

Agency: Commerce, Community and Economic Development

Grants to Named Recipients (AS 37.05.316)

Grant Recipient: McGrath Traditional Council

Project Title:

McGrath Traditional Council - McGrath Multi Purpose Center Project

State Funding Requested: \$ 150,000

House District: 6 - C

One-Time Need

Brief Project Description:

The McGrath Multi Purpose Project will provide facility space for important health, social, safety services to McGrath residents.

Funding Plan:

Total Cost of Project: \$1,600,000

| | <u>Funding Secured</u> | | <u>Other Pending Requests</u> | | <u>Anticipated Future Need</u> | |
|---------------------|------------------------|-----------|-------------------------------|-----------|--------------------------------|-----------|
| | <i>Amount</i> | <i>FY</i> | <i>Amount</i> | <i>FY</i> | <i>Amount</i> | <i>FY</i> |
| Federal Funds | | | | | \$600,000 | |
| Rasmuson Foundation | | | | | \$350,000 | |
| Other | | | | | \$500,000 | |
| Total | | | | | <u>\$1,450,000</u> | |

Explanation of Other Funds:

McGrath Traditional Council will be receiving insurance monies from the lost of the old Multi Purpose building.

Detailed Project Description and Justification:

The McGrath Multi Purpose Project will provide facility space for important Villages health, social, safety services to McGrath Residents. The McGrath Traditional Council lost its Multi Purpose building to a fire and is now working to replace it with a new facility. McGrath Traditional Council is requesting a Federal Indian Community Development Block Grant which requires a 25% cash match.

Project Timeline:

Project will occur in 2009.

Entity Responsible for the Ongoing Operation and Maintenance of this Project:

McGrath Traditional Council

McGrath Traditional Council
P.O. Box 134
McGrath, AK 99627

February 10, 2008

Honorable Representative Woodie Salmon
State Capital – Room 114
Juneau, Ak. 99801-1182

RE: Legislative CIP Funding Request

Dear Representative Salmon,

I am writing on behalf of McGrath Traditional Council to request *your* assistance to gain a \$150,000 Legislative CIP appropriation for use to provide 25% cash match for our planned \$600,000 Indian Development Block Grant which will fund the construction budget for our planned McGrath Multi Purpose Center Project. As shown in the attached CIP description, we will be submitting an ICDBG funding request to HUD in May, 2008 which requires a 25% cash match (\$150,000) and construction will start later this year. We will also be requesting a \$350,000 Rasmuson grant. Total Project cost is \$1,600,000.

The McGrath Multi Purpose Project will provide facility space for important Villages health, social, safety services to McGrath residents and is the Council's number one priority. I have attached a description of the project. Thank you for consideration of this important project for McGrath Traditional Council.

Sincerely,



Judy Vanderpool
First Chief

Attachment: McGrath Multi Purpose Center Project CIP Request Description
Cost Estimate

McGrath Traditional Council Legislative Capital Improvement Project Funding Request
McGrath Multi Purpose Center

CIP Funding Request

McGrath Traditional Council lost its multi purpose building to a fire and is now working to replace it with a new facility. McGrath Traditional Council is requesting a \$150,000 Legislative capital project appropriation to provide match funding to obtain a \$600,000 Federal Indian Community Development Block Grant (ICDBG), a \$350,000 Rasmussen Foundation grant for the purpose of constructing the planned McGrath Multi Purpose Center. In addition, the Council had fire insurance on its old building which burned down and will be receiving a \$500,000 insurance payment. The above funding sources total \$1,600,000 which allows the Traditional Council build an energy efficient multi purpose facility to serve the many program of the McGrath Traditional Council.

The planned McGrath Multi Purpose Center will provide a "one-stop" social services facility for the residents of McGrath (330 population) at a estimated cost of \$1,600,000. The planned new building will be designed to house the following social services:

- Tribal Youth Family Services program (TYFS)
- Behavioral health services program
- Early childhood services program
- Children daycare program
- Environmental protection program
- Transportation program
- Teen/Youth Activities

The planned McGrath Multi Purpose Center will provide useful facility space at least cost by replacing the existing burned Council office building and a number of other energy efficient "out" buildings which the Council is using to house its various programs and is causing the Traditional Council to experience excessive energy costs. The planned Project will greatly reduce energy consumption at McGrath by consolidating these programs into one energy efficient building and will also serve to enhance program delivery service by creating a "one-stop" social service delivery model at McGrath.

