



raven'scircle



Palouse Wind project includes 58 turbines near Oakesdale, Wash.

CIRI energy venture launches in Eastern Washington

Palouse Wind turbines began spinning December 2012

The rolling wheat fields of eastern Washington's Palouse region provide the backdrop for CIRI's latest investment in a major wind energy project. The Palouse Wind project began providing clean, renewable energy to customers in December.

The project was constructed and is operated by First Wind, an independent wind energy company based in Boston, Mass. CIRI partnered with First Wind through a tax efficient financing deal that is expected to benefit CIRI shareholders for decades to come.

"Given the impressive track record of First Wind as an experienced wind project developer, CIRI is excited about this new partnership," said Sophie Minich, president and CEO of CIRI. "Palouse Wind is a good fit for CIRI and

complements our diverse and developing portfolio of energy assets."

The 105-megawatt Palouse Wind project features 58 state-of-the-art turbines situated near the town of Oakesdale, Wash. The project has the capacity to produce enough clean and cost-competitive energy to power the equivalent of approximately 30,000 homes. By comparison, CIRI's recent Fire Island Wind project near Anchorage currently has 11 turbines with the ability to power 4,000 households.

First Wind launched the major construction phase of the project in May of last year. Roughly six months later, the turbines were in place and the project began delivering power. The energy produced will be purchased by Avista Corporation,

Palouse Wind, continued on page 7

Anchorage Museum exhibit features CIRI shareholder

William D. English, retired pilot and flight instructor

CIRI shareholder, former CIRI board member and current member of Cook Inlet Housing Authority's finance committee William D. English is featured as an Alaskan pilot in the "Arctic Flight: A Century of Alaska Aviation" exhibition at the Anchorage Museum from Feb. 9 through Aug. 11. The exhibition marks the 100th anniversary of the first airplane to fly in Alaska in 1913.

Mr. English's interest in flying began at age 2, when he watched the first Standard airplane land in Wiseman, Alaska in 1925. After junior college, English began his career flying as a passenger, then as a student earning his private license in 1946. English continued his flight training and earned a commercial pilot's license. Then English attended the FAA school in Oklahoma where he trained on the

William D. English, continued on page 5

CIRI CAREER OPPORTUNITIES

CIRI and its subsidiaries continue to recruit for a number of positions. For a list of vacant positions and job descriptions, visit the CIRI website at www.CIRI.com.

CIRI shareholders are encouraged to apply.

CIRI is on **Facebook!**  Get the latest CIRI news and updates at facebook.com/cirinews

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A word from the president

President's Message

By: **Sophie Minich, CIRI president and chief executive officer**

Dear Fellow Shareholders:

It is a great honor and privilege to present my first president's message since accepting the position following the retirement of Margie Brown. We are fortunate to have benefited from Margie's strong, compassionate leadership and her commitment to our corporation. She will be a hard act to follow and we all miss her kindness and keen intellect.

While change can bring uncertainty, CIRI's Board of Directors and leadership team have made great efforts to ensure a smooth transition and consistency in our strategic focus. You will see that same consistency in CIRI's business operations, engagement with CIRI's family of nonprofits and outreach to CIRI shareholders. In our 40-year history, CIRI has grown into a diverse and successful corporation and I look forward to ensuring that growth continues for another 40 years and beyond.

I'm proud to be a CIRI shareholder and, for nearly 20 years, a CIRI employee serving in a variety of positions. My career at CIRI began as a project accountant and over the years I grew with the company in positions of increased responsibility, including overseeing shareholder relations, serving as chief financial officer and most recently as the chief operating officer. For the past eight years, I have benefited from working side by side with Margie fulfilling the Board's strategic vision and positioning CIRI for future growth.

As we look to the future, I would like to explain some of the areas CIRI is focusing on to achieve greater returns and shareholder benefits. First of all, CIRI's track record of success can be attributed in large part to the leadership of our strong Board of Directors and the valued employees we have throughout the company. As our corporation grows, it will be important to ensure CIRI maintains appropriate staffing to manage our businesses and make certain we have succession plans, both within CIRI and our subsidiaries, to accommodate personnel changes without interrupting business operations. I am a firm believer in the philosophy that if we hire good people, provide them the tools they need to effectively perform their job and the freedom to unleash their potential – good things will follow.

Through the direction set by the Board, CIRI has evolved into a company with a diverse and strategic combination of operating companies and investments. Going forward, CIRI will continue to expand our footprint in Alaska's resource development sector. The Cook Inlet Basin is enjoying a renaissance with new explorers in the oil and gas sector and through CIRI's leadership in renewable and alternative energy sources. My goal is to continue to take advantage of opportunities on CIRI land through strategic partnerships that will position the company for future success. In addition, CIRI will continue to identify opportunities and strengthen

partnerships to grow our energy businesses outside of Alaska.

CIRI's strong balance sheet allows us to evaluate emerging opportunities that fit well with our strategic plan and provide for long-term growth. Given the sluggish U.S. economy and concern about tightening federal spending, with the Board's guidance, CIRI is exploring new investments with a focus toward consistent and sustainable returns. We recognize the importance of maintaining the liquidity necessary to allow the corporation the flexibility to take advantage of investment opportunities as they arise.

