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

## PRELIMINARY DECISION ADL 233873

Proposed Noncompetitive Sale to Preference Right Applicant AS 38.05.035(e), AS 38.05.035(b)(7)

### **RELATED ACTIONS:**

Proposed Amendment to the Prince William Sound Area Plan AS 38.04.065 Proposed Land Classification Order AS 38.04.065 and AS 38.05.300 Proposed Mineral Order (Closing) AS 38.05.185 and AS 38.05.300

### PUBLIC COMMENT PERIOD ENDS 5:00 PM, THURSDAY, JUNE 15, 2023

#### I. Proposed Action

Preliminary Decision: Approval of Noncompetitive Preference Right Parcel Sale ADL 233873 Attachment A: Vicinity Map Attachment B: Public Notice Public is also invited to comment on the proposed related actions: Draft Amendment to the Prince William Sound Area Plan SC-88-004A05 Draft Land Classification Order CL SC-88-004A05 Draft Mineral Order (Closing) MO 1273

<u>Primary Proposed Action, Noncompetitive Sale</u>: The State of Alaska (State), Department of Natural Resources (DNR), Division of Mining, Land and Water (DMLW), Land Conveyance Section (LCS) has received an application from Rebekah Chapek to purchase a parcel of state-owned land pursuant to Alaska Statute (*AS*) 38.05.035(*b*)(7). The proposed decision will allow the parcel to be sold through a noncompetitive sale to the applicant. The subject parcel is located near Three Mile Bay along Old Sawmill Bay Road, approximately 1.75 miles southwest of downtown Cordova. The subject parcel is within the NW1/4SE1/4 of Section 32, Township 15 South, Range 3 West, Copper River Meridian, containing 0.064 acres, more or less. See *Attachment A:* Vicinity Map for a depiction of the subject parcel.

AS 38.05.035(b)(7) allows a remnant of state land determined to be unmanageable to be conveyed to an adjoining landowner for its fair market value.

<u>Proposed Related Actions:</u> These actions will be developed separately; however, public notice is being conducted concurrently.

*Area Plan Amendment:* DNR proposes to amend the Prince William Sound Area Plan (PWSAP, adopted 1988, amended 2007). Before a sale, the subject parcel must be

classified as Settlement Land. The amendment to the PWSAP will create Subunit 27F, a new subunit with a designation of Settlement (S). This new subunit will encompass the subject parcel only. Refer to **Section V. Description**, subsection e. Planning, Classification, and Mineral Orders of this document for more information on this proposed action.

Land Classification Order: In relation to the Area Plan Amendment, DNR proposes to reclassify the subject parcel in a land classification order from Public Recreation Land and Water Resource Land to Settlement Land. Refer to **Section V. Description**, subsection e. Planning, Classification, and Mineral Orders of this document for more information on this proposed action.

*Mineral Order (Closing):* DNR proposes to close the subject parcel to new mineral entry. **Section V. Description**, subsection e. Planning, Classification, and Mineral Orders of this document for more information on this proposed action.

These related actions will be developed separately. However, approval of the proposed actions is dependent upon one another in that one action will not proceed without the approval of all actions.

<u>Public Notice of Proposal</u>: In accordance with *AS 38.05.945 Notice*, during a period of at least 30 consecutive days, the public will have the opportunity to submit written comment on this proposal. Public notice for all actions is being conducted concurrently.

See **Section VII. Submittal of Public Comments** and *Attachment B:* Public Notice for details on how to submit a comment for consideration. If LCS moves forward with the proposal after considering timely, written comments, a Final Finding and Decision (FFD) will be issued.

### II. Authority

DNR has the authority under AS 38.05.035(b)(7) to sell state-owned land if, on preparation and issuance of a written finding, it is determined to be in the best interest of the State, as required by AS 38.05.035(e) Powers and Duties of the Director. Article VIII, Section 1, of the Constitution of the State of Alaska states, "It is the policy of the State to encourage the settlement of its land and the development of its resources by making them available for maximum use consistent with the public interest." The authority to execute this decision has been redelegated to the Section Chief of the DMLW Land Conveyance Section.

For related actions, *AS* 38.04.065 Land Use Planning and Classification, *AS* 38.05.300 *Classification of Land, and AS* 38.05.185 *Generally* allow for amendments and special exceptions to area plans, land classifications, and mineral orders.

#### III. Administrative Record

The case file for Alaska Division of Lands (ADL) 233873 constitutes the administrative record for this proposed action. Also incorporated by reference are:

- Prince William Sound Area Plan (PWSAP, adopted 1988, amended 2007) and associated land classification files;
- State of Alaska, 2004 Informal Opinion Attorney General (January 21). Application of Public Trust Doctrine to avulsed uplands;

AS 38.05.035(b)(7) Preference Right – ADL 233873 Page 3 of 12

- Alaska Department of Fish and Game Catalog of Waters Important for the Spawning, Rearing, or Migration of Anadromous Fishes; and
- DNR case files: Alaska Tideland Survey (ATS) No. 103 and Public Easement ADL 30602.

### IV. Scope of the Proposal

The scope of this proposal, under the statutes described in the preceding **Section II. Authority** is limited and specific to determining the following: (1) if the applicant and subject parcel themselves qualify, (2) if it is in the State's best interest to sell the subject parcel, and (3) if it is in the State's best interest to sell the subject parcel to the applicants. The scope of this decision does not include the control of post-patent use, and LCS does not intend to impose deed restrictions for this purpose. The local zoning authority will handle restrictions regarding land use.

#### V. Description

a. <u>Location</u>: The subject parcel is located within DNR's Southcentral Region along Old Sawmill Bay Road, near Three Mile Bay, approximately 1.75 miles southwest of downtown Cordova, within Section 32, Township 15 South, Range 3 West, Copper River Meridian. See *Attachment A:* Vicinity Map for additional information.

> USGS Map Coverage: Cordova C-5 Platting Authority: City of Cordova Regional Corporation: Chugach Alaska Corporation Federally Recognized Tribe: Native Village of Eyak Village Corporation: The Eyak Corporation

- b. <u>Property Description</u>: An unsurveyed parcel containing approximately 0.064 acres, more or less, located within Section 32, Township 15 South, Range 3 West, Copper River Meridian. This parcel is adjoining and bounded on the south, east, and west by Lot 44, U.S. Survey No. 3601, and adjoining and bounded on the north by Alaska Tidelands Survey No. 103, filed under Plat Book 1, Page 19, Cordova Recording District, Third Judicial District, State of Alaska.
- *c.* <u>Title</u>: Information from Title Report No. 22872, current as of November 22, 2022, indicated the State of Alaska received title to the subject parcel under the Alaska Statehood Act, the Submerged Lands Act of 1953, and the Equal Footing Doctrine.

State Reservation of Title:

Retention of and Access to Mineral Estate: In accordance with Section 6 (i) of the Alaska Statehood Act and AS 38.05.125 Reservation, the State retains ownership of all oil, gas, coal, ore, minerals, fissionable material, geothermal resources, and fossils that may be in or upon the land that it sells. This retention is for all minerals, including both locatable minerals (such as gold, copper, silver, etc.) and leasable minerals (such as oil, gas, coal, etc.)

