

**CITY OF HOMER
HOMER, ALASKA**

City Manager

ORDINANCE 24-66

AN ORDINANCE OF THE CITY COUNCIL OF HOMER, ALASKA
AMENDING THE FY25 CAPITAL BUDGET BY ACCEPTING AND
APPROPRIATING A FY2025 DESIGNATED LEGISLATIVE GRANT
FROM THE STATE OF ALASKA IN THE AMOUNT OF \$288,523 FOR
THE PURPOSE OF ADDITIONAL MATCH FUNDS FOR THE US ARMY
CORPS OF ENGINEERS GENERAL INVESTIGATION INTO THE
LARGE VESSEL HARBOR EXPANSION.

WHEREAS, Homer's Port and Harbor, originally built in 1963, is a regional transportation hub serving the needs of commercial vessels operating throughout Southcentral and Western Alaska in the marine transportation, maritime industrial and commercial fishing industries; and

WHEREAS, Over time, the increased demand for moorage has outgrown Homer Port and Harbor's ability to safely and efficiently serve this fleet; and

WHEREAS, To potentially meet the growing needs of our commercial fleet and address overcrowding and associated navigational safety concerns through a harbor expansion, the United States Army Corps of Engineers (USACE) initiated a General Investigation (GI) feasibility study in March 2023 under a \$3 million Federal Cost Share Agreement in which the Federal match is fifty percent and the local fifty percent match is shared equally between the City and the State of Alaska; and

WHEREAS, After reaching the study's Alternatives and Measures Milestone, the USACE project development team updated the PMP to include two additional activities in the GI scope (geotechnical analysis and ship simulation) so that the study would have sufficient data to develop the most realistic benefit to cost ratio; and

WHEREAS, Based on a cost estimate provided by the USACE, this additional work comes with an additional cost of \$1,154,093; and

WHEREAS, Homer City Council Resolution 23-130 agreed to the revised scope and cost of the GI under the PMP, stating it is prudent to continue to explore options for a harbor expansion to relieve congestion and improve navigational safety within Homer's Port and Harbor; and

WHEREAS, Consistent with the shared local match partnership, Homer City Council Ordinance 24-05 appropriated funds in the amount of \$288,524 for fifty percent of the additional required local sponsor match; and

WHEREAS, The City is pleased to have been awarded \$288,523 in additional State of Alaska GI matching funds through a FY2025 State Designated Legislative Grant 25-DC-081, confirming the State's continued active partnership and investment in the study.

NOW, THEREFORE, THE CITY OF HOMER ORDAINS:

Section 1. The Homer City Council hereby amends the FY25 Capital Budget by accepting and appropriating a FY2025 Designated Legislative Grant from the State of Alaska in the amount of \$288,523 as follows:

<u>Fund</u>	<u>Description</u>	<u>Amount</u>
415-0943	FY25 Designated State of Alaska Legislative Grant 25-DC-081	\$288,523

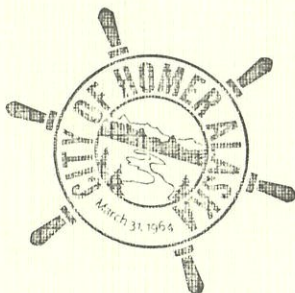
Section 2. The total project cost budget for the City of Homer is \$2,077,047 as follows:

<u>Fund</u>	<u>Description</u>	<u>Amount</u>
415-0943	FY2025 SOA Grant 25-DC-081	\$288,523
415-0943	FY2023 SOA Grant 23-DC-041	\$750,000
456-0380	Port and Harbor Match Reserves	\$288,524
100	General Fund Unassigned Fund Balance	\$750,000

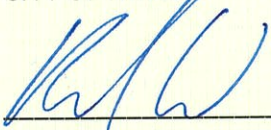
Section 3. The City Manager is hereby authorized to execute the appropriate documents.

Section 4. This ordinance is a budget amendment only, is not of a permanent nature and is a non code ordinance.

ENACTED BY THE CITY COUNCIL OF HOMER, ALASKA this 13th day of January, 2025.



CITY OF HOMER



RACHEL LORD, MAYOR

ATTEST:

Renee Krause

RENEE KRAUSE, MMC, CITY CLERK

YES: 6

NO: 0

ABSTAIN: 0

ABSENT: 0

First Reading: 11/25/24

Public Hearing: 1/13/25

Second Reading: 1/13/25

Effective Date: 1/14/25

