

SUBJECT: APPROPRIATING \$450,000 FROM THE AREAWIDE CAPITAL RESERVE AND \$400,000 FROM THE LAND MANAGEMENT PERMANENT FUND, FOR A TOTAL OF \$850,000 TO FUND 450, PROJECT NO. 70012, AS A LOAN TO FUND 520, TO FUND REPAIRS TO THE PORT MACKENZIE BARGE DOCK WHICH WILL BE PAID BACK BY TRANSFERS FROM THE PORT ENTERPRISE FUND, PORT REVENUES AND INSURANCE SETTLEMENT, AND ACCEPTING AND APPROPRIATING \$169,009.50 FROM NORTON CORROSION TO FUND 450, PROJECT NO. 70012.

AGENDA OF: February 21, 2017

ASSEMBLY ACTION:

OR 17-013 & RS 17-009 Amended, adopted & combined w/ AM 17-034, w/o objection @ 4/18/17 RM.

MANAGER RECOMMENDATION: Introduce and set for public hearing.

APPROVED BY JOHN MOOSEY, BOROUGH MANAGER:

Route To:	Department/Individual	Initials	Remarks
	Originator: Port Director		
	Community Development Director		
	Finance Director		
	Borough Attorney		Form only Payback is uncertain
	Borough Clerk		2/13/17

ATTACHMENT(S): Fiscal Note: YES X NO (2 pp)
Ordinance Serial No. 17-013 (3 pp)
Resolution Serial No. 17-009 (2 pp)

SUMMARY STATEMENT:

This legislation is to appropriate \$450,000 from the Areawide Capital Reserve and \$400,000 from the Land Management Permanent Fund, to Fund 450, Project No. 70012, as a loan to Fund 520, to fund repairs to the Port MacKenzie Barge Dock and to accept and appropriate \$169,009.50 from Norton Corrosion to Fund 450, Project No. 70012.

On or about October 19, 2016 a significant failure occurred on the sheet pile barge dock at Port MacKenzie when a sink hole developed exposing a torn sheet pile in a tail wall and a crack in the adjacent wye. Pressure from inside the dock has caused a

bulge in the barge dock face as well as bending of the fascia beam and bullrail.

\$53,917.98 was expended from the Port Enterprise Fund to stabilize the barge dock until spring break-up when repairs can begin.

The permit application to the Corps of Engineers has been submitted. It will also be necessary to obtain approvals from the National Marine Fisheries Service

The cost estimate of \$1,600,000 includes contingency costs. Other funds available for repairs include \$316,480 remaining from the \$2,500,000 loan from the Land Management Fund for barge dock repairs done in 2015-2016 (ORD No. 15-148 and RES No. 15-105,) and \$265,000 from the Port Enterprise Fund.

This project will be competitively bid with the stipulation that the contractor is responsible to provide all materials, post a construction bond, and include a one year warranty on workmanship and materials.

RECOMMENDATION OF ADMINISTRATION:

Approve the appropriation of \$450,000 from the Areawide Capital Reserve and \$400,000 from the Land Management Permanent Fund, to Fund 450, Project No. 70012, as a loan to Fund 520, and to accept and appropriate \$169,009.50 from Norton Corrosion to Fund 450, PROJECT NO. 70012 to fund repairs to the Port MacKenzie Barge Dock.

MATANUSKA-SUSITNA BOROUGH
FISCAL NOTE

Agenda Date: February 21, 2017

SUBJECT: APPROPRIATE \$450,000 FROM THE AREAWIDE CAPITAL RESERVE AND \$400,000 FROM THE LAND MANAGEMENT PERMANENT FUND, FOR A TOTAL OF \$850,000 TO FUND 450, PROJECT NO. 70012, AS A LOAN TO FUND 520, TO FUND REPAIRS TO THE PORT MACKENZIE BARGE DOCK WHICH WILL BE PAID BACK BY TRANSFERS FROM THE AREAWIDE FUND, PORT REVENUES AND INSURANCE SETTLEMENT AND TO ACCEPT AND APPROPRIATE \$169,009.50 FROM NORTON CORROSION TO FUND 450, PROJECT NO. 70012

ORIGINATOR: Therese Dolan, Division Administrative Specialist, Port MacKenzie

FISCAL ACTION (TO BE COMPLETED BY FINANCE)	FISCAL IMPACT <u>YES</u> NO
AMOUNT REQUESTED <u>\$1,019,009.50</u>	FUNDING SOURCE <u>Capital Reserve, Land Mgt Reserve, Fund 520 Port</u>
FROM ACCOUNT # <u>100/203/520.000.000.4xx.xx</u>	PROJECT #
TO ACCOUNT: <u>450.000.000.3xx.xx</u>	PROJECT # <u>70012</u>
VERIFIED BY: <u>Burbana/Burman</u>	CERTIFIED BY:
DATE: <u>2/8/17</u>	DATE:

EXPENDITURES/REVENUES:

(Thousands of Dollars)

OPERATING	FY2016	FY2017	FY2018	FY2019	FY2020	FY2021
Personnel Services						
Travel						
Contractual						
Supplies						
Equipment						
Land/Structures						
Grants, Claims						
Miscellaneous						
TOTAL OPERATING						

CAPITAL		<u>1,019</u>				
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REVENUE						
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FUNDING:

(Thousands of Dollars)

General Fund						
State/Federal Funds						
Other		<u>1,019</u>				
TOTAL		<u>1,019</u>				

POSITIONS:

Full-Time						
Part-Time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

PREPARED BY: _____

PHONE: _____

DEPARTMENT: _____

DATE: _____

APPROVED BY: _____

DATE: _____

Chryenne Hall

2/10/17