The State and its successors reserve the right to enter onto the land for the purposes of exploring for, developing, and producing these reserved mineral resources. Access reserved to these retained interests is superior to any and all

land uses. The State may also lease these retained interests to mineral developers or allow mining locations to be staked. However, *AS 38.05.130 Damages and Posting of Bond* also provides that the landowner will be compensated for damages resulting from mineral exploration and development.

*Navigable Waters*: Per *AS* 38.05.126(*b*) *Navigable and Public Waters*, "...the State has full power and control of all of the navigable or public water of the State, both meandered and unmeandered, and the State holds and controls all navigable or public water in trust for the use of the people of the State." This trust is in accordance with the principles of the Public Trust Doctrine, which are included in Article VIII, Section 14 of the Constitution of the State of Alaska and protected in the United States Constitution. It is vested in the title to this land, is not transferable, and the State's title to submerged lands under navigable waters cannot be relinquished by a transfer of the property. In holding with this concept, navigability determinations are made, and access will be reserved per *AS* 38.05.127 Access To and Along Public and Navigable Water. For more information, see Access, including Access To and Along Public or Navigable Water subsection of this document.

The Bureau of Land Management has not made a navigability determination for waters within the affected townships for title purposes.

*Native Interest:* The subject parcel is within the boundaries of the Chugach Alaska regional corporation and federally recognized tribe, Native Village of Eyak. There are no Native interests identified with this parcel.

Other Conflicts or Pending Interest: None.

d. Background:

On September 14, 2021, Rebekah Chapek applied to DMLW to purchase a parcel of state-owned land pursuant to *AS 38.05.035(b)(7)*. The State received title to the subject parcel as tidelands under the Alaska Statehood Act, the Submerged Lands Act of 1953, and the Equal Footing Doctrine. Uplands adjacent to the subject parcel were surveyed under United States Survey (USS) No. 3567 in 1959 and USS No. 3601 in 1960. Both surveys contained field notes describing the subject parcel as "a small tideland cove" and "a tidal slough on the easterly shore of Orca Inlet." The adjacent tidelands were surveyed as Alaska Tideland Survey (ATS) No. 103 and conveyed in 1962. However, the subject parcel was not surveyed in this ATS or conveyed through Tideland Patent No. 36. The subject parcel existed as unsurveyed shallow tidelands at the time of these surveys. On March 27, 1964, a magnitude 9.2 earthquake struck the region. Portions of the Cordova area landscape experienced an uplift of 6-feet or more as a result of the earthquake. Tidal waters no longer influence the subject parcel, and this uplift may have contributed to the drying of the subject parcel. Per a 2004 informal Attorney General opinion, uplifted tidelands are conveyable as uplands.<sup>1</sup>

<sup>&</sup>lt;sup>1</sup> Tidelands affected by the ebb and flow of water are subject to the Public Trust Doctrine. However, uplifted tidelands are no longer covered by water and are not susceptible to the traditional, water-related public activities protected by the Public Trust Doctrine. Tidelands uplifted by an earthquake are still State-owned but now conveyable as uplands, including under AS 38.05.035(b)(7) without the Public Trust Doctrine applying to the property.

The subject parcel is an unsubdivided remainder parcel requiring an Alaska State Land Survey to verify the upland status and to monument it for conveyance under State statutes.

The applicant owns the land surrounding three edges of the subject parcel. The other edge borders ATS 103 and contains a private road that crosses through several private parcels. This road appears to provide physical access for multiple landowners. No existing authorizations or current uses have been identified on the subject parcel.

- e. Planning, Classification, and Mineral Orders:
  - Planning: The subject parcel is located within the Prince William Sound Area Plan (PWSAP, adopted 1988, amended 2007), Unit 27 – City of Cordova, Subunit 27C Mt. Eccles. The plan designates the subject parcel as Public Recreation and Water Resources, which converts to classifications of Public Recreation Land and Water Resource Land.

<u>Area Plan Amendment</u>: The subject parcel was classified by the PWSAP prior to analysis of earthquake uplift. Before a sale, the subject parcel must be classified as Settlement Land. Concurrent with this decision, an amendment to the PWSAP will create Subunit 27F, a new subunit with a designation of Settlement (S). This new subunit will encompass the subject parcel only, and will remove the 0.064 acres from Subunit 27C. Land within the proposed Subunit 27F is appropriate for settlement due to consistency with adjacent uses. Management intent is for disposal supporting private interests that are compatible with adjacent uses. Multiple use, factors affecting the area, resource inventory, present and potential land uses, and compatible classifications have been considered. These factors are listed in *AS 38.04.065(b) Land Use Planning and Classification.* The plan amendment will receive public notice. If LCS approves the noncompetitive sale, the plan amendment will accompany the Final Finding and Decision. The approval of an area plan amendment is a separate action. However, approval of the conveyance is dependent upon approval of the area plan amendment.

A goal of the PWSAP areawide land management policies for Settlement includes making suitable public land available to present and future Alaskans for private settlement purposes. Isolated parcels of State land in or near existing communities will be offered for settlement unless it is appropriate as a site for a school, gravel pit, road, park, sewer treatment plant, or other public facility. The subject parcel is a remnant of land that is adjacent to other private settlement parcels and is not appropriate for those uses. The PWSAP states that there are a few small parcels of state land surrounded by private land near the developed areas of Valdez, Whittier, and Cordova. These small parcels may be offered for sale if compatible with adjacent land uses. These small plots are not part of the areas designated for Settlement in the PWSAP.

A sale of the subject parcel supports the management goals of the PWSAP by providing an opportunity for private ownership of an isolated remnant of land currently owned by the state.

AS 38.05.035(b)(7) Preference Right – ADL 233873 Page 6 of 12

2. Land Classification Order: The State classified the subject parcel as Public Recreation Land and Water Resource Land under Classification Order CL SC-88-004 based on the PWSAP adopted in 1988, and amended in 2007.

Land Classification Order: If approved by the Commissioner, the current land classification order will be amended to reclassify the subject parcel from Public Recreation Land and Water Resource Land to Settlement Land. This action affects the entirety of Subunit 27F. If DMLW approves the noncompetitive sale, the land classification order will accompany the Final Finding and Decision. The approval of the land classification order is a separate action, occurring concurrently with the Final Finding and Decision.

3. *Mineral Order:* No mineral activity has been identified on the subject parcel. The entirety of the subject parcel (approximately 0.064 acres) will be closed to new mineral entry if the mineral order is approved in accordance with *AS 38.05.185 Generally* and *AS 38.05.300 Classification of Land* for a land disposal. The proposed mineral order, if approved, will close the area to new mineral entry only and will not effect current existing mining claims. Closing the entire subject parcel to mineral entry is consistent with the management intent of the PWSAP.

