

# MATANUSKA-SUSITNA BOROUGH

350 East Dahlia Avenue, Palmer, Alaska 99645 - 907-861-8683

## BOROUGH MAYOR

Vern Halter

## BOROUGH CLERK

Lonnie R. McKechnie, CMC

## BOROUGH MANAGER

John Moosey

## BOROUGH ATTORNEY

Nicholas Spiropoulos



## BOROUGH ASSEMBLY

Jim Sykes, District 1  
Matthew Beck, District 2  
George McKee, District 3  
Steve Colligan, District 4  
Dan Mayfield, District 5  
Barbara J. Doty, District 6  
Randall Kowalke, District 7

## ASSEMBLY AGENDA

**CENTRAL MAT-SU PUBLIC SAFETY BUILDING  
101 WEST SWANSON AVENUE, WASILLA**

**SPECIAL MEETING**

**6 P.M.**

**THURSDAY, APRIL 28, 2016**

I. CALL TO ORDER

II. ROLL CALL

III. APPROVAL OF AGENDA

IV. PLEDGE OF ALLEGIANCE

V. AUDIENCE PARTICIPATION

VI. ITEMS OF BUSINESS

A. **Resolution Serial No. 16-042:** A Resolution Establishing The Minimum Level Of Funding For The Matanuska-Susitna Borough School District For The Fiscal Year Ending June 30, 2017.

1. IM No. 16-088

B. PUBLIC HEARING (Three Minutes Per Person)

1. **Ordinance Serial No. 16-016:** An Ordinance Appropriating Monies From The Central Treasury For The Borough Operating Funds, Enterprise Funds, Education Operating Fund, And Capital Funds; Establishing The Rate Of Levy For All Borough Functions For The Fiscal Year Beginning July 1, 2016, And Ending June 30, 2017, And Setting The Surcharge Rate For The Wireline And Wireless Enhanced 911 Systems For The Period Of July 1, 2016, Through June 30, 2017.

VII. MAYOR, ASSEMBLY, AND STAFF COMMENTS

VIII. ADJOURNMENT

**Disabled persons needing reasonable accommodation in order to participate at an Assembly meeting should contact the Borough ADA Coordinator at 861-8432 at least one week in advance of the meeting.**

**SUBJECT:** Resolution establishing the minimum level of funding for the Matanuska-Susitna Borough School District for the fiscal year ending June 30, 2017.

**AGENDA OF:** April 28, 2016

**Assembly Action:**

**MANAGER RECOMMENDATION:** Present to the Assembly for consideration.

**APPROVED** *for* **BY JOHN MOOSEY, BOROUGH MANAGER:** 

Route To:	Department/Individual	Initials	Remarks
	Originator/Fin. Dir.	TC	BB for TC 4/28/16
	Finance Director		
	Borough Attorney	MS	
	Borough Clerk		

**ATTACHMENT (S):** Fiscal Note: YES X NO       
 Resolution Serial No. 16-042 (app)  
 Correspondence dated October 1, 2014 from Ronald E. Brown, State Assessor

**SUMMARY STATEMENT:** In accordance with code, the District delivered the preliminary budget to the Assembly on April 1, 2016.

The total school district budget request is \$250,890,977. Of that amount, they have made the request that \$55,841,300 be provided by the Borough. Resolution Serial No. 16-042 will establish the minimum amount of money available for school purposes. That amount is \$222,260,677. Of this total, \$27,211,000 is the required Borough (local) contribution. This minimum required local contribution amount (\$27,211,000) is calculated in accordance with AS 14.17.410(b)(2) based upon the full and true value of property in the borough, as determined by the Department of Commerce, Community & Economic Development as of January 1, 2015. The required contribution is calculated as follows.

**Required Local Contribution Computation (AS 14.17.410(b)(2))**

DCRA full and true value per correspondence  
dated October 1, 2015 \$10,268,301,740

2.65 mills equivalent: Required Contribution \$27,211,000

Passage of Resolution Serial No. 16-042 fulfills the requirements of AS 14.14.060(c) and MSB 3.04.020(B). Additionally, Resolution Serial No. 16-042 provides a mechanism for increasing local support for school purposes once the full status of state funding of local governments is determined. The purpose of Resolution No. 16-042 is not to restrict the amount of "local support" for school operations, but to provide the assembly with a degree of flexibility. Much of the information necessary for an informed decision on the budget is still unknown at the time this resolution was prepared.

