

Municipal Harbor Facility Grant Fund Projects

FY2018 Request: \$5,000,000
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: Mike Vigue

Estimated Project Dates: 07/01/2017 - 06/30/2022

Contact Phone: (907)465-6971

Brief Summary and Statement of Need:

The 50/50 harbor grant program maximizes local government, promotes state 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 \$18,160,055 in matching state funds for FY2018. These harbor projects are locally managed and therefore require minimal department staff resources.

Funding:	FY2018	FY2019	FY2020	FY2021	FY2022	FY2023	Total
1004 Gen Fund		\$2,500,000	\$2,500,000	\$2,500,000	\$2,500,000	\$2,500,000	\$12,500,000
1243 SBR	\$5,000,000						\$5,000,000
1249 Motor Fuel		\$2,500,000	\$2,500,000	\$2,500,000	\$2,500,000	\$2,500,000	\$12,500,000
Total:	\$5,000,000	\$5,000,000	\$5,000,000	\$5,000,000	\$5,000,000	\$5,000,000	\$30,000,000

<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:

- Sec27(a) Ch2 SLA2016 P43 L11 SB138 \$207,500
- Sec27(b) Ch2 SLA2016 P43 L16 SB138 \$4,400,000
- Sec1 Ch38 SLA2015 P7 L14 SB26 \$4,497,000
- 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

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

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by the state. This year's request would partial fund the Tier I and Tier II harbor grant requests.

Project Name	Tier	Score	Legislative District	Total Project Cost	Local Match (50%)	State Match (50%)
City & Borough of Wrangell: Shoemaker Bay Harbor	I	155.2	36R	\$10,000,000	\$5,000,000	\$5,000,000
City & Borough of Sitka: Crescent Harbor	I	132.2	35R	\$10,000,000	\$5,000,000	\$5,000,000
City & Borough of Sitka: Eliason Harbor	II	100.4	35R	\$3,000,000	\$1,500,000	\$1,500,000
City of Valdez: Valdez New SBH	II	93.2	9E	\$10,000,000	\$5,000,000	\$5,000,000
City of Ketchikan: Bar Harbor North Harbor	II	89.2	36Q	\$1,254,110	\$627,055	\$627,055
City of Kake: Kake Dock & Seaplane Float	II	88.4	35R	\$900,000	\$450,000	\$450,000
Municipality of Skagway: Skagway Harbor	II	74.6	33Q	\$1,166,000	\$583,000	\$583,000
				\$36,320,110	\$18,160,055	\$18,160,055

AS 29.60.800 continues to see strong support from the municipalities across the state: from Nome to Unalaska to Kodiak to Ketchikan. So far the department has received 76 municipal applications for this program. To date, the municipalities have offered to provide \$169.9M in local match, which far exceeds the state matching grant amount (\$72.5M) appropriated to the harbor grant program. Still the department has been able to award 37 (twenty-seven Tier I's and ten Tier II's) harbor grants to the municipalities. The harbor grant program provides more than just local economic assistance. Besides repairing and improving harbor and marine facilities, which greatly benefits the state's fishing industry; these harbor grants benefit construction and engineering related industries and put Alaskans to work.