Mineral orders which close an area to mineral entry, close the area to new exploration and development of locatable minerals such as gold, copper, platinum, etc. Such mineral orders do not apply to leasable minerals (such as oil, gas, coal, etc.), or exploration licensing for such, nor do they preclude reasonable surface access to these resources. However, *AS* 38.05.130 Damages and Posting of Bond stipulates that the land estate owner will be compensated for damages resulting from mineral exploration and development.

- 4. Local Planning: The project area is within the City of Cordova and is zoned "Unrestricted District." Per Title 18 – Zoning of Cordova Code of Ordinances, the minimum lot size in the unrestricted district must meet the requirements of current state regulations. Additionally, pursuant to AS 38.05.035(b)(7)(C), the director and the platting authority having land use planning jurisdiction agree that conveyance of the parcel to the adjoining landowner will result in boundaries that are convenient for the use of the land by the landowner and compatible with municipal land use plans.
- 5. *Flood Risk:* Pursuant to the Federal Emergency Management Agency (FEMA) map 0200370043C, effective December 15, 2016, the area is at low risk of a flood hazard. The base flood elevation zone is "AE."

#### f. Traditional Use Findings:

The subject parcel is located within the Unorganized Borough, and a traditional use finding is required under *AS 38.05.830 Land Disposal in the Unorganized Borough*. Information obtained from the PWSAP and adjudicatory research indicates that the surrounding area is currently used for settlement and limited commercial enterprises. The tidelands seaward of the subject parcel were conveyed into private ownership in 1962 and appear to have been filled for the operation of commercial enterprises.

The subject parcel is located along Old Sawmill Bay Road and appears to be unused. LCS assumes that significant wild resource harvests take place in the broader stateowned tide and submerged land near the subject parcel. There are no anticipated significant changes to traditional uses of the land and resources of this area as a result of the proposed action.

Additional information on traditional use is welcome during the public comment period. If this proposal is approved, LCS will address the information received in a subsequent FFD if one is issued. See **Section VII. Submittal of Public Comments** and *Attachment B:* Public Notice for details on how to submit comment.

#### g. Access, including Access To and Along Public or Navigable Water:

*Public Access*: Physical access to the subject parcel is by Old Sawmill Bay Road, an unpaved, private road not dedicated to or maintained by the City of Cordova. This private road travels through conveyed tidelands surveyed under ATS 103, the applicant's privately owned parcels, and the northwest portion of the subject parcel. The subject parcel is connected on three sides to land owned by the applicant. The applicant has legal road access to their privately-owned land in Tract B, U.S. Survey 3567, via a portion of Old Sawmill Bay Road authorized by public easement ADL 30602.

#### Easements and Setbacks:

- Utility easements; and
- Additional reservations and/or restrictions required through the local platting authority.

Where appropriate, reservations and restrictions will be depicted on the plat and described in plat notes.

- h. <u>Reservation of Mineral Estate</u>: In accordance with section 6(i) of the Alaska Statehood Act and AS 38.05.125 Reservation, the State, in this decision, reserves unto itself the mineral estate, including oil and gas, and the rights expressed in the reservation clause of the statute, that being the right to reasonable access to the surface for purposes of exploring for, developing and producing the reserved mineral resources. Exploration and development, if any, which could occur, would be consistent with AS 38.05.130 Damages and Posting of Bond and other applicable statutes and regulations.
- i. Hazardous Materials and Potential Contaminants:

There is no known contamination of, or hazardous materials on, the subject parcel beyond the items mentioned above. The applicant is expected to inspect the subject parcel to ascertain the quality and condition of the land. The State makes no representations and no warranties, expressed or implied, concerning the existence or absence of any hazardous substances, hazardous wastes, contaminants, or pollutants on the land proposed for conveyance to the applicants. The State does not assume any liability for the removal of hazardous substances, hazardous wastes, contaminants, or pollutants, nor for the remediation of the site should such substances ever be identified.

j. <u>Survey</u>: This parcel is determined to be unsurveyed. The parcel requires an Alaska State Land Survey to verify the status of the previous tidelands as uplands due to avulsion and to monument corners for conveyance under State statutes. The survey will result in a new legal description of the subject parcel. Upon DNR approval for the preference right purchase of this parcel, a survey of the subject parcel performed by an Alaska Registered Land Surveyor under the direction of the DMLW Survey Section will be required at the expense of the applicant. This survey must be approved by the State of Alaska and the City of Cordova.

LCS will issue a notice to proceed to survey if no appeals are received, or when appeals are resolved, after issuance of an FFD. The applicant must hire a surveyor, and the surveyor must apply to DMLW's Survey Section for Survey Instructions. After issuance of the Survey Instructions, the applicant must submit a completed survey to DMLW's Survey Section for review. The applicant's survey must be approved by DMLW and the local platting authority, if any, as set forth in the Survey Instructions. Upon approval and recordation of the survey, a notice to proceed to appraisal will be issued. The applicant bears the cost of survey.

k. <u>Compensation/Appraisal</u>: If the purchase is approved, the parcel will be sold at fair market value as required by AS 38.05.840(a) Appraisal. At the appropriate time, LCS will notify the applicant to begin the appraisal process and will provide a list of approved appraisers. The DMLW Appraisal Section will provide appraisal instructions to an approved appraiser. The applicant bears the cost of the appraisal. The date fixed for sale under AS 38.05.840(a) Appraisal and the valuation date of the appraisal will be set as the date of inspection by the appraiser.

### VI. DMLW and Agency Review

Information and comments received from multiple sections within DMLW prior to and during agency review have been considered and included in the preparation of this PD. Agency review was conducted between January 18, 2023, through February 8, 2023. Comments pertinent to this proposed action received during agency review have been considered and addressed below. Additional timely comments received during the Public Notice period will be considered and addressed in a subsequent FFD, if one is issued.

<u>DNR DMLW LCS received brief comments of non-objection from the following agencies:</u> Alaska Department of Transportation and Public Facilities, DNR Division of Parks and Outdoor Recreation, and the Alaska Department of Fish and Game.

DNR DMLW LCS Response: LCS appreciates your review of the proposal.

<u>DNR Division of Oil and Gas (DOG)</u>: DOG thanked DMLW for the opportunity to review and comment on the project. DOG has no objection to the proposed conveyance and does not have any authorizations or pending applications on the subject parcel.

DOG asks to please alert the applicants that the State reserves oil, gas, minerals, fissionable material, geothermal resources, and fossils that may be in or upon the land that it sells in accordance with Section 6(i) of the Alaska Statehood Act and *AS 38.05.125*. The State also reserves the right to enter the land for the purposes of exploring for, developing, and producing these mineral resources. The proposed mineral order closing the area to locatable mineral entry does not apply to leasable mineral resource exploration, development, or production.

DNR DMLW LCS Response: LCS appreciates the review of this proposed noncompetitive sale. Included in this decision is the reservation of mineral estate in accordance with Section 6(i) of the Alaska Statehood Act and AS 38.05.125 Reservation.

