

I. CALL TO ORDER

The special meeting of the Matanuska-Susitna Borough Assembly was held on May 24, 2005, at the Borough Assembly Chambers, 350 E. Dahlia Avenue, Palmer, Alaska. The meeting was called to order at 6 p.m. by Mayor Timothy L. Anderson for the purpose of addressing Ordinance Serial No. 05-005, adoption of the budget.

II. ROLL CALL

Assembly members present and establishing a quorum were:

Ms. Lynne Woods, Assembly District No. 1
Mr. Bill Allen, Assembly District No. 2
Mr. Talis J. Colberg, Assembly District No. 3
Ms. Mary Kvalheim, Assembly District No. 4
Ms. Jody Simpson, Assembly District No. 5
Mr. Jim Colver, Assembly District No. 6 (Deputy Mayor)
Ms. Betty Vehrs, Assembly District No. 7

Staff in attendance were:

Ms. Michelle M. McGehee, CMC, Borough Clerk
Mr. John Duffy, Borough Manager
Ms. Teresa S. Williams, Borough Attorney
Ms. Janice Case, Deputy Borough Clerk
Ms. Marian Romano, Assistant Borough Manager
Ms. Tammy Clayton, Finance Director
Ms. Cheyenne Heindel, Financial Analyst
Mr. Dennis Brodigan, Emergency Services Director
Mr. Murph O'Brien, Planning Director
Mr. Ron Swanson, Community Development Director
Mr. Jack Krill, Fire Chief
Mr. Don Shiesl, Public Works Director

III. APPROVAL OF AGENDA

Mayor Anderson:

- noted that item A under New Business would be pulled from the agenda and introduced on May 26, 2005; and
- inquired if there were any additional changes to the agenda.

GENERAL CONSENT: The agenda was approved as amended without objection.

IV. PLEDGE OF ALLEGIANCE

The Pledge of Allegiance was led by Mr. Ron Rucker, President of the Classified Employees Association.

V. NEW BUSINESS

A. INTRODUCTION (For public hearing – 06/07/05, 7 p.m., Borough Assembly Chambers)

1. Ordinance Serial No. 05-079: AN ORDINANCE APPROVING A REAPPROPRIATION OF \$120,000 FROM THE AREAWIDE FUND BALANCE, FUND 100, \$155,000 FROM THE NON-AREAWIDE FUND BALANCE, FUND 200, \$225,000 FROM THE ECONOMIC DEVELOPMENT OPERATING BUDGET, FUND 200, AND AN APPROPRIATION OF \$73,500 OF THE INTEREST EARNINGS ON THE PROCEEDS OF THE 2004 SERIES C, PORT GENERAL OBLIGATION BONDS AND \$989,400 FROM THE PORT ENTERPRISE FUND LOAN PROCEEDS TO FUND 450 FOR CONTRACT CLOSEOUT FOR THE PORT MACKENZIE DEEP DRAFT DOCK CONSTRUCTION PROJECT.
 - a. Resolution Serial No. 05-069: A RESOLUTION APPROVING A LOAN FROM THE LAND MANAGEMENT PERMANENT FUND (FUND 203) IN THE AMOUNT OF \$989,400 TO THE PORT ENTERPRISE FUND FOR CONTRACT CLOSEOUT OF THE PORT MACKENZIE DEEP DRAFT DOCK CONSTRUCTION PROJECT.
 - (1) IM No. 05-132
 - (2) AM No. 05-076: APPROVAL OF CHANGE ORDER NO. 2 TO MKB CONSTRUCTORS IN THE AMOUNT OF \$1,732,511 FOR THE CONTRACT CLOSEOUT FOR THE CONSTRUCTION OF THE DEEP DRAFT DOCK AT PORT MACKENZIE.

(This introduction was pulled at agenda setting. See pp. 1 of 26)

B. FY 2006 BUDGET DELIBERATION

1. Ordinance Serial No. 05-005: AN ORDINANCE APPROPRIATING MONIES FROM THE CENTRAL TREASURY AND ESTABLISHING THE RATE OF LEVY FOR ALL BOROUGH FUNCTIONS FOR THE FISCAL YEAR BEGINNING JULY 1, 2005, AND ENDING JUNE 30, 2006.

MOTION: Assemblymember Colver moved to adopt Ordinance Serial No. 05-005, appropriating monies from the central treasury and establishing the rate of levy for all borough functions for the fiscal year beginning July 1, 2005, and ending June 30, 2006.

