A RESOLUTION OF THE ALEUTIANS EAST BOROUGH ASSEMBLY AUTHORIZING THE MAYOR TO NEGOTIATE AND EXECUTE A GROUND LEASE WITH THE CITY OF AKUTAN FOR A PORTION OF LOT 1, AKUTAN HARBOR SUBDIVISION, FOR THE AKUTAN HARBOR UTILITY PROJECT AT LESS THAN FAIR MARKET VALUE

WHEREAS, the Aleutians East Borough Municipal Code (AEBMC) Chapter 50.10 titled Real Property Acquisition and Disposal provides for the disposal of real property owned by the Aleutians East Borough (AEB); and

WHEREAS, pursuant to AEBMC Sect. 50.10.060, disposal of real property may be conducted, among other methods, by negotiation; and

WHEREAS, AEBMC Sec. 50.10.070 (d) and AEBMC Sec. 50.10.080 allows the Borough to convey property to another local government at less than fair market value; and

WHEREAS, the City of Akutan is preparing to construct and operate an electric utility at the Akutan Harbor; and

WHEREAS, the Borough owns the surface and subsurface of Lot 1, Akutan Harbor Subdivision, which consists of approximately 34.452 acres and includes the harbor mooring basin, rim road, and portions of the upland; and

WHEREAS, the City requires approximately 1.59 acres of Lot 1 to for the purpose of constructing and operating its power generation plant consisting of a generator building, bulk fuel supply, and two fuel tanks on skids with all mechanical equipment required to connect with generator day tanks; and

WHEREAS, the Assembly has determined that disposal of a portion of this property is for the public good.

NOW THEREFORE, BE IT RESOLVED, the Mayor is hereby authorized to negotiate and execute a ground lease with the City of Akutan for a portion of Lot 1, Akutan Harbor Subdivision, for the Akutan Harbor Utility Project at less than fair market value.

PASSED AND ADOPTED by the Aleutians East Borough on this 8 day of Nov., 2018.

Alvin D. Osterback, Mayor

ATTEST:

Tina Anderson, Clerk