## CITY OF HOMER HOMER, ALASKA

City Manager, City Attorney

## ORDINANCE 11-49(S)

AN ORDINANCE OF THE HOMER CITY COUNCIL ADOPTING HOMER CITY CODE CHAPTER 15.10, OCEAN DRIVE LOOP SPECIAL SERVICE DISTRICT, TO CREATE A DIFFERENTIAL PROPERTY TAX ZONE TO LEVY PROPERTY TAXES TO FUND SPECIAL SERVICES PROVIDED IN THE DISTRICT.

WHEREAS, The City may by ordinance establish, alter, and abolish differential tax zones to provide and levy property taxes for services not provided generally in the City, or a different level of service than that provided generally in the City; and

WHEREAS, The City by Ordinance 06-53(S) established a differential tax zone known as the Ocean Drive Loop Special Service District ("District") for the purpose of providing special services to the properties in the Ocean Drive Loop Bluff Erosion Control Improvement District that are not provided elsewhere in the City; and

WHEREAS, Ordinance 06-53(S) provided for the formation of an association of property owners to receive and expend taxes levied in the District for the purpose of operating and maintaining the seawall that had been constructed in the Ocean Drive Loop Bluff Erosion Control Improvement District; and

WHEREAS, When no association of property owners formed as contemplated by Ordinance 06-53(S), the Council enacted Ordinance 10-19, finding that it would be in the best interest of the City to allow the owners of property in the District to determine among themselves what collective arrangements, if any, to make for funding the operation of the seawall, and abolishing the District; and

WHEREAS, Some property owners in the Ocean Drive Loop Bluff Erosion Control Improvement District continue to assert that the City is responsible for maintaining the seawall, and have induced the Army Corps of Engineers to require the City to repair damage to the seawall under the terms of the permit the Corps issued to the City for the seawall; and

WHEREAS, Until the issue of the City's obligations under the Corps permit can be resolved, it is necessary for the City to have a source of funds to pay costs of repairing the seawall; and

WHEREAS, For the purpose of providing funds required to pay the cost of repairs to the seawall, it is in the best interest of the City to immediately establish a new differential tax zone known as the Ocean Drive Loop Special Service District for the purpose of providing special services to the properties in the Ocean Drive Loop Bluff Erosion Control Improvement District of a special kind and greater level of service than those provided generally in the City.

NOW, THEREFORE, THE CITY OF HOMER ORDAINS: 47 48 Section 1. Homer City Code Chapter 15.10, Ocean Drive Loop Special Service District, 49 is adopted to read as follows: 50 Chapter 15.10 51 52 OCEAN DRIVE LOOP SPECIAL SERVICE DISTRICT 53 54 55 Sections: 56 15.10.005 Definitions 57 15.10.010 Ocean Drive Loop Special Service District established 58 15.10.020 Property tax levy 59 15.10.030 Payment in lieu of taxes 60 15.10.040 Administration 61 15.10.050 Services authorized 62 63 15.10.060 Excess tax revenue 64 15.10.005 Definitions. As used in this chapter: 65 66 "Improvement District" means the Ocean Drive Loop Bluff Erosion Control 67 Improvement District previously established by the City as a local improvement district to 68 69 construct an erosion control seawall. 70 "Operate" and "Operation" with respect to the Seawall includes operation, maintenance, 71 repair, reconstruction, improvement, insurance, administration and other related or similar 72 activities conducted in the course of making and keeping the Seawall operational for its intended 73 erosion control purpose for the benefit of the properties in the Improvement District. 74 75 "Seawall" means the erosion control seawall constructed in the Improvement District. 76 77 "Special Service District" means the Ocean Drive Loop Special Service District 78 established under this chapter. 79 80 15.10.010 Ocean Drive Loop Special Service District established. a. There is established 81 a special service district within the City designated as the "Ocean Drive Loop Special Service 82 District" for the purpose of providing special services to the properties in the Ocean Drive Loop 83 Bluff Erosion Control Improvement/Assessment District that are not provided elsewhere in the 84 City. 85 The Special Service District consists of the properties in the Homer Recording 86 District that are described as follows: 87 88 Oscar Munson Subdivision Lot 34 89 90 Oscar Munson Subdivision Lot 35 91 92