The following agencies or groups were included in the agency review, but no comment was received:

 Department of Environmental Conservation, Alaska Mental Health Trust Land Office, Alaska Soil and Water Conservation District, University of Alaska Land Management, U.S. Fish and Wildlife Service, DNR Division of Agriculture, DNR Division of Forestry and Fire Protection, DNR Division of Geological and Geophysical Surveys, and DNR Division of Parks and Outdoor Recreation, State Historic Preservation Office.

### VII. Submittal of Public Comments See *Attachment B*: Public Notice for specific dates and conditions.

Pursuant to AS 38.05.945 Notice, LCS is issuing public notice inviting comment on this Preliminary Decision, draft area plan amendment, draft land classification order, and draft mineral order.

In accordance with AS 38.05.946(a) Hearings, a municipality or corporation entitled to receive notice under AS 38.05.945(c) Notice may hold a hearing within 30 days after receipt of the notice. If a hearing is held, the Commissioner (or representative) shall attend the hearing. The Commissioner has discretion whether or not to hold a public hearing.

LCS will consider all timely, written comments received. If analysis of such comments indicates the need for significant changes to the PD, draft area plan amendment, draft land classification order, or draft mineral order, additional public notice for the affected lands will be given. Reducing the amount of land offered and making minor changes to any of the proposals will not be considered significant changes requiring additional public notice.

If the proposals are approved and no significant change is required, the PD, draft area plan amendment, draft land classification order, and draft mineral order, including any deletions, minor changes, and a summary of comments and LCS responses will be issued as a subsequent FFD, PWSAP Amendment No SC-88-004A05, Land Classification Order CL SC-88-004A05, and Mineral Order 1273 without further notice. All related actions will be developed separately. However, approval of any action is dependent upon one another. One action will not proceed without approval of all actions.

Only persons from whom LCS receives timely, written comment during the identified comment period will be eligible to file a request for reconsideration of the FFD, PWSAP Amendment No SC-88-004A05, Land Classification Order CL SC-88-004A05, and Mineral Order 1273. Upon approval and issuance of these actions, a copy of the decision, orders, and amendment will be made available online at <a href="http://landsales.alaska.gov/">http://landsales.alaska.gov/</a> and sent with an explanation of the appeal process to any party who provides timely written comment.

DNR is prepared to accommodate individuals with disabilities by providing auxiliary aids, services, or special modifications in order to participate in this review. Individuals who may need

AS 38.05.035(b)(7) Preference Right – ADL 233873 Page 10 of 12

such assistance should contact DNR's Public Information Center. For more information refer to *Attachment B*: Public Notice.

#### DEADLINE TO SUBMIT WRITTEN COMMENT IS 5:00 PM, THURSDAY, JUNE 15, 2023

#### VIII. Stipulations

If approved for conveyance, the applicant will be required to comply with the following stipulations to complete the land sale:

- 1. Once a Final Finding and Decision is signed and the appeal period is over without an appeal received, a notice to proceed to survey will be issued. The applicant must hire a surveyor and the surveyor must apply to the DMLW Survey Section for Survey Instructions. The applicant's survey must be approved by DMLW and the local platting jurisdiction, if any, as set forth in the Survey Instructions. Survey costs shall be borne by the applicant.
- 2. Upon approval and recording of the survey, a notice to proceed to appraisal will be issued. Within two years from the date of the notice to proceed to appraisal, the applicant must hire an appraiser from DNR's Approved Appraiser list. The appraiser must apply for appraisal instructions issued by DMLW, and then must submit a completed fair market value appraisal to LCS in accordance with the appraisal instructions. DMLW Appraisal Section must approve the appraisal. Appraisal costs shall be borne by the applicant.
- 3. Upon approval of the appraisal, a notice to proceed to purchase will be issued to the applicant. Within the time period specified in this notice, the applicant must submit the following to LCS:
  - A completed and signed Declaration of Intent form;
  - A completed Veteran's Land Discount form (if eligible); and
  - Payoff amount plus patent application and recordation fees OR minimum 5% of the purchase price as a deposit plus land sales contract application and recordation fees. Fees are established under *11 AAC 05.100 Land Disposals* and *11 AAC 05.200 Recorder's Office* and are subject to change. Some fees have been reduced by Director's Order Number 3.
- 4. Prior to the completion of the purchase and issuance of a state conveyance document, the applicant must remain in good standing with respect to all terms of the Contract for the Sale of Real Property throughout its term, if such a contract is issued. The applicant must also remain in compliance with all applicable state and local ordinances and regulations, including all applicable taxes. Failure to do so may result in termination of the Contract for the Sale of Real Property.

If extenuating circumstances delay any of the stipulations listed above, the applicant is responsible for notifying LCS and receiving approval from LCS for the delay with new timeframes for completion to be given. Failure to do this could result in the closure of the purchase application. The purchase cannot be completed until all the above stipulations have been satisfied.

AS 38.05.035(b)(7) Preference Right – ADL 233873 Page 11 of 12

#### IX. Discussion and Alternatives

The following alternatives were considered:

Alternative1: Sell

Offer the subject parcel for sale as proposed in this decision in accordance with AS 38.05.035 (b)(7).

<u>Alternative 2:</u> Lease Issue a lease to the applicant.

Alternative 3: Retain

DNR will take no action and retain the subject parcel.

Alternative 1 will provide settlement land to the private sector, generate revenue for the State, and is compatible with area plan management goals by providing an opportunity for private ownership of an isolated parcel of land currently owned by the state. The parcel is no longer covered by water and is not susceptible to the traditional, water-related public activities protected by the Public Trust Doctrine. Tidelands uplifted by an earthquake are conveyable as uplands, including under *AS* 38.05.035(b)(7) without the Public Trust Doctrine applying to the property. Therefore, it is in the best interest of the State to sell the parcel as proposed in this decision.

Article VIII, Section 1 of the Alaska Constitution states, "it is the policy of the State to encourage the settlement of its land and the development of its resources by making them available for maximum use consistent with the public interest." Alternative 1 provides a method for DNR to meet the obligations laid out in the Constitution and statute and supports DNR's goal of providing lands for private settlement and supporting economic growth throughout Alaska. This is the preferred alternative.

Under Alternative 2, DNR will issue a lease to the applicant. Under this option the State earns revenue from the leasehold, but also incurs future management costs related to ensuring performance under the lease agreement and administrative costs related to lease administration. This is not in the best interest of the State. This alternative is not preferred.

Under Alternative 3, the State would need to expend resources managing the land, while forgoing the income that could have been generated by a sale or lease. Retaining the subject parcel in state ownership is not in the best interests of the State. This alternative is not preferred.

For the reasons outlined above, Alternative 1 is the preferred alternative. The sale of the subject parcel is beneficial to both the State, and to the prospective applicants. It provides maximum use for the public benefit in that it provides land for private settlement, the proposed parcel use does not disturb or curtail nearby state land uses, and it supports the long-term growth and development of the nearby community.

Recommendation follows.

