AIRWAVES

July 3, 2008

Dear Board Members,

Here is a quick update on your radio station:

- Tom Bohn a computer engineer from B2 Networks will be visiting KSDP August 11th 15th. Tom will install the routing equipment that has been sitting in the storage room next door since before my arrival. Installed the routing equipment will substantially improve the station's internet connection speed and our internal computer networking capabilities. Tom will also set-up the station's online streaming equipment. The engineering visit is being paid for by Alaska Public Broadcasting, Inc.
- The Shumagin Corporation has advised us by mail that its Board of Directors voted to maintain the current lease agreement with the station for the transmitter site. This means that our annual lease rate will remain the same: \$500.00.
- Work on the cell phone project has commenced at the transmitter site and Nolan Brothers will be in Sand Point next week to put the cell phone equipment on the tower. When the work on the tower begins, the station will be shut-off for several days. Additionally, Chuck Lakaytis, an Alaska Public Broadcasting engineer, may come out to Sand Point in order to reset some of our transmitter levels following the installation of the cell phone equipment on the tower.
- The wind turbine grant application is moving ahead slowly. The Denali Commission advised Alaska Public Broadcasting, Inc. to direct us to formulate a proposal for a twelve month wind study by a third party. The proposal we submitted was written by ABS Alaska an alternative energy contractor in Alaska. I will have additional information on this for you when we meet next week.
- Corporate underwriting is going very well. Wastac Electronics in Sand Point donated \$787.50 and Wells Fargo is interested in a corporate sponsorship opportunity. Additionally, the station secured a \$2,500.00, three month advertising contract with the Ad Council.
- The first part of a grant application to the Rasmuson Foundation in Anchorage has been filed. The application requests funding to purchase and install a second satellite dish in order to receive programming from the Alaska Public Broadcasting Radio Network.

Sincerely yours,

Kells Hetherington 830AM KSDP / Aleutian Peninsula Broadcasting, Inc., General Manager