

Denali Borough, Alaska

ORDINANCE NO. 23-05

INTRODUCED BY: Mayor Clay Walker

AN ORDINANCE FOR THE DENALI BOROUGH TO ESTABLISH AND ADOPT THE BUDGET FOR FISCAL YEAR 2024

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, 2023 through June 30, 2024 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 | PROPOSED FY 2024 | AMENDED FY 2023 | ACTUAL FY 2022 |
|--------------------------------------|-----------------------------|----------------------------|---------------------------|
| Taxes: | | | |
| 3110 Overnight Accommodation Tax | 4,140,000 | 4,140,000 | 2,981,353 |
| 3120 Severance Tax | 50,000 | 50,000 | 49,640 |
| 3130 Alcohol Tax | 320,000 | 320,000 | 346,249 |
| 3140 Marijuana Tax | 70,000 | 70,000 | 20,859 |
| Intergovernmental, Federal: | | | |
| 3210 PILT Act | 410,000 | 411,411 | 405,240 |
| 3215 ARPA | - | 203,659 | 203,659 |
| Intergovernmental, State: | | | |
| 3310 Community Assistance | 347,543 | 381,173 | 353,953 |
| 3320 PERS Paid by State on Behalf | 15,874 | 14,120 | 35,502 |
| 3330 Electricity/Telephone Co-op Tax | 42,000 | 47,213 | 47,393 |
| 3350 LGLRRG SLFRF | 32,207 | 3,149,269 | - |
| Other: | | | |
| 3410 Interest Income | 80,000 | 102,000 | 43,232 |
| 3910 Miscellaneous Income | 2,000 | 2,000 | 6,397 |
| 3920 Penalties/Interest | 4,580 | 5,650 | - |
| TOTAL REVENUE | \$ 5,514,204 | \$ 8,896,495 | \$ 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 2024 is \$6,311,299 as of May 9, 2023.

| Governance Expenses | PROPOSED FY 2024 | AMENDED FY 2023 | ACTUAL FY 2022 |
|---------------------------------|-----------------------------|----------------------------|---------------------------|
| 4001 Nonstaff Stipends | 20,600 | 22,800 | 21,200 |
| 4005 Mayor Salary | 103,744 | 96,202 | 92,872 |
| 4006 Staff Salaries | 416,288 | 395,000 | 319,888 |
| 4010 Mayor Benefits | 98,839 | 78,356 | 73,519 |
| 4011 Staff Benefits | 360,825 | 392,153 | 268,748 |
| 4012 Nonstaff Benefits | 1,576 | 1,910 | 1,637 |
| 4014 Workers Compensation | 2,168 | 8,603 | 1,672 |
| 4021 Nonstaff Training & Travel | 9,000 | 9,000 | 2,626 |

