ATTACHED FOR YOUR APPROVAL IS A PROPOSED BUDGET ORDINANCE. THIS ORDINANCE AMENDS THE FY 2021-22 BUDGET BY APPROPRIATING $360,000 FROM THE SOLID WASTE DISPOSAL ENTERPRISE OPERATING FUND UNRESTRICTED NET POSITION TO THE SOLID WASTE DISPOSAL ENTERPRISE OPERATING FUND BUDGETARY GUIDELINE “DEPARTMENT OF PUBLIC WORKS” FOR ADDITIONAL FY22 FUNDING FOR COVER MATERIAL.

I URGE THE ADOPTION OF THIS ORDINANCE.

Attachment
FAIRBANKS NORTH STAR BOROUGH

ORDINANCE NO. 2021 – 20 – 1L

AN ORDINANCE AMENDING THE FY 2021-22 BUDGET BY APPROPRIATING $360,000 FROM THE SOLID WASTE DISPOSAL ENTERPRISE OPERATING FUND UNRESTRICTED NET POSITION TO THE DEPARTMENT OF PUBLIC WORKS FOR ADDITIONAL COVER MATERIAL

WHEREAS, The Fairbanks North Star Borough (Borough) Solid Waste Facility operates under an Alaska Department of Environmental Conservation operating permit that governs solid waste operations; and

WHEREAS, The operating permit primarily requires nightly cover of the processed waste with gravel which reduces or eliminates health and safety risks of odors, vectors, and other health hazards; and

WHEREAS, The FY 2021-22 budget for the Department of Public Works, Division of Solid Waste Disposal, included $594,000 for the purchase and hauling of gravel; and

WHEREAS, The contractor that provided gravel for the last four years notified the Borough they were no longer able to provide gravel after October 29, 2021; and

WHEREAS, A new contract needs to be procured and higher per cubic yard cost is anticipated since four years has elapsed since this contract was last bid competitively; and

AMENDMENTS ARE SHOWN IN LEGISLATIVE FORMAT
Text to be added is underlined
Text to be deleted is [BRACKETED, CAPITALIZED]
WHEREAS, Although the Solid Waste Disposal Enterprise Operating Fund has a negative net position, the net position includes the long-term closure and postclosure care liability required to be recorded by generally accepted accounting principles. For budgeting purposes, the Borough analyzes rolling 20-year cash flow requirements to determine the availability of funds for solid waste projects rather than using net position for that determination.

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

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

Section 2. Solid Waste Disposal Enterprise Operating Fund Appropriation. Notwithstanding the Reserve Policies section IV.B. of the Borough’s fiscal policies as stated in Ordinance No. 2021-20, Attachment B, the FY 2021-22 budget is hereby amended by appropriating $360,000 to the Solid Waste Disposal Enterprise Operating Fund budgetary guideline entitled “Department of Public Works” and by increasing Contribution from Unrestricted Net Position by a like amount.

Section 3. Effective Date. This ordinance is effective at 5:00 p.m. on the first Borough business day following its adoption.

ADOPTED THE _____ DAY OF __________ 2021.

________________________________________
Mindy O’Neall
Presiding Officer

AMENDMENTS ARE SHOWN IN LEGISLATIVE FORMAT
Text to be added is underlined
Text to be deleted is [BRACKETED, CAPITALIZED]
AMENDMENTS ARE SHOWN IN LEGISLATIVE FORMAT
Text to be added is underlined
Text to be deleted is [BRACKETED, CAPITALIZED]
FAIRBANKS NORTH STAR BOROUGH
FISCAL NOTE

I. Request

Ordinance No: 2021-20-11 Date Introduced: December 9, 2021

Abbreviated Title: Appropriate $360,000 from the Solid Waste Disposal Operating Fund Unrestricted Net Position to the Department of Public Works for Additional Cover Material

II. Financial Detail

Department/Division Affected: Public Works / Solid Waste Disposal

<table>
<thead>
<tr>
<th>EXPENDITURE</th>
<th>Solid Waste Disposal Enterprise Operating Fund</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>FY 21/22</td>
</tr>
<tr>
<td>Contractual Services</td>
<td>360,000</td>
</tr>
<tr>
<td>Capital Outlay</td>
<td></td>
</tr>
<tr>
<td>Awaiting Budget</td>
<td></td>
</tr>
<tr>
<td>Total</td>
<td>360,000</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>SOURCE OF FUNDING</th>
</tr>
</thead>
<tbody>
<tr>
<td>Contribution from Fund Balance</td>
</tr>
<tr>
<td>Contribution from Unrestricted Net Position</td>
</tr>
<tr>
<td>Total</td>
</tr>
</tbody>
</table>

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

OTHER FUNDING (PREVIOUSLY APPROPRIATED)

<table>
<thead>
<tr>
<th>Ord. No.</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>2021-20</td>
<td>594,000</td>
</tr>
</tbody>
</table>

III. Project Purpose:

To provide additional funding for cover material

IV. Analysis of Future Liabilities and Funding Sources:

None

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

Debra L. R. Brady
Chief Financial Officer

Date: 11/16/2021
Fairbanks North Star Borough Fiscal Impact Statement (FIS) (FNSBC 3.20.010 C.)

Originator's Name: Bob Jordan  
Department: PW - Solid Waste

To Be Introduced/Sponsored By: Bryce Ward

Abbreviated Ordinance Title: Additional Cover Material Funding

Department(s)/Division(s) Affected: PW - Solid Waste

Proposed Introduction Date: December 9, 2021  
Ordinance No.: 2021-20-1L

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 ✗

<table>
<thead>
<tr>
<th>Required Information/Estimates</th>
<th>FISCAL IMPACT PRO FORMA SUMMARY - BEST ESTIMATE</th>
</tr>
</thead>
<tbody>
<tr>
<td>1. Timeline inclusive of all phases</td>
<td>FY 2021 / 22</td>
</tr>
<tr>
<td>2. Number and type of new positions which may be required</td>
<td>none</td>
</tr>
<tr>
<td>3. Cost of operations and maintenance</td>
<td>$0.00</td>
</tr>
<tr>
<td>4. Future costs to complete capital assets</td>
<td>$0.00</td>
</tr>
<tr>
<td>5. Estimated revenue impact</td>
<td>$0.00</td>
</tr>
<tr>
<td>6. Estimated non-Borough funds that may be received:</td>
<td></td>
</tr>
<tr>
<td>a. to fund the ordinance</td>
<td></td>
</tr>
<tr>
<td>b. to fund future phases</td>
<td></td>
</tr>
<tr>
<td>c. to fund future operations and maintenance costs</td>
<td></td>
</tr>
<tr>
<td>7. Anticipated annual tax subsidy</td>
<td></td>
</tr>
</tbody>
</table>

Is backup attached? Yes  No ✗

Contact Person's Name, for FIS questions: Bob Jordan  
Extension: 1365

Director(s) Signature(s):  
Date: 10/25/21

Mayor's Office or Assembly Member Signature:  
Date: 10/27/21

Chief Financial Officer Signature:  
Date: 11/16/21