that you've indicated, the monitoring ones, a few of them could wait, you know. If Ayers basically said this is what I'm going to allocate funding wise, then we would have to wrangle and do that, but —

MS. FISCHER: (Inaudible) he's stated that, that he would look at priority projects first and then take a look at some

of the others. He stated that this morning.

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MS. BRODIE: But in terms of our voting --

DR. MONTAGUE: But relative to that, you know, I've heard several comments that you really needed the chief scientist's input, but I guess I wonder -- I mean, the public advisory group, are you really carrying the hats of all these different interests that may give the Trustee Council more useful information, to give them kind of your unadulterated opinion, because they get their own chief scientist report and they get their own agency report and to have your decisions affected by what the Trustee Council and the agency says sort of hurts the purity of the public comment.

Thank you, Jerome. I guess we're getting MS. FISCHER: pretty close to adjournment for tonight, but one of the things that Doug had brought up, and that Brad and I talked about earlier was starting a little bit earlier tomorrow so we can finish. Does anybody have any objection to an eight o'clock start-up? Can't make it? But the majority of the people could be, okay? So, we'll start at eight in the morning, and Doug will talk to the agencies, list the agencies and try to have them here. He's going to address that, and Jerome will see if Kim can address also this subject, that last subject that we were discussing. That will be on the agenda tomorrow. Doug, will you --

MR. MUTTER: In order to get through all the projects that you have, here's a suggested agenda, which allows for a little bit of presentation times and discussion and then any kind of action you want to take, I hope. At eight o'clock, anything we

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need to do in terms of recommendations on Fish and Game projects. Fish and Game has the most projects of anybody with twenty-eight. Everybody else is a lot smaller kind of an operation. thought we'd spend a half an hour, if we can, and decide if we want to take any kind of action on those projects. Then at eight thirty, the Park Service, they've got one project, so that shouldn't take too long. Then at nine, the Fish and Wildlife Service, they have nine projects, give them an hour. We said at ten o'clock, we tabled the SEA plan until then to discuss, so I put that in at ten for a half an hour. Ten thirty to eleven thirty, DNR, take a lunch break. At twelve thirty, the Forest Service, they have seven projects. The DNR also has seven projects. thirty to two thirty, NOAA with eight projects, two thirty to about two forty-five, DEC has one project -- three projects, and two forty-five to three, the executive director, and adjourn at three. So that's it. Does that seem reasonable?

MR. CLOUD: When do you want to vote?

MS. FISCHER: Perhaps we should do this as we go along, don't you think, and then that way it gets --

MR. MUTTER: If you're going to take a vote, if you're going to each individually take the sheet and give your rank, high medium and low, we'll turn those in at the end of the day, so you can do that as you do this.

MS. FISCHER: Well, I think we should get a consensus, perhaps, don't you think?

DR. FRENCH: You may want to leave us a half an hour or

so towards the end of the meeting for some general resolutions on the work plan.

MS. FISCHER: Um-hmm.

DR. FRENCH: But did you only give the executive director fifteen minutes there?

MR. MUTTER: Right.

DR. FRENCH: I would encourage us to give him half an hour because I think at least I have a lot of questions that I'd like to have answered.

MR. MUTTER: Okay. That means you're probably going to adjourn close to four o'clock.

MS. FISCHER: Also, may I say something too? Some of the areas where -- some of the agencies only have one project, and maybe we will get through that within ten minutes or so too, so -- and maybe we can move them all up. Is there some way, Doug, that they will all be available so that in case one does finish quicker that we can do it, go right on to the next one, instead of the allocated time that you've got?

MR. MUTTER: Well, I think we'll -- we'll ask them to be here before their allocated time.

MS. FISCHER: That would be good.

MR. MUTTER: I don't think it will go faster.

MS. FISCHER: Well, if somebody has one project, it shouldn't take a half hour, hopefully. Anything else to be brought up today to be discussed? Yes?

MS. BENTON: To see if I understand, we're going to go

through tomorrow and vote and fill out the little sheet, but we're also encouraged to turn in our own comments by -- do we have a deadline? I guess the 21st is too late, so --

MS. FISCHER: By the 16th then, I guess, huh?

MR. CLOUD: Actually, I don't think -- if we're going to make comments tomorrow on the plan, then I don't think there's a problem with getting in your own comments by the 21st. It was a problem if we weren't going to make comments on it tomorrow.

MS. FISCHER: Um-hmm.

MR. McMULLEN: Do we anticipate that all our comments will be ready by tomorrow?

MS. FISCHER: I think basically that's the idea, to try to get as many of our comments in tomorrow, and then if you have individual comments, you know, it can be done, but it will be at least shortened out. You might just have one project you need to comment on. Pam? You had your hand up?

MS. BRODIE: I thought that what Jim Ayers wanted the most from us was some discussion of the project. We could all go home, which was what I had initially wanted to do, and we could just all make our own comments. But I thought that what Jim Ayers was saying was he wanted us to be able to discuss this, so for instance we would know what our scientific representative thinks of the science of those particular projects or what our commercial fishing representative thinks are the most important fishing ones to help us, but it doesn't sound like this schedule is going to have any time for that.

MR. McMULLEN: Well, if you want to get done in a day, that takes a day right there, a whole day.

MS. FISCHER: And he will -- he wanted our comments so that he could make his decision to hand that back to the Trustees before the 31st, and if we wait until the 21st to give, you know, our comments, it would be too difficult to do that.

MS. BRODIE: I'd like to ask Eric what you think is maybe the best way we could spend our time to make a useful try?

MR. MYERS: In my discussions with the executive director, it's my understanding that he's anxious to get input from the PAG that would indicate, especially where there was some kind of consensus regarding projects or priorities, and that the kind of input that he's looking for would not only reflect a discussion amongst members as to what they individually think, but also reach some sort of conclusion, if at all possible, regarding projects, as expressed, either or both, through a vote and/or some sort of a ranking exercise as was exercised by Doug. So, something more than just a sharing of information, but an attempt to actually reach some sort of conclusion on specific individual projects, and what I thought I heard you discussing was to try and do that as you address the projects through the course of the day.

MS. FISCHER: That's what we're going to try and do.

MR. CLOUD: I think that it makes a lot more sense to go through a vote, which is going to take about an hour, going through each project, vote and discuss. I hope it doesn't take more than an hour. But it makes more sense to do that after you

have everybody's go-through, so if we can get everybody's go-through in the morning out of the way and then do it in the afternoon, we --

MR. MUTTER: You wouldn't rather hear their go-through and then discuss it and vote and then go on and express their mind?

MS. FISCHER: I think that would be better.

MR. CLOUD: The thing of it is, there's a lot of these that interact with each other. I think you can have a better feel of the project as a whole after you go on through the entire review of the projects so that you can remember, well, that projects sounds an awful like -- that Forest Service project sounds an awful lot like that other project.

MR. MUTTER: Or we could spend the morning just having presentations and then discussion and then in the afternoon do our voting. But you've got to go back over the same ground.

MR. CLOUD: Well, it depends on how much arguing you can do during the discussions.

MR. MUTTER: And re-arguing.

MS. FISCHER: Any other comments on it? Okay, will these doors be locked so that people can leave their stuff here, or should we take them or what?

UNIDENTIFIED VOICE: (Inaudible)

MS. FISCHER: Okay. We'll recess for today. Oh, I'm sorry, Eric.

MR. MYERS: Just one point of clarification, I want to make sure that these worksheets are -- are these sufficient for

your purposes of recording your votes and/or prioritization tomorrow, and does everybody -- if we need more copies for whatever reason, please accost me first thing in the morning and we'll make more copies, but hopefully hang on to what you've got.

MS. FISCHER: Okay. Well, recess until eight a.m., and everybody please be here as quickly as possible.

(Recess at 5:23 p.m., January 11, 1994)

## EXXON VALDEZ OIL SPILL SETTLEMENT TRUSTEE COUNCIL

RESTORATION OFFICE Simpson Building 645 G Street Anchorage, Alaska

January 11 and 12, 1994

## VOLUME II

January 12, 1994

## PROCEEDINGS

(On Record: 8:29 a.m., January 12, 1994)

(Present: Dr. French, Mr. Diehl, Mr. Cloud, Mr. Mutter, Ms. Fischer, Ms. McBurney, Mr. King, Mr. McMullen, Ms. Brodie. Ms. Gagnon arrived at 10:30 a.m.; Mr. Sturgeon arrived at 11:15 a.m.; and Mr. Totemoff arrived at 12:03 p.m.)

MS. FISCHER: I'm going to call the meeting back to order, and as people come and -- let's -- we're going to do is go back over some of the things that Fish and Game talked about yesterday, review that, make our comments, you know, move onto the next one. Okay. So, we can kind of fill in our -- our forms here. Doug is going to go over the different projects and we can comment at that time. We -- maybe come to a consensus, or whatever. Doug, do you want to start?

MR. MUTTER: Well, first of all, do you want to make any general comments on the Fish and Game projects as a group? I thought I would just run through each project and see if you wanted to put any comments in support of, against or just questions that the Trustee Council ought to consider? Things that aren't clear. So, no general comments? Jim.

MR. KING: I guess my general comment would be that, I see with a lot of these proposals a conflict with the first and last policies in the draft plan, that is that they don't apparently address an ecosystem approach to the study, and that -- it appears to me that a lot of these are within the normal management framework that Fish and Game has mandated to do and that they

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reason I've given a -- are we marking these things high, medium or low? Is that the way we're doing it? High, medium, MR. MUTTER: Right. 15 three.

experience of the Trustee Council themselves.

think all of these projects are good to excellent.

MR. KING: So, I'm marking these, a lot of them low, not because they're not good studies, but because I'm concerned that this is not the way the settlement money was suppose to be funded, or used.

ordinarily go to the legislature chair for funding, and that the

legislature in their wisdom determines whether these things are in

the public interest or not. So, I look at the people in the PAG

and our experience with agencies is pretty limited compared to the

they're all excellent. They need doing. They've been written by

sincere people who've done their homework and worked really hard

and I endorse them from that point of view, but I have a concern

that, and I think there's a public perception that these are things

that should normally be funded some other way. And, so, for that

So, I don't -- I

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Yes, Jim. MS. FISCHER:

MR. CLOUD: I think we should -- as we're reviewing these projects, we should keep two things in mind. Number one, this is the 1994 work plan that was generated on projects that have been generated for the last three or four years by our management structure that was in place, for the last three or four years. And, this ecosystem is, or system, whatever you say, system,

management approach that has yet to be implemented, has yet to be 1 And, we can probably expect more broader and -- a 2 implemented. broader reaching and better coordinated effort in the future. 3 least, that's the expectations that I have after listening to 4 comments of Mr. Ayers yesterday. But, recognize that this is under 5 the old system. These are projects these people believe ought to 6 go forward, recognize also the State of Alaska is -- and the 7 federal government, probably are in no shape whatsoever to fund 8 9 these projects, at all. So, this work wouldn't be done if it isn't 10 done -- taken by the -- by this Trustee Council (indiscernible loud noise) information. A lot of the information that -- that is 11 generated by these projects is important to determine any -- what 12 actions need to be taken to commence the recovery of damages --13 14 damage services and species in the spill. So, I think we should keep those things in mind as we go through ... 15

> MS. FISCHER: Mary.

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Just a couple of general comments first to MS. McBurney: follow up on something Jim said about the restoration plan. One thing that I kept referring back to though was on page 11, which were the assumptions by the Trustee Council regarding the '94 work plan, where they do address the restoration plan. And, outside of those projects that have been previewed (indiscernible - music interference) there are a couple of others. They do state that other approved restoration projects to be implemented must be consistent with the restoration plan, and I think that we should keep in mind the nine policies, in particular, as we go through

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each and every one of these projects, and let that be kind of the guiding force as far as making some fairly intelligent decisions at Granted, each and every project is not going to this point. probably hit on all nine cylinders here, but I'm sure that we will be able to get a good idea of how consistent they are, with at least the intent and the spirit of the restoration plan. comment on the other Jim's comment regarding some of the Fish and Game projects, I would tend to take exception with the comment that many of those projects do not fit into an ecosystem type overall plan because a lot of the information that is currently being proposed as far as gathering the information through either genetic stock identification programs, retrieving coded wire tags on through monitoring oil that has spilled -- oiled and treated shorelines and whatnot, actually does address ecosystem level-type questions and certainly gives you the background information that would be necessary to take a look at some of these species in ecosystem-type format. And, so in that respect there are a number of the Fish and Game projects which I would rate highly, based on the fact that they would provide some very important information to give us a head start for when we do have this ecosystem-type plan in place, hopefully for the '95 work plan.

MS. FISCHER: Yeah, are there any other comments? Yes

MS. BRODIE: I've -- am frustrated with the fact that this Department of Fish and Game has submitted to us proposals so similar to the ones submitted in the last couple of years which the

Trustee Council has been rejecting. I think that -- that -- I hope that the Department of Fish and Game tries to learn from experience about what sort of things are approved and not approved. And, I would be much more inclined to go for proposals if I didn't feel that we were being handed just the department's wish list of things that it has always wanted to fund. If we were given some sense of priorities of what is really oil spill related versus what is -- is regular agency function, and I -- I don't feel that I can vote on these intelligently as I would like to and it's possible that I might just change my mind on some of these projects, but, you know, I will do the best I can, but I think that Fish and Game is not making our job easier for us.

MS. FISCHER: John.

MR. McMULLEN: Well, I don't think — in the first place, I don't believe that action or inaction on the part of the Trustee Council, you know, should be anybody's guiding light, because the fact is, you don't know where you stand on any particular proposal that — that you submit to the Trustee Council until you've seen it passed through their political process. You know, I was in a meeting this last week with several people concerned — associated with the Trustee Council and the statement arose there that the federal government and the Department of Justice, you know, in their shadow — shadow opinions, represent a dual standard on the project acceptance and by the Trustee Council, and that was said by one of the — one of the Alaska Trustees. You know, I think the state ought to take a stand on — on the matter in which these

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proposals that come before them are created and decided upon. Secondly, there was an oil spill in Prince William Sound and that oil flowed along the coastline the whole way out to Chignik, so that's the extent of the impact area, I suppose. But, after that spill I think all the scientists realized we didn't know very much about the ecological interactions in Prince William Sound where most of the oil remained. And, they didn't know much about the stocks of fish in the Sound, although they've been managed intensively for years, and years, and years. And -- and, I think one of the goals of the Department of Fish and Game is to understand these inter -- the ecological interactions of -- in various trophic levels in -- in the Sound and understand relationships between different groups of fish that migrate into -into the many streams in the Sound, the salmon, to understand the herring in Sound, as indicator species -- put forth in the SEA plan by the group that's working down at Cordova. Put that together at the Trustee Council's, if not request, at least the Trustee Council put up the money to get that planning job done. So, our -- our alternative is to either study -- study these issues or not study them and be equally unprepared the next time around to -- to deal with, you know, depleted fisheries and an understanding of how to restore them over time. So, I don't -- I don't think this is a wish list of the Department of Fish and Game, I think it's, at least, these array of studies are an attempt to understand interaction between species and between groups of fish and the environment in Prince William Sound. And, we all know that there

is no other money in state government to -- to fund such studies, and it's appropriate that after the damage was caused by the oil spill that these studies be funded to handle -- that they be undertaken.

MS. FISCHER: Yeah, I'm going to ask everybody to try to keep your -- I know, you know, that it's important to hear what we have to say, but I think we need to try to limit our time, if we want to get out of here this afternoon, has not been -- we need to decide do we want to extend, you know, the time. So, I just wanted try to ask everybody to try to keep it a little bit limited so we can keep moving, okay.

MS. BRODIE: John, I'm so sorry, I'm sorry, but I just wanted to -- I'm sorry John, I came on to harsh. The message I'm trying to get across is I really think Fish and Game would be better off -- that Fish and Game would get more funding from the Trustees than ask for somewhat less, with better justification. It's fine for Fish and Game to ask for everything, saying we really should get it because they're all good projects. I'm saying, I don't think it's a successful strategy with the Trustee Council and they would end off better off.

MR. McMULLEN: I understand, perhaps (indiscernible - out of range of microphone)

DR. FRENCH: Yes. I'd have to concur with Mary and John that I think in terms of ecosystem information, not so much -- they're not integrated into the approach yet, but in terms of the information, I think many of these projects with the exception of

the sand deposition projects are good projects. That project, I think we can't support. But, I do think that the Alaska Department of Fish and Game has a history of burying extra personnel support into these Exxon projects. And, I realize that Fish and Game has had a decrease in their legislative support and in that sense their budget is hurting, but I don't feel comfortable with the concept of utilizing the projects supported by the Exxon settlement to help provide the infrastructure, at least beyond absolutely minimum necessary infrastructure within the department, and I think that's happening in these budgets. And, I don't quite know what to do about it. I think that's probably going to fall on deaf ears. But, I think these budgets are far from being as slim as they could have been if they were well thought out and if that was one of the objective in the people putting the projects together.

MR. DIEHL: All I can say is I have absolute proof of what John just said that they're padding on the budgets. In the killer whale project that has been the results and why research in the killer whale project, they tried to rip-off the Alaskan expertise, in my opinion. They just tried to take the project right away from him and put it right in their bureaucracy, when it was being done more cheaply since 1984. And, the whole thing has - has upset me and given me less confidence in the, at least in NMFS' abilities, at least in their -- their ability to carry forth this research in a cheap (indiscernible).

UNKNOWN: (Indiscernible).

MR. DIEHL: That's national -- that's NOAA. I think

part of the problem is that National Marine Fisheries Services is a law enforcement agency, they are not a research agency. The other portion of the problem is that NOAA, in the form of the Marine Mammal Lab in Seattle, is a research agency, so they think they know how to go forth -- how to go about doing these things, but in fact there's -- I see big problems within that -- the National Marine Mammal Lab in Seattle. What -- what I've seen is administrators trying to take credit for work they did not do, written credit. Seen the Alaska expertise come back with a copyright lawyer to -- to prevent this from happening, and ever since that deal the relationship between Alaskan expertise and this administration has gone way down hill to the point where -- to the point where ...

MR. CLOUD: Wouldn't you expect that.

MR. DIEHL: I would expect that. Well, I would expect people to know about these laws that — that are administrating projects. I would expect people who are administrating projects to have an idea of — of what we're trying to do. Spending money in Prince William Sound if at all possible. I would expect them to be informed by Auke Bay of just how this thing is set up and that, if there is Alaskan expertise, they should be included and not deliberately excluded. And, I would expect that an administrator, if they're going to deliberately exclude the Alaskan expertise, to be able to put in writing the reasons for that exclusion. And, if it's not in writing, I would say revert to the 1991 RFP. That must be done in this case, and to exclude them, because this is a public

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process we have here. And, maybe NOAA is used to doing things in very unpublic way, but this process demands response to questions, and they have not been -- response has not been forthcoming from this administrator.

MR. MUTTER: Could we go through the Fish and Game projects? I think everyone should write their name on the their own sheets and if you feel comfortable in giving a project high, medium, low, you should do that on your sheet, and what I'll do is write down any collective commentary that you wish to put forward on the project, if there are any.

MR. KING: I need to make more comment before we go As a conservationist on the committee, I'm ahead with this. looking at a little conservation of some of this money, and my feeling is that, I can't fault any of these projects, but I think the Trustee Council ought to look very closely at what is in fact. their responsibility and what is, in fact, the legislature's -- or of the Congress' responsibility. And, not spend any of that money that they don't need to because we've got some very exciting things looking ahead that are beginning to well up out of this process, and I am referring to the Cordova plan, the Seward research plan, and the Kodiak Center, research center plan, and these things are going to need some money. Also, we haven't really gotten into the habitat protection aspect of this, very far yet. If you look on page ten, you see of the draft plan that this year half the money will be gone, and it's going fast, and if we are going to achieve any of the really major good ideas that are coming out of this,

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we're going to have to be careful. And, the other aspect of this that we've talked about, that I've talked about, is endowments and endowed chairs. And, I think we need to be ready to consider how endowments should be worked into the fisheries proposals at Cordova and Seward, and Kodiak. I don't see any real long-term benefits coming to a good many of the resources that were damaged, or, any real knowledge coming out of a lot of these studies. I'm not going to say any more about fish endowments because, I think, the fish people will come up with that, what they want and what they need, but I would recommend that we save enough money to have endowed chairs at the university for things sea mammals, ornithology. You know, there's been thousands of ornithologists visit Alaska. There has never been a full time academic ornithologist that spend a lifetime in Alaska. And, I think that would apply to a lot of these other sciences. Anthropology could be well-served by an academic chair with a good academic program, recreation and planning, coastal zone economics. So, I guess considering these needs, this is where I'm going to take a very conservative approach to approving any of the spending that's on the table before us.

MS. FISCHER: Okay, John, and then let's move on with the ...

MR. McMULLEN: I just want to say before that I know something about the habitat protection plan. Turn on your television tonight at eight o'clock, turn to PBS and see the -- see the hour long program on Kodiak bears. It's -- it's been a National Geographic Magazine article and an Anchorage Daily News

article, and the solution on both, you know, all these articles is Oil Spill Trustee Council funds.

(Indiscernible - simultaneous talking in the background)

MR. CLOUD: I move for approval of project 94066.

MR. MUTTER: That's the harlequin duck recovery monitoring project, and I've got a comment that you put on yesterday that says they also -- they also need to take a look at other bird species as well

DR. FRENCH: Well, I'll second -- I'll second it.

MS. FISCHER: Okay. (Indiscernible)

MS. BRODIE: I'd like to suggest a different process, rather than moving and seconding the projects at random, that just either Donna or Doug go through them in order and we vote on them. How does that ...

UNIDENTIFIED VOICE: Do you want an up or down vote or are you going to try to prioritize them?

MS. FISCHER: Okay. (Simultaneous talking -- questions). Well, we were going to do the Fish and Game, since we discussed Fish and Game yesterday. That's why John moved on that, right? Or, Jim moved on that.

MR. CLOUD: I withdraw my motion and support Pam's motion that we just vote on them.

MS. FISCHER: Is that all right with a second? Is that all right with a second?

DR. FRENCH: That's fine except I'm still not sure how this relates to a high, medium, low criteria.

MR. CLOUD: High, medium, low criteria is additional information.

DR. FRENCH: Additional information. So, we're going to vote on these and say that they were all ...

MR. CLOUD: Just yes or no, and then your weight is given in the high, medium and low.

MS. FISCHER: Maybe once we have a move to vote, then somebody can give a grade and we can kind of discuss it a little bit and then move on. See if we can all keep a consensus.

MR. CLOUD: I think what we need to do is just vote on them and if there is any discussion, we'll have to do the discussion at the time we're voting on each project and move on instead of polling everybody (indiscernible). If somebody wants to volunteer what's their weight is ...

MR. KING: I'm opposed to voting yes or no because there's a lot of these proposals that I don't know enough about and you have to recognize that we have not seen the scientific panels report, we have not seen the final reports from the 1993 -- for any of these things, and there are some of these proposals that I can endorse and vote yes on with a certain amount of confidence, but I'm not sure there's any that I can vote no on without having a lot more information. And, so, I'd hope we could go through and give a score of high, medium and low, and low could mean either we don't like or we don't know.

MS. FISCHER: Let me say ... Okay, and do what?

MR. MUTTER: I'll just go through and ask if there's a

consensus on high, medium and low. If there is, I'll write it down, if there's not, you'll have a chance to put your own voice in.

MR. CLOUD: But, that isn't what we were asked to do. We were asked to vote on these.

MS. FISCHER: Yeah, let me ask. Well, that would pretty much be voting, I mean if we all feel that it's a low mark, we're voting for a low mark, really. But, let's take the Fish and Game since we did hear Fish and Game yesterday, and we're a little more acquainted with that, and then as we get to the other areas, then we can also talk to the people of that department. Would that be all right? Instead of starting at the very beginning, I mean it would be nice to go '007 and start down, but we did hear from Fish and Game.

MR. CLOUD: (Indiscernible) Fish and Game list that they gave us yesterday.

MS. FISCHER: Oh, all right, I thought you meant start at the beginning.

MR. CLOUD: And then this rating, and then we just move on.

MS. FISCHER: Right.

MR. MUTTER: I think if we do the high, medium and low that gives Jim Ayers information. I don't know if you're all going to ...

MR. CLOUD: Well I -- I disagree, I mean I think that if you vote no on something ...

MS. FISCHER: They're going to know why ...

MR. CLOUD: I mean, if there are some that I'll vote no on, and there are some that I'll vote yes on and that -- high, medium and low applies on a yes vote.

MS. FISCHER: Okay, well let's go to 94064, isn't that the first one on Fish and Game?

MR. MUTTER: That one's already approved.

MS. FISCHER: Already approved. Okay.

MR. MUTTER: So, the first one the harlequin duck monitoring.

MS. FISCHER: That would be, what number is that? Okay.
'066. Is that approved, Bill?

MR. MUTTER: It's a vote to support it.

MS. McBURNEY: Well, I have some questions. It says in the project description that the '93 results were still pending, number one, and I was just curious as to whether this is going to be something that's going to be an annual project that every year they're going to be coming back for more money. It's a four year duration, and it seems awfully expensive for the objectives that they hope to accomplish. This is an example of a project that I would hope could be put off for a year until an ecosystem plan is in place because this is the sort of project that would be best integrated into an overall plan. This is a good example of a single species. Let's go take a look at harlequin ducks-type program.

MR. DIEHL: It's a single species that does feed

though in the tidal interchange area, and my understanding is that it's used as a marker for how -- for if and how that area is affecting wildlife. I'd, you know, give it a yes.

MS. FISCHER: Okay, Pam.

MS. BRODIE: I'm going to pretty hard on the monitoring projects which are just counting critters, because for almost all of these they've been counting them every year, and without a monitoring plan, I — it might be justified, but without a monitoring plan, I'm not going to be supporting them. However, this particular one said they might need to do some chemical analysis based on data that they've already got it, and I would say, if they determine that's warranted, they should come back to the Trustees for that money, but I don't support ....

MS. FISCHER: Okay, do you feel that the budget is -you want to give it a low grade then, you feel the budget is a part
of that too, so, Doug, you need to put in there that if they need
money for the chemical plan that we would like to have them, you
know, go back to the Trustees for that, so we'll give it a low
grade right now.

MR. CLOUD: You know, we're just going to have to come up with a process to do these things. We have got to come up with a consensus on each project, and that can only be (indiscernible) yes or no or abstained votes, and then wait until -- you'd like to -- maybe I'd suggest another way then, and that is just poll each member in order, right down the line, we can make our brief comments, reason why we're voting yes or no or abstaining and our

weight, and then move on. Otherwise, we will never get ...

MS. FISCHER: We'll never get through this, I agree with you. John.

MR. McMULLEN: I -- I agree with that. I was sitting here thinking yes or no is not going to do it for me because I'm going to have a hard time saying no to most of the projects because they have been -- they have been filtered from a much larger group of projects, and I think that just, you know, with as little information as we have, just a brief explanation in reading this, you know, I'm -- thinking about all the time and effort that's gone into these projects in the past and the people that have, you know, planning and all this, we don't have a -- really a good idea of what it's all about, so I think that maybe weighting to the best of our ability is the thing to do. And I don't know, you know, otherwise, I'm in agreement with Jim ...

MS. FISCHER: Okay, then let me poll each member then.

MR. KING: Well, one other thought, could we just say

how many high votes, how many medium votes and how many low votes then we could ...

(Indiscernible - simultaneous discussion)

MR. CLOUD: There are comments that everybody is going to want to make (indiscernible) and that is what the Executive Director says he wants.

MS. FISCHER: Okay, Pam, '066, what do you give it?

MS. BRODIE: No.

MS. FISCHER: You've already made your remarks, you gave

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it a low.

No or low. MS. BRODIE:

MS. FISCHER: No, no, okay. Jim.

MR. CLOUD: Yes, my vote is yes, and I give it a

MR. DIEHL: My votes yes, and I give it a one.

MR. MUTTER: That's high?

MR. DIEHL: That's high.

DR. FRENCH: My votes yes, and gave it a medium, the reason being, again, the money in a monitoring budget, I feel it is

MR. KING: I have two votes, mine and Rupe Andrews as well. And, I give the harlequin project a low. I believe it's too costly and that it's something that a management oriented proposal that might better be funded some other way.

MS. McBURNEY: I give it a low. I think it can wait until there's an ecosystem plan in place.

MR. McMULLEN: I give it a -- I guess in the mid -- mid range -- a two. They -- they say that this -- these words, you know, there beginning to have problems, and it seems to be the reason on it.

MS. FISCHER: I give it a low. I feel that it's a budget that continues to stay in there at pretty much the same I feel that it can go with the ecosystem, or can be, you rate. know, brought in under the ecosystem and then they can look at it.

> MR. MUTTER: 94068, deposit sands to promote clam

1 recruitment. Pam. MS. BRODIE: No. 2 MR. MUTTER: Jim. 3 I'd like to note that my vote carries for MR. CLOUD: 4 Vern McCorkle as well. I vote yes, but a low priority. 5 Jim. 6 MR. MUTTER: 7 MR. DIEHL: I vote no with a three. DR. FRENCH: I vote no. 8 9 MR. KING: Low, low. That's two lows. 10 MS. MCBURNEY: (Indiscernible - laughter) very strong 11 feeling about it, but I -- I give it a low mark MR. McMULLEN: I want to give it a low (indiscernible), 12 13 but I'll give -- give thirty-six thousand dollars, there may be 14 some reasonable information needed from this. I'll vote it low, or 15 give it a low. 16 MR. MUTTER: Donna. 17 MS. FISCHER: Vote low. MR. MUTTER: 94070, restoration 18 Okay. of high 19 intertidal fucus. 20 MR. FISCHER: Pam. 21 I'm a little confused. Are there three MR. BRODIE: 2.2 levels of yes, and no, so basically four things we can ... Okay. I vote no. 23 24 The lady is actually right. MR. MUTTER: I vote yes, with a high priority. 25 MR. CLOUD: Fucus

is a very important aspect of the ecosystem recovery.

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MR. MUTTER: Jim.

MR. DIEHL: I vote yes because it's actually intertidal and related to the harlequin ducks as far as I can see.

MR. MUTTER: High, medium, low?

MR. DIEHL: High.

MR. MUTTER: John.

DR. FRENCH: I vote yes with a high. Again, the reasoning being that it provides the information necessary to restore the ecosystem. The actual restoration part of it is not in the project, but that can wait until the ecosystem study.

MR. KING: Low, low. I believe that it's going to recover naturally and within a few, probably before anybody can get out there and do anything for it.

MS. McBURNEY: I give this one a low, and the reason for that is one of the objectives is to create a model of affected shorelines that will predict which high intertidal areas have depressed fucus population. Well, you know which beaches have been washed, and it's probably the most expensive aspect of this particular project is going to be putting together nice, fancy computer models which are going to require two hundred and sixty thousand dollars worth of contractual costs. So, I don't think this one's as tight as it could be.

MR. McMULLEN: I'm going to give it a low. I think natural recovery, you know, the fact that it's a non-utilized resource and harvesters (indiscernible) see it get -- get good shape.

MS. FISCHER: I gave it a high and a yes.

MR. MUTTER: 94081. Recruitment monitoring of little neck clams.

MS. BRODIE: Low. This is Pam.

MR. CLOUD: No, it's not in the book, what's the actual status of that currently.

MS. FISCHER: It's in the book, on page one twenty-four.

MR. MUTTER: Jim.

MR. CLOUD: Jim Cloud and Vern McCorkle vote yes and a low priority.

MR. DIEHL: Both yes, with a medium priority.

MR. MUTTER: John.

DR. FRENCH: I'd say yes with a medium priority.

MR. KING: Low, low -- two lows.

MS. McBURNEY: I'd give it a low right now, but again this is a monitoring program that I think better would fit underneath an ecosystem plan.

MR. McMULLEN: I'm going to give it a low. I'd wish I'd seen -- I'd wish I'd seen the study in this -- this group of studies dealing with sea otters and the sea (indiscernible). Their -- their effect on -- on clam and other populations and intertidal areas, I think and (indiscernible) I'm not sure here what kind of information you can get with sea otters (indiscernible).