| | | | | |
|------|---------------------------------------|-----------|---------|---------|
| 4022 | Staff Training & Travel | 22,000 | 19,000 | 3,548 |
| 4023 | Mayor Conferences & Travel | 11,000 | 11,000 | 4,441 |
| 4030 | Rent | 56,663 | 55,278 | 28,645 |
| 4031 | Utilities | 15,000 | 15,000 | 11,576 |
| 4032 | Interest Expense | 3,927 | 5,313 | 3,546 |
| 4035 | IT Services | 60,000 | 50,000 | 28,987 |
| 4038 | Janitorial Services | 6,000 | 4,500 | 2,476 |
| 4040 | Elections | 12,000 | 9,000 | 5,225 |
| 4050 | Equipment | 20,000 | 11,000 | 2,100 |
| 4052 | Repairs and Maintenance | 80,000 | 80,000 | 6,472 |
| 4060 | Supplies | 7,000 | 7,000 | 4,718 |
| 4061 | Dues/Subscriptions/Advertising | 7,000 | 7,000 | 4,586 |
| 4062 | Postage | 3,000 | 1,500 | 2,422 |
| 4064 | Bank Fees | 3,000 | 3,000 | 846 |
| 4070 | Vehicle Insurance | 1,058 | 1,088 | 717 |
| 4071 | Property Insurance | 1,782 | 3,723 | 1,598 |
| 4073 | Insurance & Bonding | 20,330 | 16,000 | 13,045 |
| 4080 | Consultant Fees | 72,000 | 50,000 | 14,749 |
| 4081 | Attorney Fees | 18,000 | 10,000 | 2,425 |
| 4082 | Audit Services Fees | 48,000 | 42,500 | 35,500 |
| 4083 | Tax Audit Fees | 5,000 | 5,000 | - |
| 4300 | Budgetary Reserve | 1,213,230 | - | - |
| 4310 | Contingency | 4,000 | 4,000 | 2,809 |
| 4320 | Hazard Mitigation | 12,000 | 12,000 | - |
| 5115 | E911 Dispatch | 23,660 | 15,890 | - |
| 5110 | Public Safety Per Capita Funding | | | |
| | Cantwell Volunteer Fire Department | 6,800 | 6,570 | 6,570 |
| | McKinley Volunteer Fire Department | 5,542 | 5,550 | 5,550 |
| | Tri-Valley Volunteer Fire Department | 36,414 | 31,158 | 31,158 |
| | | 48,756 | 43,278 | 43,278 |
| 5200 | Nonprofit Contributions | | | |
| | Cantwell Community Library | 7,064 | 6,804 | 5,000 |
| | Denali Chamber of Commerce | 20,000 | 13,500 | 5,000 |
| | Denali Preschool and Learning Center | 25,000 | 17,500 | 5,000 |
| | Denali Visitor Center | - | 15,000 | 5,000 |
| | Healy Hockey Association | 25,000 | 17,500 | 5,000 |
| | Healy Valley Lions Club | 25,000 | 10,000 | - |
| | Kobe Farm Community | 8,000 | 5,000 | 5,000 |
| | McKinley Park Community Club, Inc | 15,000 | 16,500 | 5,000 |
| | Neighbor to Neighbor | 19,875 | 9,600 | - |
| | Panguingue Creek HOA | 12,000 | 10,000 | 5,000 |
| | Railbelt Mental Health | 11,500 | 10,000 | 5,000 |
| | Tri-Valley Community Library | 23,000 | 18,000 | 5,000 |
| | Tri-Valley Subdivision HOA | 8,000 | - | - |
| | | 199,439 | 149,404 | 50,000 |
| | Nonprofit Emergency Services | | | |
| | Cantwell Volunteer Fire Department | 32,780 | 21,171 | - |
| | Denali Emergency Services Association | 95,000 | 148,000 | 19,900 |
| | McKinley Volunteer Fire Department | 25,900 | 23,880 | 15,813 |
| | Tri-Valley Volunteer Fire Department | 228,000 | 230,456 | 178,782 |
| | | 381,680 | 423,507 | 214,495 |
| 5300 | Revenue Sharing Distribution | | | |
| | Cantwell Volunteer Fire Department | 15,789 | 15,789 | 15,789 |
| | McKinley Volunteer Fire Department | 15,789 | 15,789 | 15,789 |
| | Tri-Valley Volunteer Fire Department | 15,789 | 15,789 | 15,789 |
| | | 47,367 | 47,367 | 47,367 |

| | | | | |
|----------------------------------|--------------------------------------|---------------------|---------------------|---------------------|
| 5310 | Municipal Assistance | | | |
| | City of Anderson | 60,000 | 50,000 | 40,000 |
| | | 60,000 | 50,000 | 40,000 |
| 5400 | Community Events | 4,000 | 4,000 | 2,041 |
| 5500 | Economic Development | 49,000 | - | - |
| 6000 | Matching Grants | | | |
| | Denali Preschool and Learning Center | 65,000 | - | - |
| | Kobe Farm Community | 10,000 | - | - |
| | McKinley Volunteer Fire Department | - | 12,400 | - |
| | | 75,000 | 12,400 | - |
| TOTAL GOVERNANCE EXPENSES | | \$ 3,603,932 | \$ 2,172,772 | \$ 1,359,774 |

