

Denali Borough, Alaska

ORDINANCE NO. 23-02

INTRODUCED BY: Mayor Clay Walker

AN ORDINANCE FOR THE DENALI BOROUGH TO ESTABLISH AND ADOPT THE BUDGET FOR FISCAL YEAR 2023

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, 2022 through June 30, 2023 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, severance, marijuana and alcohol taxes and intergovernmental revenues.

Estimated Revenue		AMENDED FY 2023	PROPOSED FY 2023	ACTUAL FY 2022
Taxes:				
3110	Overnight Accommodation Tax	4,140,000	3,200,000	2,981,353
3120	Severance Tax	50,000	50,000	49,640
3130	Alcohol Tax	320,000	260,000	346,249
3140	Marijuana Tax	70,000	80,000	20,859
Intergovernmental, Federal:				
3210	PILT Act	411,411	405,240	405,240
3215	ARPA	203,659	203,659	203,659
Intergovernmental, State:				
3310	Community Assistance	381,173	338,323	353,953
3320	PERS Paid by State	14,120	-	35,502
3330	Electricity/Telephone Co-op Tax	47,213	47,213	47,393
3350	LGLRRG SLFRF	3,149,269	-	-
Other:				
3410	Interest Income	102,000	20,000	43,232
3910	Miscellaneous Income	2,000	2,000	6,397
3920	Penalties/Interest	5,650	-	-
TOTAL REVENUE		8,896,495	4,606,435	4,493,477

Denali Borough Code of Ordinances 3.05.020(c) "Forward Funding Requirement. Proposed expenditures shall not exceed the total available reserves and the revenues collected but not expended or allocated at the time the proposed budget is adopted." Maximum General Fund expenditures for FY 2023 is \$4,351,318 as of May 23, 2022.

Governance Expenses		AMENDED FY 2023	PROPOSED FY 2023	ACTUAL FY 2022
4001	Nonstaff Stipends	22,800	22,800	21,200
4005	Mayor Salary	96,202	96,202	92,872
4006	Staff Salaries	395,000	386,757	319,888
4010	Mayor Benefits	78,356	78,356	73,519
4011	Staff Benefits	392,153	392,153	268,748
4012	Nonstaff Benefits	1,910	-	1,637
4014	Workers Compensation	8,603	2,800	1,672
4021	Nonstaff Training & Travel	9,000	9,000	2,626
4022	Staff Training & Travel	19,000	21,000	3,548
4023	Mayor Conferences & Travel	11,000	9,000	4,441
4030	Rent	55,278	48,300	28,645
4031	Utilities	15,000	15,000	11,576
4032	Interest Expense	5,313	-	3,546
4035	IT Services	50,000	40,000	28,987
4038	Janitorial Services	4,500	4,000	2,476
4040	Elections	9,000	12,000	5,225
4050	Equipment	11,000	11,000	2,100
4052	Repairs and Maintenance	80,000	80,000	6,472
4060	Supplies	7,000	5,000	4,718
4061	Dues/Subscriptions/Advertising	7,000	7,000	4,586
4062	Postage	1,500	3,000	2,422
4064	Bank Fees	3,000	1,000	846
4070	Vehicle Insurance	1,088	900	717