AS 38.05.035(b)(7) Preference Right – ADL 233873 Page 12 of 12

#### X. Recommendation and Preliminary Decision

This Preliminary Decision for the proposed disposal of State lands, PWSAP Amendment No SC-88-004A05, Land Classification Order CL SC-88-004A05, and Mineral Order 1273 described throughout this document is consistent with the overall management intent for state-owned lands. Alternative 1 is the preferred alternative because it is the maximum best use of state land, addresses a land claim under preference right statutes, and helps meet the mission of the land sales program.

This is a Preliminary Decision, and analysis of subsequent public review may result in changes to the preferred alternative of the proposed disposal of state lands PWSAP Amendment No SC-88-004A05, Land Classification Order CL SC-88-004A05, and Mineral Order 1273. If the decision is approved, PWSAP Amendment No SC-88-004A05, Land Classification Order CL SC-88-004A05, and Classification Order CL SC-88-004A05, Land Classification Order CL SC-88-004A05, Land Classification Order CL SC-88-004A05, and Mineral Order 1273 will accompany and precede any Final Finding and Decision issued. A Final Finding and Decision will address any significant issues or concerns presented during the public review process.

The PD described above, as represented by the preferred alternative, has been reviewed and considered. I find that the recommended action may be in the best interest of the State and that it is hereby approved to proceed to public notice.

\_\_\_\_/signature on file/\_\_\_\_\_ Prepared by: John King Natural Resource Specialist 3 Land Conveyance Section Division of Mining, Land and Water Department of Natural Resources State of Alaska \_\_May 10, 2023\_\_\_\_ Date of Signature

\_\_\_\_/signature on file/\_\_\_\_\_ Approved by: Hannah Uher-Koch Acting Section Chief Land Conveyance Section Division of Mining, Land and Water Department of Natural Resources State of Alaska \_\_May 10, 2023\_\_\_ Date of Signature



# Rebekah Chapek ADL 233873

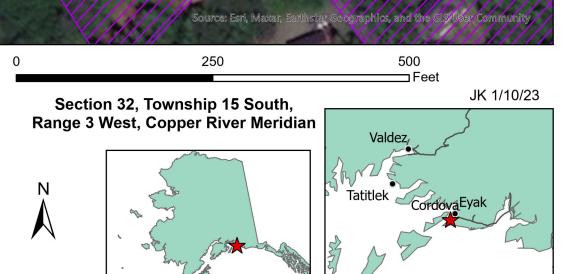
# Attachment A: Vicinity Map Proposed Noncompetitive Sale Pursuant to AS 38.05.035(b)(7)

This map is for graphic representation only. It is intended to be used only as a guide and may not show the exact location of the existing survey parcels or show all easements and reservations. Source documents remain the official record.

#### Legend



USGS QUAD 1:63,360 Cordova C-5 For more information contact: John King Department of Natural Resources Division of Mining, Land, and Water Land Conveyance Section Phone: 907-465-3511 Fax: 907-500-9011 Email: john.king@alaska.gov



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

# ATTACHMENT B: PUBLIC NOTICE

#### Requesting Input for Proposed Noncompetitive Sale to Preference Right Applicant - ADL 233873 AS 38.05.035(b)(7)

### COMMENT PERIOD ENDS 5:00 PM, THURSDAY, JUNE 15, 2023

The Alaska Department of Natural Resources (DNR), Division of Mining Land and Water (DMLW), Land Conveyance Section (LCS) is conducting a public notice for a noncompetitive land sale located near Three Mile Bay along Old Sawmill Bay Road, approximately 1.75 miles southwest of downtown Cordova. The property description for the parcel is:

An unsurveyed parcel containing approximately 0.064 acres, more or less, located within Section 32, Township 15 South, Range 3 West, Copper River Meridian. This parcel is adjoining and bounded on the south, east, and west by Lot 44, U.S. Survey No. 3601, and adjoining and bounded on the north by Alaska Tidelands Survey No. 103, filed under Plat Book 1, Page 19, Cordova Recording District, Third Judicial District, State of Alaska.

To obtain the notice, Preliminary Decision (PD), or instructions on submitting comment, go to <u>http://dnr.alaska.gov/mlw/landsale/</u> or <u>http://aws.state.ak.us/OnlinePublicNotices/</u>. For assistance in obtaining the documents by an alternative method, to request auxiliary aids, services, or special accommodations, contact DNR's Public Information Centers on State work days, Monday through Friday, between 10:00 AM and 5:00 PM in Anchorage at (907) 269-8400 or Fairbanks at (907) 451-2705 or the Southeast Land Office in Juneau at (907) 465-3400 or TTY: 711 for Alaska Relay or 1-800-770-8973 or go to <u>http://dnr.alaska.gov/commis/pic/</u> for additional contact information. Individuals who require special assistance must request assistance from the Public Information Center in Anchorage no later than 5:00 PM, Thursday, June 8, 2023.

Pursuant to AS 38.05.945 Notice, the public is invited to submit comments on the Preliminary Decision. The deadline for public comment is 5:00 PM, THURSDAY, JUNE 15, 2023. Only persons from whom DNR DMLW LCS receives timely, written comment during the identified comment period will be eligible to file an appeal of the Final Finding and Decision (FFD). Written comment may be received by fax, email, or postal mail. To submit comments or for direct inquiries, contact John King by mail at P.O. Box 111020 Juneau, AK 99811, or by fax at (907) 500-9011 or by email at john.king@alaska.gov. If you have questions, call John King at (907) 465-3511.

If no significant change is required, the PD, including any minor changes and a summary of comments and responses, will be issued as the FFD without further notice. A copy of the FFD will be sent to any persons who commented timely on the PD.

DNR reserves the right to waive technical defects in this notice.

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

# FINAL FINDING AND DECISION

of a Noncompetitive Sale to Preference Right Applicant, Rebekah Chapek – ADL 233873 AS 38.05.035(e), AS 38.05.035(b)(7)

and its

### RELATED ACTIONS: Amendment to the Prince William Sound Area Plan AS 38.04.065 Land Classification Order AS 38.04.065 and AS 38.05.300 Mineral Order (Closing) AS 38.05.185 and AS 38.05.300

This Final Finding and Decision (FFD) complements and updates the Preliminary Decision (PD) dated May 10, 2023. The PD (attached) and related actions have had the required public review.

#### I. Recommended Actions

The State of Alaska (State), Department of Natural Resources (DNR), Division of Mining, Land and Water (DMLW), Land Conveyance Section (LCS) recommends conveying 0.064 acres, more or less, of State-owned land as described in the PD, for noncompetitive sale to the applicant, Rebekah Chapek, pursuant to Alaska Statute (*AS*) 38.05.035(b)(7) Preference Right. The subject parcel is located near Three Mile Bay along Old Sawmill Bay Road, approximately 1.75 miles southwest of downtown Cordova.

There are three related actions with this proposal:

<u>Area Plan Amendment</u>: DNR proposes to amend the Prince William Sound Area Plan (PWSAP, adopted 1988, amended 2007). Before a sale, the subject parcel must be classified as Settlement Land. The amendment to the PWSAP will create Subunit 27F, a new subunit with a designation of Settlement (S). This new subunit will encompass the subject parcel only.