In our 40 years of existence, it is gratifying to see how Alaska Native Corporations (ANCs) have matured into financially strong, sophisticated and influential organizations that not only deliver economic benefits to shareholders and the economy, but also play an essential role in promoting and preserving our cultural heritage. I am committed to working closely with the business community, state and local governments and with other ANCs, villages and tribes to build upon past successes and increase the economic and political strength of the Alaska Native community.

As CIRI embarks on this next chapter, I am particularly excited about working closely with you and will be seeking your wisdom, support and guidance. The success of CIRI depends on shareholders who are engaged and excited about participating in their corporation. We have challenges ahead. CIRI, along with all of the ANCs, is experiencing an aging demographic of shareholders and, as shares are transferred, we will have more shareholders with fewer shares. CIRI will be developing strategies to ensure our corporation remains as relevant to the next generation as it has been to us and those who came before us.

We've come a long way together. I have always been impressed with the unparalleled pride CIRI shareholders have in their heritage and corporation. It gives me great confidence that, working together, we will overcome obstacles that come our way and CIRI will continue on the path of prosperity. In some respects, our journey is only beginning.

Sophie Minich



CIRI Board of Directors

*Charles G. Anderson, Aleut
Chair*

*Roy M. Huhndorf, Yup'ik
Chair Emeritus*

*Patrick M. Marrs, Aleut
Vice Chair*

*Thomas P. Huhndorf, Yup'ik
Secretary*

*Michael R. Boling, Athabascan
Treasurer*

*Douglas W. Fifer, Tlingit
Assistant Secretary*

*Penny L. Carty, Aleut
Assistant Treasurer*

Hallie L. Bissett, Athabascan

Rolf A. Dagg, Yup'ik

Erik I. Frostad, Athabascan

Jeffrey A. Gonnason, Haida

Robert E. Harris, Inupiaq

Katrina M. (Dolchok) Jacuk, Aleut

Ted S. Kroto Sr., Athabascan

Louis "Lou" Nagy Jr., Yup'ik

Our Business

Tikahtnu businesses are opening on schedule

Construction at Tikahtnu Commons in Anchorage is exceeding expectations. Old Navy recently opened, and Famous Footwear and Starbucks are now open for business in the 17,000 square-foot retail building south of McDonald's. Work on the Sam's Club warehouse continues on schedule with an expected opening in the Summer of 2013.



Famous Footwear opens at Tikahtnu Commons.

CIRI Spotlight: Alexei Painter

Growing up a couple blocks from Alaska's state capitol building in Juneau had an impact on young Alexei Painter. With both of his parents working for the state, Painter always envisioned that public service and public policy would play a role in his life. Sure enough. After Painter graduated from George Washington University in the nation's capital, he found himself back in Juneau working at the capitol building just blocks from his childhood home.

Painter spent the first year there working for Rep. Beth Kerttula (D-Juneau), the House Minority Leader, and then for Rep. Reggie Joule (D-Kotzebue). The experience working for Rep. Joule opened Painter's eyes to another passion – delving into the policies that impact the lives of Alaska Native people and others in rural Alaska. At the time, Rep. Joule led the Bush Caucus, which consists of legislators from rural regions of the state who, regardless of party, work together for the common interests of their constituents.

"I have been fortunate enough to work on many issues of importance to Alaska Native people, such as caribou hunting in Alaska's Northwest Arctic, the state's coastal management program and redistricting," Painter said. "I learned a lot about the needs and challenges we face as the state heads into its final decades of oil wealth."

In part, that experience drove Painter to go back to school to pursue his master's degree in public policy. With a GPA of 3.94, he is poised to graduate in May of this year from the University of California, Berkeley, one of the top public policy programs in the country. As part of his master's program, Painter is working on tribal policy and examining the differences he has witnessed in Alaska and California.

"When I think of how Native policies were implemented, I really think about how lucky we are as Alaska Native people," Painter said. "For the most part, we have the opportunity to live close to our original lands and enjoy our traditional values, if we so choose. Compared to California, we have a much better ability to control our own destiny."

Painter is already in the process of re-entering the job market. His ultimate hope is to return to Alaska and play a role in shaping the policies that can make life better for Alaska Native people. "It's not merely a nice goal, but a moral imperative," he said.

Painter's demonstrated commitment to serving the Alaska Native community and excelling in his field of study, earned him the honor of being the first recipient of the William D. Phillips special excellence scholarship award through The CIRI Foundation. The scholarship was established by CIRI in memory of Mr. Phillips for students in such fields of study as government and public policy.

Painter, a CIRI descendant of CIRI original enrollee Elanore Mae Beatty, said he is grateful for the support of CIRI, particularly The CIRI Foundation, which supported his educational pursuits at both George Washington and Berkeley.

"My career goals remain the same – making Alaska and Alaska Native people stronger. My education equipped me with new tools to bring about change."



Photo courtesy of Alexei Painter
Alexei Painter

In Touch with shareholders



Photo courtesy of Lucy Tesdal
Lucy Tesdal and Steven Untiet

Wedding Announcement

CIRI shareholder and CIRI employee Lucy Tesdal and her husband Steven Untiet were married on Jan. 17 in Las Vegas, Nev. Tesdal's mother is CIRI shareholder Lucille Whisenant and father is Ron Whisenant.



