U.S. SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 10-QSB

(Mark One)

_X_ Quarterly report under Section 13 or 15(d) of the Securities Exchange Act of 1934

For the quarterly period ended March 31, 2006

____ Transition report under Section 13 or 15(d) of the Exchange Act
For the transition period from _____________ to ___________

Commission file number 0-26003

ALASKA PACIFIC BANCSHARES, INC.
(Exact Name of Small Business Issuer as Specified in Its Charter)

Alaska	92-0167101
(State or Other Jurisdiction of Incorporation or Organization)	(I.R.S. Employer Identification No.)

2094 Jordan Avenue, Juneau, Alaska 99801
(Address of Principal Executive Offices)

(907) 789-4844
(Issuer's Telephone Number)

NA
(Former Name, Former Address and Former Fiscal Year,
If Changed Since Last Report)

Check whether the issuer: (1) filed all reports required to be filed by Section 13 or 15(d) of the Exchange Act during the past 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days. Yes _X_ No ___

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act). Yes ____ No _X_

State the number of shares outstanding of each of the issuer's classes of common equity as of the latest practicable date:

628,254 shares outstanding on April 30, 2006

Transitional Small Business Disclosure Format (check one): Yes ___ No _X_

Alaska Pacific Bancshares, Inc. and Subsidiary
Juneau, Alaska

INDEX

PART I. FINANCIAL INFORMATION
Item 1. Financial Statements

Alaska Pacific Bancshares, Inc. and Subsidiary
Consolidated Balance Sheets
(Unaudited)

(dollars in thousands)	March 31, 2006	December 31, 2005
Assets		
Cash and due from banks	$ 5,403	$ 7,730
Interest-earning deposits in banks	777	2,183
Total cash and cash equivalents	6,180	9,913
Investment securities available for sale, at fair value (amortized cost: March 31, 2006 - $6,837; December 31, 2005 - $7,500)	6,766	7,464
Federal Home Loan Bank stock	1,784	1,784
Loans held for sale	140	2,531
Loans	153,630	152,722
Less allowance for loan losses	1,506	1,448
Loans, net	152,124	151,274
Accrued interest receivable	688	674
Premises and equipment	2,542	2,146
Repossessed assets	85	101
Other assets	1,319	1,270
Total Assets	$171,628	$177,157
Liabilities and Shareholders' Equity		
Deposits:		
Noninterest-bearing demand	$ 24,436	$ 25,816
Interest-bearing demand	29,105	30,147
Money market	26,747	27,448
Savings	19,528	20,586
Certificates of deposit	40,296	42,653
Total deposits	140,112	146,650
Federal Home Loan Bank advances	12,526	12,048
Advances from borrowers for taxes and insurance	1,284	890
Accounts payable and accrued expenses	390	434
Accrued interest payable	529	345
Other liabilities	87	152
Total liabilities	154,928	160,519
Shareholders' Equity:		
Common stock ($0.01 par value; 20,000,000 shares authorized; 655,415 shares issued; 628,254 shares outstanding at March 31, 2006 and December 31, 2005)	7	7
Additional paid-in capital	5,960	5,958
Treasury stock	(336)	(342)
Unearned ESOP shares	(131)	(131)
Retained earnings	11,243	11,167
Accumulated other comprehensive loss	(43)	(21)
Total shareholders' equity	16,700	16,638
Total Liabilities and Shareholders' Equity	$171,628	$177,157

See selected notes to condensed consolidated interim financial statements.

Alaska Pacific Bancshares, Inc. and Subsidiary
Consolidated Statements of Income
(Unaudited)

(in thousands, except per share data)	Three Months Ended March 31, 2006	2005
Interest Income		
Loans	$2,708	$2,237
Investment securities	79	59
Interest-bearing deposits with banks	11	18
Total interest income	2,798	2,314
Interest Expense		
Deposits	563	315
Federal Home Loan Bank advances	174	107
Total interest expense	737	422
Net Interest Income	2,061	1,892
Provision for loan losses	75	30
Net interest income after provision for loan losses	1,986	1,862
Noninterest Income		
Mortgage servicing income	44	38
Service charges on deposit accounts	156	143
Other service charges and fees	51	49
Gain on sale of mortgage loans	53	29
Total noninterest income	304	259
Noninterest Expense		
Compensation and benefits	1,178	1,104
Occupancy and equipment	351	384
Data processing	65	63
Professional and consulting fees	48	87
Marketing and public relations	55	60
Repossessed property expense, net	4	10
Branch closure costs	113	-
Other	267	246
Total noninterest expense	2,081	1,954
Income before income tax	209	167
Income tax	84	67
Net Income	$ 125	$ 100
Earnings per share:		
Basic	$ .20	$ .16
Diluted	.19	.16
Cash dividends per share	.08	.07

See selected notes to condensed consolidated interim financial statements.

