

CITY OF CRAIG MEMORANDUM

To: Craig City Council
From: Hans Hjort
Date: May 8, 2024
RE: Recommendations for increases to Craig Harbor rates

The Craig Budget Committee has requested staff to look for additional revenue for the Harbor Department. The Harbor Department oversees three enterprise fund departments: Craig Harbors, JT Brown Industrial Park, and the Cannery Property. Aside from the leases at the JT Brown Industrial Park, the departments generally operate in a deficit. The Craig Budget Committee has proposed increasing rates that would generate approximately ten percent increase to revenue.

Proposing a ten percent increase across the board for all Harbor rates would be problematic. I would propose the following two rate increases.

Boat Haul outs. The current rate is \$11 if the boat is block up and \$8 if the boat stays on the trailer overnight. I would propose a \$1 increase to this rate, to make it \$12 and \$9. Reviewing the financial statements I believe this would increase revenue for this service from \$24,000 to \$26,000. It is not a large increase but would help to keep up with the costs associated with operations.

The next increase is a nine (9) percent increase to permanent moorage and a ten (10) percent increase to transient moorage. Along with this increase I would also request that the City do away with the 6 month rate for moorage. This rate is very close to the yearly rate for someone that has permanent moorage with the Harbor. This type of rate is very unusual in Alaska from the research that I have done. I believe that this rate results in a large loss of revenue each year. I believe that these changes would result in an overall increase of \$33,000. to \$35,000. each year.

Please review the Proposed Harbor fee schedule 2024

**CITY OF CRAIG
RESOLUTION 24-12**

ADOPTING HARBOR RATES

WHEREAS, the City of Craig owns, operates, and maintains various harbor facilities and equipment; and

WHEREAS, the Harbor Department is an Enterprise Fund department within the City of Craig, and must raise revenues to cover its operational cost; and

WHEREAS, Harbor Department rates are set by the Craig City Council.

THEREFORE BE IT RESOLVED THAT the City of Craig council approves the harbor service rates as shown in Attachment A to this resolution, effective July 1, 2024.

APPROVED _____, 2024.

KASEY SMITH
MAYOR

MARY SALAZAR
CITY CLERK

City of Craig Harbor Fee Schedule effective 7/01/2024		Rate
Transient Moorage Rates		
Daily	per foot	\$0.68 \$0.75
1 Month Rate	per foot	\$5.45 \$6.00
3 Month Rate	per foot	\$10.37 \$11.41
6 Month Rate	per foot	\$14.32
Permanent Moorage Rate		
One Year	per foot	\$22 \$24
*Invoiced transient moorage add \$5.00 billing fee		
Transient Electric Power		
30 amp 120V	1-15 days, per day	\$8.00
30 amp 120V	16-31 days, per day	\$5.00
50 amp single phase	1-15 days, per day	\$10.00
50 amp single phase	16-31 days, per day	\$7.00
50 amp 3 phase	per day	\$30.00
100 amp 3 phase	per day	\$50.00
Transient Electric Power Services subject to high consumption surcharge		
Misc harbor services		
Boat trailer rental	1st day	\$50.00
Boat trailer rental	2nd day & there after	\$25.00
Grid Use	per day	\$15.00
Pressure Washer/gas	per hour	\$35.00
Pressure Washer/gas	per day	\$75.00
Pressure Washer/electric	per hour	\$30.00
Wash down		\$10.00
Tarp Fee		\$10.00
Pump Rental	per day	\$35.00
Web Loft (Ward Cove Cannery)Net mend	per day	\$10.00
Web Loft (Ward Cove Cannery) Events	per day	\$100.00
Impound Fee		\$250.00
Crane Usage	per 15 min	\$8.50
Boat Launch Permit Daily		\$5.00
Boat Launch Permit Annual		\$35.00
Boat Launch Permit Annual - Commercial		\$250
Live-aboard fee	per month	\$75.00
Storage		
Outside Storage/breakwater	per month	\$35.00
Container Rental/breakwater	per month	\$55.00
Freezer Van space rental-35'	per month	\$45.00
Regular Van space rental-25'	per month	\$25.00
Boat and trailer storage-up to 25'	per month	\$20.00
Boat and trailer storage-25' and up	per month	\$40.00
Wharfage fee to off-load product		
First 20,000 lbs.	per pound	\$0.0050
2nd 20,000 lbs.	per pound	\$0.0025
Over 40,000 lbs.	per pound	\$0.001925
Boat Launch Ramp Wharfage	per hour	\$75.00
Ice Sale		
Ice delivery	per ton	\$120.00
JT Brown Boat Yard		
Boat Storage/Haul-out/Splash		
Boat Haul out, Splash, & Blocking	per foot	\$11 \$12
Boat Haul out, Splash	per foot	\$8 \$9
Over Night Storage on Boat Haul Trailer	per night	\$35.00

Attachement A

Boat Storage up to 56 days	per foot per day	0.18
Boat Storage after 56 days	per foot per day	0.29
Boat Storage after one year	per foot per day	0.58
JTB Boat Yard Power	Up to 100 KW per month	25.00
JTB Boat Yard Power	101 - 150 KW per month	35.00
JTB Boat Yard Power	151- 200 KW per month	45.00
JTB Boat Yard Power	201 - 500 per month	110.00
JTB Boat Yard Power	500 and up per month	150.00
Float Plane Dock		
Pull out ramp	per day	\$5
Pull out ramp	per quarter	\$150