

**LAKE AND PENINSULA BOROUGH  
ORDINANCE NO. 16-04**

**AN ORDINANCE AMENDING THE LAKE AND PENINSULA BOROUGH OPERATING BUDGET  
FOR THE FISCAL YEAR BEGINNING JULY 1, 2015 AND ENDING JUNE 30, 2016 (FY-16).**

**BE IT ENACTED** by the Assembly of the Lake and Peninsula Borough that:

**Section 1. Classification.**

This is a Non-Code Ordinance.

**Section 2. General Provisions.**

The Lake and Peninsula Borough is authorized to receive revenues, make expenditures, and make changes to the same for the period beginning July 1, 2015 and ending June 30, 2016, in accordance with the "FY16 BUDGET REVISION" attached hereto as "Exhibit A" incorporated herein by reference.

**Section 3. Authorization and Appropriation.**

The appropriations set forth in section 4 and detailed in Exhibit A of this ordinance are hereby adopted and authorized for the period beginning July 1, 2015 and ending June 30, 2016, and are the operating budget for that period.

**Section 4. Purpose**

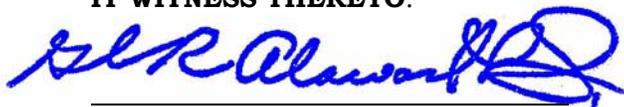
The purpose of this ordinance is to amend the FY12 budget from \$6,490,566 to \$6,490,566.00. This change properly reflects the annual appropriations as detailed in Exhibit A

**Section 5. Effective Date.**

This ordinance shall become effective upon enactment by the Borough Assembly.

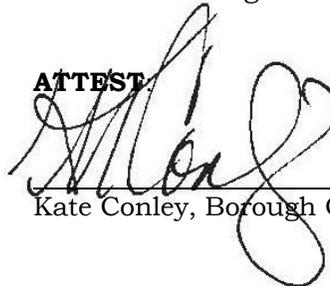
**ENACTED** by a duly constituted quorum of the Lake and Peninsula Borough Assembly this 9<sup>th</sup> day of May, 2016.

**IT WITNESS THERETO:**



Glen Alsworth Sr., Mayor

**ATTEST**



Kate Conley, Borough Clerk

Introduced:	April 13, 2016
Public Hearing:	May 9, 2016
Enacted:	May 9, 2016
Ayes:	Alvarez, Anderson, Olsen, Pedersen, Ravenmoon, Salmon
Nays:	none
Not Voting:	Alsworth
Absent:	none

## **FY-16 BUDGET REVISION**

The following revisions to the FY 2016 Operating budget are submitted for the Assembly's consideration. The revisions take into account Assembly appropriations for expenses since the adoption of the budget, actual expenses amounts and revised and refined estimates of revenues and expenses for the balance of the fiscal year. Over all, reductions to expense are in the amount of \$37,104, however reduced fish tax revenue required and additional use of \$660,311 of General Fund Reserves.

<b><u>REVENUE</u></b>	<b>Original Budget</b>	<b>Revised Budget</b>	<b>Variance</b>
RAW FISH TAX	\$ 1,500,000	\$ 1,045,472	\$ (454,528)
BED TAX	155,000	155,000	-
PENALTIES & INTEREST	-	1,500	
LICENSES AND PERMITS	5,000	5,000	-
PROFESSIONAL GUIDES	32,000	165,000	133,000
TEACHER HOUSING RENTS	330,000	327,225	(2,775)
LAND LEASE	30,000	68,000	38,000
INTEREST	45,000	87,000	42,000
PYMT IN LIEU OF DEVELOPMENT	100,000	100,000	-
STATE REVENUE SHARING	582,690	563,390	(19,300)
STATE FISHERIES BUSINESS TAX	29,352	29,643	291
SOA SHARED FISH TAX	520,000	352,015	(167,985)
ELECTRIC AND TELEPHONE COOP	2,000	1,225	(775)
OTHER DIRECT FEDERAL	283,130	283,130	-
TRANSFERS FROM GENERAL FUND	2,794,894	3,455,205	660,311
TOTAL REVENUE	<u>\$ 6,490,566</u>	<u>\$ 6,453,462</u>	<u>\$ (37,104)</u>

Revenue is down from budgeted amount due to lower fish tax collections. Fish prices falling from \$1+ per pound in the last two years to half or less than half that price last year was the driving factor. Other tax collections and increases in the number of land leases have mitigated the shortfall in the fish tax collections.

