

CITY OF UNALASKA
UNALASKA, ALASKA

RESOLUTION 2026-40

A RESOLUTION OF THE UNALASKA CITY COUNCIL ACKNOWLEDGING THE CLOSURE
AND COMPLETION OF VARIOUS CAPITAL PROJECTS AND PURCHASES

WHEREAS, Unalaska City Code Section 6.12.050(B) states: All appropriations lapse at the end of the budget year to the extent that they have not been expended or lawfully encumbered, except an appropriation for capital improvements or projects which shall not lapse until the purpose of the appropriation has been accomplished or abandoned; and

WHEREAS, the City of Unalaska has numerous capital projects and purchases which are deemed to be complete; and

WHEREAS, combined together, all projects deemed complete are under budget; and

WHEREAS, any unused monies in completed projects will be returned to the appropriate fund.

NOW THEREFORE BE IT RESOLVED that the Unalaska City Council acknowledges that the capital projects and purchases as outlined on the attached list are deemed complete for their intended purpose.

PASSED AND ADOPTED by a duly constituted quorum of the Unalaska City Council on July 14, 2026.



Vincent M. Tutiakoff, Sr.
Mayor

ATTEST:



Estkaileen P. Magdaong, CMC
City Clerk

MEMORANDUM TO COUNCIL

To: Mayor and City Council Members
From: Jim Sharpe, Interim Finance Director
Through: Marjie Veeder, Acting City Manager
Date: July 14, 2026
Re: Resolution 2026-40: Acknowledging the closure and completion of various capital projects and purchases

SUMMARY: With adoption of this resolution, Council acknowledges that various capital projects and purchases are being closed out of the Capital Budget as of June 30, 2026. Periodically staff reviews capital projects and if a project is complete or no longer feasible, staff makes a recommendation to close that project. This recommendation includes projects in several funds and the projects are listed by fund.

PREVIOUS COUNCIL ACTION: Council reviews and acknowledges the closure of various capital projects annually.

On January 27, 2026, City Council adopted Ordinance 2026-01 (Budget Amendment #3 to the FY 2026 Operating and Capital Budget), which in part authorized the creation of Project WA26B - Icy Lake Reservoir Battery Replacement. The original funding source is an Alaska Energy Authority (AEA) Renewable Energy-Village Energy Efficiency Program (RE-VEEP) grant in the amount of \$169,308, of which \$21,800 was transferred to the Water Capital Projects Fund for the project.

BACKGROUND: UCO 6.12.050 (B) states that "All appropriations lapse at the end of the budget year to the extent that they have not been expended or lawfully encumbered, except an appropriation for capital improvements or projects which shall not lapse until the purpose of the appropriation has been accomplished or abandoned."

DISCUSSION: Periodically, staff evaluates active capital projects to determine if the project is complete or should be closed for other reasons. Staff recommend closing the following projects:

Grant

- GR002 - Health & Equitable Communities DOH
- GR003 - Fire Mobile Command Vehicle
- EL18C - Wind Power Development (partial)

PCR

- PR22B - Aquatics Center Roof Replacement

Education

- SS24A - High School Boiler Replacement

Electric

- EL18C - Wind Power Development (partial)

- EL26B - Electric Distribution Equipment Replacement
- EL26E - Makushin Geothermal Testing

Water

- WA22D - Captains Bay Road Waterline Extension
- WA24A - Icy Lake Hydrographic Survey
- WA24B - WH1 & WH2 On-Site Chlorine Generation
- WA26B - Icy Lake Reservoir Battery Replacement
- WA501 - Pyramid Water Storage Tank

Solid Waste

- SW21A - Solid Waste Gasifier
- SW26B - Baler Belt Replacement

Ports & Harbors

- PH17C - CEM Breakwater Repair
- PH201 - Dredge Entrance Channel - COE Recon
- PH24A - Emergency Cliff Face Stabilization
- PH602 - Light Cargo Dock & UMC Dredging

In total, \$16,325,597.09 will be returned to their original funding source.

While Project WA26B indicates it was funded through a \$21,800 transfer from the General Fund the original funding source is Alaska Energy Authority (AEA) and was approved by City Council via Ordinance 2026-01. This project closure will return \$21,800 to the General Fund, which will then be repurposed as part of a future budget amendment as the scope of work for this grant has changed since January 2026.

Additional project budget to actual information is attached.

ALTERNATIVES: 1) Accept staff recommendations to close identified capital projects by adopting Resolution 2026-40; or 2) Leave one or more projects open for additional work.

FINANCIAL IMPLICATIONS: Unused monies will be returned to the appropriate funds, as follows:

Grants	\$ 76,752.98
General Fund	8,134,607.78
1% Sales Tax Fund	3,321,161.95
Electric Proprietary Fund	5,503.11
Water Proprietary Fund	1,656,388.00
Solid Waste Proprietary Fund	440,554.00
Ports & Harbors Proprietary Fund	<u>2,690,629.27</u>
Total	<u>\$ 16,325,597.09</u>

LEGAL: None

STAFF RECOMMENDATION: Staff recommends adoption.

PROPOSED MOTION: I move to adopt Resolution 2026-40.

