

Proposed by:	Administration
First Reading:	08/07/2008
Second Reading:	08/21/2008
Vote: 5 Aye	0 Nay 1 Absent

## MUNICIPALITY OF SKAGWAY, ALASKA ORDINANCE 08-17

**AN ORDINANCE OF THE MUNICIPALITY OF SKAGWAY, ALASKA AMENDING THE FY09 SALES TAX AND CAPITAL PROJECTS FUNDS TO REDUCE THE AMOUNT TO BE BUDGETED FOR THE WAVE BARRIER PROJECT AND INCLUDE OTHER CAPITAL PROJECTS AS NOTED BELOW. ALSO, AMENDING THE BOND AND SALES TAX FUND BUDGETS TO INCLUDE THE FIRST INSTALLMENT OF THE CLINIC BOND. FINALLY, AMENDING THE LAND FUND BUDGET TO INCLUDE COSTS ASSOCIATED WITH THE CONSTRUCTION OF THE TOAD CIRCLE ROAD, DESIGN OF THE NAHKU POINT ROAD, AND SURVEY OF MUNICIPAL ENTITLEMENT LANDS.**

**WHEREAS**, a change to the Sales Tax – Capital Projects is necessary as follows:

1. Wave Barrier Project – The scope of this project is being reduced in FY09 due to permitting issues with the State of Alaska. As a result, the Capital Projects expense budget is reduced the by \$1,173,000.
2. Rifle Range Project – \$250,000 The amount in the adopted FY09 budget was not enough for the cost of the project.
3. Code Re-write/Personnel Policy Update – \$10,000 This is a project that was in progress at the end of FY08 and should be carried forward to FY09 for completion.
4. Comprehensive Plan - \$30,000 This is another project that was in progress and the end of FY08 and should be carried forward to FY09 for completion.
5. Overlook Project - \$140,120 Planning and construction costs to replace the Overlook on the Dyea Road.
6. Transportation Park/Engine 195 - \$20,000 Clean up of the area that houses Engine 195 and other historic equipment to include removal/clean up of cottonwood trees in the Veteran's Park.
7. Port Promotion - \$20,000 Cost of promoting the Port of Skagway such as hosting displays at industry marketing events, travel to regional conferences, and industry advertising.
8. Sewer Treatment Plant Engineering - \$200,000 Engineering for updates to the Sewer Treatment Plant to address concerns brought forward by the EPA.
9. Airport Replat - \$20,000 Cost to replat lands along Alaska Street involved in the airport project replat of 1999
10. Upper Lake Trail Restoration - \$20,000 Cost of increase in fuel/transportation.

**WHEREAS**, a change to the Bond Fund – Sales Tax fund budgets are necessary as Follows:

1. Clinic Bond Payment - \$353,000 – An increase to the Bond Fund revenue and expense budgets are necessary to fund and plan for the first installment of principal and interest due on the Clinic Bond in FY09. This also results in an increase to the Sales Tax transfers to the Bond Fund as the Sales Tax funds the repayment of Municipal bonds.

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**WHEREAS**, a change to the Land Fund Budget is necessary as follows:

1. Toad Circle Road - \$100,000 Costs for construction and management of the Toad Circle Road Project
2. Nahku Point Road Design - \$100,000 Costs for the design of the road in the Taiya Inlet Subdivision in preparation for land disposal.
3. Entitlement Land Surveying - \$200,000 Costs associated with the survey required to gain ownership of lands. We have received survey instructions for 6 additional parcels of land in the Municipal Entitlement Land.

**NOW THEREFORE, BE IT ORDAINED AND ENACTED BY THE MUNICIPALITY OF SKAGWAY, ALASKA AS FOLLOWS:**

**Section 1.** Classification. This ordinance is not of a general and permanent nature and shall not become a part of the Skagway Municipal Code.

**Section 2.** Purpose. To amend the FY09 Sales Tax and Capital Projects Funds to remove the Wave Barrier Project and include other Capital Projects as noted in the attachment. Also, amending the Sales Tax and Bond Fund Budgets to include the first installment of the Clinic Bond. Finally, amending the Land Fund budget to include costs associated with the construction of the Toad Circle Road, design of the Taiya Point Road, and survey of municipal entitlement lands.

**Section 3.** Amendment. The FY09 Sales Tax Fund, Bond Fund, Land Fund and Capital Projects Budgets are hereby amended as specified in Attachment "A".

