

Municipal Harbor Facility Grant Fund Projects

FY2016 Request: \$4,497,000
Reference No: 49780

AP/AL: Appropriation

Project Type: Construction

Category: Transportation

Location: Statewide

House District: Statewide (HD 1-40)

Impact House District: Statewide (HD 1-40)

Contact: Jeff Ottesen

Estimated Project Dates: 07/01/2015 - 06/30/2020

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Brief Summary and Statement of Need:

The harbor grant program maximizes local governance, promotes jobs and provides economic assistance. The program continues to show strong local interest. Seven municipalities from across the state submitted applications requesting a total of \$14,262,722 in matching state funds for FY2016. These harbor projects are locally managed and therefore require minimal department staff resources.

Funding:	FY2016	FY2017	FY2018	FY2019	FY2020	FY2021	Total
AIDEA Div	\$4,497,000						\$4,497,000
Gen Fund		\$15,000,000	\$15,000,000	\$15,000,000	\$15,000,000	\$15,000,000	\$75,000,000
Total:	\$4,497,000	\$15,000,000	\$15,000,000	\$15,000,000	\$15,000,000	\$15,000,000	\$79,497,000

<input type="checkbox"/> State Match Required	<input type="checkbox"/> One-Time Project	<input type="checkbox"/> Phased - new	<input type="checkbox"/> Phased - underway	<input checked="" type="checkbox"/> On-Going
0% = Minimum State Match % Required		<input type="checkbox"/> Amendment	<input type="checkbox"/> Mental Health Bill	

Operating & Maintenance Costs:

	<u>Amount</u>	<u>Staff</u>
Project Development:	0	0
Ongoing Operating:	0	0
One-Time Startup:	0	0
Totals:	0	0

Prior Funding History / Additional Information:

- Sec1 Ch18 SLA2014 P64 L13 SB119 \$1,704,000
- Sec35(b) Ch18 SLA2014 P116 L24 SB119 \$996,046
- Sec35(c) Ch18 SLA2014 P117 L22 SB119 \$2,000,000
- Sec1 Ch17 SLA2012 P135 L20 SB160 \$23,093,100
- Sec1 Ch5 SLA2011 P100 L24 SB46 \$6,500,000
- Sec7 Ch43 SLA2010 P37 L3 SB230 \$5,000,000
- Sec13 Ch29 SLA2008 P160 L13 SB221 \$10,401,330
- Sec28 Ch30 SLA2007 P155 L5 SB53 \$5,000,000

Project Description/Justification:

As directed by the Legislature, the department started in 1986 to transfer State-owned harbor facilities, whenever possible, to local municipalities in order to maximize local governance. Since then, 78 harbors have been transferred. AS 29.60.800 created a program to provide state financial and economic assistance to a municipality with one of more harbor facilities by making available a 50/50 matching state grant, and it established a priority preference process for previously State-owned harbors, i.e. Tier I harbors. Tier II harbors are harbors which were locally built and were never owned by the State.

This year's project will fully-fund the Tier I harbors.

Project Name	Tier	Legislative District	Total Project Cost	Local Match (50%)	State Match (50%)
City of Ketchikan: Hole-in-the-Wall SBH	I	36R	\$2,620,000	\$1,310,000	\$1,310,000
City of Ketchikan: Thompson Basin SBH	I	36R	\$2,820,000	\$1,410,000	\$1,410,000
City & Borough of Sitka: Crescent Harbor	I	35R	\$10,000,000	\$5,000,000	\$5,000,000
City of Seward: Seward Harbor	I	29O	\$5,368,000	\$2,684,000	\$2,684,000
Totals for all projects			\$20,808,000	\$10,404,000	\$10,404,000

Although still a new program, AS 29.60.800 continues to see strong support from the municipalities. To date, the total amount in local match totaled \$131.1 million, which far exceeds the amount of state funds appropriated as state match. The department has been able to award 29 (23 Tier I's and six Tier II's) harbor grants to the municipalities totaling nearly \$65.9 million in needed local economic assistance since 2007.