CITY MANAGER'S COMMENTS: I recommend adopting this resolution to formally acknowledge the closure and completion of these capital projects and purchases. In strict accordance with city code, these capital appropriations have successfully fulfilled their intended purposes under budget and can now be officially lapsed. Adopting this resolution ensures regulatory compliance and clears our administrative pipeline by returning a combined \$16,325,597.09 in unspent balances back to their original funding sources, including more than \$8.13 million to the General Fund and \$3.32 million to the 1% Sales Tax Fund, alongside critical realignments to our proprietary utility, port, and grant accounts. By executing this necessary fiscal housekeeping, we restore funding capacity to our reserves and provide the City Council and our community with a transparent, highly accurate foundation for upcoming CMMP cycles.

Resolution 2026-40 Closing Completed Capital Projects

Project Number	Description	Budget	Project costs to date	Balances	Return to General Fund	Return to Spec. Revenue Fund (1%)	Return to Other (Grant)	Return to Proprietary Fund
<u>Governmental Projects</u>								
	Grant							
GR002	Health & Equitable Communities DOH	78,500.00	57,748.31	20,751.69			20,751.69	
GR003	Fire Mobile Command Vehicle	83,333.00	76,535.00	6,798.00			6,798.00	
	PCR							
PR22B	Aquatics Center Roof Replacement	445,000.00	132,041.75	312,958.25	312,958.25			
	Education							
SS24A	High School Boiler Replacement	<u>358,943.00</u>	<u>350,582.03</u>	<u>8,360.97</u>	<u>8,360.97</u>	-	-	-
	Total Governmental Projects	<u>965,776.00</u>	<u>616,907.09</u>	<u>348,868.91</u>	<u>321,319.22</u>	-	<u>27,549.69</u>	-
<u>Proprietary Projects</u>								
	Electric							
EL18C	Wind Power Development	634,000.00	510,833.69	123,166.31	73,963.02		\$49,203.29	
EL26B	Electric Distr Equip Repl (FY26)	500,000.00	494,496.89	5,503.11				5,503.11
EL26E	Makushin Geothermal Testing	<u>1,000,000.00</u>	<u>-</u>	<u>1,000,000.00</u>	<u>-</u>	<u>\$1,000,000.00</u>	<u>-</u>	<u>-</u>
	Total Electric	<u>2,134,000.00</u>	<u>1,005,330.58</u>	<u>1,128,669.42</u>	<u>73,963.02</u>	<u>1,000,000.00</u>	<u>49,203.29</u>	<u>5,503.11</u>
	Water							
WA22D	Captains Bay Rd Waterline Extension	7,091,052.00	6,369,045.93	722,006.07		722,006.07		
WA24A	Icy Lake Hydrographic Survey	72,800.00		72,800.00				72,800.00
WA24B	WH1 & WH2 On-Site Chlorine Generation	448,500.00		448,500.00				448,500.00
WA26B	Icy Lake Reservoir Battery Replace	21,800.00		21,800.00	21,800.00			
WA501	Pyramid Water Storage Tank	<u>1,228,750.00</u>	<u>93,662.00</u>	<u>1,135,088.00</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,135,088.00</u>
	Total Water	<u>8,862,902.00</u>	<u>6,462,707.93</u>	<u>2,400,194.07</u>	<u>21,800.00</u>	<u>722,006.07</u>	-	<u>1,656,388.00</u>
	Solid Waste							
SW21A	Solid Waste Gasifier	700,000.00	259,935.00	440,065.00				440,065.00
SW26B	Baler Belt Replacement	<u>90,000.00</u>	<u>89,511.00</u>	<u>489.00</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>489.00</u>
	Total Solid Waste	<u>790,000.00</u>	<u>349,446.00</u>	<u>440,554.00</u>	-	-	-	<u>440,554.00</u>
	Ports & Harbors							
PH17C	CEM Breakwater Repair	150,000.00	110,000.00	40,000.00				40,000.00
PH201	Dredge Enrance Channel - COE Recon	11,489,000.00	2,303,727.87	9,185,272.13	\$7,586,116.25	1,599,155.88		
PH24A	Emergency Cliff Face Stabilization	252,224.00	120,814.71	131,409.29	131,409.29			-
PH602	Light Cargo Dock & UMC Dredging	<u>4,354,145.00</u>	<u>1,703,515.73</u>	<u>2,650,629.27</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,650,629.27</u>
	Total Ports	<u>16,245,369.00</u>	<u>4,238,058.31</u>	<u>12,007,310.69</u>	<u>7,717,525.54</u>	<u>1,599,155.88</u>	-	<u>2,690,629.27</u>
	Total Proprietary Projects	<u>28,032,271.00</u>	<u>12,055,542.82</u>	<u>15,976,728.18</u>	<u>7,813,288.56</u>	<u>3,321,161.95</u>	<u>49,203.29</u>	<u>4,793,074.38</u>
	Totals	<u>28,998,047.00</u>	<u>12,672,449.91</u>	<u>16,325,597.09</u>	<u>8,134,607.78</u>	<u>3,321,161.95</u>	<u>76,752.98</u>	<u>4,793,074.38</u>
Total Budgeted amount for completed Capital Projects			28,998,047.00					
Project Cost to date/Expensed			<u>12,672,449.91</u>					
Total Fund returned to original funding sources				<u>16,325,597.09</u>				