The Borough assembly provided \$52,680,472 in local support for education in fiscal year 2016. In addition, \$10,846,407 was provided for net debt service for the school construction and improvement bonds. This funding equated to 7.8 mills for local support of education.

MATANUSKA-SUSITNA BOROUGH  
FISCAL NOTE

Agenda Date: April 28, 2016

SUBJECT: Resolution establishing the minimum level of funding for the Matanuska-Susitna Borough School District for the fiscal Year ending June 30, 2017

ORIGINATOR: T. Clayton

FISCAL ACTION (TO BE COMPLETED BY FINANCE)	FISCAL IMPACT <input checked="" type="radio"/> YES <input type="radio"/> NO
AMOUNT REQUESTED \$222,260,677	FUNDING SOURCE
FROM ACCOUNT # 204-000-000-406-100	PROJECT #
TO ACCOUNT : 204-000-000-3XX-XXX	PROJECT #
VERIFIED BY: <i>Barbara Aungers</i>	CERTIFIED BY:
DATE: 04/06/12 <i>4/22/16</i>	DATE:

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY2016	FY2017	FY2018	FY2019	FY2020	FY2021
Personnel Services						
Travel						
Contractual						
Supplies						
Equipment						
Land/Structures						
Grants, Claims						
Miscellaneous						
<b>TOTAL OPERATING</b>		222,261				

CAPITAL	FY2016	FY2017	FY2018	FY2019	FY2020	FY2021
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REVENUE	FY2016	FY2017	FY2018	FY2019	FY2020	FY2021
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FUNDING: (Thousands of Dollars)

General Fund	26,671	27,211				
State/Federal Funds	207,051	195,050				
Other	233,722	222,261				
<b>TOTAL</b>						

POSITIONS:

Full-Time	FY2016	FY2017	FY2018	FY2019	FY2020	FY2021
Part-Time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

PREPARED BY: \_\_\_\_\_ PHONE: \_\_\_\_\_

DEPARTMENT: \_\_\_\_\_ DATE: \_\_\_\_\_

APPROVED BY: *Barbara Aungers* DATE: *4/22/16*

*for Tommy Clayton*

Action:

**MATANUSKA-SUSITNA BOROUGH  
RESOLUTION SERIAL NO. 16-042**

A RESOLUTION OF THE MATANUSKA-SUSITNA BOROUGH ASSEMBLY ESTABLISHING THE MINIMUM LEVEL OF FUNDING FOR THE MATANANUSKA-SUSITNA BOROUGH SCHOOL DISTRICT FOR THE FISCAL YEAR ENDING JUNE 30, 2017.

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WHEREAS, MSB 3.04.020(B) provides that the borough assembly shall approve the total sum to be made available for the school board no later than the first day of May; and

WHEREAS, the Matanuska-Susitna Borough School Board has submitted a proposed budget of \$250,890,977, which includes a request of \$55,841,300 in revenue from the borough as a local source; and

WHEREAS, sufficient time for hearing the school budget is not available as of this date; and

WHEREAS, the actual amount to be appropriated for school district purposes will be addressed within the borough budget; and

WHEREAS, Ordinance Serial No. 16-016 is scheduled to be acted on by the Assembly on May 9, 12, and 13.

NOW, THEREFORE, BE IT RESOLVED, that the Matanuska-Susitna Borough Assembly hereby sets \$222,260,677 (including \$27,211,000 of revenue from the borough as the required local contribution) as a minimum amount for the education operating budget for the fiscal year ending June 30, 2017.

BE IT FURTHER RESOLVED that the Matanuska-Susitna Borough Assembly will make an additional determination, not later than May 31, 2016, regarding additional funds which may be made available to the school district based upon state funding of local governments and other information then available for the fiscal year ending June 30, 2017.

ADOPTED by the Matanuska-Susitna Borough Assembly this - day of \_\_\_\_\_, 2016.

ADOPTED by the Matanuska-Susitna Borough Assembly this - day of -, 2016.