Photo courtesy of Roland and Dolly Roy
Dolly Roy and granddaughters

Birth announcement

CIRI shareholder Dolly Roy and her husband Roland Roy are proud to announce the arrival of their two granddaughters. Savannah, daughter of Cameron and Danielle Roy, was born Oct. 25, 2012 and weighed 8 lbs. 3 oz. and was 21 inches in length. Maci Lynn, daughter of Nicholas and Jenny Roy, was born on Nov. 28, 2012 and weighed 7 lbs. 5 oz. and was 20 inches in length.



Photo courtesy of William Schmidt
William and Marika Schmidt

Wedding Announcement

CIRI shareholder William C. Schmidt and wife Marika C. Schmidt, formerly Nelson, were married on Jan. 10, 2013 in Kenai, Alaska.



Photo courtesy of Valerie Mullins
Valerie Mullins

Scholarship announcement

Valerie Mullins, CIRI Shareholder and descendent of Michelle Mullins (mother) and Alma Mullins (grandmother), was awarded a scholarship for the 2013 Spring semester at Oklahoma State University through The CIRI Foundation. She achieved a 4.0 GPA during the fall 2012 semester. She is studying to obtain an Associates of Applied Sciences in Business Management degree. Born and raised in Anchorage, Mullins takes pride in her Inupiaq heritage and culture.



Photo courtesy of Eva Olhausen
Parker Orion Olhausen

Birth announcement

CIRI shareholder Eva Olhausen and husband Clarence Olhausen announce the birth of their son Parker Orion Olhausen who was born Jan. 10, 2013 in Anchorage. He weighed 9.1 lbs and was 21 inches.

Birth announcement

CIRI shareholder Bernadine Atchison and her husband Jim Bartl announce the birth of four grandchildren in 2012. Their twin granddaughters, Hailey and Zoey Mitchell, were born on January 9, 2012 to Casey and Jamie Mitchell. Their second grandson, Elias Franke, was born on June 14, 2012 to Jacqueline and Kaleb Franke. Their fourth granddaughter, Daisy Newton, was born on August 15, 2012 to Jessica and Jordan Newton. The babies' great grandmother Virginia Hunter and great-great grandmother Rika Murphy (deceased) were both CIRI shareholders and from Kenai, Alaska.



Photo courtesy of Bernadine Atchison
Hailey and Zoey Mitchell



Photo courtesy of Bernadine Atchison
Elias Franke



Photo courtesy of Bernadine Atchison
Daisy Newton

Happy 100th Birthday to CIRI shareholder Ruth Daniels!

CIRI original shareholder Ruth Amelia Gundrum Daniels celebrates her 100th birthday on February 14. Ms. Daniels was born in Circle, Alaska to Sarah Joseph and Charles Gundrum. Daniels is of Athabascan descent and grew up in Nenana. Since 1946, Daniels has resided in Michigan and enjoys visiting with her family, baking and watching TV.



Photo courtesy of Charlene Estlin
Ruth Daniels

Alaska Native Heritage Center strives for language data

Effort aimed at helping to revitalize indigenous languages

Fulfilling its commitment to preserve and promote the revitalization of Alaska Native languages, the Alaska Native Heritage Center is conducting a survey to help focus its language initiatives. The Center received a one-year grant from the Administration for Native Americans to develop the survey that is now located on the Center's website at www.AlaskaNative.net.

The Heritage Center will assess the results of the online survey to develop a plan for preserving and revitalizing the diverse languages of Alaska Native people, connect potential Alaska Native language learners with the Native language programs available throughout the state and identify which languages aren't being taught at all.

"Where can I learn my Native language?" is a question we hear over and over again," said Ember Thomas, the lead language coordinator with the Alaska Native Heritage Center. "With the information we receive from this survey, we will be able to better match those who are enthusiastic about learning these important languages with

the programs and fluent speakers to ensure the languages are passed along to new generations."

Alaska's indigenous languages are being lost at an alarming rate and all but two are now listed as endangered by the United Nations Educational, Scientific and Cultural Organization. More than 26 percent of Alaska's Native population now resides in Anchorage, representing more than nine linguistically distinct Alaska Native cultural groups

including: Athabascan, Eyak, Haida, Inupiaq, Sugpiaq, Tlingit, Tsimshian, Unangax, and Yup'ik/Cup'ik nations. Therefore, the next step for

the Center is to successfully apply for a three-year grant to begin offering Alaska Native languages classes and potentially broadcast the lessons online to reach learners throughout the state.

If you would like to help increase the potential for Alaska Native people to learn, teach or be involved in language revitalization and preservation, please participate by visiting the Centers' website at www.AlaskaNative.net and completing the online survey.



Koahnic's Annual Auction

Save the date

Koahnic Broadcast Corporation's **18th Annual Alaska Native Art Auction**
 Thursday, March 7, 2013
 Dena'ina Civic and Convention Center
 5:30 to 8:30 p.m.
 RSVP at (907) 793-3528

To learn more about Koahnic or to listen online to programming on KNBA 90.3 FM, visit www.KNBA.org.



"Bear Painting with Chickadee" by Alvin Amason donated to Koahnic's 18th Annual Art Auction.

Cook Inlet Regional meetings will continue

Tribes, villages, nonprofits and CIRI collaborate in 2013

CIRI hosted a Cook Inlet Regional meeting in January. Cook Inlet tribes, village corporations, nonprofits and CIRI reaffirmed their commitment to continue quarterly meetings through 2013. Participants included tribal entities, ANCSA village corporations and CIRI-founded nonprofit organization representatives.

