CITY_OF_CORDOVA

Chairman:
Jake Betts
Commissioners:

Andy Craig
Max Wiese

Ken Jones Mike Babic Harbormaster: Tony Schinella Admin Assistant:

Brandy Griffith

HARBOR COMMISSION REGULAR MEETING FEBUARY 10, 2021 @ 6:00 PM COUNCIL ROOM A&B

AGENDA

CALL TO ORDER

ROLL CALL

Jacob Betts, Andy Craig, Max Wiese, Ken Jones, Mike Babic

1.	APPROVAL OF REGULAR AGENDA (voice vote) Page 1			
2.	APPROVAL OF MINUTES			
	A. January 13, 2021 Regular meeting (voice vote) Page 2			
3.	COMMUNICATIONS BY VISITORS			
	A. Audience comments regarding agenda items (3 minutes per speaker)			
4.	HARBORMASTER REPORT			
5.	NEW BUSINESS			
	A. Land disposal maps			
6.	OLD BUSINESS			
	A. U.S. Forest Service Lease discussion			
7.	MISCELLANEOUS BUSINESS			
	A.			
8.	AUDIENCE PARTICIPATION			
9.	COMMISSION COMMENTS & NEXT MEETING AGENDA ITEMS			
10	. ADJOURNMENT(voice vote)			

Public Call-in number 907-253-6202, each call is placed on hold, then calls will ring through in the order received. Please stay on the phone until you've been addressed by the commission. Comments limited to 3 minutes.

MINUTES HARBOR COMMISION MEETING JANUARY 13, 2021 @ 6:00 PM COUNCIL ROOM A&B

Call to order: This meeting was called to order @ 6:00 pm.

Roll Call: In Attendance: Jakob Betts, Andy Craig, Max Wiese, Ken Jones, Mike Babic

Approval of Agenda: Craig/ Motion to approve agenda, Jones/ 2nd, V/ Unanimous to approve

Approval of Minutes: M/ Craig, 2nd/Babic, V/ Unanimous to approve

Communications by Visitors: Moved to shipyard discussion slot

Harbormaster's Report: Included with packet. Additional: Wilson's Construction has bid to fix bull rail and repair concrete damage on Ocean Dock. Spoke with Blackler and we will be installing the fenders on City dock again this spring.

New Business:

A: Election of Chair/Vice Chair. Craig nominated Betts for Chair, Jones seconded, Vote unanimous for Betts as Chair. Betts nominated Craig for Vice Chair, Jones Seconded, Vote unanimous for Craig as Vice Chair.

B: Lease within the Shipyard discussion. Voted to suspend the rules and allow Dutch Marine Industries to join open discussion about the shipyard. General discussion about how to proceed with growing a business in the Shipyard. Harbor commission is on board with working with DMI. DMI looking for smaller footprint than the previous building. Looking at area closer to Orca road, would need power. Harbor Commission encouraged DMI to put in a letter of interest for a lease.

C: General Discussion of Dock Use and Dock Maintenance. Proposal for using Pink Salmon money on upgrading cranes and the three-stage dock. Info has been sent to council and should be on the next meeting agenda. Need to watch the docks for additional damage done by processors. If we upgrade to larger cranes the docks would need to be reinforced.

Old Business: Grant opportunities discussion: We did not receive the Build Grant, but we did get feed back on what to improve. Were advised to get a realistic cost benefit analysis done. That will run about \$10,000. Also, could use a more accurate environmental impact study. The State of Alaska has not budgeted for the matching grant yet. Will investigate EVOS grant possibilities.

Miscellaneous Business: None

Audience Participation: None

Commission Comments: Wiese: Like the idea of rebuilding cranes and the three-stage dock. Brush for the dock sounds good. Craig: Excited to see DMI take on a shipyard role. Good timing to up our grant ask. Jones: Like to have meeting next month. Wish DMI good luck, would rather see a permanent structure. For the next meeting would like an update on crane situation and how council votes. Babic: Nice to be back to in person meetings again. Excited to see shipyard building get moving. Cool idea for dock sweepers. Betts: Full meeting attendance is great. Look at land use map and get an update. Good timing for getting DMI plans moving.