| | | PROPOSED | AMENDED | ACTUAL |
|---|-----------------------------------|---------------------|---------------------|---------------------|
| | | FY 2024 | FY 2023 | FY 2022 |
| Estimated School District Expenses | | | | |
| Denali Borough School District: School Operating Fund | | | | |
| 7010 | Required Contribution | 1,056,375 | 1,060,480 | 1,020,174 |
| 7020 | Additional Allowable Contribution | 1,640,339 | 1,660,649 | 972,826 |
| TOTAL SCHOOL DISTRICT EXPENSES | | \$ 2,696,714 | \$ 2,721,129 | \$ 1,993,000 |

| | | | | |
|------------------------------------|--|---------------------|---------------------|---------------------|
| TOTAL GENERAL FUND EXPENSES | | \$ 6,300,646 | \$ 4,893,901 | \$ 3,352,774 |
|------------------------------------|--|---------------------|---------------------|---------------------|

| | | PROPOSED | AMENDED | ACTUAL |
|--|--|---------------------|---------------------|---------------------|
| | | FY 2024 | FY 2023 | FY 2022 |
| General Fund Operating Transfers In/(Out) | | | | |
| 9005 | From Permanent Investment Fund | - | - | 424,000 |
| 9120 | To Special Revenue | - | (47,955) | (20,300) |
| 9130 | To Capital Improvements Fund | - | - | - |
| 9150 | To Major School Maintenance Reserve Fund | - | - | (100,000) |
| 9160 | To Land Management Fund | - | (370,000) | (60,000) |
| 9170 | To Solid Waste Enterprise Fund | | | |
| | To Solid Waste Operating Fund | - | (300,000) | - |
| | To Solid Waste Landfill Closure Fund | (73,000) | (73,000) | (73,000) |
| | To Solid Waste Equipment Reserve Fund | (300,000) | (200,000) | (200,000) |
| | | (373,000) | (573,000) | (273,000) |
| 9180 | To Parks and Recreation Fund | - | - | (134,000) |
| 9190 | To Emergency Response Apparatus Fund | - | - | - |
| 9200 | To Disaster Contingency Reserve Fund | - | - | - |
| TOTAL OPERATING TRANSFERS | | \$ (373,000) | \$ (990,955) | \$ (163,300) |

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 | | PROPOSED | AMENDED | ACTUAL |
|--------------------------|------------------------------|------------------|------------------|------------------|
| Estimated Revenue | | FY 2024 | FY 2023 | FY 2022 |
| 3320 | PERS Paid by State on Behalf | 1,889 | 1,400 | 4,438 |
| 3410 | Interest Income | 750 | 1,300 | 1,667 |
| 3500 | Land Leases | 17,789 | 17,297 | 39,209 |
| 3501 | Interest Income - Lease | 6,349 | 6,841 | 7,319 |
| 3600 | Land Sales | - | - | 2,300 |
| 3930 | Application Fees | 250 | 250 | 1,338 |
| TOTAL REVENUE | | \$ 27,027 | \$ 27,088 | \$ 56,271 |

| LAND MANAGEMENT | | PROPOSED | AMENDED | ACTUAL |
|---------------------------------|-------------------|----------|---------|---------|
| Land Management Expenses | | FY 2024 | FY 2023 | FY 2022 |
| 4001 | Nonstaff Stipends | 9,000 | 11,400 | 8,800 |