4071	Property Insurance	3,723	2,100	1,598
4073	Insurance & Bonding	16,000	17,000	13,045
4080	Consultant Fees	50,000	38,000	14,749
4081	Attorney Fees	10,000	20,000	2,425
4082	Audit Services Fees	42,500	44,000	35,500
4083	Tax Audit Fees	5,000	5,000	-
4300	Budgetary Reserve	-	955,649	-
4310	Contingency	4,000	4,000	2,809
4320	Hazard Mitigation	12,000	12,000	-
5115	E911 Dispatch	280	280	-
5110	*Public Safety Per Capita Funding			
	Cantwell Volunteer Fire Department	6,570	6,570	6,570
	McKinley Volunteer Fire	5,550	5,550	5,550
	Tri-Valley Volunteer Fire	31,158	31,158	31,158
		43,278	43,278	43,278
5115	*E911 Dispatch	15,610	15,610	-
5200	*Nonprofit Contributions			
	Cantwell Community Library	6,804	6,804	5,000
	Denali Chamber of Commerce	13,500	13,500	5,000
	Denali Preschool and Learning Center	17,500	17,500	5,000
	Denali Visitor Center	15,000	15,000	5,000
	Healy Hockey Association	17,500	17,500	5,000
	Healy Valley Lions Club	10,000	10,000	-
	Kobe Farm Community	5,000	5,000	5,000
	Neighbor to Neighbor	9,600	9,600	-
	McKinley Community Club, Inc	16,500	16,500	5,000
	Panguingue Creek HOA/Fire Brigade	10,000	10,000	5,000
	Railbelt Mental Health	10,000	10,000	5,000
	Tri Valley Community Library	18,000	18,000	5,000
		149,404	149,404	50,000
	*Nonprofit Emergency Services			
	Denali Emergency Services Association	148,000	148,000	-
	McKinley Volunteer Fire Department	23,880	23,880	19,900
	Cantwell Volunteer Fire Department	21,171	21,171	15,813
	Tri-Valley Volunteer Fire Department	230,456	230,456	178,782
		423,507	423,507	214,495
5300	Revenue Sharing Distribution	47,367	46,035	47,367
5310	Municipal Assistance	50,000	50,000	40,000
5400	Community Events	4,000	4,000	2,041
5500	Economic Development	-	-	-
TOTAL GOVERNANCE EXPENSES		2,160,372	3,075,131	1,359,774
*Total Governance Expenses minus ARPA SLFRF/LGLRRG		1,528,573	2,443,332	
Estimated School District Expenses		AMENDED	PROPOSED	ESTIMATED
		FY 2023	FY 2023	FY 2022
Denali Borough School District: School Operating Fund				
7010	*Required Contribution	1,060,480	1,066,500	1,020,174
7020	*Additional Allowable Contribution	1,660,649	1,686,846	972,826
TOTAL SCHOOL DISTRICT EXPENSES		2,721,129	2,753,346	1,993,000
Matching Grant Expenses:		AMENDED	PROPOSED	ESTIMATED
		FY 2023	FY 2023	FY 2022
6000	Matching Grants	12,400	12,400	-
TOTAL MATCHING GRANT EXPENSES		12,400	12,400	-
Transfers from the General Fund to Enterprise Fund Accounts:		AMENDED	PROPOSED	ACTUAL
		FY 2023	FY 2023	FY 2022
9160	Land Enterprise Fund (Land Management Fund)	370,000	270,000	60,000
9170	Solid Waste (Landfill Closure Fund)	73,000	73,000	73,000
9170	Solid Waste Operating Fund	300,000	100,000	-
9170	Solid Waste (Equipment Reserve Fund)	200,000	-	200,000
TOTAL BOROUGH FUND ACCOUNT DEPOSITS		943,000	443,000	333,000
TOTAL GENERAL FUND EXPENSES		5,836,901	6,283,877	3,685,774
*Total General Fund expenses minus ARPA SLFRF/LGLRRG		2,483,973	2,898,732	
* ARPA/LGLRRG funds are dedicated to these contributions				

		AMENDED	PROPOSED	ESTIMATED
		FY 2023	FY 2023	FY 2022
Transfers from the General Fund to other General Fund Accounts:				
9005	From Permanent Investment Fund	-	-	(424,000)
1046	To Disaster Contingency Reserve Fund	-	-	-
9120	To Special Revenue (EMPG)	47,955	12,000	20,300
9130	To Capital Improvements Fund	-	-	-
9150	To Major School Maintenance Reserve Fund	-	-	100,000
9180	To Parks and Recreation Fund	-	-	134,000
9190	To Emergency Response Apparatus Fund	-	-	-
TOTAL TRANSFERS WITHIN GENERAL FUND ACCOUNTS		47,955	12,000	(169,700)

ENTERPRISE FUNDS - The Denali Borough has two enterprise funds that are used to account for revenues earned, expenses incurred, and net income of 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		AMENDED	PROPOSED	ESTIMATED
Estimated Revenue		FY 2023	FY 2023	FY 2022
3320	PERS Paid by State	1,400	1,000	4,438
3410	Interest Income	1,300	50	1,667
3500	Land Leases	17,297	24,100	2,300
3501	Interest Income - Lease	6,841	-	7,319
3600	Land Sales	-	2,300	39,209
3930	Application Fees	250	250	1,338
TOTAL REVENUE		27,088	27,700	56,271

