

E. NEW BUSINESS

5. Ordinance 2026-06: Amending borough code section 17.10.100(F) regarding methods of disposition.

Staff Responsible: LMD Officer Aaron Hughes

Kenai Peninsula Borough

Planning Department – Land Management Division

MEMORANDUM

TO: Ryan Tunseth, KPB Assembly President
Members, KPB Assembly

THRU: Peter A. Micciche, Mayor *PAM*
Robert Ruffner, Planning Director *RR*

FROM: Aaron Hughes, Land Management Officer *AH*

DATE: February 5, 2026

RE: Ordinance 2026-____, Amending Borough Code Section 17.10.100(F) Regarding Methods of Disposition (Mayor)

KPB 17.10.100(F) provides for the methods of disposition of borough land by sealed bid sale or lease, but does not specify fair market value, fair market rental value, or rules and regulations for the sale or lease of borough lands.

The Land Management Division intends to utilize a competitive lease offering for future land lease offerings.

Making changes to borough code specifying fair market value, fair market rental value of land, and rules and regulations, will clarify requirements of future competitive lease offerings subject to administration and assembly approval.

The KPB Planning Commission will hold a public hearing regarding the proposed changes to KPB 17.10.100(F) during its regularly-scheduled meeting on February 23, 2026, and will forward its recommendation to the Assembly.

Your consideration is appreciated.

Introduced by:	Mayor
Date:	02/17/26
Hearing:	03/17/26
Action:	
Vote:	

**KENAI PENINSULA BOROUGH
ORDINANCE 2026-**

**AN ORDINANCE AMENDING BOROUGH CODE SECTION KPB
17.10.100(F) REGARDING METHODS OF DISPOSITION**

WHEREAS, KPB 17.10.100(F) provides for the methods of disposition of borough land by sealed bid sale or lease, but does not specify fair market value, fair market rental value, or rules and regulations for the sale or lease; and

WHEREAS, future competitive lease offerings of borough land will benefit from specifying fair market value, fair market rental value of land, and rules and regulations; and

WHEREAS, during its regularly-scheduled meeting on February 23, 2026, the Kenai Peninsula Borough Planning Commission held a public hearing regarding the proposed changes to KPB 17.10.100(F) and recommended _____.

NOW, THEREFORE, BE IT ORDAINED BY THE ASSEMBLY OF THE KENAI PENINSULA BOROUGH:

SECTION 1. That this ordinance amends KPB Code and will be codified.

SECTION 2. That KPB 17.10.100(F) is hereby amended as follows:

17.10.100. Methods of disposition.

...

- F. Sealed Bid Sale or Lease. The assembly may by ordinance authorize the sale or lease of borough land by sealed bid. The ordinance must specify the minimum acceptable bid, which will be fair market value or fair market rental value. Sale or lease of the land will be to the highest bidder who performs all the terms of the disposal. The mayor may promulgate rules and regulations for conducting the sale or lease.

...

SECTION 3. If any provision of this ordinance or its application to any person or circumstance is held invalid, the remainder of the ordinance or the application of the provision to other persons or circumstances will not be affected.

SECTION 4. This ordinance shall become effective immediately.

ENACTED BY THE ASSEMBLY OF THE KENAI PENINSULA BOROUGH THIS * DAY OF*, 2026.

Ryan Tunseth, Assembly President

ATTEST:

Michele Turner, CMC, Borough Clerk

Yes:

No:

Absent: