

Denali Borough, Alaska
ORDINANCE NO. 15-02

INTRODUCED BY: Mayor Clay Walker

AN ORDINANCE FOR THE DENALI BOROUGH AMENDING THE BUDGET FOR FISCAL YEAR 2015.

BE IT ENACTED BY THE ASSEMBLY OF THE DENALI BOROUGH:

Section 1. Classification.

This is a non-code ordinance.

Section 2. General Provisions.

The budget lists the authorized revenues and expenditures for the period July 1, 2014 through June 30, 2015 and is made a matter of public record.

GENERAL FUND - The general fund is the general operating fund of the Borough. This fund accounts for all transactions not recorded in other funds and receives financial support from such sources as overnight accommodation and severance taxes, and intergovernmental revenues.

Estimated Revenue	PROPOSED FY 2015	BUDGETED FY 2015	ACTUAL FY 2014
Taxes:			
3110 Overnight Accommodation Tax	2,800,000	2,700,000	3,067,856
3120 Severance Tax	90,000	90,000	91,569
Intergovernmental, Federal:			
3210 PILT Act	304,000	304,000	304,186
Intergovernmental, State:			
3310 Revenue Sharing	499,537	457,272	503,105
3320 PERS Paid by State	70,000	35,000	40,468
3330 Electricity/Telephone Co-op Tax	50,000	46,000	51,103
Other:			
3410 Interest Income	24,000	18,000	23,504
3910 Miscellaneous Income	3,000	2,000	5,595
TOTAL REVENUE	\$3,840,537	\$3,652,272	\$4,087,386

Denali Borough Code of Ordinances 3.05.020(c) "Forward Funding Requirement. BUDGETED expenditures shall not exceed the total available reserves and the revenues collected but not expended or allocated at the time the BUDGETED budget is adopted." Maximum General Fund expenditures for FY2015 is \$6,667,041 as of May 14, 2014.

Assembly Expenses	PROPOSED FY 2015	BUDGETED FY 2015	ACTUAL FY 2014
4001 Nonstaff Stipends	22,200	22,200	20,600
4006 Staff Salaries	121,310	121,310	116,116
4011 Staff Benefits	180,000	170,988	144,432
4012 Nonstaff Benefits	5,500	2,500	3,579
4014 Workers Compensation	700	500	0
4021 Nonstaff Travel	8,000	10,000	4,948
4022 Staff Travel	6,000	6,000	2,916
4025 Staff Training	2,000	4,000	1,238
4026 Nonstaff Training	3,000	4,000	150
4030 Rent	30,000	30,000	25,773
4031 Utilities	6,000	6,000	4,266
4038 Janitorial Services	2,400	2,400	2,268
4040 Elections	13,000	13,000	6,000
4041 Codification of Municipal Code	3,000	3,000	1,284
4050 Equipment	16,000	20,000	11,465
4052 Repairs and Maintenance	16,000	4,000	2,726

Assembly Expenses	PROPOSED FY 2015	BUDGETED FY 2015	ACTUAL FY 2014
4055 Equipment Rental	2,000	2,000	1,152
4060 Supplies	6,000	8,000	5,078
4061 Dues/Subscriptions/Advertising	7,500	7,500	8,820
4062 Postage	5,000	5,000	4,180
4082 Audit Fees	30,000	30,000	25,274
4083 Overnight Accommodations Audit Fees	10,000	10,000	5,419
4300 Budgetary Reserve	0	835,658	0
4310 Contingency	5,000	5,000	2,429
ASSEMBLY TOTAL EXPENSES	\$500,610	\$1,323,056	\$400,112

Mayor Expenses	PROPOSED FY 2015	BUDGETED FY 2015	ACTUAL FY 2014
4005 Mayor Salary	70,000	72,000	65,250
4006 Staff Salaries	98,000	109,518	74,781
4009 Staff Leave Replacement	3,000	3,000	0
4010 Mayor Benefits	94,000	86,407	84,593
4011 Staff Benefits	180,000	200,994	173,887
4014 Workers Compensation	1,000	1,500	1,500
4022 Staff Travel	3,500	5,000	2,180
4023 Mayor Travel	8,000	9,000	6,842
4025 Staff Training	2,000	2,000	975
4031 Utilities	1,800	1,800	737
4050 Equipment	5,000	5,000	330
4064 Bank Fees	8,000	5,000	3,511
4070 Vehicle Insurance	800	800	709
4071 Property Insurance	150	150	100
4073 Bonding & Insurance	12,500	12,500	11,410
4080 Consultant Fees	22,000	22,000	15,161
4081 Attorney Fees	18,000	18,000	10,800
4310 Contingency	5,000	5,000	2,176
4330 Emergency Fuel Reserve	0	6,000	0
5100 Public Safety Contributions	298,235	298,235	274,682
5110 Public Safety Per Capita Funding	44,794	44,794	44,794
5200 Nonprofit Contributions	74,306	74,306	60,281
5300 Revenue Sharing Distribution	40,400	36,582	41,508
5400 Community Events	5,000	5,000	3,522
MAYOR TOTAL EXPENSES	\$995,485	\$1,024,586	\$879,730