MR. MUTTER: Donna.

MS. FRENCH: I give it a low. I feel it's a very expensive project. Past shown history has shown that they've been

up and down and out of the Sound and back in the Sound. I'm not so sure that oil really did do it.

MR. MUTTER: Okay 94137, Sockeye ID of Chum, Sockeye, Chinook and Coho in Prince William Sound.

MS. FISCHER: Is that the number you were on?

MR. CLOUD: What about '86?

MS. FISCHER '86, yeah.

MR. MUTTER: Sorry. Yes, I missed that one, thanks. Okay, 94086.

MS. FISCHER: Okay, Pam.

MR. BRODIE: I vote no because I'm not convinced that annual monitoring is necessary in this case, continuing it every year and it's expensive.

MR. CLOUD: I vote yes and a high priority. So does Vern.

MR. MUTTER: Jim.

MR. DIEHL: I'm going to -- I'm going to vote no with a low priority. I'm going to vote no. (Indiscernible)

MR. MUTTER: John.

DR. FRENCH: I'll vote yes, but with a low priority.

I don't, I'm not sure it's well thought out at this point.

MR. KING: Comment. I'm not voting yes or no on these things. I just look at this as something I feel doesn't quite fit the criteria of ecosystem research and it's involved with management, so I give it a low, low, on that basis, not because it isn't a good study. Cordova plan will take care of it further on.

2 MS. McBURNEY: No. 3 MR. MUTTER: John? MR. McMULLEN: I'm going to give it a low and I think 4 that in its present form its too costly for a single location 5 study. 6 7 MR. MUTTER: Donna. I vote no, pretty much for the same 8 MS. FISCHER: 9 reason, and also, you know, experimentally in Herring Bay, that's where one of the task force zapped during the oil spill, and that's 10 11 where the clean up crews, you know, went in to for rest and food 12 and recreation on one of the great big barges they had out there. 13 So, I feel that it's unrelated to the oil spill. I vote no, very 14 low. 15 MR. MUTTER: Okay, now we're on 94137, Stock ID of 16 Chum, Sockeye, Chinook, Coho ... 17 MS. FISCHER: 94110? 18 MR. MUTTER: That's the DNR project. 19 (Indiscernible - simultaneous discussion) 20 MR. MYERS: One point of clarification if I could. 21 The last vote ... 22 REPORTER: Could you give him a microphone, please. The last vote said no, very low, and it 23 MR. MYERS: 24 raised the same question that Pam asked. Did you put ... I put no. 25 MR. MUTTER: 26 MR. MYERS: Okay. Just wanted to make sure.

Carol.

MR. MUTTER:

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an ongoing thing.

tabulation later on and it'll

- MR. MUTTER: Okay, project 94139, Salmon Instream Habitat and Stock Restoration.
  - MR. DIEHL: What page is that on?
  - MR. MUTTER: One seventy.
  - MS. FISCHER: One seventy.
- MS. BRODIE: I'm voting no, I think it should be your regular Fish and Game funding.
- MR. CLOUD: I'm voting yes with a medium priority. I mean, it should be a regular funding, but it probably wouldn't be done at this point time.
- MR. DIEHL: I vote yes with a high priority because it needs to be done and its a widespread project.
- DR. FRENCH: I'll vote yes with a medium priority. The only reason I don't give it a high priority is some of the items I do agree could be done under normal maintenance and upkeep type activity.
- MR. KING: Low, low, it's a management thing that should be funded some other way.
- MS. McBURNEY: I give it a low. It -- it seems that a lot of these facilities should have been better maintained by the Forest Service. It's part of their (indiscernible shuffling paper) and also it seems like an exorbitant contractual component to the budget.
- MR. McMULLEN: I'll give it a mid-range. It is a restoration -- they are restoration projects, it was explained to us yesterday that, I guess normal or fundable maintenance had been

performed on these facilities but they had -- they had deteriorated to the point where they might go out of service if the -- if there's not funding -- funding for them.

MR. MUTTER: Donna.

MS. FISCHER: I vote -- I'd put in a mid-range. I feel the budgets is overstated.

MR. MUTTER: Okay, next project would be 94165, Herring Genetic Stock Identification Prince William Sound.

MS. BRODIE: I'll vote yes with medium.

MR. CLOUD: I'll vote yes with a high priority.

MR. DIEHL: I'll vote yes with a medium.

DR. FRENCH: I'll vote yes with a high priority. I think it's critical we get a better handle on here.

MR. KING: I give it a low, low. I think this is the sort of thing that the Cordova plan will address better in the future and probably in a more coordinated way.

MS. McBURNEY: I give it a high priority.

MR. McMULLEN: I give it a high priority. There's been problems, as we know, of the herring in the Sound and this program must be upgraded and the understanding of this fish.

MS. FISCHER: I also give it a high priority. After last year's herring fail -- failure, I don't feel that we can wait for the ecosystem to kick in. I think it's something that needs to be addressed now because if we have the same failure this year then we've really got some problems in the Sound.

MR. MUTTER: Okay, my understanding is 94166 is already

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approved, so the next project would be 94173, Pigeon Guillemot Recovery Monitoring.

> MR. DIEHL: No, that's not Fish and Game.

That's not Fish and Game, sorry. MR. MUTTER: 94184, Coded Wire Tag Recovery for Pinks in the Prince William So, 94184. Sound. Thank you.

This is part of a group of projects that MS. BRODIE: I'm really torn about, which -- and that is including the five million dollars to keep up the Prince William Sound hatcheries going for another year, plus these coded wire tag recoveries, which I think are also properly aquaculture association duties. am going to support these at this time, but I want to make it clear that at some time the Prince William Sound Aquaculture Association is going to have to be self-supporting and that they can't keep coming back, I believe to the Trustees for operational funds. And, I understand things have been very tough recently and I don't want the economy of Prince William Sound to suffer inordinately because of our penny-pinching over a brief period, but in the long term it does have to self-supporting. So, I will vote yes with medium priority.

> MR. McMULLEN: Madam Chairman, can I offer ...

MS. FISCHER: Yes.

MR. McMULLEN: Thank you, Pam, I appreciate your comments and your thoughts. Last year the Trustee Council wouldn't put any money in the tag recovery until we did. Although we didn't have very much money, we did put in a hundred thousand. The Department

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of Fish and Game insists that they be involved in this project. We do the tagging, you know, we pay for that, all tagging. Number two is that there is -- there is a policy that's developing in state government called user pay, and the Department of Fish and Game was exercising that, and we requested that the Department of Fish and Game get on the stick and put this into regulation, and, you know, on a statewide basis determine how, if you are in the aquaculture business or any other business dealing with fisheries, and you want to go up here and do something -- projects, whatever it is, whether they're ongoing or new, say we want a remote release station or do a rehab project or whatever, that we -- we have to have an evaluation plan and it has to be funded prior to the, you know, and completed prior to the time that Fish and Game will give its okay to do something or to say -- decide not to. So, this is all coming in progress, you know, it's progressing towards this and the cost of doing business is, you know, is increasing, and we're assuming these responsibilities, just as we did for -- assume responsibility for the three state hatcheries in our region, which they said they can no longer fund. So, they were going dump them or we -- we So, you know, there -- there's a great don't take them over. responsibility falling on the aquaculture associations in the state to handle these fisheries questions. And, so, you're absolutely correct there when you say it should happen. It is happening. And, I appreciate your support on this, you know, at the time here.

MR. MUTTER: Jim.

MR. CLOUD: I vote yes with a high priority.

1 MR. MUTTER: Jim. MR. DIEHL: This is the coded wire tag 2 3 (indiscernible)? Right, yeah. MR. MUTTER: 4 MR. DIEHL: Yes with a high priority. 5 DR. FRENCH: John. 6 7 I'll vote yes with a high priority. DR. FRENCH: think that it, not the most cost effective technology that's being 8 9 used right now, but we should recover the tags. 10 MR. MUTTER: Jim. 11 MR. KING: This is an example of why I don't want to 12 vote yes or no. I can sense there's a whole lot about this project 13 that I don't understand. 14 MR. MUTTER: You can abstain if you wish. 15 No, I'm going to give it a low, low, and MR. KING: 16 that is to be interpreted to fund it with caution, look closely at 17 18 MR. MUTTER: Mary. I give it a high priority. 19 MS. McBURNEY: 20 MR. McMULLEN: I give it a high priority. These studies are all -- these are all -- the objective of these studies is to 21 22 protect wild stock and determine if hatchery stocks are somehow 23 impacted. 24 MS. FISCHER: I'm voting yes on it, but I'm giving it a

medium priority. I know it is a priority, but I feel that there's

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1 two projects here that are closely related, and if you'll read on both of them, I think they could be combined and the budget 2 I think they could work together to -- to work in both 3 areas, even though one is with the wild stocks, they're still going 4 5 to get some hatchery stock and some of the codes and that, so I 6 think they could be a combined budget. 7 Okay, project 94185, Coded Wire Tagging of MR. MUTTER: Wild Pinks for Stock ID. 8 MS. FISCHER: This one I wanted combined with '84. 9 10 MS. BRODIE: Yes, medium. MR. MUTTER: Jim. 11 MR. CLOUD: This may show my ignorance about this 12 13 project, but I'll vote yes with a low priority. MR. MUTTER: Jim. 14 15 MR. DIEHL: Yes with a high priority. 16 MR. MUTTER: John. 17 DR. FRENCH: I'll vote yes with a medium priority. This project is just placing the tags, it's going to incur a lot of 18 19 cost down the line. I think the information is important, but I

MR. KING: A low, low.

MR. MUTTER: Mary.

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great.

MS. McBURNEY: I give this one a high.

MR. MUTTER: John.

MR. McMULLEN: I give this a high priority. There's been

think the loss from delaying this project a year wouldn't be that

13 determine

one year's data collected already, which -- which has indicated -they're looking at the streams of salmon between streams and strain
of hatchery fish in the streams. They found that wild stock -these wild fish between -- tend to stray more between the streams
than the hatchery fish do. There's the question of the placement
of the tags affecting the fish's ability to home, and they're
actually looking at this, they're taking x-rays of fish and putting
tags in other places, but they didn't -- they didn't know if the
affected strain was a direct effect of the oil spill and oil in the
streams, and they want to get -- extend their data base on this,
and I think it is very important that we understand just to
determine -- to understand stocks.

MR. MUTTER: Donna.

MS. FISCHER: I'm voting yes on this, but with a low priority because I think it can be combined with '84.

MR. CLOUD: John, can I ask a question?

MR. McMULLEN: Yes.

MR. CLOUD: What's -- what's the -- what's the deal with the results of the studies? So, if they learn that while -- are they concerned that wild stocks tend to stray more into other steams than where they were born.

MR. McMULLEN: Well, they're trying to define what a -what -- they're trying to define the pink salmon stock of Prince
William Sound. And, biologists find it -- find it easy to separate
stock by streams they, you know that in -- they -- they manage
fisheries in a manner which gives certain numbers of fish in the

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individual streams and they say, well this is -- we need this and we're going to manage the (indiscernible). We're going to withhold the commercial fisheries until we get certain numbers of fish in the steams and then until everything is compartmentized. Now they -- now they're starting to believe that a stock of pink salmon may occupy a large geographic area, and -- and they may not -- they apparently don't all go to the stream in which they were -- they were -- they were born. And, this changes the whole management strategy because in Southeast Alaska, for instance, they don't -they don't -- they just manage for overall escapement. come up short in some streams, you may overescape in some, some may be right on, but overall you still got the brood stock necessary, and to replenish the system. And, you find on -- on years of good salmon -- pink salmon survival, you find salmon in every stream and every little creek in the Prince William Sound, or elsewhere in Alaska, where even the -- even though they're weren't' spawners in there on the parent year. And they have -- and then you put the hatchery fish in there and people say, well are hatchery fish impacting the wild stocks, are they causing genetic problems. The hatchery -- the individual hatchery, we spawn pink salmon by the hundreds of thousands as they arrive. We don't pick and chose, we don't pick for size or whatever. We just take them as they come and so we maintain that genetic -- frequent -- gene frequencies in the hatchery stock to as -- as they were in the wild stocks, and part of the studies here are going to be directed towards determining if these fish have changed genetically in the

hatcheries, even subtly over time, or if really they could -- Fish and Game has to worry less about moving the fish between streams or fish -- hatchery fish into streams. It's complex.

MS. FISCHER: Okay.

MR. MUTTER: Okay, project 94187, Otolith Marking - Inseason Stock Separation.

MS. BRODIE: Yes, medium.

MR. CLOUD: I give this a yes and a high priority. It's high time that the Fish and Game started using this new and more cost effective technology in following fish stock.

MR. DIEHL: Yes with a high priority.

DR. FRENCH: Yes with a high, for the same reason as Jim.

MR. KING: Low, low. This is a normal development of management.

MS. McBURNEY: I give this one a very high mark. This is going to be a very valuable tool for addressing some important ecosystem level questions. When you can identify every hatchery fish, you've got a very, very valuable tool.

MR. McMULLEN: I give this a high. This -- this is a new and developing procedure, although in Washington and in Southeast Alaska where it's used at the DiPac (ph) Hatchery in Juneau, in recovering fish, every fish that came back that was supposed to be marked, you know, is -- is examined in the adult, was marked, so this is a good system, and will replace coded wire tagging, which we think may have some failings in that you insert, you know, a

half millimeter, or millimeter wire, you know, into the head at a very small size, and therefore you may be -- there is -- there is 2 differential mortality between tagged and untagged fish. 3 would resolve that. You'd get a better estimate of what -- of 4 what's out in the water and wild fish, hatchery fish interactions. 5 How would you like to have a six inch 6 MR. CLOUD: 7 coded wire tag ... Yes, I want mark for all the reasons 8 MS. FISCHER: 9 (indiscernible - simultaneous talking). 10 MR. DIEHL: Not me, I'd probably never find my way 11 home. 12 (Laughter) 13 MR. MUTTER: Okay, 94189, Pink Salmon Stock Genetics in Prince William Sound. 14 15 MS. BRODIE: No. 16 MR. MUTTER: No? 17 MR. CLOUD: Yes with a medium priority. Yes with a high priority. 18 MR. DIEHL: 19 DR. FRENCH: Yes with a high priority. I think it 20 provides good opportunities, good technology anyway to provide the 21 stock separation information that's needed. 22 This a normal management MR. KING: Low, low. function. 23 24 MS. McBURNEY: I give it a high. It's very important 25 information again, essential for dealing with ecosystem level

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questions, and also I believe this is -- possibly be money well

spent. It's not a big ticket item.

MR. McMULLEN: High priority.

MR. MUTTER: Donna.

MS. FISCHER: I -- Yes, medium.

MR. MUTTER: Okay, project 94191, Oil Related Egg and Alevin Mortalities.

MS. BRODIE: I'm voting no, I think. Maybe John can answer my question. Yesterday, Jerome said that this was a repeat because the original -- the findings the first time it was done was so astounding, but either he didn't explain or I missed his explanation about what was astounding and why it needs to be redone.

MR. McMULLEN: Madam Chairman.

MS. FISCHER: Yes, Jim.

MR. McMULLEN: These results were, you know, I just saw these about a month ago. What -- what Fish and Game is -- what happened after the oil spill was Ernie Brand (ph) at the University of Idaho has written several papers saying, pink salmon were not damaged by the oil spill. There was no oil damage, there's no genetic damage. What Fish and Game has found, they've gone to oiled and non-oiled streams, they've taken -- they've taken eggs from -- from the stream beds that were spawned in these locations, and they've also taken eggs from fish that were in those streams, about ready to spawn. They moved those eggs into a hatchery, these special incubators, and then -- well, what -- what they were doing is, I'm not sure they took the eggs from the stream, but they --

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they looked at rates of mortality on eggs that were deposited in oiled and unoiled streams than rates of mortality on eggs that were put in the incubators from fish that were in oiled and unoiled streams. What they're finding is that in those fish that occupied oiled steams that -- that over two or three years now, that the mortality rates on those eggs, you know, they now were similar in the -- in the -- they said the hatchery results mimic the stream results and the mortalities on eggs in unoiled streams and in the unoiled -- eggs in the hatchery remain fairly constant while mortalities continue to rise on -- on those eggs that were -- that were deposited in oiled streams and in hatchery incubators, indicating that whatever is killing these eggs, is -- it's a genetic, you know, some genetic problem there, and not just the fact that there -- that there's some oil residue remains in the stream. And, they've got to follow it to determine if its going to continue to rise, going to observe it to continuing problem with this, or will it, you know, will it go away.

MS. BRODIE: So, the study is indicating that the problem is not just from oil in the streams, but in fact from genetic damage.

MR. McMULLEN: Yeah, that's correct. And, the bionutionist tell me they've looked at this every way they can and they are satisfied that they can say that.

MS. BRODIE: Then, why do we need to repeat it. It sounds, it sounds so astounding to me.

MR. McMULLEN: Well, we -- we don't -- I think you've got

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to -- they need verification. I think they also want to know which direction these mortalities are heading. It -- is it indicating we're going to take even larger losses in the coming year.

MS. BRODIE: Well, I'll give it a yes and a low priority. Thank you, John.

MR. McMULLEN: Yeah.

MR. CLOUD: Low, low, with a follow-up question. Would -- wouldn't you need to follow -- continue these studies to try to get a clue as to what you could do to mitigate the ...

MR. McMULLEN: Why, I think -- I would expect what would happen, and I don't know, you know, I haven't sit and talked to anybody, but I would expect that those fish which carried, you know which were carried eggs which were genetically damaged would -- they would probably, you know, here it is survival, and they -- they would -- that the -- the -- how would you say, you'd think this situation would right itself after awhile, you'd think -- you'd (indiscernible) mortality in eggs which were damaged in fish and they would drop out of this stock, you know, eventually, and you would just have those undamaged fish remain.

MR. CLOUD: Well, I give this a yes and a high priority.

MR. DIEHL: Give it yes with a high priority.

DR. FRENCH: I'm discouraged by the high cost, but I'll give it a yes with a high priority.

MR. KING: I'll give it a low, low. I think it's something that will fit into the ecosystem approach that -- that's

MR. MUTTER:

MS. McBURNEY:

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budget.

This one I have mixed feelings about also.

94192,

I am concerned

Evaluation

of

Mary.

I'm going to give it a medium, but primarily because of the high cost.

MR. McMULLEN: I'm going to give it a medium rather than a high because of the cost. This -- this is another part of the study which dealt with -- put tags on wild fish on several streams that costs -- it's pretty expensive, yet -- yet it set up right, large, bright crafts, you're going to cruise out in the Sound. But, I think this is essentially understanding salmon in the Sound, but once again I'm going to give it a medium because of the price.

I think the overall cost of this project is high.

MS. FISCHER: I'm giving it a yes with a low grade. I think the information is important, but should be a management project to cover budget.

MR. MUTTER: Okay, the next project is 94199, Alaska Marine Research Institute. Do you want to wait and see if we can get additional information on that? Do you want to go right on?

MR. CLOUD: Well, I can't vote -- voting on something that doesn't have a budget. It's as if they haven't figured out what it is.

MS. FISCHER: Right.

DR. FRENCH: Yeah, I'd recommend we defer this one until we see if we can get some more information.

MR. MUTTER: Okay.

MS. FISCHER: Does everybody feel that way, I mean that we need to defer? All right, I'm going to vote against it.

MS. BRODIE: I would also vote against it. We've --

we've discussed this a lot, and I think there -- I haven't heard anybody in this group speak for it. So, we know the budget is going to be large, we don't know if it's going to be twenty-five million or twenty-four million, but it's going to be big.

DR. FRENCH: I don't know if we know that, Pam, because the discussions about concentrating it on research facilities -- research infrastructure facilities is -- is an entire shift in the cost. It could be significantly lower than that, but I don't feel comfortable in voting on it without Jim Ayers' assurance as to how that whole issue is going to be approached.

MR. DIEHL: This whole project is, you know, it's just frustrating to me because these people don't seem to have their ducks in a row.

MS. FISCHER: They don't.

MR. DIEHL: And, it seems to me that we're writing -we're making this for them, and it's very frustrating -- and that
makes me wonder how this -- what kind of administration they have.

MS. FISCHER: Jim.

MR. KING: I'd speak in favor of -- of a research facility, but we don't know at this point how it's going to relate to research so, it's difficult to vote on this.

MS. FISCHER: Mary.

MS. McBURNEY: As it's written, no, because all it's asking for is equipment for a facility that doesn't exist and for projects that don't exist.

MS. FISCHER: Right.

MR. McMULLEN: I would have to speak in favor of this project. I'm not sure what priority I would give it. It is -- it one -- one of the state priorities, I know that it is, and I look at it, you know, from the point of view of Trustee Council actions and determinations and policies, and I think that you got to draw a line in the sand sometimes.

MS. FISCHER: I'm voting no on it. I feel like it's out of the oil spill area. I feel that if they want to put that type of center it should be within the area that would -- could be most directly harmed, you know, from all the way from Kodiak to all the way up into Valdez Arm or on the western shore there where tankers come and go.

MR. MUTTER: Okay, project 94237, River Otter Recovery Monitoring.

MS. BRODIE: Dr. Spies gave most things a high priority and a few things medium to low priority and this got a medium, and I'm voting no.

MR. MUTTER: No?

MR. CLOUD: I'm voting yes with a low priority.

MR. MUTTER: Jim.

MR. DIEHL: Yes with a high priority.

DR. FRENCH: I'll vote no on this project, mostly because I don't understand the report.

MR. KING: Give it a low, low. It's clearly a management oriented study.

MS. FISCHER: Mary.

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1	MS. McBURNEY: I'm not sure.
2	MR. MUTTER: Do you want to abstain.
3	MS. McBURNEY: I'm abstaining.
4	MS. FISCHER: John.
5	MR. McMULLEN: Low.
6	MR. MUTTER: Donna.
7	MS. FISCHER: No, low, over budget.
8	MR. MUTTER: Project 94241, Rockfish Management Plan
9	Data Development.
10	MS. BRODIE: Although rockfish were clearly injured,
11	I'm not convinced that this project is related to the oil spill,
12	and Spies gave it a medium. I vote no.
13	MR. MUTTER: Jim.
14	MR. CLOUD: Yes, low priority.
15	MR. MUTTER: Jim.
16	MR. DIEHL: I give it a yes with a medium priority.
17	DR. FRENCH: Yes with a low priority.
18	MR. KING: Low, low. Probably a good study for
19	for further down the the line, but for '94 low, low.
20	MS. McBURNEY: I give it a medium.
21	MR. McMULLEN: I give it a medium priority and find the
22	rock I'm told the rockfish are populations are fairly
23	fragile, they're long life is easily easily depleted, so I think
24	that the resources that have been (indiscernible) damaged in the
25	oil spill deserves study.

MR. MUTTER: Donna.

1	MS. FISCHER: No. There are also studies showing that
2	it was (indiscernible) there was a lot of taken out by human
3	fishing, you know.
4	MR. MUTTER: Okay, project 94244, Seal and Otter Co-op
5	Subsistence Harvest Assistance.
6	Ms. BRODIE: No.
7	MR. CLOUD: This is one of the few time I agree with
8	Pam. No.
9	UNIDENTIFIED VOICE: Holy cow!
10	MR. MUTTER: Jim.
11	MR. DIEHL: Which (indiscernible - simultaneous
12	talking).
13	MR. MUTTER: '244.
14	MR. DIEHL: Yes, simply because its a subsistence. We
15	don't have a very good (indiscernible). Fish and Game people where
16	to go.
17	(Indiscernible - background talking)
18	MR. MUTTER: Did you want to give it a priority, Jim.
19	MR. DIEHL: I give it a yes with a medium.
20	MR. MUTTER: John.
21	DR. FRENCH: I think I'd also give it yes with a medium
22	priority.
23	MR. KING: A low, low. I'm not opposed to that but
24	the Fish and Game has an extensive subsistence division that deals
25	with this sort of thing already.

Mary.

MR. MUTTER:

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MS. McBURNEY: That's another one that I'm kind of torn on. I'm sure there would probably be useful to some degree. It -- I suppose I'd give it a medium, but simply because it tends to have low project cost, but I'm not sure what the overall benefits going to be.

MR. McMULLEN: I understand the need for subsistence harvest, lifestyle, but oftentimes you hear about the (indiscernible) to utilize local people who understand their areas and regions, and have physical knowledge. I don't think you need a Fish and Game biologist to tell them -- subsistence harvesters about their -- about where to find animals. I'd say no.

MR. MUTTER: Donna.

MS. FISCHER: I'm voting no on this, due to the fact that talking to the different villages and the -- news accounts in the paper about all the sea otters in the Sound this year, and it was creating a lot of problems for the fishermen that were out there.

MR. MUTTER: Okay, project 94255, Kenai River Sockeye Salmon Restoration.

MS. BRODIE: Yes, high priority.

MR. CLOUD: Yes, high priority.

MR. MUTTER: This is getting to be a trend.

MR. DIEHL: Yes with a medium priority.

DR. FRENCH: Medium priority. I don't -- I think a lot of the effort on the Kenai River should be covered under normal management strategies.

MR. KING: Low, low for the same reason, it's normal management.

MS. McBURNEY: I give it a high.

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MR. McMULLEN: Rupe Andrews and I didn't attack this project and the other -- its sister project, but we -- we did question some aspects of it, and I did draw some comment from people on there that tried to enlighten me on this project. I am going to give it a low. Basically, when it was realized that there may be problems in the Kenai River because of several years of over escapement into the stream and production of more fry than the system with support. Both the commercial fishermen and the Department of Fish and Game said, the last thing we want to do is do anything to rehabilitate these stocks, we want to let them do it naturally if it takes -- no matter how long it takes. were the statements in the Anchorage paper, and I told Fish and Game people that, you know, if that was their attitude, you know, why did they have to know so much about, you know, put the money into the system then if they were just going to wait and see. do have sonar counters downstream and this -- this is -- program enhances those, you know, those counts and their capability. think the work -- I think it's good that the work should be done because -- because of the, you know, highly utilized -- these are highly utilized stocks of fish and are becoming a real important, even political question in the state. So, I say yes, with a low.

MR. MUTTER: Donna.

MS. FISCHER: No.

1	MR. MUTTER: Okay, project 24258, Sockeye Salmon Over
2	Escapement.
3	MS. BRODIE: Yes, low priority.
4	MR. CLOUD: Yes, high priority.
5	MR. DIEHL: Yes with a high priority.
6	DR. FRENCH: Yes, medium priority. I can continue
7	to have the feeling that over escapements is an overstated problem,
8	but I could indeed be proven wrong on that.
9	MR. KING: Low, low, it's a normal management
10	problem.
11	MS. McBURNEY: I give it a medium, but again addressing
12	the budget consideration, awfully high.
13	MR. McMULLEN: Low priority.
14	MS. FISCHER: No, due to budget factor.
15	MR. MUTTER: Okay, project 94259, Coghill Lake Sockeye
16	Salmon Restoration.
17	MS. BRODIE: Vote no. The problem pre-dates the oil
18	spill problems at Coghill Lake, and Dr. Spies gave it a low
19	priority. I think it should be part of the regular Fish and Game
20	budget, not oil spill.
21	MR. CLOUD: I vote yes with a medium priority. This
22	is a replacement on a damaged service.
23	MR. DIEHL: I vote yes with a low priority.
24	DR. FRENCH: I vote low priority. I agree with Jim,
25	it's a replacement and appropriate, but I don't see any reason
26	giving it priority.

MR. KING: Low, low.

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MS. McBURNEY: Not sure whether to answer this, one is a commercial fishing reference at Prince William Sound person. This has been something that a great deal of work has gone into to date, but I would like to see it go forward and would give it a high priority.

The Coghill Lake Sockeye, in ordinary MR. McMULLEN: times, are the dominant, or the largest stock in the Sound. not only supply fish to commercial fishery, but are highly sought after by -- by recreationalist and the subsistence fishermen. Just -- the problem -- you're correct -- does pre-date the spill, but conditions in the Sound which -- which maybe, you know, are thought to be poor, the environmental conditions, you know, problems -have not contributed to good survivals of smolts leaving the lake, and you know, having to travel through the -- through the Sound, and the problem is -- undoubtedly has led to higher mortalities than they would ordinarily experience. So, I think they are being impacted by whatever is going on in the Sound. PWSAC has contributed more funds to this projects than anyone else over the time because we go up to the lake, take the eggs from the stock, within the Fish and Game guideline, put them into hatcheries and bring those fish back to the lake for inputting, you know, to try to restart this stock. This is a stock that in one phenomenal year produced over a million adults that came back and are now producing Despite all that, I'd give a -- I'll give that a almost nothing. medium, but the project will go forward.

1 MR. MUTTER:

MS. FISCHER: Okay, I give it a yes, but a low priority.

MR. MUTTER: Okay, project 94272, Chenega Chinook Release Program.

Donna.

MS. BRODIE: I say yes, medium priority. It's relatively inexpensive, and according to the plan, the -- this appears that it will be phased out as subsistence resource recover. I'm worried about that though that there would be pressure in keep it going forever.

MR. CLOUD: Yes, medium priority. It's a replacement for a lost subsistence resource.

MR. DIEHL: Yes with a high priority.

DR. FRENCH: Yes with a high priority. It's a low cost, it's a replacement fishery that's apparently got a fairly high levels of support in local communities.

MR. KING: I give it a high, high for reasons already stated.

MS. McBURNEY: I give it a high. Chenega was very, severely impacted as far as use of subsistence resources after the spill and I think this is a fairly inexpensive and cost effective project. It could have some very nice long term positive impacts for the community in terms of providing alternate resources for subsistence, but it also contributes to the common property fisheries and could be used for sport and commercial catch as well.

MR. McMULLEN: I don't think I can vote on this one because when this original project was discussed before, here -- I

don't know if it was here, then there was money for the -- for some -- some of the hatchery costs. We provide the fish, we bring -- we transport them down there, we put them in the water in pens and Chenegans were going to continue to feed them. So, there -- we're -- we are direct recipient of funds, so I'd better not vote on this, although I would say that we recommended this project, the people of Chenega, originally. These are not just fish for Chenega, but for the southwest district, whoever comes into the bay can fish.

MR. MUTTER:

Donna.

MS. FISCHER:

Yes at a medium priority.

12 MR. MUTTER:

Okay, project 94279, Subsistence Food

Safety Testing.

MS. BRODIE: I was puzzled about this one yesterday. Jerome says that it's been very successful and previously we've been hearing that this was a very unsuccessful program, and I'm confused about it, but I'm going to vote no, at this point.

MR. CLOUD:

Yes, medium priority.

MR. DIEHL:

Yes with a high priority.

DR. FRENCH: Yes with a high priority, but only on the condition that this -- this be the last year of the study. I think it has been successful. I think the people that have been involved in it indicated it will go another year. I think the villagers expect it to. I think we -- the effect on subsistence was significant enough that we owe them that, but I do think it's time to phase out the project.

2	reasons that John just mentioned.
3	MS. McBURNEY: High for, you know, the reasons for John.
4	MR. McMULLEN: (Indiscernible - paper shuffling).
5	MR. MUTTER: Donna.
6	MS. FISCHER: Yes, but low, budget overstated.
7	MR. MUTTER: Okay, project 94280, Spot Shrimp Survey and
8	Juvenile Shrimp Habitat ID.
9	MS. BRODIE: Dr. Spies rated this a low priority and
10	I'm not convinced that the problem is due to the oil spill problem
11	now.
12	MR. CLOUD: I vote yes with a medium priority.
13	MR. DIEHL: I vote yes with a high priority.
14	DR. FRENCH: Vote yes with a medium priority. Again,
15	I don't know if the problem is related to the oil spill, but I
16	think the information is important for understanding the ecosystem.
17	MR. KING: Low, low. It's a management oriented
18	study.
19	MS. McBURNEY: I give it a low. I think this one is
20	another example of a project that can wait for an ecosystem plan.
21	MR. McMULLEN: Mid-range. These stocks are going
22	downhill. I think we should find out something about them.
23	MS. FISCHER: I vote yes, high priority. I feel
24	incorporation in ecosystem important too.
25	MR. MUTTER: Project 94320, Ecosystem Study Plan.
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MR. KING: High, high, for substantially the same

1280?