"The purpose of the meetings is to share information with the representatives of all Cook Inlet Alaska Native people. We had a series of these meetings last year and the consensus of our group was that they should continue," said Greg Razo, CIRI vice president, government contracting. "During the meetings, we hear about upcoming projects, business and employment opportunities and issues affecting tribes and nonprofits in the region."

Learn more by visiting www.CookInletForum.com.

O'Neill appointed by Governor Parnell

CITC president and CEO to serve as UA Regent

Alaska Governor Sean Parnell appointed Gloria O'Neill to the University of Alaska Board of



Gloria O'Neill, CITC president and CEO

Regents for a full eight-year term on Jan. 22, 2013.

The 11-member board manages the university's property, land, and financial assets; sets tuition rates; appoints the university president; and governs the government and instruction of the

university. Appointees to the board of regents are subject to confirmation by the Legislature.

CIRI shareholder Gloria O'Neill serves as president and chief executive officer of Cook Inlet Tribal Council. She also serves as an Annie E. Casey Foundation Fellow and is a recipient of the University of Alaska Anchorage (UAA) Alumni Humanitarian Award for her contributions to the community. O'Neill served on the board of directors for the Alaska Federation of Natives, Anchorage Museum of History and Art, Anchorage Community Land Trust and UAA Advisory Board.

O'Neill earned a bachelor's degree in sociology from UAA and a master's in business administration from Alaska Pacific University.

CIRI job and resource fair update

More than 100 CIRI shareholders and descendants attended the CIRI Shareholder Job and Resource Fair Jan. 17 at the CIRI building in Anchorage.

"The Job Fair was a success! Shareholders and descendants spoke with representatives from a variety of companies and discovered new opportunities for employment," said Molly Webb, CIRI senior manager of human resources. "The

companies represented were pleased with the turnout and the quality of the potential applicants."

CIRI-affiliated entities, nonprofits, and other organizations were available to accept applications for a variety of positions, including The CIRI Foundation, which currently has a Program Officer position and a new Program Assistant position open. Additionally, CIRI Alaska Tourism

Corporation (CATC) launched the start of CATC's summer hiring program at the Fair and computers were available for interested applicants to apply online.

Due to the success of the event, CIRI anticipates hosting another job fair in the future. For current information on career opportunities, visit www.CIRI.com.

Remodeling underway at Alaska Native Medical Center inpatient pediatrics

Improvements planned to benefit healing process for children and families

The Alaska Native Medical Center (ANMC), which is jointly owned and managed by the Alaska Native Tribal Health Consortium and Southcentral Foundation – CIRI's nonprofit health care affiliate – began remodeling to improve the inpatient pediatric facilities. The remodel is scheduled for completion in 2014 and includes culture-centered artwork and color schemes, child-friendly decorations and updated furniture. The renovations are intended to improve comfort and convenience for children and their families with the belief that physical environment largely impacts the healing process.

The Inpatient Pediatrics Department of ANMC's Maternal Child Health Services Program serves nearly 1,000 children each year from observation to critical care. Advanced and newly renovated neonatal and pediatric intensive care units are equipped to deal with the most serious conditions. ANMC providers also have access to a network of pediatric subspecialists and specialty surgical services, both

in Alaska and across the country, to meet additional needs related to brain, heart, liver and kidney health.

At ANMC, each child has a team of caregivers that includes board-certified pediatricians who care exclusively for hospitalized infants and children, pharmacists, registered nurses, certified personal service assistants, respiratory therapists, dietitians, pediatric occupational and physical therapists, social workers, discharge coordinators and support staff. ANMC inpatient pediatric nurses have achieved a specialty certification rate more than twice the national average for children's hospitals in the U.S. In addition, parents rated customer satisfaction of pediatric doctors and nursing staff among the best in the nation.

ANMC provides comprehensive inpatient and outpatient medical care to Alaska Native and American Indian people. For more information, visit www.ANMC.org.

Photo courtesy of Southcentral Foundation



Alaska Native patient pictured with caregiver at ANMC.

William D. English

Continued from page 1

Photo courtesy of the Anchorage Museum / Wien Collection. Anchorage Museum, B1985.027.2095



William D. English

DC-4 to become a flight instructor. In following years, he instructed on the F-27, DC-3, C-46, Lockheed Constellation and Boeing 737.

Mr. English's reflections about his life as an Alaskan pilot are featured in The CIRI Foundation's "Our Stories, Our Lives" publication where he stated, "I saw an airplane and flew in an airplane before I ever saw a car, or a train, or a boat." The publication provides English's stories of survival and adventures experienced while being a pilot in bush Alaska during the first 100 years of Alaska aviation.

For more information about the Arctic Flight exhibition, visit the Anchorage Museum website at www.AnchorageMuseum.org. To read firsthand accounts of Mr. English's life story, visit The CIRI Foundation's website at www.TheCIRIFoundation.org to review their publication lists and order form.

Help locate shareholder addresses

The following CIRI shareholders do not have a current mailing address on record and should fill out the change of address form at CIRI's offices, download it from the CIRI website or send a signed and dated letter that includes the new address, telephone number, birth date and the last four digits of their social security number.