<u>Land Classification Order</u>: In relation to the Area Plan Amendment, DNR proposes to reclassify the subject parcel in a land classification order from Public Recreation Land and Water Resource Land to Settlement Land.

<u>Mineral Order (Closing)</u>: DNR proposes to close the subject parcel to new mineral entry through Mineral Order (MO) 1273.

### Final Finding and Decision

AS 38.05.035(b)(7) Preference Right – ADL 233873 Page 2 of 5

Public notice for these related actions was conducted concurrently with the notice for the primary action's PD.

#### II. Authority

DNR has the authority under AS 38.05.035(b)(7) to sell state-owned land if, on preparation and issuance of a written finding, it is determined to be in the best interest of the State, as required by AS 38.05.035(e) Powers and Duties of the Director. Article VIII, Section 1, of the Constitution of the State of Alaska states, "It is the policy of the State to encourage the settlement of its land and the development of its resources by making them available for maximum use consistent with the public interest." The authority to execute this decision has been redelegated to the Section Chief of the DMLW Land Conveyance Section.

For related actions, AS 38.04.065 Land Use Planning and Classification, AS 38.05.300 *Classification of Land, and AS 38.05.185 Generally* allow for amendments and special exceptions to area plans, land classifications, and mineral orders.

#### **III.** Public Participation and Input

Pursuant to *AS 38.05.945 Notice*, public notice inviting comment on the PD for the proposed primary action and drafts of the related actions were published and distributed in the following manner:

- Posted on State of Alaska Online Public Notice from May 10, 2023, to June 15, 2023.
- Posted on DNR Land Sales website from May 10, 2023, to June 15, 2023.
- Notices mailed to the City of Cordova per AS 38.05.945(c)(1).
- Mailed to the postmaster in Cordova with a request to post for 30 days, per AS 38.05.945(c)(4).
- Mailed to the library in Cordova with a request to post for 30 days.
- Mailed to the Chugach Alaska Corporation per AS 38.05.945(c)(2)-(3).
- Mailed to landowners within 0.5 miles of the offering, the Eyak Corporation, and the Native Village of Eyak.
- Emailed notice to area state legislators, Alaska Soil and Water Conservation District, Trustees for Alaska, and all state agencies who received the agency review notice.

The public notice stated that written comments were to be received by 5:00 PM, June 15, 2023, in order to ensure consideration and eligibility to appeal. For more information, refer to the PD.

#### **IV. Summary of Comments Received**

DNR DMLW LCS received comments from the applicant and from one private individual. The comments received during the public comment period are summarized below.

<u>Applicant's Comment</u>: The topography of the subject parcel has changed since the state precluded it from the sale of the adjoining property. The subject parcel is now an upland dry parcel, and its preclusion from the property surrounding it is no longer necessary. The applicant asserted that they are the appropriate recipient of the small parcel of land because it is surrounded by their property on three sides with no potential for development or recreational use by anyone else. This small remnant of state land is of little significance to anyone but them. The action recommended in the PD is compatible with the adjacent use, generates revenue, and fulfills a goal of the state's management plan. DNR DMLW LCS Response: LCS appreciates your review of the preliminary decision.

<u>Private Individual Comment</u>: The commenter is generally not opposed to the sale of the subject parcel to the applicant, but requests that the purchaser be prohibited from filling or building on the parcel. The commenter states that the subject parcel historically helps absorb runoff, and requests that it be kept as a buffer to the applicant's existing privately-owned land.

DNR DMLW LCS Response: LCS appreciates your review of the preliminary decision. As detailed in Section IV. Scope of the Proposal of the PD, the scope of this proposal is limited and specific to determining the following: (1) if the applicant and subject parcel themselves qualify, (2) if it is in the State's best interest to sell the subject parcel, and (3) if it is in the State's best interest to sell the subject parcel to the applicants. The scope of this decision does not include the control of post-patent use, and LCS does not intend to impose deed restrictions for this purpose. The local zoning authority will handle restrictions regarding land use.

### V. Traditional Use Findings

In accordance with AS 38.05.830 Land Disposal in the Unorganized Borough, a Traditional Use Finding is required for project areas within the Unorganized Borough. This project area is within the Unorganized Borough.

As discussed in the PD, there are no anticipated significant changes to traditional uses of the land and resources of this area as a result of the proposed action. No conflicts with traditional uses of the land have been discovered. Public review brought forth no new information indicating traditional use conflicts that were not apparent at the PD stage.

#### VI. Modifications to Decision and/or Additional Information

The recommended action has not been modified from the original proposed actions described in the PD.

#### VII. Stipulations

The applicant will be required to comply with the following stipulations to complete the proposed land sale:

- 1. A notice to proceed to survey will be issued if no appeals are received, or when appeals are resolved, after issuance of a Final Finding. Within one year after issuance of the notice of proceed to survey, the applicant must hire a surveyor and the surveyor must apply to the Division's Survey Section for survey instructions.
- 2. Within two years after issuance of the survey instructions, the applicant must submit a completed survey to the Division's Survey Section for review. The applicant must have the survey approved by DMLW and the local platting jurisdiction, if any, as set forth in the survey instructions.
- 3. Upon approval and recording of the survey, a notice to proceed to appraisal will be issued. Within two years from the date of the notice to proceed to appraisal, the applicant must hire an appraiser from DNR's Approved Appraiser list. The appraiser must apply for appraisal instructions issued by DMLW, and then must submit a completed fair market value appraisal

to LCS in accordance with the appraisal instructions. DMLW Appraisal Section must approve the appraisal. Appraisal costs shall be borne by the applicant.

- 4. Upon approval of the appraisal, a notice to proceed to purchase will be issued to the applicant. Within the time period specified in this notice, the applicant must submit the following to DMLW:
  - o A completed and signed Declaration of Intent Form;
  - o A completed Veteran's Land Discount form (if eligible); and
  - Payoff amount plus patent application and recordation fees OR minimum 5% of the purchase price as deposit plus land sales contract application and recordation fees. Fees are established under to 11 AAC 05.100 Land Disposals and 11 AAC 05.200 Recorder's Office and are subject to change. Some fees have been reduced by Director's Order Number 3.
- 5. Prior to and until the completion of the purchase and issuance of a state conveyance document, the applicant must remain in good standing with respect to all terms of the Contract for the Sale of Real Property throughout its term, if such a contract is issued. The applicant must also remain in compliance with all applicable state and local ordinances and regulations, including all applicable taxes. Failure to do so may result in termination of the Contract for the Sale of Real Property.

If extenuating circumstances delay any of the stipulations listed above, the applicant is responsible for notifying LCS and receiving approval from LCS for the delay with new timeframes for completion to be given. Failure to do this could result in the closure of the purchase application. The purchase cannot be completed until all the above stipulations have been satisfied.

Recommendation and approval of the Final Finding and Decision follow.

#### Final Finding and Decision AS 38.05.035(b)(7) Preference Right – ADL 233873 Page 5 of 5

### VII. Final Finding and Decision

The Land Conveyance Section recommends proceeding with the action as described in the Preliminary Decision. This action is undertaken under relevant authorities. Offering this parcel for sale will help meet the State's goal to provide land for settlement for sale to the public and raise revenue for the State.