MS. BRODIE:

1	MR. MUTTER: 320.
2	MS. BRODIE: Yesterday it was tabled until ten o'clock
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4	MR. MUTTER: Oh, that's right.
5	MS. BRODIE: and now it's now five minutes to ten.
6	(Laughter)
7	MS. FISCHER: Well, we thought Mr. Ayers would be here.
8	MR. MUTTER: You want to wait five minutes, is that
9	what you're telling me?
10	(Laughter)
11	MS. FISCHER: Let's finish up Fish and Game, then we can
12	come back to that.
13	MS. BRODIE: I I don't think we necessarily need to
14	come back to it. I think we can do it now
15	MS. FISCHER: Okay.
16	MS. BRODIE: and I vote yes, high priority.
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	MR. CLOUD: I vote yes, high priority. I look at this
18	MR. CLOUD: I vote yes, high priority. I look at this project as the litmus test of this ecosystem management concept.
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İ	project as the litmus test of this ecosystem management concept.
19	project as the litmus test of this ecosystem management concept.  MR. MUTTER: Jim.
19 20	project as the litmus test of this ecosystem management concept.  MR. MUTTER: Jim.  MR. DIEHL: Yes, high priority. I think these guys
19 20 21	project as the litmus test of this ecosystem management concept.  MR. MUTTER: Jim.  MR. DIEHL: Yes, high priority. I think these guys have put in a lot of work and I like the way they're the way
19 20 21 22	project as the litmus test of this ecosystem management concept.  MR. MUTTER: Jim.  MR. DIEHL: Yes, high priority. I think these guys have put in a lot of work and I like the way they're the way they've organized this entire thing.
19 20 21 22 23	project as the litmus test of this ecosystem management concept.  MR. MUTTER: Jim.  MR. DIEHL: Yes, high priority. I think these guys have put in a lot of work and I like the way they're the way they've organized this entire thing.  MR. MUTTER: John.

normal management.

MS. McBURNEY: Yes with medium.

MR. McMULLEN: I think the lower Kenai Peninsula streams, particularly those in the outer coast were -- were those streams that were impacted by oil, if any -- if any in the Kenai Peninsula were. This is distressed fishery on -- in the -- on the lower -- on the lower Cook Inlet and other side there. I give this yes with a high priority.

MR. MUTTER: Donna.

MS. FISHER: No.

MR. MUTTER: Okay, project 94421, Common Property Salmon Stock Restoration.

MS. BRODIE: As I stated before, I'm going to support this, for this one year, with the understanding that if the aquaculture association gets money in a settlement from Exxon that it will be repaid, and I give it a medium priority.

MR. CLOUD: I'm going to vote yes with a high priority. It -- without the hatchery program we'd have a hard time doing a lot of the other restoration that Council wants to do. We have to make sure that this is -- remains a viable part of the program.

MR. DIEHL: I vote yes with a medium priority.

MR. FRENCH: Yes with a high priority. I think the hatchery system is critical to restoration of the Sound. I do, however think we probably have to draw the line in a single year.

MR. KING: I give it a low, low, not because I object to the concept, but it seems like it using up oil spill money for

- housekeeping and should be funded some other way.
- 2 MS. McBURNEY: High priority.

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- 3 MR. McMULLEN: I can't vote.
- MS. FISHER: I give a yes with a high priority because it is common property and I think that it's important with the research and the work that that hatchery does. And, right now the fishermen are going to depend on it for their survival.
- 8 MR. MUTTER: Project 94504, Genetic Stock ID of Kenai 9 River Sockeye.
- MR. DIEHL: What page is that on, Doug?
- 11 MR. MUTTER: Pardon me?
- 12 MS. BRODIE: Yes, high priority.
- 13 MR. CLOUD: Yes, high priority.
- 14 MR. MUTTER: Jim.
- MR. DIEHL: Yes, high priority.
- MR. FRENCH: Yes, but medium priority. I just have a hard time giving a high priority to Kenai River stocks.
  - MR. KING: Low, low, this is a management oriented Cook Inlet. I know it needs doing, but not in '94.
- MS. McBURNEY: Medium priority.
  - MR. McMULLEN: I'm going to give this high priority, and I would have been even more enthusiastic about that if they'd said that the objective of this was to identify the numbers and timing of Susitna River stock through the Cook Inlet system there, so that they get -- so that they could achieve, you know, the needed escapement in the -- in the northern streams, but I think it's

essential, yes.

MR. MUTTER: Donna.

MS. FISHER: No. (indiscernible - coughing) on your agenda, and does everybody want a five minute break?

MR. MUTTER: Next on the agenda will be the Park Service, one project and the Fish and Wildlife Service with nine, I think.

MR. FISHER: Okay, well let's -- Sandy, is Sandy here?
Okay, we'll do you next Sandy, so let's take a five minute break
and come right back.

(Off Record: 10:03 a.m.)

(On Record: 10:10 a.m.)

MS. FISHER: Everybody take their seats, please. We have Sandy with the Forest Service and then we're going to go right on with Tony with Fish and Wildlife Service. So, gentlemen, it's in your ...

MR. RABINOWITCH: Good morning.

MS. FISHER: Good morning.

MR. RABINOWITCH: Actually, I -- just to real quickly mention, I have a new role and that represents the Department of Interior, not just the Park Service, though -- though I will for project 94216, represent the Park Service. I'll keep it extremely brief. That project is really intended to be a mirror image of the recreation projects that you have some familiarity from -- from past years in the Prince William Sound. And, what this does is extends that into the -- essentially the rest of the spill area.

It's on page 258 in the large book, 94216. And, I think I'll leave it at that, see if you have questions. I know you have a lot to do today, so I'll try to help -- help you get along with that.

MS. FISHER: Let's start the vote on this, and then as you go down if you have a question that maybe you can think of, then he can answer, ask it at that time. Okay, we'll start with Pam.

MS. BRODIE: Sandy, why isn't this just regular agency function?

MR. RABINOWITCH: My answers are all simple. The Park Service just simply wouldn't take on an areawide project like this. We would do a park-specific -- for example, we would do general management plans, which all of the parks in the spill area already have, and they're still current, and we think appropriate. So, we just simply haven't and wouldn't do work like this, if it weren't for the oil spill.

MS. BRODIE: I'll give it a yes, low priority.

MR. CLOUD: Well, in reading through this because you didn't explain it to us, I guess we'll have to take that and read it here. So, this area -- this plan would cover the area from Seward to the Barren Islands, and Region Two, Kodiak Island and the Alaska Peninsula, and in Cook Inlet, the Barren Islands to Kenai. Is that right?

MR. RABINOWITCH: It would cover all the spill area not -- with the exception of Prince William Sound, which includes all those areas you just mentioned.

MR. CLOUD: Well I -- I think that this is probably something that the Park Service should be doing anyhow, and if they aren't going to do it anyhow, then it shouldn't be funded by this group, so I vote no.

MR. DIEHL: I think as a -- as a -- as one of the few recreation planning projects I've seen, as a recreational user and representing recreational users, that it's very important to get site-specific information from local communities and to go on from there developing that problem -- plan for recreation, simply because the Gulf Alaska, like western Prince William Sound, is having more and more recreation business all the time. So, I vote yes with a high priority.

MR. FRENCH: I'm going to put on my Kodiak hat for a moment. I think that -- I don't see a whole lot of pressing need for this project, but I do know that it has a fair amount of regional support vote in most of the regions that are -- it's going to cover and as Jim said, it's one of the few recreation projects that are going. So, I'll vote yes for it with a medium priority.

MR. KING: I give it a high, high, on the grounds that we really haven't done much for recreation, even though my (indiscernible) support down there or not.

MS. McBURNEY: I give it a medium. The Trustees had basically asked for this sort of information be compiled for Prince William Sound and I feel that this would be just a continuation of that planning process, and just making it more region-wide.

MR. McMULLEN: Mid-range.

MS. FISHER: And I give it a no because it's also a -- I feel it's a departmental area that they should be addressing and working on, and it's out of the oil spill areas.

MR. MUTTER: John, I didn't get what you said.

MR. FRENCH: I said yes, medium.

MR. MUTTER: Okay.

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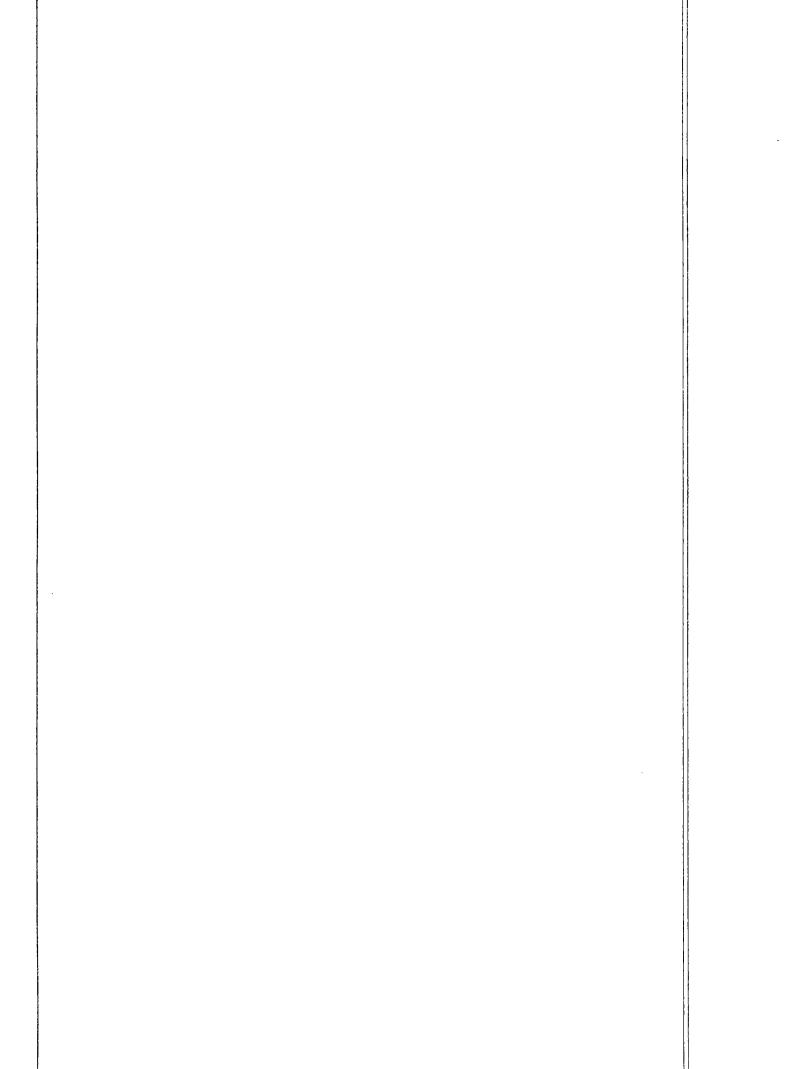
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MR. RABINOWITCH: If for the record, I can make one clarification, there's no work intended to occur outside the oil spill area in the project.

MS. FISHER: Okay, I guess, Tony, we'll go on to you. Thank you, Sandy.

My first project is on page 70, its MR. TONY DeGANGE: 94020, black oystercatcher interaction with intertidal communities. Oystercatchers were -- were a marine bird that was impacted by the spill and they continue to show impacts from the spill a number of years after -- afterwards. And, this study continues both the damages subsequent to restoration work we've been conducting and it will focus on monitoring further reproduction and growth of oystercatcher -- oystercatcher chicks, and populations on Montague and Knight Islands, which were in the path of the spill. The -some of the significant findings that we've had in some of the earlier work is -- is lower growth on oil beach nesting sites. Although the chicks are being feed at potentially higher rates than If you have any -- I don't know how we want to unoiled sites. proceed? Do you want me just to go through them all or one at a time?



MR. FRENCH: Go through all of them.

MS. FISHER: Okay, sure.

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MR. DeGANGE: Okay, so I'll just continue on with it -down the road. The next project is 94039, common murre monitoring. Murres were another species that were really hard hit by the Exxon Valdez oil spill. And, right after the spill and in the first couple of years after the spill, production would -- production was down and the population at the colony sites were lower. Our '93 work suggested the population is recovering with relatively high production and population counts, and we'd like to continue this study for another year to see if the -- this trend is -- if it is a trend or just one year that was looking good for some reason. 94039 on page 76, I mean, excuse me, 94040 on page 82 is reduce disturbance near injured murre colonies. There's relatively little actual restoration we can do for a number of these marine bird and marine mammal species and this is one thing we can do. basically, this is will be using educational tools to educate tour operators, fishermen, recreation, it's about the sensitivity of murres and seabird to disturbance. And, producing brochures, pamphlets, etc. to educate these folks and kind of show them what can happen if they go near these colonies and disturb them. is removal of introduced predators. This will take place on two islands west of the spill area, about forty -- forty to fifty kilometers near the western edge of the spill zone, and one site in the eastern Aleutian Islands. This is one -- moving into its predator specifically foxes is one way you can really increase

seabird population because many islands that had seabird colonies no longer have them because of introduced predators. And, many of the seabirds that nest in the Shumagin Islands, where two of these sites are, move into the spill zone during the non-breeding season, up into the Kodiak waters and other places within the spill zone.

MR. FISHER: Tony, how many -- have you had a number -- how many foxes are (indiscernible).

MR. DeGANGE: Well, there's many islands that (indiscernible), foxes were introduced on hundreds of islands in Alaska and many of them, most of them still have foxes. I mean, we are trying to remove them from islands in Alaska, primarily in the Aleutian Islands, and this sort of -- sort of concentrates a little further (indiscernible).

MS. FISHER: So, you're doing this -- what islands ...

MR. DeGANGE: Well, there's the Chernabura and Simeonof
in the Shumagin Islands. There's Kagamil in the Islands of Four
Mountains.

MS. FISHER: Okay.

MR. DeGANGE: 94102 on page 150 is a study on marble murrelets. We've been conducting restoration work on marble murrelets in Prince William Sound and along the Kenai Peninsula. The folks — this work is — is — it interfaces well with the ecosystem — proposed ecosystem study and also forage fish study, number 94163. And, that will be determining the types of forage fish and prey used by marble murrelets and they're an apex predator in Prince William Sound. Determining the foraging range and

patterns of disbursal from their nesting areas and characterizing the foraging habitat of this species. 94159 is marine bird, sea otter boat survey on page 184. The objectives of this study is to determine the distribution and estimate -- estimate abundance, document recovery of certain species, and this study will also support some of the other restoration studies that have been proposed, such as harlequin ducks, marble murrelets, even guillemots. And, one of the reasons we want to do this this year is to basically increase the power of our ability to detect significant -- detect trends and population changes.

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MR. MUTTER: What's the number on that on?

MR. DeGANGE: Number 94159 on page 184. Many of the species that we've been monitoring using these boat -- boat surveys have been in the long term decline since the 1970's, and our results suggest that the populations are -- have pretty much stabilized at low levels. Next project is 94173 on page 210, it's the pigeon guillemot recovery monitoring. Pigeon guillemots were also injured by the oil spill, and this study is -- is primarily taking an ecosystem approach by again monitoring diet and foraging areas, and also by monitoring reproductive success and -- and growth of young to see how they react -- how they are influenced by -- by diet. Another objective of this study is to identify the predators that -- there's one hypothesis that predators are keeping the pigeon guillemot population depressed in Prince William Sound, and this is one of the species that is -- has decreased dramatically since the early 1970's and it's staying at a pretty

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low level. The next project is number 94246, it's sea otter recovery monitoring on page 282. Again, this is a continuation of some of the long-term work we've been doing on sea otters since the oil spill. The purposes of the study are to estimate and monitor the abundance of sea otters, to mark mortality trends through beach -- through beach cast carcasses. It has interesting -- right after the spill we detected a -- a large increase in the proportion of primate animals in the recovery carcasses. Last year, it looks like it was getting more towards normal, since we have a lot of pre-spill data on these -- this item, and we want to continue this work because again to see if this trend is, if there is a trend here rather than just one year of what we -- positive results. And, the other thing we'd like to do is to investigate serum chemistry and pathological conditions. Some of the work we did in 1992 suggests that there was some blood variables that were indicative of long-term damage to kidney and liver function, and we'd like to repeat this two years from those dates to see if -- if we're still finding this in the sea otter population. That's the last of the actual field projects we have listed in the work plan. Any questions?

MR. CLOUD: The fox removal project, that was up last year, wasn't it? I couldn't find it on the status report. Was that approved last year?

MR. DeGANGE: No, it was not.

MR. CLOUD: It wasn't approved.

MR. DeGANGE: No.

att beermen. No.

MR. CLOUD: Think it had anything to do with your success on how to take Hagemeister Island?

MR. DeGANGE: Well, we weren't' successful there -- I wouldn't say ...

MR. CLOUD: Naturally. Not very cost effective.

MR.McMULLEN: I have a question. I wondered are rats a problem on any of those island.

MR. DeGANGE: There are twenty-two island in the Aleutians that have rats on them. I -- I don't think that these islands have rat problems. That's not a issue we're getting into right now, just because the effects of rats are -- are masked by the larger effects of foxes on these islands.

MS. BRODIE: I can add something to that. Ed talked extensively to -- daily with Fish and Wildlife Service about this project. And, he said there are forty some islands with introduced foxes, so there's about twenty-two, that also have rats or other problems. According to Ed, they're not even going to attempt predator removal with the islands with rats because they can't eradicate the rats. It's just the islands where the foxes are the only problems. And, they have done it in the past according to Ed it has been inexpensively done in the past, although there was a tragedy in which a couple Fish and Wildlife Service employees were killed in a storm.

MR. McMULLEN: Well, these are fox only island.

MR. DeGANGE: Yeah, the results of taking fox off these islands are absolutely dramatic, what happens.

Maybe we could move the foxes to the MR. CLOUD: 1 islands with the rats. 2 3 MR. DeGANGE: We have situations where they're both on 4 the same island. MR. CLOUD: Well, if you remove the foxes then the rat 5 population will probably go up. 6 7 MR. DeGANGE: That would be indicated ... That was just saying -- is they are not MS. BRODIE: 8 9 going to remove the foxes on the island which have rats, only the -- sorry, only the islands that don't have rats. 10 11

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MR. RABINOWITCH: If I might add one other -particular history information on this one, and that is that last
year, I think, the Trustee Council grappled with this project, as
you pointed out. In part, I would attribute that to the fact that
they didn't have a policy on how to deal with the rat by the spill
area. Now they do, policy number 3 in the draft restoration plan.
And, I think that this is consistent with the policy. Of course,
you be -- make your own judgment, but I think that's the policy to
look at.

MR. DeGANGE: We purposely selected islands that we had the problem and which we knew those population seabirds moved into the spill zone during non-breeding season.

MR. FISHER: Okay, shall we have Doug start the polling then.

MR. MUTTER: 94020, Black Oystercatcher Interaction with Intertidal.

1	MS. BRODIE: I vote no because it is a recovery.
2	MS. FISHER: Jim.
3	MR. CLOUD: I vote yes, medium priority.
4	MR. DIEHL: I vote yes with a high priority.
5	MR. FRENCH: I'll vote yes with a high priority.
6	MR. KING: Low, low. It's a good study, perhaps fit
7	in with the ecosystem in future years, ecosystem approach.
8	MS. McBURNEY: I'll give a medium priority, because I
9	think there is a need for continuity in the (indiscernible) and we
10	had a problem with our herring spawn deposition project, which, had
11	that one been funded, we would not have lost an opportunity for the
12	collection, and this might be another herring-type situation. So,
13	I'm going to give a medium.
14	MR. McMULLEN: Mid-range.
15	MS. FISHER: I yes, medium.
16	MR. MUTTER: Project 94039, Common Murre Population
17	Monitoring.
18	MS. BRODIE: I'm voting no, as I am for most of the
19	monitoring projects because I don't think the case has been made
20	that these need to be counted, populations need to be counted every
21	year.
22	MR. CLOUD: I'm voting yes with a medium priority. I
23	would say that we can need to have a continuing program of
24	monitoring populations of even recovering species so that we know
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(Laughter)

MR. MUTTER:

Jim.

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I vote yes with a high priority, but not MR. DIEHL: for his reasons.

MR. FRENCH: I'll vote yes with a high priority. Also, I'd like to compliment the Fish and Wildlife Service for keeping this budgets more in line than the Department of Fish and Game. Also, I think it's important that these studies are just more than monitoring. They do -- they do indeed seem to be looking at some of the other aspects -- the ecosystem-related aspects of these birds.

I would like to endorse all these bird MR. KING: projects, having spent some time working on this type of projects and I know they're worthwhile, but in keeping with my ratings, I feel that this is the sort of thing the agency does, normally, or should do, and that -- for that reason I am committed to giving it a low, low. I would reiterate here, I hope that we can get -- save some money somewhere along the line to get endowed chairs.

(Laughter)

MS. FISHER: Mary.

MS. McBURNEY: I give this a low (indiscernible) because I feel that most of all of these monitoring for single species projects should be conducted under more integrated ecosystem plan. And, this one is one that could probably wait a year and then be implemented under those sorts of guidelines,

MR. McMULLEN: Low priority for the same reasons.

MS. FISHER: I'm saying yes, medium. MR. MUTTER: I see Sharon is going to ...

MS. GAGNON: I apologize for my late arrival.

MR. MUTTER: What we're doing here is asking for -going through each of the projects after a brief presentation by
representatives, questions, and then we're voting on whether we
think its a high or low priority or if we don't think
(indiscernible). We're going around the table. Right now we're on
project 94040, Reduce Disturbance Near Injured Murre Colonies:

MS. FISHER: Pam.

MS. BRODIE: I'm voting no because I think that this is more than is necessary. I don't think we need a slide show. I do think it's intent is useful, but that it can be handled as part of normal agency functions. That it is easy to communicate with the target audience through local weekly newspapers and local public radio stations, and that you don't need a special program to talk to all these people individually as much. So, that's a no vote.

MR. CLOUD: I'm voting yes with a low priority. But, I'd also like to address some of Jim's comments about -- although a lot of these things are probably things that Fish and Wildlife Service ought to be doing and has been doing in the past, they do have a link to the spill, and in view of the Secretary of Interior Babbitt's events on the USPS, has diverted a lot of funds from the budgets of departments like the U.S. Fish and Wildlife Service to publish the USPS in the absence of Congress's funding of that project. So, some of these things probably wouldn't be done if they weren't done in conjunction with the Exxon-Valdez Trustee

1 Council. 2 MS. FISHER: Okay, Jim. 3 MR. DIEHL: I vote yes with a high priority. You know, I think slides show a real appropriate ways of clearly having 4 5 an impact rather than just a little announcement in the paper or something like that. And it's also very useful as tools for 6 7 (indiscernible). 8 MR. FRENCH: I'll vote no and echo Pam's comments on it. 9 10 MR. KING: Low, low, it's agency a n 11 responsibility. 12 MS. McBURNEY: I vote no. If this is such a concern and 13 it's such a problem that there is harassment of these birds, then I think they should be taken care of by regulation and setting 14 15 minimum distances from murre colonies. 16 This project it is designed to improve the MR. McMULLEN: 17 compatibility of resources and human beings. I'll vote yes and 18 give it a high priority. 19 MS. FISHER: I'll vote no, pretty much for the same 20 reason that Mary said. I feel that, you know, if this is a real 21 problem then they should set regulations. 22 MR. MUTTER: Sharon, do you feel you're ready to vote, or? 23 24 MS. GAGNON: Yes, I'll vote no. 25 MR. MUTTER: Okay, project 94040, Introduced Predator

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Removal from Islands.

MS. BRODIE: I vote yes on this one and give it a top priority. It may come as a surprise to a lot of Alaskans, but the Sierra Club is not an animal rights organization, and we are in favor of removal of introduced species which are causing a problem. This particular project has the potential for a real restoration of bird population, very significant restoration, unlike any other bird projects, that I'm aware of.

MR. CLOUD: Well, I originally was going to vote no on this, largely because of the U.S. Fish and Wildlife Service track record on removal of introduced species and the -- usually the extraordinarily large cost of trying to do that, the cost benefits seems out of wack, but in that there is a direct link with recovery of birds injured by the spill that's probably is a good project, so I vote yes with a medium priority.

MR. DIEHL: I vote yes with a high priority.

MR. FRENCH: I support the removal of foxes, but I'm going to vote no on this project because I don't think I want to start the process of funding projects outside the spill area.

MR. KING: I've seen some of the islands that foxes have been removed from and there's just no question that -- it is the most dramatic thing you can do to favor Alaskan bird life anywhere is to clean up those remnants of the fox farming era, and so I give that a high, high.

MS. McBURNEY: I think this project has a lot of merit, however, I will -- I'm going to give it a low mark simply because it is outside the spill area and I'm just concerned of the

precedent that would set.

MR. McMULLEN: I think we -- we -- the PAG in its review of the restoration plan changed some wording regarding work outside of the spill area, and I think we did agree that it is -- it is possible to do -- should be possible to do that. Although I -- I don't think reason should be found for spending money elsewhere, when they're reasonable I think that they should be considered. I think this is a short-term expenditure for a long-term resource gain and I'm going to give it a high priority.

MR. MUTTER: Sharon.

MS. GAGNON: I'll vote yes with a high priority.

MR. MUTTER: Donna.

MS. FISHER: And, I'm voting no for the reason that it's outside the spill area.

MR. MUTTER: Okay, project 94102, which is Murrelet Prey and Foraging Habitat in Prince William Sound.

MR. BRODIE: I'll vote yes, low priority.

MR. CLOUD: Yes, medium priority.

MR. DIEHL: Yes with a medium priority.

MR. FRENCH: Yes with a high priority. I think -- again, I think this is valuable information in helping understand the ecosystem.

MR. KING: Medium, medium. This looks like a good project.

MS. McBURNEY: Low priority. This should be waiting until we have an ecosystem plan in place.

1 MR. McMULLEN: Mid-range. MS. GAGNON: Yes with a medium priority. 2 3 MS. FISHER: I voted yes with a low priority. MR. MUTTER: Project 94159, which is Marine Bird and 4 Sea Otter Boat Surveys. 5 MR. DeGANGE: Can I make a point on this project? 6 7 MS. FISHER: Sure. 8 MR. DeGANGE; 9 10

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MR. DeGANGE; The Trustee Council at their last meeting approved — this survey has two components, the winter survey and a summer survey. The winter survey was approved by the Trustee Council at the last meeting, and I'm — presumably at the next meeting on January 31st will either approve or disapprove the whole thing, or just the summer survey. I don't know what's going to happen at the next meeting.

MS. FISHER: So, this has already ...

MR. DeGANGE: Just the winter, interim funded.

(Indiscernible - simultaneous talking)

MS. BRODIE: I have a question about this one. I have been voting against the routine annual monitoring, but I notice in this one the cost for this year is two hundred and eighty-six thousand, and for next year is forty-three thousand. Can you tell me the significance of that, and does that indicate that there's —that that's the end of the project?

MR. DeGANGE: Well, I -- I can't answer that. I'd have to talk to -- I'm assuming the forty-three may be for analysis and write-up during the next fiscal year.

MS. BRODIE: Okay. I'm going to vote no, at this time, although I would change that if this were the final part of the project.

MR. CLOUD: Maybe this year includes a boat. (Laughter)

MS. FISHER: Okay, Jim, what do you vote.

MR. CLOUD: Yes, medium.

MR. DIEHL: Yes with a medium priority for me too.

MS. FISHER: John.

MR. FRENCH: Yes, but with a low priority. I'd like to see it worked into an ecosystem plan and it maybe should have a higher priority than that, I don't know this frequency sampling there, yet a medium to low priority.

MR. KING: This sort of thing needs to have a long-term, permanent funding base, and is important as the bond on the '94 plan, I have to give it a low, low.

MS. FISHER: Mary.

MS. McBURNEY: If the purpose of this is to provide (indiscernible) data on the birds, which it looks like it calls for continuing from the '70's onward, I would give it a low for this year, but simply because you've sampled in '89, '90, '91 and '93. Perhaps this could wait another year and to work into an ecosystem plan.

MS. FISHER: John.

MR. McMULLEN: This is an inventory and cataloging project and -- and now it -- it is designed -- I guess I have vote

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against this. It's re -- called windshield biology, you drive
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     around with that things to feel good about it until you've done
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    your job. I don't like it, I vote no.
               MS. GAGNON:
                              Yes with a low priority.
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               MS. FISHER:
                              I'm voting no.
               MR. MUTTER:
                              Project 94173, Pigeon Guillemot Recovery
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    Monitoring.
               MR. BRODIE:
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                              No.
               MR. CLOUD:
                              Yes, low priority.
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               MR. DIEHL:
                              Yes with a high priority.
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               MS. FISHER:
                              John.
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               MR. FRENCH:
                              Yes, I guess, a medium priority.
               MR. KING:
                              Low, low.
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               MS. McBURNEY:
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                              Low.
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               MR. McMULLEN:
                              Low range.
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               MS. GAGNON:
                              Medium.
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               MS. FISHER:
                              Yes, low priority.
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               MR. MUTTER:
                             Project 94246.
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               MS. BRODIE:
                              I vote no. Again, I don't think they need
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     these every year.
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                              I vote yes with a low priority, but I echo
               MR. CLOUD:
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    Pam's reason.
                      Perhaps some (indiscernible - paper shuffling)
     monitoring could be done at longer intervals once this plan is in
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    place.
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               MR. DIEHL:
                              Got to vote yes with a high priority.
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MR. FRENCH:

I'll vote yes with a medium priority.

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think they'll grow monitoring and probably a little more extensive 2 3 than necessary on a yearly basis. MR. KING: 4 Low, low. 5 MS. McBURNEY: Low. I -- I voted no on the last sea otter 6 MR. McMULLEN: 7 monitoring project specific, because I knew I would vote for this. 8 I will vote for it. It's a one year duration. I wish more was 9 being done with sea otters and their food supplies and changes in 10 those supplies, but I'll give it a mid-range. 11 MS. GAGNON: Yes, mid-range. 12 MS. FISHER: I vote no, and also I wanted this budget is quite high. 13 14 MR. MUTTER: Project 94506, Pigeon Guillemot Recovery. 15 MS. BRODIE: I give this a yes, top priority, because 16 it's a close out for a relatively small amount of money. Yes, medium. 17 MR. CLOUD: 18 MR. DIEHL: Yes with a high priority. I'll say yes, high priority, in terms of 19 MR. FRENCH: 20 close out. 21 MR. KING: A high, high, we're closing out. High priority. 22 MS. McBURNEY: 23 MR. McMULLEN: High range. Yes, high priority. 24 MS. GAGNON: 25 MS. FISHER: Yes, high.

think the serial chemistry component of the project is good.

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I think we've got all Forest Service

MR. MUTTER:

(indiscernible - coughing).

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MR. RABINOWITCH: Yeah, I just have one other informational comment ...

MS. FISHER: Sure.

MR. RABINOWITCH: ... and, that is in the future you'll begin to see the national biological survey here at the table on -- as employees from both Fish and Wildlife Service and Park Service is transferred to the biological survey, you'll begin to see them, particularly in the '95, when we start the '95. Just so you know that's coming.

MS. FISHER: Okay, William and Judy, do you want to come up?

MR. MUTTER: These are DNR projects.

MS. FISHER: Thank you fellows. Thank you. And, as you go down your list will you give the numbers and the page number in the large book it's in so we can follow along. Give your name and department your from.

MS. JUDY BITTNER: My name is Judy Bittner with the Department of Natural Resources, I'm the state historic preservation officer. And, Department of Natural Resources for the '94 work plan is the lead on the three archeology projects. first archeology project is 007 on page 60. This is a continuation of the site-specific archeological restoration project. This is a project based on the Archeological Resources Protection Act approach, in which there is a baseline data set on those archeology sites that have been identified as the damaged directly by the spill either through clean up activities or through vandalism. This is a continuation. Some of the results of this year's project are being pulled together right now, there was a very late start this last season, and it's because of the climate section approved this project and get the money to the agencies. Some of the work was completed and the sites visited by the various agencies, National Park Service, Forest Service, DNR, and Fish and Wildlife Service. This year the Park Services as the lead is pulling notes, reports together, there would be one report that will come out, combining all the different agencies, work and the Park Services, this is the one that's also processing the site analysis for chemical and oil contamination.