| | | | | |
|---------------------------------------|--------------------------------|-------------------|-------------------|-------------------|
| 4006 | Staff Salaries | 60,931 | 56,153 | 53,700 |
| 4011 | Staff Benefits | 39,572 | 38,926 | 48,252 |
| 4012 | Nonstaff Benefits | 689 | 872 | 681 |
| 4014 | Workers Compensation | 256 | 1,229 | 175 |
| 4021 | Nonstaff Training & Travel | 4,000 | 1,000 | - |
| 4022 | Staff Training & Travel | 7,000 | 3,000 | 821 |
| 4030 | Rent | 6,806 | 6,655 | 6,572 |
| 4031 | Utilities | 700 | 1,000 | 191 |
| 4032 | Interest Expense - Lease | 428 | 580 | 662 |
| 4035 | IT Services | 13,000 | 10,000 | 14,140 |
| 4038 | Janitorial Services | 1,000 | 1,300 | 1,248 |
| 4050 | Equipment | 6,000 | 2,000 | 237 |
| 4052 | Repairs and Maintenance | 3,000 | 3,000 | 35 |
| 4060 | Supplies | 2,000 | 1,500 | 2,005 |
| 4061 | Dues/Subscriptions/Advertising | 1,500 | 500 | 182 |
| 4062 | Postage | 1,000 | 500 | 17 |
| 4080 | Consultant Fees | 175,000 | 70,000 | 56,163 |
| 4081 | Attorney Fees | 15,000 | 10,000 | 580 |
| 4202 | Land Administration | 4,000 | 500 | - |
| 4205 | Street Addressing | 40,000 | 40,000 | - |
| 4310 | Contingency | 1,000 | 500 | 81 |
| TOTAL LAND MANAGEMENT EXPENSES | | \$ 391,882 | \$ 260,615 | \$ 194,541 |

| | | | | |
|---|--|-------------------|-------------------|-------------------|
| TOTAL LAND MANAGEMENT OPERATING EXPENSES | | \$ 391,882 | \$ 260,615 | \$ 194,541 |
|---|--|-------------------|-------------------|-------------------|

| | | PROPOSED | AMENDED | ACTUAL |
|---|-------------------|-------------|-------------------|-------------------|
| Land Management Operating Transfers In/(Out) | | FY 2024 | FY 2023 | FY 2022 |
| 9000 | From General Fund | - | 370,000 | 60,000 |
| 9021 | From Land Sales | - | - | 150,000 |
| TOTAL LAND MANAGEMENT TRANSFERS | | \$ - | \$ 370,000 | \$ 210,000 |

| SOLID WASTE | | PROPOSED | AMENDED | ACTUAL |
|----------------------------------|------------------------------|-------------------|-------------------|-------------------|
| Estimated Revenue | | FY 2024 | FY 2023 | FY 2022 |
| 3320 | PERS Paid by State on Behalf | 8,518 | 4,520 | 14,299 |
| 3410 | Interest Income | 1,200 | 3,000 | 740 |
| 3710 | Tipping Fees | 515,000 | 510,000 | 483,137 |
| 3720 | Cover | 1,000 | 150 | 154 |
| TOTAL SOLID WASTE REVENUE | | \$ 525,718 | \$ 517,670 | \$ 498,331 |

| SOLID WASTE | | PROPOSED | AMENDED | ACTUAL |
|-----------------------------|--------------------------------|----------|---------|---------|
| Solid Waste Expenses | | FY 2024 | FY 2023 | FY 2022 |
| 4006 | Staff Salaries | 292,424 | 226,473 | 216,120 |
| 4011 | Staff Benefits | 208,358 | 112,650 | 157,110 |
| 4014 | Workers Compensation | 16,088 | 3,692 | 13,973 |
| 4022 | Staff Training & Travel | 6,000 | 1,000 | 17 |
| 4031 | Utilities | 16,000 | 15,000 | 18,975 |
| 4033 | Heating Fuel | 10,000 | 12,000 | 10,204 |
| 4035 | IT Services | 7,650 | 7,600 | 6,926 |
| 4050 | Equipment | 12,000 | 12,000 | 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) | 28,000 | 26,500 | 26,385 |
| 4054 | Equipment Fuel (Gas) | 200 | 500 | 730 |
| 4056 | Snow Plowing | 20,000 | 20,000 | 16,336 |
| 4057 | Tools | 3,000 | 3,500 | 3,526 |
| 4060 | Supplies | 3,000 | 3,500 | 2,947 |
| 4061 | Dues/Subscriptions/Advertising | 2,000 | 2,000 | 481 |
| 4062 | Postage | 300 | - | - |