Alaska Pacific Bancshares, Inc. and Subsidiary
Consolidated Statements of Cash Flows
(Unaudited)

(in thousands)	Three Months Ended March 31, 2006	2005
Operating Activities		
Net income	$ 125	$ 100
Adjustments to reconcile net income to net cash provided by operating activities:		
Provision for loan losses	75	30
Depreciation and amortization	80	97
Gain on sale of mortgage loans	(53)	(29)
Federal Home Loan Bank stock dividends	-	(7)
Amortization of fees, discounts, and premiums, net	(56)	(26)
Stock award plan expense	-	13
Deferred income tax expense	13	67
Cash provided by (used in) changes in operating assets and liabilities:		
Loans held for sale	2,391	710
Accrued interest receivable	(14)	126
Other assets	(34)	(438)
Advances from borrowers for taxes and insurance	394	607
Accrued interest payable	184	81
Accounts payable and accrued expenses	(44)	(207)
Other liabilities	(78)	(117)
Net cash provided by operating activities	2,983	1,007
Investing Activities		
Maturities and principal repayments of investment securities available for sale	654	588
Loan originations, net of principal repayments	(834)	(3,252)
Proceeds from sale of repossessed assets	41	-
Purchase of premises and equipment	(476)	(53)
Net cash used in investing activities	(615)	(2,717)
Financing Activities		
Exercise of stock options	8	-
Net increase (decrease) in Federal Home Loan Bank advances	478	2,579
Net increase (decrease) in demand and savings deposits	(4,181)	(4,333)
Net decrease in certificates of deposit	(2,357)	(385)
Cash dividends paid	(49)	(44)
Net cash used in financing activities	(6,101)	(2,183)
Decrease in cash and cash equivalents	(3,733)	(3,893)
Cash and cash equivalents at beginning of period	9,913	11,628
Cash and cash equivalents at end of period	$ 6,180	$7,735
Supplemental information:		
Cash paid for interest	$553	$341
Loan repossessions	25	101
Net change in unrealized gain on securities available for sale, net of tax	(22)	(29)

See selected notes to condensed consolidated interim financial statements.

Alaska Pacific Bancshares, Inc. and Subsidiary
Selected Notes to Condensed Consolidated Interim Financial Statements
(Unaudited)

Note 1 - Basis of Presentation

The accompanying unaudited condensed consolidated financial statements include the accounts of Alaska Pacific Bancshares, Inc. (the "Company") and its wholly owned subsidiary, Alaska Pacific Bank (the "Bank"), and have been prepared in accordance with generally accepted accounting principles for interim financial information. Accordingly, they do not include all of the information and footnotes required by accounting principles generally accepted in the United States for complete financial statements. They should be read in conjunction with the audited consolidated financial statements included in the Company's Annual Report on Form 10-KSB for the year ended December 31, 2005. In the opinion of management, all adjustments (consisting of normal recurring accruals) considered necessary for fair presentation have been included. The results of operations for the interim periods ended March 31, 2006 and 2005, are not necessarily indicative of the results which may be expected for an entire year or any other period.

Certain amounts in prior-period financial statements have been reclassified to conform with the current-period presentation. These reclassifications had no effect on net income.

Note 2 - Capital Compliance

At March 31, 2006, the Bank exceeded each of the three current minimum regulatory capital requirements and was categorized as "well capitalized" under the "prompt corrective action" regulatory framework. The following table summarizes the Bank's regulatory capital position and minimum requirements at March 31, 2006:

(dollars in thousands)		
Tangible Capital:		
Actual	$16,095	9.39%
Required	2,570	1.50
Excess	$13,525	7.89%
Core Capital:		
Actual	$16,095	9.39%
Required	6,853	4.00
Excess	$ 9,242	5.39%
Total Risk-Based Capital:		
Actual	$17,376	13.23%
Required	10,510	8.00
Excess	$ 6,866	5.23%

Note 3 – Earnings Per Share

Basic earnings per share (“EPS”) is computed by dividing net income by the weighted-average number of common shares outstanding during the period less treasury stock, unvested stock awards under the Management Recognition Plan (“unvested stock awards”), and unallocated and not yet committed to be released Employee Stock Ownership Plan shares (“unearned ESOP shares”). Diluted EPS is calculated by dividing net income by the weighted-average number of common shares used to compute basic EPS plus the incremental amount of potential common stock from unvested stock awards and stock options, determined by the treasury stock method.

Three Months Ended March 31,	2006			2005		
	Net Income	Average Shares	Earnings Per Share	Net Income	Average Shares	Earnings Per Share
Net income/average shares issued	$125,000	655,415		$100,000	655,415	
Treasury stock		(27,411)			(27,661)	
Unvested stock awards		-			(2,384)	
Unearned ESOP shares		(13,062)			(18,007)	
Basic EPS	125,000	614,942	$0.20	100,000	607,363	$0.16
Incremental shares under stock plans:						
Stock awards		-			1,285	
Stock options		30,249			31,268	
Diluted EPS	$125,000	645,191	$0.19	$100,000	639,916	$0.16

Note 4 – Comprehensive Income

The Company’s only item of “other comprehensive income” is net unrealized gains or losses on investment securities available for sale. Comprehensive income is calculated in the following table:

(in thousands)	Three Months Ended March 31, 2006	2005
Net income	$125	$100
Other comprehensive income (loss)	(22)	(29)
Comprehensive income	$103	$ 71

Note 5 – Impaired Loans

Impaired loans were $1,283,000 and $1,299,000 at March 31, 2006 and December 31, 2005, respectively. Estimated impairments of $450,000 and $365,000, respectively, were recognized on these loans in assessing the adequacy of the allowance for loan losses at March 31, 2006 and December 31, 2005.

Note 6 – Commitments

Commitments to extend credit, including lines of credit, total $6,986,000 and $8,122,000 at March 31, 2006 and December 31, 2005, respectively. Commitments to extend credit are arrangements to lend to a customer as long as there is no violation of any condition established in the contract. Commitments generally have fixed expiration dates (of less than one year) or other termination clauses and may require payment of a fee by the customer. Since many of the commitments are expected to expire without being drawn upon, the total commitment amounts do not necessarily represent future cash requirements. The Bank evaluates creditworthiness for commitments on an individual customer basis.

Undisbursed loan proceeds, primarily for real estate construction loans, total $4,613,000 and $4,636,000 at March 31, 2006 and December 31, 2005, respectively. These amounts are excluded from loan balances.

Note 7 – Branch Office Closures

On January 27, 2006, the Bank closed its offices in Hoonah and Yakutat, Alaska. The Bank continues to serve customers in these two communities, each with a population of less than 1,000, through its five other offices in Southeast Alaska, on-line banking and bill payment services, toll-free telephone banking, and traditional bank-by-mail services.

The cost of closing the offices was approximately $138,000, of which $113,000 was included in noninterest expense for the three months ended March 31, 2006.

ITEM 2. Management's Discussion and Analysis or Plan of Operation

Forward-Looking Statements

This discussion contains forward-looking statements which are based on assumptions and describe future plans, strategies and expectations of the Company. These forward-looking statements are generally identified by use of the word “believe,” “expect,” “intend,” anticipate,” “estimate,” “project,” or similar words. The Company’s ability to predict results or the actual effect of future plans or strategies is uncertain. Factors which could have a material adverse effect on operations include, but are not limited to, changes in interest rates, general economic conditions, legislative/regulatory changes, monetary and fiscal policies of the U.S. Government, including policies of the U.S. Treasury and the Federal Reserve Board, the quality or composition of the loan or investment portfolios, demand for loan products, deposit flows, competition, demand for financial services in our market areas and accounting principles and guidelines. You should consider these risks and uncertainties in evaluating forward-looking statements and you should not rely too much on these statements.

Financial Condition

Total assets of the Company at March 31, 2006 were $171.6 million, a decrease of $5.6 million, or 3.2%, from $177.2 million at December 31, 2005. The decrease is characterized by a decrease in deposits and a decrease in cash and loans held for sale.