MR. CLOUD: In the status report for 1993, it indicates that you only spent fourteen thousand dollars out of the project last year.

MS. BITTNER: Yes, there are, the footnote, I looked at that as well because I know there's been a lot more spent. The footnote on that says that those are the financial figures as of June, and most of the work was done after June. A lot of the work was conducted July, August and September. The field work went into September and then with the interim budget was the report writing money, so in the '94 budget is the report writing for the '93 work, as well as the -- the field work for '94. The report writings for the '94 work will have to be in the '95 budget, just because of the timing of your budget cycle.

MR. FRENCH: Does that project include sites that are

on private land in addition to public lands?

MS. BITTNER: No, this is just the public lands, and that's why it's agency based. Let me say, the ones on private land are taking to the tracks.

MS. FISHER: And, are these areas that were definitely effected or are they areas that did have oil spill workers on it that did the damage, were they done prior to the spill, and the acknowledgment only came after the spill.

MS. BITTNER: These are the ones that have had some —
just do all — looking at all the documentation through the records
from people, including, biologists that were on-site or the
archaeologists, but there is a definite link between either the
vandalism that was fresh vandalism during this spill time, or it
was directly oiled and damaged by the clean up process. There is
vandalism throughout that area, and it's an ongoing, some of them
have been previously vandalized, but had evidence of fresh
vandalism (indiscernible). And, so there — that's why the numbers
are really quite low, there's very definite connection there with
these very small number of sites, although we think it's been
broader in terms of the damage and the vandalism.

MS. FISHER: Mary, you had a question.

MS. McBURNEY: Yeah, I -- could you clear on, at least the scope of work for '94, but just looking ahead to '95, it states that the purpose will be to discover additional injured sites. And, I'm just kind of curious, is the next step then going to be just do a search and hunt kind of process to see if there are any

more injured sites out there, because it sounds as though this year's funding is going to be linked to documentation, as opposed to just going out and doing surveys?

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MS. BITTNER: This -- the '94 plan is still working with the known, the nineteen known injured sites, the ones that they were either -- were not able to get to because of the lateness in the season, with their first visits or the follow-up visits, but the process is such that the -- the first visits set up the status of the site and map the site, and also through that visit determine what sort of damage has been done and what kind of restoration would be best for that specific site. Some of them, it was just -we'll get into the regular management of the -- with the landowner and does not need follow up work, just because of the nature of the site. Some of them will need restoration through re-vegetation, to stabilize the area because it's been disturbed in active erosion. Other areas are being actively disturbed still, and we'll need some data recovery. So, each one will -- will have just the process of the site specific restoration is to -- to set that status and then go back to the next year someone to revisit to see if they do need additional work, or to perform that additional work. But, it's not going to be a -- a search for new ones.

MS. McBURNEY: Why is the duration of this project to be five years?

MS. BITTNER: Some of them will take, with the sites for -- more than one year in terms of recommendations for the -- either data recovery or working to stabilize or restore the specific

nineteen sites. And, I don't know that that there is a plan at this time that -- to search for those additional sites, which the -- the damage assessment studies has projected that they're out there. But, that has not been incorporated into this one. That may in a different year get rolled into a ...

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MR. FISHER: I have one more question, is Tatitlek one of the areas too -- because Natives are ...

MS. BITTNER: There's a site near Chenaga. Dr. Reger.

DR. REGER: (Indiscernible - out of range of microphone). There are no sites that were identified in the Tatitlek area specifically. The nearest one would have been over in the Chenega area.

MS. FISHER: Okay. Alright, Doug, you want to start the polls. (Indiscernible - simultaneous talking) Okay, you had three.

94015 is on page 66. This MS. BITTNER: is the archeological site stewardship project. This was funded in the FY '92 project. This is one of the -- one that got the earliest support from the Trustees. It is a community based program to assist our local residents in monitoring those sites in their areas that are most significant to them, and are subject to vandalism or danger in some way. This project, in '92, was to develop a handbook and a field book, and to get all the materials together to set up this program in the spill area, and the program is now ready to implement, and this would be the implementation. It's a volunteer based project which is -- should work with and coordinate

with the agencies working in that area, as well as the law enforcement people, as well as incorporated into public education. We'll see as kind of a comprehensive community based program that will take advantage of the people and the people's interest, provide them training and some meanings to kind of report back, within their own community or to the landowners, whether it be private or public, in their particular area. It take advantage of people in their usual movements throughout their area, and is not -- it's a volunteer, not a paid basis, although it may include some reimbursement for expenses, if there are special trips that will be -- that they need to be taken out to an area on a -- in this area. This is one that has gotten support in, particularly the Kodiak area and various communities in the outer Kenai, in some communities within the Prince William Sound. And, it will be identifying those communities and working with those communities that show the highest interest, and coordinate with existing programs. And, in Kodiak it started a similar kind of program, and you'll see it working closely with the Native group in the area, but it is not just for the community. Any questions? No questions? The last project is 94386 on page 250. This is the artifact repository project for planning and design. We were asked to put together a proposal by the Restoration Group and the Restoration Team. There have been many proposals from the public that have been submitted to the Trustees, with a -- with the variations on this. A theme of having repositories in local communities throughout the spill area. Kodiak was a -- the Kodiak

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repository was funded in '93. These are similar, but smaller scale projects that have been proposed. What we did was take the -- take those proposals and we were asked to put together a project that would explore the ideas and the options available within that -- within the area of both Prince William Sound and the Kodiak area. We envisioned a planner as well as an archeologist working with a group of community-based advisory group, looking at existing programs and facilities in interested communities, looking at the program and coordination possible between Kodiak repository, existing university museums, the state museums, or in the museum (indiscernible - coughing) facilities and programs in the area and coming up with options and alternatives to present to the Public Advisory Group and the Trustees of how to approach this issue of museum programs or repositories, artifact repositories in regions or communities within the spill area.

MS. FISHER: Now, I have a -- now you mentioned museums. Are you talking about that as though there is a museum in the area of the spill that you would purport the artifact or something like that going into that museum?

MS. BITTNER: I think what -- the way -- the way envisioned it is to look at all the existing facilities in the area and see how programs can be coordinated and mutually supported, and it could be through artifact loaning or between or as a source of the artifacts that go into local communities, it could be a source of training, or group efforts in which there would be traveling exhibits or programs to pull together. A program that can work in

many small communities and when each individual community do not have a lot of resources, and they'll have to look at the ability to sustain these programs. And, so, the way I envision it happening is just take a very comprehensive view to look at what -- what can work, what can be sustained in terms of both facilities and programs on the long term within this area, say, try meeting the needs that are represented in the various proposals that came to the Trustees.

MS. FISHER: Okay, you done.

MS. BRODIE: I have a question.

MS. FISHER: Sure Pam, I'm sorry.

MS. BRODIE: I supported the Kodiak repository, but I am disturbed now at this idea of building another seven -- seven repositories. That sounds like it could get very expensive, and I'm not convinced it's needed everywhere. I think it might make sense to have some repositories in the actual villages, but rather than building museums in places like Whittier, that it would be better to send the artifacts to already existing ones in Alaska.

MS. BITTNER: Like Valdez.

MS. BRODIE: I wonder why we need all of these and if you have any idea of what it's going to cost ultimately to build all of these?

MS. BITTNER: Well, that's what the projects working at, that there's been a strong expressed desire for this and that is what the this document or this project would explore some of these -- the same questions, or is every -- is it feasible to build a

facility in every community? Are there existing facilities that can be used for these programs, or enhance in some way just house collections and programs, and would it be best to have these existing museums and facilities with satellite programs. I think this is — it is really a planning and design, and looking at the various options from building facilities and what it would cost to using existing facilities and programs, and how that might work on a sustained basis. I think it's more exploring various ideas.

MS. BRODIE: Good. It says for two hundred and forty-three thousand dollars, I would think that there would be people right now who would know what sort of facilities there are in these villages, what the opportunities are.

MS. BITTNER: I think in terms of going to, you know, Tatitlek and Chenega and Port Graham and all these places in the —take a serious look at the needs of collections and artifacts, finding out what programs are already existing there and what it would take to put those together as well as a comprehensive one. I think there are bits and pieces of information, but I don't know that that information is ready — readily accessible.

MR. MUTTER: Do you want to vote on these and then take up the other DNR projects? 94007, Site Specific Archeological Restoration.

MS. BRODIE: I say yes, low priority, and the reason I'm saying low is because I'm getting alarmed about the cost of this. I've supported it in the past, but I didn't realize this was going to be taking five years at practically half a million dollars

a year. I think this is getting very pricey.

MR. CLOUD: I also say yes, low priority, for the same reasons, very expensive and probably could wait until comprehensive plan that's better coordinated with the institutions all around the country that are interest in studying these and restoring these sites.

MR. DIEHL: Yeah, I have a -- I have a hard time understanding, I'm going to say -- I'm going to say yes with a medium priority vote with reservations about why DNR is involved in this thing. Why isn't there -- have not -- non-profits outside the -- it just seems like other groups should be brought into this (indiscernible), you know, because we have the money here, it seems to me we give it (indiscernible). I'm not sure how appropriate (indiscernible). I say yes with a medium priority. I don't understand it.

MR. FRENCH: I'll say yes with a medium priority. I think care of our cultural sites is important. I'm very concerned about the fact that the sites are being chosen mostly on a basis of whether their on public or private land, and import -- eligible for oil spill money, rather than the importance of the specific cultural sites, but I do think it's important to take care of.

MR. KING: High, high. I don't know whether it's too costly or not.

MS. McBURNEY: I give it a medium. I think it's necessary to stabilize and restore the current nineteen sites that are being worked on, but I am concerned about the -- the search

implied approach to identifying more sites. If there's not an apparent need at this point, I don't think we need to go and start looking for need. And, for five years at the current level of budget support necessary, I'm not sure this is particularly cost effective.

MS. McMULLEN: I vote yes, but at low priority because of the uncertainty involved, estimated one hundred and twelve sites and the five year duration and the cost, and if they were identified previously, I don't why they weren't protected at the

MS. GAGNON: I vote yes with a high priority. My feeling is once archeological sites are gone, they're gone forever. They can't -- you can't build new ones (indiscernible). Give it a high priority.

MS. FISHER: I vote no due to cost, budget restraints, and how this has grown. I supported it in the past, but I feel at the rate it's going now, it can no longer be supported by me.

MR. MUTTER: Okay, project 94015, Archeological Sit Stewardship.

MS. BRODIE: I vote no on this as I have in the past. I just don't see how it could be effective in protecting the sites. It's not as though -- I understand this was a copy of a stewardship program from outside where people check parking lots, but the areas involved here are so far apart and remote that I think that someone who wants to vandalize and that knows where a site is, is going to do it. I don't see how this can stop it.

MR. CLOUD: Now that we have financed the materials that are supposed to be used in this stewardship program, I think that the agency should implement the program out of their own resources, or resources from communities and other interested parties. So, I'm voting no.

MR. MUTTER: Jim.

MR. DIEHL: I'm going to vote yes with a low priority. I think these kinds of things need to be take care of by local people, and that initiatives to take care of them should --comfortable with people, and I think it's a shame that we don't have local people here lining up a way to do that and -- and asking us for money to do that. That's why I give it a low priority, because I really think that this is a local people concern and it absolutely needs to be taken care of at that level, and I would --I would resent an agency putting together -- coming in and organizing something like this, if I were a local person in a village in a remote area. You know, I -- you know, should be easy to organize it..

MR. FRENCH: I personally have some doubts as to how effective this program will be, but I do know that it has strong support at some of the local communities, among some of the ---local archeology people. It also is one of the few programs that allows local priorities to be exercised, so that some of the effort can be concentrated on important sites that are outside the specific purview of the oil spill. I'll vote yes with a medium priority on this project.

MR. KING: I think it's worth a try and I give it a high, high.

MS. McBURNEY: I'm going to give this one a medium priority, simply because I like projects that tend to empower the local people to watch their own resources, and I think this is a nice way that the settlement monies can be used to enhance some of these efforts of local communities to preserve their cultural, and I think it would be a nice way to ducktail with the new repatriation (indiscernible) as well. And, it's just a feel good program for me, but definitely medium priority.

MR. McMULLEN: My opinion is the same as that of John French and Mary. I vote yes with a medium priority.

MS. GAGNON: Yes, high priority.

MS. FISHER: You know, I know when this project got started and I think it is a good project. I think it does represent a lot of the communities in the Sound. Unfortunately, I think it also adds a lot into areas that may be, could be combined into a major area. I feel there are museums in the Sound that can probably handle this and save some of the cost. I wonder where the cost is going to come to in the future, you know, how's it going to be financed in the future if they build this. So, I give it low marks.

MR. MUTTER: Okay, I think the third project was 94386,
Artifact Repositories - Planning and Design.

MS. BRODIE: I say yes, low priority, and I would encourage the people who are doing it, if it is funded, to set

priorities, which communities really need these -- need new facilities.

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MR. CLOUD: While -- while it may be reasonable to put in artifact repositories in other communities, other than the one the Trustee Council approved last year in Kodiak, I think this particular project this year is too big, because it lacks a comprehensive plan. We have an expensive project in Kodiak that the people in Kodiak got very involved in with volunteer effort, who do a lot of the ground work, lay it out, well-thought out and with participation from the local people in the community both in the effort and the financing scheme, that I'm going to have to vote no on this because it is not well thought out, it's sort of a move them out and see what there is there, and I think that communities ought to be encouraged first to come up with their own plans and volunteer effort to lay the ground work for a request, that is a lot more concrete for financing from this organization. It shouldn't just be used to pad the budgets of various agencies, just to go out and look for interest, rather, you can advertise for interests and encourage local participation (indiscernible).

MR. DIEHL: Yes with a low priority, for the same reasons as Jim stated.

MR. FRENCH: I'll vote yes with a medium priority. I do believe in local control over cultural -- cultural heritage. In that sense, I think it deserves further study. I do not, however, and would be very disappointed to see seven additional sites build. I do think that the idea of perhaps regional sites is -- is

warranted though, so I think it's worth spending a certain amount of money looking at that issue. I would be very disappointed to see this extent the point of — they putting sites into Port Lions and Old Harbor and Akhiok, all of which I know has requested sites. I think the idea that Kodiak doesn't represent the Prince William Sound area, I think, is a very valid argument. So, I do think there are some things that would come out of this project. Hopefully, this will not be taken as an invitation to simply find ways to spend more money.

MR. KING: I see this as more of a local responsibility than an agency responsibility and I therefore gave it a low, low.

MS. FISHER: Mary.

MS. McBURNEY: At this point, I'd give it a low priority.
Okay, I'll just leave it at that.

MR. McMULLEN: I'll vote yes at mid-range as I did the previous project. I think they fit together.

MS. GAGNON: Yes, high priority.

MS. FISHER: I'm going to vote yes, low priority on this. I think this is another area where they could work with local museums on this, and bring it in with that. I wonder how it would be financed in the future.

MR. MUTTER: Okay, I see John Sturgeon has joined us. John, what we're doing is getting a brief presentation on each of the project in the '94 work plan, and doing questions, and then going around and voting on whether we think it's high, medium or

low priority or we don't support it.

MR. STURGEON: Okay.

MS. FISHER: We'll do the rest of DNR.

MR. WIENER: Would you like to do restoration or habitat.

MS. FISHER: Either one, I (indiscernible) start on would be fine. How many do you have.

MR. WIENER: Two.

MS. FISHER: Just two, okay. Then if you give the number and the page that's shown in the big book, you name, please identify yourself and department. You have to put it on, yeah, put it on your side. Doug, he's used to a mike.

MR. ART WIENER: Okay, my name is Art Wiener, I'm DNR and I'm here to represent the habitat protection projects, 94110 and 94126 to be found on pages 154 and 160 of the document. The two projects are interrelated. They propose under the aegis of the habitat protection program which I'm sure you're all very familiar with. '110 is essentially a continuation of the technical support work that's conducted by the habitat protection work group which is now called the habitat work force. The group that designed the evaluation method for evaluating private — large parcels of private land, the results of which were published in the comprehensive habitat protection document that was released just recently. The current project, one ten, is a continuation of that work, where the team will provide support to negotiators who are currently negotiating the seventeen highest ranked parcels that

were voted upon by the Trustee Council. So, that's an ongoing effort on the part of the technical folks who work with the negotiating teams to review and analyze various deals that are negotiated by them with the landowners. The way that basically works, the negotiating team goes out, has preliminary negotiations with the landowner, they come back with new reconfigured parcels, that we then reevaluate and score, and if possible, do cost benefit analyses of, assuming we have appraisals. What we'll also be doing under '110 is developing, and at present we're in the draft level of this, is a paragon, where evaluation methods for doing small The large parcel evaluation dealt with parcels of land parcels. that were in excess of a thousand acres. The small parcel analyses is now looking at everything from one acre right on up to a And, also we're continuing to look at any thousand acres. additional large parcels, that we may not have evaluated in the first round because they weren't nominated by the landowner. anticipate that possible some landowners will come in at this time and bring in additional large parcels to us, and that will also be evaluated under '110. The small parcel paragon is somewhat different than the parcel, in that large parcels were evaluated primarily on their ability to support habitats of injured resources and services. The small parcel evaluation method is inclined more to look at management. What benefit acquisition of protection of the small parcel would be to those large parcels that are either currently in public ownership or identified in the large parcel process for protection. Oftentimes, a relatively small piece of

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land has very strategic crucial value for the protection of large parcels, in terms of access or various other parameters that we will evaluate, in terms of its relationship to the surrounding So, basically, one ten will be doing negotiator support, land. evaluation of small parcels and evaluation of additional large parcels that come in from the public. And, I would expect that at the 31st meeting, the Trustees will make a decision on whether or not to go forward with small parcel evaluation. I know that a number of the agencies are keenly interested in seeing some of the small parcels go into public ownership. '126, and I'll take questions on both of them together, because you probably know that they are interrelated. '126 is the project that provides funding for support to appraisers, title searches, habitat. The other kind of negotiator support and acquisition support that necessary to acquire parcels of land. It's rather expensive when you go out and do appraisals, in this neck of the woods, it costs an awful lot of money, and so, we've put a good sum of money aside to provide that kind of support to the negotiators and the folks that are in the process of acquiring land. And, that money is primarily for those kinds of efforts, title searches, hazardous material surveys and appraisals. And, that's basically those two projects.

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MS. FISHER: Any questions? Mary.

MS. McBURNEY: Do I notice the duration of both of these projects is for one year. Is it the intent that once this work is done, the books are closed as far as potential habitat acquisition opportunities that may come in future years?

MR. WIENER: No. No, the -- what will probably happen is the magnitude of the effort will diminish in the sense of the evaluation effort. But, there will probably be continued negotiation support necessary from the team. But, in terms of evaluating parcels, the large -- we did eight hundred and forty thousand acres in the parcel analysis. We don't anticipate an effort any where near that magnitude in the future. But, we probably will have to continue on to the future to provide technical support to negotiators and to evaluate any small parcel or possibly large parcels that come in the future. But, it will be significantly diminished.

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MS. McBURNEY: Okay, and I'm to take that by orders of magnitude as opposed to just by a few percentage points.

MS. WIENER: Oh yeah, orders of magnitude.

MS. McBURNEY: The other question I had. the contractual end of DNR's budget on the first project, Could you kind of outline why that contractual line item is so high. That's primarily the production of mapping That's the support for the folks in DNR that produce the support. wallpaper maps and all the maps that go into the document. That's primarily why that's so high, it's just expensive to produce the colored maps. In the last document we produced, I think ninety maps in eight and one-half by eleven format, and I don't know how many of the big wallpapers. In the small parcel system, or the small parcel method, undoubtedly we're going to produce quite a few maps just to locate these small parcels that will be scattered

across the entire effected area. It is also is a function of the number of nominated parcels. Both of the projects are dependent upon, you know, how many parcels we actually run through the process. In the small parcel analysis, if we don't get nominations either from the public for the agencies, we're not going to spend anywhere near the amount of money that we have budget. So, it really is and also a negotiator support if the —— if the preliminary negotiations fall flat, then there isn't much need for our help, so we won't be spending much money there. In a sense these are placeholder number depending on the response we get from the agencies and from the folks that we're negotiating with. Sir.

MR. KING: In reading this over in our book, it says that it'll be analyzing small parcels greater than one hundred and sixty acres, and I think you clarified that, that you're going to be looking at smaller pieces now, but that was the concern I had when I first read this, and that when you go to page 161 and you have a list of resources and associated services and the bottom four there are recreation, wilderness, cultural resources and subsistence. And, I felt that all of those could be very adversely affected by very small parcels of in-holdings or budget access and that sort of thing, so.

MR. WIENER: Yeah, we're going down way below one sixty, we're going down to one acre parcels. That's -- I don't know why one sixty is still in here, but that's an error.

MR. KING: Okay, thank you.

MS. FISHER: Okay, Doug, let's take the vote then.

MR. MUTTER: Okay, project 94110.

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MS. BRODIE: I vote for this with a top priority. The public comments on habitat acquisition, there were about two thousand public comments and ninety percent supported habitat acquisition and there will be habitat acquisition. I think these expenditures are essential to make sure that the money is spent wisely.

Forty-two percent of the respondent to the MR. CLOUD: draft plan were from outside the State of Alaska, so it hardly is a -- information that was given in the breakdown of respondents, hardly was a represent -- a representative sample of the people that live in Alaska. This project and the next project lacks an emphasis on public land management for improving habitat on public It lacks identification of public lands for exchange for lands. private lands, and it has been an issue that has been brought up time and time again by members of this group and the general public. The Trustee Council has ignored PAG input and concerns on this subject and there have been no other tools used to protect critical habitat other than out and out fee simple acquisition. This -- this project and the next project smack of a land grab program by government land managers, and I will vote no, and so will Vern.

MR. MUTTER: Jim.

MR. DIEHL: Yes with a number one priority. I don't want (indiscernible), but for the first one, I know we established at this PAG meeting that the correct word for habitat harm, we

substituted in the word, alters. It is my -- it is my thought that the second definition, in my dictionary, from my Webster's, of alters is more adequate and that definition is to castrate or to spay, and that's what I can show a clear cut does to the habitat. It has a very immediate effect is -- is made worse by the raininess of the environment in these areas, and I vote yes with top priority.

MR. FRENCH: I think we're likely to see some more habitat acquisition. I can support a small amount of more habitat acquisition. I think there are some disturbing trends going forward here, particularly in terms of small parcels, and it looks like we're looking for ways to spend money to evaluate every iota of property out there, and I have difficulty supporting that direction. I do recognize that we need technical support for the habitat acquisition process. Because these projects are written, I'm going to vote low priority on both of them, but yes, low priority.

MR. KING: I think that it's extremely important to look at the small, smallest denomination of possible in-holdings and I give this a high, high.

MS. FISHER: Mary.

MS. McBURNEY: I give it a medium. I think that it's very important that we have our homework done, finding out what the values are of potential acquisition sites, however, I would like to see a little bit more attention paid to how these sites would enhance protection of injured resources in a more ecosystem

approach. Otherwise, I think that since it's just going to be a one year duration, basically completely, a comprehensive site assessment, I feel fairly comfortable, perhaps we will not be looking at these large budgets in the future.

MS. FISHER: John.

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I think many of us who responded to MS. McMULLEN: Trustee Council's questionnaire state that we favored acquisition of critical habitats. And, we assumed at the time that those habitats have, you know, large scale surveys of habitat taking place to determine what those -- where those critical habitats were, and that the purchases control, you know, need -- protection could be given at that point. However, a lot of the program on habitat acquisition is directed towards pre-selected sections of large volume of use sites, etc. etc. And, we realize that it's going to take most of the money that the Trustee Council has available to it to satisfy those purchases. I'm disappointed with this project. That a real (indiscernible) project would -- would tend to cause me to vote, but I won't vote no, yes, I'll vote yes, but give it a low priority.

MS. FISHER: Sharon.

MS. GAGNON: I would really like to consult with Lew Williams before voting on this, is that possible. It would probably be tomorrow before I could ...

MS. FISHER: John.

MR. STURGEON: I agree with Mr. Cloud. I think that as the project was originally set up to identify and acquire critical

habitat, and I think it's going far beyond that. I'm not sure all this land you want to purchase is critical to the restoration of the species effected. Also, I feel very strongly that there has not been much work done in alternatives. There -- there's a lot of activity going on in the spill area, timber harvesting, road building and landowners have asked for assistance and minimizing the impact of those activities on the oil spill -- or the species that have been effected by the oil spill, and there has been absolutely nothing come back from the oil spill of millions and millions of dollars we're spending. There's a lot of things that could be done, alternate harvesting schedules, rerouting roads, dozens and dozens of things that could be done at a much, much more cost effective for those companies that their landowners, but don't want to just sell their land. And, in addition, I think that, I just don't quite understand the prioritization of the land that their acquiring, suppose to critical habitat and looking at it, from my perspective, seems a lot more political than it is based on science. And, so I'm going to vote no because I think that an alternative should be looked at before they start spending hundreds of millions of dollars. That doesn't mean that critical habitat can't be acquired or shouldn't be acquired, but I think there's some -- some alternative ways to look at spending this money much, much more effectively and still protecting the habitat. I don't see anything in here as far as actually real restoration, in other words replacing communities. And they say that's not practical, we're asked that all the time.

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If we disturb a bottom of an area we store logs, we have to transplant heal grass, for example, and a lot of mitigation work that is currently being done or asked to be done by government agencies. I don't see anything in here that looks at that as an alternative also. So, I'm going to vote no for both projects.

MR. MUTTER: I'd like to go ahead and go through the other project to make sure that everybody's vote on that.

MR. CLOUD: We haven't heard from Donna.

MR. MUTTER: Oh, I'm sorry Donna, I apologize.

MS. FISCHER: It's all right. I'm voting no on this project pretty much for the same reasons that John spoke on and that Jim Cloud did. I know I've asked the question several times, who will own the land, and nobody has ever really stated who would own the land. I have a problem with that. I think we've got an awful lot of federal land in Alaska and I'd hate to see any more federal land in Alaska. I think somewhere it's got to stop, so if it's going to be federal land, I don't know. Can you answer that?

UNIDENTIFIED VOICE: It depends on the parcel. If it's immediately adjacent to existing federal land, let's say, probably it would go into ownership of the federal owner, or the adjacent federal -- for instance, the refuge in Kodiak or the Chugach National Forest.

MS. FISCHER: It would go more into federal land if we don't own that --

UNIDENTIFIED VOICE: No, it depends upon the juxtaposition of the parcel to the closest public landowner.

That's the simple answer. It may not in some cases, but in general, I think that's what will happen.

MS. FISCHER: But still, we give the federal government a lot more land is my complaint, so I'm voting no.

MR. MUTTER: Okay, Project 94126.

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MS. BRODIE: I vote yes, top priority for that, and I'd like to take this opportunity to answer a couple of other things that have been said. Donna, we have talked about this before, about who owns the land, that it is on a case-by-case basis. the practical fact, it would mean federal ownership for Kenai Fjords National Parks in-holdings, if any are acquired, and Kodiak National Wildlife Refuge in-holdings, if any are acquired. Afognak could go either way, but most likely would be state because the local people prefer state ownership and because the state has been the one which has been working on this so far. It was the state which acquired Seal Bay. There is a lot of local support in Kodiak for a state park that is there, including Jerome Selby, whom I have heard give a --

DR. FRENCH: He's also a bear guide, I might point out.

MS. BRODIE: -- give a passionate speech about how there's too much government ownership of lands, and then at the same time --

DR. FRENCH: As I said, Jerome has a conflict of interest he doesn't usually recognize.

MS. BRODIE: Well, this was for Afognak. This was not for Kodiak Island, if that's what you're talking about. He was

very supportive of state ownership of --

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DR. FRENCH: For those of you who haven't been there, bears occupy both islands.

MS. BRODIE: Yeah. I'm not sure that he's a guide in both places.

MS. FISCHER: Okay, well, I --

MS. BRODIE: Finally, Prince William Sound, it would be probably neither of them acquiring it. It would probably be conservation easements because that's what the local landowners in Prince William Sound want is conservation easements. It could go either way, or no ownership. The other thing, regarding what Jim Cloud said about forty-two percent of the comments were from outside of Alaska, I just did a calculation, and if we assume that all of the people who did not support land ownership, and that doesn't mean that they opposed, it means they -- in their letter they did not say anything supporting land ownership, but if we assume that all of those were in Alaska and that everybody who wrote in from Outside was supporting, it still means that eightythree percent of the Alaskans who wrote in support habitat acquisition.

MS. FISCHER: Okay, Jim?

MR. CLOUD: You haven't voted. You haven't voted by abstaining?

MS. BRODIE: I did, I did.

MR. CLOUD: Oh. On this particular project, you know, I suppose everybody knows how I'm going to vote, but I still have

to ask if this group approves this, are they approving the blank check from the budget that's listed 2BD under capital outlay?

UNIDENTIFIED VOICE: I believe so, because we don't know how many negotiations are going to require expenditures for appraisals and title searches and things of that nature. The costs, we just don't have any idea.

MR. CLOUD: The capital outlay on this is to be used actually to make acquisitions? Because it says acquisition funds.

UNIDENTIFIED VOICE: It's to provide support for acquisitions. The dollar value there is woefully inadequate to really do any direct acquisitions, to provide support to acquisitions.

MR. CLOUD: Well, but the 2BD could be. I mean, that could be a hundred million dollars. Yes?

UNIDENTIFIED VOICE: I might be able to help a little bit. Jim Ayers held a meeting of the agency negotiators a week ago and at this point in the drafting, I believe the answer is real hard to say, that is, that, you know, the bottom (inaudible due to distance from the microphone) and so forth would stop short of actually funding any acquisition, and that that is -- would be -- come back to the Trustee Council and say there's preliminary work to be done, here's (inaudible) and so on and so forth, and then a dollar figure for a particular parcel (inaudible). That's my understanding of how Jim's trying to (inaudible).

MR. CLOUD: Last year we approved the -- some of us didn't approve of it, but last year when this subject came up, we

specifically asked, and I think put a resolution forth, that any particular land acquisitions should be brought back before this group for review, and I don't believe that that ever happened. I think they just went ahead and did it anyhow, which sort of adds to my earlier comment that the Trustee Council is choosing to ignore input from PAG members on this subject. Well, you — it may come as a surprise, but we're voting no on this.

MS. FISCHER: Jim?

MR. DIEHL: Once again, as the person here for recreational users, I have to vote yes, high priority, and I have no problem whatsoever with the federal government owning, or the state government owning public lands. I figure public lands are for public use. I do oftentimes have problems with federal regulations and state regulations about use that affects me on those lands, but I have no problems fighting against over-regulation.

MS. FISCHER: John?

DR. FRENCH: I was going to vote low priority on this, but I think in reflection of Jim Cloud's point of view that there's basically a blank check in this project in terms of leaving it wide open for any and all amount of habitat acquisition, and I personally believe we need to set aside specific amounts targeted towards habit acquisition, towards a reserve fund as we were talking about yesterday, and towards other general types of use so we can use the money in a planned systematic manner, as opposed to going out and buying Seal Bay here and Kachemak Bay there, and I'm

not opposed to those specific acquisitions, but I think there needs to be more planning introduced into the process. So, I guess I'll cast my vote no on this.

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MR. KING: I'll succumb the temptation to to editorialize a little bit too. It's true that you hear people all over Alaska criticize the government agencies that -- both state and federal that manage land, but those criticisms are not near as intense or direct or as difficult to cope with for a lot of people as a no trespassing, private property sign. We're not used to that, and if we can resolve some of the problems with the access to the resources of the country by keeping it in the wonderful public areas that we have, I have to endorse that, so I give this a high and a high.

