

Kenai Peninsula Borough Assessing Department

MEMORANDUM

TO: Brent Johnson, Assembly President
Members, Kenai Peninsula Borough Assembly

THRU: Peter A. Micciche, Borough Mayor *PAM*
Brandi Harbaugh, Finance Director *BT*
John Hedges, Purchasing & Contracting Director *JH*

FROM: Adeena Wilcox, Borough Assessor *aw*

DATE: May 25, 2023

RE: Resolution 2023-*041*, Authorizing the Mayor to Enter into an Agreement with Tesoro Alaska Company Regarding Valuation and Sharing the Cost of the Appraisal of Tesoro's Refinery Property and Authorizing a Sole Contract to Kroll, LLC to Provide Valuation Services (Mayor)

This Resolution authorizes the Mayor to enter into a Memorandum of Agreement (MOA) with Tesoro Alaska Company, LLC regarding the valuation of Tesoro's Refinery Property. It is in the best interest of the Borough to reach mutually agreeable terms regarding the formula for calculating the full and true value for the Refinery Property without litigation and unnecessary expenditure of Borough resources.

In addition, the parties have preliminarily agreed on a professional, independent appraisal to perform the valuation services with a 50/50 cost share. KPB 5.28.280 provides for sole source procurement of professional services under certain circumstances and it is in the best interests of the Borough to authorize a sole source award of the appraisal contract to Kroll, LLC.

Anticipating this agreement, an amount of \$65,000 has been provided for in the Assessing Department's FY 24 budget for its half of the appraisal contract.

Your consideration is appreciated.

**FINANCE DEPARTMENT
FUNDS/ACCOUNT VERIFIED**

Acct: 100.11520.00000.43011

Amount: \$65,000*

*Contingent on FY24 Budget Approval

By: *CJ*

Date: 5/24/2023