

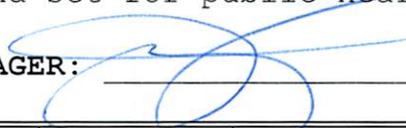
**SUBJECT:** APPROVAL OF THE AMENDED SCOPE OF WORK FOR ANTICIPATED FISCAL YEAR 2018 PROJECT INCOME FOR THE RAIL EXTENSION FROM PORT MACKENZIE TO THE MAINLINE, PROJECT NO. 75001.

**AGENDA OF:** November 7, 2017

**ASSEMBLY ACTION:**

Approved Under the Consent Agenda 11-7-17 

**MANAGER RECOMMENDATION:** Introduce and set for public hearing.

**APPROVED BY JOHN MOOSEY, BOROUGH MANAGER:** 

Route To:	Department/Individual	Initials	Remarks
	Originator		
	Capital Projects Director		
	Finance Director		
	Borough Attorney		
	Borough Clerk		10/30/17 

**ATTACHMENT (S) :** Fiscal Note: YES  NO  Resolution Serial No. 17-077 (3 pp)

**SUMMARY STATEMENT:**

The Matanuska-Susitna Borough acquired land for right-of-way for the Port MacKenzie Rail Extension. Several of the properties are large agricultural properties that the borough will lease or sell between 2017 and 2021. Income generated from the lease/rental and/or sale of these properties is considered project income.

Even though all grant funding has been fully expended, the borough must plan and account for any anticipated project income. Staff estimates fiscal year 2018 income from the lease/rental and/or sale of the acquired properties to be \$776,600.00. In addition, staff estimates additional income of \$60,000 in fiscal year 2019; \$60,000 in fiscal year 2020; and \$60,000 in fiscal year 2021.

On June 20, 2017, legislation was approved by the Assembly for a

scope of work for the anticipated income during fiscal year 2018 only.

This legislation approves an amended scope of work for the anticipated income during fiscal year 2018 only.

**RECOMMENDATION OF ADMINISTRATION:**

Staff respectfully recommends assembly adoption of the legislation approving the amended scope of work for the anticipated income during fiscal year 2018 for the rail extension from Port MacKenzie to the mainline, project no. 75001.