Submitted by:

chairman of the Assembly atthe

Re

Request of the AWWU Board

Prepared by: A

Anchorage Water and Wastewater Utility

For reading:

June 14, 2011

APPROVED

Date: 428-1/

CLERK'S OFFICE

## ANCHORAGE, ALASKA AO No. 2011-73

AN ORDINANCE AUTHORIZING A LEASE, FOR A GREENHOUSE FACILTY USED FOR JOB AND LIFE SKILLS TRAINING, ON A PORTION OF SECTION 7, T13N, R2W, LOT 9, BETWEEN ANCHORAGE WATER AND WASTEWATER UTILITY AND SEEDS OF CHANGE.

WHEREAS, the Municipality of Anchorage owns property described as Section 7, T13N, R2W, Lot 9, Ship Creek Water Treatment Facility; and

**WHEREAS**, AMC Section 25.10.050 states that the Mayor may in writing designate any municipal agency as the managing authority of a specific parcel of Municipal property; and

WHEREAS, Land management authority for this property was designated to Anchorage Water and Wastewater Utility (AWWU) in February of 1983; and

WHEREAS, AMC Section 25.30.020 states that disposal of Municipal land or interest therein shall be by ordinance only; and

WHEREAS, AMC Section 25.30.040 states that, the municipality may dispose of municipal land to a nonprofit corporation or association for less than the fair market value of the interest disposed of, upon a finding by the assembly that the disposal will allow the use of the land for a public purpose beneficial to the municipality; and

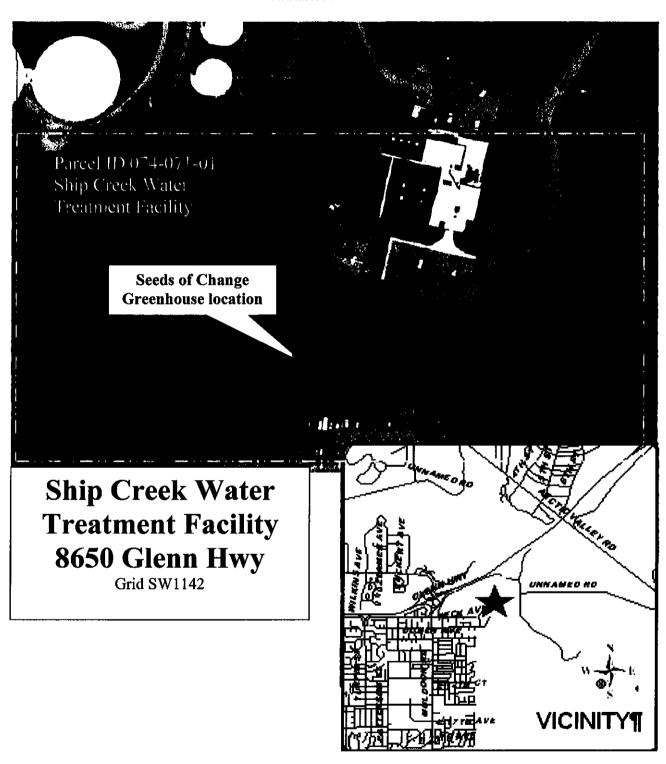
WHEREAS, at its May 4, 2011 meeting the AWWU Authority Board supported Seeds of Change request for lease privileges within MOA-AWWU property for a leased rate of \$1.00 per year; now, therefore,

#### THE ANCHORAGE ASSEMBLY ORDAINS:

<u>Section 1.</u> AWWU is authorized to lease ground space on a portion of Section 7, T13N, R2W, Lot 9; to Seeds of Change, upon the terms and conditions summarized in the Assembly Memorandum submitted to the Assembly with this ordinance.

**Section 2.** The lease shall be for a term of (20) twenty years with (3) three (10) ten year renewal periods, subject to mutual consent of both parties. The annual lease payment for each of the years for the first (20) twenty year shall be \$1.00.