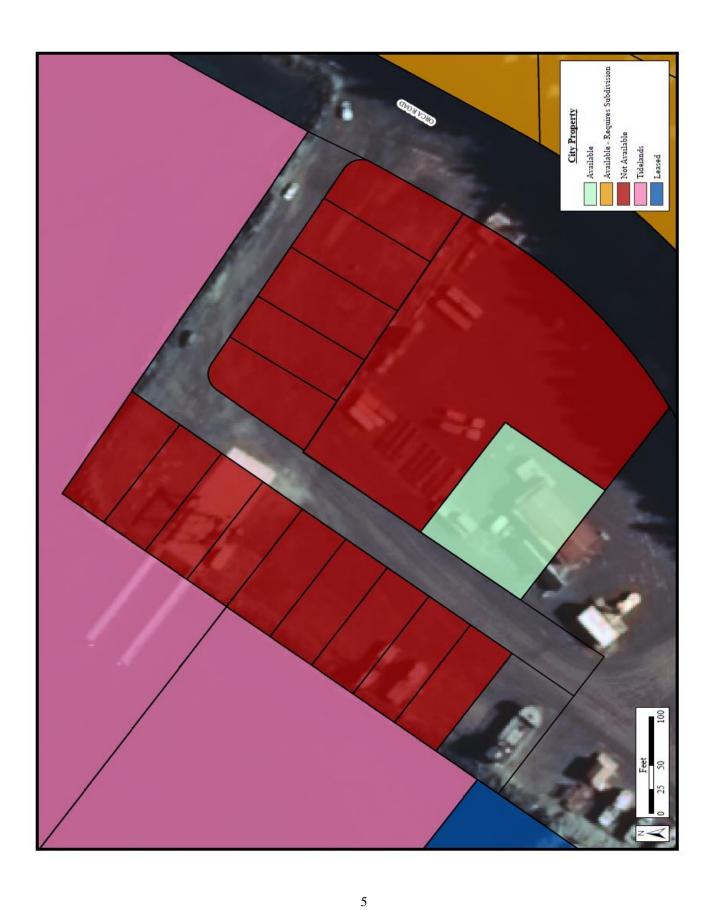
Adjournment: M/Wiese, 2nd/Jones, U to adjourn

Harbormaster's Report

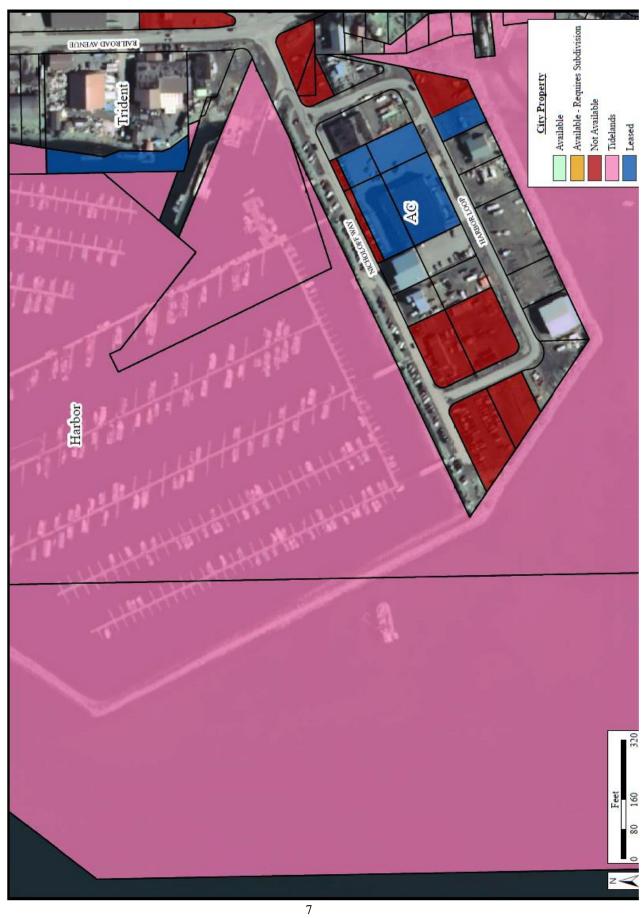
- Collected 1320 gals of used oil in 2021
- Delivered 625 gals of used oil in 2021
- Delivered 625 gals of used oil to High School
- Delivered 0 gals of used oil to City Shop
- Towed 2 vessels
- Sent out monthly invoices
- Submitted Annual Storm Water report to ADEC
- Snow removal throughout the Port & Harbor facility
- Conducted security for Samson Tug once
- Reconnected finger float to main float at I-51
- Prepped dock triangles
- Cut threw bolt access holes at H-21, 29, 30, 57
- Cut threw bolt access holes at I-9
- Predrilled splash rails
- Put 2 bags of absorbents through wringer
- Installed new threw bolts at H-17
- Second coated stall name tags
- Burn pile run with old dock lumber
- Snowblower maintenance and repairs
- Picked up 6 new end brackets and 12 pile hoops
- Painted first coat of galvanizing paint on end brackets and pile hoops
- Received the electronic FOB door lock system for Shipyard restrooms
- Peterson Welding constructing new tank for EVOS room
- Alaska Marine Response making repairs to G-14
- Picked up trash around dumpsters
- Alpine Diesel is ordering materials to construct new Ocean dock ladders
- Attended council meetings
- Conducted 3 vessel lifts for 2021
- Facility Contractors finished installing stainless steel sinks and toilets in the Shipyard restrooms
- Installed new stall name tags
- Built new printer stand for main office
- OSHA training
- Installed new LED shop lights
- Ordered 1 new set of Travelift slings
- Conducted daily dock and facility rounds