93	Oscar Munson Subdivision Lot 36	
94	Oscar Munson Subdivision Lot 37	
95 06	Oscal Munson Subdivision Lot 37	
96 97	Oscar Munson Subdivision Lot 38	
98	OSCAL IVIALISON GARALVISION DOVIDO	
99	Oscar Munson Subdivision Lot 39	
100	Obout Municoll Dubdiviolat Lov Dy	
101	Oscar Munson Subdivision Lot 40	
102		
103	Oscar Munson Subdivision Lot 41	
104	<b>Value</b> 1	
105	Oscar Munson Subdivision Lot 42	
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107	Oscar Munson Subdivision Lot 43	
108		
109	Oscar Munson Subdivision Lot 44	
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111	Oscar Munson Subdivision No. 18 Lot 45B	
112		
113	Oscar Munson Subdivision No. 18 Lot 45A	
114		
115	Tamian Subdivision Lot 1	
116		
117	A portion of T6S R13W Section 21, Beginning at corner of Sections 20, 21, 28	
118	and 29; thence N 64 degrees 10 minutes E a distance of 50.00 feet; thence S 64	
119	degrees 10 minutes E a distance of 50.00 feet; thence E a distance of 35.00 feet	
120	thence N 0 degrees 05 minutes W a distance of 450.00 feet; thence W a distance	
121	of 125.00 feet; thence S 0 degrees 05 minutes E a distance of 450.00 feet to the	
122	point of beginning.	
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124	Seabreeze Subdivision Lot 5	
125		
126	Lake St ROW south of Ocean Drive Loop	
127	= 4 · 1 = 4 · 1 · 1 · 1 · 1 · 1 · 1 · 1 · 1 · 1 ·	
128	Pedestrian Easement south of Ocean Drive Loop between Lots 37 and 38, Osca	
129	Munson Subdivision	
130	THE COURT OF THE C	
131	15.10.020 Property tax levy. a. The Special Service District shall be funded by a property	
132	tax levied on the properties in the Special Service District. The City Council shall annually se	
133	the mill levy pursuant to Section 9.04.040. The tax shall be assessed and collected as other rea	
134	property taxes levied by the City.	

b. Any property tax levied for the purpose of funding the Special Service District shall be

excluded from the calculation of the mill rate contingency set forth in Section 9.16.020 for

purpose of determining whether the City's sales tax levy shall remain in effect.

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15.10.030 Payment in lieu of taxes. In lieu of paying taxes on tax exempt property owned 139 by the City in the Special Service District, the City will annually appropriate money to the 140 district or perform in-kind services for the district equivalent in value to the amount of taxes that 141 would be levied on the City property if it were taxable. 142 143 15.10.040 Administration. The administration of this chapter is a function of the 144 Department of Administration. 145 146 15.10.050 Services Authorized. Revenue collected by the City under this chapter may be 147 appropriated and expended for the limited purpose of funding Operation of the Seawall for the 148 benefit of all properties in the Improvement District. 149 150 15.10.060 Excess tax revenue. If at any time the City Council determines Special Service 151 District tax revenues exceed the needs of the Special Service District, the City Council may 152 authorize a refund of the excess tax revenues collected under this chapter to the taxpayers in 153 proportion to amounts paid in by such taxpayers. 154 155 Section 2. This Ordinance is of a permanent and general character and shall be included 156 in the City Code. 157 158 ENACTED BY THE CITY COUNCIL OF HOMER, ALASKA, this 23 th day of 159 , 2012. 160 161 CITY OF HOMER 162 163 164 165 166 167 168 169 170 171 NSON, CMC, CITY CLERK 172 173 YES: 5 174 NO: 175 ABSTAIN:  $\mathcal{T}$ 176 177 ABSENT: 4 178 First Reading: 12/19/11 179 Public Hearing: 1/23/12 180 Second Reading: 1/23/12-181 Effective Date: 1/24/12Page 5 of 5 ORDINANCE 11-49(S) CITY OF HOMER

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188	Walt E. Wrede, City Manager	Thomas F. Klinkner, City Attorney
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190	Date: 1/25//2	Date: 1-27-12
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