

**City of Palmer
Action Memorandum No. 20-038**

Subject: Authorizing the City Manager to Negotiate and Execute Addendum Number 1 with the Matanuska-Susitna Borough to Provide Fire Emergency Response to the Greater Palmer Fire Service Area


Agenda of: May 12, 2020

Council Action: **Approved** **Amended:** _____
 Defeated




Originator Information:

Originator: City Manager

Department Review:

Route to:	Department Director:	Signature:	Date:
_____	Community Development	_____	_____
_____ <input checked="" type="checkbox"/>	Finance		04/17/2020
_____	Fire	_____	_____
_____	Police	_____	_____
_____	Public Works	_____	_____

Approved for Presentation By:

	Signature:	Remarks:
City Manager		_____
City Attorney		_____
City Clerk		_____

Certification of Funds:

Total amount of funds listed in this legislation: \$ **444,102.00**

This legislation (√):

<input checked="" type="checkbox"/>	Creates revenue in the amount of:	\$ 444,102.00
<input type="checkbox"/>	Creates expenditure in the amount of:	\$ _____
<input type="checkbox"/>	Creates a saving in the amount of:	\$ _____
<input type="checkbox"/>	Has no fiscal impact	

Funds are (√):

<input checked="" type="checkbox"/>	Budgeted	Line item(s): 01-00-00-3425 Fire Service Contract
<input type="checkbox"/>	Not budgeted	_____

Director of Finance Signature: 

Attachment(s):

- Draft Addendum No. 1

Summary Statement/Background:

The City and the Borough have a 5-year agreement to provide Palmer Fire Services to the Greater Palmer Fire Service Area that became effective June 2019. It has a section to review the compensation annually for adjustments.

This addendum reflects the increase to the Palmer Fire Department Budget approved by Council in December 2019, for additional part time salaries to provide a quicker response during heightened fire danger periods with personnel on duty instead of on call. It is 50% of that cost as the original agreement calls for.

Administration's Recommendation:

To approve Action Memorandum No. 20-038 Authorizing the City Manager to Negotiate and Execute Addendum Number 1 with the Matanuska-Susitna Borough to Provide Fire Emergency Response to the Greater Palmer Fire Service Area (GPFSA).

ADDENDUM NO. 1

to

**MATANUSKA-SUSITNA BOROUGH
GREATER PALMER FIRE SERVICE AREA
and
CITY OF PALMER**

INTERGOVERNMENTAL FIRE SERVICES AGREEMENT

THIS ADDENDUM NO. 1 hereby amends the June 2019 agreement between the Matanuska-Susitna Borough, a municipal corporation, hereafter referred to as “Borough” and the City of Palmer, a municipal corporation, hereafter referred to as “City” for the provision of fire protection services.

SECTION 4. Compensation/Consideration

- A. The Borough shall pay to the City an amount not to exceed 50% of Palmer Fire’s annual operating budget between the Borough (GPFSA) and the City, as per Section 7.B of this Agreement. The amount for year two (2021) shall be \$444,102. The amount shall be paid in two equal payments each year. Compensation shall be reviewed annually and any request by the City of Palmer for an increase will occur before the Borough budget is approved for the next fiscal year. If the Borough Manager agrees to the requested amount, s/he will present it to the Assembly as appropriate with a request for appropriations for the next fiscal year.

Except as herein amended, all other terms, conditions and requirements remain the same.

IN WITNESS WHEREOF, the parties have executed this ADDENDUM NO. 1 at Palmer, Alaska, on this _____ day of _____, 2020

MATANUSKA -SUSITNA BOROUGH

CITY OF PALMER

John Moosey, Borough Manager

Brad Hanson, City Manager