





Fairbanks North Star Borough

DEPARTMENT OF PUBLIC WORKS
ADMINISTRATION

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MEMORANDUM

TO: Fairbanks North Star Borough Assembly

THRU: Bryce J. Ward, Borough Mayor  

FROM: David Bredlie, Public Works Director

DATE: June 10, 2021

SUBJECT: Ordinance No. 2020 - 20 - 1X
Heavy Equipment Replacements

Attached for your approval is a proposed budget ordinance. This ordinance amends the FY 2020-2021 budget by appropriating \$1,750,000 from the Solid Waste Disposal Enterprise Operating fund unrestricted net position to the Solid Waste Disposal Enterprise Projects fund for heavy equipment replacements.

This project will replace a large wheel loader and landfill compactor that are used in daily operations.

I urge the adoption of this ordinance.



By: Bryce J. Ward, Mayor
Introduced: 06/10/2021

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5 FAIRBANKS NORTH STAR BOROUGH

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7 ORDINANCE NO. 2020 - 20 - 1X

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9 AN ORDINANCE AMENDING THE FY 2020-21 BUDGET BY APPROPRIATING \$1,750,000
10 FROM THE SOLID WASTE DISPOSAL ENTERPRISE OPERATING FUND UNRESTRICTED
11 NET POSITION TO THE SOLID WASTE DISPOSAL ENTERPRISE PROJECTS FUND FOR
12 HEAVY EQUIPMENT REPLACEMENTS
13

14 WHEREAS, The Fairbanks North Star Borough (Borough) Solid Waste
15 Facility has both primary and secondary heavy equipment that is used in daily operations
16 and range from one to 19 years old; and
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18 WHEREAS, It is time to replace two pieces of heavy equipment due to age,
19 hours, and condition; and
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21 WHEREAS, The Solid Waste Facility's Alaska Department of Environmental
22 Conservation (ADEC) operating permit and Title V air emission permit require daily
23 processing and proper handling of the trash and asbestos; and
24

25 WHEREAS, The Solid Waste Facility's large wheel loader is approaching five
26 years old, has approximately 11,400 hours, has a guaranteed buyback option that can be
27 exercised, and efforts to replace should begin now; and
28

29 WHEREAS, One of the Solid Waste Facility's landfill compactors is
30 approaching five years old, has approximately 10,000 hours, and efforts to replace should
31 begin now; and
32

AMENDMENTS ARE SHOWN IN LEGISLATIVE FORMAT
Text to be *added* is underlined
Text to be *deleted* is [BRACKETED, CAPITALIZED]

33 WHEREAS, Although the Solid Waste Disposal Enterprise Operating Fund
34 has a negative net position, the net position includes the long-term closure and
35 postclosure care liability required to be recorded by generally accepted accounting
36 principles. For budgeting purposes, the Borough analyzes rolling 20-year cash flow
37 requirements to determine the availability of funds for solid waste projects rather than
38 using net position for that determination.

39
40 NOW, THEREFORE, BE IT ORDAINED by the Assembly of the Fairbanks
41 North Star Borough:

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43 Section 1. Classification. This ordinance is not of a general and permanent
44 nature and shall not be codified.

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46 Section 2. Solid Waste Disposal Enterprise Operating Fund Appropriation.
47 Notwithstanding the Reserve Policies section IV.B. of the Borough’s fiscal policies as
48 stated in Ordinance No. 2020-20, Attachment B, the FY 2020-21 budget is hereby
49 amended by appropriating \$1,750,000 to the Solid Waste Disposal Enterprise Operating
50 Fund budgetary guideline entitled “Contribution to Solid Waste Disposal Enterprise
51 Projects Fund” and by increasing Contribution from Unrestricted Net Position by a like
52 amount.

53
54 Section 3. Solid Waste Disposal Enterprise Projects Fund Appropriation.
55 The FY 2020-21 budget is hereby amended by appropriating \$1,750,000 to the Solid
56 Waste Disposal Enterprise Projects Fund budgetary guideline entitled “Heavy Equipment
57 Replacements” and by increasing Contribution from Solid Waste Disposal Enterprise
58 Operating fund by a like amount.

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AMENDMENTS ARE SHOWN IN LEGISLATIVE FORMAT
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60 Section 4. Lapse of Funds. Upon completion or abandonment of the
61 project, any unexpended, unencumbered balance will lapse to the Solid Waste Disposal
62 Enterprise Operating Fund unrestricted net position.