LAND MANAGEMENT		AMENDED	PROPOSED	ESTIMATED
Land Management Expenses		FY 2023	FY 2023	FY 2022
4001	Nonstaff Stipends	11,400	11,400	8,800
4006	Staff Salaries	56,153	56,153	53,700
4011	Staff Benefits	38,926	38,926	48,252
4012	Nonstaff Benefits	872	872	681
4014	Workers Compensation	1,229	500	175
4021	Nonstaff Training & Travel	1,000	4,000	-
4022	Staff Training & Travel	3,000	7,000	821
4030	Rent	6,655	7,500	6,572
4031	Utilities	1,000	2,000	191
4032	Interest Expense	580	-	662
4035	IT Services	10,000	15,000	14,140
4038	Janitorial Services	1,300	500	1,248
4050	Equipment	2,000	6,000	237
4052	Repairs and Maintenance	3,000	1,000	35
4060	Supplies	1,500	2,000	2,005
4061	Dues/Subscriptions/Advertising	500	1,500	182
4062	Postage	500	1,000	17
4080	Consultant Fees	70,000	70,000	56,163
4081	Attorney Fees	10,000	12,000	580
4202	Land Administration	500	4,000	-
4205	Street Addressing	40,000	40,000	-
4310	Contingency	500	1,000	81
LAND MANAGEMENT OPERATING EXPENSES		260,615	282,351	194,541

TOTAL LAND MANAGEMENT EXPENSES		260,615	282,351	194,541
---------------------------------------	--	----------------	----------------	----------------

Land Management Fund Accounts

9021	To Land Management Fund From Land Sales Fund	-	-	150,000
	Land Management Capital Fund	-	-	-
TOTAL LAND MANAGEMENT ACCOUNT DEPOSITS		-	-	150,000

SOLID WASTE		AMENDED	PROPOSED	ESTIMATED
Estimated Revenue		FY 2023	FY 2023	FY 2022
Projected Operating Revenue				
3320	PERS Paid by State	4,520	-	14,299
3410	Interest Income	3,000	3,000	740
3710	Tipping Fees	510,000	490,000	483,137
3720	Cover	150	1,000	154
TOTAL SOLID WASTE REVENUE		517,670	494,000	498,331

SOLID WASTE		AMENDED	PROPOSED	ESTIMATED
Solid Waste Expenses		FY 2023	FY 2023	FY 2022

4006	Staff Salaries	226,473	212,994	216,120
4011	Staff Benefits	112,650	99,596	157,110
4014	Workers Compensation	3,692	15,000	13,973
4022	Staff Training & Travel	1,000	6,000	17
4031	Utilities	15,000	15,000	18,975
4033	Heating Fuel	12,000	16,000	10,204
4035	IT Services	7,600	10,000	6,926
4050	Equipment	12,000	7,200	7,546
4051	Safety Equipment	3,000	3,000	2,300
4052	Repairs and Maintenance	40,000	40,000	33,319
4053	Equipment Fuel (Diesel)	26,500	24,000	26,385
4054	Equipment Fuel (Gas)	500	500	730
4056	Snow Plowing	20,000	20,000	16,336
4057	Tools	3,500	3,000	3,526
4060	Supplies	3,500	3,000	2,947
4061	Dues/Subscriptions/Advertising	2,000	2,000	481
4062	Postage	-	500	-
4064	Bank Fees	12,500	10,500	9,517
4070	Vehicle Insurance	1,088	2,000	1,433
4071	Property Insurance	3,723	5,500	3,197
4072	Equipment Insurance	2,548	4,000	2,965
4080	Consultant Fees	6,000	6,000	-
4100	Survey Fees	10,000	10,000	7,000
4101	CTS/HTS Hauling Fees	45,000	45,000	35,931
4102	Cover and Cell Maintenance	3,000	4,000	-
4103	Well Monitoring	65,870	25,000	13,687
4104	Gas Monitoring	7,000	-	-
4105	HHW Disposal	5,000	10,000	-
4107	DEC Inspections and Permits	4,210	7,000	4,210
4310	Contingency	3,000	3,000	246
4320	Hazard Mitigation	3,000	4,000	-
SOLID WASTE OPERATING EXPENSES		661,354	613,790	595,080
TOTAL SOLID WASTE EXPENSES		661,354	613,790	595,080
Solid Waste Operating to Solid Waste Fund Accounts				
	Solid Waste Landfill Closure Fund	-	-	-
	Solid Waste Equipment Reserve Fund	-	-	-
TOTAL SOLID WASTE FUND ACCOUNT DEPOSITS		-	-	-

Section 3. Authorization and Appropriation.

