



MEMORANDUM

Ordinance 23-26, An Ordinance of the City Council Of Homer, Alaska, Amending the FY23 Capital Budget by Authorizing a Transfer of \$500,000 from Port Reserves to Establish a Port Match Reserves. City Manager/Finance Director.

Item Type: Backup Memorandum
Prepared For: Mayor Castner and Homer City Council
Meeting Date: 08 May 2023
From: Elizabeth Walton, Finance Director
Through: Rob Dumouchel, City Manager

Purpose of Ordinance:

The City of Homer is pursuing projects that will require sizeable matching funds. It is prudent for the City to begin to set aside funds now to build up available reserves for grant matches and bond reserve opportunities. This Ordinance directs the Finance Department to establish a Port Match Reserves account within the Port Reserves fund. This match reserves account will be given a dedicated code (456-xxxx) for tracking purposes. This code will be assigned after the passage of this ordinance.

Recommendation:

Pass Ordinance transferring \$500,000 from the Port Reserves to establish a Match Reserves within the Port Reserves Fund.

Attachments:

Ordinance 23-26
Financial Supplement

1 **CITY OF HOMER**
2 **HOMER, ALASKA**

3 City Manager/
4 Finance Director

5 **ORDINANCE 23-26**

6
7 AN ORDINANCE OF THE CITY COUNCIL OF HOMER, ALASKA
8 AMENDING THE FY23 CAPITAL BUDGET BY AUTHORIZING A
9 TRANSFER OF \$500,000 FROM THE PORT RESERVES FUND TO
10 ESTABLISH A PORT MATCH RESERVES WITHIN PORT RESERVES.
11

12 WHEREAS, The City of Homer is pursuing projects in the port and harbor which are
13 expected to cost many millions of dollars; and
14

15 WHEREAS, There is partial funding available through various programs; and
16

17 WHEREAS, The City will need to either put up matching funds or develop a bond reserve
18 in order to move forward with these projects; and
19

20 WHEREAS, It is prudent to begin to set aside funds now to build up available reserves
21 for grant matches and bond reserve opportunities.
22

23 NOW, THEREFORE, THE CITY OF HOMER ORDAINS
24

25 Section 1. The Homer City Council hereby amends the FY23 Capital Budget by
26 transferring \$500,000 from the Port Reserves Fund as follows:
27

28 Transfer from:

<u>Fund No.</u>	<u>Description</u>	<u>Amount</u>
456-0380	Port Reserves	\$500,000

32 Transfer to:

<u>Fund No.</u>	<u>Description</u>	<u>Amount</u>
456-xxxx	Port Match Reserves	\$500,000

35
36 Section 2. This is a budget amendment ordinance only, is not permanent in nature,
37 and shall not be codified.
38

39 ENACTED BY THE CITY COUNCIL OF HOMER, ALASKA, this __ day of _____, 2023.
40

41 CITY OF HOMER
42

43 _____
44 KEN CASTNER, MAYOR

45 ATTEST:

46

47 _____

48 MELISSA JACOBSEN, MMC, CITY CLERK

49

50 YES:

51 NO:

52 ABSTAIN:

53 ABSENT:

54

55 First Reading: May 8, 2023

56 Public Hearing:

57 Second Reading:

58 Effective Date:

CITY OF HOMER
FINANCIAL SUPPLEMENT

PROJECT NAME	<u>Port Match Reserves Transfer</u>	DATE	<u>05/03/2023</u>
DEPARTMENT	<u>Finance</u>	SPONSOR	<u>City Manager/Finance Director</u>
REQUESTED AMOUNT	<u>\$ 500,000</u>		

DESCRIPTION	<p>The City of Homer is pursuing projects in the port and harbor which are expected to cost many millions of dollars. There is partial funding available through various programs.</p> <p>The City will need to either put up matching funds or develop a bond reserve in order to move forward with these projects. It is prudent to begin to set aside funds now to build up available reserves for grant matches and bond reserve opportunities.</p>
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FUNDING SOURCE(S)	OPERATING	GF CARMA	GF FLEET CARMA	PORT RESERVES	WATER CARMA
	0%	0%	0%	100%	0%
	HAWSP	HART-ROADS	HART-TRAILS	PORT FLEET RESERVES	SEWER CARMA
	0%	0%	0%	0%	0%

FUNDING SOURCE 1: PORT RESERVES	FUNDING SOURCE 2:	FUNDING SOURCE 3:
Current Balance <u>\$ 2,162,390</u>	Current Balance _____	Current Balance _____
Encumbered <u>\$ 801,093</u>	Encumbered _____	Encumbered _____
Requested Amount <u>\$ 500,000</u>	Requested Amount _____	Requested Amount _____
Other Items on Current Agenda <u>\$ 26,383</u>	Other Items on Current Agenda _____	Other Items on Current Agenda _____
Remaining Balance <u>\$ 834,914</u>	Remaining Balance _____	Remaining Balance _____
FUNDING SOURCE 4:	FUNDING SOURCE 5:	FUNDING SOURCE 6:
Current Balance _____	Current Balance _____	Current Balance _____
Encumbered _____	Encumbered _____	Encumbered _____
Requested Amount _____	Requested Amount _____	Requested Amount _____
Remaining Balance _____	Remaining Balance _____	Remaining Balance _____