Loans held for sale decreased to $140,000 at March 31, 2006 from $2.5 million at December 31, 2005, partly as a result of the sale of a $1.7 million participation in a commercial real estate loan held at December 31, 2005.

Loans (excluding loans held for sale) were $153.6 million at March 31, 2006, compared to $152.7 million at December 31, 2005, a net increase of $1.0 million, or 0.6%. Loans are summarized by category as follows:

(in thousands)	March 31, 2006	December 31, 2005
Real estate:		
Permanent:		
One- to four-family	$ 47,433	$ 49,425
Multifamily	1,181	1,261
Commercial nonresidential	43,824	45,874
Land	4,390	3,952
Construction:		
One- to four-family	10,440	9,174
Multifamily	1,346	1,415
Commercial nonresidential	4,023	3,284
Commercial business	20,708	19,134
Consumer:		
Home equity	14,627	13,454
Boat	3,895	3,914
Automobile	697	696
Other	1,066	1,139
Loans	$153,630	$152,722
Loans held for sale	$ 140	$ 2,531

Deposits decreased $6.6 million, or 4.5%, to $140.1 million at March 31, 2006, compared with $146.7 million at December 31, 2005. As shown below, deposits have generally increased over the past year, but declined after reaching a seasonal peak at December 31, 2005.

(in thousands)	March 31, 2006	December 31, 2005	September 30, 2005	June 30, 2005	March 31, 2005
Noninterest demand	$24,436	$25,816	$31,700	$25,693	$20,929
Interest-bearing demand	29,105	30,147	32,897	32,335	30,945
Money market	26,747	27,448	25,510	24,958	24,672
Savings	19,528	20,586	21,717	22,544	22,673
Certificates of deposit (non-brokered)	34,043	36,472	33,187	33,547	33,846
CDARS deposits	6,253	6,181	-	-	-
Total deposits	$140,112	$146,650	$145,011	$139,077	$133,065

Included in certificates of deposit in the accompanying balance sheet are "CDARS" deposits, which are insured time deposits obtained through the nationwide *Certificate of Deposit Account Registry Service*. They range in maturities from one month to three years, and are generally priced higher than locally obtained deposits but are often less expensive than other brokered deposits. The Bank began using CDARS deposits in 2005 as an alternative source of funds in addition to advances from the Federal Home Loan Bank of Seattle ("FHLB").

FHLB advances increased moderately to $12.5 million at March 31, 2006 from $12.0 million at December 31, 2005. During the first quarter of 2006, the Bank replaced $5.0 million of short-term advances with long-term advances with maturities of four, five, and seven years, and with interest rates ranging from 5.24% to 5.30%. The restructuring was done as part of the Bank's management of interest-rate risk to protect against future increases.

Results of Operations

Net Income. Net income for the first quarter of 2006 was $125,000 ($.19 per diluted share) compared to $100,000 ($.16 per diluted share) for the first quarter of 2005. However, the comparison is affected by the cost of closing two branch offices, amounting to $113,000 ($68,000 net of tax) in the first quarter of 2006. Excluding this cost, net income would have been $193,000 ($.30 per diluted share), an increase of 93% over the first quarter of 2005.

For purposes of comparison, income might be separated into major components as follows:

(in thousands) Three months ended March 31,	2006	2005	Income Increase (Decrease)
Net interest income	$2,061	$1,892	$169
Noninterest income, excluding gains on sale of loans	251	230	21
Gain on sale of mortgage loans	53	29	24
Provision for loan losses	(75)	(30)	(45)
Noninterest expense, excluding branch closure costs	(1,968)	(1,954)	(14)
Income before income tax and branch closure costs	322	167	155
Income tax	(129)	(67)	(62)
Net income before branch closure costs	193	100	93
Branch closure costs, net of income tax	(68)	-	(68)
Net income	$ 125	$ 100	$ 25

Net Interest Income. Net interest income for the first quarter of 2006 increased $169,000 (8.9%) compared with the first quarter of 2005. The net interest margin on average interest-earning assets increased to 5.02% in the first quarter of 2006, compared with 4.96% in the first quarter of 2005.

The net increase is primarily attributable to growth in loans. Average loans in the first quarter of 2006 increased $14.3 million (10.2%) compared with the first quarter of 2005. Partially offsetting the positive effects of loan growth, however, has been a narrowing of the spread between the yield on average interest-earning assets and the average cost of interest-bearing liabilities. This spread decreased to 4.58% in the first quarter of 2005 from 4.69% in the first quarter of 2005, due to a more rapid rise in short-term rates than long-term rates (a "flattening" yield curve) as well as more reliance on borrowings and certificates of deposit because loans have recently grown faster than core deposits.