The planned McGrath Multi Purpose Community Services Center Project fulfills one of McGrath Traditional Council's community development priorities identified in its 2007 McGrath Community Development Plan and it will directly improve the health and welfare of Village residents. The total project budget is estimated at \$1,600,000 (see attached Cost Estimate) and the Council is working raise \$600,000 of funding from HUD's Indian Community Development Block Grant (ICDBG), requires a 25% cash match and which is why the Council requires a \$150,000 Legislative CIP grant. The timing for this request is critical in that the HUD ICDBG funding cycle is expected to open up in May, 2008 and proof of a 25% match (\$150,000) is required. Also, McGrath Traditional Council will be applying to Rasmuson Foundation for a grant in the amount

of \$350,000 to complete the Project's construction budget. An important requirement of the Rasmuson Foundation is for the McGrath Traditional Council is to demonstrate that the Project has many Project funding partners. Funding of this CIP request will greatly assist in obtaining Rasmuson Foundation funding.

Community Profile

McGrath is located 221 miles northwest of Anchorage and 269 miles southwest of Fairbanks in Interior Alaska. The Kuskokwim River is generally ice-free from June through October. McGrath was a seasonal Upper Kuskokwim Athabascan village which was used as a meeting and trading place for Big River, Nikolai, Telida and Lake Minchumina residents. Since McGrath is the northernmost point on the Kuskokwim River accessible by large riverboats, it became a regional supply center. By 1907, a town was established, and was named for Peter McGrath, a local U.S. Marshal. In 1909, the Alaska Commercial Company opened a store. The Iditarod Trail also contributed to McGrath's role as a supply center. From 1911 to 1920, hundreds of people walked and mushed over the Trail on their way to the Ophir gold districts. Mining sharply declined after 1925. In 1940, an airstrip was cleared, the FAA built a communications complex, and a school was opened. McGrath became an important refueling stop during World War II, as part of the Lend-Lease Program between the U.S. and Russia. In 1964, a new high school was built, attracting boarding students from nearby villages. The City was incorporated in 1975.

McGrath Native Village is a federally-recognized tribe and is governed by the McGrath Traditional Council. The population of the community (330) consists of 54.6% Alaska Native or part Native. Slightly more than half of the population are Athabascans and Eskimos. As a regional center, McGrath offers a variety of employment opportunities, but subsistence remains an important part of the local culture. About 10 families in town have dog teams which they enter into the Iditarod, Kuskokwim 300, and Mail Trail 200 sled dog races. During the 2000 U.S. Census, total housing units numbered 213. U.S. Census data for Year 2000 showed 206 residents as employed. The unemployment rate at that time was 10.43 percent, although 27.97 percent of all adults were not in the work force. The median household income was \$43,056, per capita income was \$21,553, and 9.8 percent of residents were living below the poverty level.

McGrath operates a piped water system that serves nearly all 178 households; a few homes have individual wells or haul water. The FAA operates its own water system. Individual septic tanks are used by the majority of residents; a limited City sewage system serves approximately 34 homes. Funds have been requested to expand the piped sewer system to the 144 houses and businesses currently using septic tanks. A private firm, McGrath Trash & Refuse, collects refuse for disposal at the City landfill. Electricity is provided by McGrath Light & Power. There are 2 schools located in the community, attended by 181 students. Local hospitals or health clinics include McGrath Health Center (907-524-3299).

McGrath functions as a transportation, communications, and supply center in Interior Alaska. It has a diverse cash economy, and many families rely upon subsistence. Salmon,

moose, caribou, bear, and rabbits are utilized. Some residents trap and tend gardens. The Nixon Fork gold mine, located 30 miles northeast of McGrath, ceased operating due to low gold prices.