\_\_\_\_\_  
VERN HALTER, Borough Mayor

ATTEST:

\_\_\_\_\_  
LONNIE R. McKECHNIE, CMC, Borough Clerk

(SEAL)

Sponsored By:  
Introduced:  
Public Hearing:  
Adopted:

**MATANUSKA-SUSITNA BOROUGH  
ORDINANCE SERIAL NO. 16-016**

AN ORDINANCE OF THE MATANUSKA-SUSITNA BOROUGH ASSEMBLY APPROPRIATING MONIES FROM THE CENTRAL TREASURY FOR THE BOROUGH OPERATING FUNDS, ENTERPRISE FUNDS, EDUCATION OPERATING FUND AND CAPITAL FUNDS, ESTABLISHING THE RATE OF LEVY FOR ALL BOROUGH FUNCTIONS FOR THE FISCAL YEAR BEGINNING JULY 1, 2016 AND ENDING JUNE 30, 2017 AND SETTING THE SURCHARGE RATE FOR THE WIRELINE AND WIRELESS ENHANCED 911 SYSTEMS FOR THE PERIOD OF JULY 1, 2016 THROUGH JUNE 30, 2017.

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BE IT ENACTED:

Section 1. Classification. This is a non-code ordinance and is enacted notwithstanding any limitation of Borough code.

Section 2. Severability. If any portion of this ordinance, or any application thereof to any person or circumstance, is held invalid, the remainder of the ordinance and the application to other persons or circumstances shall not be affected thereby.

Section 3. Appropriation expenditure. There is hereby appropriated the following amounts to the funds indicated:

<u>NO.</u>	<u>FUND TITLE</u>	<u>APPROPRIATION</u>
100	Areawide General.....	48,944,540
200	Non-Areawide.....	4,464,755
202	Enhanced 911.....	1,301,528
203	Land Management.....	1,360,628
245	Fleet Maintenance.....	311,961
248	Caswell Fire Service Area.....	322,882
249	West Lakes Fire Service Area.....	1,952,128

250	Central Mat-Su Fire Service Area	6,763,644
251	Butte Fire Service Area	611,943
253	Sutton Fire Service Area	182,855
254	Talkeetna Fire Service Area	341,714
258	Willow Fire Service Area	502,206
259	Gr. Palmer Consol. Fire Service Area	502,897
265	Road Service Area: Administration	2,501,946
266	Grid Roller Maintenance	762
270	Midway Road Service Area	565,507
271	Fairview Road Service Area	514,733
272	Caswell Lakes Road Service Area	458,969
273	South Colony Road Service Area	1,028,285
274	Knik Road Service Area	1,274,583
275	Lazy Mountain Road Service Area	207,108
276	Greater Willow Road Service Area	589,420
277	Big Lake Road Service Area	889,379
278	North Colony Road Service Area	175,958
279	Bogard Road Service Area	873,234
280	Greater Butte Road Service Area	464,977
281	Meadow Lakes Road Service Area	890,708
282	Gold Trail Road Service Area	976,112
283	Gr. Talkeetna Road Service Area	505,534
284	Trapper Creek Road Service Area	172,427
285	Alpine Road Service Area	256,201
290	Talkeetna Flood Control	22,917
292	Point MacKenzie Service Area	82,413
293	Talkeetna Water/Sewer Service Area	346,339
294	Freedom Hills Road	15,000
295	Circle View/Stampede Estates E.C.S.A.	5,285
296	Chase Trail Service Area	2,000
297	Roads Outside Service Areas	233
300	Debt Service-Schools	33,623,851
301	Debt Service-USDA	259,000
311	Debt Service Fleet Maintenance	190,000
316	Debt Service-Station 5-1	763,126
318	Debt Service-SCRESTC	480,000
319	Debt Service-Station 7-3	360,000
320	Debt Service-Parks & Recreation	338,600
325	Debt Service-Nonareawide A/C	565,585
330	Debt Service-Transportation System Bonds	2,381,475