The appropriations are adopted and authorized for the period July 1, 2022 through June 30, 2023.

Section 4. Budget Narrative.

The following is a line item breakdown narrative of the Fiscal Year 2023 budget.

GENERAL FUND

Governance Revenues

- 3110 **Overnight Accommodation Tax** - Projected revenues collected from the Borough's overnight accommodations tax.
- 3120 **Severance Tax** - Projected revenues collected from the Borough's severance tax.
- 3130 **Alcohol Tax**- Projected revenues collected from the Borough's alcohol tax.
- 3140 **Marijuana Tax**- Projected revenues collected from the Borough's marijuana tax.
- 3210 **PILT Act** - Payment In Lieu of Taxes (PILT) Act money is federal funding based on Borough population. This money is paid to the municipality "in lieu of taxes" on federal land.
- 3215 **ARPA** - American Rescue Plan Act - Used in compliance with Federal "State and Local Fiscal Recovery Funds" guidance in FY 2023- see line item 7020 narrative.
- 3310 **Community Assistance** - Community Assistance is determined by the State Legislature. The borough's distribution is **\$333,806** and **\$47,367** is distributed to community organizations under line item 5300.
- 3320 **PERS Paid by State** - On-behalf funding for PERS employer contributions from the State of Alaska.
- 3330 **Electricity/Telephone Co-op Tax** - Tax collected by the State of Alaska on kilowatt hours furnished by electric cooperatives recognized under AS 10 and gross revenues of qualified telephone cooperatives recognized under AS 10.25.
- 3350 **LGLRRG** - Local Government Lost Revenue Replacement Grant. The Borough plans to use these Federal "State and Local Fiscal Recovery Funds", passed through by the State, toward school and non-profit contributions in FY 2023.

- 3410 **Interest Income** - Interest income projections are based on actual amounts from previous year interest earnings.
- 3910 **Miscellaneous Income** - Miscellaneous income includes charges for copies, faxes, passport fees, returned check fees, etc.
- 3920 **Penalties/Interest** - Penalties and interest received from late payments from tax remittance.