| | | | | |
|---|---|-------------------|-------------------|-------------------|
| 4064 | Bank Fees | 11,000 | 12,500 | 9,517 |
| 4070 | Vehicle Insurance | 1,197 | 1,088 | 1,433 |
| 4071 | Property Insurance | 4,095 | 3,723 | 3,197 |
| 4072 | Equipment Insurance | 3,822 | 2,548 | 2,965 |
| 4080 | Consultant Fees | 5,000 | 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 | 3,000 | - |
| 4103 | Well Monitoring | 67,000 | 65,870 | 13,687 |
| 4104 | Gas Monitoring | 7,000 | 7,000 | - |
| 4105 | HHW Disposal | 5,000 | 5,000 | - |
| 4107 | DEC Inspections and Permits | 6,000 | 4,210 | 4,210 |
| 4310 | Contingency | 3,000 | 3,000 | 246 |
| 4320 | Hazard Mitigation | - | 3,000 | - |
| SOLID WASTE OPERATING EXPENSES | | \$ 839,134 | \$ 661,354 | \$ 595,080 |
| TOTAL SOLID WASTE OPERATING EXPENSES | | \$ 839,134 | \$ 661,354 | \$ 595,080 |
| | | PROPOSED | AMENDED | ACTUAL |
| | Solid Waste Operating Transfers In/(Out) | FY 2024 | FY 2023 | FY 2022 |
| 9000 | From General Fund | - | 300,000 | - |
| TOTAL SOLID WASTE TRANSFERS | | \$ - | \$ 300,000 | \$ - |

Section 3. Authorization and Appropriation.

The appropriations are adopted and authorized for the period July 1, 2023 through June 30, 2024.

Section 4. Budget Narrative.

The following is a line item breakdown narrative of the Fiscal Year 2024 budget.

GENERAL FUND

Governance Revenues

- 3110 **Overnight Accommodation Tax** - Projected revenues collected from the Borough's overnight accommodations
- 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. Relief funding used in compliance with Federal "State and Local Fiscal Recovery Funds" guidance.
- 3310 **Community Assistance** - Community Assistance is determined by the State Legislature. The borough's distribution for FY24 is \$300,176 and \$47,367 is distributed to community organizations under line item 5300.
- 3320 **PERS Paid by State on Behalf** - 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 SLFRF** - Local Government Lost Revenue Replacement Grant. Federal "State and Local Fiscal Recovery Funds", passed through by the State, to be used toward school and non-profit contributions.

- 3410 **Interest Income** - Interest income projections are based on actual amounts from previous year interest earnings.
- 3910 **Miscellaneous Income** - Miscellaneous income. To include charges for copies, faxes, passport fees, and returned check fees.
- 3920 **Penalties/Interest** - Charges for penalties and interest received from late payments as set per the Denali Borough fee schedule.