The findings presented above have been reviewed and considered. Public Notice has been accomplished in accordance with *AS 38.05.945 Notice*, and comments received were considered. The case file has been found to be complete, and the requirements of all applicable statutes have been satisfied. The actions are consistent with constitutional and statutory intent for State-owned land, and this action is undertaken under relevant authorities.

signature on file

August 3, 2023

Date

Recommended by: Hannah Uher-Koch Acting Section Chief Land Conveyance Section Division of Mining, Land and Water Department of Natural Resources State of Alaska

Under the authority of the applicable statutes, it is hereby found to be in the best interest of the State of Alaska to proceed with the recommended actions as described and referenced herein.

signature on file

Approved by: Christianna D. Colles Director Division of Mining, Land and Water Department of Natural Resources State of Alaska

signature on file

Approved by: John Boyle Commissioner Department of Natural Resources State of Alaska August 10, 2023

Date

August 10, 2023

Date

#### **Reconsideration Provision**

An eligible person affected by this decision of the department, and who provided timely written comment or public hearing testimony to the department, may request reconsideration to the DNR Commissioner per AS 44.37.011 and 11 AAC 02. Any request for reconsideration must be received by the Commissioner's Office within twenty (20) calendar days after issuance of the decision under 11 AAC 02.040. The Commissioner may order or deny a request for reconsideration within thirty (30) calendar days after issuance of the decision. If the Commissioner takes no action on a request for reconsideration within thirty (30) days after issuance of the decision, the request for reconsideration is considered denied. The Commissioner's decision on reconsideration, other than a remand decision, is a final administrative order and decision of the department. An eligible person must first request reconsideration to the Commissioner before seeking relief in superior court. The Alaska Court System establishes its own rules for timely appealing final administrative orders and decisions of the decisions of the department.

Reconsideration may be mailed or hand-delivered to the DNR Commissioner's Office, 550 W. 7th Avenue, Suite 1400, Anchorage, Alaska, 99501; or faxed to (907)-269-8918 or sent by electronic mail to <u>dnr.appeals@alaska.gov</u>. Reconsideration must be accompanied by the fee established in 11 AAC 05.160(d)(1)(F), which has been set at \$200 under the provisions of 11 AAC 05.160(a)-(b). A copy of 11 AAC 02 is available on the department's website at <u>https://dnr.alaska.gov/mlw/pdf/DNR-11-AAC-02.pdf</u>.

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

# PRINCE WILLIAM SOUND AREA PLAN AMENDMENT SC-88-004A05

### Management Unit 27: Cordova, Subunits 27C and 27F

### related to the Noncompetitive Preference Right Sale to Rebekah Chapek – ADL 233873

The Commissioner of the State of Alaska, Department of Natural Resources (DNR) finds that the following amendment to the Prince William Sound Area Plan, described more fully in the Attachment, meets the requirements of *AS* 38.04.065 Land Use Planning and Classification and 11 AAC 55.010-030 Land Planning and Classification for land use plans and hereby adopts the amendment. The Department of Natural Resources will manage state lands within the area of the revision consistent with this designation and management intent.

- <u>Designation</u>: The amendment will create Subunit 27F, a new subunit encompassing only the subject parcel identified in the noncompetitive sale case, serialized as ADL 233873, transferring approximately 0.064 acres from Subunit 27C to Subunit 27F. The designation of Subunit 27F will be Settlement, and Subunit 27C will remain designated as Public Recreation and Water Resources.
- <u>Management Intent</u>: Land offerings are an appropriate surface use in Subunit 27F. There will be no changes to the management intent and guidelines for the remainder of land within Subunit 27C.

signature on file

August 10, 2023

Date

Approved by: John Boyle Commissioner Department of Natural Resources State of Alaska

# ATTACHMENT

#### to the PRINCE WILLIAM SOUND AREA PLAN AMENDMENT SC-88-004A05

### Management Unit 27: Cordova, Subunits 27C and 27F

### related to the Chapek Preference Right Noncompetitive Sale – ADL 233873

Location and property description of new Subunit 27F: Located within DNR's Southcentral Region, the amendment affects an unsurveyed parcel containing approximately 0.064 acres, more or less, located within Section 32, Township 15 South, Range 3 West, Copper River Meridian. This parcel is adjoining and bounded on the south, east, and west by Lot 44, U.S. Survey No. 3601, and adjoining and bounded on the north by Alaska Tidelands Survey No. 103, filed under Plat Book 1, Page 19, Cordova Recording District, Third Judicial District, State of Alaska. The area will be removed from Unit 27, Subunit 27C, in the Prince William Sound Area Plan (PWSAP).

<u>Authority</u>: The authority to revise plans derives from AS 38.04.065(b) Land Use Planning and Classification. 11 AAC 55.030(f) Land Use Plan defines when a revision constitutes a plan amendment.

<u>Current Plan</u>: The PWSAP designates Subunit 27C as Public Recreation and Water Resources. These designations convert to classifications of Public Recreation Land and Water Resource Land. Within the PWSAP, management guidelines and intent for the submerged lands within Subunit 27C is as follows:

The area is important because it is one of the few areas of public land left near Cordova with good views and varied topography. It has the potential for recreation development (hiking and ski trails) and includes part of the Heney Creek watershed. Heney Creek provides water for the City of Cordova. It should be considered for legislative designation to support the recreation and tourism needs of Cordova. The exact type of legislative designation should be determined in coordination with the city. Final boundaries of the legislative recommendation may require resolution of overlapping land selections. Land offerings are prohibited.

<u>Proposed Plan Amendment</u>: Remove land encompassed by the subject parcel identified in ADL 233873 from Subunit 27C and create new Subunit 27F. Subunit 27F will be designated Settlement with management intent stating that land offerings are an appropriate surface use in the subunit. There will be no changes to designations, management intent, and guidelines for the remainder of land within Subunit 27C.

<u>Explanation</u>: The Prince William Sound Area Plan was adopted in 1988, amended in 2007, and has not been updated since. The subject parcel was classified by the PWSAP prior to the analysis of earthquake uplift and is now a remnant of land that is considered unmanagable. There is a demand from the applicant to obtain Settlement-classified land adjacent to their existing parcels. This new subunit will encompass the subject parcel only. The resources and

#### Attachment to the Prince William Sound Area Plan Amendment Management Unit 27, Subunit 27C related to a Proposed Noncompetitive Sale to a Preference Right Applicant for – ADL 233873 Page 2 of 2

uses available in Subunit 27C do not support changing the entire subunit to settlement, only the remnant subject parcel. Beyond the conveyance of the 0.064-acre parcel, minimal viable land could be used for settlement purposes.

Land within the new subunit is appropriate for settlement due to consistency with adjacent uses. Management intent is for disposal supporting private interests that are compatible with adjacent uses. Multiple use, factors affecting the area, resource inventory, present and potential land uses, and compatible classifications have been considered.