EXHIBIT A to Ordinance 16-04

<b><u>EXPENSE</u></b>	<b>Original Budget</b>	<b>Revised Budget</b>	<b>Variance</b>
ASSEMBLY	\$ 176,575	\$ 157,975	\$ (18,600)
PLANNING COMMISSION	33,200	32,975	(225)
ADMINISTRATION	993,087	781,362	(211,725)
ELECTIONS	15,850	1,795	(14,055)
ECONOMIC DEVELOPMENT	115,684	92,100	(23,584)
CDC - PLANNER	102,567	68,083	(34,484)
ILIAMNA DOCK REHAB	370,750	493,699	122,949
FISHERIES ADVISOR	46,600	50,125	3,525
BOARD OF FISH	-	25,000	25,000
DONATIONS	25,000	-	(25,000)
LEASE EXPENSE	5,000	5,000	-
MANAGERS CONTINGENCY	10,000	10,000	-
OTHER FINANCING AND USES	4,596,253	4,735,347	139,094
<b>TOTAL EXPENSE</b>	<b><u>\$ 6,490,566</u></b>	<b><u>\$ 6,453,462</u></b>	<b><u>\$ (37,104)</u></b>

Reductions in travel, shorter Assembly meeting durations, and reduction in staff were the biggest drivers in lower expense. The contract for the Iliamna dock rehabilitation project was larger by \$123,000 than anticipated and additional appropriations by the Assembly of \$25,000 and \$80,000 for Board of Fish meeting and contributions to the Capital Project Fund respectively, were increases beyond the original budget. Line item detail follows.

**Budget Detail**

<b>ASSEMBLY</b>	<b>Original</b>	<b>Revised</b>	<b>Variance</b>
INSURANCE - LIFE AND HEALTH	80,000.00	\$ 84,000	4,000
MEDICARE CONTRIBUTION	175	175	-
PERS RETIREMENT CONTRIBUTION	1200	700	(500)
SBS CONTRIBUTION	750	650	(100)
COMMUNICATIONS	1,350	1,350	-
RENTALS	500	-	(500)
FOOD	8,500	7,500	(1,000)
TRANSPORTATION	40,000	35,000	(5,000)
REGISTRATION/TUITION	500	-	(500)
STIPENDS	13,000	10,000	(3,000)
PER DIEM	17,000	13,000	(4,000)
LODGING	13,500	5,500	(8,000)
DUES AND FEES	100	100	-
	\$ 176,575	\$ 157,975	\$ (18,600)
<b><u>PLANNING COMMISSION</u></b>			
MEDICARE CONTRIBUTION	\$ 125	\$ 100	(25)
SBS CONTRIBUTION	375	325	(50)
FOOD	3,200	900	(2,300)
TRANSPORTATION	9,500	18,750	9,250
STIPENDS	5,500	4,000	(1,500)
PER DIEM	7,000	4,200	(2,800)
LODGING	7,500	4,700	(2,800)
	\$ 33,200	\$ 32,975	\$ (225)

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<b>ADMINISTRATION</b>			
SALARIES - FULL TIME STAFF	\$ 320,178	\$ 320,178	-
INSURANCE - LIFE AND HEALTH	47,400	72,000	24,600
MEDICARE CONTRIBUTION	4,643	4,643	-
PERS RETIREMENT CONTRIBUTION	70,500	5,500	(65,000)
SBS CONTRIBUTION	19,627	19,627	-
PERS SALARY FLOOR CONTRIBUTION	36,000	36,000	-
OTHER EMPLOYEE BENEFITS	2,500	2,500	-
AUDITING AND ACCOUNTING	35,000	35,000	-
LEGAL SERVICES	125,000	30,000	(95,000)
ADVERTISING	500	500	-
LOBBYIST	55,000	55,000	-
TECHNICAL SUPPORT	15,210	15,210	-
CONSULTANTS	72,000	66,500	(5,500)
MAPPING	30,000	5,000	(25,000)
ELECTRICITY	8,000	4,650	(3,350)
WATER AND SEWAGE	350	330	(20)
COMMUNICATIONS / TELECOM	12,640	13,000	360
COMMUNICATIONS / INTERNET SVCS	-	6,500	6,500
OTHER PURCHASED SERVICES	2,500	-	(2,500)
RENTALS	2,500	1,000	(1,500)
OFFICE EQUIPMENT	2,500	750	(1,750)
SITE REPAIR AND MAINTENANCE	5,500	1,500	(4,000)
INSURANCE AND BOND PREMIUMS	18,500	17,500	(1,000)
OFFICE SUPPLIES	9,000	3,000	(6,000)
COMPUTER HARDWARE/SOFTWARE	25,200	14,000	(11,200)
OFFICE RENTAL	-	1,200	1,200
POSTAGE	6,500	4,200	(2,300)
VEHICLE EXPENSE	2,500	1,000	(1,500)
FOOD	2,000	650	(1,350)
TRANSPORTATION	40,370	25,500	(14,870)
REGISTRATION/TUITION	1,500	795	(705)
PER DIEM	4,500	3,500	(1,000)
LODGING	7,170	5,750	(1,420)
DUES AND FEES	4,500	3,750	(750)
BANK FEES/CHARGES	2,800	4,380	1,580
MISCELLANEOUS EXPENSES	1,000	750	(250)
	\$ 993,087	\$ 781,362	\$ (211,725)