Harbor Grant Progress Since October:

- Shirley Kelley, the EDA "gatekeeper" for Alaska, has provisionally agreed to support Cordova's south harbor for EDA Public Works funding; ended last call with "I would love to do a project in Cordova." This would be good to stack with the Tier 1 grant, potentially funding the drive-down-dock on top of the Tier 1's in-kind replacement.
 - o \$3 million max. 50% match.
 - O Took quite a bit of finessing of Cordova's economic stats to convince Shirley we qualify for these funds. Had to adjust mean household income by federal cost-of-living data for Cordova and use census tract data rather than Cordova-specific to qualify on unemployment. But we now have greenlights on both criteria.
 - Other roadblock was EDA wants \$9 private sector investment per \$1 federal spent over first 9 years of investment. Satisfied this benchmark using McDowell Group calculated "multiplier effect" that cites 1.6X economic benefit on Cordova's larger economy per dollar landed in gross catch (which is then multiplied by fraction of Cordova's fishing fleet moored in decrepit south harbor to calculate total economic impact of not repairing harbor). Greenlighted here as well.
- Ran postmortem on BUILD grant. We had not done this after first failed application. Highly encouraging. We were in the top ~20% of applicants and went before the DOT secretary. Weak points of the application included lack of preliminary environmental compliance and unrealistic Cost-Benefit analysis.
 - O Tony has contracted Solstice Consulting to do exactly this sort of NEPA assessment so that all environmental ducks are in a row for federal funding moving forward. (This will be necessary for EDA and/or FEMA, as well.)
 - O Have been working with NOAA's "Working Waterfronts" team on how to strengthen our costbenefits analysis of harbor rebuild. They are now consulting on this project for free. Their team includes several PhD economists who specialize in maritime economies.
- FEMA BRIC funding is another possibility we have been looking into, but are less far along than the others based on where we fell in the funding calendar (not eligible until Jan. 2022).
 - o Sam has been in contact with FEMA's Alaska rep, who was enthusiastic but wanted the environmental consulting mentioned above done before we could go much further.
 - Curtis has been working with DNR coastal geologists on what data we can use to suggest harbor infrastructure needs improved from hazard mitigation perspective; best route probably involves citing that last year was highest water level in Orca Inlet in 41 years on record; based on this, upon reviewing south harbor condition assessment DNR reps are willing to write letter of support that project qualifies as hazard mitigation.
- Port Infrastructure Development Grant is a possibility that we are looking into.
 - O Sam, Curtis, and I had a phone conference with Robert Bouchard with the Maritime Administration in Washington DC. We plan to pursue this grant opportunity also.



Available - Requires Subdivision Tidewater Development Park & Cordova Industrial Park Not Available Available Tidelands





AGENDA ITEM # xx Planning Commission Meeting Date: xxxxx

COMMUNICATION FORM

FROM:	Planning St	taff

DATE: 2/4/21

ITEM: Letter of Interest from USDA Forest Service for the "Forest Service Dock and Marine

Warehouse"

NEXT STEP: Recommendation to City Council on Disposal and Disposal Method

___ INFORMATION
X MOTION
RESOLUTION

I. <u>REQUEST OR ISSUE:</u>

Requested Actions: Recommendation to City Council on Disposal and Disposal Method Applicant:

USDA Forest Service

Legal Description: Portion of Lot 3, Block 7A, Tidewater Development Park

Area: Approx. 1,120 SF of tidelands

Zoning: None

Attachments: Location Map

II. RECOMMENDED ACTION / NEXT STEP:

Staff suggest the following motion:

"I move to recommend to City Council to dispose of a 1,120 square foot portion of tidelands on Lot 3, Block 7A, Tidewater Development Park over which there are improvements commonly referred to as the "Forest Service Dock and Marine Warehouse" as outlined in Cordova Municipal Code 5.22.060 B by *"

Choose one of the following to insert for the asterisk:

- 1. Negotiating an agreement with the Forest Service to lease or purchase the property.
- 2. Requesting sealed proposals to lease or purchase the property.
- 3. Inviting sealed bids to lease or purchase the property.
- 4. Offering the property for lease or purchase at public auction.

