1 CITY OF HOMER 2 HOMER, ALASKA 3 Mayor/City Council 4 **RESOLUTION 13-100** 5 A RESOLUTION OF THE CITY COUNCIL OF HOMER, ALASKA, 6 REQUESTING THE GOVERNOR TO INCLUDE IN HIS FY2015 7 CAPTIAL BUDGET A DEPOSIT OF \$100 MILLION INTO THE VESSEL 8 9 REPLACEMENT FUND FOR THE PURPOSE OF CONSTRUCTING A NEW OCEAN-GOING VESSEL TO REPLACE THE M/V TUSTUMENA. 10 11 WHEREAS, The M/V Tustumena was built in 1963, is approaching its 50th year of 12 service, and has had a hard life servicing the Homer, Kodiak, and Aleutian communities for 13 the past several decades; and 14 15 WHEREAS, The M/V Tustumena provides year-round service to Homer, Seldovia, and 16 the Kodiak area, and travels to the Aleutian Chain ten times each year, providing a critical 17 transportation and and tourism like that affectes the economies of each community served 18 by this vessel; and 19 20 WHEREAS, The rough and exposed waters of the Aleutians can accelerate the 21 deterioration of any vessel servicing the region; and 22 23 24 WHEREAS, Recent vessel ageing problems and repair delays are well documented and have created significant, recurring service disruptions and outages in the region; and 25 26 27 WHEREAS, The M/V Tustumena is at the top of th equeue in the AMHS Vessel Replacement Fund, and the legislature appropriated \$10 million from this fund in 2013 for 28 the design of a new ocean-going vessel to replace the M/V Tustumena; and 29 30 WHEREAS, The Alaska Department of Transportation and Public Facilities has begun 31 32 the design process and estimates that it will take 18 months to complete; and 33 34 WHEREAS, The department estimates construction of the new vessel could cost as 35 much at \$210 million; and 36 37 WHEREAS, Since it will take another two to three years to construct a new vessel and 38 ready it for service, it is imperative to develop and implement a strategy to ensure construction funding is in place by 2015 to allow an immediate start of vessel construction. 39 40

NOW, THEREFORE, BE IT RESOLVED that the Homer City Council hereby requests that

Governor Parnell include in his FY2015 captial budget a deposit of \$100 million into the Vessel

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Replacement Fund for the purpose of constructing a new ocean-going vessel to replace the M/V Tustumena; and

BE IT FURTHER RESOLVED that the Homer City Council requests Governor Parnell plan

to include in his FY 2016 captial budget and other deposit in the Vessel Replacement Fund to

provide the remaining amount of funding needed to construct a new ocean-going vessel to replace the M/V Tustumena.

PASSED AND ADOPTED by the Homer City Council this 14th day of October, 2013.

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64 Fiscal Note: N/A

ATTEST:

Ø/ANSON, MMC, CITY CLERK

 CITY OF HOMER

MARY E. WYTHE, MAYOR