EXHIBIT A to Ordinance 16-04

<b>ELECTIONS</b>			
ADVERTISING	\$ 500	\$ 350	(150)
OFFICE SUPPLIES	7,500	775	(6,725)
COMPUTER HARDWARE/SOFTWARE	6,400	-	(6,400)
POSTAGE	1,200	670	(530)
FOOD	250	-	(250)
	\$ 15,850	\$ 1,795	\$ (14,055)
<b>ECONOMIC DEVELOPMENT</b>			
BOROUGH MATCH	115684	\$ 92,100	(23,584)
IMPROVEMENTS OTHER THAN BUILDINGS		-	-
	\$ 115,684	\$ 92,100	\$ (23,584)
<b>PLANNER</b>			
SALARIES - FULL TIME STAFF	\$ 54,546	\$ 38,960	(15,586)
INSURANCE - LIFE AND HEALTH	8,445	8,088	(357)
MEDICARE	1,582	565	(1,017)
PERS RETIREMENT CONTRIBUTION	12,000	8,571	(3,429)
SBS CONTRIBUTION	3,344	2,389	(955)
MAPPING	2,500	-	(2,500)
COMPUTER HARDWARE/SOFTWARE	5,500	-	(5,500)
TRANSPORTATION	5,000	3,950	(1,050)
REGISTRATION/TUITION	1,500	1,075	(425)
PER DIEM	3,100	2,500	(600)
LODGING	4,300	1,390	(2,910)
DUES AND FEES	500	595	95
MISCELLANEOUS EXPENSES	250	-	(250)
	\$ 102,567	\$ 68,083	\$ (34,484)
<b>ILIAMNA DOCK REHAB</b>			
ENGINEERING AND ARCHITECT	20750	\$ 12,000	(8,750)
IMPROVEMENTS OTHER THAN BUILDINGS	350000	481,699	131,699
	\$ 370,750	\$ 493,699	\$ 122,949
<b>FISHERIES ADVISOR</b>			
ADVISORY/CONSULTANT	\$ 45,000	\$ 45,000	-
TECHNICAL SUPPORT	-	4,525	4,525
TRANSPORTATION	1,000	-	(1,000)
LODGING	600	600	-
	\$ 46,600	\$ 50,125	\$ 3,525

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<b>BOARD OF FISH</b>			
OTHER PURCHASED SERVICES		\$ 160	160
RENTALS		2,178	2,178
OFFICE SUPPLIES		164	164
TRANSPORTATION		6134	6,134
STIPENDS		1000	1,000
PER DIEM		5565	5,565
LODGING		9,799	9,799
	\$ -	\$ 25,000	\$ 25,000
<b>DONATIONS</b>			
SAVAC DONATION	\$ 25,000		(25,000)
VISITORS CENTER LEASE	5,000	5,000	-
	\$ 30,000	\$ 5,000	\$ (25,000)
MANAGERS CONTINGENCY	10,000	10,000	-
<b>OTHER FINANCING AND USES</b>			
STATE REVENUE SHARING	180,800	\$ 180,800	-
BOROUGH REVENUE SHARING	175,000	175,000	-
TRANSFER TO CAPITAL PROJECTS FUND	-	80,000	80,000
TRANSFER CHIGNIK DOCK FUND	2,021,000	2,021,000	-
TRANSFER TO DEBT SERVICE	550,280	550,280	-
TRANSFER TO PERMANENT	150,000	209,094	59,094
TRANSFER TO WIND ENERGY	17,750	17,750	-
TRANSFER TO COMPONENT	1,347,423	1,347,423	-
TRANSFER TO VO-TECH/PRESCHOOL	154,000	154,000	-
	\$ 4,596,253	\$ 4,735,347	\$ 139,094