Introduced by:	Mayor
Date:	04/02/24
Hearing:	04/16/24
Action:	Enacted
Vote:	9 Yes, 0 No, 0 Absent

## KENAI PENINSULA BOROUGH ORDINANCE 2023-19-41

## AN ORDINANCE APPROPRIATING AND ALLOCATING COMMERCIAL PASSENGER VESSEL TAX PROCEEDS RECEIVED FROM THE STATE OF ALASKA IN THE AMOUNT OF \$456,337.50 TO THE CITY OF SEWARD

- WHEREAS, in the August 22, 2006 statewide election, the voters approved the initiative in Ballot Measure 2, enacting AS 43.52.200 43.52.295, which imposed a tax on travel aboard certain cruise ships travelling in Alaska waters; and
- WHEREAS, the Alaska legislature has authorized the sharing of Commercial Passenger Vessel ("CPV") excise tax collections with eligible ports of call in Alaska; and
- WHEREAS, CPV excise tax collections are derived from taxes imposed on cruise ship passengers; and
- WHEREAS, the City of Seward is an eligible port of call for receiving CPV funds; and
- WHEREAS, when the eligible ports of call are cities located in a borough, the cities and the borough each receive \$2.50 for each passenger; and
- WHEREAS, the total amount received by the Kenai Peninsula Borough from the State of Alaska for the 2023 calendar CPV programs was \$456,337.50; and
- **WHEREAS**, the respective 2023 CPV allocations to the City of Seward must be used for port improvement projects; and
- WHEREAS, the intended use of these funds by the City of Seward will comply with AS 43.52.230(b), federal legislation and court rulings that permit the use of these funds for port facilities, harbor infrastructure, and other services provided to the commercial passenger vessels and the passengers on board those vessels;

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

**SECTION 1.** That the Mayor is authorized to execute grant agreements and any other documents deemed necessary to expend the funds and to fulfill the intents and purposes of this ordinance.

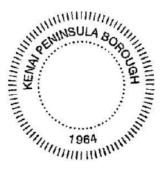
- **SECTION 2.** That \$456,337.50 received from the State of Alaska for the commercial passenger vessel excise tax collection program be appropriated from the miscellaneous grant fund balance to account 271.94910.24CPV.43011, contract services, for payment to the City of Seward in the amount of \$456,337.50 to be used for port facilities, harbor infrastructure and other services provided to the commercial passenger vessels and their passengers.
- **SECTION 3.** That appropriations made in this ordinance are of a project length nature and as such do not lapse at the end of any particular fiscal year.
- **SECTION 4.** This ordinance shall be effective immediately.

## ENACTED BY THE ASSEMBLY OF THE KENAI PENINSULA BOROUGH THIS 16TH DAY OF APRIL, 2024.

Brent Johnson, Assembly President

ATTEST:

Michele Turner, CMC, Borough Clerk



Yes:

Cooper, Cox, Ecklund, Elam, Hibbert, Ribbens, Tunseth, Tupper, Johnson

No: None

Absent: None