Provision for Loan Losses. The provision for loan losses for the first quarter of 2006 was $75,000, an increase of $45,000 from $30,000 in the first quarter of 2005. The provisions in all periods reflect management's assessment of asset quality and estimated loan impairments and were considered appropriate in order to maintain the allowance for loan losses at a level adequate to absorb losses inherent in the loan portfolio. Net loan chargeoffs in the first quarter of 2006 were $17,000, compared with $21,000 in the first quarter of 2005.

Noninterest Income. Excluding gains on sale of loans, noninterest income for the first quarter of 2006 increased $21,000 (9.1%) to $251,000 compared with $230,000 for the first quarter of 2005. Gains on sale of loans increased to $53,000 in the first quarter of 2006 from $29,000 in the first quarter of 2005, reflecting increased production of mortgage loans as well as selling a greater proportion of new mortgage production versus retaining such loans in the portfolio.

Noninterest Expense. Excluding branch closure costs, noninterest expense for the first quarter of 2006 increased $14,000 (0.7%) compared with the first quarter of 2005. The small increase reflects normal increases in compensation, benefits, and other expenses, offset by initial cost savings of closing two offices during the first quarter of 2006.

The Bank closed its two smallest offices in Hoonah and Yakutat on January 27, 2006, in order to eliminate most of the approximately $350,000 annual expense of operating the facilities. At present, no other financial institution has a facility in either of these small communities, each with a population less than 1,000. The Bank continues to serve its customers in these communities through its other offices in Southeast Alaska and through a variety of remote services, including on-line banking. Ultimately, any improvement in earnings as a result of the closures depends on the amount of business retained.

The cost of closing the offices was approximately $138,000. Of this amount $113,000 was recognized in the first quarter of 2006, and $25,000 was recognized in the fourth quarter of 2005.

Asset Quality

Nonaccrual loans were $1.4 million at March 31, 2006, compared with $1.3 million at December 31, 2005. Loans with balances totaling $1.3 million at March 31, 2006 and at December 31, 2005 were considered to be impaired. Total estimated impairments of $450,000 and $365,000, respectively, were recognized on these loans in evaluating the adequacy of the allowance for loan losses.

The only impaired loan at March 31, 2006 was a commercial business loan for $1.3 million secured by inventory and equipment. The loan was restructured in 2004 and is performing in accordance with the restructured terms.

Repossessed assets were $85,000 at March 31, 2006, compared with $101,000 at December 31, 2005. The decrease reflects the disposal of a commercial boat and the repossession of one smaller boat.

Liquidity and Capital Resources

The Company's primary sources of funds are deposits, borrowings, and principal and interest payments on loans. While maturities and scheduled amortization of loans are a predictable source of funds, deposit flows and mortgage prepayments are greatly influenced by general interest rates, economic conditions, and competition. The Company's primary investing activity is loan originations. The Company maintains liquidity levels believed to be adequate to fund loan commitments, investment opportunities, deposit withdrawals and other financial commitments. In addition, the Bank has available from the FHLB a line of credit generally equal to 25% of the Bank’s total assets, or approximately $43 million at March 31, 2006, of which approximately $30 million was unused.

At March 31, 2006, management had no knowledge of any trends, events or uncertainties that may have material effects on the liquidity, capital resources, or operations of the Company.

The Company is not subject to any regulatory capital requirements separate from its banking subsidiary. The Bank exceeded all of its regulatory capital requirements at March 31, 2006. See Note 2 of the Selected Notes to Condensed Consolidated Interim Financial Statements contained herein for information regarding the Bank's regulatory capital position at March 31, 2006.

