

1st Reading: May 10, 2021
2nd Reading: June 14, 2021

Presented by:
City Manager

Action Taken:
Yes ____
No ____
Abstain ____

CITY OF NOME, ALASKA

ORDINANCE NO. O-21-05-03

AN ORDINANCE AUTHORIZING THE DISPOSAL OF MUNICIPAL PROPERTY BY LEASE TO GCI COMMUNICATION CORPORATION

Section 1. **Authority.** This ordinance is adopted pursuant to authority granted by NCO 2.10.030(c).

Section 2. **Classification.** This is a non-Code ordinance.

Section 3. **Authorization of Lease to GCI Communication Corporation** The City Council hereby authorizes the disposal of its interest in Lot 9 and a portion of Lot 7, Block 139 according to the 1905 Nome Townsite Plat for a total of approximately 31,309 square feet to GCI Communication Corporation substantially upon the terms and conditions that certain lease attached hereto as exhibit A.

Section 4. **Legal Description.** A portion of Lot 9, Block 139 according to the 1905 Nome Townsite (approximately 5,804 square feet), a portion of Vacated Water St (approximately 6,149 square feet), and a portion of Lot 7, Port Road Industrial Park Subdivision (approximately 19,356 square feet), totaling 31,309 square feet as shown on the attached figure (“the Property”).

Section 5. **Findings.** The City Council hereby finds that the use of the Property is for the furtherance of the development of local trade or industry, specifically, the development of a local cable television and general communications (telephone and internet services) industry and that such conveyance is authorized by Nome Code of Ordinances 2.10.030(c).

Section 6. **Interest Conveyed and Identification of Disposal Instrument.** A possessory interest by a written lease for a term of five years with four (4) five-year extensions at GCI’s option.

Section 7. **Value of City’s Interest.** Based on the current assessment of the value of the Property, the city estimates the fair market rental value of the Property for the term of the proposed lease equals \$10,000 per annum.

Section 8. **Time Place and Manner in Which Disposal Shall Occur.**
Immediately upon approval of this ordinance at the regularly scheduled City Council meeting of May 24, 2021.

Section 9. **Effective Date.** This ordinance is effective upon adoption.

APPROVED and SIGNED this 14th day of June, 2021.

JOHN K. HANDELAND, Mayor

ATTEST:

BRYANT HAMMOND, City Clerk