

NON-CODE ORDINANCE

Sponsored By: Borough Manager
Introduced: 03/15/16
Public Hearing: 04/05/16
Adopted: 04/05/16

**MATANUSKA-SUSITNA BOROUGH
ORDINANCE SERIAL NO. 16-031**

AN ORDINANCE OF THE MATANUSKA-SUSITNA BOROUGH ASSEMBLY APPROPRIATING \$704,890 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 WHICH WILL BE PAID BACK BY TRANSFERS FROM THE AREAWIDE FUND, PORT REVENUES AND INSURANCE SETTLEMENT.

WHEREAS, on or about October 13, 2015, a significant failure occurred on the sheet pile barge dock at Port MacKenzie when a crack in a "wye" moved sideways to an interlock with the adjacent sheet pile. The split moved all the way down to the seabed resulting in a gap in the face of the dock approximately 3.5 feet wide; and

WHEREAS, funding totaling \$2,500,000 was appropriated from the Land Management Permanent fund, to fund 450, project no. 70012, as a loan to fund 520, to fund emergency repairs to the Port MacKenzie Barge Dock, which will be paid back by transfers from the areawide fund, Port revenues, and insurance settlement; and

WHEREAS, repairs were underway using the \$2,500,000 loan appropriated from the Land Management Permanent fund until work was halted due to dangerous ice conditions; and

WHEREAS, the appropriation of the \$2,500,000 was made under emergency conditions and the lifespan of that appropriation was 60 days; and

WHEREAS, the work stoppage has exceeded 60 days from the previous approval date of December 1, 2015, so the previously appropriated funds are no longer available; and

WHEREAS, spring breakup has eliminated the previously dangerous ice conditions to a point where repair work may now resume; and

WHEREAS, if repairs are not completed, a failure is possible at the Port MacKenzie Barge Dock; and

WHEREAS, the original approved appropriation was based on the cost estimate of \$2,500,000 of which \$1,795,110 has been spent, leaving an estimated \$704,890 in repairs remaining. However, the exact cost to complete the repairs will not be known until the project is completed; and

WHEREAS, it is anticipated that our insurance company will pay the repair costs above the \$100,000 deductible; and

WHEREAS, the \$704,890 appropriation will enable work to be completed prior to the anticipated insurance proceeds being received.

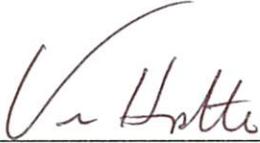
BE IT ENACTED:

Section 1. Classification. This is a non-code ordinance.

Section 2. Acceptance and appropriation source. There is hereby appropriated by the Assembly \$704,890 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, which will be paid back by transfers from the areawide fund, port revenues, and insurance settlement.

Section 3. Effective date. This ordinance shall take effect upon adoption.

ADOPTED by the Matanuska-Susitna Borough Assembly this 5 day of April, 2016.



VERN HALTER, Borough Mayor

ATTEST:



LONNIE R. McKECHNIE, CMC, Borough Clerk

(SEAL)

YES: Sykes, Beck, Colligan, Mayfield, Doty, and Kowalke

NO: McKee