

DENALI BOROUGH, ALASKA
ORDINANCE NO. 16-08

INTRODUCED BY: Mayor Clay Walker

AN ORDINANCE APPROVING APPROPRIATION OF AN ADDITIONAL UP TO \$200,000 FROM THE MAJOR SCHOOL MAINTENANCE RESERVE FUND FOR EXPENSES RELATED TO THE CANTWELL K-12 SCHOOL SPRINKLER INSTALLATION AND FIRE ALARM UPGRADE

BE IT ENACTED by the Assembly of the Denali Borough, Alaska that:

Section 1. Classification. This ordinance is a non-code ordinance.

Section 2. Background. The Denali Borough entered into an agreement with the State of Alaska, Department of Education and Early Development in August, 2013 for a Cantwell K-12 School Sprinkler Installation and Fire Alarm Upgrade grant (GR-14-009) in the amount of \$704,863 with a local participating share in the amount of \$176,216.

The Denali Borough Assembly adopted Ordinance 13-12, appropriating up to \$176,216 from the Major School Maintenance Fund as the participating share of the GR-14-009 Cantwell K-12 School Sprinkler and Fire Alarm Upgrade project, on October 13, 2013.

To offset expected budget overages, the Denali Borough School District School Board approved a transfer to the Denali Borough of up to \$100,000 for the purpose of the Cantwell Sprinkler project at their regular meeting held December 17, 2015.

The Denali Borough Assembly adopted Ordinance 16-04 approving acceptance from the Denali Borough School District of, and appropriating, up to \$100,000 from the Major School Maintenance Reserve Fund for expenses related to the Cantwell K-12 School Sprinkler and Fire Alarm Upgrade project on February 10, 2016.

The low bid received in response to Invitation for Bid 16-05, posted by Stantec Architecture, Inc., for the project was roughly \$1.2 million.

To allow the project to proceed after the unexpectedly high dollar amount of the lowest bid received, the Denali Borough School District School Board approved an appropriation of up to \$400,000 for the purpose of the Cantwell Sprinkler project at their regular meeting held March 24, 2016.

Section 3. Purpose. The Denali Borough appreciates the commitment of the Denali Borough School District (DBSD) to complete this vital project. The purpose of this ordinance is to offset the DBSD commitment total of \$500,000 by appropriating up to \$200,000 from the Major School Maintenance Reserve Fund for the Cantwell K-12 School Sprinkler Installation and Fire Alarm Upgrade.

This amount is in addition to the local participating share amount of \$176,216 and up to \$100,000 received from the Denali Borough School District per Ordinance 16-04.

Section 4. Procedures. After such time that expenditures exceed the full amount of grant GR-14-009, the Denali Borough will request transfer of funds from DBSD by providing documentation of expenses to include billing information and proof of payment, up to \$100,000. After such time as \$100,000 has been expended, the Denali Borough will then request payment by providing billing information to DBSD. After DBSD has expended \$200,000 under this process, the Denali Borough will pay additional billings up to \$200,000.

Section 5. Effective Date. This ordinance becomes effective upon adoption by the Denali Borough Assembly and signature of the Denali Borough Mayor.

DATE INTRODUCED: April 13, 2016
FIRST READING: May 11, 2016
PUBLIC HEARING: May 11, 2016

PASSED and APPROVED by the Denali Borough Assembly this 11th day of May, 2016.



Clay Walker, Mayor

ATTEST: 

Gail Pieknik, Borough Clerk

PASSED UNANIMOUSLY
Absent: Paddy TATUM