Governance Expenses

- 4001 **Nonstaff Stipends** - Fixed, regular payments for Assembly members. (Based on eight Assembly members receiving stipends of \$200 per month and the Presiding Officer receiving \$250 per month for a period of twelve months, per DBC 2.05.050.)
- 4005 **Mayor Salary** - Mayor salary, per Assembly Ordinance, will be \$96,202 in FY 2023.
- 4006 **Staff Salaries** - Salaries for staff members as determined by FY 2023 Borough wage scale.
- 4010 **Mayor Benefits** - PERS and Supplemental Annuity Plan (SBS-AP) employer contribution rates, Medicare and health insurance costs for the Mayor.
- 4011 **Staff Benefits** - PERS and SBS employer contribution rates, contribution to a retirement account, Medicare, Social Security and health insurance costs for staff members. Includes potential liability for earned sick leave and vacation pay, as well as unemployment claims for former employees.
- 4012 **Nonstaff Benefits** - Elected Officials enrolled into the State Public Employees Retirement System (PERS) prior to 07/01/2006 are eligible to be enrolled in the PERS system. Benefits also include Medicare and Social Security.
- 4014 **Workers Compensation** - Workers compensation premiums are based on estimated payroll expenses.
- 4021 **Nonstaff Training & Travel** - Expenses associated with travel and education on official Borough business by Assembly members, per DBC 2.35. To include conference fees.
- 4022 **Staff Training & Travel** - Expenses associated with staff travel on official Borough or Alaska Municipal League (AML) affiliate business, may include per diem per DBC 2.35. Expenses associated with education related to an employee's performance or position as appropriate.
- 4023 **Mayor Conference & Travel** - Expenses associated with Mayor travel on official Borough business and to include conference fees (attend AML/Alaska Conference of Mayors (ACOM)/NACO Conferences, trips to Juneau to lobby for Borough issues.) Incidental Borough vehicle fuel is also included.
- 4030 **Rent** - Office rent. (General Fund rent for the main Borough office at the Tri-Valley Community Center @ \$2147.76 per month.)
- 4031 **Utilities** - Expenses for basic services such as electricity, telephone, internet service. (GF expenses include phone, fax, modem & DSL connection.)
- 4032 **Interest Expense** - Interest expense recorded for rent and leases. Per GASB 87, rental lease expenses are recorded in part as rent expense shown in line item 4030: Rent and interest expense.
- 4035 **IT Services** - Expenses for IT related services, including support, email services, website hosting, data storage and accounting software.
- 4038 **Janitorial Services** - Contracted services to clean the Borough office in the Tri-Valley Community Center.
- 4040 **Elections** - Expenses associated with Borough-wide elections.
- 4050 **Equipment** - Tangible property (other than land or buildings) used in the operation of Borough business and related freight, to include computer software, network server and credit card terminals.
- 4052 **Repairs and Maintenance** - Maintenance agreements, parts, materials, fluids and contracted labor related to repair and maintenance of tangible property including equipment and facilities. To include parts and maintenance for Borough vehicles and office copy machine and first-floor office space renovation at Tri-Valley Community Center.
- 4060 **Supplies** - Items used in the day to day operation of Borough business, to include freight/shipping.
- 4061 **Dues/Subscriptions/Advertising** - Association membership dues, newspaper subscriptions, postings in local papers. (To include AML dues, National Association of Counties (NACo) dues, AAMC, IIMC, GFOA, AGFOA dues.)
- 4062 **Postage** - Fees for mailings. (Includes annual bulk mail permit fees and box rental.)
- 4064 **Bank Fees** - Bank service charges on accounts, the cost of checks and credit card fees, as well as app market fees for the credit card machine.
- 4070 **Vehicle Insurance** - Insurance coverage on Borough vehicle (2013 Expedition).
- 4071 **Property Insurance** - Insurance coverage for borough office equipment.
- 4073 **Bonding & Insurance** - AML/JIA is the insurance carrier.

- 4080 **Consultant Fees** - Professional services of accountant and other consultants as needed. ProEquities Advisor services on General Fund CDs Portfolio and Permanent Investment Fund Portfolio. Fee is \$688 per month.
- 4081 **Attorney Fees** - Per contract, based on a monthly fee with additional funding for unforeseen litigation.
- 4082 **Audit Fees** - Annual audit of the Denali Borough financial statements per DBC 3.15.020 to include the landfill financial assurance debt ratio
- 4083 **Tax Audit Fees** - Fees for audits performed on specific overnight accommodations, alcohol and marijuana merchants, per DBC 3.25.120.
- 4300 **Budgetary Reserve** - Fifteen percent of the amount of funds available for budgeting on January 1 per DBC 3.05.040 (c). The amendment toward the end of the fiscal year zeroes out this unused budget item.
- 4310 **Contingency** - Unforeseen expenses not otherwise covered by a budget line item.
- 4320 **Hazard Mitigation** - Expenses for reducing or eliminating the long term risks to life and property in the borough from hazard events,
- 5110 **Public Safety Per Capita Funding** - Based on \$14 per person provided fire service, \$16 per person provided EMS service in each service area within the Denali Borough, per latest census population data. Revenue from the LGLRRG (line item 3350, received in FY 2022) is dedicated to this contribution. Funding is as follows:
- | | |
|--------------------------------------|----------|
| Cantwell Volunteer Fire Department | \$6,570 |
| McKinley Volunteer Fire Department | \$5,550 |
| Tri-Valley Volunteer Fire Department | \$31,158 |
- 5115 **E911 Dispatch** - Denali Borough and Denali Emergency Services Association have an agreement with the City of Fairbanks wherein City Dispatch provides services to all Denali Borough first responders, including the City of Anderson. Revenue from the LGLRRG (line item 3350, received in FY 2022) is dedicated to this contribution.
- 5200 **Nonprofit Contributions & Emergency Service and Public Safety Program** - Nonprofit Grant Program up to \$25,000 annual funding may be awarded per organization. *Emergency Service and Public Safety Program is to assist eligible nonprofit emergency services and public safety organizations, including fire departments and emergency response organizations, by providing supplemental funds for local programs and services that will benefit citizens of the Denali Borough.* Funding distribution as per award document. Revenue from the LGLRRG (line item 3350, received in FY22) is dedicated to this contribution.
- 5300 **Revenue Sharing Distribution** - Proportional payments of Community Assistance received from the State of Alaska on behalf of certified unincorporated communities. Funding is as follows:
- | | |
|--------------------------------------|----------|
| McKinley Volunteer Fire Department | \$15,789 |
| Cantwell Volunteer Fire Department | \$15,789 |
| Tri-Valley Volunteer Fire Department | \$15,789 |
- 5310 **Municipal Assistance Program** - Funds provided to Denali Borough incorporated municipalities to be used at the discretion of the municipality to support public functions. Funding is as follows:
- | | |
|------------------|----------|
| City of Anderson | \$50,000 |
|------------------|----------|
- 5400 **Community Events** - Borough-wide public outreach events including Winterfest in FY 2023.
- 5500 **Economic Development** - Funding to support economic development activities focused on job creation.