Estimated School District Expenses	PROPOSED FY 2015	BUDGETED FY 2015	ACTUAL FY 2014
Denali Borough School District:			
School Operating Fund			
7010 Mandatory Contribution	660,233	660,233	658,294
7020 Additional Allowable Contribution	1,548,567	1,548,567	1,572,409
SCHOOL DISTRICT TOTAL EXPENSES	\$2,208,800	\$2,208,800	\$2,230,703

Deposits to Borough Fund Accounts:	PROPOSED FY 2015	BUDGETED FY 2015	ACTUAL FY 2014
1046 Disaster Contingency Reserve Fund	1,000	1,000	1,000
9120 To Special Revenue (EMPG)	12,000	12,000	12,000
9130 To Capital Projects Fund	10,000	10,000	5,000
9130 To Capital Projects Fund (Cap Imp Fund)	126,074	0	0
9150 To Major School Maintenance Reserve Fund	111,074	56,000	68,604
9160 To Land Enterprise Fund (Land Mgt Fund)	100,000	171,000	75,000
9170 To Solid Waste (Landfill Closure Fund)	5,000	5,000	5,000
9170 To Solid Waste (SW Equip Reserve Fund)	135,000	30,000	46,604
9170 To Solid Waste (Solid Waste Enterprise Fund)	0	100,000	125,000
BOROUGH FUND ACCOUNTS TOTAL DEPOSITS	\$500,148	\$385,000	\$338,208

	PROPOSED FY 2015	BUDGETED FY 2015	ACTUAL FY 2014
Matching Grant Expenses:			
	45,717	45,717	30,440
MATCHING GRANTS TOTAL EXPENSES	\$45,717	\$45,717	\$30,440
GENERAL FUND TOTAL EXPENSES	\$4,250,760	\$4,987,159	\$3,879,193

ENTERPRISE FUNDS - The Borough has two enterprise funds that are used to account for the revenues earned, expenses incurred, and net income of the enterprise activities. These funds are financed and operated in a manner similar to a private business enterprise - where the intent of the Borough is that costs of providing goods or services to the general public be financed or recovered primarily through user charges or where the Assembly has decided that the calculation of annual net income is necessary for management accountability. Expenditures are controlled by means of the annual budget appropriation. The Borough's enterprise funds are Land Management and Solid Waste.

LAND MANAGEMENT FUND	PROPOSED	BUDGETED	ACTUAL
Estimated Revenue	FY 2015	FY 2015	FY 2014
3320 PERS Paid by State	18,000	8,000	7,662
3410 Interest Income	150	150	64
TOTAL REVENUE	18,150	8,150	7,726

Land Management Expenses	PROPOSED	BUDGETED	ACTUAL
	FY 2015	FY 2015	FY 2014
4001 Nonstaff Stipends	11,100	11,100	9,000
4006 Staff Salaries	62,110	62,110	59,244
4011 Staff Benefits	80,000	72,752	62,137
4012 Nonstaff Benefits	1,300	850	689
4014 Workers Compensation	350	325	289
4021 Nonstaff Travel	6,000	5,000	3,219
4022 Staff Travel	3,000	6,000	3,507
4025 Staff Training	3,000	5,000	2,605
4026 Nonstaff Training	4,000	4,000	1,040
4030 Rent	7,500	7,500	7,235
4031 Utilities	1,000	2,000	746
4038 Janitorial Services	1,800	1,800	1,098
4050 Equipment	5,000	5,000	288
4052 Repairs and Maintenance	2,000	2,000	1,369
4060 Supplies	2,000	3,000	640
4061 Dues/Subscriptions/Advertising	2,500	2,500	320
4062 Postage	500	1,500	0
4081 Attorney Fees	2,000	2,000	0
4202 Land Administration	40,000	70,000	22,380
4310 Contingency	3,000	3,000	62
LAND MANAGEMENT TOTAL EXPENSES	\$ 238,160	\$ 267,437	\$ 175,867

SOLID WASTE FUND	PROPOSED	BUDGETED	ACTUAL
Estimated Revenue	FY 2015	FY 2015	FY 2014
<u>Projected Operating Revenue</u>			
3320 PERS Paid by State	30,000	9,000	19,007
3410 Interest Income	3,500	3,500	4,468
3710 Tipping Fees	360,000	320,000	451,357
3720 Cover	5,000	5,000	94,161
SOLID WASTE TOTAL REVENUE	398,500	337,500	568,993

