

Proposed by:	Assemblyman S. Burnham
Attorney Review:	09/27/2017
Finance Review:	10/5/2017
Vote: 6 Aye	0 Nay 0 Absent

MUNICIPALITY OF SKAGWAY, ALASKA

RESOLUTION NO. 17-27R

A RESOLUTION OF THE MUNICIPALITY OF SKAGWAY, ALASKA AMENDING SOLID WASTE DISPOSAL RATES AND REPEALING RESOLUTION NO. 05-15R.

WHEREAS, in June of 2015 the Municipality of Skagway contracted with FCS Group to complete a Water, Wastewater, Solid Waste, and Harbor Service Rate Study, to assist the Municipality in maintaining financially stable utilities and promote a fair and equitable allocation of system costs to its customers; and

WHEREAS, the study concluded that the revenue received by the Municipality under the existing rates are not adequate to meet the forecasted needs of the utility; and

WHEREAS, under current conditions, the Garbage Enterprise Fund brings in approximately \$400,000 in revenues and covers approximately \$840,000 in expenses, and is partially subsidized by sales tax; and

WHEREAS, the Municipal Solid Waste Utility experiences a substantial service load increase for the months of May-September due to cruise ship, cruise passengers, and cruise ship crew waste disposal in the Municipality far exceeding the use of residents and in much greater numbers than other visitors to Skagway; and

WHEREAS, the substantial additional use of the Municipal Solid Waste Utility by the cruise ships, passengers and crew constitutes a service provided to the cruise ships, passengers and crew within the Alaska statutory guidelines for the use of Commercial Passenger Vessel funds; and

WHEREAS, even with the revenues, use of sales tax and the use of Commercial Passenger Vessel funding, the Garbage Enterprise Fund has a deficit resulting from the cost of services; and

WHEREAS, Scenario 2 as outlined in the study of the Solid Waste Utility proposes that rates increase by 9.5% per year in order to decrease the deficit in the Garbage Enterprise Fund and therefore the required municipal subsidy from other fund sources; and

WHEREAS, the Solid Waste Advisory Committee met on September 12, 2017, to discuss this potential rate increase, and voted to recommend that the Assembly increase solid waste disposal rates by 9.5% as proposed in Scenario 2 of the Water, Wastewater, Solid Waste, and Harbor Service Rate Study;

NOW, THEREFORE BE IT RESOLVED, by the Borough Assembly of the Municipality of Skagway that the following proposed solid waste disposal rates are approved and established:

MUNICIPALITY OF SKAGWAY**RESOLUTION NO. 17-27R**

Page 2 of 3

	PROPOSED INCREASE	9.5%	
	PROPOSED AMOUNT	CURRENT AMOUNT	FREQUENCY
GARBAGE RATES			
Residential, 1 can 1 x week	\$75.95	\$69.36	Per Quarter
Residential, 2 cans 1 x week	\$119.31	\$108.96	Per Quarter
Residential, Per can in excess of 2; 1 x week	\$52.10	\$47.58	Per Quarter
Residential dumpster service, per pickup	\$42.84	\$39.12	Each Instance
Dyea dumpster	\$30.22	\$27.60	Per Quarter
Commercial, 1 can 1 x week	\$88.41	\$80.74	Per Quarter
Commercial, 2 cans 1 x week	\$129.56	\$118.32	Per Quarter
Commercial, Per can in excess of 2; 1 x week	\$56.24	\$51.36	Per Quarter
Commercial dumpster service, per pickup	\$42.84	\$39.12	Each Instance
Ships, vessels - less than 125 passengers	\$400.77	\$366.00	Per 1/2 Hour
Ships, vessels - more than 125 passengers	\$729.27	\$666.00	Per 1/2 Hour
Dumpster rental	\$151.11	\$138.00	Per Quarter
Dumpster purchase, plus freight	Actual Cost	Actual Cost	Each Instance
Repair of privately owned dumpster, plus actual cost of parts	\$24.31	\$22.20	Per Hour
Incinerator - minimum fee	\$13.14	\$12.00	Each Instance
Incinerator surcharge - in excess of six cans	\$3.94	\$3.60	Per Can
Incinerator surcharge - in excess of one cubic yard	\$15.77	\$14.40	Per Cubic Yard
Appliances, furnaces, etc.	\$19.71	\$18.00	Each Instance
Automobiles, large steel frames, etc. (all debris must be removed)	\$183.96	\$168.00	Each Instance
Tires - 20" rims or smaller	\$6.57	\$6.00	Per Tire
Tires - 21" rims or larger	\$13.14	\$12.00	Per Tire
Extra garbage pickup service; 2 cubic yard minimum	\$52.56	\$48.00	Each Instance
Extra garbage pickup service; in excess of 2 cubic yards	\$24.31	\$22.20	Per Cubic Yard
Waste oil - by special arrangement	Actual Cost	Actual Cost	Each Instance
Hazardous materials and waste - by special arrangement	Actual Cost	Actual Cost	Each Instance

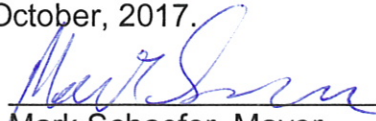
BE IT FURTHER RESOLVED, that the garbage rates established by this resolution shall take effect on January 1, 2018.

MUNICIPALITY OF SKAGWAY

RESOLUTION NO. 17-27R

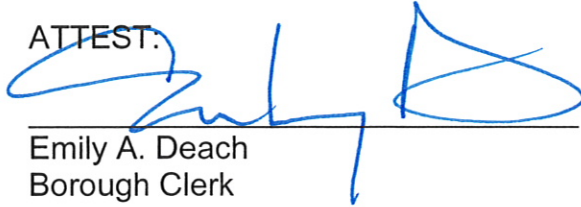
Page 3 of 3

PASSED AND APPROVED by a duly constituted quorum of the Borough Assembly of the Municipality of Skagway this 5th day of October, 2017.



Mark Schaefer, Mayor

ATTEST:



Emily A. Deach
Borough Clerk

(SEAL)