MS. McBURNEY: I give it a medium, consistent with my position on the previous project. There are going to be some good opportunities, I would anticipate, for habitat acquisition in the future. We need to be prepared to deal with those contingencies.

MR. McMULLEN: I like the first words in the project proposal introduction where they talked about protection — identification and protection of essential wildlife and fisheries habitat, and they went on in the second paragraph to identify Kachemak Bay State Park and Northern Afognak Island as examples of those essential habitats, and it's not in keeping with my point of view and many of my associates. What this means to me is that there are really not going to be any good studies of the essential habitats. In keeping with my previous vote, I think I voted yes,

and low, I will -- I recognize reality and I will give it that, but I would, you know, urge that the Trustee Council reconsider, you know, some of its work and direct some of it at that essential habitat. I think the money would go a lot farther and do a lot more good than just purchase large tracts of land.

MS. GAGNON: Again, I would like to (inaudible -- out of microphone range).

MR. STURGEON: I'm going to vote no on this one again, the reason being that it seems, as I said before, that until there's been some additional work done on management alternatives and some — a considerable bit of prioritization, there's precious little land, private land in Alaska, and if we are going to put land in the federal ownership or state ownership, it should be that land that's critical that's really needed, and I have no objection to that because there are some lands that I think are critical that are better served being in public ownership, but I think you need to look at alternatives and I think that you need to look at the habitat protection of some critters and make sure that the money is being spent wisely, and I guess that I've read through this, and I've read the analysis, and I guess I don't see it, so I'm voting no.

MS. FISCHER: I'm voting no, and Mr. Payne (ph), I'll talk to you after awhile. I'll show you where the government has no trespassing signs up.

MR. KING: You can take those down.

MS. FISCHER: No, you can't.

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UNIDENTIFIED VOICE: That's what I do.

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MS. FISCHER: We have two more projects. Is it two

more? Thank you. Three?

Well, actually, what I'd like to do is MR. MENEFEE: address the three natural resource -- DNR projects, but I'd also like to address recreation in general because it seems like from listening to last -- yesterday's conversation, as it was mentioned, there seems to be a big hole around recreation, people are unaware of what's going on with it, and I think I need to fill you in a little bit on that, if you'd like.

MS. FISCHER: Sure, but would you mind if we did that after lunch, do your project, so we can try and get out of here and try and keep on schedule as much as possible? We're already running behind on our --

MR. MENEFEE: It would also help if I would fill you in a little bit about Project 94217, which is one of the projects we're addressing. That would help explain why some of these other projects are in existence and it would also address what's happening to recreation. So, my name is Wyn Menefee. (Laughter) 93065 was the Prince William Sound recreation I work for DNR. plan, and it's subsequently in next year's budget, 94217. Trustee Council wanted to get information on recreation -- injury of recreation services, and their concern was is they wanted to get a public consensus on what to do about this recreation and the injury that's happened to the service of recreation. That was our

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main goal. We spent the summer soliciting comment on recreation -potential restoration projects for recreation, injury that occurred to recreation, management and restoration goals for recreation. This all deals with Prince William Sound only, special designations that could be implemented in Prince William Sound that would help the restoration. Recently we produced an injury statement for recreation. I don't know if you have seen that. That has been peer reviewed and it has been included in the restoration plan. November 5th and 6th, we had a public participation workshop, a two-day workshop, that was spoken of yesterday here, and there seems to be some confusion over what happened with the results there, and I would like to explain that. We evaluated thirty proposed recreation projects. Those thirty projects were prioritized, used in an evaluation criteria that took into -- the evaluation criteria addressed legalities of the civil settlement, public concerns and Trustee concerns. We went through project by project, somewhat like what you're doing now but in a more detail and mathematical fashion. We went through and evaluated projects. We realize that there is such a diversity in public interests and opinions that to expect to get a full consensus on any one of these projects may be too difficult, we would be spending days upon end doing that, so we went to a mathematical approach and we evaluated with this evaluation criteria, gave it a numerical score as in average scores were brought out which prioritized projects. What that did was -- gave us those thirty projects in priority order. We were then given a week to write up as many detailed project

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descriptions as possible within that week. It was going to be -we had to get it into the '94 work plan, and we found we had until the 22nd of November. As soon as we got through with the workshop, we were told that deadline got moved up on us, so we had to really quick get as many as we could in. What happened was that we got in six projects out of the top five. There is one that's out of order and that's because it's included in a project that was already written up, and I would just let you know what those are. the first -- the highest priority, and I'll do some priority order, was remove evidence of clean-up activities. This involves rebar, signing, flagging, all of this type of stuff that all these projects out in Prince William Sound, they left behind things, and yes, they were supposed to be picked up by people doing the studies and people doing -- people painting on rocks saying, well, this beach segment starts here and ends there, all that should have been taken care of and cleaned up, but it wasn't, and so this is a project that says let's get this taken care of and cleaned up because it's a visual impact on the recreational use in the area because wilderness quality, for one, is a very important thing to the recreational users in Prince William Sound and that detracts from the recreational quality. That project was incorporated into 94266, which is the Alaska Department of Environmental Conservation project. It's to remove oil and study beach segments. I can address that separately if you would like, and I'll show you where it's included in that project. As is -- let me jump out of order. The sixth priority was remove persisting oil from

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recreational beaches. That's also included in that 94266. already written up that different agencies can give input on high priority needs, into where oil should be removed from beaches, and we put in the fact that recreation beaches need to be addressed, and they have been ignored in the past. So, that was included, Back into the priority order. The second priority was an okay. educational program. All through the summer with public comment and all through the workshop, education was important to shoreline There was a proposal to -- and I'll address this separately, the 94419, the leave-no-trace educational program, I'll cover that in a moment. Shoreline trash clean-up for Prince William Sound, that was Project 94316, was the third priority. The fourth priority was the Prince William Sound recreation, education information center at the Portage railroad station, and although that was a U.S. Forest Service project, I can address that a little bit too. And it went through, and there were some other projects. We have since been working on analyzing public comments, analyzing the workshop and putting together the final report. We have since found that through -- this was very much oriented toward a public participation workshop, and we took what the public was viewing as being important to them, and also -- we also took into account what they thought related to an injury. Basically, you can't spend civil settlement money unless it relates directly to an injury, and they evaluated that for each project. If it didn't meet that, it's an illegal expenditure in the public's view. Well, there were sixteen projects out of those thirty that didn't meet the public's

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view, and those we have since dropped off. But the Trustees -after we finished that workshop, we put into the '94 work plan, within the limited time frame that we had, those six projects. Aside from that, we did a four sentence write-up on each project of those thirty in priority order, and we forwarded that to the Trustee Council so that they could make informed decisions. If they did not agree with our analysis, or our priority, they could still see Project 30 down there at the bottom of the list, but they may like it so much that they want to bring it up. They got the They know that these projects exist, but they were information. also given the priority order. The top projects were education and service. There was also addressed throughout the summer with public comment and also at the workshop that there's a need for more management of recreation, but it's not -- it shouldn't be coming out of EVOS funds, and we've been hearing about this general. agency management, and a lot of the projects that they thought -they valued as good projects, maybe, but the link to restoration wasn't there so they were dropped. But there -- that was addressed and there are, out of this information, the public land managers that deal with recreation can use this information in their future management plans and such. This final report we're -- that's what the 94217 deals with, is we have to finalize this final -- this report on all the information that we've gathered, and this has to be peer-reviewed and then it has to be submitted to the Trustee Council, and this is to help them make informed decisions. We have been trying to get short brief statements to them along the way to

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let them know where we're at, even though they don't have the final report in the hand when they come to make these decisions at the end of the month here, hopefully, they're going to have the information that they need to make those decisions. Now, those three projects, the projects that I need to address that ADNR has are, first of all, 94200, which is on page 255, or 254. This is public land access and 17B easement identification. This was not actually included in the analysis for the workshop, but what this project does is, it does affect recreation in the sense that it identifies for the public where they can get it onto public lands through private lands. That's what the 17B easements do. easements aren't necessarily great for recreational use within Some of them, yes, you can camp at, but most of them themselves. are either a transfer from, let's say, a boat travel to hiking into federal or state land, that's what a 17B easement is supposed to be for, is that transportation -- change of mode of transportation, that's what it's for, and they're usually about one acre, or they're a trail, but they do access public and state lands. The project is not to go out and clear these sites. The project is not to go out and put signs along these sites. All it does is it identifies them in, let's say, an atlas, and makes GIS maps of them, because right now if you wanted to go out and find out, let's say, on Eyak lands, how can I get -- there's some federal land up above Eyak lands, how do I get through the Eyak land to get to Well, that's what this atlas would do, it would identify that? that, and that is a help to recreationalists, and it also is a help

to the Native corporations in a sense that it stops trespass, because these are legally mandated sites that people can have public access on. This would identify those sites for the public and for the Native corporations. Hopefully, it will stop recreational trespass, and it incorporates it all into one That's what the project 94200 does. document. Sandy, from the National Park Service, did address 94216, which is the Gulf of Alaska recreation plan, and basically it's carrying forward this same thing that we've done for Prince William Sound to the rest of I've already addressed 94217 on page 262. finalize our report. We're still doing some information gathering on the special designations part of the report, and the Trustees wanted to get -- how do you implement any special designations, for instance, a national sea shore, national recreation area, marine sanctuary, what the process is you need to go through to put a designation on the land. Possibly, these might have benefits and these are also addressed within that report. That's more of a research oriented portion of our project. It does not deal much with public comment. We have gotten some comment on public designations and that is included. Let's go on to -- well, I already spoke about 94266. There's -- we have a little bit of recreation in there, but let's go to 94316, which is on page 338, shoreline trash clean-up. This project has been supported very much so through public comment and in the workshop. was the third priority out of the workshop, the recreation workshop. This project is not necessarily the agency going out and

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doing this shoreline pick-up -- trash pick-up. It is contracted to a nonprofit organization to organize a volunteer effort. including gas reimbursement for the people that haul people out to beaches. Let me explain what the project does. Recreational users were affected by oil on the beaches in the sense that, let's say, a kayaker or a motorboater that wants to go ashore out there, if there's oil on the beach, the smell, the visual impact, all this detracts from the recreational experience. You can't go out and clean every piece of oil off the beaches in Prince William Sound, that we've admitted, that's virtually impossible. Because there's a visual impact, I'll call it a visual impact deficit, there's a problem with the land out there. There's also a sub -- secondary problem, and that's a lot of marine litter that gets on the beaches, oil cans, plastics and whatever else that comes from people throwing things overboard from their boats. We can't remove all the oil, but one of the things we can do on the high use recreational sites is remove the trash, and what that will do is improve the aesthetics of that area. That will enhance a recreational experience where people already have an injury. what it's doing is it's enhancing a recreational experience, as described under the civil settlement. This project originally was looked at for the whole spill area. The workshop people identified that -- for one, that's a little difficult to do the whole area, and for Prince William Sound, the restoration team had already picked an arbitrary number out of the sky to give to it and they said that that was not sufficient to do the whole spill area. We

worked on it a little further, and that's where we came up with the budget that's addressed there. It is a volunteer effort. to make a mention on the waste oil disposal facilities, 94417, that was not included in the workshop, the recreational workshop, but it will, in essence, help prevent marine litter that comes onto the beaches where recreational users are impacted, so in that sense it does help restore recreation. That was 417 on page 354. not an ADNR project. Neither is the leave-no-trace educational That's not a Forest Service project, but I think I should speak on it because that came right from the recreational workshop, and what that does is, the main thing it's addressing is that recreational use was displaced from certain areas because of the People did not want to go back to the same areas that were oil. A concern -- in some areas of Prince William Sound a oiled. concentrated use, it brought in a little more use. publicity of the Sound, all across national news, there was media covering how Prince William Sound -- it basically brought it into everybody's repertoire of a place to go, and use shows that the use increased dramatically right after the spill, and basically we attribute that to the media coverage of Prince William Sound because of the spill. What's happened is, there's impacted sites around the Sound that's getting worse, they are being degraded and it's affecting the recreational experience. One way to stop the degradation of these resources is to have this leave-no-trace educational program, and it targets the recreational users through brochures, video. It also uses an actually training course for,

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for instance, commercial guides and land managers of how to recreate without impacting the land, and this has been a proven effective tool in other wilderness areas in the Lower 48. The people that have put it together at the National Outdoor Leadership School, they would, in fact, be the group that implements this It's more or less a contract project, once again. project. The U.S. Forest Service would be administering it and ADNR would be The idea being that this would help to reduce impact on recovering resources, and, you know, when I talk about recovering resources, I include bird nesting areas and such like that, and also on the recreational sites. The U.S. Forest Service also has a project, the recreational information center at Portage, on page 364. This project also came from that workshop. That basically is a project to address injured perceptions, people's perceptions of where recreational use is still available in Prince William Sound, has been injured because of the spill. People -- a lot of people still think, oh, I can't go to the spill, into this area or that, because of the oiling. Also, they wonder where can I go that I won't affect a recovering species. There are all these types of This center, because it hits the mainstream of the questions. tourism use that comes from Anchorage on down to the Kenai Peninsula and such, and people going to into Prince William Sound, well, here's one of the main access points. This -- right at the train station there's the little center that's already been established. It has a chance of going under right now, but it could be improved by the purchase of the building and some minor

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improvements within the building. That's what this deals with. If they don't purchase the building, they probably can't get much information out, it's just a little corner thing. If they purchase the building, they can expand into the full building. It's through the Prince William Sound Tourism Coalition. Information on the oil spill could be distributed there on recreational opportunities and such.

(Chuck Totemoff joins the meeting)

MR. CLOUD: Is this your project?

MR. MENEFEE: This is through the U.S. Forest Service.

MR. CLOUD: So they're going to cover it later?

MR. MENEFEE: They may. That's the reason why I'm covering it, is just merely to let you know what came out of the workshop because the person that was going to be covering it was not at the workshop and they may not be able to give you full information on it. So, the projects that we have are 94200, which is the 17B access atlas, and the 94316, which is the shoreline trash pickup, and those are the two projects that DNR is the lead on, but all these other projects I just spoke about were primarily the result of the recreation of Project 94217. 94217, the DNR is the secondary leader in the project. I would be happy to answer questions. I hope this has enlightened you a little bit about what 94217 has been coming up with. I'm open for questions. Yes, Pam?

MS. BRODIE: For 94217, why does it cost ninety-one thousand dollars just to do some research and write a report?

MR. MENEFEE: The 94217, I believe is coming -- that's

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starting at September, is it not, and it includes the workshop and basically all that it's including is the --

Oh, that includes the workshop that MS. BRODIE: already happened?

> MR. MENEFEE: Yeah.

MS. BRODIE: Oh, so this has already been approved?

MR. MENEFEE: That part of it has, and then the part about continuing on into the final report, it's just salaries. doesn't include travel. It includes some GIS work, some reports, that's about it. It really doesn't -- there's not a lot of excess costs in there other than just salaries, and I'd like to note that we were allotted a certain amount of money for 93065 and we came in quite a bit under it because we don't -- we were not trying to spend any more than what's needed to accomplish the project.

MS. BRODIE: I understand the price now that it includes the workshop.

> MR. MENEFEE: Okay.

MS. BRODIE: Thank you.

Are we ready to vote? MR. MUTTER:

MS. FISCHER: Yeah.

MR. MUTTER: 942 -- we'll just vote on the two Okay. DNR projects, the Forest Service is going to be here after lunch and we'll take care of it.

MR. CLOUD: Well, we should vote on all the ones that are listed under DNR here.

> MS. FISCHER: Well, that's -- there's two.

1	MR. MENEFEE: Do you see some others?
2	MR. CLOUD: You have 200, 262, 272, 266, 316.
3	MR. MENEFEE: Now, we're co-leaders or cooperating
4	agents in some of those. We're only doing the lead ones for DNR,
5	which is 200 and 316.
6	MR. MUTTER: Okay, let's take 94200. Pam?
7	MS. BRODIE: Yes, I vote for it, and I would give it
8	top priority because it's relatively inexpensive, and I think the
9	preventing trespass is important. Jim?
10	MR. CLOUD: Yes, medium priority.
11	MS. FISCHER: Yes, Jim?
12	MR. DIEHL: Yes, high priority.
13	MS. FISCHER: John?
14	DR. FRENCH: Yes, medium priority. It's a good
15	project, but I don't see that it's too time critical.
16	Ms. FISCHER: James?
17	MR. KING: Aye, high.
18	Ms. FISCHER: Mary?
19	MS. McBURNEY: Yes, medium priority, but I do wonder if
20	some of the Prince William Sound work on the 17B easements could be
21	incorporated into the recreation implementation plans.
22	MS. FISCHER: John?
23	MR. McMULLEN: Mid-range.
24	MS. GAGNON: Yes, medium priority.
25	MS. FISCHER: John?
26	MR. STURGEON: 200, yes, high priority.

316, yes, medium. 2 MR. STURGEON: We're just doing 200. 3 MR. MUTTER: MS. FISCHER: 200. Chuck, I see you've joined us, and 4 5 what we're doing, is we're going over the -- have you got your sheet, Chuck? 6 7 MR. TOTEMOFF: Yes, I do. 8 MS. FISCHER: We're voting on them, and what we're doing 9 is either yes, high, low, medium, whatever, or no. MR. TOTEMOFF: Yeah, I read the project proposals. 10 vote for it. 11 12 MS. FISCHER: Okay, yes. Would you recommend that to be a high priority, medium, or low priority? 13 14 MR. TOTEMOFF: High priority. 15 MS. FISCHER: Okay. 16 MR. MUTTER: Donna? 17 MS. FISCHER: Yes, medium. I feel the budget here is 18 low and it's a good project. 19 MR. MUTTER: Okay, Project 94316, shoreline trash 20 clean-up. 21 MS. FISCHER: What page was that on? 22 MS. BRODIE: I'm voting no on this one because I don't 23 think it's really oil spill related, and at least in Prince William 24 Sound, I think it was occurring before the oil spill, there was 25 volunteer --

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MS. FISCHER:

MR. MENEFEE:

Okay.

There was some, that's correct, there was

difference being that this would provide 1 some. the reimbursement for the people going out, the charter boats used, the 2 3 gas reimbursement, a little different because before it was purely volunteer and on a very small scale. You could only do, like, one 4 5 site per summer, and this would be addressing all of Prince William Sound, several different sites, and it would identify those sites. 6 7 It's a good way for recreationists to get MR. CLOUD: their gas paid for. 8 9 MS. FISCHER: And they like that. MR. MENEFEE: It's a one weekend project. 10 11 That's one weekend (inaudible). MR. CLOUD: (Simultaneous indiscernible conversation) 12 13 MS. FISCHER: Aren't they also charging -- I mean, 14 they're making it like a weekend trip and charging for the people 15 to go out on the boat is --16 I personally can't tell you how exactly MR. MENEFEE: 17 they did it before, but --18 MS. FISCHER: I know Stan Stevens used to do it, take 19 the people out and didn't charge anybody, but I think now they're 20 charging and making it --Well, that's because you have problems 21 MR. MENEFEE: 22 with getting people to take them out unless they got some money for 23 it. 24 MR. MUTTER: Jim?

Jim?

Yes, medium priority.

MR. CLOUD:

MR. MUTTER:

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DR. FRENCH: Yes, medium priority. 2 3 MR. KING: I see this as kind of a localized problem and I give it a low. 4 Yes, medium. 5 MS. McBURNEY: I would bet that the Prince William Sound 6 MR. McMULLEN: 7 beaches are the least trashed of any -- all -- any beach in Alaska. I've been on several Aleutian Islands and Bering Sea beaches, and 8 9 it would drive these people crazy. However, this is a low cost project and it will be of value to a number of people who will be 10 11 working and feeling good about the Sound. I say yes, mid-range. 12 MS. FISCHER: Sharon? 1.3 MS. GAGNON: No. MS. FISCHER: 14 John? 15 MR. STURGEON: Yes, mid-range. 16 MR. TOTEMOFF: Yes, mid-range. 17 MS. FISCHER: Okay. I say yes, low priority, because I 18 know there is some beach, you know, involved here, and -- but I do 19 like the budget, it is low budget, and I think there could be some 20 reimbursement. 21 MR. CLOUD: John brings up a good point. 22 MS. FISCHER: Okay. Can we break for lunch? 23 MR. CLOUD: Sure, but let me -- John brings up a good 24 point on other beaches around the country. Could this same thing 25 be done to pick up the dead foxes we're going to on this

Yes, high priority.

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(inaudible)?

MR. DIEHL:

MS. FISCHER: We're going to reconvene at 1:00 so we can continue on.

(Recess at 12:12 p.m.)

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(On Record at 1:16 p.m.)

MS. FISCHER: Let's get started then. I call this meeting back to order. Okay. We have Ray Thompson of the Forestry Department, and he's going to address the different subjects he has here. If you'll give the name or the number, the page, and also identify yourself for the record?

Is the mike working all right? MR. THOMPSON: I'm Ray Thompson with the Chugach National Forest, and on my right here is Steve Henek from the Chugach Forest, and he will be assisting me on some of the information on the recreational (inaudible). I have eight of these, well, seven of them, excuse me, to go through very quickly, and the first one is 94043 on page 90, and that one's a cutthroat dolly varden habitat restoration project in Prince William Sound, and basically this is a project which is oriented toward improving in-stream habitat for cutthroat trout and dolly varden and use a variety of techniques to do that, and this project has some of its work on Chenega lands and one on CAC lands and the rest are on national forest, and they're all similar projects just varying by -- you know, where they're being implemented. And I don't know if I need to go any more in detail on that. It's a fairly standard type of a habitat, you know, project. Some of these areas have had work done on them before, and it's just upgrading the existing habitat improvements or adding to those, or in some cases they are new projects.

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MS. FISCHER: Okay. The next one?

MR. THOMPSON: The next project is 94139 on page 170. This is a similar type of a project, salmon in-stream habitat and stock restoration, a similar type of a process, and this project here resulted from a three year study of the impacts and, you know, two different salmon stocks in the Prince William Sound area, and the project basically is, you know, habitat improvements and, you know, channel improvements which allow access to, you know, some of the upstream areas. Many of these -- well, like, I quess all of these are -- I don't want to say maintenance or improvements of existing structures, but many of the existing structures can be improved to make them work better, and like we talked yesterday about Shrode (ph) Creek, this project is one that actually will end up replacing a portion of the existing structure, which over the thirty-two years of existence has deteriorated to the point where it doesn't work well at all. So, this is a similar type to fortythree. I think that's -- that's kind of a summary of it. If all of you are somewhat familiar with, you know, fish habitat improvements, fish ladders, channelization, those kinds of things, you'll have kind of a perspective on that.

MR. CLOUD: I might note, we already voted on this one.

MR. THOMPSON: You did that yesterday when -- from the Fish and Game?

MR. CLOUD: Yes.

Yeah, fine. I figured that you probably 1 MR. THOMPSON: did. And the next one, you're probably familiar with it also from 2 the information that was given to you this morning, 94217, which is 3 Prince William Sound 4 recreation area recreation implementation plan, kind of a misnomer for a title there, but this 5 is primarily a close-out project, and if you weren't informed this 6 morning, this project has been funded to complete the report by 7 April of '94 by the Trustee Council, they did that in their last 8 meeting, so this project is basically being done right now. 9 10 MR. CLOUD: Is it primarily already approved by the 11 Council? 12 MR. THOMPSON: Right.

MS. FISCHER: Which number is that?

MR. THOMPSON: '217 -- 94217.

MS. FISCHER: 217? It's already approved?

MR. THOMPSON: It -- yes, it was approved in -- at the last meeting before the final report, and that was due in April of this year and that's on schedule.

MS. FISCHER: Hmm.

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MR. CLOUD: (Inaudible)

MS. FISCHER: Yeah, it kind of clocks (ph) it out.

MR. THOMPSON: It -- I don't know whether it would be worth the time to spend on it, but it might be interesting for you folks to express an opinion on it if you haven't had a chance.

MR. CLOUD: That guy from DNR already talked to us.

MS. FISCHER: Yeah.

DR. FRENCH: The guy from DNR already talked about it quite a bit.

MS. FISCHER: Yeah, and if it's already been approved too, I think we can move on.

MR. THOMPSON: Okay, then. The next one you don't have in your package because it's one that was ordered by the Trustee Council at their last meeting, and that was to develop a project description for the EIS development, restoration plan and environmental impact statement development, and that is in draft form right now, and it's -- the EIS, as you know, has been directed to be done by the Trustee Council and this is a formalization of that project report description, so we'll know what we're doing and the time frames and so forth, and it's not finalized yet, it's just in the process of being drafted, and we will have that available for you as soon as it gets done, and it appears right now just that the cost of that will be in the neighborhood of three hundred thousand dollars, plus or minus, I'm not sure.

MR. CLOUD: Is that one on our sheet here?

MR. THOMPSON: No, it's not. It's new, it's being developed right now, and it's not in the book, but it's one that the Forest Service has a lead on and it would be --

MS. BRODIE: I think it is in this.

MR. THOMPSON: It might be. I haven't looked through that one, Pam, so --

MS. BRODIE: It's 94422.

MR. THOMPSON: Is that what they call it in there?

2 MR. THOMPSON: It might be and --Forest Service, Fish and Game, Interior, MS. FISCHER: 3 NOAA (inaudible). 4 Um-hmm, the federal agencies. MR. THOMPSON: 5 MS. FISCHER: Is that it? 6 7 MR. THOMPSON: Yeah. 8 MS. FISCHER: Okay. 9 MR. THOMPSON: That might be 422 in there. I'll have to let Ken Rice know that because the number we're going by was 418, 10 but I'll check that. 11 But we really don't have any description 12 MR. CLOUD: to go over on this. 13 MR. THOMPSON: No, we don't, but I just want to make sure 14 that you're aware that that project is one that the Forest Service 15 has a lead on, and we will have that project description soon, but 16 I can't tell you when. 17 18 MS. FISCHER: Okay. MR. THOMPSON: Okay, the next --19 20 MS. FISCHER: Well, is -- let me ask you, that price of 21 three hundred and seventeen thousand, is that what it --Well, I'm not sure how firm these figures 22 MR. THOMPSON: 23 are and, you know, I hate to throw them out because sometimes they get cast in concrete when they do have an opportunity to change 24 upon review, but what's been drafted is three hundred twenty-seven 25

Yes, restoration plan NEPA compliance.

MS. BRODIE:

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thousand eight hundred, and like I say, this has not had complete

review and approval on it so that may change over the next week or so, and this should be available by the Trustee Council meeting. Okay, there's nothing else on that one. '419 -- 94419 on page 358. This is a project that, you know, follows up the signing of a memorandum of understanding with the National Outdoor Leadership School last year to, you know, finish, I guess, the information development and distribution of that information for no trace -- or excuse me, leave-no-trace use of the national forest and other I think, you know, the BLM and the Park Service are also part of that memorandum of understanding, so it applies more than to the forest. But it is -- NOAA and the Forest Service basically agree that education is a very effective tool in reducing impacts of recreation on other users in Prince William Sound and elsewhere, and as we are all very well aware, we don't need to add to the abuses that land has already taken over the years, and this is one way that we can help work on that. It's -- the project has, you know, three phases. The first one is to reproduce and distribute a pamphlet, around a hundred thousand copies of that, and it's called leave-no-trace, outdoor skills and ethics in the temperate coastal zone, and the next part of that is adapt that document to a shorter pamphlet which is easier to read and get the nuts and bolts out of that and make it available for distribution for people using those types of areas. And another part would be to train people to, I guess, facilitate the process of no trace use of public lands, and the last part would be an educational video, and this would all be put together, the final project date is a little

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over a year -- well, it would be twelve of '95 so it's more than a one year project.

MR. CLOUD: Is it a sole source contract (inaudible)?

MR. THOMPSON: That's what -- that's what's proposed.

MR. CLOUD: So it's never been out to bid to see if somebody else could do it more cost-effectively?

MR. THOMPSON: Not that I'm aware of. Okay, then on Project '420, which is on page 364, the recreation information center at Portage, and again this is an effort to distribute information, make it more available directly to those people who are using Prince William Sound, and as they go through the Portage, you know, I guess you'd say the train station down there on their way to Whittier, you've got kind of a captive market, and as they go through the center there, there's an opportunity to provide them with quite a variety of information and it's the Forest Service's proposal to, you know, sole source contract with the tourism coalition down there to utilize space and just distribute information at that point. Let's see.

MR. CLOUD: Who owns the train station now?

UNIDENTIFIED VOICE: Major Marine.

MR. THOMPSON: Well, let's see, it says -- yeah, Major Marine, yeah, and it's just space that's leased in there for this activity.

MS. FISCHER: Okay.

MR. THOMPSON: Okay, and then the final item that we have here is 94505, which is habitat protection information for

anadromous streams, marbled murrelets. This project is in the final stages of close-out right now. The project writing, you know, information compilation, that sort of thing, and it's on schedule and it's scheduled to be completed by April of '94, so that project has moved along and it's in its final stages now so funding for this will complete that project.

MR. CLOUD: How many acres do you think this would affect?

MR. THOMPSON: That's a good question. I don't have an answer for it. I'm sure that the acres that have been examined, and the acres that have been determined to be marbled murrelet habitat and so forth are available. If you'd like that, I can see if I can round that up and get it for you.

MR. CLOUD: You're surveying all public lands?

MR. THOMPSON: Well, all the --

MR. CLOUD: (Inaudible)

MR. THOMPSON: No, the lands in the spill area that -- I don't have a great deal of background on this project, but it -- there was some discriminating techniques that went into the process to start with so that they wouldn't be blindly, you know, running around in the woods looking at properties, but I'm not sure --

MR. CLOUD: I assume that you go on private lands if you get their permission.

MR. THOMPSON: Certainly, yeah, and I'm not sure in all cases how that permission works, but I know in some cases there was some negotiating back and forth on, you know, timing, and how many

people and some of those kinds of things. Yes?

MS. McBURNEY: Well, why isn't project part of the data acquisition and support for the habitat protection project?

MR. THOMPSON: I don't really know. I don't really --

MS. McBURNEY: Through the HPWG process?

MR. THOMPSON: I don't really have an answer for that, and some of these seem very similar, I'm sure, but they were apparently defined by the restoration team as being different enough that they had a different enough focus that they wanted to separate them so that too many things don't get mashed together, and then you have these projects that are sort of nebulous, with extravagant budgets, and people look at those pretty carefully. So, if you can break those out, it's a little truer to the actual objective that you're trying to accomplish, rather than having a bunch of them melded into one. Okay, and that's — that's all of the projects that the Forest has the lead on, even though we're involved in about nine or ten others. Yes, Pam?

MS. BRODIE: Also about 94505, there are several parts to it. There's the marbled murrelet part, the initial part, and then there are three A, B, and C that are all close-outs. Are these together a total of four thousand and six dollars? I didn't add them up. Is it four separate projects or is it three projects that add up to four thousand?

MR. THOMPSON: Well, let me -- let me look at that. I've sort of recently become tuned into what's going on the '94 work plan, and I don't believe these would be separate. If you look at,

read that project description of what they're doing on those 2 budgets and so forth, and you turn back to page 389 and that 3 budget's the same over there, so that's basically the work that 4 shows up in the summary document on the front. Do you see what I 5 mean by that? 6 I'm sorry, no, I don't. Could you say 7 MS. BRODIE: that again? 8 If you look at -- on page 389, okay, 9 MR. THOMPSON: there's ADF&G has a column there of what they're funded for, and 10 11 then if you look over on '505, Project '505A, 390, 391, you'll see a summary of what Fish and Game is doing, you'll notice the -- you 12 13 know, the budget -- budget --14 MS. BRODIE: I see. So the 94505 is the three of them 15 combined? That's the subparts of '505, right. 16 MR. THOMPSON: 17 MS. BRODIE: And each of those three is the close-out? 18 MR. THOMPSON: The combined, yeah, each of those close-19 outs. 20 MS. BRODIE: Okay (inaudible). Thank you. 21 MS. FISCHER: Are we ready to start the vote then on this? 22 Okay, Project 94043, cutthroat dolly 23 MR. MUTTER: 24 habitat restoration in Prince William Sound.

you know, page 390 and 391, you know, the Fish and Game, you'll

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What --

Okay, Pam.