Byron Keith Abell
Wayne Bert Anasogak
Nadia Erin Anderson
Sophie Anelon
Rea Marie Bavilla
Brandee Luann Beard
Bronson Olin Berg
Annmarie Cooper Bleakley
Alissa L. Bostrom
Nicole Jenenne Briggs
Richard Kenneth Bright
Steven Patrick Bright
Tudi Marie Butterfield
Roger Charles Canfield Jr.
Glenn Eugene Cantrell
Grace Ann Cantrell
Brandin Chanler Carpenter
Richard Lee Chiaro
Stormi Joann Chudocken
Colleen Helen Clark
Suzanne Ellen Clyde
Margaret Collins
Waldo E. Cook
Rose Courtright
Loretta May Cox
David Manual Delacruz
Jeremy Nathan Donaldson
Christy Lynn Downs
Michael Anthony Dumesnil
Etta Jean Faris
Brian Keith Finley

Maribeth Forrest
Andrew Jaquie Galaktionoff
Jason Kyle Gass
Cheryl Denise Goozmer
Nicole Lyn Graham
Cynthia R. Green
Carmelita S. Gutierrez
Mary Joan Hand
Brett Michael Hopkins
Patricia Ann Johns
Amber Lea Johnson
Juanita Connie Johnson
Reid Hodikoff Johnson
Alyssa J. Kashevaroff
John Rodney King
Michelle Lynn King
Lili Blevins Kipp
Leroy Richard Layland
Debra Ann Lestenkof
Alec Rodney Lewis
Douglas James MacDonald
Lyla Sohailah Marey
Michael West Mason
Nellie Lavonne Mayer
Sheldon Dane McManamy
Norman Daywalt Miller Jr.
Justin Aaron Monette
Karen Marie Moonin
Charles Lewis Mumchuck
Vince Franklin Nethery
Jennifer Dawn Marie Newton

Amanda May Nielsen
Tracy Victoria Nielsen
Amy Ruth Paris
Linda Kay Paxton
Thomas Arthur Porth Jr.
Blanche Reed
Mark Alan Reisdorf
Patricia Ann Rhymes
Lindsey Morgan Roberts
Jeanita Kim Sampson
Wayne Allen Samuelson
Arlene Ann Selden
Katrina Mae Settles
Jennifer Nicole Smith
Sheri Anne Soosuk
Viola M. Soxie
Veronica Ann Takeuchi
Joseph William Tanape
Jasmine Elizabeth-Lois Temple
Robert Arthur Thomas
Steven Edward Toms
Raymond Lewis Topkok
Quinn Anthony Toshavik
Douglas Gene Wade
Terrilyn Irene Wamser
Brian Thomas Watson
David Edward Watson
Harry Markum Watson
Ralph Lee Watson
Brandy Jean Whitcomb
Melissa Kay White

Pennington wins Stock Will prize

The winner for the December 2012 Stock Will Participation Prize is Julia Doris Pennington. To be eligible for the \$200 monthly prize drawings, you must have a valid will on file in CIRI's Shareholder Relations Department and your will must comply with CIRI's fractional share policy. Also see page 7 for exciting news on 2013 stock will incentives. The CIRI stock will form, instructions and additional information on the fractional share policy may be found on the CIRI website. Contact CIRI's probate staff at (907) 263-5191 or toll-free at (800) 764-2474 and select option 4 to verify whether you have a will on file.

2012 CIRI shareholder tax information

CIRI mailed the IRS 1099 forms to all shareholders for the 2012 tax year on January 25, 2013. Some shareholders will receive a second 1099 form if they also received 7(j) payments and/or shareholder prizes. The 1099 forms reflect payments including:

- Quarterly dividends (reported in boxes 1a and 1b on Form 1099-DIV)
- Elders' Settlement Trust distributions (reported in boxes 1a, 1b and 3 on Form 1099-DIV)
- 7(j) resource payments (reported in box 3 on Form 1099-MISC)
- Shareholder prizes (reported in box 3 on Form 1099-MISC)

CIRI paid a total of \$35.37 per share (\$3,537 per 100 shares) in 2012 quarterly dividends. These distributions are reported on Form 1099-DIV in box 1a (ordinary dividends) and box 1b (qualified dividends).

The amount reported in box 1a on the 2012 Form 1099-DIV is the total of all taxable distributions CIRI paid in 2012 for quarterly dividends and Modified Elders' Benefit Program distributions. Box 1b shows the same amount and may qualify for a reduced tax rate. If you have held your shares for less than one year, please consult your tax advisor regarding the proper tax treatment of qualified dividends.

If you inherited new shares during 2012, you may have an amount reported in box 3 (non-dividend distributions) on the 2012 Form 1099-DIV. Please consult your tax advisor for the appropriate treatment of distribution totals reported in box 3. Depending upon an individual's tax basis in their stock, some or the entire box 3 total could be subject to tax.

Payments received from the CIRI Elders' Settlement Trust has both a taxable and nontaxable portion, with the taxable portion reported in boxes 1a (ordinary dividends) and 1b (qualified dividends) on Form 1099-DIV, and the nontaxable portion reported in box 3 (non-dividend distributions). If you received all four of the payments made from the CIRI Elders' Settlement Trust last year, \$161.31 is reported in boxes 1a and 1b, and the remaining \$1,638.69 is reported in box 3.

