STATE OF ALASKA

DEPARTMENT OF NATURAL RESOURCES

DIVISION OF MINING, LAND AND WATER

RESOURCE ASSESSMENT & DEVELOPMENT SECTION

SEAN PARNELL, GOVERNOR

550 WEST 7TH AVENUE, SUITE 1050 ANCHORAGE, ALASKA 99501-3579

PHONE: (907) 269-8534 FAX: (907) 269-8915

December 10, 2009

The Honorable Donald McConachie Mayor of City and Borough of Wrangell P.O. Box 531 Wrangell, AK 99929

Re: Certificate of Entitlement

Dear Mayor McConachie,

In response to your letter dated October 19, 2009 requesting an expedited entitlement certification for the City and Borough of Wrangell pursuant to AS 29.65.030, please find enclosed the Department decision, included with a map and table. The municipal entitlement to the newly certified City and Borough of Wrangell has been reduced by the previous land conveyed to the City of Wrangell.

The city may appeal this decision in accordance with 11 AAC 02. Any appeal must be received by December 29, 2009, and may be mailed or delivered to Tom Irwin, Commissioner, Department of Natural Resources, 550 W. 7th Avenue, Suite 1400, Anchorage, Alaska 99501; faxed to 1-907-269-8918, or sent by electronic mail to dnr_appeals@alaska.gov. If no appeal is filed by that date, this decision then goes into effect on January 11, 2010. An eligible person must first appeal this decision in accordance with 11 AAC 02 before appealing this decision to Superior Court. A copy of 11 AAC 02 may be obtained from any regional information office of the Department of Natural Resources.

If you have any questions concerning this action, you may contact Sandra Swanger-Jensen, Municipal Entitlement Manager at (907) 269-8526.

Sincerely,

Bur Blue

Bruce Phelps, Section Chief Resource, Assessment & Development Section

Enclosure: Dept. decision, map & table

Cc: Tim Rooney, Borough Manager Carol Rushmore, Zoning Administrator/Planning David Kelley, Southeast Region Office/Juneau Mike Curran, Regional Office/Ketchikan John "Chris" Maisch, Div. of Forestry/Fairbanks

ALASKA DEPARTMENT OF NATURAL RESOURCES DIVISION OF MINING, LAND, AND WATER

DIRECTOR'S DECISION LAND ENTITLEMENT CERTIFICATION UNDER AS 29.65.030 CITY AND BOROUGH OF WRANGELL

Action: On May 30, 2008, the Alaska Department of Commerce, Community, and Economic Development (DCCED) certified the incorporation of the City and Borough of Wrangell, as a unified home rule borough, concurrently dissolving the City of Wrangell. All rights, powers, duties, assets, and liabilities of the former city were immediately succeeded to the City and Borough of Wrangell under the provisions of AS 29.06.450(c) and 29.06.520.

In accordance with AS 29.65.030 the borough is entitled to 10 percent of the maximum total acreage of vacant, unappropriated, unreserved (VUU) state general grant land within the boundaries between the date of incorporation and two years thereafter unless requested on an expedited basis by resolution.

On October 22, 2009, a certified copy of a resolution was received from the City and Borough of Wrangell requesting an expedited certification of their land entitlement. The Director of Mining, Land and Water is required to certify the borough's entitlement within six months of this action. This decision is in response to the request and constitutes the Determination of Municipal Entitlement Acreage for the City and Borough of Wrangell.

Authority: This certification is authorized pursuant to AS 29.65.030. Authority to execute this certification has been delegated to the Chief of Resource Assessment and Development Section within the Division of Mining, Land, and Water.

Area of Application: The area of application is coterminous with the Certificate of Incorporation certified on May 30, 2008.

Administrative Record: Department of Natural Resources certification case file ADL 104904 for the City and Borough of Wrangell comprises the administrative record used for the basis of this certification.

Requirements of AS 29.65.030: AS 29.65.030 provides that municipalities incorporated after July 1, 1978, are entitled to a "general grant land" entitlement that is no less than 10 percent of the maximum total acreage of VUU lands within the municipal boundaries that existed between the date of its incorporation and two years thereafter. The definition of "general grant land" and "VUU land" is defined under AS 29.65.130 as follows:

"General Grant Land" is land that has been patented or tentatively approved to the state from the United States under Section 6(a) or (b) of the Alaska Statehood Act.

"Vacant, Unappropriated, Unreserved Land" is general grant land as defined above excluding minerals as required by Section 6(i) of the Alaska Statehood Act that has not been set aside by statute for one or more particular uses or purposes such as legislatively designated areas for refuges. In addition, the land must be unclassified or, if classified under AS 38.05.300, is classified for agricultural, grazing, material, public recreation, settlement or was classified no earlier that September 1, 1983 as resource management that is still classified as resource management under AS 38.05.300.

