

CITY AND BOROUGH OF SITKA

ORDINANCE NO. 2015-21

AN ORDINANCE OF THE CITY AND BOROUGH OF SITKA, ALASKA AMENDING SITKA GENERAL CODE THAT TITLE 4 REVENUE AND FINANCE, AT CHAPTER 4.44, SOUTHEAST ALASKA ECONOMIC DEVELOPMENT FUND, UNDER SECTIONS 4.44.010 ESTABLISHMENT, AND 44.44.050 PROCEDURE FOR DECIDING UPON APPLICATIONS FOR LOAN GUARANTEES

FAILED ON FIRST READING APRIL 14, 2015

- 1. CLASSIFICATION. This ordinance is of a permanent nature and is intended to become a part of the Sitka General Code.
2. SEVERABILITY. If any provision of this ordinance or any application to any person or circumstance is held invalid, the remainder of this ordinance and application to any person or circumstances shall not be affected.
3. PURPOSE. The purpose of this ordinance is to amend the Sitka General Code pertaining to the Southeast Alaska Economic Development Fund be permitting a portion of the corpus of the Fund to be permanently transferred to another fund of the City and Borough of Sitka without requirement for repayment.
4. ENACTMENT. NOW, THEREFORE, BE IT ENACTED by the Assembly of the City and Borough of Sitka that Title 4 Revenue and Finance at Chapter 4.44 Southeast Economic Development Fund under Sections 4.44.010 and 4.44.050 of the Sitka General Code be amended to read as follows (deleted language is stricken and new language us underlined):

TITLE 4
REVENUE AND FINANCE

Chapter 4.44
SOUTHEAST ECONOMIC DEVELOPMENT FUND

Sections:

4.44.010 Establishment.

There shall be established a southeast economic development fund ("fund"), for qualifying private-sector loans and transfers to other Municipal funds. Loans or transfers to other Municipal funds shall be for purposes of promoting the efficiency and effectiveness of Municipal government, or, for improvements which shall lessen rate and fee burdens on citizens. Only the assembly can authorize any loan or transfer from this fund.

4.44.050 Procedure for deciding upon applications for loan guarantees.

46 ~~A. Application forms can be obtained from the finance director for loans from this fund.~~
47 ~~Completed application forms will be submitted to the assembly.~~

48 ~~B. The finance director shall certify in writing the following to the municipal administrator and~~
49 ~~assembly regarding any submitted application form:~~

50 ~~1. The funds to make the loan are available and shall be accounted for in future~~
51 ~~reports to the assembly;~~

52 ~~2. The remaining fund balance if the full amount of the loan is awarded; and~~

53 ~~3. The applicant has all necessary licenses and permits to do business with the city~~
54 ~~and borough, and the applicant is not delinquent on any of their accounts with the~~
55 ~~city and borough, including sales taxes, property taxes, hotel, motel, bed and~~
56 ~~breakfast transient room rental tax, and utility payments.~~

57 ~~GA. Any proposed loan or transfer from the fund shall be proposed to the assembly by the~~
58 ~~administrator with justification as to the benefits to be derived from the loan or transfer. The~~
59 ~~assembly shall decide whether to approve the loan or transfer, including whether to grant the full~~
60 ~~amount requested or a lesser amount, and whether to set any conditions.~~

61 ~~DB. Any loan granted under this fund requires interest to be charged at a rate to be determined~~
62 ~~by the assembly.~~

63 ~~C. This is a revolving fund, with All loan repayments and interest earned on loans deposited in~~
64 ~~the fund.~~

65 ~~5. **EFFECTIVE DATE.** This ordinance shall become effective on the day after the date~~
66 ~~of its passage.~~

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68 ~~**PASSED, APPROVED, AND ADOPTED** by the Assembly of the City and Borough of Sitka,~~
69 ~~Alaska this 12TH day of May, 2015.~~

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ATTEST:

Sara Peterson, CMC
Municipal Clerk

Mim McConnell, Mayor