Proposed by: Administration Attorney Review: 11/22/2016

Vote: 6 Aye 0 Nay 0 Absent

## MUNICIPALITY OF SKAGWAY, ALASKA RESOLUTION NO. 16-29R

A RESOLUTION OF THE MUNICIPALITY OF SKAGWAY, ALASKA, IN SUPPORT OF FULL FUNDING (\$18,160,055) FOR THE STATE OF ALASKA MUNICIPAL HARBOR FACILITY GRANT PROGRAM IN THE FY 2018 STATE CAPITAL BUDGET.

WHEREAS, the Municipality of Skagway recognizes the majority of the public boat harbors in Alaska were constructed by the State during the 1960s and 1970s; and

WHEREAS, these harbor facilities represent critical transportation links and are the transportation hubs for waterfront commerce and economic development in Alaskan coastal communities; and

**WHEREAS**, these harbor facilities are ports of refuge and areas for protection for oceangoing vessels and fishermen throughout the State of Alaska, especially in coastal Alaskan communities; and

**WHEREAS**, the State of Alaska over the past 30 years has transferred ownership of most of these State-owned harbors, many of which were at or near the end of their service life at the time of transfer, to local municipalities; and

WHEREAS, the municipalities took over the important responsibility even though they knew that these same harbor facilities were in poor condition at the time of transfer; and

**WHEREAS**, consequently, when local municipal harbormasters formulated their annual harbor facility budgets, they inherited a major financial burden that their local municipal governments could not afford; and

**WHEREAS**, in response to this financial burden, the Governor and the Alaska Legislature passed legislation in 2006 to create the Municipal Harbor Facility Grant program, AS 29.60.800; and

**WHEREAS**, the Municipality of Skagway is pleased with the Department of Transportation and Public Facilities administrative process to review, score and rank applicants to the Municipal Harbor Facility Grant Program, since state funds may be limited; and

**WHEREAS**, for each harbor facility grant application, municipalities have committed to invest 100-percent of the design and permitting costs and 50-percent of the construction cost; and

**WHEREAS**, completion of harbor facility projects is dependent on the 50-percent match from the State of Alaska's Municipal Harbor Facility Grant Program; and

**WHEREAS**, during the last ten years the Municipal Harbor Facility Grant Program has been fully funded only twice; and

**WHEREAS**, during the last ten years the backlog of projects necessary to repair and replace these former State-owned harbors has increased to over \$100,000,000;

## MUNICIPALITY OF SKAGWAY, ALASKA RESOLUTION NO. 16-29R PAGE 2 OF 2

**NOW THEREFORE, BE IT RESOLVED,** that the Municipal Assembly of the Municipality of Skagway urges full funding in the amount of \$18,160,055 by the Governor and the Alaska Legislature for the State of Alaska's Municipal Harbor Facility Grant Program in the FY 2018 State Capital Budget in order to ensure enhanced safety and economic prosperity among Alaskan coastal communities.

**PASSED AND APPROVED** by a duly constituted quorum of the Borough Assembly of the Municipality of Skagway this 1<sup>st</sup> day of December, 2016.

Mark Schaefer, Mayor

ATTEST

Emily A. Deach Municipal Clerk

(SEAL)