III. FISCAL IMPACTS:

These tidelands have been leased to the Forest Service with no annual rent since 1965. The Forest Service has indicated that they are willing to lease at fair market value in the future.

IV. BACKGROUND INFORMATION:

The Forest Service has leased a 1,120 square foot portion of tidelands (see attached location map) in the Cordova Harbor. The improvements on the tidelands, the dock and warehouse, are owned by the Forest Service.

- 1/31/19 Forest Service submitted a letter (**Attachment A**) requesting a renewal of the lease. The 1965 lease (**Attachment B**) had a lease renewal clause that could be exercised at the option of the Forest Service and the city.
- 8/21/19 City staff met with Forest Service staff and reviewed the renewal request and the lease with the city attorney. City staff and attorney determined that it would not be possible to renew under the terms of the old lease as it was in conflict with city ordinances due to how limited the language and how old the lease was. In order to negotiate a new lease with the Forest Service, the Forest Service would need to go through the city's land disposal process. City staff sent the Forest Service a letter (Attachment C) explaining two conditions staff anticipated would be necessary for a new lease. The Forest Service indicated that their original letter requesting renewal of the lease would serve as the letter of interest for the land disposal process.
- 3/5/20 At a Harbor Commission meeting, the commission passed Resolution 03-20-01 (**Attachment D**), which recommends a renegotiation of the lease for a five-year term.
- 3/12/20 Shoreside Petroleum submitted a letter (**Attachment E**) to the City Manager indicating interest in the portion of the harbor leased by the Forest Service and Science Center facilities, and requesting the city only enter into short-term leases.
- 5/1/20 Due to the lease expiration and the city's COVID-19 response, the city entered into a standstill agreement with the Forest Service to allow for more time for the land disposal process. The standstill agreement is a temporary agreement to preserve status quo under existing lease terms. It is set to expire on March 31, 2021.
- 1/14/21 The Forest Service submitted a letter (Attachment F) requesting the city negotiate directly with the Forest Service.

This property is currently shown as 'Leased' on the Land Disposal Maps. The following is the definition of the designation:

- **Leased** These are parcels currently leased to a business or government entity by the city and are not available during the lease term. There are leases that are short term and renew every two years and others are long term leases with substantial improvements on the property. Some leased property has an option to purchase. When a lease term ends, the property immediately becomes 'Available.'
- 1/19/21 The Planning Commission passed a motion to recommend the City Council negotiate directly with the Forest Service to lease the property. Later in the meeting the motion was reconsidered, and the commission referred the issue to the Harbor Commission. From the unapproved minutes of the meeting:

M/Bolin S/Hall to recommend to City Council to dispose of a 1,120 square foot portion of tidelands on Lot 3, Block 7A, Tidewater Development Park over which there are improvements commonly referred to as the "Forest Service Dock and Marine Warehouse" as outlined in Cordova Municipal Code 5.22.060 B by negotiating an agreement with the Forest Service to lease or purchase the property.

Bolin said the dock was vital to the Forest Service and has been there since 1965 and it is time to move forward with a new lease. **Hall** said the Forest Service owns the facilities and the city can't just kick them out. He agreed with at least a five year lease timeline.

M/Hall S/Bolin to amend the motion by striking "or purchase."

Upon voice vote, motion to amend passed 4-2.

Yea: Bolin, Lohse, Hall, Trumblee

Nay: Bird, Baenen

Lohse said he thought they needed to renew the lease, but not for long-term. He wanted to see the city work with the Forest Service. He did think the lease amount was very low. **Baenen** verified with **Stavig** that the recommendation from the Harbor Commission was prior to Shoreside Petroleum sending a letter. A floating fuel dock would be a multi-million-dollar facility convenient for the fishermen. He wanted this to go back to the Harbor Commission. **Trumblee** agreed and said a fuel dock would bring money to the community.

Bird noted that looking at the timeline, the Forest Service did submit a letter well in advance of the lease expiring. She said the Harbor Commission could be involved with City Council as the process continued. She said a five-year lease seemed reasonable.

M/Baenen S/Lohse to refer this to the Harbor Commission to let them weigh in on the interest from Shoreside Petroleum to put in a floating fuel dock.

Lohse said there was the possibility of a large harbor infrastructure investment and wanted to hear from the Harbor Commission. **Hall** said that the current lease expires in March and verified with staff that they would likely have to look into extending the standstill agreement.