City and Borough of Wrangell Land Entitlement Certification Page 2 of 3

State land within the following townships or portions of townships have been identified as meeting the criteria established above and have been used in determining the borough's entitlement as illustrated on MAP 1 (VUU Land within the City & Borough of Wrangell) and TABLE 1 (State Land Determined to be VUU-City & Borough of Wrangell). Land use classifications have been derived from the Central-Southern Southeast Area Plan.

MTR	Acres
T062, S080E, CRM	1,100.26
T063, S080E, CRM	578.96
T068, S084E, CRM	752.00
T065, S089E, CRM	830.83
T065, S090E, CRM	3,259.13
T068, S086E, CRM	253.65
T068, S087E, CRM	2,271.46
T063, S085E, CRM	78.78
T064, S085E, CRM	3,485.76
T062, S085E, CRM	148.57
T062, S084E, CRM	4,183.31
T063, S084E, CRM	3,711.35
T064, S084E, CRM	1,294.77
T065, S085E, CRM	1,935.18
T066, S085E, CRM	193.43
T065, S086E, CRM	552.52
T066, S086E, CRM	405.35
•	403.33

Total VUU Area = 25,035 acres, more or less. 10% of the Total VUU Area = 2,503.5 acres.

Inclusion of Former City of Wrangell Acreage. Under AS 29.06.459(c)," a municipality succeeding to a dissolved municipality succeeds to all rights, powers, duties, assets, and liabilities." Acreage provided to the former municipality is counted against the acreage provided to the new municipality. DNR certified the City's entitlement as 551 acres (DNR appeal response dated December 15, 1988).

Determination of Entitlement Acreage. The amount of acreage that the borough is entitled to under AS 29.65.030 is determined to be 1,952.5 (2,503.5 - 551).

Finding and Decision: Pursuant to 29.65.030 and AS 29.65.130, there are 25,035 acres of state land that exist within the corporate limits of the municipality of which 10% may be conveyed to a municipality, equivalent to 2503.5 acres, which must be reduced by the amount of land conveyed (551 acres) previously conveyed to the City of Wrangell. The City and Borough of Wrangell's municipal entitlement is, therefore, 1,952.5 acres.

The finding presented above has been reviewed and been found to be complete and accurate. The casefile has been found to be complete and the requirements of all applicable statutes have been satisfied. It is my finding that the municipal entitlement of the City and Borough of Wrangell is 1,952.5 acres.

Run Que	12/10/09
Bruce Phelps, Chief	Date
Resource Assessment and Development Section	Date

City and Borough of Wrangell Land Entitlement Certification Page 3 of 3

Appeal Provision: A person affected by this decision may appeal it, in accordance with 11 AAC 02. Any appeal must be received by December 29, 2009 and may be mailed or delivered to Tom Irwin, Commissioner, Department of Natural Resources, 550 W. 7th Avenue, Suite 1400, Anchorage, Alaska 99501; faxed to 1-907-269-8918, or sent by electronic mail to dnr.appeals@alaska.gov. If no appeal is filed by that date, this decision then goes into effect on January 11, 2010. An eligible person must first appeal this decision in accordance with 11 AAC 02 before appealing this decision to Superior Court. A copy of 11 AAC 02 may be obtained from any regional information office of the Department of Natural Resources.