At-large shareholders received a \$15.1740 per share (or \$1,517.40 per 100 shares) 7(j) resource revenue payment in 2012. The resource revenue payment derives from resource sharing among the 12 regional corporations as required by the Alaska Native Claims Settlement Act. Your 7(j) payment appears on a different form because resource revenue payments are not dividends and are not considered investment income. ANCSA requires that resource revenue be paid to village shareholders' village corporations, so that CIRI does not report these payments as individual shareholder income. If you are an at-large shareholder, your 7(j) payment is reported on a Form 1099-MISC in box 3 (other income). CIRI reports payments made in 2012 to shareholders for prizes or awards on Form 1099-MISC in box 3 (other income).

Please note that the proper IRS forms and schedules to use when completing your tax return may vary depending upon the types of payments received from CIRI. For example, the 7(j) payments CIRI makes to at-large shareholders are reported on a Form 1099-MISC, and **IRS instructions stipulate that IRS Form 1040A is not the proper form to use if a Form 1099-MISC was received.** Remember, it is your responsibility to accurately report your CIRI income on your tax returns. CIRI cannot provide tax advice and shareholders are encouraged to consult with a tax advisor regarding individual circumstances and applicable federal and state tax requirements.

Board write-in candidate information due Feb. 22

Shareholders interested in running for the CIRI Board of Directors as a write-in candidate, including those individuals not selected for the Board recommended slate, will have an opportunity to submit information for inclusion in CIRI's election materials.

Completed write-in candidate information packets must be submitted to CIRI on or before 5 p.m. Alaska Standard Time on Friday, Feb. 22, 2013, and may be dropped off at CIRI's Shareholder

Relations Department at 2525 C Street, Suite 104, in Anchorage, or faxed to (907) 263-5186.

Interested shareholders may obtain write-in candidate information packets from CIRI's Shareholder Relations Department and the forms are also posted to the CIRI website.

Subject to CIRI's By-Laws and election policies and procedures, the names, photographs and appropriate personal statements of all eligible write-in candidates

will appear in CIRI's election materials. There is no charge to a write-in candidate to have his or her appropriate information included. This process enables any eligible CIRI shareholder to run for the CIRI Board of Directors with minimal effort and expense, and the company hopes it will also reduce the number of mailings and materials shareholders receive.

2013 Elders' payments and direct deposit information

The trustees of the CIRI Elders' Settlement Trust approved the 2013 distribution schedule for Elders' payments in December 2012. The payments will occur in the same months as CIRI's quarterly distributions in order to reduce the number of months that some Elders lose their social security income payments because their monthly income exceeds limitations set by the Social Security Administration.

The 2013 trust payments are scheduled for March 8, June 14, Sept. 13 and Dec. 13. The trust mandates quarterly payments of \$450 per eligible Elder for as long as the trust has assets available to make the distributions. Original shareholders who are 65 years of age or older and who own at least one share of CIRI stock as of those dates are eligible to receive payments. CIRI shareholders who are turning 65 and want to receive the payments do not

need to do anything other than to keep a current mailing address with CIRI's Shareholder Relations Department.

Elders who have their CIRI dividends directly deposited will have their trust payments electronically transmitted to the same account. For the March distribution the \$450 trust payments will be electronically transmitted by 6 p.m. Alaska Standard Time on Friday, March 8, and Elders will receive by mail a non-negotiable voucher to show how much was deposited. Eligible Elders who do not participate in direct deposit of their CIRI dividends will have their \$450 trust payments mailed to them in check form on March 8.

The deadline for signing up for direct deposit, changing an existing direct deposit instruction or updating an address for the next Elders' Trust

distribution is 3 p.m. on Monday, Feb. 25.

Direct deposit safeguards against misplaced, lost or stolen checks and helps shareholders receive their trust payments faster. There is no need to wait until a check arrives and no need to make a trip to the bank. If you have not already signed up for direct deposit and would like to take advantage of this payment option, simply complete a Direct Deposit Authorization form and return the completed form along with a voided check or deposit slip from your checking or savings account with any bank, savings and loan or credit union. Direct deposit forms are available on CIRI's website, www.CIRI.com, and from CIRI's Shareholder Relations Department. If you have any questions about direct deposit or you need an authorization form, please contact Shareholder Relations at (907) 263-5191, or toll free at (800) 764-2474.



Palouse Wind Continued from page 1

a transmission and distribution company that serves a population of about 1.5 million people throughout the Pacific Northwest. Avista signed a 30-year agreement to buy all of the energy Palouse Wind produces.

“CIRI was attracted to this investment for a number of reasons,” said Stig Colberg, chief financial officer for CIRI. “The project strengthens our energy portfolio and provides significant tax advantages for the corporation, while the 30-year power purchase

agreement reduces our risk and ensures a stable income.”