Recent Accounting Pronouncements

In December 2004, the Financial Accounting Standards Board (“FASB”) issued Statement No. 123 (R), *Share-Based Payment*. This Statement replaces FASB Statement No. 123, *Accounting for Stock Based Compensation,* and supersedes APB Opinion No. 25, *Accounting for Stock Issued to Employees*. Statement No. 123(R) requires that the compensation cost relating to share-based payment transactions (for example, stock options granted to employees of the Company) be recognized in the Company’s financial statements. That cost will be measured based on the fair value of the equity or liability instruments used. Statement No. 123(R) covers a wide range of share-based compensation arrangements including share options, restricted share plans, performance-based awards, share appreciation rights, and employee share purchase plans. On April 21, 2005 the Securities and Exchange Commission issued a ruling extending the mandatory compliance date for Statement 123(R). Under the ruling public entities will be required to apply Statement No. 123(R) as of the first interim or annual reporting period beginning after December 15, 2005. The Company has thus far not adopted the provisions of FASB Statement No. 123(R), as the effects on the Company's consolidated financial statements are insignificant.

Item 3. Controls and Procedures

(a) Evaluation of Disclosure Controls and Procedures: An evaluation of the registrant's disclosure controls and procedures (as defined in Rule 13(a)-15(e) of the Securities Exchange Act of 1934 (the "Act")) was carried out under the supervision and with the participation of the registrant's Chief Executive Officer, Chief Financial Officer and other members of the registrant's senior management. The registrant's Chief Executive Officer and Chief Financial Officer concluded that the registrant's disclosure controls and procedures as currently in effect are effective in ensuring that the information required to be disclosed by the registrant in the reports it files or submits under the Act is (i) accumulated and communicated to the registrant's management (including the Chief Executive Officer and Chief Financial Officer) in a timely manner, and (ii) recorded, processed, summarized and reported within the time periods specified in the SEC's rules and forms.

The Company does not expect that its disclosures and procedures will prevent all error and all fraud. A control procedure, no matter how well conceived and operated, can provide only reasonable, not absolute, assurance that the objectives of the control procedure are met. Because of the inherent limitations in all control procedures, no evaluation of controls can provide absolute assurance that all control issues and instances of fraud, if any, within the Company have been detected. These inherent limitations include the realities that judgments in decision-making can be faulty, and that breakdowns can occur because of a simple error or mistake. Additionally, controls can be circumvented by the individual acts of some persons, by collusion of two or more people, or by management override of the control. The design of any control procedure also is based in part upon certain assumptions about the likelihood of future events, and there can be no assurance that any design will succeed in achieving its stated goals under all potential future conditions; over time, controls may become inadequate because of changes in conditions, or the degree of compliance with the policies or procedures may deteriorate. Because of the inherent limitations in a cost-effective control procedure, misstatements due to error or fraud may occur and not be detected.

Section 404 of the Sarbanes-Oxley Act of 2002 requires that companies evaluate and annually report on their systems of internal control over financial reporting. In addition, our independent accountants must report on management's evaluation of its internal control over financial reporting. We are in the process of evaluating, documenting and testing our system of internal control over financial reporting to provide the basis for our report that will, for the first time, be a required part of our annual report on Form 10-KSB for the fiscal year ending December 31, 2007. As a result of the ongoing evaluation and testing of our internal controls, there can be no assurance that if any control deficiencies are identified they will be remediated before the end of the 2006 fiscal year, or that there may not be significant deficiencies or material weaknesses that would be required to be reported. In addition, we expect the evaluation process and any required remediation, if applicable, to increase our accounting, legal and other costs and divert management resources from core business operations.

(b) Changes in Internal Controls: In the quarter ended March 31, 2006, the registrant did not make any significant changes in, nor take any corrective actions regarding, its internal controls or other factors that could significantly affect these controls.

PART II. OTHER INFORMATION

Item 1. Legal Proceedings

From time to time, the Company and its subsidiary may be a party to various legal proceedings incident to its or their business. At March 31, 2006, there were no legal proceedings to which the Company or any subsidiary was a party, or to which any of their property was subject, which were expected by management to result in a material loss.

Item 2. Unregistered Sales of Equity Securities and Use of Proceeds

None

Item 3. Defaults Upon Senior Securities

None

Item 4. Submission of Matters to a Vote of Security Holders

None

Item 5. Other Information

None

Item 6. Exhibits

3.1 Articles of Incorporation of Alaska Pacific Bancshares, Inc. (1)
3.2 Bylaws of Alaska Pacific Bancshares, Inc. (2)
10.1 Employment Agreement with Craig E. Dahl (3)
10.2 Severance Agreement with Roger K. White (3)
10.3 Severance Agreement with Lisa Corrigan Bell (3)
10.4 Severance Agreement with Thomas Sullivan (3)

