

CITY AND BOROUGH OF SITKA

ORDINANCE NO. 2017-09

AN ORDINANCE OF THE CITY AND BOROUGH OF SITKA
EXPANDING THE AUTHORIZED USES OF THE GARY PAXTON INDUSTRIAL PARK
CONTINGENCY FUND AND ADJUSTING THE FY17 BUDGET FOR APPROPRIATIONS
FROM THE CONTINGENCY FUND

BE IT ENACTED by the Assembly of the City and Borough of Sitka, Alaska as follows:

1. CLASSIFICATION. This ordinance is not of a permanent nature and is not intended to be a part of the Sitka General Code of the City and Borough of Sitka, Alaska.

2. SEVERABILITY. If any provision of this ordinance or any application thereof to any person or circumstance is held invalid, the remainder of this ordinance and application thereof to any person and circumstances shall not be affected thereby.

3. PURPOSE. The purpose of this ordinance is to expand the authorized uses of Fund 173, the Gary Paxton Industrial Park Contingency Fund to allow for the transfer of funds to Fund 270, the Gary Paxton Industrial Park Fund, for purposes of reimbursing that fund for capital outlays made to stabilize or improve the shoreline of the Park; and, to enact necessary appropriations to transfer funds from the Gary Paxton Industrial Park Contingency Fund, and, to expend funds from the Gary Paxton Industrial Park Fund for shoreline stabilization purposes.

4. ENACTMENT.

A. The Assembly of the City and Borough of Sitka hereby expands the authorized uses of the resources in Fund 173, the Gary Paxton Industrial park Contingency Fund, to include reimbursement of the Fund 270, the Gary Paxton Industrial Park Fund, for capital outlays made to stabilize or improve the shoreline of the Park.

B. The Assembly of the City and Borough of Sitka hereby enacts supplemental appropriations in accordance with Section 11.10(a) of the Charter of the City and Borough of Sitka, Alaska, the for the Budget for the fiscal period beginning July 1, 2016 and ending June 30, 2017, as follows:

Table with 2 columns and 4 rows. Row 1: FISCAL YEAR 2017 EXPENDITURE BUDGETS. Row 2: CAPITAL FUNDS. Row 3: Fund 270 -Gary Paxton Industrial Park Fund: A capital appropriation of \$250,000 from fund balance is requested for the purpose of funding the GPIP FY2017 Shoreline Stabilization Project. Row 4: Fund 173- GPIP Contingency Fund: An operating appropriation of \$250,000 from fund balance is requested for the purpose of reimbursing Fund 270, the Gary Paxton Industrial Park Fund, for the purpose of funding the GPIP FY2017 Shoreline Stabilization Project. This appropriation is contingent upon the Assembly expanding the allowable uses, previously established by Resolution, for the proceeds within the GPIP Contingency Fund.

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EXPLANATION

Significant shoreline erosion issues have been identified within the confines of the Gary Paxton Industrial Park. Administration believe that addressing the erosion issues through an appropriation of the fund balance of Fund 270, the Gary Paxton Industrial Park Fund, will leave that Fund in a weakened financial position. Sufficient funds to pay for the costs of shoreline stabilization exist in Fund 173, the Gary Paxton Industrial park Contingency Fund; however, the current authorizing Resolution for the Contingency Fund precludes the use of fund resources for such a purpose. Authority to expand the authorized uses of Contingency Fund resources rests with the Assembly, however, and Administration recommend that the Assembly expand permitted uses for the purpose at hand. Failure to address the shoreline erosion problem could result in damage to GPIP assets through undercutting and collapse.

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

PASSED, APPROVED, AND ADOPTED by the Assembly of the City and Borough of Sitka, Alaska this 11th Day of April, 2017.

ATTEST:

Matthew Hunter, Mayor

**Sara Peterson, CMC
Municipal Clerk**
**1st reading 3/28/17
2nd reading 4/11/17**