MS. BRODIE:

MS. FISCHER:

MS. BRODIE: Why is this Forest Service rather than the Fish and Game? I wondered this about the first two, as a matter of fact, although one of them we already voted on.

MR. THOMPSON: Well, I believe the -- you know, the first one -- I can't tell you all the exact reasons because I don't have that kind of a corporate history on these things, but dealing with that, you know, that habitat and so forth on the upland streams and so forth is -- have been debated for a long time between the Forest Service and the Fish and Game, and on the national forest part, we've been doing some of this kind of work for a hundred years or so, and you know, I don't know if that has anything to do with this particular project or not, but it's just a -- you know, a carry-over that we get involved with these kinds of things on a regular basis, and a lot of the species work that's done in the stream is done by the Fish and Game, and a lot of the habitat work, you know, for those fish is done by the Forest Service. That's the way we work nationwide on a lot of things.

MS. BRODIE: I'm going to vote no on this one.

MS. FISCHER: Jim?

MR. CLOUD: I'm going to vote yes on this one, but I'd like -- with a high priority. I'd like to point out that this is a good example of a habitat restoration project that doesn't require going out and buying land, and if affects a great -- greater area, and there are more services, and it is -- it's a better use of an effort to improve habitat on public lands, which are the vast majority of the lands in the spill area.

MR. DIEHL: I'll vote yes and give it a medium, a two.

DR. FRENCH: I'll vote yes and give it a medium priority also.

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MR. KING: A low, low, it seems like an agency management responsibility.

MS. McBURNEY: I'd vote yes but with a low, and I also question what sorts of habitat restoration would be taking place at Shrode Creek and Otter Creek that isn't also going to be done in the Project 94139, which also targets those two areas for restoration activities.

MR. THOMPSON: Well, the best that I can -- the way I understand that is, in '139, the structure improvements there are basically passes and so forth that allow the access of the fish into the stream, and project '43 makes -- once they arrive in the stream, it makes the habitat they find there much better to complete their life cycle, and Project '139 improves some existing situations in some cases, and on Shrode Creek it actually takes a very deteriorated, old structure and rebuilds that so functioning like it was originally designed -- or I shouldn't say originally designed; a new design has been drafted for that so it will work much better than the original, and allows the, you know, fish to get in there, and Project '43 is the habitat, and as you'll notice as you read those that cutthroat and dolly varden and salmon are mentioned in both projects because when you open access into a stream for one species, very generally, it opens it for others. mean, you don't have any way of discriminating well -- very well on

what uses that. So if you access a stream for salmon, very likely cutthroat and dolly varden are going to use that also and, you know, vice versa. I don't know if that answers your question, but there is some similarities, but they have a different focus on access versus habitat.

MS. McBURNEY: Essentially on the outcome.

MR. THOMPSON: Essentially.

MS. FISCHER: What did you vote, Mary?

MS. McBURNEY: A low.

MS. FISCHER: Low, okay. John?

MR. McMULLEN: This project features protection and improvement of critical habitat. Yes, mid-range.

MS. GAGNON: Yes --

MS. FISCHER: Sharon, I'm sorry.

MS. GAGNON: Yes, mid-range.

MS. FISCHER: Chuck?

MR. TOTEMOFF: Yes, and I'll give it a high priority.

MS. FISCHER: Okay. I vote -- okay, go ahead.

MR. TOTEMOFF: Yeah, I happen to know that these species of fish were directly impacted by (inaudible -- out of microphone range).

MS. FISCHER: Okay. I'd say yes and mid-range. I do feel it could be combined. I agree with Mary. I think that could be combined with '139.

MR. MUTTER: Okay, Project 94419, I think is the next one.

1	UNIDENTIFIED V	OICE: 94139?
2	MS. FISCHER:	'139.
3	UNIDENTIFIED V	OICE: We already voted on '139.
4	MR. MUTTER:	'419.
5	MS. FISCHER:	What's the next one?
6	MR. MUTTER:	'419.
7	MS. FISCHER:	'419.
8	MR. MUTTER:	Leave-no-trace educational program.
9	MS. FISCHER:	Oh. Pam?
10	MS. BRODIE:	Yes, low.
11	MR. CLOUD:	Yes, low.
12	MR. DIEHL:	Yes, high priority.
13	DR. FRENCH:	Yes, medium.
14	MS. FISCHER:	I thought we voted on this before.
15	MR. KING:	Low, low.
16	MS. McBURNEY:	Low.
17	MR. McMULLEN:	Low.
18	Ms. GAGNON:	Yes, low.
19	MS. FISCHER:	Chuck?
20	MR. TOTEMOFF:	Yes, medium.
21	MS. FISCHER:	Low, yes, low.
22	MR. MUTTER:	Okay, Project 94420, recreation
23	information at Portage.	
24	MS. FISCHER:	Pam?
25	MS. BRODIE:	No.
26	MS. FISCHER:	Jim?

MR. CLOUD: I have a question on this one. The Forest Service already has a very substantial investment in the visitor's center at Portage Glacier, just right down the road, so why not combine your effort into that instead of a new location just a couple of miles away?

MR. MUTTER: Would you care to answer that?

MR. HENEK: Well, the visitor's center at Portage isn't really designed to accommodate a large-scale brochure and general purpose information. It does do that to a degree. This — it's pretty much a single purpose for glacier type interpretation. This is focused pretty much at the highway traveler and those waiting for the train getting onto Whittier, to capture them and give them as much information as possible before they get into Whittier, or even passing by the area.

MR. CLOUD: And some of this hundred thousand is being used to purchase the building, or to just purchase a lease?

MR. HENEK: The building would be purchased by the Prince William Sound Tourism Coalition from Major Marine, and it would operate the building, and there would be some renovation inside to accommodate the interpretive exhibits and the video area.

MR. CLOUD: But what does the hundred thousand go for then?

MR. HENEK: Specifically? Part of it goes to the purchase.

MR. CLOUD: Part of it does go for the purchase of somebody else to buy it?

1	MR. HENEK: The Prince William Sound Tourism
2	Coalition. They would become the owners.
3	MR. CLOUD: Well, then, no.
4	MR. HENEK: They're a nonprofit organization also.
5	MS. FISCHER: Yeah, but that's (inaudible).
6	MR. CLOUD: Every one of them is a nonprofit
7	organization.
8	MS. FISCHER: They're a new organization too.
9	MS. BRODIE: I'd like to suggest that you might want to
10	buy a building for the Sierra Club while you're at it.
11	(Laughter)
12	MS. FISCHER: Okay, well, Jim, you voted no?
13	MR. KING: Well, maybe the Research Development
14	Council needs a building too.
15	MR. CLOUD: No, no.
16	MS. FISCHER: Okay. Jim?
17	MR. DIEHL: I'll vote yes with a medium priority.
18	MS. FISCHER: Okay. John?
19	DR. FRENCH: I'll vote yes with a medium priority too.
20	I think that it's a high priority of the recreation planning group,
21	as I understand it, and I think it is an effective way of getting
22	information to the recreational users entering the Sound area.
23	MS. FISCHER: Mr. King?
24	MR. KING: Low, low.
25	MS. FISCHER: Mary?
26	MS. McBURNEY: I'll give it a medium. We really haven't

done anything to really address the many of the tourist service 1 injuries and I think this is a fairly inexpensive one. 2 MS. FISCHER: John? 3 MR. McMULLEN: Mid-range. 4 5 MS. FISCHER: Sharon? MS. GAGNON: Yes, low. 6 7 MS. FISCHER: John? I'll pass. MR. STURGEON: 8 9 MS. FISCHER: Chuck? Yes, high. 10 MR. TOTEMOFF: 11 MS. FISCHER: I'm voting no. It's outside the spill area and it should be a department function. 12 13 MR. MUTTER: Project 94422. MS. FISCHER: Okay, Pam? 14 MR. MUTTER: Do we need to vote on the NEPA compliance? 15 16 MS. BRODIE: We don't have any information on that. Yeah, we don't have any information so --17 MS. FISCHER: 18 UNIDENTIFIED VOICE: All we have is dollars. MS. FISCHER: Yeah. Let's just pass on that because --19 20 MR. THOMPSON: I -- you know, the only thing I can give you on that is the draft is scheduled to be done in June and the 21 22 final in October of this year, and --23 MR. CLOUD: That's all right. The Council is going to do whatever they have to do anyhow. 24 25 MS. FISCHER: Yeah. Let's go to the next one.

94505, information needed for habitat

MR. MUTTER:

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protection.

MS. BRODIE: I'm going to vote yes, medium on this. I think it's important because it is close-outs. I'm a little concerned about the price.

MR. CLOUD: I'm going to vote yes and medium, and I think this is again an example of habitat protection efforts that can be done on public lands without increasing in the land holdings of the federal.

MR. DIEHL: I'll give it a yes, number two.

DR. FRENCH: I'll give it a yes, medium, in the sense that it's important in terms of work that has been done and is being closed out on identification of critical habitat. I am concerned that my addition of the numbers don't come out the same as the numbers on the sheet though.

UNIDENTIFIED VOICE: Could be. I don't take any response.

MR. THOMPSON: We can check that. I'm glad you noticed that because editing will take place.

MR. MUTTER: Jim?

MR. KING: Low, low.

MS. McBURNEY: Medium. I just question that many of the activities in this close-out may duplicate portions of 94110.

MR. McMULLEN: Because it's a close-out, I'll give it a mid-range. Otherwise, I would give it a lower rating because a lot of -- there's been a lot of stream survey work done over a lot of years, you know, and there's a lot of information in your library and offices, and maybe there's enough of that information, but I'll

give it a medium rating based on the fact that it's finishing up 1 2 the project. MS. FISCHER: Sharon? 3 MS. GAGNON: Yes, medium. 4 MS. FISCHER: John? 5 MR. STURGEON: Yes, low. 6 7 MS. FISCHER: Chuck? 8 MR. TOTEMOFF: Yes, medium. 9 MS. FISCHER: I'm going to give it a yes, low. Okay, 10 and we've got a -- who -- do we have somebody calling in? Who do 11 we have calling in? Oh, we have to call Byron? 12 UNIDENTIFIED VOICE: (Inaudible) 13 MS. FISCHER: Sure. 14 DR. FRENCH: Do we want to cover the NEPA compliance on 15 at this point because that's -- I think the Forest Service leads? 16 MS. FISCHER: Okay. Okay, go ahead and call him. We'll 17 do the -- oh, okay. Let us take a two minute break. 18 (Off Record at 1:45 p.m.) 19 (On Record at 1:49 p.m.) 20 STAFF: I'll turn you over to Donna, who's 21 chairing today. 22 MS. FISCHER:

MS. FISCHER: Byron, this is Donna Fisher, and we're going to ask you if you'd keep your comments very brief, very quick. If you identify your project by number, the page number it's on in the book and, you know, get right to it so that we can vote. We're a little bit behind schedule and we're trying to get

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out of here. What we will try and do, as soon as you do the description, then we'll let any of the members of the PAG group ask questions to you. Is that all right with you?

DR. MORRIS: That's fine, Donna.

MS. FISCHER: Can you hear all right?

DR. MORRIS: I can hear you.

MS. FISCHER: Okay, we'll get started. You give the numbers of the projects and the page number they're on in the book.

DR. MORRIS: Well, first of all, I apologize for not having somebody there. The elements conspired against us, and I did not know that -- exactly when you'd get to NOAA and I wasn't anticipating doing this. You caught me at home with the phone just as (indiscernible). The switchboard got blown out over the weekend with the power outage, and Bruce Wright was -- I'd intended on him being there to go through these projects. I do not have a work plan with me so I can't tell you the page number, and I'll try, but I do have a list of projects by number so you can just turn to them.

MS. FISCHER: I think I've gone through and gotten quite a few of the page numbers, so we'll try to help you out here, Byron.

DR. MORRIS: Okay. I think -- you're just doing the ones that we are the lead agency on, correct?

MS. FISCHER: Yes.

DR. MORRIS: Okay, you've probably gone through some of the other ones already since some of the other agencies are leads.

I believe the first one would be 94083.

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MR. CLOUD: Page 128.

MS. FISCHER: Okay.

DR. MORRIS: Okay. This is a long-term project. is the first time it's gone before the Council for funding. It started under cleanup and response, and what the project is is to measure the effect of the hot water washing that was conducted during cleanup on the recovery of the intertidal zone, and it's run by a group out of Seattle, and what they're comparing is hot water wash sites, cold water wash sites, and control sites, and they found over the years that the hot water wash sites, the upper inter -- high upper intertidal, is not recovering, the fucus and barnacles and what have you are not coming back, so they're proposing to continue this work. They also look at the fate of the buried oil, the oil that sunk into the deep sediments. trenching and taking samples and doing chemical weathering analysis of the oil that still remains in some of the selected sites. study was conducted last year out of federal restitution funds on a modest scale, it was an in-between year and they had a limited sampling program. This is the first year they're going back and doing a more extensive sampling program with this study. So basically, it's -- the results of this study, we'll be able to see what effects the hot water, the high pressure washing had on the recovery of intertidal organisms, and to date, they don't know when it's going to recover because recovery has been retarded all along there at the control sites, or to the cold water wash sites.

MS. FISCHER: Okay.

DR. MORRIS: They also -- I should say, they also have a mollusk side project, looking at the shallow subtidal beneath the hot water wash beaches, which also show effects of both -- either and/or the hot water and the movement of the oil from the intertidal to the shallow subtidal in terms of clam populations and other robensic (ph) animals that live in the -- just below the low tide mark.

MS. FISCHER: Yeah, just continue on through your other projects, Brian -- Byron, sorry.

DR. MORRIS: Move right along to 94090. I have a question to ask you first. Have you dealt with the DEC's projects yet?

DR. FRENCH: No.

MS. FISCHER: Not yet.

DR. MORRIS: We're the lead agency on this, but the bulk -- the major part of the budget and the efforts of this project is clean-up or restoration remediation of the mussel beds themselves, which is a DEC project, and I'd like to defer that part to Mark Brodersen, if I could, because I can't say exactly how extensive a clean-up effort they have in mind, I'm not sure they know yet, but our portion of it is to just to look at the effects of removal of mussel beds, manipulation of mussel beds by trenching or by moving the mussels for a tidal cycle if they -- on the decreased oil that then allows beneath the surface of the mussel bed. We're doing mainly the chemical components, the recovery of

 loss of hydrocarbons by the manipulation techniques that they've been employing, and this is an ongoing project that's been conducted. This will be the third year, I believe, of monitoring. I should say, there's still lots of oil under certain mussel beds and it's remained relatively fresh over time, and we feel that without doing some sort of a treatment, which I defer to DEC, we feel that oil is not, you know, going to move or go away on its own for years.

UNIDENTIFIED VOICE: Byron, you're fading out on us a little bit.

DR. MORRIS: Okay. And there are certainly food chain implications in these contaminated mussels to the sea otters, river otters, harlequin ducks, black oystercatchers, and a lot of the recovery studies, restoration studies for those species are utilized in this mussel bed information. Did you hear that?

MS. FISCHER: Yes, thank you.

DR. MORRIS: Moving up -- any questions on this project? Should I move on?

MR. McMULLEN: Yes. The oil that remains beneath the mussel beds, is there a toxic effect there, or is it just a physical condition having the -- in some way inhibiting some (inaudible - extraneous noise)?

DR. MORRIS: There appears to be a toxic effect measured in the harlequin ducks and black oystercatchers, and -- in other words, through ingesting these oiled mussels, they feel they're still being exposed to the oil. The oil is still toxic in

that regard. The question we haven't quantified -- that these other projects haven't quantified, is how much these other resources are feeding on these oiled mussels.

MS. BRODIE: Byron, this is Pam Brodie.

DR. MORRIS: I can barely hear you.

MS. BRODIE: Byron, this is Pam Brodie. Can you hear me now?

DR. MORRIS: That's better. Yes, that's better.

MS. BRODIE: Do you know, with the mussel beds, how many of them there are that you folks are talking about cleaning?

DR. MORRIS: I don't have those numbers. There are dozens of oiled mussel beds, and whether they're all worth cleaning or not, I don't think we know for certain yet. I think there are certain candidates, all ones that we would tackle first and see how that works. I think that's the proposal, starting with the worst ones first.

MS. BRODIE: Thank you.

DR. MORRIS: You're welcome. (Pause) I should -- I'll go on to 94092, killer whale monitoring. This project mainly involves going out to the field and taking photographs of killer whales. Specifically, we're searching for the AB pod, which suffered high mortality rates in 1989 and 1990 and are barely showing signs of recovery. They went from thirty-six whales in that pod in '89, or pre-'89, pre-oil spill, to twenty-three whales at the end of 1990. Thirteen whales died. Since that time, in 1991 there was no sign of recovery. There were no new deaths, but

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there were no new births. In '92 and '93, there has been additional calves added to the pod and no additional mortalities, but the pod is still significantly reduced from its pre-spill We propose to continue monitoring the pod and the numbers. composition of that particular pod. Of course, we can't single out the pod and the field encounter and those specifically -- when we photograph it, so we do encounter and photograph all killer whale pods that we run across in the field.

Byron, this is Jim Diehl. Can you hear MR. DIEHL:

DR. MORRIS: Yes, I can.

MR. DIEHL: I thought this project was going to be deferred for one year?

DR. MORRIS: We're considering that. The decision has not been made whether we're going to offer or if we defer this a year or not. We feel, personally, with a lot of projects, that we would have preferred that the monitoring plan, the overall monitoring plan be in place in '94, and that didn't happen. Other like projects that we're considering, maybe we don't need to do every year anymore, depending on the purposes of the project itself. If we just want to keep tabs on the pods in terms of the number of individuals, we probably don't need to do it every year. If we want to look at its birth rates and death rates and sort of population dynamics and the health of the pod, we should do it every year.

> MR. DIEHL: Well, are you aware that Craig Manken (ph)

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has a permit to do exactly this study that expires in 1998 from NOAA?

DR. MORRIS: I don't know the details of Craig Manken's permit or how long they continue. He has done the work in the past, in fact, since 1985 he's been doing some monitoring of the killer whale pods, and he has the pre-spill data that we use to show the mortality.

MR. DIEHL: I do have a copy of that permit here somewhere, and the abstract -- the abstract is pretty much -- it's not word for word exactly, the description that's in the book, but it covers all the areas.

DR. MORRIS: I don't doubt that and, you know, these permits may be multi-year so he may well have had the permits from '89 on or he's had them renewed since then. He, in fact -- we did not do killer whale work in '92 and he, in fact, went out in the field and gathered the killer whale information for that one year, but I don't know if it's funded.

MR. DIEHL: Is it the job of NMFS to enforce the Marine Mammal Protection Act?

DR. MORRIS: Yes.

MR. DIEHL: I also have here parts of the Marine Mammal Protection Act that say that duplications of research should not occur because of the additional harassments on the animals.

DR. MORRIS: Yeah.

MS. FISCHER: Good point. Can you answer that?

DR. MORRIS: I'm not sure what the question implies.

I agree with the statement.

MR. DIEHL: My question implies that if you go forward with this project, it will be a duplication of research that has been performed since 1984 by North Gulf Oceanic Society and that Craig Manken is permitted by your agency to do this research for 1994, he already has the permit, and that --

DR. MORRIS: That permit is that -- that doesn't mean he has the funding to do the work.

MR. DIEHL: He has assured me that he has ninety percent of the funding. Together, he has assured me that he has funding to do the killer whale photo-identification work, and in addition to that, he's getting ready to do biopsy work, and haven't you — have you received a copy of his application for a permit and NOAA to do the biopsy work on the killer whales in Prince William Sound?

DR. MORRIS: No, we haven't. We received a letter from Craig asking us for his permit, which I presume he would have sent to our permitting office in Washington, D.C., and I haven't --

MR. DIEHL: Did you get a copy of his permit application from Washington, D.C. then?

DR. MORRIS: I was not aware of the fact that he's submitted it.

MR. DIEHL: Have you been on vacation lately?

DR. MORRIS: Oh, yeah, over Christmas, a little bit.

MR. DIEHL: Well, I just feel like I have more information than you do on this, and I have all the paperwork, and

this is a duplication of research.

DR. MORRIS: Yeah, it may well be. I won't argue that.

I don't know that to be a fact.

MS. FISCHER: Okay, I'm going to move this along. I think you've made a statement, Jim, and you know --

MR. DIEHL: Thanks.

MS. FISCHER: -- we get kind of the gist of it. Does anyone else here have any more questions?

DR. MORRIS: Just assure Jim I will look into that. I wasn't aware of the information he had.

MS. FISCHER: Thank you.

MR. DIEHL: Thank you.

MS. FISCHER: Byron, do you have any more?

DR. MORRIS: Yes, nine -- there's one I don't have a number for, so you'll have to tell me which one is the subtidal monitoring study.

DR. FRENCH: '147.

MS. FISCHER: '47?

DR. FRENCH: '147 is the next one.

DR. MORRIS: This one -- I just have to preface my remarks. It's a little misleading in the book plan because it's -- last year (indiscernible) there were five parts to it, two NOAA parts and three Fish and Game parts. Only one part is proposed to continue in '94, so when you look at the overall budget for that project, it's like six hundred and something thousand. About four hundred -- over four hundred thousand of that is for close-out of

the '93 work, and the hundred and eighty thousand or so is to continue taking sediment samples, subtidal sediment samples. This past year, we restricted our efforts to within the Sound and sampled its twelve sites, stations we'd set up in the Sound. Next year we propose to go outside the Sound and go along the Kenai Peninsula and Kodiak and do the same work and then be able to compare the recovery or the remaining contamination of deep sediments I'm talking down to a hundred meters or more in depth.

MR. CLOUD: Byron?

DR. MORRIS: Yes.

MR. CLOUD: This is Jim Cloud. The one that we're looking at, comprehensive monitoring program, has a hundred and twelve thousand --

DR. MORRIS: Okay.

MR. CLOUD: (Indiscernible) twenty-nine thousand. Is that what you're looking at?

DR. MORRIS: Okay, you're not looking at the subtidal sediments? You're looking at the comprehensive monitoring program?

MR. CLOUD: Yeah.

DR. MORRIS: That's one I can guarantee you we're going to withdraw because we did not -- weren't able to get a monitoring plan done yet, so there's no monitoring plan to administer.

MR. CLOUD: So we'll just cross out 94147?

DR. MORRIS: Yes.

MS. FISCHER: You're going to withdraw this then?

DR. MORRIS: Yes.

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MS. FISCHER:

Okay, we'll cross that off our agenda.

MR. MUTTER: I think, Byron, the one you were talking about, the subtidal, was 94285.

> Okay. Shall we skip past and just discuss DR. MORRIS:

this?

MS. FISCHER: Is that the subtidal sediment recovery monitoring?

DR. MORRIS: Right, right. That's the one -- that's the study where the -- the only part to continue is to go outside Prince William Sound to the Kenai Peninsula, Kodiak, and the Alaska Peninsula and repeat the work, the same work that we did inside the Sound, to find out how much oil still is in the sea floor. We did find oil contamination still in the sea bed within the Sound this year, so we expect we'll find some of the contamination, probably less than inside the Sound outside this coming summer.

MS. FISCHER: the subtidal sediment So recovery monitoring program is the one you're going to cancel?

DR. MORRIS: No, the comprehensive monitoring plan, 94147, somebody said, that's the one.

> MS. FISCHER: Okay.

DR. MORRIS: The subtidal sediment monitoring, we hope to continue. We haven't been outside the Sound since 1990. We did find oil sediments along the Kodiak and Alaska Peninsula in 1990, and we expect to find them again. The pattern of this oil is -between 1989 when the spill hit and 1991, the oil decreased in the shallow areas and increased in the deeper waters. In other words,

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it's moved down. I know John French is the one that asked for some of this work to be done again in Kodiak where he felt there was some impact on flat fish, at least juvenile flat fish that rear in the bays. I don't know if John's there or not.

> Yeah, I'm here, Byron. DR. FRENCH:

Okay. This is in response to concerns you DR. MORRIS: expressed though last year in 19 --

Can I ask a question? MR. McMULLEN: Is there a companion project in Prince William Sound? I see you say you're going to compare results obtained with project, compare those with the results obtained in Prince William Sound, but I'm not sure if there's a --

The results from the Sound would have been DR. MORRIS: taken this summer. It would be from the year previous in the Sound.

> MR. McMULLEN: Okay.

DR. MORRIS: We sampled the Sound in '93. I shouldn't say -- it's not this summer, last summer. We're supposed to sample outside in '94.

MS. BRODIE: Byron, this is Pam again. I can't hear you very well, so you may have answered this, but I don't understand the purpose of this project. Why do you want to know these things? What can you do with information?

Well, from an environmental toxicology DR. MORRIS: standpoint, we do believe that the oil is still there in the environment. The oil is usually remaining in the intertidal or

it's moved to the sea bed, and we feel from an environmental toxicology viewpoint that there's still the concern of the effects of that oil either through direct exposure or through the food web, and the first question you want to ask is what's still there, what oil is still there, and in what concentration.

MR. MUTTER: Do you want to move on to --

DR. MORRIS: Sure.

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MR. MUTTER: -- 94290, hydrocarbon data analysis?

DR. MORRIS: I should move back, I think, to 94163.

MR. MUTTER: Okay.

I'll get these back in order again. DR. MORRIS: I can't give you any details of this project yet because it's still in the design phase, but what we've wanted to learn for years, what is the prey base that a lot of the injured resources rely on, and is it sufficient to promote recovery, or is it perhaps expecting We know very little about the forage fish that are important prey of many of the marine mammals and sea birds in the Sound and in the oil spill area. This would be the first book that quantifies the prey base, identifying the sea -- seasons and the quantities of both the forage fish, and by them we're talking herring, capelin, sand lance, juvenile pollack, and (indiscernible) zooplankton deposited in the larger (indiscernible), and this proposal this year is to do a sort of simple broad scale reconnaissance program of observing what's there, and then based on that we would focus the project forward in future years, but this is really just the start-up of a long-term study, and it

complements the ecosystem study. In fact, it may end being brought into the -- as part of the ecosystem study when that gets fully designed.

MS. FISCHER: Okay, let's keep going, Byron, move on.

DR. MORRIS: Okay, excuse me. 94290 is the hydrocarbon data analysis, and this is a service, essentially a service project for all the projects that are still taking samples and looking for oil contamination. It does the interpretation of the hydrocarbon data by a senior chemist for the other project leaders, and it maintains a long-term hydrocarbon data base, both the data itself and the quality control and quality assurance for the data. Some has been important and some that we've initiated in the first year, and we feel that it should continue as long as hydrocarbon samples are being collected by any of the projects, and it's just -- basically, it's just -- it's a hundred thousand dollars, and so basically it's salaries for a couple of months.

MS. FISCHER: Okay, and I think you have one more, Byron?

DR. MORRIS: Okay.

MS. FISCHER: (Inaudible)

DR. MORRIS: The ecosystem study, 94320.

MS. FISCHER: We've already done that.

DR. MORRIS: Okay, you know about that. What am I missing now?

MR. CLOUD: I think that's it.

MS. FISCHER: I think that's it. Are there any

1 questions from the group here? I think everybody's pretty much --2 okay, Pam? 3 MS. BRODIE: Yeah, Byron, that last one, 94290. Again, 4 I couldn't hear you very well. It says in the book, six years. 5 this the beginning of a six year project? DR. MORRIS: Okay, I don't think I heard you very well, 6 7 so I -- 94290? MS. BRODIE: 8 Yes. 9 MR. CLOUD: Hydrocarbon data analysis. Are we partway through this already, or is 10 MS. BRODIE: 11 this just starting and you're planning to go on for six years with it? 12 DR. MORRIS: 13 14 year of that service.

This -- let's see, this would be the fifth

MS. BRODIE: I'm sorry, what year?

DR. MORRIS: Fifth year.

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Oh, this is the fifth year out of six? MS. BRODIE:

DR. MORRIS: I don't have the work plan, so I'm not sure what the statement actually says. I feel that the project should continue as long as other projects are continuing to do chemical measurements or taking samples for chemical analysis for oil. This is the project that maintains that data and provides the -- a lot of the projects, the people that are conducting them aren't chemists, they are pollution biologists, and this provides that service that would interpret the results of the analysis of the samples as they collect it to them for their projects.

Jim?

MS. FISCHER:

MR. DIEHL: I'm voting no for the same reason as Pam 1 2 stated. 3 MS. FISCHER: John? I'll vote yes, but low priority. I don't 4 DR. FRENCH: think that this type of study really needs to be done every year. 5 for the -- with the slow recovery rates that have been documented 6 7 so far. MS. FISCHER: James? 8 9 MR. KING: Low and low. It seems like it's mostly 10 taken care of already. 11 MS. FISCHER: Okay. Mary? 12 MS. McBURNEY: Yes, but low. It fits an ecosystem 13 approach, but I feel that this is something that can wait until we 14 have an integrated ecosystem type of plan. Otherwise, it's a lot 15 of money to go heading off in our own direction. 16 MS. FISCHER: Okay. John? 17 MR. McMULLEN: No. 18 MS. FISCHER: Sharon? 19 MS. GAGNON: No. 20 MS. FISCHER: John? 21 I think it's a terrible amount of MR. STURGEON: No. 22 money for the amount of data that -- information that's gathered. MS. FISCHER: 23 Chuck? 24 MR. TOTEMOFF: Yes, medium. Okay. I'm voting no. I think NOAA's 25 MS. FISCHER:

budget is many, many times overstated.

MR. MUTTER: Okay. Project 94090, mussel bed restoration and monitoring.

MS. BRODIE: I vote no because of the price tag. I am concerned about the mussel beds. I would like a better sense of how many of them there are. If there are a hundred, for example, that would be almost \$8,000 per mussel bed, and dozens sounds like it's less than a hundred. I'm concerned about taking helicopters out to clean mussel beds and wonder if this can't be something that as people are going out into the field to do something else, that they can clean up the mussel beds while they're at it. Maybe I don't understand the process well enough, but I hope that that can be explored.

DR. MORRIS: Could I interject in this? I probably shouldn't, but I feel like I unfairly represented DEC's component of this project and -- because I don't have enough information on what they're proposing, and that is the bulk of the budget, and I wonder if it wouldn't be better to revisit it when you go over DEC's projects as well.

MS. FISCHER: Mark -- we have Mark here. We can have him make a statement on it.

DR. MORRIS: Great.

MR. BRODERSEN: Why don't we just wait on this until we take up the DEC's stuff. I think that's actually --

MS. FISCHER: Okay.

MR. MUTTER: All right, then. Let's go to 94092, killer whale recovery monitoring.

1	MS. BRODIE: I vote no on that one for the reasons that	
2	Jim Diehl has said.	
3	MR. CLOUD: This is Jim Cloud and Vern McCorkle. We	
4	vote no, but if you do go ahead with it, you probably can have it	
5	fund itself by selling photography to Free Willy Two.	
6	(Laughter)	
7	MS. FISCHER: Jim? The other Jim.	
8	MR. DIEHL: I vote no on this project.	
9	DR. FRENCH: I'll vote no. I think Jim has raised some	
10	serious questions as to how this project is being operated, and I	
11	think they need to be cleared up.	
12	MS. FISCHER: James?	
13	MR. KING: Low, low.	
14	MS. FISCHER: Mary?	
15	MS. McBURNEY: No.	
16	MS. FISCHER: John?	
17	MR. McMULLEN: I'll have to vote no because of the mixup	
18	here in research efforts.	
19	MS. FISCHER: Okay. Sharon?	
20	MS. GAGNON: No.	
21	MS. FISCHER: John?	
22	MR. STURGEON: No.	
23	MS. FISCHER: Chuck?	
24	MR. TOTEMOFF: No.	
25	MS. FISCHER: And I'm voting no for the same reasons.	
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I think Jim stated a good case.