## Exhibit A



### **MUNICIPALITY OF ANCHORAGE** Summary of Economic Effects -- Utilities

AO Number: 2011-73

Title: AN ORDINANCE AUTHORIZING A LEASE, FOR A GREENHOUSE FACILITY USED FOR JOB AND LIFE SKILLS TRAINING PROGRAM, ON A PORTION OF SECTION 7, T13N, R2W, LOT 9

BETWEEN ANCHORAGE WATER AND WASTEWATER UTILITY

AND SEEDS OF CHANGE

Sponsor:

MAYOR

Preparing Agency:

**Anchorage Water and Wastewater Utility** 

Others Impacted:

None

CHANGES IN REVENUES AND EXPENSES:							(In Th	ousand	sands of Dollars)	
		FY	FY11		FY12		FY13		14	FY15
Operating Revenues:										
TOTAL OPERATING REVENU	JES	\$	_	\$	-	\$	-	\$	-	\$
Operating Expenses:										
TOTAL OPERATING EXPENSES		\$	-	\$	-	\$	-	\$	-	\$
Non-Operating Revenues:										
TOTAL NON-OPERATING REVENUES		\$	-	\$	•	\$		\$	-	\$
Non-Operating Expenses:										
TOTAL NON-OPERATING EXPENSES		\$	•	\$	-	\$	-	\$	-	\$
NET INCOME (REGULATED)										
POSITIONS: FT/PT and Temp	)									
Impact on General Governmer PUBLIC SECTOR ECONOMIC   •None PRIVATE SECTOR ECONOMI  • None	EFFECTS:		s, attac cted.)	h SEE 1	or Gen	eral Gov	vernme	nt agen	су	
If further explanation is necess	ary, a separate pag	e may be	attach	ed.						
Prepared by: Approved by: Approved by:	Paul Hatcher, Real Estate Coordinator, AWWU Glenda Gibson, CPA, CFO, AWWU Mark Premo, General Manager, AWWU				Telep	hone:		564-	2721	

# MUNICIPALITY OF ANCHORAGE ASSEMBLY MEMORANDUM

No. AM 364-2011

Meeting Date: June 14, 2011

1	From:	MAYOR							
3 4 5 6 7 8	Subject:	FACIILTY UPORTION	ANCE AUTHORIZING A LEASE, FOR A GREENHOUSE USED FOR JOB AND LIFE SKILLS TRAINING, ON A OF SECTION 7, T13N, R2W, LOT 9, BETWEEN GE WATER AND WASTEWATER UTILITY AND SEEDS E						
9 10 11 12 13	greenhouse aging out of	Seeds of Change seeks permission to lease ground space at this location for a greenhouse facility. This facility will provide job and life skills training for young people aging out of the foster care system, in the context of a greenhouse business to grow and sell vegetables to local markets.							
14 15 16 17	The attached ordinance seeks authorization for AWWU to enter into a ground lease agreement with Seeds of Change. This leased area will encompass approximately 70,000 square feet located within a portion of Section 7, T13N, R2W, Lot 9.								
18 19 20 21	The term of this lease is for (20) twenty years with (3) three (10) ten-year renewal periods, subject to mutual consent of both parties. The annual lease payment for each of the years for the first (20) twenty year period shall be \$1.00.								
22 23 24 25	other charge	eeds of Change shall be responsible for any all utilities, taxes, assessments, license and ther charges. At the expiration or earlier termination of the lease, the Lessee shall emove all Lessee facilities from the premises at Lessee's sole cost.							
26 27 28	At its regular meeting of May 4, 2011, the AWWU Board of Directors endorsed this lease through Board Memorandum 2011-25.								
29 30 31 32 33 34	AUTHORIZ	ING A LEASE S TRAINING	RECOMMENDS APPROVAL OF AN ORDINANCE FOR A GREENHOUSE FACILTY USED FOR JOB AND ON A PORTION OF SECTION 7, T13N, R2W, LOT 9, E WATER AND WASTEWATER UTILTIY AND SEEDS OF						
35 36 37 38 39	Prepared by: Approved by Recommend Concur:	r.	Anchorage Water and Wastewater Utility Mark Premo, P.E., General Manager, AWWU Tammy R. Oswald, Acting Director, Real Estate Department Dennis A. Wheeler, Municipal Attorney						

Daniel A. Sullivan, Mayor

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Concur:

Respectfully submitted:

George J. Vakalis, Municipal Manager