10.5 Severance Agreement with Cheryl Crawford (3)
10.6 Severance Agreement with Tammi L. Knight (3)
10.7 Severance Agreement with John E. Robertson (5)
10.8 Severance Agreement with Leslie D. Dahl (5)
10.9 Alaska Federal Savings Bank 401(k) Plan (1)
10.10 Alaska Pacific Bancshares, Inc. Employee Stock Ownership Plan (3)
10.11 Alaska Pacific Bancshares, Inc. Employee Severance Compensation Plan (3)
10.12 Alaska Pacific Bancshares, Inc. 2000 Stock Option Plan (4)
10.13 Alaska Pacific Bancshares, Inc. 2000 Management Recognition Plan (4)
10.14 Alaska Pacific Bancshares, Inc. 2003 Stock Option Plan (6)
31.1 Certification of Chief Executive Officer pursuant to Section 302 of the Sarbanes-Oxley Act of 2002
31.2 Certification of Chief Financial Officer pursuant to Section 302 of the Sarbanes-Oxley Act of 2002
32.1 Certification of Chief Executive Officer pursuant to Section 906 of the Sarbanes-Oxley Act of 2002
32.2 Certification of Chief Financial Officer pursuant to Section 906 of the Sarbanes-Oxley Act of 2002

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(1) Incorporated by reference to the registrant's Registration Statement on Form SB-2 (333-74827).
(2) Incorporated by reference to the registrant's Registration Statement on Form SB-2 (333-74827), except for amended Article III, Section 2, which was incorporated by reference to the registrant’s quarterly report on Form 10-QSB for the quarterly period ended March 31, 2003.
(3) Incorporated by reference to the registrant’s Annual Report on Form 10-KSB for the year ended December 31, 1999.
(4) Incorporated by reference to the registrant’s annual meeting proxy statement dated May 5, 2000.
(5) Incorporated by reference to the registrant’s quarterly report on Form 10-QSB for the quarterly period ended March 31, 2003.
(6) Incorporated by reference to the registrant’s annual meeting proxy statement dated April 10, 2003.

SIGNATURES

In accordance with the requirements of the Securities Exchange Act of 1934, the registrant has caused this report to be signed on its behalf by the undersigned thereunto duly authorized.

Alaska Pacific Bancshares, Inc.

May 22, 2006
Date

/s/Craig E. Dahl
Craig E. Dahl
President and
Chief Executive Officer

May 22, 2006
Date

/s/Roger K. White
Roger K. White
Senior Vice President and
Chief Financial Officer

EXHIBIT INDEX

31.1	Certification of Chief Executive Officer pursuant to Section 302 of the Sarbanes-Oxley Act of 2002
31.2	Certification of Chief Financial Officer pursuant to Section 302 of the Sarbanes-Oxley Act of 2002
32.1	Certification of Chief Executive Officer pursuant to Section 906 of the Sarbanes-Oxley Act of 2002
32.2	Certification of Chief Financial Officer pursuant to Section 906 of the Sarbanes-Oxley Act of 2002

Exhibit 31.1

**CERTIFICATION OF CHIEF EXECUTIVE OFFICER
PURSUANT TO SECTION 302 OF THE SARBANES-OXLEY ACT OF 2002**

I, Craig E. Dahl, President and Chief Executive Officer, certify that:

1. I have reviewed this Quarterly Report on Form 10-QSB of Alaska Pacific Bancshares, Inc.;
2. Based on my knowledge, this report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this report;
3. Based on my knowledge, the financial statements, and other financial information included in this report, fairly present in all material respects the financial condition, results of operations and cash flows of the registrant as of, and for, the periods presented in this report;
4. The registrant's other certifying officer(s) and I are responsible for establishing and maintaining disclosure controls and procedures (as defined in Exchange Act Rules 13a-15(e) and 15d-15(e)) for the registrant and have:

   (a) Designed such disclosure controls and procedures, or caused such disclosure controls and procedures to be designed under our supervision, to ensure that material information relating to the registrant, including its consolidated subsidiaries, is made known to us by others within those entities, particularly during the period in which this report is being prepared;

   (b) Evaluated the effectiveness of the registrant's disclosure controls and procedures and presented in this report our conclusions about the effectiveness of the disclosure controls and procedures, as of the end of the period covered by this report based on such evaluation; and

   (c) Disclosed in this report any change in the registrant's internal control over financial reporting that occurred during the registrant's most recent fiscal quarter (the registrant's fourth fiscal quarter in the case of an annual report) that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting; and

5. The registrant's other certifying officer(s) and I have disclosed, based on our most recent evaluation of internal control over financial reporting, to the registrant's auditors and the audit committee of the registrant's board of directors (or persons performing the equivalent functions):

   (a) All significant deficiencies and material weaknesses in the design or operation of internal control over financial reporting which are reasonably likely to adversely affect the registrant's ability to record, process, summarize and report financial information; and

   (b) Any fraud, whether or not material, that involves management or other employees who have a significant role in the registrant's internal control over financial reporting.

