| 1 | CITY OF HOMER | | |
|----------|--|------------------------------|---------------------------------------|
| 2 | | HOMER, ALASKA | |
| 3 | | | City Manager/ |
| 4 | | | Finance Director |
| 5 | | ORDINANCE 23-42 | |
| 6 | | | |
| 7 | AN ORDINANCE OF THE CITY COUNCIL OF HOMER, ALASKA | | |
| 8 | AMENDING THE FY23 CAPITAL BUDGET BY RE-APPROPRIATING | | |
| 9 | THE SECOND TRANCHE OF AMERICAN RESCUE PLAN ACT (ARPA) | | |
| 10 | FUNDS IN THE AMOUNT OF \$716,685.16 TO THE GENERAL FUND | | |
| 11 | AS REVENUE REPLACEMENT. | | |
| 12 | | | |
| 13 | | y of Homer was awarded \$1,4 | 33,370.33 to be paid in two tranches, |
| 14 | one year apart; and | | |
| 15 | | | |
| 16 | WHERES, The first tranche of \$716,685.17 was received in FY22 and City Council | | |
| 17 | approved Ordinance 21-55 appropriating this tranche as General Fund revenue replacement; | | |
| 18 | and | | |
| 19 | WHEREAS The second transhe of \$716 COE 16 was received by the City of Harrary and | | |
| 20 | WHEREAS, The second tranche of \$716,685.16 was received by the City of Homer and | | |
| 21 | originally intended for use related to water and sewer needs by Ordinance 22-60; and | | |
| 22 | WHEREAS. The original plan intent for the second transhe did not work as anticipated | | |
| 23 24 | WHEREAS, The original plan intent for the second tranche did not work as anticipated and the funds need to be re-appropriated; and | | |
| 25 | and the funds need to be re-appropriated, and | | |
| 26 | WHEREAS, There is a desire to accept the second tranche funds as General Fund | | |
| 27 | revenue replacement similar to the first tranche appropriated by Ordinance 21-55; and | | |
| 28 | revenue replacement similar to the first tranche appropriated by Ordinance 21-35, and | | |
| 29 | WHEREAS, These funds have to be fully expended by December 31, 2026. | | |
| 30 | Time to the fact of the fact o | | |
| 31 | NOW, THEREFORE, THE CITY OF HOMER ORDAINS: | | |
| 32 | | | |
| 33 | Section 1. The Homer City Council hereby amends the FY23 Capital Budget by re- | | |
| 34 | appropriating the second tranche of ARPA funding in the amount of \$716,685.16 for General | | |
| 35 | Fund revenue replacement as follows: | | |
| 36 | | | |
| 37 | Revenue: | | |
| 38 | | | |
| 39 | <u>Fund</u> | Description | Amount |
| 40 | 119-0375 | ARPA Funding | \$716,685.16 |
| 41 | | J | |
| 42 | Transfer to: | | |
| 43 | <u>Fund</u> | Description | <u>Amount</u> |
| 44 | 100 | General Fund | \$716,685.16 |
| | | | |

Page 2 of 2 ORDINANCE 23-42 CITY OF HOMER

45 Section 2. This is a budget amendment ordinance, is temporary in nature, and shall not 46 be codified. 47 48 ENACTED BY THE CITY COUNCIL OF HOMER, ALASKA, this 14th day of July, 2023. 49 50 51 CITY OF HOMER 52 53 KEN CASTNER, MAYOR 54 55 ATTEST: 56 57 58 59 MELISSA JACO SEN, MMC, CITY CLERK 60 61 YES: 6 NO: 0 62 ABSENT: 0 63 ABSTAIN: 0 64 65 First Reading: June 26, 2023 66 Public Hearing: July 24, 2023 67 Second Reading: July 24, 2023 68 Effective Date: July 25, 2023 69



Ordinance 23-42, An Ordinance of the City Council of Homer, Alaska Amending the FY23 Capital Budget by Re-Appropriating the 2nd Tranche of American Rescue Plan Act (ARPA) Funds in the Amount of \$716,685.16 to the General Fund as Revenue Replacement. City Manager/Finance Director.

Item Type:

Backup Memorandum

Prepared For:

Mayor Castner and Homer City Council

Date:

July 11, 2023

From:

Rob Dumouchel, City Manager

As part of the American Rescue Plan Act (ARPA), the City of Homer was awarded \$1,433,370.33 to be paid in two tranches across two different years. The first tranche was received in FY22 and appropriated as revenue replacement. The second tranche was originally considered for use for water and sewer needs. That approach did not work as planned so we are asking Council to use Ordinance 23-42 to re-appropriate the second tranche of ARPA funds to the General Fund as revenue replacement. Our ability to accept ARPA funds as revenue replacement was confirmed by an analysis conducted by Porter & Alison before we appropriated the original tranche in 2022.

Staff Recommendation: Adopt Ordinance 23-42