**Section 4.** Effective Date. This ordinance shall become effective immediately upon adoption.

**PASSED AND APPROVED** this 21<sup>st</sup> day of August, 2008

\_\_\_\_\_  
Thomas D. Cochran, Mayor

ATTEST:

\_\_\_\_\_  
Marjorie D. Harris, Borough Clerk

(SEAL)

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<b>SALES TAX:</b>		<b>FY09 Adopted</b>	<b>Proposed</b>	<b>Budget after</b>
		<b>BUDGET</b>	<b>Amendment</b>	<b>Amendment</b>
<b>REVENUE:</b>				
5530 TAXES		6,000,000	0.00	6,000,000
5520 PENALTY/INT		20,000	0.00	20,000
5510 INTEREST		15,000	0.00	15,000
TIMBER RECEIPTS (school funding)		0	0.00	0
DEFERRED REVENUE				0
- RCI FY00 Donation		0	0.00	0
RESERVES				0
-Equipment Reserves		0	0.00	0
-Building Reserves		0	0.00	0
Project carry over from prior FY		0	0.00	0
<b>TOTAL</b>		<b>6,035,000</b>	<b>0.00</b>	<b>6,035,000</b>
<b>EXPENSES:</b>				
<b>CONTRACTUAL</b>				
7730 .01 HEALTH CENTER		294,758	0.00	294,758
7745 SCHOOL-Formula Funding		1,228,898	0.00	1,228,898
7750 -Activities/Food Svc/Tech		212,267	0.00	212,267
7742 -Lynn Canal Counseling Donation		13,000	0.00	13,000
7725 .01 Daycare Assistance/Teen Center		15,000	0.00	15,000
<b>TRANSFERS:</b>				
7775 GENERAL Prior FY int		15,000	0.00	15,000
7780 GENERAL-mill rate		0	0.00	0
7755 .01 BOND (sewer/water)		48,100	0.00	48,100
7760 .02 BOND (Incinerator)		120,934	0.00	120,934
7765 .03 BOND (McCabe)		128,665	0.00	128,665
7766 .04 BOND (Clinic)		0	353,000.00	353,000
7770 GENERAL -Equip		394,117	0.00	394,117
7795 TOURISM		256,691	0.00	256,691
CAPITAL PROJECTS		3,198,992	(353,000.00)	2,845,992
0 DEDICATED FUND BAL				
.01 Equip Reserves		0	0.00	0
.02 Building Maint Reserv		0	0.00	0
<b>TOTAL</b>		<b>5,926,422</b>	<b>0.00</b>	<b>5,926,422</b>

<b>BOND</b>		<b>FY09 BUDGET</b>	<b>Proposed</b>	<b>Budget after</b>
<b>(Debt Service)</b>			<b>Amendment</b>	<b>Amendment</b>
<b>REVENUE:</b>				
<b>TRSR - SALES TAX</b>				
5150 -Water/Sewer		48,100	0.00	48,100.00
5120 -Incinerator		120,934	0.00	120,934.00
5130 -McCabe		128,665	0.00	128,665.00
5160 -Clinic		0	353,000.00	353,000.00
INTEREST		0		
<b>TOTAL</b>		<b>297,699</b>	<b>353,000</b>	<b>650,699</b>
<b>EXPENSES:</b>				
<b>BOND PYMTS</b>				
7115 -Water/Sewer		48,100	0.00	48,100.00
7105 -Incinerator		120,934	0.00	120,934.00
7110 -McCabe		128,665	0.00	128,665.00
7120 -Clinic		0	353,000.00	353,000.00
<b>TOTAL</b>		<b>297,699</b>	<b>353,000.00</b>	<b>650,699.00</b>