2	down.
3	MS. FISCHER: Every one of us.
4	MR. MUTTER: Okay, Project 94147, operating
5	MS. FISCHER: We crossed that off.
6	MR. MUTTER: Oh, that's withdrawn, correct?
7	MS. FISCHER: It's withdrawn.
8	MR. MUTTER: 94163, forage fish influence on injured
9	species.
10	MS. FISCHER: Okay, Pam?
11	MS. BRODIE: I'm I don't quite know what to do on
12	this. It sounds like an important project. The Prince William
13	Sound people are saying this is very important, and yet, if I
14	understood correctly, Byron was saying that this was in a very
15	early stage of design, and it is pretty expensive, so I I think
16	I'll say yes, medium, but the question here is, is we'd better know
17	people had better know what they're proposing before it's really
18	funded.
19	MS. FISCHER: Jim?
20	MR. CLOUD: Yes, medium.
21	MS. FISCHER: Jim?
22	MR. DIEHL: Yes, medium priority.
23	MS. FISCHER: John?
24	DR. FRENCH: Yes, high priority. I think this is an
25	area that we've generally ignored in the past. Forage fish are a
26	key to a lot of ecosystem studies and the relationship of a lot of
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MR. CLOUD: Well, that's the first one we've turned

predators to other things that are going on in the oil spill area, and I think it's important that it go and that it be followed up with appropriate other projects. Again, I agree with those of you that have indicated that it doesn't have enough data, but I think it's important enough that we need to encourage them to go ahead with it.

MS. FISCHER: James?

MR. KING: I think this fits with the ecosystem planning and could be deferred for '94, so I give it a low, low.

MS. FISCHER: Mary?

MS. McBURNEY: I think that this is a good project, basically, and I'd like to see more projects that take a species approach as this does, however, I will give it a two for now, simply because I think it should be integrated into a larger research plan.

MS. FISCHER: Okay, John?

MR. McMULLEN: I'm going to give it a high priority. I believe it is being integrated into a research plan, and that it's essential to understanding interaction because different (inaudible) species of fish and plankton in the Sound.

MS. FISCHER: Sharon?

MS. GAGNON: Yes, high.

MS. FISCHER: John?

MR. STURGEON: I'd say yes, medium. I think it's a basically pretty good study (inaudible) and I'm just kind of blown away by the price tag, but it's an exceptionally good project.

MS. FISCHER: Chuck?

MR. TOTEMOFF: Yes, high.

MS. FISCHER: Okay. I'm voting no on this due to the statement that he made that it was still in the design stage, and I feel for it still being in the design stage and sticking a six hundred and six thousand dollars price tag with it, I just feel like they're padding the budget. I think it's a good project, but I can't go along with it.

MR. MUTTER: Okay. Project 94285, subtidal sediment recovery monitoring.

MS. BRODIE: I'm voting no on this one again. I think it's too high a price for the value of the new information it would recover.

MS. FISCHER: Jim?

MR. CLOUD: Yes, low priority.

MS. FISCHER: Jim?

DR. MORRIS: Donna, could I ask a question --

MS. FISCHER: Certainly.

DR. MORRIS: -- a question of Pam?

MS. FISCHER: Certainly, Byron.

DR. MORRIS: I think (indiscernible) I think there is a lot of confusion in terms -- what she thinks the price tag of that project is, and what she's referring to as a high price tag?

MS. BRODIE: Six hundred and twenty-nine point two thousand dollars.

DR. MORRIS: No, that's what I was trying to explain.

The project is a hundred and eighty-seven thousand dollars for next year. The bulk of it is the close-out cost of last year's five-part program.

MS. BRODIE: With the current --

DR. MORRIS: That's where the work plan failed to show close-out costs and continuation costs adequately. The projects — they've already approved the close-out for this project. The only item remaining is the one part that goes out and samples, and that's a hundred and eighty thousand dollars if my memory serves correctly.

MS. BRODIE: You're saying it's almost five hundred thousand dollars for close-out?

DR. MORRIS: In '93 there was five -- it was a million dollar project. It was made up of five separate studies, clams (indiscernible) beds, tidal fish, sediments and microbial work. The only part that we propose the continuation is the subtidal, the actual sediments themselves. I know it's real confusing. I've had to try and point that out every time we get to that because it looks like a huge project for continuation, but it's not.

MR. MUTTER: So we're voting on a hundred -- about a hundred and eighty-seven thousand dollars for '94 then?

DR. MORRIS: Correct.

MR. MUTTER: Okay.

DR. MORRIS: And the only way you could find that is in one budget table in the front, that's the only way it shows up.

Thank you for letting me interject.

MR. MUTTER: Okay. Pam, let's go back to you with that 1 2 information. MR. DIEHL: I vote yes with a medium priority. 3 4 MS. BRODIE: I'm going to stay no. MR. MUTTER: Okay, Jim? 5 I'm staying with mine. MR. CLOUD: 6 MR. MUTTER: 7 Okay. John? 8 DR. FRENCH: I'll vote yes with a medium priority. This includes some subtidal work outside of the Sound which hasn't 9 been done since the spill, since immediately after the spill, and 10 I think that it needs to be done at about this time. Depending on 11 what it shows up, it may be the only time it has to be done. 12 13 MS. FISCHER: James? 14 MR. KING: I think that it should be deferred until the ecosystem plan is implemented, so I'll give it a low. 15 16 MS. FISCHER: Mary? 17 MS. McBURNEY: A low rating. I feel that it should also 18 be incorporated into a large ecosystem research plan. 19 John? MS. FISCHER: 20 Well, I'll give it a mid-range if it is, MR. McMULLEN: indeed, the last phase of this project that's being closed out and 21 22 under the assumption that this is a hundred and eighty-seven 23 thousand dollars that we're talking about, not six twenty-nine 24 point two.

Yes, medium.

Excuse me. Yes, medium to

Sharon?

MS. FISCHER:

MS. GAGNON:

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high. 1 2 MS. FISCHER: John? 3 MR. STURGEON: I'd say no, deferred for more ecosystem planning. 4 5 MS. FISCHER: Chuck? 6 MR. TOTEMOFF: Yes, medium. 7 MS. FISCHER: And I'm saying no. I think that the 8 figures presented to us, even though it's been changed, are still 9 going to wind up being six hundred and twenty-nine. I just feel 10 that all their budget is six hundred and some thousand, so I'll say 11 no. 12 UNIDENTIFIED VOICE: (Inaudible) 13 MS. FISCHER: Yeah. 14 MR. MUTTER: Okay, the next project, the last NOAA 15 project, 94290, hydrocarbon data analysis and interpretation. MS. FISCHER: So, I lied. 16 17 MR. MUTTER: Pam? 18 MS. BRODIE: No. Yes, high. 19 MR. CLOUD: 20 MR. DIEHL: Yes, with a high priority. 21 DR. FRENCH: Yes, with a high priority. I agree with Byron, this is an important aspect in terms of assuring the 22 23 integrity of the data. High, high, important archive. 24 MR. KING: 25 MS. FISCHER: Mary?

I'm not quite so sure. I think I'm going

MS. McBURNEY:

to pass on this.

MS. FISCHER: Pass on that. John?

MR. McMULLEN: We've got a lot of work going out there that needs a lot of support. High priority.

MS. GAGNON: Yes, high.

MS. FISCHER: John.

MR. STURGEON: Yes, high.

MS. FISCHER: Chuck?

MR. TOTEMOFF: Yes, high.

MS. FISCHER: And I have yes and medium. Believe it or not, it's below the six hundred thousand and it is important work. Okay, Byron, we hope you're feeling better and we are sorry we took you out of your sick bed. You can go back -- crawl back to it now. But thank you and get well soon.

DR. MORRIS: Thanks very much and keep up the good work.

MS. FISCHER: Now, where are we at? We have three more. We're going to do Bart -- I mean Mark, and if he can do it in a half hour, we can be out of here at three.

UNIDENTIFIED VOICE: (Inaudible)

MS. FISCHER: Right. That will give us time for general discussion then. And he's also going to do Jim Ayers' executive report. Okay? Okay, you know the routine? Yes, Eric, are you going to do it?

MR. MYERS: No, I was just going to say, unless somebody knows something different, I believe that Jim Ayers should

show up momentarily.

MS. FISCHER: Oh, okay.

MR. BRODERSEN: While we're being facetious, as was I when I agreed to do (indiscernible).

MS. FISCHER: No, I -- just in case he doesn't, in case they -- you know, get grounded somewhere or if the plane has not landed yet or something. They might have gone into Cordova or Yakutat and couldn't get out.

UNIDENTIFIED VOICE: Heaven forbid.

MS. FISCHER: Yeah. If you would give your name, your department, the numbers and the page number for us, and we'll get started here real quick.

MR. BRODERSEN: I'm Mark Brodersen from the Department of Environmental Conservation. We have a very limited number of projects here which I don't know the page number, but we can figure them out as we go through.

MS. FISCHER: Sure.

MR. BRODERSEN: The first one is '090 here, mussel bed restoration monitoring, which Byron suggested we defer, so I got up here, it's on 142. DEC and NOAA have been looking at the oiled mussel beds now as a source of contamination of the higher trophic levels of the food chain for ducks, et cetera, for quite awhile. We're also looking at methods of being able to clean them up. Initially, in the spill, it was thought that you should not try and clean mussel beds, that you'd do more harm than good. Then it turns out with time here, we've learned that that's true for some

mussel beds but not others. The mussel beds that are in low energy areas, like in the back of coves and that kind of thing do not get cleaned by natural action. Instead, the oil is staying underneath the mussel beds, and that also corresponds quite nicely to where critters such as ducks feed in heavy weather because there's not much energy back there. This apparently is a source of continuing recontamination of these critters from the mussels that pull the oil up out of the mussel beds from underneath them. The monitoring that NOAA's been doing over the last few years indicates that these mussels are continuing to have a fairly high level of hydrocarbons We are still waiting for the results of this year's in them. monitoring that NOAA did on the mussel beds. The project that you see before you is based on cleaning fifty beds. That works out to about seven thousand dollars a bed for those of you who want to do the calculation real quickly. The lion's share of that money is going to vessel contracts and to people from the spill area to go out and actually clean the beds. There will be some government people, i.e., DEC and NOAA people on site there, but in large part it's actually go out, and what will be done here is you physically remove the bed, you treat it like sod and put it off to the side, you take the contaminated sediments out from underneath, broadcast them around a bit, put clean sediment back underneath, put the mussels back in place. This is all in one tidal cycle. The mussels re-establish themselves before the next low tide. very efficient at this we've done three years worth of work now on this to make sure that this actually happens. The hydrocarbons

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that are underneath the bed when they're broadcast on the higher tidal like this dissipate very quickly. When the sunlight hits them, they get photo-oxidized, et cetera, it's gone. So it's just a question of moving the oil from one place to another and very quickly get it cleaned up and get rid of the potential source of contamination. There may be more than fifty beds that need to be done, there may be less. Let's say, we're waiting upon the results of the monitoring that NOAA did this year to actually figure out the exact number that we want to go out and hit. Let's see. next one we have is 266, shoreline assessment, oil removal. this project was originally written up, it was to do a full-blown assessment like we did this summer. Since then, we've gotten the results of this summer's shoreline assessment. The recommendations from that are that we focus on three things: one was mussel beds which we just covered, the other is to clean up the surface oil around the Chenega area, which appears to be stabilized and no longer being naturally cleaned, then the third one was to remove flagging, rebar, stakes, et cetera, left over from experiments that are no longer going on out there. The project is being re-directed towards that. The cost will drop accordingly. I'm sorry, I don't have it done yet, but that's where we're aiming at this, is to take that into account, the results that were presented at the last Trustee Council meeting from this project. Once again, the lion's share of the money will go to vessels and to people from those spill areas that actually do the clean-up. Twenty-five words or less on what they found this summer was that the subsurface oil in

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the last two years was reduced between forty-five and fifty percent. We think it's going to go away of it's own accord, but that the surface oil appears to have stabilized remarkably and it's going to require some assistance. Most of these areas are around Chenega, and we'd like to get in there and get rid of -- basically, what it consists of is getting in there and chopping it into fine little pieces and leaving it, and then it goes away pretty rapidly after that. It just needs to be broken up. It's in strong asphalt now, and it's not amenable to photo oxidation or microbial degradation or anything. If you work it into small little particles, it will go away pretty quickly. The other one that we have on here is '417, waste oil disposal facilities. Let's see. where's that project? It looks to be about 355, 354, somewhere in there. This project is the result of the public meetings that we I went to twelve of them, and in eight of the held last spring. communities they wanted something done like this so we came back and put this together. What this is, is it more or less parallels the idea of habitat protection. You're trying to reduce further insults to the critters that were injured out in the spill area. A lot of the smaller communities are saying they have trouble disposing of their waste oil. They were looking for some kind of assistance to be able to do this kind of activity. We looked around and found that there are waste oil burning facilities available that can be put into the smaller communities fairly cheaply. There's one operating, for instance, in Whittier now, there has been for quite awhile. This was to put in -- which been

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on an experimental basis in six communities, these waste oil burners, and have the community basically burn their waste oil rather than letting it get back into the marine environment, which has been an ongoing problem, as I'm sure most of you are aware, in the spill area and elsewhere in the small communities. It's hard for them to get rid of it. Yeah?

MS. McBURNEY: So this is to take care of liquid oil, but not necessarily oil that's sort of in pads or any solid waste?

MR. BRODERSEN: No, this is -- this is like for when people change oil in their fishing boats and their cars or whatever, to try and keep them from throwing it overboard, and then also it generates heat for some municipal building or wherever the facility happens to be close to. That gets me through the DEC's projects that weren't covered elsewhere.

MS. FISCHER: I have a question on that waste oil, on the waste oil disposal facilities. Now, it says here that local organizations definitely can apply for funding for this.

MR. BRODERSEN: Right.

MS. FISCHER: What do you do? I mean, you -- do they have to give you an estimate of what it would cost to put it in, or do you tell them what it would cost?

MR. BRODERSEN: We would work with the community to develop what the cost would be and how to get it done, et cetera. The -- part of the cost of this project is going out and working with the communities. It's not free to get into a lot of these smaller communities.

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did present, you know, a project quite similar to this, and the Trustees turned it down, and the one reason that we did present this was because the waste oil incinerator and disposal was in Valdez, you know, and it was during the duration of the oil spill, and it really wound up being a mess, but the Trustees turned it down. Why would they change on that opinion now?

MS. FISCHER:

Because I remember at one time that Valdez

MR. BRODERSEN: This one, we've been talking with the lawyers and have crafted it in such a fashion that, as currently constructed, they feel this one is legal, just barely.

MS. FISCHER: Well, I think this is --

MR. BRODERSEN: And we're trying to push the envelope to get some precedent set out there for doing these kinds of activities, quite frankly.

MS. FISCHER: Well, I think this is one of the better projects that will continue to try to keep our harbors, our bay and what have you clean, and I think it's good. I'm glad to see that there is a change there.

MR. BRODERSEN: Well, it is an attempt to be responsive to people that were talking to us at the public meetings too, to say this is not something the DEC came up with, this is something that --

MS. FISCHER: The local governments --

MR. BRODERSEN: -- the meeting folks said to us, we need these, and so we tried to figure out a way to accommodate it.

MS. FISCHER: Good. Okay.

MR. MUTTER: Mark, on the list here we have another project, 94423, Oil Spill Public Information Center.

MR. BRODERSEN: 94423.

MR. MUTTER: Yeah, it's got DEC --

MR. BRODERSEN: Oh, that's the Oil Spill Public Information Center. Yeah, that's -- DEC and Fish and Game will just be carrying the personnel and contractual obligations for maintaining the oil spill center that's right over here. Previously, that was in the executive director's budget as being split out as a separate project, and to identify the cost of that, make it little easier to see.

DR. FRENCH: Any guesses on how that cost will relate to last year's cost?

MR. BRODERSEN: They should be the same or less, much less actually because the CACI contract is being removed, one person is being deleted, some other facilities are being let go. I expect it to be substantially less.

MS. FISCHER: On the left, that's off the --

MR. BRODERSEN: That's the office that's right across the way here, the library right across the way.

MS. FISCHER: Does that include rent and that too, even though it's the BML (ph), sort of be decided or be (inaudible).

MR. BRODERSEN: The rent for the building as currently projected, they pay a quarter of it in that project since they have a quarter of the building.

MS. FISCHER: Oh, okay.

DR. FRENCH: You're also listed as lead on the executive director's budget, and since he's not here --

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MR. BRODERSEN: We're not lead on the executive director's budget.

DR. FRENCH: Would you like to add on that?

We're --MR. BRODERSEN: We have some expenses on it. the way the executive director's budget -- the executive director's office's budget is going to be set up is that there are six subprojects in it now. It will be the executive director's office in Juneau, it will be the operations budget here, and it will be -the Public Advisory Group will be one of the sub-projects. many (inaudible) three. The finance committee, which is being terminated, is another one. We have to include it to make sure we get a full fiscal year budget. I can't -- I'm not remembering them all, but anyway, it's -- what it is, is we're taking the previous four administrative pieces, which were the finance committee, the restoration team, the Public Advisory Group, the executive director's budget, rolling them all into one project. The initial cost of that project, of those four projects, the four this year that were initially proposed, was about five point seven million. I think when Jim gets all done with this, he's going to be somewhere around four point five million. He will have made a substantial reduction in it, in spite of adding some new people in He's tightening up how things are being done, getting rid of travel, trying to get more out of individuals, tightening up on the CACI contract, et cetera, et cetera, et cetera, for at least a million dollars savings and probably more by the time all is said and done.

MS. FISCHER: Okay. Any other questions? John?

MR. STURGEON: The question I have is on the mussel bed cleaning. If you don't clean it, what happens to the oil eventually? Does it disintegrate, or does it stay there, or does it change its state? What would happen if you don't do anything (inaudible)?

MR. BRODERSEN: Yeah, we thought it would disappear, that actually it would be attacked by microbes and be eaten, but it turns out that the mussel beds are such a thick mass that it prevents oxygen from getting down there. Most of these areas are toxic, it smells like hydrogen sulfide. Those microbes that use hydrogen sulfide rather than oxygen for their oxidative -- or their energy source are very slow-acting. We can take you out to mussel beds where you can flip it over and it smells like it spilled yesterday here, five years after the spill. It's just not disappearing. We're going to have to do something to intervene on this, or we're going to have to wait a long time.

MR. STURGEON: So these -- the oil is just not doing anything, it's not --

MR. BRODERSEN: It's just sitting there.

MR. STURGEON: It's sitting there?

MR. BRODERSEN: Yes, it's still fresh. It smells abominably.

MR. STURGEON: How many -- you mentioned a number of beds

you're going to clean. How many are out there (inaudible)?

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MR. BRODERSEN: The mussel beds in Prince William Sound are quite discontinuous. Some of the mussel beds we're talking are no bigger than this area that we're all looking at each other here. Some of them are even half the size of this, they're quite small. The problem is that these are the areas that the critters go to eat in when they can't eat anywhere else, there's a low energy area, the waves are not wiping them out when they're trying to get I do not have exact evidence that this is what's happening, but I can just paint you a pretty logical picture that it probably is what's happening. The cost is low, we can study it for ten years, or we can go out and just take care of it and be done with it, and the cost is a lot less to go out and take care of it and be done with it than it is to study it forever. There is a component of this that comes with NOAA, where we want to measure the areas of the oil concentration before and after to make sure that what we've done is actually doing what we think it's going to do. It's not a good idea to clean up something without knowing you've really cleaned it up, so that's the fair component of this is.

MS. FISCHER: Okay, Pam?

MS. BRODIE: Yes. Also about the mussel beds, you said it would be seven thousand dollars per mussel bed. That, I presume, is for DEC's costs?

MR. BRODERSEN: Our chunk is three hundred fifty thousand dollars.

MS. BRODIE: Whereas it's another seven thousand per mussel bed for --

MR. BRODERSEN: No, I don't think NOAA is quite that high.

MS. BRODIE: So the total would be about fifteen thousand?

MR. BRODERSEN: NOAA's component of this is two hundred and sixteen thousand dollars, some of which will go toward looking at the mussel beds that are cleaned, and some of that two hundred sixteen thousand dollars goes to other stations where they are doing some mussel monitoring just to try and figure out the health of mussels and from that the health of the ecosystem. The mussel, because it filters so much water, it's an incredibly good integrator of what's in the water. Worldwide, there's a mussel watch that's used to look for pollutants, et cetera, in the water, and so part of their two hundred sixteen thousand dollars is to continue that, and part of it is to monitor the before and after in some of these clean beds to make that what we're doing actually (inaudible).

MS. BRODIE: Isn't there any way that the cleaning of these mussel beds could be done as part of other trips to these areas rather than taking helicopters out to each site just to clean a mussel bed?

MR. BRODERSEN: When the actual cleaning is done, I would anticipate using vessels. NOAA moves by helicopter because of the people that they're using, and the few people that they're using

for the mussel beds, it's something of a toss up. I personally dislike helicopters because of having to depend upon the rotors going around to keep you in the air, so my preference is usually towards boats. Plus, when you're taking in a bunch of local folks to help clean there, like, for instance, if we were going to use the Chenega-ites to go in there, they would come out of Chenega by vessel, stay in the vessel over the low tides, clean it, and the next low tide you go on to your next site. If you're cleaning fifty beds, you're basically looking at fifty tidal cycles that you've got to go in and do this on. Using vessels or helicopters of convenience, if you will, is not a very likely scenario to get this kind of thing done in any kind of time frame. Out of a ten day period, you can generally work about five days, providing the weather isn't bum, because of the way the low tide is low some days and high others. There's a cycle through here. You can't work all You have to get in there when your opportunity arises and do it, and it's a comforting thought to think that you could do this using vessels of convenience, but it's not practical, it really isn't.

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MS. FISCHER: Are there -- James?

MR. KING: Well, I was wondering about the -- apparently the mussels themselves are taking up the oil, and what happens to it after it's consumed by a mussel? Does it continue to recycle as that mussel dies and --

MR. BRODERSEN: A mussel will slowly deteriorate the hydrocarbons off, once it no longer has the source of hydrocarbons

underneath it. It's not as fast as a mammal or something like that, but it will reduce its concentration of oil with time, and so the mussels themselves will flush themselves out when they're put back without this contamination underneath them and become healthy members of the environment again.

MR. KING: Are these mussels not healthy that --

MR. BRODERSEN: Well, I wouldn't go so far as to say they're not healthy, but when they have hydrocarbons in them, they contaminate other sources, other critters, other higher trophic levels, some of them.

MR. KING: And has there been any study on the effects of -- on the contamination of other --

MR. BRODERSEN: Oystercatcher, the harlequin, otters. I'm trying to think of other -- in the earlier years, there were some more done. Generally, this requires -- what's the polite term for -- you have to go out and kill the creature to be able to actually study it, once it's eaten the mussels. We try to avoid doing that, so there hasn't been as much done as some of the scientists would have like to have done.

DR. FRENCH: There's quite a bit of work on mussels and petroleum hydrocarbon contamination, and they'll stay alive but no, they're not healthy, but yes, and they don't turn over the hydrocarbons in the sense that a fish or a mammal does. They don't have the high levels of oxidated enzymes, so it mostly, indeed, is physical deterioration, and so yes, the mussels can't be counted on to turn over the oil by themselves.

1	MS. FISCHER:	Okay. Are we ready to vote on these	
2	projects now?		
3	MR. MUTTER:	94090.	
4	Ms. Fischer:	Pam.	
5	MS. BRODIE:	I'm torn on this one. I think it's	
6	important, but I am wo	uld like to have cheaper methods explored,	
7	so I'm going to vote no at this point.		
8	Ms. FISCHER:	Jim?	
9	MR. CLOUD:	You know, you can only buy seven acres per	
10	mussel bed. Yes, high p	riority.	
11	MS. FISCHER:	Jim?	
12	MR. DIEHL:	Yes, but a medium priority.	
13	MS. FISCHER:	John.	
14	DR. FRENCH:	Yes, a medium priority.	
15	MS. FISCHER:	James?	
16	MR. KING:	Medium, medium.	
17	Ms. FISCHER:	Mary?	
18	MS. McBURNEY:	Medium.	
19	Ms. FISCHER:	John?	
20	MR. McMULLEN:	Mid-range.	
21	Ms. FISCHER:	Sharon?	
22	MS. GAGNON:	Medium.	
23	Ms. FISCHER:	John?	
24	MR. STURGEON:	High.	
25	MS. FISCHER:	Chuck?	
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MR. TOTEMOFF: Yes, high.

MS. FISCHER: No. Next one?

MR. MUTTER: 94266 (indiscernible).

MS. FISCHER: Pam? (Pause) Pam?

MS. BRODIE: I'm sorry. I'm lost here.

MS. FISCHER: Page 6.

MS. BRODIE: Okay. We don't know what we're voting for here. We don't know how much money it is.

MR. BRODERSEN: It's less than eight hundred and sixty thousand, I'll guarantee you that.

MS. FISCHER: Okay, you're saying no, Pam?

MS. BRODIE: I'm saying no, and I -- until I know more about this, and why weren't they pulling out these rebars and doing the cleanup when they visited these sites before?

MR. BRODERSEN: A lot of these experiments are still ongoing. Part of the cost of this project, once we do get a cost to you, will be figuring out which ones are still in use and which ones aren't. It would be penny wise and pound foolish for us to go around pulling out rebar without checking first to make sure we weren't destroying some other experiments that the Council was funding. It's going to be a bit of an effort to make sure that we don't pull out existing stuff, and we're now getting into a winding down stage on a lot of these projects so it's time to get them out of there, but there has been a lot less, and a lot of it, quite frankly, is not from the Exxon Valdez process but the Exxon Valdez studies are blamed anyway, so let's go get them out of there and get rid of it.

1	1 MS. FISCHER: Okay,	Jim?	
2	2 MR. CLOUD: Yes, 1	nigh priority.	
3	MS. FISCHER: Jim?		
4	4 MR. DIEHL: Yes,	low priority.	
5	5 MR. FRENCH:	had the advantage of hearing Ernie	
6	6 Piper's presentation to the Tr	ustee Council on that, and I would	
7	say yes, high priority, as long as the money is redirected in the		
8	directions that Ernie recommended.		
9	9 MS. FISCHER: James	•	
10	0 MR. KING: I give	e this a high, high, although I felt	
11	1   like there was too much in the	budget, but that perhaps could be	
12	2 reduced.		
13	MS. FISCHER: Okay,	Mary?	
14	4 MS. McBURNEY: Medium	priority.	
15	5 Ms. FISCHER: John?		
16	6 MR. McMULLEN: This	Ls 266	
17	7 MS. FISCHER: Yes.		
18	8 MR. McMULLEN: tha	at we're discussing here?	
19	9 MS. FISCHER: Yes, P	page 6.	
20	0 MR. MUTTER: 942667		
21	MS. FISCHER: Yes,	310 in the book.	
22	MR. McMULLEN: Mid-ra	ange.	
23	MS. FISCHER: Okay.		
24	MS. GAGNON: Yes, h	nigh.	
25	5 MS. FISCHER: John?		
26	6 MR. STURGEON: Yes, h	nigh.	

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1	MS. FISCHER: Chuck?
2	MR. TOTEMOFF: Yes, high.
3	MS. FISCHER: No, since they're not sure of the budget
4	and they think it's lower.
5	MR. MUTTER: Okay. Project 94417, waste oil disposal
6	facility.
7	MS. BRODIE: I'm going to vote no on this one, and I'm
8	torn here because I do think it's a very good thing to do, but it
9	seems to me it's a bit of a stretch to do it with the oil spill
10	money.
11	MR. CLOUD: I vote yes with a high priority, and I
12	applaud the efforts of the DEC to make available a source for
13	people to get rid of their pollutants.
14	MS. FISCHER: Okay, Jim?
15	MR. DIEHL: Yes, with a high priority.
16	MS. FISCHER: John?
17	DR. FRENCH: Yes, with a medium priority. I don't
18	think it's really time critical, but it should be done.
19	MS. FISCHER: James?
20	MR. KING: I have a concern about the funding on this
21	one and the applicability, so I gave it a low, low.
22	MS. FISCHER: Mary?
23	MS. McBURNEY: For the sake of the communities, I think
24	it's a high priority, and I'd like to see a follow-up project,
25	perhaps later on, to deal with the solid voided waste.

MS. FISCHER: John?

MS. GAGNON: High. 2 3 MS. FISCHER: John? MR. STURGEON: High. I think it's -- to me, a real good 4 use of the spill funds, a good project. 5 MS. FISCHER: Chuck? 6 7 MR. TOTEMOFF: Yes, high. And I say yes, high, and think it's needed MS. FISCHER: 8 9 and long overdue. MR. MUTTER: The two projects that we didn't take 10 11 action on, then, at this point in time, are the executive director's office and the Oil Spill Public Information Center. 12 presume you don't want to take action since we don't have any 13 14 information, given the current reorganization? 15 MS. FISCHER: Jim is leaving here, and I just want to ask, we were going to ask if anybody had any suggestions on new 16 17 projects. Jim, do you have anything? MR. CLOUD: No, I don't. 18 If you have anything for 19 voting, like any resolutions or anything, Sharon, representing Lew 20 Williams, has my proxy --21 MS. FISCHER: Your vote? MR. CLOUD: -- and Vern McCorkle's. 22 23 MS. FISCHER: Okay. I'm sorry I have to leave early. 24 MR. CLOUD: 25 MS. FISCHER: Shall we take a five minute break since the director is here? Yeah, okay, we'll take a five minute break. 26

Mid-range.

MR. McMULLEN:

We'll take a five minute break, and then we'll come right back in five minutes and listen to the director, and then we should be able to dismiss the meeting.

(Off record at 2:55 p.m.)

(On record at 3:00 p.m.)

MS. FISCHER: I'm going to call this meeting back to order. Eric, could you poke your head out there and get Jim in here? (Pause) Mr. Ayers, we've come back to order now (inaudible).

(Pause)

MR. AYERS: I apologize for my delay, and actually that of Dr. Spies. He just left in Washington, D.C., I guess, late last night, but I understand that you've made progress without us, and I appreciate that. There are a couple of things that I would mention. One of those is that I appreciate also the fact that you have looked at projects with a critical view of: are they clear, is it understandable, what are they going to lead to, how much money does it really take, and in those areas where there have been questions, it's my understanding you've also raised questions about those, which will help us in trying to get information together before the Trustee meeting. I don't want to take up your time, I talked some yesterday, but I would be happy to answer questions if any of you have questions of me at this point.

MS. FISCHER: Does anyone have any questions?

DR. FRENCH: Yeah. Specifically with respect to Project -- I think it's 94199, what used to be the Seward Sea Life

Center, which I guess now is the vehicle for research infrastructure development. Could you enlighten us at all about what's been going on there in terms of the discussions and the current intent of that project?

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MR. AYERS: Well, yes, I will. I'm a little disappointed that, as a member of the University, the University hasn't advised you --

DR. FRENCH: Well, I'm aware of some. I'd like to hear it directly from you though.