Date: May 22, 2006

/s/Craig E. Dahl
Craig E. Dahl
President and
Chief Executive Officer

Exhibit 31.2

CERTIFICATION CHIEF FINANCIAL OFFICER
PURSUANT TO SECTION 302 OF THE SARBANES-OXLEY ACT OF 2002

I, Roger K. White, Senior Vice President and Chief Financial Officer, certify that:

1. I have reviewed this Quarterly Report on Form 10-QSB of Alaska Pacific Bancshares, Inc.;
2. Based on my knowledge, this report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this report;
3. Based on my knowledge, the financial statements, and other financial information included in this report, fairly present in all material respects the financial condition, results of operations and cash flows of the registrant as of, and for, the periods presented in this report;
4. The registrant's other certifying officer(s) and I are responsible for establishing and maintaining disclosure controls and procedures (as defined in Exchange Act Rules 13a-15(e) and 15d-15(e)) for the registrant and have:

   (a) Designed such disclosure controls and procedures, or caused such disclosure controls and procedures to be designed under our supervision, to ensure that material information relating to the registrant, including its consolidated subsidiaries, is made known to us by others within those entities, particularly during the period in which this report is being prepared;

   (b) Evaluated the effectiveness of the registrant's disclosure controls and procedures and presented in this report our conclusions about the effectiveness of the disclosure controls and procedures, as of the end of the period covered by this report based on such evaluation; and

   (c) Disclosed in this report any change in the registrant's internal control over financial reporting that occurred during the registrant's most recent fiscal quarter (the registrant's fourth fiscal quarter in the case of an annual report) that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting; and
5. The registrant's other certifying officer(s) and I have disclosed, based on our most recent evaluation of internal control over financial reporting, to the registrant's auditors and the audit committee of the registrant's board of directors (or persons performing the equivalent functions):

   (a) All significant deficiencies and material weaknesses in the design or operation of internal control over financial reporting which are reasonably likely to adversely affect the registrant's ability to record, process, summarize and report financial information; and

   (b) Any fraud, whether or not material, that involves management or other employees who have a significant role in the registrant's internal control over financial reporting.

Date: May 22, 2006

/s/Roger K. White
Roger K. White
Senior Vice President and
Chief Financial Officer

Exhibit 32.1

CERTIFICATION OF CHIEF EXECUTIVE OFFICER
OF ALASKA PACIFIC BANCSHARES, INC.
PURSUANT TO SECTION 906 OF THE SARBANES-OXLEY ACT OF 2002

Pursuant to Section 906 of the Sarbanes-Oxley Act of 2002, and in connection with the accompanying Quarterly Report on Form 10-QSB, I hereby certify that:

- The report fully complies with the requirements of Sections 13(a) and 15(d) of the Securities Exchange Act of 1934, as amended, and

- The information contained in the report fairly presents, in all material respects, the company's financial condition and results of operations.

May 22, 2006	/s/Craig E. Dahl
Date	Craig E. Dahl President and Chief Executive Officer

Exhibit 32.2

CERTIFICATION OF CHIEF FINANCIAL OFFICER
OF ALASKA PACIFIC BANCSHARES, INC.
PURSUANT TO SECTION 906 OF THE SARBANES-OXLEY ACT OF 2002

Pursuant to Section 906 of the Sarbanes-Oxley Act of 2002, and in connection with the accompanying Quarterly Report on Form 10-QSB, I hereby certify that:

- The report fully complies with the requirements of Sections 13(a) and 15(d) of the Securities Exchange Act of 1934, as amended, and

- The information contained in the report fairly presents, in all material respects, the company's financial condition and results of operations.

May 22, 2006	/s/Roger K. White
Date	Roger K. White Senior Vice President and Chief Financial Officer