There are no road connections to McGrath, but local roads are used by ATVs and trucks. Winter trails are marked to Nikolai (50 mi.) and Takotna (20 mi.) Residents rely on air service and barges to deliver cargo. Air facilities include a State-owned 5,435' long by 150' wide asphalt runway with a 1,720' long by 100' wide crosswind landing strip, and a seaplane base on the Kuskokwim River. The airport is has recently undergone major improvements. There is no dock, however, a boat launch ramp is available.

Needs Statement

McGrath Traditional Council lost its multi purpose building to a fire and is now working to replace it with a new facility. McGrath Traditional Council operates a wide variety of social service programs as listed above and lack of modern, energy efficient space is hindering the quality and success of these program' services as discussed below:

- Tribal Youth Family Services program (TYFS)
- Behavioral health services program
- Early childhood services program
- Children daycare program
- Environmental protection program
- Transportation program
- Teen/Youth Activities

Tribal Youth Family Services Program and Space Need -- The McGrath Traditional Council has funding through its annual Bureau of Indian Affairs (BIA) 638 contract to provide a number of social service programs to its Village residents. The McGrath Traditional Council employs a Tribal Youth Families Services staff position to provide a number of Village-based youth, teen, and adult social services activities to reinforce positive behavior and to support social and psychological development of the Village's residents. The McGrath Traditional Council has no modern facility space to "house" these social services programs.

Behavioral Health Program/Space Need – The McGrath Traditional Council offers programs and classes in anger management, alcohol and drug prevention, assessment and developmental disabilities. However, lack of modern facility space is preventing full implementation of program at McGrath. The Behavioral Health Program conducts a number of positive youth and adult activities at McGrath which could be benefited by having modern facility space to operate out.

The McGrath Traditional Council would like operate Teen/Youth activities when there adequate facility space available. The planned Project will establish a kitchen facility that meets ADEC's "Food Service Regulations" and will allow for safe food services to support various programs and activities of the community.

As discussed above, the general lack of decent facility space in McGrath Village is greatly hindering the performance of all activities listed above and in a majority of cases threatens to stop these services from operating in the future. As a result, the health and welfare of Village residents is being harmed and threatened.

Future State Support

McGrath Traditional Council has not requested funding for this Project from the State in the past and if this CIP request is funded there will be no further requests to the State for this Project. CTC will utilize this \$150,000 CIP to meet the 25% cash match requirement of the HUD Indian Community Development Block Program (ICDBG) when CTC submits its \$600,000 ICDBG proposal this Spring, 2008 and to obtain a \$350,000 Rasmuson grant.

Project Timeline

| | Project Period 2008 ----- 2009 | | | | | |
|---------------------------------|--------------------------------|-----|-----|---------|---------|-------|
| | 1st | 2nd | 3rd | 4th | 5th | 6th |
| | Qtr | Qtr | Qtr | Qtr | Qtr | Qtr |
| | JAS | OND | JFM | AMJ | JAS | OND |
| ICDBG grant approved | X | | | | | |
| Part 58 ER completed | X | | | | | |
| Finalize plans completed | | X | | | | |
| Fire Marshal Approval | | X | | | | |
| Rasmuson grant approved | | X | | | | |
| Materials delivery | | | | X | | |
| Foundation installation | | | | X | | |
| Exterior Construction | | | | X-----X | | |
| Project interior completion | | | | | X-----X | |
| Furnishings/equipment installed | | | | | | X---X |
| Project start-up | | | | | | X |
| Final report to HUD and State | | | | | | X |
| A-133 Audit Completed | | | | | | X |

Contact Information:

McGrath Traditional Council
 Tilly Dull – Tribal Administrator
 P.O. Box 134
 McGrath, AK 99627
 Phone 907-524-3024
 Fax 907-524-3023
 E-mail: tmdlak@yahoo.com

Construction Cost Estimate - Force Account Project

20-Dec-07

Project: McGrath Multi Purpose Center

Community: McGrath

Design Project Number:

Performance Period: Summer 2009

Size (s.f.) 5,000

Population (2006) 330

| | Quantity | Units | Rate | Total | \$/s.f | Comments |
|---|----------|-------|---------------|---------------------|---------------|----------|
| 9 Construction | | | | | | |
| 10 Construction Cost Estimate Div 01 - 11 | 1 | ls | \$ 547,800.00 | \$ 547,800 | \$ 110 | |
| 11 General Requirements - Mobilization | 1 | ls | \$ 120,500.00 | \$ 120,500 | \$ 24 | |
| 12 Escillation to 2005 | 2 | yrs | 6% | \$ 80,196 | \$ 16 | |
| 13 Canopy Option | 1 | ls | \$ 1,396.00 | \$ 1,396 | \$ 0 | |
| 14 | 1 | ls | | \$ - | \$ - | |
| 15 | 1 | ls | | \$ - | \$ - | |
| 16 Estimator's Contingency | 3% | | \$ 749,892.00 | \$ 22,497 | \$ 4 | |
| 17 Subtotal | | | | \$ 772,389 | \$ 154 | |
| 18 Adjustments | | | | | | |
| 19 Inflation | 3 | yrs | 24% | \$ 556,120 | \$ 111 | |
| 20 Survey | 1 | ls | \$ 10,000.00 | \$ 10,000 | \$ 2 | |
| 21 Subtotal | | | | \$ 1,361,006 | \$ 272 | |
| 22 Fixtures Furnishings & Equipment (FFE) | 1 | ls | \$ 85,000.00 | \$ 85,000 | \$ 17 | |
| 23 | 1 | ls | | \$ - | \$ - | |
| 24 Total | | | | \$ 1,446,006 | \$ 289 | M-CL |
| 25 | | | | | | |
| 26 Construction Administration | | | | | | |
| 27 Project Management | | | | | | |
| 28 QA/QC Travel & On-Site time | 160 | hrs | \$ 80.00 | \$ 12,800 | \$ 3 | |
| 29 Trip Reports & Progress Reports | 30 | ea | \$ 100.00 | \$ 3,000 | \$ 1 | |
| 30 Coordination with Owner | 200 | hrs | \$ 100.00 | \$ 20,000 | \$ 4 | |
| 31 Coordination with Contractors | 200 | hrs | \$ 100.00 | \$ 20,000 | \$ 4 | |
| 32 Coordination with Equipment Vendors | 300 | hrs | \$ 100.00 | \$ 30,000 | \$ 6 | |
| 34 Coordination with A/E | 80 | hrs | \$ 100.00 | \$ 8,000 | \$ 2 | |
| 35 Contract Management/Pay Requests | 175 | hrs | \$ 80.00 | \$ 14,000 | \$ 3 | |
| 36 Inspections | 64 | hrs | \$ 135.00 | \$ 8,640 | \$ 2 | |
| 37 Warranty Work | 80 | hrs | \$ 120.00 | \$ 9,600 | \$ 2 | |
| 38 Warranty Inspection | 32 | hrs | \$ 120.00 | \$ 3,840 | \$ 1 | |
| 39 Subtotal | | | | \$ 129,880 | \$ 26 | |
| 39 Projects All | 1321 | hrs | \$ 10.00 | \$ 13,210 | \$ 3 | |
| 40 | | | | \$ - | \$ - | |
| 41 | | | | \$ - | \$ - | |
| 42 Travel | 10 | trips | \$ 850.00 | \$ 8,500 | \$ 2 | |
| 43 Per Diem | 10 | days | \$ 120.00 | \$ 1,200 | \$ 0 | |
| 44 A/E DCVR | 8 | hrs | \$ 150.00 | \$ 1,200 | \$ 0 | |
| 45 Total | | | | \$ 153,990 | \$ 31 | M-CB |
| 46 | | | | | | |
| 47 TOTAL | | | | \$ 1,599,996 | \$ 320 | |

50 FUNDING SOURCES

| | |
|-------------------------------------|--------------|
| 51 Fire Insurance Payment | \$ 500,000 |
| 52 HUD ICDBG | \$ 600,000 |
| 53 Subtotal Denali Commission Award | \$ 1,100,000 |
| 54 Match #1 - Legislative CIP | \$ 150,000 |
| 55 Match #2 - Rasmuson Foundation | \$ 350,000 |
| 56 TOTAL | \$ 1,600,000 |
| 57 | |
| 58 Overage/(Deficit) Funding | \$ - |

ANTHC/DEHE