**Subtotal - Borough Operating Funds . . . . .119,345,348**

510	Solid Waste Enterprise Fund	7,538,394
520	Port Enterprise Fund	2,284,999

**Subtotal - Borough Enterprise Funds . . . . .9,823,393**

530 M/V Susitna Fund ..... 748,000

**Subtotal - M/V Susitna Fund ..... 748,000**

204 Education Operating ..... 249,310,563

**Subtotal - Education Operating ..... 249,310,563**

\*\*\* Areawide Capital Projects ..... 3,595,720

\*\*\* Areawide-Dust Control Program ..... 500,000

\*\*\* Areawide-MSCVB ..... 747,500

\*\*\* Areawide-T.I.: Winter Trails Grooming ..... 150,000

\*\*\* Areawide-T.I.: Recreation Priorities ..... 117,500

\*\*\* Areawide-Recreation Facility Highway Signage .. 135,000

\*\*\* Areawide-Grant Match ..... 200,000

\*\*\* Areawide-Human Services Grant Match ..... 148,000

\*\*\* Areawide-City of Palmer Block Grant ..... 40,000

\*\*\* Areawide-City of Wasilla Block Grant ..... 45,000

\*\*\* Areawide-City of Houston Block Grant ..... 21,000

\*\*\* Areawide-Youth Court ..... 100,000

\*\*\* Nonareawide Capital Project ..... 286,500

\*\*\* Enhanced 911 Capital Projects ..... 1,000,000

\*\*\* Caswell FSA Capital ..... 80,000

\*\*\* West Lakes FSA Capital Projects ..... 296,000

\*\*\* Central Mat-Su FSA Capital Projects ..... 6,400,000

\*\*\* Butte Fire Capital ..... 60,000

\*\*\* Talkeetna FSA Capital ..... 50,000

\*\*\* Willow FSA Capital ..... 80,000

\*\*\* Greater Palmer FSA Capital ..... 765,500

\*\*\* RSA Administration ..... 181,600

\*\*\* Midway RSA Capital Projects ..... 851,880

\*\*\* Fairview RSA Capital Projects ..... 437,550

\*\*\* Caswell Lakes RSA Capital Projects ..... 46,970

\*\*\* South Colony RSA Capital Projects ..... 248,490

\*\*\* Knik RSA Capital Projects ..... 980,790

\*\*\* Lazy Mountain RSA Capital Projects ..... 15,240

\*\*\* Greater Willow RSA Capital Projects ..... 191,890

\*\*\* Big Lake RSA Capital Projects ..... 166,080

\*\*\* Bogard RSA Capital Projects ..... 526,080

\*\*\* Greater Butte RSA Capital Projects ..... 318,440

\*\*\* Meadow Lakes RSA Capital Projects ..... 660,510

\*\*\* Gold Trails RSA Capital Projects ..... 476,010

\*\*\* Trapper Creek RSA Capital Projects ..... 14,150

\*\*\* Solid Waste Enterprise Fund Capital Projects ... 875,000

**Subtotal - Borough Capital Projects ..... 20,808,400**

**TOTAL APPROPRIATION**

**\$400,035,704**

Section 4. Appropriation for accrued wages payable. There is hereby appropriated an additional sum of \$250,000 into an account within the areawide fund, \$20,000 into an account within the non-areawide fund and \$10,000 into an account within the Land Management Fund to cover the estimated amount accrued for wages and benefits as of June 30, 2016 and upon payment of accrued liability within the areawide, non-areawide and land management funds and to set up this liability to comply within generally accepted accounting principles. Said funds are to be expended only in the event that payouts will cause a shortfall in those amounts included in Section 3 for operational purposes.

Section 5. Appropriation for insurance. There is hereby appropriated \$150,000 into an account within the areawide fund and \$10,000 into an account within the non-areawide fund for insurance reserves to provide for self-insurance retention costs as well as unforeseen premium adjustments and losses in fiscal year 2017.

Section 6. Appropriation for capital reserve. There is hereby appropriated an additional sum of \$100,000 into a reserve account within the nonareawide fund to cover capital expenditures. Said funds are to be expended only upon assembly approval of specific projects.

Section 7. Appropriation for match for paving projects and calcium chloride. There is hereby appropriated an additional sum of \$937,748 into a reserve account within the areawide fund for match for paving projects and calcium chloride in accordance with Borough code 3.24.030(C)(3). Said funds are to be expended only upon assembly approval of specific projects.