Upon voice vote, motion to refer failed 3-3.

Yea: Baenen, Lohse, Trumblee

Nay: Bird, Bolin, Hall

Bird said that the main motion does not specify a lease term. City Council can also request consultation of the Harbor Commission.

Upon voice vote, main motion passed 4-2.

Yea: Bird, Bolin, Hall, Trumblee

Nay: Baenen, Lohse

M/Trumblee S/Baenen to reconsider the motion that passed concerning the recommendation on the letter of interest from the USDA Forest Service.

Trumblee said she wanted to let the Harbor Commission see the letter from Shoreside. *Baenen* agreed. *Stavig* said that they would now vote again on the original motion with the recommendation to City Council.

Upon voice vote, main motion failed 3-3.

Yea: Bird, Bolin, Hall

Nay: Baenen, Lohse, Trumblee

M/Baenen S/Lohse to refer the agenda item to the Harbor Commission.

Bird clarified that the agenda item would be going to the Harbor Commission and then back to the Planning Commission for the recommendation. **Baenen** verified with staff that the letter from Shoreside had not been presented to the Harbor Commission.

Upon voice vote, motion to refer passed 4-1.

Yea: Bird, Baenen, Lohse, Trumblee

Nay: **Bolin**

There have been no problems related to this lease; conditions of the lease have been met. There have been recent improvements to the marine warehouse. The Forest Service presence in the harbor has been noted in various harbor grants in order to demonstrate the diversity of harbor users. The Forest Service has submitted letters of support for harbor grants.

There has been some discussion about how this part of the harbor could be reconfigured in the future, but there is no concrete design as that would likely happen in conjunction with a large harbor infrastructure project. Staff anticipated that this would be a concern, which is why the second condition in Attachment C addressed future infrastructure projects. The Science Center's lease for their office

building expires in December 2021; however, they will likely need to occupy the building for an additional year while construction on their new campus is completed.

Applicable Code:

5.22.040 - Letter of interest to lease or purchase.

C. The planning commission shall review the letter of interest and recommend to the city council whether to offer the real property interest for disposal by one of the methods as described in Section 5.22.060(B).

5.22.060 - Methods of disposal.

- B. In approving a disposal of an interest in city real property, the city council shall select the method by which the city manager will conduct the disposal from among the following:
- 1. Negotiate an agreement with the party who submitted a letter of interest to lease or purchase the property;
- 2. Invite sealed bids to lease or purchase the property;
- 3. Offer the property for lease or purchase at public auction;
- 4. Request sealed proposals to lease or purchase the property.

VI. <u>LEGAL ISSUES:</u>

Legal review of lease required.

VII. <u>SUMMARY AND ALTERNATIVES:</u>

N/A

Location Map



Attachment A



Forest Service Cordova Ranger District

612 2nd Street P.O. Box 280 Cordova, AK 99574

File Code:

7310

Date:

January 31, 2019

Alan Lanning Cordova City Manager PO Box 1210 601 1st St Cordova, Alaska 99574

Dear Cordova City Manager Lanning,

I would like to request a renewal of lease between the City of Cordova and USDA Forest Service for loading dock space and adjoining intertidal space currently occupied by the Cordova Ranger District in the Cordova Small Boat Harbor as described in the attached lease agreement. The Forest Service would like to exercise the option to renew for a period of 55 years under the terms and conditions identified in section #5 of the lease. This would include the continued operation and maintenance of the Forest Service owned marine warehouse and adjoining float and ramp facility.

Additionally, I would like to express appreciation for the ongoing mutual support between the Forest Service and the City of Cordova. This support includes: an MOU allowing the City use of the Cordova Ranger District office located on 2nd Street as an alternate Emergency Operations Center (EOC) during natural disasters such as an earthquake-generated tsunami; providing the Cordova community use of the historic federal courtroom as a public space for special events and meetings; and providing public safety through cooperation between Forest Service Law Enforcement officers and the City. We have also been proud to provide equipment and personnel to assist with a variety of annual community activities including Cordova Clean-up Day, Cordova Shorebird Festival, Cordova Community 4th of July celebration, and other public events.

Since the creation of the Chugach National Forest and Cordova Ranger District in 1907, the Forest Service and City have enjoyed a close partnership and collaborative relationship. We look forward to continuing our relationship and supporting Cordova along with managing surrounding public lands.

