



KENAI PENINSULA BOROUGH

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MIKE NAVARRE
BOROUGH MAYOR

MEMORANDUM

TO: Gary Knopp, Assembly President
Kenai Peninsula Borough Assembly Members

THRU: Mike Navarre, Mayor *MN*
Craig Chapman, Finance Director *C Chapman*
Max Best, Planning Director *max for AB*
Marcus Mueller, Land Management Officer *mm*

FROM: Keith Snarey, Land Management Agent *Keith for KS*

CC: Mark Beals, Chief, Bear Creek Fire Service Area

DATE: September 6, 2012

SUBJECT: Ordinance 2012-19-32, Authorizing the Acquisition of Certain Real Property at Mile 5 of the Seward Highway for a Fire Station on Behalf of the Bear Creek Fire Service Area, Expanding the Purpose of a Previous Appropriation and Appropriating Supplemental Funds of \$10,000 for the Acquisition

In 2011 a committee was formed to identify and recommend best suited locations for the construction of a new fire station that will optimize fire response capabilities within the Bear Creek Fire Service Area (Service Area). The subject property at mile 5 of the Seward Highway was recommended as shown in the attached committee report.

The property was independently appraised at \$130,000. A purchase agreement negotiated with the owner, providing terms of \$150,000 purchase price plus closing costs and taxes not to exceed \$5,000, is proposed for assembly consideration. Other additional costs not to exceed \$10,000 will include an environmental assessment, the administrative fee, and potentially other associated miscellaneous costs.

In FY2012, the Service Area appropriated \$100,000 for the purchase of land for a new station. Additionally, in FY2011, the Service Area appropriated \$65,000, project 11421, for site work for a new station. The Service Area has requested the purpose of this appropriation be expanded to include the purchase of land. This ordinance would authorize the acquisition of land at mile 5 of the Seward Highway from Robert G. Knudson, expand the purpose of project 11421 to include land purchase approve using a portion the \$65,000 funds, and appropriate an additional \$10,000 from the BCFSA fund balance to cover anticipated costs.

FINANCE DEPARTMENT FUNDS VERIFIED	
Acct. No.	<u>442.0000.0000.2790</u>
Amount	<u>\$ 10,000⁰⁰</u>
By:	<u>C Chapman</u> Date: <u>9/7/2012</u>