Section 8. Appropriation for reservation of fund balance. There is hereby appropriated an additional sum of \$25,000,000 into a reserve account within the areawide fund which requires a minimum reserve amount of \$25,000,000 for the fiscal year 2017 budget.

Section 9. Lapse of balances. All unexpended appropriation balances, with the exception of capital fund appropriations, shall lapse to the appropriate fund as of June 30, 2017. Capital fund appropriation shall revert back to the originating fund once the project has been completed or 36 months whichever is sooner.

Section 10. Tax levies. The rates of tax levy on each dollar of assessed valuation of taxable property are hereby fixed at the following amounts in mills per each dollar of taxable property:

<u>TAX FUND</u>	
Areawide .....	9.984
Non-Areawide .....	0.525
Butte Fire Service Area #2 .....	3.48
Sutton Fire Service Area #4 .....	4.59

Talkeetna Flood Control #7 .....	0.91
Midway Road Service Area #9 .....	2.78
Fairview Road Service Area #14 .....	1.85
Caswell Lakes Road Service Area #15 .....	4.10
South Colony Road Service Area #16 .....	1.50
Knik Road Service Area #17 .....	2.92
Lazy Mountain Road Service Area #19 .....	2.51
Greater Willow Road Service Area #20 .....	3.50
Big Lake Road Service Area #21 .....	2.57
North Colony Road Service Area #23 .....	4.59
Talkeetna Fire Service Area #24 .....	2.12
Bogard Road Service Area #25 .....	1.73
Greater Butte Road Service Area #26 .....	3.45
Meadow Lakes Road Service Area #27 .....	3.48
Gold Trails Road Service Area #28 .....	1.99
Gr. Talkeetna Road Service Area #29 .....	3.01
Trapper Creek Road Service Area #30 .....	4.41
Alpine Road Service Area #31 .....	3.68
Willow Fire Service Area #35 .....	2.86
Point MacKenzie Service Area #69 .....	9.40
Central Mat-Su FSA #130 .....	1.99
Circle View/Stampede Estates .....	
Erosion Control Service Area #131 .....	3.24
Gr. Palmer Consolidated FSA #132 .....	0.96
Caswell Fire Service Area #135 .....	3.34
West Lakes Fire Service Area #136 .....	1.92
Palmer, City of .....	3.00
Wasilla, City of .....	0.00
Houston, City of .....	3.00

Section 11. -E-911 surcharge for July 1, 2016, to June 30, 2017. The Matanuska-Susitna Borough Assembly finds it in the best interest of the Borough and its cities to support and improve Enhanced 911 services in the Borough, and for the period of July 1, 2016 through June 30, 2017 shall set the E-911 surcharge rate at \$2.00 per wireline and per wireless telephone numbers that are billed or sold to a customer with an address within the Borough, and all funds collected shall be held in a

separate fund subject to the appropriation of the Assembly.

Section 12. Deficit adjustment, service areas. If the revenue collected for any service area amounts to less than the amount appropriated for that service area, the deficit shall be made up to the borough's general fund from the following year's revenue of that service area.

Section 13. Interest income, service areas. Interest income collected for any service area shall be allocated to that service area.

Section 14. Revenue deficiencies. In the event that total revenue from sources other than local support for any function is received in an amount less than the amount estimated in the budget document, the appropriation for such function is reduced a corresponding amount.

Section 15. Revenue increases. In the event that the total revenue from sources other than local support for any function are received in an amount more than the amount estimated in the budget document, the allocation of local support for such functions is reduced a corresponding amount.

Section 16. Due dates of taxes, general government and service areas. The above taxes are due and payable August 15, 2016 for the first installment, and February 15, 2017 for the second installment, provided that all tax bills of \$50 or less shall be paid in one installment.

Section 17. Effective date. Ordinance Serial No. 15-015 shall take effect upon adoption by the Matanuska-Susitna Borough Assembly.

ADOPTED by the Matanuska-Susitna Borough Assembly this \_\_\_ day of \_\_\_\_\_, 2016.

\_\_\_\_\_  
VERN HALTER, Borough Mayor

ATTEST:

\_\_\_\_\_  
LONNIE R. McKECHNIE, CMC, Borough Clerk

(SEAL)