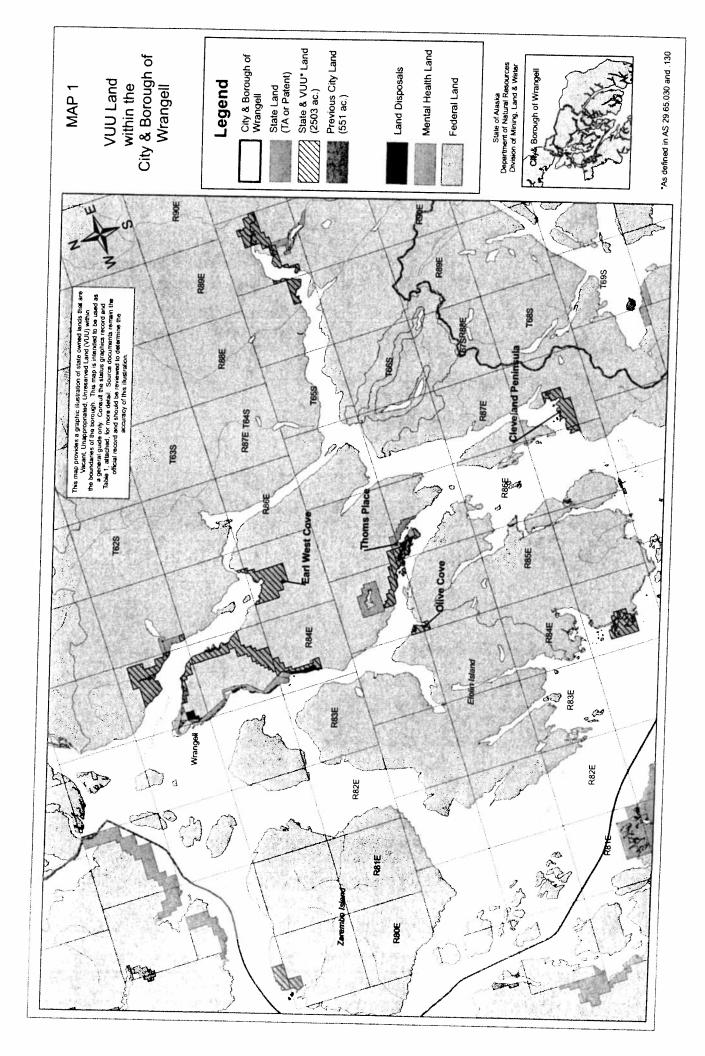


TABLE 1

State Land Determined to be VUU: City & Borough of Wrangell

MTRS	Legal	Section Acreage
C062S080E		Acreage
	Sec. 31	11 7
	Sec. 32: lots 1, 2, 3	11.22
	Sec. 33	502.42
	Sec. 34: lot 1	444.34
C063S080E		744.3-
	Sec. 4: lot 1	320.00
	Sec. 5: lots 1, 2, 3	258.96
C068S084E		250.50
	Sec. 8: SW4SE4, S2SW4	1.00
	Sec. 16: SW4NE4, S2NW4, S2	260.00
	Sec. 17	120.00
·	Sec. 20	105.000
	Sec. 21: N2, N2SW4, SW4SW4	266.000
C065S089E		200,000
	Tract A	830.830
065S090E		030.830
	Tract K	136.930
. =	Tract L	2.480
	Tracts A, B, C, D, E, F, G, I, J	1211.800
The state of the s	Tract H (portion)	1320.713
	Tract H (portion)	587.210
068S086E		307.210
	Tracts A, B, C	253.650
068S087E		253.030
	Tracts A, B, C, D, E, F, G, H	2271.460
063S085E		2271.400
	Sec. 35: lots 1, 2, 3, 4	78.780
064S085E		76.760
,	Sec. 2: lots 1, 2, NE4NW4, NW4SW4	149.940
	Sec. 3: lots 1, 2, 3, 4, 5, 6, 7, SE4	148.840
	Sec. 4: lots 1, 2, 3, 4, 5, 6, SW4SW4	288.170
	Sec. 5: lots 1, 2, 3, SE4	145.750
,	Sec. 8: E2	227,430
1	Sec. 9: lot 1, NW4NE4, S2NE4, W2, SE4	320.000
	Sec. 10: lots 1, 2, 3, 4, NE4, SE4NW4, S2	634.390
	Sec. 15	601.180
<u> </u>	ec. 16: N2, SE4	640.000
52S085E		480.000
S	ec. 31: lots 3, 4, E2SE4	140 500
		148.570