Sincerely,

DAVID ZASTROW District Ranger (Acting)



Caring for the Land and Serving People

Printed on Recycled Paper



LEASE

BETWEEN

CITY OF CORDOVA

and
The United States of America

1. THIS LEASE, made and entered into this thirty-first

day of May

in the year one thousand nine hundred and cinty-Live

by and between

the City of Cordova

whose address is Box 938, Cordova, Alaska

for heirs, executors, administrators, successors, and assigns, hereinafter called the Lessor, and The United States of America, hereinafter called the Government:

WITNESSETH: The parties hereto for the considerations hereinafter mentioned covenant and agree as follows:

2. The Lessor hereby leases to the Government the following-described premises, viz: That part of the tidelands within the Cordova Small Book Barbor, Alaska Tidelands Survey No. 220, to be occupied by the westerly 28 fees of the Lording Book in the northwesterly part of said small beer harbor as shown on the approved plans Q-5-6-48, entitled, U. S. Asmy Engineers District, Alaska, City of Cordova, Inner Harbor Facilities Escenstruction, General Layout, Sheet 1 of 5, a portion of which is hereto attached and hereby made a part of this lease, containing 1,120 equars feet, note or leas; and an adjoining space designated on said approved plan as VB-PUS (Forest Service-Fish and Wildlife Service) Float and Gangway with dissanctons of approximately 12 x 95 feet.

to be used exclusively for the following purposes (see instruction No. 3)

3. To Have and to Hold the said premises with their appurtenances for the term beginning the first day of June 1965

and ending with the thirty-first day of May 2020

weight the second of

- 4. The Government shall not assign this lease in any event, and shall not sublet the demised premises the demised premises by anyone other than the Government, such sublessee, and the agents and servants of the Government, devices and servants of the
- 5. This lease may, at the option of the Government, language residence and the Leaser, be renewed for a period of 35 years under the Leaser, be renewed for a period of 35 years under the Leaser the terms and conditions herein specified, provided notice be given in writing to the Lessor at least one (1) year the days before this lease or any angular and any otherwise expire: Transfer any angular and the lease of the Leaser and the lease of the
- 6. The Lessor shall furnish to the Government, during the occupancy of said premises, under the terms of this lease, as part of the rental consideration, the following: Provide access to easi premises and parent connection to the City of Cordova water and electric systems as long as such sarvice is available through the City's facilities. It were not that utilities and acroices which the City may provide at the request of the Government will be subject to charges in accordance with exendend

7. The Government shall pay the Lessor for the premises rent at the following rate:

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8. The Country of the Country of the Country of the England of the England of the Country of the

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- 9. THE LESS WERNING CHINESE VIRGINIA PROGRAMMENT OF THE RESIDENT PROGRAMMENT OF CHINESE OF THE PARTY OF THE P 9. PROTESTAND THREE TRANSPORTED AND THE PROTECTION OF THE PROTECTI
- 10. 12-die Sand freundes de lies wordt by far die de Staff falling fan ie de Staff fan Meinstell, te fan de Staff fan de S
- 11. No Member of or Delegate to Congress or Resident Commissioner shall be admitted to any share or part of this lease or to any benefit to arise therefrom. Nothing, however, herein contained shall be construed to extend to any incorporated company, if the lease be for the general benefit of shall be construed to extend to any incorporated company, if the lease be for the general benefit of such corporation or company.
- 12. The revisions, deletions, and shaltions to Paragraphs 1, 2, 3, 5, 5, 6, and 7, and the complete deletions of Poregraphs 8, 9, and 10, and the sidiview of Feregraph 13 on the attached sheet are hereby a part of this local and were mode prior to the execution of the lexas by sicher party because

IN WITNESS WHEREOF, first above written.	the parties horeto have	hereunto subscribed the	eir names as	of the date
In presence of:				
/s/ Donna M. Sherby).	/s/ David Muma City Manager	- 4 -	Leesur.
				4,

UNITED STATES OF AMERICA,

W. H. Johnson Megional Porestar, Englow 10, Perset SERVICE. (Official title) Departmental Agricultura

(If Lessor is a corporation, the following certificate shall be executed by the secretary or assistant secretary.)

I. Donne M. Sherby certify that I am the City Clerk-Treasurer Secretary of the corporation named as Lessor in the attached lease; that David Micha , who signed said lease on behalf of the Lessor, was then

of said corporation; that said lease was duly signed for an in behalf of said corporation by authority of its governing body, and is within the scope of its corporation. porate powers.

/5/ Dorns M. Sherby [corporation seal

(Share 3)

19. The Covarrence shall have the right during the chietence of this lears to over a marine varehouse and such associated and related building facilities as may be needed; to oract additions, structures or signs, in ar upon the promises learned, such buildings to be and ramain the property of the Government and may be recoved therefrom by the Government within a temporable time after the termination of this lease or received thereof; to dispose of the buildings in place, in the event that use is discontinued by the Government, provided that if disposition of the buildings is to a party or parties other than the leaseor, the buildings shall be removed from the provides within a reasonable ported.

