

**CITY OF CORDOVA, ALASKA
ORDINANCE 1118**

**AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF CORDOVA, ALASKA
REPEALING CORDOVA MUNICIPAL CODE SECTION 5.36.245 ENTITLED "RURAL
ZONE AND MILL RATE DIFFERENTIAL" TO ELIMINATE THE MILL RATE
DIFFERENTIAL AND SEPARATE TAX ZONE CREATED FOR THE 68.23 SQUARE MILES
OF LAND ANNEXED TO THE CITY IN MARCH, 1993**

WHEREAS, The City of Cordova, Alaska ("City") annexed 63.28 square miles to the City in March 1993 based upon approval of said annexation in December 1992 by the State of Alaska, Department of Community and Regional Affairs, Local Boundary Commission ("LBC"); and

WHEREAS, citizens ("Appellants") filed appeal with the Superior Court against the LBC and the City became involved; and

WHEREAS, the three parties (LBC, City and Appellants) agreed to the annexation with certain terms as laid out in a settlement agreement entered into on February 14, 1995; and

WHEREAS, two of the terms of the settlement agreement required the City to establish, by ordinance, a differential tax zone referred to as the "Rural Zone" and a mill rate differential in that zone of 2.51 mills; and

WHEREAS, another of the terms of the agreement stated that the City shall have no obligations under the agreement after five years from the effective date of the agreement (February 14, 1995); and

WHEREAS, the 68.23 square miles of land annexed to the City in March, 1993 (the "rural zone") now receives the same level of service as the rest of the City, and therefore, a lower mill rate in that zone is no longer needed.

NOW, THEREFORE, BE IT ORDAINED by the City Council of the City of Cordova, that:

Section 1. Cordova Municipal Code Section 5.36.245 is repealed.

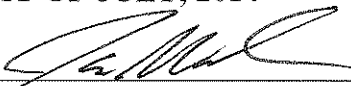
Section 2. This ordinance shall be effective thirty (30) days after its passage and publication or January 1, 2015, whichever date is later. This ordinance shall be enacted in accordance with Section 2.13 of the Charter of the City of Cordova, Alaska, and published within ten (10) days after its passage.

1st reading: June 04, 2014

2nd reading and public hearing: July 02, 2014

PASSED AND APPROVED THIS 2nd DAY OF JULY, 2014





James Kacsh, Mayor

ATTEST:



Susan Bourgeois, CMC, City Clerk