

Presented By:
City Manager

Action Taken:
Yes____
No____
Abstain____

CITY OF NOME, ALASKA

ORDINANCE NO. O-23-05-01

AN ORDINANCE AUTHORIZING THE SHORT-TERM LEASE OF BLOCK 63, PARCELS 13A AND 13B TO BONANZA FUEL

WHEREAS, Bonanza Fuel, LLC is rebuilding its existing fueling station; and

WHEREAS, Bonanza Fuel, LLC seeks a short-term lease of Block 63, Parcels 13A and 13B to be used for a portable gas station while the existing Bonanza station is being rebuilt;

WHEREAS, NCO 2.10.030(c) provides that the city council may, by ordinance, provide for the disposal of an interest in real property to any person or entity in furtherance of the development of local trade or industry without seeking bids and for less than the current assessed value or current appraised value of that interest in real property;

IT IS HEREBY ORDAINED BY THE CITY COUNCIL OF THE CITY OF NOME:

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. Findings. The loss of a fueling station during the summer season would harm local economic activity and the convenience of Nome residents. Accordingly, a short-term lease of land to be used for a portable gas station while the existing Bonanza station is being rebuilt is in furtherance of local trade and the public good.

Section 4. Authorization to Lease Real Property. The city manager is hereby authorized to negotiate and enter into a short-term lease agreement with Bonanza Fuel, LLC (or with its parent company, Sitnasuak Native Corporation) for Block 63, Parcels 13A and 13B to be used for a portable gas station and upon the following terms and other such terms as the city manager, in consultation with the city attorney, deems appropriate. Rent shall be \$500 per week. The duration of the tenancy shall not exceed 16 weeks and shall terminate not later than September 30, 2023.

Section 5. Effective Date. This ordinance is effective upon adoption.

APPROVED and **SIGNED** this **8th** day of **May, 2023**.

JOHN K. HANDELAND,
Mayor

ATTEST:

BRYANT HAMMOND,
Clerk