Denali Borough School District:

- 7010 **Required Contribution** - The mandatory contribution to the Denali Borough School District's operating fund as required by Alaska Statute 14.17.410. Estimated required contribution for FY 2023 is **\$1,060,480**. Revenue from the LGLRRG (line item 3350, received in FY 2022) is dedicated to this contribution.
- 7020 **Additional Allowable Contribution** - Additional contribution to the Denali Borough School District's operating fund. Estimated additional allowable contribution for FY 2023 is **\$1,660,649**. The ARPA revenue of \$203,659 (line 3215) is dedicated to this contribution as well as revenue from the LGLRRG (line item 3350, received in FY 2022.)

Transfers to Borough General Fund Accounts:

- 9005 **Permanent Investment Fund** - Permanent Investment Fund earnings as per DB Charter 9.17.4: "An amount, not to exceed one half of the interest, dividends and income earned the previous fiscal year, may by ordinance be appropriated by the Assembly to the general fund during the current fiscal year." Total Fund earnings in FY 2023 will be reflected in the annual financial statement.
- 1046 **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 **Special Revenue (EMPG)** - Required local match for anticipated EMPG Grant.
- 9130 **Capital Improvements Fund** - A reserve fund for capital improvement projects per DBC 3.20.070.
- 9150 **Major School Maintenance Reserve Fund** - Funds in this reserve account are only be used to maintain a satisfactory and safe condition of preexisting facilities per DBC 3.20.060(F).
- 9160 **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. \$270,000 of the general fund is dedicated to this fund.

- 9170 **Solid Waste (Equipment Reserve Fund)** - Fund set aside for the purpose of purchasing Solid Waste equipment per DBC 6.15.065(B).
- 9170 **Solid Waste (Landfill Closure Fund)** - Fund set aside for the purpose of costs associated with the cover and closure of the landfill per DBC 6.15.065(B)(3). \$73,000 of the general fund is dedicated to this fund.
- 9170 **Solid Waste Operating Fund**- \$100,000 of the general fund is dedicated to this fund.
- 9190 **Emergency Response Apparatus Fund** - A reserve fund for a program under which the Borough may support the acquisition of necessary emergency response apparatus by the independent fire departments and brigades within the Denali Borough.

Matching Grants:

6000 **Matching Grants** - Programs must be provided by a public or private nonprofit organization, a grant must have a minimum request of \$5,000 and may not exceed \$75,000, a twenty (20%) percent cash match is required by project's completion. FY 2023 grants are as follows:

McKinley Volunteer Fire Department	\$12,400
------------------------------------	----------

ENTERPRISE FUNDS

LAND MANAGEMENT FUND - The land management fund is the operating fund for all activities that concern the acquisition and administration of borough land.

Land Management Revenues

- 3320 **PERS Paid by State** - On-behalf funding for PERS employer contributions from the State of Alaska.
- 3600 **Land Sales** - Proceeds from the sale of Borough property.
- 3500 **Land Leases** - Proceeds from lease agreements within Borough property.
- 3501 **Interest Income - Leases** - Interest received from lease agreements with Borough property. Per GASB 87, proceeds from lease agreements are recorded in part as lease revenue shown in revenue line item 3500: Land Leases and interest income from leases.
- 3410 **Interest Income** - Interest income projections are based on actual amounts from previous year.
- 3390 **Application Fee** - Gravel sales and usage fees, based on previous year.