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. Ordinance 22-07, as passed by voters on November 8, 2022, amends the Assmebly composition to at six Assmebly Members and one Presiding Officer.
- 4005 **Mayor Salary** - Mayor salary, per Assembly Ordinance, will be \$100,050 in FY 2024 following the November 2024 election.
- 4006 **Staff Salaries** - Salaries for staff members as determined by FY 2024 Borough wage scale.
- 4010 **Mayor Benefits** - PERS and Supplemental Annuity Plan (SBS-AP) employer contribution rates, employer paid Federal Insurance Contributions Act taxes (Medicare and Social Security), insurance costs, and other fringe benefits for he Mayor.
- 4011 **Staff Benefits** - PERS and SBS employer contribution rates, employer paid Federal Insurance Contributions Act taxes, employer contribution to a retirement account, insurance costs, and other fringe benefits. 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 employer paid Federal Insurance Contributions Act taxes (Medicare and Social Security).
- 4014 **Workers Compensation** - Workers compensation insurance 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. Includes 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, to include conference fees per DBC 2.35.020. (To include AML Conference, Alaska Association of Municipal Clerks (AAMC) conference, Alaska Government Finance Officers Association, (AGFOA).)
- 4023 **Mayor Conference & Travel** - Expenses associated with Mayor travel on official Borough business. (To include conference fees to 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 Borough scnd floor main office space is \$2449.20 per month and \$2600.00 per month for the Garden View first floor office space at the Tri-Valley Community Center. Per GASB 87, rental lease expenses are recorded in part as rent expense and interest expense shown in line item 4032: Interest Expense.
- 4031 **Utilities** - Expenses for basic services such as electricity, telephone, internet service. Includes phone, fax, and modem and DSL connection.
- 4032 **Interest Expense** - Interest expense recorded for reant 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. Includes IT support, email services, website hosting, data storage, and accounting software.
- 4038 **Janitorial Services** - Contracted services to clean the Borough offices 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. Includes 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. Includes parts and maintenance for Borough vehicles, office copy machine, and first floor office space renovation at Tri-Valley Community
- 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. Includes 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. Includes the cost of checks, merchant service processing fees, and credit card terminal application fees.
- 4070 **Vehicle Insurance** - Insurance coverage on borough vehicle. AML/JIA is the insurance carrier.
- 4071 **Property Insurance** - Insurance coverage for borough office equipment. AML/JIA is the insurance carrier.
- 4073 **Bonding & Insurance** - Insurance coverage for bonding and notary. AML/JIA is the insurance carrier.
- 4080 **Consultant Fees** - Professional services of accountant, investment advisor, and other consultants as needed.
- 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 requirement.
- 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
- 5110 **Public Safety Per Capita Funding** - Based on \$16 per person provided fire service, \$18 per person provided EMS service in each service area within the Denali Borough, per latest census population data.
- 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.

- 5200 **Nonprofit Contributions & Emergency Service and Public Safety Program** - Nonprofit Grant Program up to \$25,000 annual funding may be awarded per organization. Funding for nonprofit and community organizations, including fire departments and libraries, shall not exceed nine percent of the funds available for budgetary purposes of the following fiscal year as of January 1st of the calendar year, per DBC 3.05.040(E). Funding is distribution as per award document.
- 5300 **Revenue Sharing Distribution** - Proportional payments of Community Assistance received from the State of Alaska on behalf of certified unincorporated communities.
- 5310 **Municipal Assistance Program** - Funds provided to Denali Borough incorporated municipalities to be used at the discretion of the municipality to support public functions.
- 5400 **Community Events** - Borough-wide public outreach events. Includes Winterfest event expenses.
- 5500 **Economic Development** - Funding to support economic development activities focused on job creation through contractual agreement for services performed by the Denali Visitor Center for FY 2024.
- 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 percent cash match is required by project's completion. Funding is distributed as per award document.

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 2024 is \$1,056,375. An estimated \$32,207 of LGLRRG funding is deferred to FY 2024 to be used for this contribution.
- 7020 **Additional Allowable Contribution** - Additional contribution to the Denali Borough School District's operating fund. Estimated additional allowable contribution for FY 2024 is \$1,640,339.

General Fund Operating Transfers In/(Out)

- 9005 **From Permanent Investment Fund** - Interfund transfer from the 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 2022 will be reflected in the annual financial statement.
- 9120 **To Special Revenue** - Interfund transfer to the Special Revenue fund. To include the required local match for federal and state grant funding.
- 9130 **To Capital Improvements Fund** - Interfund transfer to the Capital Improvements fund. A reserve fund for capital improvement projects per DBC 3.20.070.
- 9150 **To Major School Maintenance Reserve Fund** - Interfund transfer to the 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 **To Land Management Fund** - Interfund transfer to the Land Management enterprise 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 Fund**- Interfund transfer to the Solid Waste enterprise fund. The operating fund for all activities that concern the provision of solid waste services by the borough to solid waste customers per DBC 6.15.065.
- 9170 **To Landfill Closure Fund** - Interfund transfer to the 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).
- 9170 **To Equipment Reserve Fund** - Interfund transfer to the Solid Waste Equipment Reserve fund. Fund set aside for the purpose of purchasing Solid Waste equipment per DBC 6.15.065(B).