INSTRUCTIONS TO BE OBSERVED IN EXECUTING LEASE

- 1. This standard form of lease shall be used whenever the Government is the lessee of real property; except that when the total consideration does not exceed \$100 and the term of the lease does not exceed 1 year the use of this form is optional. In all cases where the rental to be paid exceeds \$2,000 per annum the annual rental shall not exceed 15 per centum of the fair market value of the rented premises at the date of lease. Alterations, improvements, and repairs of the rented premises by the Government shall not exceed 25 per centum of the amount of the rent for the first year of the rental term or for the rental term if less than 1 year.
- 2. The lease shall be dated and the full name and address of the lessor clearly written in paragraph 1.
- and, in case of rooms, the floor and room number of each room given. The language inserted at the end of article 2 of the lease should specify only the general nature of the use, that is, "office quarters," "storage space," etc.
- 4. Whenever the lease is executed by an attorney, agent, or trustee on behalf of the lessor, two authenticated copies of his power of attorney, or other evidence to act on behalf of the lessor, shall accompany the lease.
- 5. When the lessor is a partnership, the names of the partners composing the firm shall be stated in the body of the lease. The lease shall be signed with the partnership name, followed by the name of the partner signing the same.
- 6. Where the lessor is a corporation, the lease shall be signed with the corporate name, followed by the signature and title of the officer or other person signing the lease on its behalf, duly attested, and, if requested by the Government, evidence of his authority so to act shall be furnished.
- 7. Under paragraph 6 of the lease insert necessary facilities to be furnished, such as heat, light, jamiter service, etc.
- 8. There shall be no deviation from this form without prior authorization by the Director of Procurement, except---
 - (a) Paragraph 3 may be drafted to cover a monthly tenancy or other period less than a year.
 - (b) In paragraph 5, it a renewal for a specified period other than a year, or for a period optional with the Government is desired, the phrase "from year to year" shall be deleted and proper substitution made. If the right of renewal is not desired or cannot be secured paragraph 5 may be deleted.
 - (c) Paragraph 6 may be deleted if the owner is not to furnish additional facilities.
 - (d) If the premises are suitable without alterations, etc., paragraph 8 may be deleted.
 - (e) Paragraph 9 provides that the lessor shall, "unless herein specified to the contrary, maintain the said premises in good repair, etc." A modification or elimination of this requirement would not therefore be a deviation.
 - (f) In case the premises consist of unimproved land, paragraph 10 may be deleted.
 - (g) When executing leases covering premises in foreign countries, departure from the standard form is permissible to the extent necessary to conform to local laws, customs, or practices.
 - (h) Additional provisions, relating to the particular subject matter mutually agreed upon, may be inserted, if not in conflict with the standard provisions, including a mutual right to terminate the lease upon a stated number of days' notice, but to permit only the lessor so to terminate would be a deviation requiring approval as above provided.
- 9. When deletions or other alterations are permitted specific notation thereof shall be entered in the blank space following paragraph 11 before signing.
- 10. If the property leased is located in a State requiring the recording of leases in order to protect the tenant's rights, care should be taken to comply with all such statutory requirements.

WU.S. GOVERNMENT PRINTING OFFICE: 1982 O -425179



August 21, 2019

Dave Zastrow PO Box 280 Cordova, AK 99574

RE: Lease

Dave.

Thank you for meeting with city staff earlier this year to discuss the lease for the dock in the Cordova Harbor. As discussed, the city wanted to know if the Forest Service would still be interested in leasing the property with the following conditions:

- 1. The lease rate will be at fair market value of the tidelands. We have determined this amount to be an annual rental rate of \$1,014.00. This amount is based on the city assessor's valuation in the property tax files for square footage and the 6,000 square feet of the harbor impacted by the dock.
- 2. The lease will contain a provision which allows the lease to be renegotiated if there is a harbor infrastructure project which changes the configuration of the docks. The city would like the ability to work with the Forest Service on a different configuration and/or location so that a future harbor project would not be limited by working around the existing leased tidelands.

In order to begin the land disposal process, which would allow for the negotiation of a new lease, the city needs a letter of interest from the Forest Service which states that the Forest Service is interested in continuing to lease the property from the city.

Please contact me if you have any questions.

Sincerely.