A goal of the PWSAP areawide land management policies for Settlement includes making suitable public land available to present and future Alaskans for private settlement purposes. Isolated parcels of State land in or near existing communities will be offered for settlement unless it is appropriate as a site for a school, gravel pit, road, park, sewer treatment plant, or other public facility. The subject parcel is a remnant of land that is adjacent to other private settlement parcels and is not appropriate for those uses. The PWSAP states that there are a few small parcels of state land surrounded by private land near the developed areas of Valdez, Whittier, and Cordova. These small parcels may be offered for sale if compatible with adjacent land uses. These small plots are not part of the areas designated for Settlement in the PWSAP.

A sale of the subject parcel supports the management goals of the PWSAP by providing an opportunity for private ownership of an isolated remnant of land currently owned by the state. The parcel is appropriate for offering as provided in the Preliminary Decision dated May 10, 2023.

Assessment: The following alternatives are being considered:

- (Preferred) Amend the Prince William Sound Area Plan as described above to create Subunit 27F encompassing the subject parcel. The new subunit will be designated Settlement. Amending the plan is the preferred alternative as it will allow the noncompetitive sale of the unmanageable settlement-designated parcel to an adjoining landowner.
- 2. (Status Quo) Do not amend the Prince William Sound Area Plan. This alternative is not preferred as it would disallow the offering of the subject parcel.

<u>Requirements of AS 38.04.065(b)</u>: The factors identified in this section of statute have been considered, and the proposed action is consistent with that portion of the statute.

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

### LAND CLASSIFICATION ORDER NO. CL SC-88-004A05

### Noncompetitive Preference Right Sale to Rebekah Chapek – ADL 233873

- I. Name: Plan Amendment to Management Unit 27F of the Prince William Sound Area Plan.
- II. The classification in Part III is based on written justification contained within the following:

III.

- Prince William Sound Area Plan, adopted in 1988, amended in 2007;
- a Preliminary Decision for the proposed Chapek Preference Right Noncompetitive Sale – ADL 233873 within the Unorganized Borough, dated May 10, 2023; and
- an Amendment to the Prince William Sound Area Plan No. SC-88-004A05.

Property Description	Acreage	Acquisition Authority	Existing Classification of Subunit 27C	Classification of Subunit 27F by this Action
An unsurveyed parcel containing approximately 0.064 acres, more or less, located within Section 32, Township 15 South, Range 3 West, Copper River Meridian. This parcel is adjoining and bounded on the south, east, and west by Lot 44, U.S. Survey No. 3601, and adjoining and bounded on the north by Alaska Tidelands Survey No. 103, filed under Plat Book 1, Page 19, Cordova Recording District, Third Judicial District, State of Alaska.	0.064 acres	Alaska Statehood Act, the Submerged Lands Act of 1953, and the Equal Footing Doctrine.	Public Recreation Land, Water Resource Land.	Settlement Land.

- IV. This order is issued under the authority granted to the Commissioner of the Department of Natural Resources by AS 38.04.065 Land Use Planning and Classification and AS 38.05.300 Classification of Land. The above-described lands are hereby designated and classified as indicated. Nothing shall prevent the reclassification of these lands if warranted and in the public interest.
- V. The classification supersedes and replaces CL SC-88-004 within the boundaries of this amendment.

Approved:

signature on file

John Boyle, Commissioner Department of Natural Resources August 10, 2023

Date

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

# MINERAL ORDER No. 1273

<u>X</u> Closing Lands to Mineral Entry Opening Lands to Mineral Entry

I. Name of Mineral Order: Chapek Preference Right Noncompetitive Sale – ADL 233873

**II.** Reason for Mineral Order: This Mineral Order is based upon the attached *Commissioner's Administrative Finding,* applicable statutes, and the written justification contained in the following:

Prince William Sound Area Plan (adopted 1998, amended 2007); and Preliminary Decision, Proposed Noncompetitive Sale to Preference Right Applicant – ADL 233873, May 10, 2023, and the subsequent Final Finding and Decision for same.

III. Authority: AS 38.05.185 Generally and AS 38.05.300 Classification of Land.

**IV.** Location and Legal Description: Located within DNR's Southcentral Region, within the City of Cordova, more specifically described as:

An unsurveyed parcel containing approximately 0.064 acres, more or less, located within Section 32, Township 15 South, Range 3 West, Copper River Meridian. This parcel is adjoining and bounded on the south, east, and west by Lot 44, U.S. Survey No. 3601, and adjoining and bounded on the north by Alaska Tidelands Survey No. 103, filed under Plat Book 1, Page 19, Cordova Recording District, Third Judicial District, State of Alaska.

V. Mineral Order: This order is subject to valid existing rights and is issued under the authority granted by *AS* 38.05.185 – *AS* 38.05.275 and *AS* 38.05.300 to the Alaska Department of Natural Resources. In accordance with *AS* 38.05.185(a), I find that the best interests of the State of Alaska and its residents are served by the closure of the land described in this mineral order to entry under mineral location and mining laws of the State of Alaska. The above-described lands are hereby **closed** to entry under the locatable mineral and mining laws of the State of Alaska.

Concur:	signature on file	August 10, 2023	
	Christianna Colles, Director Division of Mining, Land and Water Department of Natural Resources	Date	
Approved:	signature on file	August 10, 2023	
	John Boyle, Commissioner Department of Natural Resources	Date	

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

# ADMINISTRATIVE FINDING MINERAL ORDER NO. 1273 Closing Lands to Mineral Entry

# Chapek Preference Right Noncompetitive Sale

Pursuant to *AS 38.05.035 Powers and Duties of the Director*, the State of Alaska, Department of Natural Resources, Division of Mining, Land, and Water (DMLW) proposes to issue a Final Finding and Decision to convey State-owned land into private ownership within the Chapek Preference Right Noncompetitive Sale (ADL 233873). As noted in the Preliminary Decision – Chapek Preference Right Noncompetitive Sale, issued May 10, 2023, the subject parcel is within Unit 27, Subunit 27F of the proposed amendment to the *Prince William Sound Area Plan.* In accordance with the area plan, DMLW proposes to close the entire subject parcel to mineral entry. The attached mineral order includes the legal description of the area to be closed to mineral entry.

DMLW requests the mineral estate of approximately 0.064 acres, identified in the attached mineral order, be closed to mineral entry and location in accordance with *AS 38.05.300 Classification of Land* for a land disposal. Mining activity on the subject parcel would be incompatible with the current and proposed land estate uses. The land contains no known mineral deposits and was not selected for mineral values. There are no mining claims on the land.

Public notice of the comment period for the proposed mineral order was conducted in accordance with *AS 38.05.945 Notice*. The Department did not receive objections or comments regarding the proposed mineral order from the public or agencies during the comment period.

In accordance with AS 38.05.185(a) Generally and AS 38.05.300 Classification of Land, I find that the best interests of the State of Alaska and its residents are served by the closure of the land to entry under the mineral location and mining laws of the State of Alaska as described by Mineral Order (Closing) No. 1273.

Approved:

John Boyle, Commissioner Department of Natural Resources Date