Land Management Expenses

- 4001 **Nonstaff Stipends** - Fixed, regular payments for Commission members. (Based on eight commission members receiving stipends of \$100 per month, the presiding officer receiving \$125 a month for a period of twelve months, per DBC 5.25.120.)
- 4006 **Staff Salaries** - Salaries for staff members as determined by Borough wage scale.
- 4011 **Staff Benefits** - PERS and SBS employer contribution rates, contribution to a retirement account, Medicare, Social Security and health insurance costs for staff members. Includes potential liability for earned sick leave and vacation pay, as well as unemployment claims for former employees.
- 4012 **Nonstaff Benefits** - Elected Officials enrolled into the State Public Employees Retirement System (PERS) prior to 07/01/2006 are eligible to be enrolled in the PERS system. Benefits also include Medicare and Social Security.
- 4014 **Workers Compensation** - Workers compensation premiums are based on estimated payroll expenses.
- 4021 **Nonstaff Training & Travel** - Expenses associated with travel and education on official Borough business by commission members, to include conference fees per DBC 2.35.
- 4022 **Staff Training & Travel** - Expenses associated with staff education and travel on official Borough or Alaska Municipal League (AML) affiliate business, to include conference fees and education fees related to employee's performance or position, may include per diem per
- 4030 **Rent** - Office rent. (Land Management rent at the Borough office at the Tri-Valley Community Center @\$602.88/month.)
- 4031 **Utilities** - Expenses for basic services such as electricity, gas, water, telephone, internet service. (LM expenses include phone, fax, modem & DSL connection.)
- 4032 **Interest Expense** - Interest expense recorded for rent and leases. Per GASB 87, rental lease expenses are recorded in part as rent expense shown in line item 4030: Rent and interest expense.
- 4035 **IT Services** - Expenses for IT related services, including support, email services, website hosting and data storage.
- 4038 **Janitorial Services** - Contracted services to clean the Borough office in the Tri-Valley Community Center.
- 4050 **Equipment** - Tangible property (other than land or buildings) used in the operation of Borough business and related freight, to include computer software.

- 4052 **Repairs and Maintenance** - Maintenance agreements, parts, materials, fluids and contracted labor related to repair and maintenance of tangible property including equipment and facilities.
- 4060 **Supplies** - Items used in the day to day operation of Borough business, to include freight/shipping.
- 4061 **Dues/Subscriptions/Advertising** - Association membership dues, conference registrations and newspaper subscriptions.
- 4062 **Postage** - Fees for mailing.
- 4080 **Consultant Fees** - Professional services, land surveying, land appraisals, consulting services and Geographic Information System (GIS) consultation services. Includes funding to carry out the Municipal Land Entitlement Boundary Survey program.
- 4081 **Attorney Fees** - Per contract, based on a monthly fee with additional funding for unforeseen litigation.
- 4202 **Land Administration** - Application fees and recording office fees.
- 4205 **Street Addressing** - Expenses related to house number signs, street signs, shipping, installation and maintenance costs.
- 4310 **Contingency** - Unforeseen expenses not otherwise covered by a budget line item.

Land Enterprise Fund Accounts:

Land Enterprise Fund Account - Fund for administration of borough and real property selection and land management program, including survey, engineering, and other costs related to the lease, sale or disposal of such real property.

SOLID WASTE ENTERPRISE FUND - The Solid Waste Enterprise Fund is the operating fund for all activities that concern the Borough Landfill and Transfer Stations.

Solid Waste Enterprise Revenues

- 3320 **PERS Paid by State** - On-behalf funding for PERS employer contributions from the State of Alaska.
- 3410 **Interest Income** - Interest income projections are based on actual amounts from previous year.
- 3710 **Tipping Fees** - Revenue derived from charges for solid waste received at landfill or transfer stations.
- 3720 **Cover** - Revenue derived from charges for cover material received at landfill.