63
64 Section 5. Effective Date. This ordinance is effective at 5:00 p.m. on the
65 first Borough business day following its adoption.

66 ADOPTED THE _____ DAY OF _____ 2021.

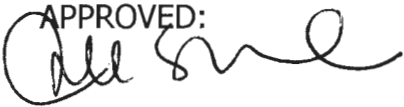
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ATTEST:

April Trickey, CMC
Borough Clerk

Mindy O’Neill
Presiding Officer

APPROVED:



Jill S. Dolan
Borough Attorney

AMENDMENTS ARE SHOWN IN LEGISLATIVE FORMAT
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FAIRBANKS NORTH STAR BOROUGH
FISCAL NOTE

I. Request

Ordinance No: 2020-20-1X Date Introduced: June 10, 2021

Abbreviated Title: Appropriating \$1,750,000 from the Solid Waste Disposal Enterprise Operating Fund Unrestricted Net Position to the Solid Waste Disposal Enterprise Projects Fund for Heavy Equipment Replacements

II. Financial Detail

Department/Division Affected: Public Works/Solid Waste Disposal

EXPENDITURE	Solid Waste Disposal Enterprise Operating Fund	Solid Waste Disposal Enterprise Projects Fund	
	FY 20/21	FY 20/21	FY 20/21
Capital Outlay		1,750,000	
Contribution to Solid Waste Disposal Enterprise Projects Fund	1,750,000		
Total	1,750,000	1,750,000	

SOURCE OF FUNDING

Contribution from Unrestricted Net Position	1,750,000		
Contribution from Solid Waste Disposal Enterprise Operating Fund		1,750,000	
Total	1,750,000	1,750,000	

Specify Funding Sources: Solid Waste Disposal Enterprise Operating Fund unrestricted net position

OTHER FUNDING (PREVIOUSLY APPROPRIATED)

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III. Project Purpose:

To purchase a large wheel loader and a landfill compactor

IV. Analysis of Future Liabilities and Funding Sources:

Maintenance and repairs

IV. Fund Certification: I certify that funding sources are available as detailed in II above.


Debra L. R. Brady for DLRS CFO
 Chief Financial Officer

5/13/2021
 Date

FA	SrGLA	
GA	CA	
SpA	C	
TBM	GLA	

Fairbanks North Star Borough Fiscal Impact Statement (FIS) (FNSBC 3.20.010 C.)

Check	Date
Version 1	
Version 2	
Version 3	
Version 4	


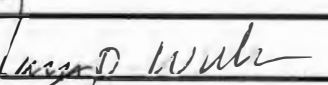
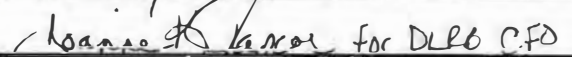
Originator's Name: Bob Jordan **Department:** PW - Solid Waste
To Be Introduced/Sponsored By: Bryce J. Ward
Abbreviated Ordinance Title: Heavy Equipment Replacements
Department(s)/Division(s) Affected: Public Works - Solid Waste
Proposed Introduction Date: 6/10/21 **Ordinance No.:** 2020-20-1X

Does this ordinance authorize:

- 1) a new or expansion of services which entails additional costs beyond that approved in the current adopted budget? Yes ___ No *
- 2) a project that is capital in nature and increases operational costs of the Borough in the current or any future fiscal year? Yes ___ No *

Required Information/Estimates	FISCAL IMPACT PRO FORMA SUMMARY - BEST ESTIMATE				
	Remainder of Current FY	1st Full FY of Operations	2nd Full FY of Operations	3rd Full FY of Operations	4th Full FY of Operations
	FY 20 /	FY 2021 /22	FY 2022 / 23	FY 2023 /24	FY 2024 /25
1. Timeline inclusive of all phases					
2. Number and type of new positions which may be required					
3. Cost of operations and maintenance					
4. Future costs to complete capital assets					
5. Estimated revenue impact					
6. Estimated non-Borough funds that may be received:					
a. to fund the ordinance					
b. to fund future phases					
c. to fund future operations and maintenance costs					
7. Anticipated annual tax subsidy					

Is backup attached? Yes ___ No

Contact Person's Name, for FIS questions: Bob Jordan **Extension:** 1365
Director(s) Signature(s):  **Date:** 5/3/21
Mayor's Office or Assembly Member Signature:  **Date:** 5/4/21
Chief Financial Officer Signature:  for DLBO C.F.O. **Date:** 5/13/2021