

CITY OF UNALASKA
UNALASKA, ALASKA

RESOLUTION 2021-53

A RESOLUTION OF THE UNALASKA CITY COUNCIL ACKNOWLEDGING THE
CLOSURE AND COMPLETION OF VARIOUS CAPITAL PROJECTS AND PURCHASES

WHEREAS, Unalaska City Code Section 6.12.050(B) states: All appropriations lapse at the end of the budget year to the extent that they have not been expended or lawfully encumbered, except an appropriation for capital improvements or projects which shall not lapse until the purpose of the appropriation has been accomplished or abandoned; and

WHEREAS, the City of Unalaska has numerous capital projects and purchases which are deemed to be complete; and

WHEREAS, combined together, all projects deemed complete are under budget; and

WHEREAS, any unused monies in completed projects will be returned to the appropriate fund.

NOW THEREFORE BE IT RESOLVED that the Unalaska City Council acknowledges that as of June 30, 2021, the capital projects and purchases as outlined on the attached list are deemed complete for their intended purpose.

PASSED AND ADOPTED by a duly constituted quorum of the Unalaska City Council on July 27, 2021.

Vincent M. Tutiakoff, Sr.
Mayor

ATTEST:

Marjie Veeder, CMC
City Clerk

MEMORANDUM TO COUNCIL

To: Mayor and City Council Members
From: Jim Sharpe, Interim Finance Director
Through: Erin Reinders, City Manager
Date: July 27, 2021
Re: Resolution 2021-53: Acknowledging the closure and completion of various capital projects and purchases

SUMMARY: With adoption of this resolution, Council acknowledges that various capital projects and purchases are being closed out of the Capital Budget as of June 30, 2021. Periodically staff reviews capital projects and if a project is complete or no longer feasible, staff makes a recommendation to close that project. This recommendation includes projects in several funds and the projects are listed by fund.

PREVIOUS COUNCIL ACTION: Council reviews and acknowledges the closure of various capital projects annually.

BACKGROUND: UCO 6.12.050 (B) states that “All appropriations lapse at the end of the budget year to the extent that they have not been expended or lawfully encumbered, except an appropriation for capital improvements or projects which shall not lapse until the purpose of the appropriation has been accomplished or abandoned.”

DISCUSSION: Periodically, staff evaluates active capital projects to determine if the project is complete or should be closed for other reasons. The attached list includes five projects recommended for closure. The list includes two projects where abandonment is recommended. Those two projects are listed below with additional information as to why the abandonment is recommended.

- EL20B (4th Waste Heat Recovery Unit) – Usable waste heat is only maximized when the Wartsila units are on-line; it is increasingly rare when we have enough heat to run the existing three ORC’s currently, and geothermal will further reduce the usefulness of this technology. Therefore, it has been determined that there will not be sufficient demand for a 4th ORC at this time.
- AP18A (Airport Terminal Roof) – Facilities Maintenance made roof repairs approximately 5 years ago which were successful in stopping the roof leaks around the clerestory. In 2018, ECI Architecture conducted an extensive roof and clerestory study. The results of the study recommend to wait for a full exterior remodel that will be needed in the next 10-15 years. Therefore, we recommend this project be closed.

ALTERNATIVES: 1) Accept staff recommendations to close identified capital projects by adopting Resolution 2021-53; or 2) Leave one or more projects open for additional work.

FINANCIAL IMPLICATIONS: Unused monies will be returned to the appropriate funds, as follows:

General Fund	\$ 184,385.97
Electric Enterprise Fund	\$1,370,390.56
Ports Enterprise Fund	<u>\$24,030.60</u>
Total	\$1,578,807.13

LEGAL: None

STAFF RECOMMENDATION: Staff recommends approval.

PROPOSED MOTION: I move to adopt Resolution 2021-53.

CITY MANAGER'S COMMENTS: I support staff's recommendation.

Resolution 2021-53 Closing Completed Capital Projects

Project Number	Governmental	Budget	Project Costs To Date	Under/(Over)	Return to General Fund	Return to Spec. Revenue Fund 1% Sales Tax	Return to Other	Return to Proprietary Fund
	General Government							
	Public Safety							
PS19C	DPS BUILDING ASSESSMENT	290,000.00	235,106.00	54,894.00	\$54,894.00			
		290,000.00	235,106.00	54,894.00				
	Enterprise Funds							
	Electric							
EL20B	4th WASTE HEAT RECOVERY UNIT	600,600.00	-	600,600.00				\$600,600.00
EL21A	GENERATOR SETS REBUILD (FY21)	1,748,338.00	978,547.44	769,790.56				\$769,790.56
		2,348,938.00	978,547.44	1,370,390.56				Total Electric \$1,370,390.56
	Ports							
PH20C	RESCUE VESSEL ENGINE UPGRADE	65,650.00	41,619.40	24,030.60				\$24,030.60
		65,650.00	41,619.40	24,030.60				Total Ports \$24,030.60
	Airport							
AP18A	AIRPORT TERMINAL ROOF REPLACEMENT	140,000.00	10,508.03	129,491.97	\$129,491.97			
		140,000.00	10,508.03	129,491.97				
								Total Proprietary \$1,394,421.16
City Total		2,844,588.00	1,265,780.87	1,578,807.13	\$184,385.97	\$0.00	\$0.00	\$1,394,421.16