Alan Lanning City Manager

City of Cordova PO Box 1210

Cordova, AK 99574

CORDOVA HARBOR COMMISSION CORDOVA, ALASKA RESOLUTION 03-20-01

A RESOLUTION OF THE HARBOR COMMISSION OF THE CITY OF CORDOVA, ALASKA TO CORDOVA CITY COUNCIL, RECOMMENDING TO RENEGOTIATE THE USFS LEASE WITHIN THE NORTH HARBOR AT FAIR MARKET VALUE FOR A MAXIMUM TERM OF 5 YEARS.

WHEREAS, the current lease between the City of Cordova and the USFS was established in 1965 for 1 dollar, and expires on May 31, 2020,

WHEREAS, the current location of the USFS dock is blocking potential harbor expansion,

WHEREAS, the current Harbor Facilities Master Plan calls for expansion towards the USFS dock and the PWSSC,

WHEREAS, the USFS vessels could potentially share secure moorage with the Alaska State Trooper vessels at the Alaska State dock in the South side of the Cordova Harbor,

WHEREAS, the Cordova Harbor Commission previously passed a resolution December 9th, 2015 with the same wording, giving the USFS notice of the Harbor's intentions,

NOW THEREFORE BE IT RESOLVED, that the Harbor Commission of Cordova, Alaska, recommends to Cordova City Council that the USFS lease within the North Harbor be renegotiated for term of not more than 5 years at fair market value.

PASSED AND APPROVED ON THE 9TH DAY OF MARCH, 2020.

Chairman Jacob Betts

Tony Schinella, Cordova Harbormaster



CORPORATE OFFICE 1813 E. 1st Avenue Anchorage, AK 99501 PHONE (907) 344-4571 FAX (907) 561-3509 www.shoresidepetroleum.com

March 12, 2020

Helen Howarth Cordova City Manager PO Box 1210 Cordova, Alaska 99574

Dear Cordova City Manager Howarth,

As you are aware, Shoreside Petroleum Inc. has been part of the Cordova Harbor Expansion and improvement planning for the last several years. During the planning process Shoreside Petroleum Inc. has expressed interest in the installation of a Floating Fuel Dock Facility located within the Cordova Harbor. Shoreside Petroleum Inc. is interested in the lease or purchase of a portion of Lot 3, Block 7A, Tidewater Development Park. This may include all or portions of dock space, and waterfront currently leased by the US Forest Service and the Prince William Sound Science Center.

A Floating fuel dock facility located inside the Harbor is limited to very few locations. Shoreside Petroleum Inc. welcomes the opportunity to work with Harbor Development and the City of Cordova for the installation of a state-of-the-art facility.

At this time Shoreside Petroleum Inc. respectfully requests that the City of Cordova not enter into leases longer than one year until a long term plan can be developed.

Sincerely,

Terminal Manager

Cordova Terminal



File Code: 7310

> January 14, 2021 Date:

Helen Howarth Cordova City Manager PO Box 1210 601 1st St Cordova, Alaska 99574

Dear City Manager,

I would like to request a renewal of the lease for the 1,120 square foot portion of tidelands on Lot 3, Block 7A, Tidewater Development Park currently occupied by the Cordova Ranger District described in the attached lease agreement. The Forest Service requests the City of Cordova exercise option #1 of the City's land disposal options in order to negotiate a new lease agreement between the Forest Service and the City of Cordova.

The Forest Service owns improvements on the property including a marine warehouse and adjoining float and ramp facility. Much of the work the Forest Service performs out of the Cordova Ranger District is reliant on the space that we lease at the Cordova Small Boat Harbor and is beneficial to the diversity of the Harbor and to the community. The Cordova Ranger District uses the dock to patrol the Prince William Sound, operate vessels for fishery and wildlife restoration and research, crew drop off and pick-ups, as well as recreation program operations to maintain public use cabins and trails. The Forest Service also allows other Federal agencies to operate out of this space in the summer. The dock allows the Forest Service to support agencies such as U.S. Coast Guard, USFWS and USGS, in their operations within Prince William Sound.

The Forest Service looks forward to continuing our long partnership with the City and hope to negotiate a long-term lease of this space at the fair market rate. The Forest Service is aware of the City's plan to perform renovations on the harbor and has been supportive to these efforts. The Forest Service has submitted letters of support for harbor grants and has been noted in various harbor grants in order to demonstrate the diversity of harbor users. The Forest Service would like to continue to be involved in the harbor renovation planning and have the opportunity to discuss options in the future.

In order to negotiate agreeable lease term and rate to both party I ask that the City exercise the first option in the land disposal process to begin negotiating a new lease agreement between the Forest Service and City of Cordova.

Sincerely,

STEVEN NAMITZ

District Ranger



Caring for the Land and Serving People

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