

CITY OF HOMER  
HOMER, ALASKA

City Manager

ORDINANCE 14-06(A)

AN ORDINANCE OF THE CITY COUNCIL OF HOMER, ALASKA,  
AMENDING THE FY 2014 OPERATING BUDGET BY  
APPROPRIATING UP TO \$300,000 FROM THE GENERAL FUND  
BALANCE FOR THE PURPOSE OF PROVIDING A LOAN TO THE  
PORT AND HARBOR ENTERPRISE FUND TO COMPLETE THE  
FINANCING PACKAGE FOR THE NEW PORT AND HARBOR  
BUILDING.

WHEREAS, The Port and Harbor Building Task Force has been meeting regularly and working with staff and the architects on building design and cost control; and

WHEREAS, The Task Force has been looking for efficiencies and cost cutting measures and has settled on a design and estimated project cost that is reasonable given the City's budget and does not unduly compromise the building's attractiveness, function and utility; and

WHEREAS, The City Council was briefed on the current status of the project by the Chair of the Task Force and it discussed back-up Memorandum 14-003 with recommendations at its regular meeting on January 13, 2014; and

WHEREAS, The Architects have been instructed to proceed to 65% plans which will result in even more precise cost estimating; and

WHEREAS, The current estimated project budget is \$2,296,772 of which \$1,500,000 will come from a re-appropriated Legislative grant; and

WHEREAS, As part of the Legislative capital request, the City pledged to provide a local match of 25% or \$500,000; which it has done through adoption of Ordinance 14-05; and

WHEREAS, An additional \$300,000 is needed to complete the building financing package and both the Task Force and the Administration recommend a loan from the General Fund Balance.

39 NOW, THEREFORE, THE CITY OF HOMER ORDAINS:  
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41 Section 1. The City Council hereby amends the FY 2014 Operating Budget by  
42 appropriating up to \$300,000 from the General Fund Balance for the purpose of providing a  
43 loan to Port and Harbor Enterprise Fund to complete the financing package for the new port  
44 and harbor building as follows:  
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46 Transfer From:

<u>Account</u>	<u>Description</u>	<u>Amount</u>
100-0100	General Fund Balance	\$300,000

49 Transfer To:

<u>Account</u>	<u>Description</u>	<u>Amount</u>
415-0935	Port and Harbor Building Project Account	\$300,000

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55 Section 2. The term of the loan is five years, the first annual principal payment is  
56 January 15, 2015, and the annual interest rate is two percent (2%).  
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58 Section 3. This is a budget amendment ordinance only, is not permanent in nature,  
59 and shall not be codified.  
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61 ENACTED BY THE CITY COUNCIL OF HOMER, ALASKA, this 10<sup>th</sup> day of February,  
62 2014.

63  
64 CITY OF HOMER

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68 MARY E. WYTHE, MAYOR  
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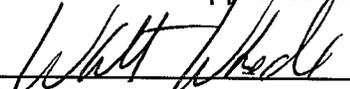
70 ATTEST:

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74 JO JOHNSON, MMC, CITY CLERK  
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79 YES: 6  
80 NO: 0  
81 ABSTAIN: 0  
82 ABSENT: 0

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85 First Reading: 1/27/14  
86 Public Hearing: 2/10/14  
87 Second Reading: 2/10/14  
88 Effective Date: 2/11/14  
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92 Reviewed and approved as to form.

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95 Walt Wrede, City Manager

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97 Date: 2/12/14  
98



Thomas F. Klinkner, City Attorney

Date: 2-26-14

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100 Fiscal Note: Noted within ordinance.  
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