

Kenai Peninsula Borough

Finance Department

MEMORANDUM

TO: Kelly Cooper, Assembly President
Members, Kenai Peninsula Borough Assembly

THRU: Charlie Pierce, Borough Mayor CP

FROM: Brandi Harbaugh, Finance Director BH

DATE: October 1, 2020

SUBJECT: Ordinance 2020-42, An Ordinance of Assessment Confirming the Assessment Roll for the South Kalifornsky Beach Road Utility Special Assessment District and Establishing the Method for Terminating Assessments and Making Refunds to Property Owners (Mayor)

This ordinance confirms the final assessment roll for the South Kalifornsky Beach Road Utility Special Assessment District ("the District"). This is the final step for the borough in a process that began with the borough mayor approving the petition application for the formation of the District, the adoption of resolution 2020-24 forming the District and authorizing construction of the natural gas mainline improvements, and the passage of Ordinance 2019-19-35, which appropriated \$1,031,035 for this project. This ordinance confirms the assessment roll and establishes the methods for terminating assessments and providing refunds to property owners, if necessary.

KPB 5.35.107(C)(a) requires that the owners of at least 60 percent of the parcels within the proposed district sign a petition approving the District and 62.57 percent have signed the petition in favor of this project. KPB 5.35.107(C)(b) requires that the owners of at least 60 percent in value of the property to be benefited in the proposed district sign a petition approving the District and 73.63 percent have signed the petition in favor of this project.

The gas mainline has been constructed and a bill has been presented to the borough for payment. The gas mainline benefits 180 parcels within the District. The total cost of the assessment is \$1,031,034.60. Based on equal allocation of the total cost of the project, the special assessment per lot in the District is \$5,727.97. The assessment may be prepaid without interest within 30 days of the notice of assessment. If not prepaid, the assessment is payable over a ten-year period in equal installments with interest accruing as provided in the attached ordinance. The assessment constitutes a lien on each parcel within the District.

Your consideration of this ordinance is appreciated.