

Mayor
John K. Handeland

Manager
Glenn Steckman

Clerk
Bryant Hammond



Nome City Council
Jerald Brown
Doug Johnson
Mark Johnson
Adam Martinson
M. Sigvanna Tapqaq
Scot Henderson

**NOME COMMON COUNCIL
SPECIAL MEETING AGENDA**
MONDAY, OCTOBER 03, 2022 at 12:00 PM
COUNCIL CHAMBERS IN CITY HALL

102 Division St. ▪ P.O. Box 281 ▪ Nome, Alaska 99762 ▪ Phone (907) 443-6663 ▪ Fax (907) 443-5345

ROLL CALL

APPROVAL OF AGENDA

CITIZENS' COMMENTS

NEW BUSINESS

- [A.](#) R-22-10-01 A Resolution Establishing a "Bridge Loan" Program to Assist Front Street Property Owners Address Impacts from Typhoon Merbok,

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ADJOURNMENT

Presented by:

City Manager

Action Taken:

Yes ____

No ____

Abstain ____

CITY OF NOME, ALASKA

RESOLUTION NO. 22-10-01

**A RESOLUTION ESTABLISHING A “BRIDGE LOAN” PROGRAM TO ASSIST FRONT STREET
PROPERTY OWNERS ADDRESS IMPACTS FROM TYPHOON MERBOK**

WHEREAS, the City of Nome was impacted with record levels of flooding from Typhoon Merbok; and

WHEREAS, this record flooding impacted property owners along Front St in the City of Nome; and

WHEREAS, some of these Front Street properties are active businesses which occupy an important place in the Nome economy, providing employment and resident housing; and

WHEREAS, the City Manager has developed a “bridge loan” program, whereby up to \$25,000 loans will be available to Front St property owners at zero percent (0%) interest for up to nine months or until property owners receive funding from another source such as property insurance, flood insurance, FEMA, or State of Alaska storm recovery assistance programs; and

WHEREAS, failure to reimburse the City of Nome may result in a ten percent (10%) per annum rate of interest on the unpaid portion of the loan:

NOW THEREFORE BE IT RESOLVED, that the Nome Common Council authorizes the City Manager to provide Bridge Loan funding, at terms described above and attached, to property owners along Front St. for up to \$25,000.00.

APPROVED and SIGNED this 3rd day of October, 2022.

JOHN K. HANDELAND

Mayor

ATTEST:

BRYANT HAMMOND

City Clerk

DRAFT LOAN AGREEMENT

Between City of Nome and _____ for a Bridge Loan/Short-term Loan to Promote Recovery from the Impact of Typhoon Merbok.

Recitals:

- a. The City suffered devastating effects from Typhoon Merbok in September of 2022.
- b. The City has determined that the funds are best utilized to provide short-term loans to businesses impacted by the storm to allow them to continue to serve the community and to avoid disruptions to residents' employment.

Agreement: The parties agree as follows:

1. This Loan Agreement (Agreement) is made this _____ day of _____, 2022, between the City of Nome and _____ (Borrower), for the benefit of _____ (Name of Business).
2. The City will provide a loan to Borrower in the amount of _____. The loan shall be repaid in full, per the terms of the simultaneously executed promissory note, nine (9) months from the date of this agreement. Interest at the rate of ten percent (10%) per annum shall accrue on any unpaid balance.
3. The funds are to be used for the purpose of recovery from the impacts of the recent storm, Typhoon Merbok. Permitted uses include, but are not limited to, repair and maintenance to business premises or equipment, purchasing damaged supplies or wares, payroll, or other business-related expenses. Personal use of the loaned funds is prohibited. The City reserves the right to request documentation of expenditure of the funds. Failure to provide such documentation is a breach of the agreement. This agreement is not transferable and may not be assigned.
4. This Agreement shall be construed and governed by the laws of the State of Alaska. Venue for any dispute related to this Agreement shall lie exclusively with the trial courts for the State of Alaska, Second Judicial District at Nome, Alaska.

Dated: _____.

Dated: _____.

Borrower: _____.

City Manager

Signed: _____.

Signed: _____.