RESOLUTION 15-12

A RESOLUTION OF THE ALEUTIANS EAST BOROUGH ASSEMBLY AUTHORIZING THE BOROUGH MAYOR TO ENTER INTO A PURCHASE/SALE AGREEMENT WITH CRUZ MARINE, LLC FOR THE USED HOVERCRAFT VESSEL NAMED SUNAX, INCLUDING SPARE PARTS AND TOOLS IN THE AMOUNT OF $4,500,000.

WHEREAS, the Aleutians East Borough (AEB) owns a Kvichak Marine Industries built BHT-150 Hovercraft named SunaX (Doc. #1190205) and spare parts, tools and equipment located at its hangar in Akutan, Alaska; and

WHEREAS, the vessel has been certified and operated as a USCG Subchapter “T” boat carrying passengers between the communities of King Cove and Cold Bay and between the Akutan Airport on Akun Island and the community of Akutan; and

WHEREAS, AEB desires to sell the vessel, including spare parts and tools and issued an Invitation for Bids (IFB) receiving two bids on June 10, 2014 that were rejected as the bids were below the $6 million minimum bid set in the IFB; and

WHEREAS, approximately 22 IFB’s were sent out to various entities showing interest in the vessel; and

WHEREAS, AEB Code allows the Borough to negotiate sales of used vessels, so AEB continued to work with its sales agent, Kvichak Marine Industries (KMI), who contacted interested parties; and

WHEREAS, Cruz Marine, LLC has issued a Letter of Intent (LOI) to purchase the Hovercraft SunaX and related spare parts and tools at the price of $4,500,000.

NOW, THEREFORE, BE IT RESOLVED THAT the Aleutians East Borough Assembly hereby authorizes the Borough Mayor to enter into a Purchase/Sale Agreement with Cruz Marine, LLC for the used vessel SunaX, including spare parts and tools in the amount of $4,500,000.

PASSED AND APPROVED BY THE ASSEMBLY OF THE ALEUTIANS EAST BOROUGH on this 8th day of January, 2015.

IN WITNESS THERETO:

By:  
signature

STANLEY MACK, MAYOR

ATTEST:

TINA ANDERSON, BOROUGH CLERK