9190 **To Emergency Response Apparatus Fund** - Interfund transfer to the 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.

9200 **To Disaster Contingency Reserve Fund** - Interfund transfer to the Disaster Contingency 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.

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.

3410 **Interest Income** - Interest income projections are based on actual amounts from previous year.

3500 **Land Leases** - Proceeds from lease agreements within Borough property. Per GASB 87, proceeds from lease agreements are recorded in part as lease revenue and interest income from leases as shown in revenue line item 3501: Interest Income - Leases

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.

3600 **Land Sales** - Proceeds from the sale of Borough property.

3390 **Application Fees** - Application fees for permits and leases. To include gravel sales and land usage fees.

Land Management Expenses

4001 **Nonstaff Stipends** - Fixed, regular payments for Commission members. Based on six commission members receiving stipends of \$100 per month and 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 FY 2024 Borough wage scale.

4011 **Staff Benefits** - PERS and SBS employer contribution rates, employer paid Federal Insurance Contributions Act taxes, employer contribution to a retirement account, insurance costs, and other fringe benefits. 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 employer paid Federal Insurance Contributions Act taxes (Medicare and Social Security).

4014 **Workers Compensation** - Workers compensation insurance 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 DBC 2.35. (To include AML conference, Alaska Planning Association (APA) conference.)

4030 **Rent** - Office rent. Land Management rent at the Borough office at the Tri-Valley Community Center at \$602.88 per month.

- 4031 **Utilities** - Expenses for basic services such as electricity, telephone, internet service. Includes phone, fax, and modem and DSL connection.
- 4032 **Interest Expense** - Interest expense recorded for reant 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. To include IT 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 Management Operating Transfers In/(Out)

- 9000 **From General Fund** - Interfund Transfer from the General fund.
- 9021 **From Land Sales Fund** - Interfund transfer from the Land Sales fund.

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 FY 2024 Borough wage scale.

- 4011 **Staff Benefits** - PERS and SBS employer contribution rates, employer paid Federal Insurance Contributions Act taxes, employer contribution to a retirement account, insurance costs, and other fringe benefits. Includes potential liability for earned sick leave and vacation pay, as well as unemployment claims for former employees.
- 4014 **Workers Compensation** - Workers compensation insurance 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, telephone, internet service. Includes phone, fax, and modem and DSL connection.
- 4033 **Heating Fuel** - Heating fuel expenses at landfill and transfer stations.
- 4035 **IT Services** - Expenses for IT related services,. Includes IT 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. Includes computer software, network server, 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. Includes the cost of checks, merchant service processing fees, and credit card terminal application fees.
- 4070 **Vehicle Insurance** - Insurance coverage for landfill vehicles. AML/JIA is the insurance carrier.
- 4071 **Property Insurance** - Insurance coverage for solid waste properties and office equipment. AML/JIA is the insurance carrier.
- 4072 **Equipment Insurance** - Insurance coverage for solid waste equipment. Includes Dozer, loader, grader, and scale. AML/JIA is the insurance carrier.
- 4080 **Consultant Fees** - Professional services and other consultants as needed. Includes landfill and cell design and 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. Includes the cost of 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
- 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 the cost of brush disposal.

Solid Waste Operating Transfers In/(Out)

- 9000 **From General Fund** - Interfund Transfer from the General fund.

Section 5. Effective Date.

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

INTRODUCED: May 15, 2023
 PUBLIC HEARING: June 14, 2023
 APPROVED: June 14, 2023

PASSED and APPROVED by the DENALI BOROUGH ASSEMBLY this 14th the day of June, 2023.

PASSED (unanimously)

[Handwritten Signature]

[Handwritten Signature]

