

**CITY OF HOMER
HOMER, ALASKA**

City Manager/Port Director

ORDINANCE 24-65

AN ORDINANCE OF THE CITY COUNCIL OF HOMER, ALASKA
AMENDING THE FY25 OPERATING BUDGET BY ACCEPTING AND
APPROPRIATING THE 2018 EAST SIDE SET GILLNET (ESSG) AND
2020 UPPER COOK INLET (UCI) SALMON DISASTER RELIEF FUNDS
IN THE AMOUNT OF \$20,799.96 TO THE PORT AND HARBOR
ENTERPRISE FUND.

WHEREAS, The City received notice from the Alaska Department of Fish and Game (ADF&G) that the City of Homer is eligible to receive a portion of the 2018 East Side Set Gillnet and 2020 Upper Cook Inlet salmon declared disaster relief funding; and

WHEREAS, The distribution is part of the spending plan authored by the ADF&G to provide relief in the form of direct payments to municipalities and boroughs that rely on revenue from Upper Cook Inlet salmon landings and related port and harbor economic activity to support local services; and

WHEREAS, The City's allotment, a one-time payment in the amount of \$20,799.96 is a pro-rated percentage of the disaster funding based on each affected community's share of total losses among all eligible communities.

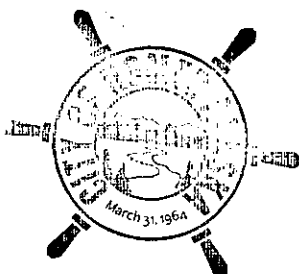
NOW THEREFORE, THE CITY OF HOMER ORDAINS:

Section 1. The Homer City Council hereby amends the FY25 operating budget by accepting and appropriating 2018 East Side Set Gillnet and 2020 Upper Cook Inlet salmon declared disaster relief funding to the Port and Harbor Enterprise fund as follows:

| <u>Fund</u> | <u>Description</u> | <u>Amount</u> |
|-------------|------------------------------|---------------|
| 400 | Port & Harbor Operating Fund | \$20,799.96 |

Section 2. 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 13th day of January, 2025.



CITY OF HOMER

RACHEL LORD, MAYOR

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45 ATTEST:

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Renee Krause
RENEE KRAUSE, MMC, CITY CLERK

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YES: 6

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NO: 0

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ABSTAIN: 0

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ABSENT: 0

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First Reading:

11/25/24

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Public Hearing:

1/13/25

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Second Reading:

1/13/25

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Effective Date:

1/14/25



MEMORANDUM

Ordinance 24-65, An Ordinance of the City Council of Homer, Alaska Amending the FY25 Capital Budget by Accepting and Appropriating 2018 East Side Set Gillnet (ESSG) and 2020 Upper Cook Inlet (UCI) Salmon Disaster Relief Funds in the Amount of \$20,799.96 to the Port and Harbor Enterprise Fund. City Manager/Port Director

Item Type: Backup Memorandum
Prepared For: Mayor and City Council
Date: November 14, 2024
From: Jenny Carroll, Special Projects & Communications Coordinator
Through: Melissa Jacobsen, City Manager

We recently received notice from the Alaska Department of Fish and Game (ADF&G) that the City of Homer is eligible to receive a portion of the 2018 East Side Set Gillnet and 2020 Upper Cook Inlet salmon declared disaster relief funding. The distribution is part of the spending plan authored by the ADF&G to provide relief in the form of direct payments to municipalities and boroughs that rely on revenue from Upper Cook Inlet salmon landings and related port and harbor economic activity to support local services.

Typically, revenue from fish landings is generated under the state's Fishery Business Tax, where a 3% tax is applied to shore-based salmon landings, with the revenue shared 50/50 between the state and the municipalities/boroughs where the landings occur. In areas with both a municipality and borough, the revenue is split equally between the two entities.

To be eligible for the disaster relief funding, the City had to have landings of salmon from the two fisheries (based on port landing data), and the loss in gross revenue from these fisheries had to be at least \$400,000 (calculated by subtracting the disaster years' revenue from the average of the previous five years).

The City's allotment, a one-time payment in the amount of \$20,799.96 is a pro-rated percentage of the disaster funding based on each affected community's share of total losses among all eligible communities. There are no stipulations on how the funds are used; communities can use disaster funds however they would have otherwise used collected raw fish taxes.

Recommendation: Accept and appropriate the 2018 East Side Set Gillnet and 2020 Upper Cook Inlet disaster relief funds and authorize the City Manager to execute the appropriate documents.