10/28/19 **CITY OF HOMER HOMER, ALASKA** Smith/Stroozas **ORDINANCE 19-48** AN ORDINANCE OF THE CITY COUNCIL OF HOMER, ALASKA AMENDING THE FY 2019 CAPITAL BUDGET BY RE-APPROPRIATING \$35,000 FROM HOMER EDUCATION AND BECREATION CENTER (HERC) DEMOLISHMENT STUDY APPROXED IN ORDINANCE 19-35(A)(S) TO CONTRACT WITH GROW ECONOMY TO WRITE AND APPLY FOR A UNITED STATES ECONOMIC DEVELOPMENT ADMINISTRATION PLANNING GRANT FOR THE DEMOLITION OF

16 AUTHORIZING THE CITY
17 APPROPRIATE DOCUMENTS.

WHEREAS, In September 2019, Grow Economy presented a US Economic Development Administration (USEDA) Planning Grant opportunity to the Homer City Council for the restoration of HERC 1; and

THE HOMER EDUCATION AND RECREATION COMPLEX (HERC) AND THE DEVELOPMENT OF A REGIONAL INNOVATION PLAZA AT THE

HERC, PROVIDE MATCHING FUNDS TO THE GRANT, AND

MANAGER

TO EXECUTE THE

WHEREAS, A planning grant will provide a clear path forward and identify the costs and benefits of transforming HERC 1 into an innovation resource; and

WHEREAS, The planning phase will also provide the framework for the city to explore "green" improvements to the existing structure that will make it more energy efficient, cost effective and an attractive community resource; and

WHEREAS, The planning grant will also determine full eligibility of the facility for historic preservation funding which could be used for roof repair, asbestos mitigation, window updating and other necessary improvements; and

Whereas, Ordinance 19-38(A)(S) appropriated \$35,000 to fund a demolishment study of the HERC 1 and 2; and

WHEREAS, Re-appropriating the funds currently approved for a demolishment study will enable the City of Homer to leverage those funds to help determine the innovation proposal viability or reverting to a demolition of the structure; and

 WHEREAS, A decision to move forward with the innovation plaza at this location, will leave the character of HERC 1 intact, provide a responsible use for the property, and allow it to remain a public resource that will enhance the community; and

WHEREAS, A center for business innovation in Homer will achieve two objectives; (1) Recovery and resilience from economic shocks in the fishing industry, energy sector and state fiscal crisis that encourages a stronger private sector that is less dependent upon volatile industries, (2) Workforce Development for providing a business incubation facility to encourage job creation and business expansion in the community; and

WHEREAS, Should the City of Homer decide to proceed with demolition, this planning grant will provide the necessary information required, through the demolition study, for the RFP process; and

WHEREAS, The contract with Grow Economy will be for \$10,000 and is therefore exempt from City of Homer bidding requirements under 3.16.060(B), small procurement bellow twenty-five thousand dollars.

NOW, THEREFORE, The City of Homer Ordains:

Section 1: The FY 2019 Capital Budget is hereby amended by re-appropriating \$35,000 from HERC Demolishment Study approved in Ordinance 19-35(A)(S) to contract with Grow Economy to write a Untied States Economic Development Administration Planning Grant for the demolition of the Homer Education and Recreation Complex (HERC) and the development of a regional Innovation Plaza at the HERC site and provide matching funds to the grant, as follows:

<u>Account No.</u>	<u>Description</u>	<u>Amount</u>
156-0396	Contract with Grow Economy to write and apply for a USEDA Planning Grant	\$10,000
156-0396	Match funds for USEDA Planning Grant	\$25,000

<u>Section 2.</u> The City Manager is hereby authorized to enter into a contract with Grow Economy to write and apply for an Untied States Economic Development Administration Planning Grant and execute the appropriate documents.

<u>Section 3.</u> This is a budget amendment ordinance, is not permanent in nature, and shall not be codified.

ENACTED BY THE CITY COUNCIL OF HOMER, ALASKA, this ___ day of ______, 2019.

Page 3 of 3 ORDINANCE 19-48 CITY OF HOMER

83		
84		
85		
86		
87		CITY OF HOMER
88		
89		
90		KEN CASTNER, MAYOR
91	ATTEST:	
92		
93		
94	MELISSA JACOBSEN, MMC, CITY CLERK	
95		
96	YES:	
97	NO:	
98	ABSTAIN:	
99	ABSENT:	
100		
101	First Reading:	
102	Public Hearing:	
103	Second Reading:	
104	Effective Date:	
105		
106	Reviewed and approved as to form.	
107		
108		
109	Katie Koester, City Manager	Michael Gatti, City Attorney
110		
111	Date:	Date: