

Craig Community Association  
P.O. Box 565  
Craig, Alaska 99921  
Phone: (907) 826-3998  
Fax: (907) 826-2427

October 30, 2007

Denali Commission  
C/o Ms. Automme Circosta  
Transportation Program Assistant  
510 "L" Street, Suite 410  
Anchorage, Alaska 99501



*April 1, workforce  
develop a nonplan-Dec.*

**RE: Craig Community Association Report  
On Port Saint Nicholas Road Project Activity**

Dear Ms. Circosta,

The Craig Community Association (CCA) is in the process of finalizing the certification of the right-of-way for the Port Saint Nicholas Road Project. CCA anticipates the final easement documents to be signed by November 2, 2007. This has been a lengthy process and we are excited about this milestone. This allows us to have the design engineer to go 100% design. The design engineer has identified that this process can take approximately 2-3 weeks. With timelines of this action CCA, is preparing to have the project start the first part of April 08.

CCA has advertised for thirty days a solicitation for Construction Management Services to Assist CCA in the Management of the Project. Within this process we had three engineering firms submit proposals and we had decided after the review of their respective proposals to hire R&M Engineering from Ketchikan, Alaska. The Contract is attached to this report.

CCA has been identifying below surface and above surface utility issues. CCA has entered into contractual agreements with Alaska Power Company as well as, Alaska Telephone Company to relocate approximately seventy-five utility poles and utilities. This will be one of the first things to happen once we have the 100% plans completed. The cost the power poles will appear on our 4<sup>th</sup> quarter report and request for reimbursement. These contractual agreements are attached.

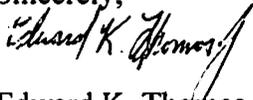
CCA, City of Craig, Bureau of Indian Affairs (BIA), and State of Alaska Department of Transportation and Public Facilities (DOT&PF) are in the development stages of a Memorandum of Understanding (MOU) for the Construction of the Port Saint Nicholas Road Project. The Attorney General and the BIA solicitor have made their comments and are in the modification stage of those comments. Once completed it will be presented to the City of Craig and if they agree to the contents of the agreement we will all sign?

There will be no request for financial reimbursement at this point but, we anticipate a request to be put forth at the end of the fourth quarter of FY07.

CCA has also, been awarded a financial contribution to the Port Saint Nicholas Road Project from the Economic Development Administration (EDA) for the paving portion of the project. The award amount was for \$ 1.5M and the CCA has matched that with \$ 1.1M.

CCA would like to thank the Denali Commission for their financial contribution to the Port Saint Nicholas Project and look forward in working with the Denali Commission until it is complete. Should you have any questions in regards to the report or the project feel free to contact me at (907)826-3998?

Sincerely,



Edward K. Thomas, Jr. (Sam)  
Tribal Transportation Director  
Craig Community Association