MR. AYERS: If we were starting today, one of Okay. the things I think we'd want to know is what kind of capability do we have to conduct monitoring and research, and one of the things that I find flabbergasting is that we do not have such an inventory, nor have we looked at what it is that we have in order to go conduct what it is we want to do. So, what I did with that particular project is ask Kim Sundberg to engage in a look with the various resource agencies and others and what kind of resource and research capabilities would we like to have, do you we need to have, in order to look at the long-term monitoring research of the injured species, since that is what we're supposed to be doing, and then what gaps do we have that could be accommodated by this facility that's being proposed, if in fact they want us to give a portion, or contribute a portion, monies to that facility. So we -- I had Sundberg meet with a variety of people from Fish and Wildlife Service, from NMFS, from ADF&G, and the University, and engage in a discussion paper of are these generally the things that

we think we ought to be looking at with regard to -- I'm going to say the spill area, and then we can talk about ecosystem if you want to, and what is it that we need to have in order to feel comfortable that we have the facilities necessary to conduct those. Secondly, what is it that we can do to help integrate the research? And let me say one of the things that I'm concerned about. We have millions of dollars worth of proposals, as you now know, and as you've probably seen in the past, and I'm just now seeing. On what basis are we deciding which project ought to be funded, and does it get a hundred thousand or two million? I'm not clear on how this monitoring is being integrated. If you go over in the library right now, there's not copies of the damage assessments over there. There's very little over there about what monitoring has been going on and the millions of dollars that have been spent. Where is this being integrated? As a member of the public, and what I heard you say is where has the money gone, I can't remember who it was last time but you had a unanimous agreement. I want a member of the public or a scientist or a resource manager, and in some cases one person may be all of those, to be able to walk into a facility that we have at some point after we've spent six or seven hundred million dollars and be able to sit down, and if they want to know what's going on with sea otters, type in sea otters and find out what the damage was, where that is, what's going on today, what do we know about them, and what's the current monitoring or research project going on, and have that in some central location, maybe not the hard copy, but certainly an update and status report. That is

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another thing that I think needs to be housed someplace. We spend a half a million dollars a year on that -- on the library across the hall, and yet it is not integrated into our program. My view is that that ought to also be integrated into a marine research Seward is the place for two reasons. I'm trying to institute. stay on task here. Two reasons, at least. One, they have now got twelve and a half million dollars of state money and approximately three and a half million dollars of other money headed towards them anyway with which to construct the facility, and secondly, it is road, train accessible to the majority of the population of the people of this state and certainly anyone else coming into Anchorage as the hub. And let me also mention that it is in the spill area, whether we like it or not, and I -- you know, I understand that it's not -- it's not in the -- located on a primary spill site but it is in the spill area by legal definition. So my view is the research institute needs a -- needs to be accomplished someplace, but before we get to that, we need to know what we have, and it needs to get coordinated a little better, and then we need to fill the gap.

DR. FRENCH: Yeah, if I can respond to that a little bit?

MR. AYERS: Sure.

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DR. FRENCH: I guess my biggest concern is that a lot of time and investment has been put into certain -- developing the infrastructure of other sites, including the one I direct in Kodiak, and that in many cases the cost-effectiveness of addressing

certain of the restoration initiatives can be done most effectively by using multiple sites as opposed to an individual site, and I'm not opposed at all to having a single marine research institute umbrella, whatever we want to call it, to oversee everything and piece it together and be the Seward Marine Science Center and Fisheries Center, both under the same direction of the School of Fisheries and Ocean Sciences. What I am concerned about is deciding that everything needs to be focused just in Seward simply because it's in Seward, when there are other appropriate locations, and indeed, there have been a lot of planning and a lot of other dollars to make it more cost-effective to put some of those things in other locations.

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One of the reasons I asked Kim Sundberg to MR. AYERS: withdraw, I just got a fax of a paper that he drafted yesterday. I want -- and I don't know who the University has assigned to it, but I want a representative of each of the groups to take a look at that draft. You could read the draft that he has now described as what kind of research we need to go on in total from intertidal research all the way up to marine mammal research. You could read that document and assume that we're doing exactly what you are suggesting we not do, and I agree with you that we do not need to focus all aspects of this to -- there are other institutions that are conducting research, Prince William Sound Science Center, NMFS conducts a lot of their business out of Soldotna, Kodiak. It is not intended -- certainly, it's not my intention, Seattle. and I've said this now to Kim, that, for example, you move all of

that activity, or even focus it in one place.

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Well, once again, over the last eight DR. FRENCH: years the National Marine Fisheries Service has been looking at increasing both their research and management capabilities in the Kodiak facility, and then suddenly we're saying no, we don't want this in the Kodiak facility, let's stick it all in Seward. When that's no longer with consistent with their -- what consistent with their management strategy may be consistent with their research strategy or it may not be, but it's certainly not cost-effective with respect to what planning has taken place and what funds are already in position and what lands have already been identified and donated and all the rest of these things. said, there's a lot of cost arguments that make a diversified geographical set of centers, or center and satellites make a whole lot more sense than just stick it all in Seward, which is indeed a site that has many weaknesses, including the fact that it's a tidewater site. I -- just one other quick question. I was aware of the Seward meeting. I was -- never been specifically aware of who was representing the University, and I know I should know that, but could you enlighten me on that?

MR. AYERS: Well, the person that intended -- that engaged me in the first conversation, and the person that attended the meeting last week was Dr. Komisar.

MR. FRENCH: Okay, yeah, and I have talked to Jerry Komisar and he didn't mention specifically that meeting but, okay, he was present?

MR. AYERS: Yes, he was present during the entire meeting. He actually had a draft, and I assume -- I assume he still has it, but it's a draft of an overview, and what I asked was that Kim Sundberg work with a representative of each of the agencies and then ferret out, if I can use that term, what aspects -- Fish and Wildlife Service talked about the need to have some sea bird, shore bird, even, facilities. There was talk about wet tanks, but they talked about a very limited scope and then intercreation of the information that we have as opposed to what you're suggesting, and I agree with you.

DR. FRENCH: Yeah, I'm comfortable with the position that Jerry Komisar has been promoting. I've talked to him about that as recently as yesterday morning.

MR. AYERS: I don't know where Kim Sundberg is, but I'd be happy to have you talk directly to Kim Sundberg and get a copy of his most recent draft, and one of the reasons I didn't want to get a hundred of those drafts floating around is because it's not — it needs to have your input before it gets further. And so, Eric, if you wouldn't mind making sure that John gets in touch with Kim and that there's some kind of work —

MR. McMULLEN: Madam Chairman?

MS. FISCHER: Yes.

MR. McMULLEN: Just a comment, Jim. I was concerned about some of the same things that John was. All I have in my mind was what the Trustee Council members were saying themselves when they said rewrite this project, and that research must be here, you

know, this must be written up as being the hub of research in this part of the world where, as you know, we have research efforts ongoing in the Sound and facilities and logistics programs set up there where -- I appreciate your feelings about research being able to be conducted in different regional areas rather than administered out of one place.

MR. AYERS: The North Pacific is a big place.

MR. McMULLEN: Yes, sure.

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Let me say one other thing. I think one MR. AYERS: of the best investments of money that I've seen so far are the two different situations where we've spent money to get people in a round table discussion and talk about what the hell it is we are doing before we go do something else, and we did that with -- with public members, and we paid for it, and my view is that participation of the public with scientists, and getting them in a room talking about what is it that happened, and what is it that we're doing, and what do we think we need to do next, I think has been one of the best investments, and I intend to do that at least a couple more times before we say what it is we're going to actually do in Seward. I do think we ought to do some things in Seward, and I think -- for those two reasons that I mentioned awhile ago, the fact that they have fifteen million dollars already notwithstanding in which to pour the concrete and do some things. But I think John French, as well as the average fisherman on the street in Cordova, ought to have some say so about how they think this is all integrated into a package.

MS. BRODIE: I think you're taking a very rational approach on this, as other people seem to be, and I'm really pleased. I'm feeling certainly better about this project after hearing this, but I'd like to know the timeline of the decision making. It seems like something that's important enough and expensive enough that people had really better understand what they're voting for if they vote for it, and I don't see a reason why, on January 31st, the Trustee Council needs to make a decision about this. What is the timeline for the decision making?

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Well, one of the things that I'm learning MR. AYERS: quickly is that there -- first of all, that the six Trustees can change at any time, and that at no time should I assume that I know what it is that they want to do in an official act with an expenditure. I think generally I'm touch with them enough to know how they're feeling about policy. Timeline, I think that January 31st -- that the Trustee Council does need to take a look at what the concept is and get the concept clarified, and then say yes, we want to go forward with that concept, and we need to give them a ballpark amount of money, which was a frustration at the last meeting. I think that, you know, it's going to need an environmental assessment, it's going to take some continued conversations, so my view is that on January 31st the project will be a little more defined and that includes some numbers, and then, probably, you know, a recommendation to them that they approve an EA and some other conditions and some more details be brought back to them at the next meeting. I don't have that in writing. Ι mean, you know, I need to see some more, but generally, that's what I'm thinking. The timeline is for conceptual approval at this meeting, and it will be brought back to them at their next meeting. Yes, sir.

MR. KING: We went through all the '94 proposals this afternoon, as you know, and voted on them, and in most cases I took a very conservative approach that I — in view of hoping to save money, I was worried about the compatibility with the first and the ninth policies that — from a draft plan, that is the ecosystem approach, and the funding of agencies for projects that they are really responsible for. The reason I was conservative was that the last time we met, this group, we passed a resolution regarding an endowment fund, and I feel that we need to think about that. We haven't talked about it much today, but I wonder if you should bring us up to date on anything that might be going on in that line.

MS. FISCHER: Well, you know, we asked about adding any more projects, so maybe this is something you could bring up for the group to discuss, James. I mean, for everybody to bring out, but I would like to hear Mr. Ayers' remarks too. I'm going to turn the chair over to somebody else. I need to leave to try to catch my plane, hopefully, if I can get into Valdez, so John, John French or somebody?

DR. FRENCH: Sure, I'll be glad to.

MS. FISCHER: Okay. I do want to make a comment before I leave. I enjoyed the restoration update. I like the idea of

this newsletter coming out on a fairly frequent basis, I believe it's going to come out on. I think it's informative and good for us. I feel we'll keep up with things without going through a lot of paperwork.

MR. AYERS: L.J. and Molly are primary organizers and authors of that, and it's through their hard work, and we are committed, we are going to spend the energy and the money to make sure that there's a regular communication with the public.

MS. FISCHER: Thank you. You all have a happy New Year.

MR. AYERS: Thanks.

DR. FRENCH: Did you want to say anything more about endowments?

MR. AYERS: I didn't know if you wanted me to respond to the question or not.

DR. FRENCH: I think if you can briefly. I mean, I know you did some work on it by telephone yesterday.

MR. AYERS: So don't give that long, expanded answer on it.

DR. FRENCH: Not at this point.

MR. AYERS: Yeah, I understand. I got the message. I think endowments will have a serious legal problem, and we're researching it, and I think the answer is to begin to talk about the importance of monitoring and research for -- to ensure recovery and restoration, and that requires at least a reserve to get through that long-term research and monitoring requirement, and I am focused on it, and I am personally, now, with the input from the

scientist, personally of the mind that it needs to be established.

I don't know how much.

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MR. KING: Is there going to be a way to fix the legal problems?

MR. FRENCH: Maybe we'd better go back to some formality. Mr. Chairman, Mr. King.

MR. AYERS: Yes, I think so. There are two avenues. One is to build it within the confines of the existing legal decree. The other is -- actually, there's three. The other is to go to court and have a discussion with Judge Holland about how to depict 2001, and then the third aspect is simply to go to Congress and -- which I think will be much more difficult than either of the other two. But yes, there's three different ways to --

MR. KING: Well, thanks, Jim.

DR. FRENCH: Okay. I think we should try to wrap up our agenda here because I think other people are trying to --

MR. STURGEON: Mr. Chair?

DR. FRENCH: Yes. Yes, go ahead.

MR. STURGEON: A little different topic, Jim. One of the things that have been bothering me, I guess, as of late, is the whole acquisition project. I would guess it's one of the larger expenditures of all the projects, at least in one total. One of the frustrations I have, I guess, is that one of the rationales for purchasing a lot of this habitat is to prevent it from -- habitat from being damaged, I guess is the term you used in the book, and at least a couple that have went through, that damage has been

basically defined as timber harvesting, and there's other damages that they talk about and some of the other acquisitions. There are those villages and private landowners in the spill area who have said, gee, we're concerned about the spill, we want to help the restoration process, but I'm sorry, we're not interested in selling our lands. That's something that's very important to us, or in other cases, they're not interested in selling the timber resources or whatever, and those are the decisions that villages have made. I guess one of my frustrations is that, although we've approached the staff and Trustees on several occasions, that they look at maybe working with these private landowners who have decided to develop their lands, yet really nothing has come of it, and an example is, I would say, would be like the sequence of timber harvesting, for example, the added buffers along streams. There's places like on Montague Island that have still -- used to have big fish runs, and they're basically gone because of the earthquake. There is -- if there There's restoration work that can be done. are areas that are nesting sites for marbled murrelets, for example, that should not be delayed for a few years, and harvesting shouldn't be delayed for a few years. We don't know what those are, no one's approached us. I guess there's just dozens and dozens and dozens of examples I could bring up of things that can be done for people that have -- the villages and the private landowners that have decided to develop their lands but are also concerned about the -- helping the restoration process. I see a lot of energy going into buying habitat, and I guess I -- if it's

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critical habitat, something that's important, I don't have any objection to it if it's critical, but it just seems like there's a lot of opportunity to be working with those people that have decided to develop their lands, and there's really -- there's nothing in all these projects, nor have those people been approached to do anything with management. You know, another example is that if you want forests to come back faster after they've been harvested, you can bring in different species to plant You can bring in species that would -- instead of commercial species, you could bring in species that would help wildlife. I mean, there's just dozens and dozens of things, and I quess there are some of us that believe that you can develop areas of Alaska and still minimize the impact on the environment, and I think that we're not looking at putting our hands out looking for money, we're just saying, we seem to have been lost in the equation here. There's a lot of activity going on. My particular company, we're logging on Afognak Island a lot, we're logging on Montague Island, we're going to be logging on Knight Island, and there's just a lot of things that could be done that we're willing to work with, and I'm sure the other landowners are the same way on I guess I -- I guess you spoke on this a management type things. little bit yesterday. I guess there was some confusion, but I'd just be interested in your thoughts on that.

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MR. AYERS: Mr. Chairman, Mr. Sturgeon. I didn't understand the question yesterday. I was on the teleconference, and actually there was quite a bit of discussion. I agree. I'll

check into it. I made some notes yesterday based on what was said. There were some things that I thought had gone on that hadn't. I think, certainly, one of the things that is happening in other places with regard to restoration -- let me say that when you look at Commencement Bay down in Oregon, or you look at what they're doing in Newfoundland, or whether you look at what the court said, and primarily it's a result of circula (ph) as well as what the Habitat protection is a primary component, but scientists sav. with -- of restoration. With habitat protection certainly comes a lot more than acquisition, and it seems to me only reasonable that we would do an approach, both in information, an aggressive information effort with regard to both small parcel and large parcel, perhaps even workshop and publication that talks about ways to address the issue. The issue of marbled murrelets bothers me a I have been reading a quite a bit about that, you little bit. know, just because it's -- this whole business about its nesting habits, and the concern about marbled murrelets. You know, it looks like we could get into even more trouble with the marbled murrelet if we're not careful, and certainly we ought to be spending some time helping you and the industry, through the public, to take a look at what can we do with marbled murrelets. Certainly, buying hundreds of thousands of acres, if there's a more efficient way to do some protection there, or buying -- acquiring habitat and at the same time having an integrated approach that includes helping people understand what forest management practices might be utilized to better protect habitat along with acquisition.

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I think other things you'll need, a MR. STURGEON: monitoring enforce practices act, for example. I know the DEC and EPA are having trouble with funds, and in fact we're helping to fund it ourselves, and those are things that would be very helpful to show how compatible the government is with the resource protection, coming up with new methods and new technology. I mean, the government is going to continue in the spill area for a lot of these corporations, and in our company, we've got another forty, fifty years of harvesting, like on Afognak, depending on how fast we do it, so this really is something long-term that can be done. There's other people in the same boat as we are, and it just seems like if some energy could be put in to see how we could make these development activities as compatible as possible, and in fact, maybe even help the restoration process by doing something a certain way or doing something else, I think it would be -- in fact, I'd like to see a proposed project -- some kind of a project for 1994, it it's not too late.

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MR. AYERS: A public information project, I assume?

Not a technical -- we're not talking the science and technology center grant and putting up ten million dollars to have people go start developing the BAT?

MR. STURGEON: Well, I'm not sure. All I'm saying is that if these activities are to continue as we talked, and if the things that are being done up here are slowing down the restoration process, the way it's worked is if you're a private landowner and you said -- or they asked you, are you a willing seller, and if you

said no, it's like you had leprosy. You've never heard from the Trustees again or the staff again. But the development continues, and in fact, they really believe that the activities that we have -- have some effect on the restoration process, or the restoration of the Sound or the spill area, then I would think that they should approach those landowners and say, okay, you chose not to sell your If you're interested in trying to minimize the impact, if land. you're trying to help the restoration process, here's some things that you can work on or here's some ideas, and we will work with you on it. But, you know, like if we've asked for that help, and we have not gotten it, and it just seems to me that there's so much energy and so much money going into the actual habitat acquisition, and the rationale being habitat protection, yet where there's actual activity going on, it's like it's in some kind of nevernever land that people pretend isn't there anymore.

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DR. FRENCH: Okay. I think this discussion could go on for days, and I -- it's an important discussion, I don't want to cut it off, but I do want to make sure we want to get through our agenda. There are a couple of other items we have left here, the first one being the deferred projects. We deferred '199, the Alaska Marine Research Center. Does anyone wish us to take any action on this at this point? Okay, seeing none, does anyone wish to bring forward any other new projects that were not in the work plan at this time? Chuck?

MR. TOTEMOFF: Yeah. I mentioned yesterday the recreation projects that did not get written up as part of the

workshop that was conducted in November, and I'm just wondering what the status of those projects are. We were told that the first time projects would be written up and presented in the 1994 draft work plan, but they were not. The Trustees, I believe, are going to receive a final version of this in April of '94, but I think that will have been too late for consideration for '94 funded projects. Whether they decide to fund them or not is in question, but we'd at least like to get them written up and presented to the Trustee Council, before the 31st preferably, but that probably won't happen. I think the first four projects were written up, and they are in the draft 1994 work plan. What I'm asking for is Projects 5 through 10 to be written up.

DR. FRENCH: Mr. Ayers, any comments?

MR. AYERS: Mr. Chairman, Mr. Totemoff, I know that there was a report that was to be done summarizing the survey regarding the recreation program that Veronica Gilbert was working on. Molly, do you know about an additional list of projects? I mean --

MS. McCAMMON: Well, there was a list of the best ten projects that was out, and the first four or five --

REPORTER: Would you please speak into the mike?

MS. McCAMMON: Okay. There was a list of about ten projects that was developed and included in the work plan, and this was a decision that was made, I believe, in early November, before we came on. There were four or five projects that were included in the work plan, and those are listed -- Projects 94217, 94200,

94316, Prince William Sound area recreation implementation plan, public land access and 17B easement identification, the shoreline trash cleanup for the oil spill area, shoreline assessment and oil removal, the leave no trace educational program, and the recreation information center at Portage. I'm not sure at this point what the status of the additional projects are. It's my understanding they were pending completion of a recreational survey that was — that's been taken in the last year, and development of that — a report on that survey, which is supposed to be done, I believe, in March or April, and then at that time, those — the additional list of projects were supposed to be further developed.

DR. FRENCH: So they are still moving forward?

MS. McCAMMON: They are still moving forward, yes.

DR. FRENCH: They're probably moving forward at a time frame that will be too late for the '94 work plan.

MR. AYERS: Let me respond to something, Mr. Chairman and Mr. Totemoff, because we've talked about this actually once before, not these projects specifically but your ideas. One of the things that the state did do is that the state invested a large sum of money into recreation out of its share of criminal settlement funds, and I have asked Neil Johansen from the State Park Service to come to the Trustee Council meeting and talk about what they're doing because they're just now developing their plan of what they're going to do with that money, and it is — you know, it's more than five million dollars worth of funds that's available for the very things that we're trying — that I understand are proposed

within the recreational report. What I've asked is that we try and get those two things together, and then we'll see what the gaps are, but I think we can help give guidance there, and I don't know that I'm interested in starting to plow a lot of money into parallel efforts at this point. As a matter of fact, you're going to see me become, hopefully, as conservative as Mr. King, assuming that I can live through it.

DR. FRENCH: Mr. Totemoff.

MR. TOTEMOFF: Yes. My concern was -- is that everybody that was in that recreation workshop spent a lot of time, money and effort in trying to develop their proposals, and we were told going in that the first time would be written up. That's all I'm asking for is some assistance to get the other five proposals in a written up form so maybe we can have something that's presentable when the DNR minds come along for recreation.

DR. FRENCH: It sounds like most of them are moving forward, and that they're not lost, they just may be lost for this particular cycle. As long as they're not time critical, that may not be too detrimental.

MR. TOTEMOFF: Mr. Chairman?

MR. AYERS: Mr. Chairman, Mr. Totemoff, I'll tell you what I'll do. I'll personally investigate it before I leave here today. I'll find out what the status of those other projects are, and I'll make a decision about whether to write them up or not, and if I decide we're not going to write them up, I'll tell you why.

DR. FRENCH: Do we have resolutions on any other

projects that might be of interest the '94 work plan, like relate to endowments? Sharon?

MS. GAGNON: (Inaudible). It seems to me that we have recommended very highly, and it should seem to be in agreement with the idea of a reserve of some sort, which we have phrased in terms of endowment, in order to assure long-term work that is necessary to this whole endeavor. I think that most of us were hoping that this would be reflected in some way in the '94 work plan, and if the group is in agreement, I would certainly be happy to put forth a resolution to that effect, that we would -- like the Trustees, that would resolve that the Trustees include in the 1994 work plan, and endowments or reserve fund which would ensure long-term monitoring the spill area. And then I would like for that amount to be in the amount of thirty million dollars.

DR. FRENCH: Is there a second?

MR. KING: Second.

DR. FRENCH: There is a resolution on the floor, it's open for debate.

MR. KING: Did we pass a resolution to this effect at our last meeting to --

DR. FRENCH: We passed a resolution supporting the endowments in general in the framework we put forward. We recommended dollar amounts, but that was in a general context as opposed to specific to the '94 work plan. Yes, Pam?

MS. BRODIE: I really think that we have debated this question exhaustively in previous meetings, and made a clear

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recommendation to the Trustees, and I do think that this is going over the same ground that we've been over and, in fact, the Trustees, as long as they don't spend all the money there is essentially a reserve, and it may be more than thirty million dollars that they're going to have in reserve. I don't think -- I would oppose this motion because I don't think it's necessary.

> DR. FRENCH: Jim, I mean, John.

Yes, Mr. Chairman, I can't vote for this MR. McMULLEN: motion at this time because I don't know -- I can't remember what previous action we took but this may be in conflict with that.

It's in the minutes package, if you want DR. FRENCH: to refer to it. I don't believe it's in conflict, but --

Mr. Chairman, it's not my intention to MS. GAGNON: introduce anything that's in conflict with what we did before. I was hoping I was saying the same thing. What my intention was, was to have this addressed in the '94 work plan. That's the intention of my motion.

> DR. FRENCH: Mary, did you have a comment?

It's just that I think this is quite MS. McBURNEY: premature. At this point, we haven't received any recommendations back on what these -- what these options are for other sorts of long-term funding, which is part of the action that we did take at our last meeting, was to examine a range of options.

DR. FRENCH: I think the term reserve fund is about as general as you can get. Any other comments? Mr. King?

> I see this as important in the context of MR. KING:

a lot of things that we have been talking about today, developing continuity in programs for which we have all expressed interest in, one year or one to five year projects, and knowing full well that every question you answer leads to two more questions, I'd like to speak in favor of starting to set up this reserve, which would in some way be built into an endowment that would go on answering academic questions and management questions for the very type of projects that are in this '94 plan indefinitely because I don't see that we're going to answer these questions, even though we're looking at a lot of really good projects this year.

DR. FRENCH: Our previous resolution, as I recall it, referred to an endowment to support the objectives of the restoration plan. Is that more or less consistent with the proposer's intent here?

MS. GAGNON: Yes, although I think that Jim has alerted us to the fact that that may take another form.

DR. FRENCH: Yeah, but I mean, you're not trying to limit the uses of it at this point?

MS. GAGNON: No.

DR. FRENCH: Any other comments at this time? I guess we should take a roll call on it, Doug.

MR. MUTTER: Okay. Pam Brodie?

MS. BRODIE: No.

MR. MUTTER: Jim Cloud? He's not here.

MS. GAGNON: Yes (inaudible).

MR. MUTTER: Jim Diehl?

1	MR. DIEHL: N	0.
2	MR. MUTTER: De	onna Fisher. John French?
3	DR. FRENCH: Y	es.
4	MR. MUTTER: J	im King?
5	MR. KING: Y	es and yes.
6	MR. MUTTER: F	or Rupe Andrews?
7	MR. KING: F	or Rupe Andrews.
8	MR. MUTTER: M	ary McBurney?
9	MS. McBURNEY: No	o
10	MR. MUTTER: J	ohn McMullen?
11	MR. McMULLEN: N	o, without further consideration.
12	MR. MUTTER: J	ohn Sturgeon?
13	MR. STURGEON: Y	es.
14	MR. MUTTER: C	harles Totemoff?
15	MR. TOTEMOFF: N	o.
16	MR. MUTTER: A	nd Sharon?
17	MS. GAGNON: V	ern McCorkle and I both vote yes.
18	MR. MUTTER: T	hat's great.
19	MS. BRODIE: I	have some more questions for Mr. Ayers.
20	DR. FRENCH: O	h, before we get to that, are there any
21	other resolutions related	to new projects for the FY94 work plan?
22	None? Okay, go ahead.	
23	MS. BRODIE: T	hank you. In our discussion and voting
24	on these projects, we tr	ied as best we could to consider the
25	importance of the project a	nd the and whether the cost seemed to
26	be justified, but I for on	ne, and I think others would agree with
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me, were concerned that we don't really know whether these price tags are appropriate, and if perhaps they might not be done for less money, and of course the more expensive the project is, the more we're concerned about that, and I would like to offer a motion, I guess, that we encourage the staff to take a hard look at the budgets, especially the budgets of the most expensive projects, and try to make these projects as efficient as possible.

MS. McBURNEY: Second.

DR. FRENCH: I'm not sure whether you expect a response from the executive director or not.

MS. BRODIE: I wasn't starting thinking that I was going to offer a motion.

DR. FRENCH: I guess that since it's a motion --

MS. BRODIE: But maybe that's what I want.

DR. FRENCH: I guess that since it's a motion, we should open the floor for debate. Any comments?

MS. BRODIE: I'll say a little more. In particular, the Prince William Sound project, the five million dollars for the ecosystem project which got very enthusiastic support here from myself and I think everyone else, but we're not -- at least, I'm not sure that it's developed enough yet to justify the five million dollars. That may be the right amount, but it seems to be still in very early stages. The research institute in Seward certainly is very squishy in terms of numbers. The hatchery is another big one. It may be the right amount for the hatchery, but I'd like to have the somebody outside of the aquaculture association looking to see

if there aren't any ways that that could be done any more cheaply, and anything else that's a big ticket item like that.

DR. FRENCH: Jim?

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MR. KING: I just want to say, Rupe and I are in favor of this, and have been voting this way all day.

DR. FRENCH: Mary, did you have a comment?

Well, it was just going to be an editorial MS. McBURNEY: comment, kind of a follow-up on Pam's previous comment. In some of my deliberations today, I consistently ranked many projects as a lower priority, primarily because of budgetary considerations or the -- some questions that weren't really answered to my satisfaction as far as possible overlaps between different projects, and one that I'm just going to throw out for comparison is just the -- the cutthroat and dolly habitat restoration in Prince William Sound has two sites that are identical to two other sites that appear in another salmon enhancement project, and I know that there are a number of areas -- well, again, going back to a shoreline assessment, I believe it was for marbled murrelet habitat, that had a component that seemed as though it should have also been under the umbrella of the habitat restoration assessment process, and I would like to see maybe a few more efficiencies taking place in those budgets and those overlaps.

DR. FRENCH: John McMullen.

MR. McMULLEN: With the change of administration within the Trustee Council process here, it has come to where I think there's a very visible concern and interest in the integration of

projects, getting better efficiency from, you know, with the amount of money spent, and so I think your motion, you know, speaks to processes which have been already adapted, at least in concept, and by the administration, as I understand it.

DR. FRENCH: John Sturgeon?

MR. STURGEON: Yeah, I think this is a related issue. I think one of the things that bothers me about the budget sometimes, especially the larger ones, that a couple of times where there have been some cases of duplication, also where agencies have taken work that they would normally do without an oil spill and plug it in to be funded. An example is the bald eagles nesting study. Well, that's what the National -- the U.S. Fish and Wildlife Service does as a matter of business, and trying to get it funded from the oil spill is to me not quite real ethical, and there's a doubling up of the killer whale study we discovered today, and those things kind of hurt the credibility of all the projects, so I would ask you to look -- have your folks go through those real closely.

DR. FRENCH: I'd like to ask for unanimous consent on this resolution. Any dissent? (No response) Okay. Yes, Pam?

MS. BRODIE: I'd also like to offer a motion from the Public Advisory Group in appreciation of former Attorney General Charlie Cole for the enormous amount of hard work and dedication and -- hard, effective work and dedication that he's put into making this settlement process work.

MR. STURGEON: I second that.

DR. FRENCH: I ask for unanimous consent with our

wholehearted support for that resolution.

SIMULTANEOUS VOICES: Aye.

(Unanimous consent)

DR. FRENCH: Anything else? Doug?

MR. MUTTER: Well, before you adjourn, I have just a couple of quick items to go over.

DR. FRENCH: Anybody have anything else before we close? Dr. Spies?

DR. SPIES: Yeah, I'd just like to say that we're going to transition here with a new director, and I've been trying to support him in the process of getting in and trying to come up to speed very quickly in this process, and he asked me to try to have my comments for everybody the 18th of this month, and I think it's unfortunate in a way that I wasn't able to be here with full sets of comments, and I apologize for that, but we're kind of going through an awkward period now and I hope that you'll understand, and I think they could go much smoother next time around and, you know, much better interaction.

DR. FRENCH: Yeah, I think we all certainly concur with that. You missed a lot of negative comments about us not having access to your comments yesterday, but yes, we -- I think we all sympathize and with the time frame, it's really compressed, yeah.

MR. AYERS: (Indiscernible -- simultaneous conversation) we're having a meeting tomorrow and the next day to try to put some kind of framework within this process and give it more structure from the inside out, and that's (inaudible).

DR. FRENCH: Anything else? Seeing none, Doug, go 1 2 ahead. Okay. First of all, those of you who are 3 MR. MUTTER: travelling, please get your travel vouchers in as soon as possible. 4 5 As part of the transition, we're going to make some changes in how we do the travel, and it would be helpful if we get all the past 6 7 travel cleaned up within the next few weeks, so I'd encourage you to do that. And if you have any markup sheets that you want to 8 leave here for me to compile and forward to the executive director, 9 10 why, you can do that and/or send them in with your written comments 11 next week. 12 DR. FRENCH: I guess frequently we end with some kind 13 of discussion of the next meeting. Is there anything related to 14 that at this point? 15 MR. MUTTER: I think -- Jim and I spoke, and I think 16 what we want to do at this point is not schedule the next meeting 17 until we know what the work plan is going to look like and how the 18 Trustee Council is going to operate and then schedule something for 19 later, maybe early summer. 20 DR. FRENCH: If nobody has any other comments, I quess I'd entertain a motion to adjourn. 21 22 MR. McMULLEN: So moved. 23 MS. BRODIE: Second. 24 DR. FRENCH: We're adjourned.

(END OF PROCEEDINGS)

(Adjourned at 3:50 p.m., January 12, 1994)

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## **CERTIFICATE**

STATE	OF ALASKA	)	
		)	SS
THIRD	JUDICIAL DISTRICT	)	

I, Linda J. Durr, a notary public in and for the State of Alaska and a Certified Professional Legal Secretary, do hereby certify:

That the foregoing pages numbered 03 through 416 contain a full, true, and correct transcript of the Exxon Valdez Oil Spill Settlement Public Advisory Group meeting taken electronically by Ladonna Lindley on January 11 and 12, 1994, commencing at the hour of 9:30 a.m. on January 11, 1994, at the Restoration Office, 645 G Street, Anchorage, Alaska;

That the transcript is a true and correct transcript requested to be transcribed and thereafter transcribed by me, Sandy Yates, and Angela Hecker to the best of our knowledge and ability from that electronic recording.

That I am not an employee, attorney or party interested in any way in the proceedings.

DATED at Anchorage, Alaska, this 20th day of January, 1994.

PUBLIC STATE OF ALLE

Linda J. Durr, Certified PLS
Notary Public for Alaska

My commission expires: 10/19/97