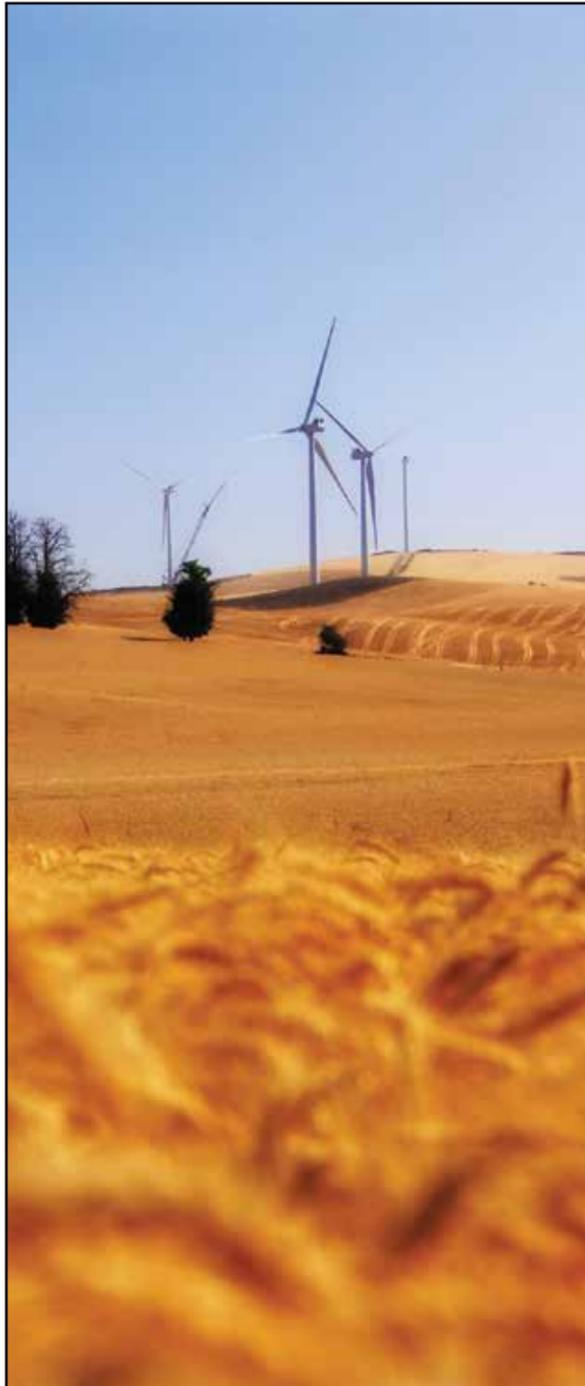
First Wind operates wind projects in the Northeast, the West and Hawaii with the capacity to generate up to 980-megawatts of power. Palouse Wind is the company’s first project in the state of Washington. Meanwhile, CIRI operates Fire Island Wind and is a partner in Palouse Wind and Capistrano Wind Partners which acquire and operate large-scale wind energy projects nationwide.



Power substation



Major construction began in May of 2012



Turbines tower over Palouse wheat fields

CIRI welcomes the new director of corporate communications



Jason Moore

Jason Moore joined CIRI as the director of corporate communications in January. Moore comes most recently from MSI Communications based in

Anchorage where he managed accounts for Alaska Native corporations, oil and gas companies and

issue advocacy campaigns. Moore worked at KTUU-TV, the NBC affiliate in Anchorage, for close to 15 years and anchored the Channel 2 Newshour. His writing and news reporting earned him numerous awards, including seven regional Emmys.

Originally from Seward, Moore attended Washington State University where he achieved a degree in broadcast journalism. He earned his way through college spending summers on a Prince William Sound salmon seiner and, prior to, was the first deckhand for Kenai Fjords Tours.

2013 Stock will incentive

Are you eligible to win an Apple iPad 3?

In June 2012, the CIRI Board of Directors implemented a policy to freeze existing share fractions to ensure share fractions will not be further divided and single shares will not be split. CIRI asked shareholders to consider whether the fractional share policy would impact their existing stock will and, if so, to submit an updated will. As incentive, in addition to the existing \$200 monthly prize drawings, CIRI offered four special cash prize drawings for those shareholders who had a valid will on file by November 12, 2012.



In 2013, the incentives continue! Along with the \$200 monthly prize drawings, there will be four special quarterly drawings in 2013 for an Apple iPad 3. Drawings will be conducted for the quarters ending March 31, June 30, September 30 and December 31. Each of the four prize winners will receive an Apple iPad 3 with:

- 32 GB of storage
- 9.7-inch (diagonal) LED-backlit Multi-Touch display with IPS technology
- Wi-Fi enabled
- Front and back cameras
- Bluetooth 4.0 wireless technology
- 2048-by-1536 resolution at 264 pixels per inch (ppi)

To be eligible for the \$200 monthly prize drawings and the quarterly iPad drawings, you must have a valid will on file and your will must comply with CIRI’s fractional share policy. Additional information on the fractional share policy may be found on the CIRI website. Will forms and instructions may also be printed from the CIRI website.

Find CIRI on **Facebook** at www.facebook.com/cirinews

Visit **CIRI.COM**



In Memory

Conrad Charles Ahsoak, 56

Conrad Charles Ahsoak passed away Oct. 19, 2012, in Hudson, Colo. Mr. Ahsoak was born Feb. 28, 1956, at Elmendorf Air Force Base in Anchorage. He is survived by his sisters, Bernice T. Thorpe, Dorcas E. Ahsoak and Esther R. Rastopsoff; and brother, Alec A. Ahsoak.

June M. Jaidinger, 85

June M. Jaidinger passed away Nov. 12, 2012, at the Alaska Native Medical Center in Anchorage. Ms. Jaidinger was born July 29, 1927, in Kaltag, Alaska. She is survived by her sons and their spouses, Howard W. (Bill) and Linda Allen, and Bruce and Colleen Jaidinger; and grandchildren, Amy, James, Paul, Andrew and June Jaidinger and Alison Fine.

