

POSSIBLE MOTION

I MOVE TO 1) approve re-appropriating all unspent harbor bond proceeds currently totaling \$197,662.64 (plus accrued interest on investments) to Sitka Transient Float project; and 2) authorize spending of said funds.

Memo

Thru : Dan Tadic, Municipal Engineer *DT*
Michael Harmon, Public Works Director *MH*
Stan Eliason, Harbormaster *SE*
Mark Gorman, Administrator

To: Assembly, City and Borough of Sitka

From: Jay Sweeney, Chief Financial and Administrative Officer *J.S.*

Date: March 25, 2015

Re: Reappropriation of Unspent Harbor Revenue Bond Proceeds To Sitka Transient Float Project

Mayor McConnell and Assembly Members,

As of March 25, 2015, \$197,662.64 in unspent harbor revenue bonds remain. These proceeds were part of the original \$4,250,000 in bond proceeds obtained in the February 26, 2013 bond issuance to finance the Municipality's portion of the ANB Harbor reconstruction. The ANB Harbor project is now complete and no additional proceeds will be spent on that project.

Per the harbor bond ordinance, unspent bond proceeds can be used for either one of two purposes: (1) to pay for other additional capital expenditures within the harbor system, or (2) to pay for debt service payments on the harbor revenue bonds.

The City Engineer and Harbormaster have jointly determined that additional funding is needed to fully finance the scope of the Sitka Transient Float capital project and have recommended that unspent harbor bond proceeds be redirected to the Transient Float project.

Staff hereby requests that the Assembly reappropriate all unspent harbor bond proceeds, which currently total \$197,662.64 plus accrued interest on investments, to the Sitka Transient Float project. Reappropriation by the Assembly would give authority for both (1) transferring unspent bond proceeds to the Sitka Transient Float Project, and (2) authority to spend those funds.