

Presented by: The Manager
Introduced: 11-10-76
Referred to:

RESOLUTION OF THE CITY AND BOROUGH OF JUNEAU, ALASKA

Serial No. 412

A RESOLUTION URGING ASHA TO AWARD THE BID FOR THE CONSTRUCTION OF 42 UNITS OF ELDERLY HOUSING IN JUNEAU AND AUTHORIZING THE MANAGER TO ENTER INTO SUCH AGREEMENTS WITH ASHA, THE STATE OF ALASKA AND HUD AS MAY BE NECESSARY TO SECURE \$525,000 ADDITIONAL FUNDING REQUIRED TO AWARD THE BID.

WHEREAS, the assembly of the city and borough of Juneau hereinafter referred to as Juneau, has determined that there are many elderly citizens living within Juneau; and

WHEREAS, Juneau has determined that many of the elderly citizens are in need of decent, safe and inexpensive housing, and

WHEREAS, Juneau has determined that there is an urgent need for elderly housing to be constructed, and

WHEREAS, Juneau strongly endorses the efforts of the Alaska State Housing Authority, hereinafter referred to as ASHA, to construct 42 units of elderly housing within Juneau, and

WHEREAS, Juneau has been informed by ASHA that after a well publicized 30-day period of solicitation for the construction of 42 units of elderly housing in Juneau the lowest responsible bid offered was in the amount of \$1,896,000, and

WHEREAS, Juneau has been informed by ASHA that the maximum approved construction budget permitted by the U. S. Department of Housing and Urban Development (HUD) is in the amount of \$1,425,683, and

WHEREAS, HUD cannot make any additional monies available for this project, and

WHEREAS, it is incumbent upon Juneau, ASHA and HUD that a contract be awarded and the elderly facility be constructed before the cost of construction increases, and

WHEREAS, ASHA has no funds available to assist in the cost of construction, and

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WHEREAS, there does exist a possible source of funds that could be utilized in the construction of the proposed 42 unit elderly facility, and

WHEREAS, the source is the Senior Citizen Housing Development Fund as set forth in AS 18.100.070 and Chapter 239 SLA 1976, and

WHEREAS, the fund was approved by the voters of Alaska on November 2, 1976, and

WHEREAS, this fund is administered by the Department of Community and Regional Affairs (CRA), and

WHEREAS, before any grants may be made to municipalities under this fund CRA must first promulgate regulations and sell bonds, and

WHEREAS, the promulgation of regulations and the selling of bonds will consume some period of time, and

WHEREAS, it is incumbent that a contract award be made by no later than November 30, 1976, and

WHEREAS, to insure that ASHA has sufficient monies to enter into a contract it is necessary that immediate interim monies be obtained, and

WHEREAS, the Department of Revenue, State of Alaska, hereinafter referred to as Revenue, is willing to make a commitment for the necessary funding that would permit a contract to be immediately executed on the basis that any monies made available by Revenue would be repaid by the grant monies distributed to Juneau by CRA, and

WHEREAS, Revenue may require Juneau to be a guarantor with ASHA for any monies made available, and

WHEREAS, it is a good faith belief that CRA will enter into an agreement by and between Juneau, Revenue and ASHA for grant monies that would repay any monies made available by Revenue for the construction of the elderly facility, and

WHEREAS, it is the intent of Juneau to proceed in an attempt to make a satisfactory arrangement with Revenue, CRA and ASHA to insure sufficient monies be made available to permit ASHA to execute a contract with the lowest responsible bidder by November 30, 1976, and

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WHEREAS, time is now of the essence in making the satisfactory arrangement for this additional interim monies;

NOW, THEREFORE, BE IT RESOLVED BY THE ASSEMBLY OF THE CITY AND BOROUGH OF JUNEAU, ALASKA:

1. Juneau strongly endorses the immediate award for the construction of 42 units of elderly housing as proposed by ASHA.

2. Juneau declares that it is in the best interest of its citizens that all necessary steps be immediately taken to arrange the additional interim monies in the approximate amount of \$525,000 that will permit the immediate award and construction of 42 units of elderly housing as proposed by ASHA.

3. Juneau is directed to enter into any lawful surety or other guarantee arrangements necessary with Revenue, including cosigning with ASHA on any interim loan monies. However, any undertaking that is cosigned or guaranteed by Juneau shall declare that the obligation of Juneau to make payment shall be conditioned upon the receipt of grant monies from CRA pursuant to AS 18.100.070.

4. Juneau shall make any and all applications, arrangements or agreements necessary with CRA to insure the issuance of grant monies pursuant to AS 18.100.070 in the approximate amount of \$525,000.

5. Juneau shall make any arrangements necessary with ASHA that will permit an immediate award of the construction contract to the lowest responsible bidder.

6. The city manager of Juneau is authorized to act in behalf of Juneau to effect the purposes and goals of this resolution.

Adopted this 10th day of November, 1976.



Mayor

Attest:



Clerk