Joe A. Kowchee Jr., 71

Joe A. Kowchee Jr. passed away Oct. 28, 2012, at Norton Sound Regional Hospital in Nome, Alaska. Mr. Kowchee was born Feb. 20, 1941, in White Mountain, Alaska. He is survived by his sisters, Lois J. Larsen and Joleen M. Fagundes.

Evelyn Nellie LeBlanc, 80

Evelyn Nellie LeBlanc passed away Dec. 5, 2011, at the Olympic Memorial Hospital in Port Angeles, Wash. Ms. LeBlanc was born in Ouzinkie, Alaska. She lived in Alaska until the 1980's, when her husband retired from the Alaska Railroad and they moved to Sequim Wash. Ms. LeBlanc is survived by her daughter, Elizabeth LeBlanc; nieces, Deborah Ferguson Jones and Carollee Conrad; and nephew, James Hedding.

Gerald "Gerry" J. McClane, 73

Gerald "Gerry" J. McClane passed away April 25, 2012, at Arctic Haven Assisted Living Home in Anchorage. Mr. McClane was born Nov. 2, 1938. He is survived by his daughters, Laurel Austin and Heather McClane; son, Mark McClane; stepdaughter and spouse, Kristin and James Niblett; granddaughter and spouse, Breanne and Ron Tozer; grandsons, G. Scott Sutton, Jason R. Sutton, Cameron Kanoho, Kimo, Cory and Keith; great-grandchildren, Kili Kanoho, Emily, Kaiulani and Teagan Tozer; step-grandchildren, Lili, Brandon and Ashley; sisters, Judi Christiansen, Rita Goshorn and former wife, LeiAloha Fowler.

Robert J. Oskolkoff, 56

Robert J. Oskolkoff passed away Nov. 4, 2012, at home in Meridian, Idaho. Mr. Oskolkoff was born Sept. 10, 1956. He is survived by his wife, Gale A. Oskolkoff, daughter, Joslin R. Oskolkoff; son, Robert J. Oskolkoff II; sisters, Beverly Tice, Carol Smith, Lenora Shaffer, Selma Simon, Melanya Berg and Masha Houghton; brother, Kenton Oskolkoff; and numerous nieces and nephews.

Raymond Lee Pahrman, 72

Raymond Lee Pahrman passed away Aug. 8, 2012, at home in Great Falls, Mont. Mr. Pahrman was born in Missoula, Mont. He is survived by his brother, Kenneth Pahrman.

William "Willie" Parker, 71

William "Willie" Parker passed away Oct. 2, 2012, in Anchorage. Mr. Parker was born Feb. 4, 1941, in Rampart, Alaska, to Frank and Mary (Carlo) Parker. He lived most of his life in Anchorage and had a friendly smile for everyone. Mr. Parker is survived by his sisters and their spouses, Martha and Lloyd Keefe, and Ellen and Ken Clark; numerous nieces, nephews and cousins; and many friends and acquaintances.

Joann Irene (Kooly) Warren, 80

Joann Irene (Kooly) Warren passed away Oct. 27, 2012, at Providence Extended Care Center in Anchorage. Ms. Warren was born in Kenai, Alaska. She is survived by her daughters, Marilyn Miller and Theresa Forbes; and son, John Warren Jr.

Kenneth A. Watson, 70

Kenneth A. Watson passed away Nov. 27, 2012. Mr. Watson was born in Anchorage. He lived the past 37 years in Oregon where he worked as an electrician. He enjoyed hunting, fishing and spending time with friends and family. Mr. Watson is survived by his children, Donald, Keri and Ryan Watson; grandchildren, Jessica Foster and Hunter Watson; great-grandchildren, Cole and Olivia Foster; brothers and sisters, Harry Watson, Ruth Hofstad, Marion Bolen, Frederick Watson II, Susan Grabler, Sharon Scroggins, Karen Melven and Debra Watson; and aunts, Florence Milton, Ruth Piotrowski and Louise Halbert.

Condolences

John Robert Bruce, 68
Andrew Burges Geoit Jr., 70
John F. Ryan, 48

Shareholder / descendant-owned business

Alaska Display and Retail Supply, Inc.

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 Anchorage, AK 99518
 907-563-7504 (ph)
 907-563-7899 (fax)
alaskadisplay@alaska.net
www.AlaskaDisplay.com

CIRI shareholders Laura and Martin Hermansen own Alaska Display and Retail Supply, Inc. in Anchorage. The business provides store fixtures and displays for retail and other types of businesses throughout the state of Alaska. The shareholder-owned business is stocked with jewelry displays and boxes, slatwall, gridwall, acrylic displays, mannequins, clothing and literature racks and many other items to display merchandise. In addition, the company sells and rents tradeshow displays and produces wide-

format graphics such as banner stands, tabletop and floor-sized fabric and mural exhibits, and other specialty items to promote clients' businesses at tradeshow and fairs. The company's employees are also graduates of the Cook Inlet Tribal Council Employment Program.

Alaska Display and Retail Supply, Inc. is open 9 a.m. to 5 p.m. Monday through Friday.

January / February **2013**



CIRI

EDITOR • Brianna Cannon
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