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<b>LAND</b>		<b>FY09 BUDGET</b>	<b>Proposed Amendment</b>	<b>Budget after Amendment</b>
<b>REVENUE</b>				
5360 PRINCIPAL PYMTS		47,262	0	47,262
5320 INTEREST PYMTS		30,034	0	30,034
5340 INT. ON INVEST. RESERVES		100,000 0	0 322,704	100,000 322,704
5350 TRANSFER FROM SALES TAX		0	0	0
<b>TOTAL</b>		<b>177,296</b>	<b>322,704</b>	<b>500,000</b>
<b>EXPENSES</b>				
7305 CONTRACTUAL		0	400,000	400,000
7310 TRSF TO GEN		100,000	0	100,000
<b>TOTAL</b>		<b>100,000</b>	<b>400,000</b>	<b>500,000</b>
<b>CAPITAL PROJECTS FUND</b>		<b>FY09 BUDGET</b>		
<b>REVENUE:</b>				
<i>GRANT REVENUE:</i>				
BOOSTER STATION - EPA		240,000	0.00	240,000
BOOSTER STATION - State of AK		450,000	0.00	450,000
CLINIC GRANT - RASMUSON		800,000	0.00	800,000
CLINIC GRANT - STATE OF ALASKA		1,000,000	0.00	1,000,000
CLINIC GRANT - DENALI COMMISSION		2,200,000	0.00	2,200,000
SEAWALK GRANT - STATE OF ALASKA		2,000,000	0.00	2,000,000
UPPER LAKE OUTHOUSE GRANT - STATE OF AK		24,306	0.00	24,306
UPPER LAKE TRAIL GRANT - STATE OF AK		18,352	0.00	18,352
WAVE BARRIER (DENALI COMM.)		500,000	0	500,000
				0
<b>TOTAL GRANT FUNDING</b>		<b>7,232,658</b>	<b>0</b>	<b>7,232,658</b>
<b>OTHER FUNDING SOURCE:</b>				
CLINIC BOND		5,000,000	0	5,000,000
<b>TRANSFERS</b>				
FROM SALES TAX		3,198,992	-353,000	2,845,992
STATE CVP EXCISE TAX		2,141,750	0	2,141,750
CARRY FORWARD		94,100	40,000	134,100
<b>TOTAL REVENUE</b>		<b>17,667,500</b>	<b>-313,000</b>	<b>17,354,500</b>
<b>CAPITAL PROJECTS</b>				
AB HALL PAINTING		35,000		35,000
AIR QUALITY MONITORING		5,000		5,000
new project AIRPORT REPLAT		0	20,000	20,000
BOOSTER STATION/WELL		1,200,000		1,200,000
CANOL RESOURCE CORRIDOR STUDY		30,000		30,000
CEMETARY IMPROVMENTS		15,000		15,000
CLINIC PROJECT		9,000,000		9,000,000
carry forward CODE REWRITE/PERSONNEL POLICY UPDATE		0	10,000	10,000

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carry forward	COMPREHENSIVE PLAN	0	30,000	30,000
	DYEA FLATS SIGNAGE	30,000		30,000
	FIRE DEPT - HEATING SYSTEM UPGRADE	35,000		35,000
	FIRE DEPT - OSHA	24,650		24,650
	FIRE BLDG UPGRADE	39,500		39,500
	FIRE TRAINING FACILITY UPGRADE	3,000		3,000
	GIS MAPPING PROJECT	10,000		10,000
	GR CEMETARY STAIRS/RESTROOM	126,000		126,000
	LIBRARY - Fuel Tank	9,000		9,000
	McCABE BUILDING UPKEEP	100,000		100,000
	MUSEUM - Collection	25,000		25,000
new project	OVERLOOK PROJECT	0	140,120	140,120
	POLICE DEPT ELECTRICAL REPAIR	15,000		15,000
	PUBLIC SAFETY FACILITY ENGINEERING	100,000		100,000
	PUBLIC WORKS SHOP DOORS	24,000		24,000
	PUBLIC WORKS SHOP ROOF	15,000		15,000
new project	PORT PROMOTION	0	20,000	20,000
	RAPUZZI COLLECTION	185,750		185,750
	REC CENTER BOILER SYSTEM	80,000		80,000
updated budget	RIFLE RANGE	34,000	216,000	250,000
	RURAL WATER FIRE SUPPRESSION TANKS	5,000		5,000
	SCHOOL SPRINKLER SYSTEM	250,000		250,000
	SEAWALK	2,000,000		2,000,000
new project	SEWER TREATMENT PLANT ENGINEERING	0	200,000	200,000
	SKATE PARK	200,000		200,000
	STREET MAINT	160,000		160,000
	TRAIL MAINTENANCE	8,600		8,600
new project	TRANSPORTATION/ENGINE 195	0	20,000	20,000
	TREE REPLANTING	7,500		7,500
	UPPER DEWEY LAKE OUTHOUSE	30,500		30,500
updated budget	UPPER DEWEY LAKE TRAIL WORK	35,000	20,000	55,000
reduced budget	WAVE BARRIER	3,830,000	(1,029,120)	2,800,880
	<b>TOTAL</b>	<b>17,667,500</b>	<b>(\$353,000.00)</b>	<b>17,314,500</b>