Solid Waste Enterprise Expenses

- 4006 **Staff Salaries** - Salaries for staff members as determined by Borough wage scale.
- 4011 **Staff Benefits** - PERS and SBS employer contribution rates, contribution to a retirement account, Medicare, Social Security and health insurance costs for staff members. Includes potential liability for earned sick leave and vacation pay, as well as unemployment claims for former employees.
- 4014 **Workers Compensation** - Workers compensation premiums are based on estimated payroll expenses.
- 4022 **Staff Training & Travel** - Expenses associated with staff travel and education on official Borough or Alaska Municipal League (AML) affiliate business, performance and position as appropriate, may include per diem per DBC 2.35. (To include SWANA and Occupational Safety and Health Association (OSHA).)
- 4031 **Utilities** - Expenses for basic services such as electricity, gas, water, telephone and internet service.
- 4033 **Heating Fuel** - Heating fuel expenses for the Landfill.
- 4035 **IT Services** - Expenses for IT related services, including support, Scale IT, email services, website hosting and data storage.
- 4050 **Equipment** - Tangible property (other than land or buildings) used in the operation of Borough business and related freight, to include computer software and credit card terminals.
- 4051 **Safety Equipment** - Personal protection equipment, safety apparatus and supplies.
- 4052 **Repairs and Maintenance** - Maintenance agreements, parts, materials, fluids and contracted labor related to repair and maintenance of tangible property including equipment and facilities.
- 4053 **Equipment Fuel (Diesel)** - Diesel fuel for equipment.
- 4054 **Equipment Fuel (Gas)** - Gas fuel for equipment.
- 4056 **Snow Plowing** - Snowplowing contracts for the Cantwell and Healy Transfer Stations.
- 4057 **Tools** - Devices necessary to perform maintenance on equipment.
- 4060 **Supplies** - Items used in the day to day operation of Borough business, to include freight/shipping.

- 4061 **Dues/Subscriptions/Advertising** - Association membership dues, newspaper subscriptions, and postings in local papers. (To include SWANA and OSHA.)
- 4062 **Postage** - Fees for mailings.
- 4064 **Bank Fees** - Bank service charges on accounts, the cost of checks and credit card fees, as well as app market fees for the credit card machine.
- 4070 **Vehicle Insurance** - Insurance coverage for landfill vehicles. (Pickups, dump truck)
- 4071 **Property Insurance** - Insurance coverage for solid waste properties and office equipment.
- 4072 **Equipment Insurance** - Insurance coverage for solid waste equipment. (Dozer, loader, grader, scale, etc.)
- 4080 **Consultant Fees** - Professional services of accountant and other consultants as needed. (To include landfill and cell design, as well as drawings for capital improvements.)
- 4100 **Survey Fees** - Annual as-built survey and other survey fees as needed.
- 4101 **CTS & HTS Hauling Fees** - Services to haul solid waste from Cantwell Transfer Station and Healy Transfer Station to the landfill.
- 4102 **Cover and Cell Maintenance** - Cell close-out costs to include fertilizer and seed.
- 4103 **Well Monitoring** - Well monitoring at the Landfill.
- 4104 **Gas Monitoring** - Gas monitoring at the Landfill.
- 4105 **HHW Disposal** - Disposal of household hazardous waste (HHW) and electronics via contractor.
- 4107 **DEC Inspections and Permits** - State of Alaska, Department of Environmental Conservation inspections, and permits as required.
- 4310 **Contingency** - Unforeseen expenses not otherwise covered by a budget line item.
- 4320 **Hazard Mitigation** - Expenses for reducing or eliminating the long term risks to life and property in the borough from hazard events, (Includes brush chipping).

Solid Waste Fund Accounts:

Solid Waste Landfill Closure Fund - Fund set aside for the purpose of costs associated with the cover and closure of the landfill per DBC 6.15.065(B)(3).

Solid Waste Equipment Reserve Fund - Fund set aside for the purpose of purchasing Solid Waste equipment per DBC 6.15.065(B)(2).

Section 5. Effective Date.

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

INTRODUCED: April 12, 2023
 PUBLIC HEARING: May 10, 2023
 APPROVED: May 10, 2023

PASSED and APPROVED by the DENALI BOROUGH ASSEMBLY this 10th the day of May, 2023. *PASSED*

UNANIMOUS