Solid Waste Expenses	PROPOSED	BUDGETED	ACTUAL
	FY 2015	FY 2015	FY 2014
4006 Staff Salaries	160,000	138,700	130,392
4011 Staff Benefits	175,054	175,054	147,356
4014 Workers Compensation	9,000	13,000	9,519
4022 Staff Travel	2,500	5,000	3,838
4025 Staff Training	1,200	2,000	1,950
4030 Rent	3,620	3,620	3,617
4031 Utilities	14,000	14,000	9,227
4033 Heating Fuel	10,000	11,000	8,045
4050 Equipment	30,000	30,000	2,471
4051 Safety Equipment	3,000	4,000	1,289

Solid Waste Expenses	PROPOSED FY 2015	BUDGETED FY 2015	ACTUAL FY 2014
4052 Repairs and Maintenance	50,000	50,000	27,527
4053 Equipment Fuel (Diesel)	35,000	35,000	23,893
4054 Equipment Fuel (Gas)	2,000	2,000	576
4056 Snow Plowing	4,000	4,000	2,805
4057 Tools	3,000	3,000	841
4060 Supplies	6,000	10,000	4,387
4061 Dues/Subscriptions/Advertising	1,500	1,500	630
4062 Postage	250	1,000	492
4063 Freight	1,000	1,000	933
4064 Bank Fees	1,000	1,000	492
4070 Vehicle Insurance	2,250	2,250	2,125
4071 Property Insurance	850	700	655
4072 Equipment Insurance	2,600	2,600	2,393
4080 Consultant Fees	8,000	8,000	5,250
4100 Survey Fees	15,000	4,000	3,000
4101 CTS Hauling Fees	30,000	35,000	29,108
4102 Cover and Cell Maintenance	5,000	8,000	0
4103 Well Monitoring	25,000	20,000	18,594
4105 HHW Disposal	10,000	10,000	14,841
4107 DEC Inspections and Permits	6,500	5,000	3,171
4310 Contingency	3,000	3,000	5,000
SOLID WASTE TOTAL EXPENSES	\$620,324	\$603,424	\$464,415

Section 3. Authorization and Appropriation.

The appropriations are adopted and authorized for the period July 1, 2014 through June 30, 2015.

Section 4. Budget Narrative.

The following is a line item breakdown narrative of amendments of note to the Fiscal Year 2015 budget.

GENERAL FUND

General Fund Expenses

Mayor:

5300 **Revenue Sharing Distribution** - Proportional payments of Community Revenue Sharing received from the State of Alaska on behalf of certified unincorporated communities. Funding is as follows:

Cantwell Volunteer Fire Department	\$20,200
Tri-Valley Volunteer Fire Department	\$20,200
	\$40,400

Deposits to Borough Fund Accounts:

- 4320 **Disaster Contingency Reserve Fund** - Fund set aside per DBC 3.20.090 for the purpose of costs associated with the mitigation of, or response to, an emergency or disaster situation.
- 9120 **To Special Revenue (EMPG)** - Required local match for Grant 14EMPG-GR35586.
- 9130 **To Capital Projects Fund** - A reserve fund for capital projects per DBC 3.20.080.
- 9130 **To Capital Projects Fund (Capital Improvement Fund)** - Fund set aside per DBC 3.20.070 to disperse capital improvement funds in the Denali Borough. Amendment creates a deposit which includes a portion (\$55,074) of one-half the revenue earned by the Permanent Investment fund in FY2014 (\$110,149) per Denali Borough Charter 9.17.
- 9150 **To Major School Maintenance Reserve Fund** - Funds in this reserve account may only be used to maintain a satisfactory and safe condition of preexisting facilities per DBC 3.20.060(F). Amendment increases the deposit amount by \$55,074, which is a portion of one-half the revenue earned by the Permanent Investment fund in FY2014 (\$110,149) per Denali Borough Charter 9.17.
- 9160 **To Land Enterprise Fund (Land Management Fund)** - The operating fund for all activities that concern the acquisition and administration of Borough land per DBC 4.20.010.
- 9170 **To Solid Waste (Landfill Closure Fund)** - Fund set aside for the purpose of costs associated with the cover and closure of the landfill.

9170 To Solid Waste (Solid Waste Equipment Reserve Fund) - Fund set aside for the purpose of purchasing Solid Waste equipment.

9170 To Solid Waste (Solid Waste Enterprise Fund) - The operating fund for all activities that concern the Borough landfill and transfer station.

Section 5. Effective Date.

This ordinance becomes effective upon its adoption by the Denali Borough Assembly and signature of the Denali Borough Mayor.

DATE INTRODUCED:	<u>March 11, 2015</u>
FIRST READING:	<u>March 11, 2015</u>
PUBLIC HEARING:	<u>April 8, 2015</u>

PASSED and APPROVED by the DENALI BOROUGH ASSEMBLY this 8th day of April, 2015.

Passed Unanimously


Borough Mayor


Borough Clerk