C062S084E		
	Sec. 9: lots 1, 2, E2SE4	150.150
	Sec. 10: S2	320.000
	Sec. 11: lots 1, 2, 3, 4, N2, W2SW4, E2SE4	627.760
_	Sec. 12: W2E2, W2	480.000
	Sec. 13: NW4NE4, NE4NW4, W2W2	240.000
	Sec. 14: lots 1, 2, 3, 4, 5, 6, 7, 8, 9, 10, E2E2, W2NW4	520.610
	Sec. 15: lots 1, 2, N2, E2SW4, SE4	615.150
	Sec. 16: lots 1, 2	69.510
	Sec. 22: lots 1, 2, 3	40.980
	Sec. 23: lots 1, 2, 3, NE4NE4	85.560
	Sec. 24: lots 1, 2, SW4NE4, W2NW4, SE4NW4, NE4SW4, W2SE4	329.350
	Sec. 25: lots 1, 2, NE4NE4	90.710
	Sec. 25: lot 3 (diff pat than above)	45.870
	Sec. 27: lots 1 (portion), 2 (portion), 3 (portion), 4 (portion), SW4SW4	107.981
	Sec. 27: Tract C of lot 2	0.443
	Sec. 28: tract B of SE4	54.780
77.77	Sec. 28: tract A of lot 3	0.396
	Sec.34: lots 1, 2 (portion), NW4NE4, SE4NE4, NE4SE4	148.860
	Sec. 35: lots 1 (portion), 2, 3, 4, N2SW4, SW4SE4	255.200
063S084E		
	Sec. 1: lots 1, 2, 3, 4	53.130
	Sec. 2: lot 1, NW4NE4, S2NE4, SE4	319.850
	Sec. 11: E2	320.000
	Sec. 12: lots 1 (portion), 2 (portion), 5 (portion), SW4SW4	59.996
	Sec. 12: tract E of lot 3 and 4, tract F of lot 6	55.910
1	Sec. 13: lots 1 (portion), 2 (portion), 3 (portion), 4 (portion), W2SW4 (portion)	127.567
	Sec. 14: NE4 (portion), SE4	316.370
, i	Sec.23: E2NE4, S2	400.000
	Sec.24: lots 1 (portion), 2, 3, 4, 5, W2NW4 (portion), SW4, SW4SE4	378.530
	Sec. 26: NW4NE4, NW4, N2SW4, SW4SW4	320.000
. 1	Sec. 27: SE4NE4, NE4SW4, S2SW4, SE4	320.000
	Sec. 33: NE4NE4, S2NE4, NE4SW4, S2SW4, SE4	400.000
	Sec. 34	640.000
64S084E		0.0.000
10	Sec. 4: NE4, NW4, N2SW4	400.000
9	Sec. 5: lots 1, 2, 3, NE4NE4, SE4SE4	166.940
- 1	Sec. 5: lots 4, 5	33.600
	sec. 8: lots 1 (portion), 2 (portion), 3, 5 (portion), 6 (portion), NE4NE4,	208.870
\$	ec. 17: W2NE4, E2NW4 (portion), E2SW4 (portion), W2SE4 (portion), E4SE4	
	ec. 20: lots 1 (portion), 2 (portion), E2NW4 (portion), NE4	229.630 255.730

		Section
MTRS	Legal	Acreage
OCECOOLE		

	Legai	Acreage
C065S085E		
	Sec. 21: E2SE4	80.00
	Sec. 22: SW4	160.000
	Sec. 25: S2SW4, SW4SE4	120.000
	Sec. 26: lot 1, N2SW4, SE4SW4, SE4	319.930
•/	Sec. 27: lots 1, 2, 3, 4, 5, W2NE4, SE4NE4, NW4	369.180
	Sec. 28: lot 1, NE4NE4	74.200
· · · · · · · · · · · · · · · · · · ·	tract 37	1.710
	Sec. 35: lots 1, 2, 3, 4, 5	26.670
	Sec. 35: lots 6, 7, 8, 9	79.860
	Sec. 36: lots 1, 4, 5, 6, 7, 8, 9, 10, 11, 12, 13, 14, 15, 16, 18, 19	60.900
	Sec. 36: lots 3, 17, NE4SE4 (pat'd)	120.140
	Sec. 36: lots 2, 20, 21, NE4, NE4NW4 (TA'd)	
	Sec. 31: lots 2, 3, 4 (portion), 5 (portion), 6, 7, 8, SE4NW4 (portion),	262.620
	NE4SW4	259.974
066S085E		233.374
	Sec. 1: lots 3, 4, 5, 6, 7, 8, 9, 10, 11, 12, 13, 14, 15, 16, 17	11.660
	Sec. 6: lots 1, 2, 3, 4, 5	11.660 181.770
065S086E		181.770
	Sec. 31: lots 4, 5, NE4, E2NW4	206 570
	Sec. 31: lots 1 (portion), 2 (portion), 3 (portion), NE4SW4 (portion), SE4	306.570
	(portion)	226.260
	Sec. 31: Tracts A, B, D of lots 1, 2, 3	236.360 9.591
066S086E		9.591
	Sec. 5: portions of lots 7 (tract A), 19 (tract A), 20 (tract A)	10.564
	Sec. 6: lots 3, 4, 7, 8, 9, 10, 11, 12 (portion), 13, 14, 15, 16, 18, NW4SE4	10.564
	(tract A), 27 (tract A), 30 (tract A), 31 (tract A)	11.053
	Sec. 6: lots 1, 2 (portion), 17 (portion), 19 (portion), 20, 21, 22, 23, 24, 25,	11.853
i	26, 27 (portion), 28 (portion), 29, 31 (portion)	100.610
	Sec. 7: lots 1 (portion), 2, 3	198.610
	Sec. 8: lots 3 (portion), 4, 5, 6, 7 (portion), 8, 9, 10, 11, 12, 13,	3.830
	NW4SE4	171 000
	Sec. 9: lot 6 (portion)	171.980
!		8.510
i		25035.318