Technical Amendments:

- Page B-11, 000-000-315-100, Tobacco Excise Tax: proposed at \$0, amended by \$4,614,600, for an adjusted amount of \$4,614,600.
- Page B-44, 000-116-411 and 412s, GIS Addressing Officer: proposed at \$337,469, amended by \$70,839, for an adjusted amount of \$408,308.
- Page B-60, 120-119-411 and 412s, Excise Tax Officer: proposed at \$602,473, amended by

- \$72,136, for an adjusted amount of \$674,609.
- Page E-4, 000-000-449-100, Transfer – City of Palmer: proposed at \$0, amended by \$30,687, for an adjusted amount of \$30,687.
- Page E-4, 000-000-449-200, Transfer – City of Wasilla: proposed at \$0, amended by \$30,687, for an adjusted amount of \$30,687.
- Page E-4, 100-121-411s and 412s, Salaries and benefits: proposed at \$139,410, amended by \$69,705 (decrease), for an adjusted amount of \$69,705.
- Page E-4, 100-121-414-200, Expense reimbursement – outside borough: proposed at \$1,061, amended by \$0, for an adjusted amount of \$0.
- Page E-4, 100-121-414-400, Travel tickets: proposed at \$5,304, amended by \$215 (decrease), for an adjusted amount of \$5,089.
- Page E-4, 100-121-421-100, Telephone: proposed at \$128,313, amended by \$0, for an adjusted amount of \$128,313.
- Page E-4, 100-121-421-200, Postage: proposed at \$518, amended by \$518, for an adjusted amount of \$0.
- Page E-4, 100-121-422-000, Advertising: proposed at \$526, amended by \$5,474, for an adjusted amount of \$6000.
- Page E-4, 100-121-423-000, Printing: proposed at \$2,101, amended by \$0, for an adjusted amount of \$2,101.
- Page E-4, 100-121-426-100, Auditing and Accounting: proposed at \$0, amended by \$5,000, for an adjusted amount of \$5,000.
- Page E-4, 100-121-426-300, Dues and Fees: proposed at \$828, amended by \$0, for an adjusted amount of \$828.
- Page E-5, 100-121-426-600, Computer software: proposed at \$13,078, amended by \$0, for an adjusted amount of \$13,078.
- Page E-5, 100-121-427-500, Liability Insurance: proposed at \$400, amended by \$0, for an adjusted amount of \$400.
- Page E-5, 100-121-428-500, Communications Equipment Maintenance Service: proposed at \$4,350, amended by \$9,036, for an adjusted amount of \$13,386.
- Page E-5, 100-121-429-200, Training reimbursement/conference fees: proposed at \$6,210, amended by \$2000, for an adjusted amount of \$8,210.
- Page E-5, 100-121-429-900, other contractual: proposed at \$282,823, amended by \$177,461, for an adjusted amount of \$105,362.
- Page E-5, 100-121-430-100, Office supplies: proposed at \$311, amended by \$0, for an adjusted amount of \$311.
- Page E-5, 100-121-431-300, Equipment Maintenance Supplies: proposed at \$932, amended by \$0, for an adjusted amount of \$932.
- Page E-5, 100-121-433-300, Books/subscriptions: proposed at \$207, amended by \$0, for an adjusted amount of \$207.
- Page E-5, 100-121-433-900, Other supplies: proposed at \$104, amended by \$104, for an adjusted amount of \$0.
- Page E-5, 100-121-434-100, Other equipment under \$5,000: proposed at \$6,500, amended by \$5,300, for an adjusted amount of \$1,200.
- Page E-5, 100-121-434-300, Furniture under \$5,000: proposed at \$1,500, amended by \$1,500, for an adjusted amount of \$0.

- Page E-6, 100-121-446-200, Transfer to fund 445: proposed at \$285,000, amended by \$114,751, for an adjusted amount of \$170,249.
- Page E-6, 100-121-451-100, Equipment over \$5,000: proposed at \$7,500, amended by \$7,500, for an adjusted amount of \$0.
- Page H-61, Fund 276, Principal loan payment: proposed at \$0, amended by \$1,600, for an adjusted amount of \$1,600.
- Page H-67, Fund 276-000-000-442-200, Interest payment: proposed at \$0, amended by \$30, for an adjusted amount of \$30.
- Page H-69, Fund 277, Principal loan payment: proposed at \$0, amended by \$3,000, for an adjusted amount of \$3,000.
- Page H-75, Fund 277-000-000-442-200, Interest payment: proposed at \$0, amended by \$50, for an adjusted amount of \$50.
- Page L-1, Fund 520-100-112, Principal loan payment: proposed at \$360,000, amended by \$165,900, for an adjusted amount of \$525,900.
- Page L-4, Fund 520-100-112-441-240, Interest payment: proposed at \$393,788, amended by \$8,500, for an adjusted amount of \$402,288.

MOTION: Assemblymember Colver moved to approve the technical amendments as presented by Administration.

Ms. Clayton explained the technical amendments.

VOTE: The primary amendment (technical amendments) passed without objection.

MOTION: Assemblymember Colver moved to leave each individual fund open and adopt the budget all at once.

VOTE: The motion passed without objection.

Amendment No. 1 - Solid Waste Enterprise Fund/Central Landfill Division (510-150-401) (Tab K, Page 8) and Solid Waste Enterprise Fund/Transfer Sites Division (510-150-402) (Tab K, Page 12)

MOTION: Assemblymember Vehrs moved a primary amendment to the Solid Waste Enterprise Fund/Central Landfill Division budget to reduce line 434-000 from \$2,500 to \$1,900 for a decrease of \$600, and the Solid Waste Enterprise Fund/Transfer Sites Division budget to reduce line 434-000 from \$2,400 to 0 for a decrease of \$2,400, for a total reduction of \$3,000 to change the replacement of computer equipment from a three-year cycle to a five-year cycle.

Assemblymember Vehrs spoke in support of changing to a five-year replacement cycle for computer equipment.

VOTE: The primary amendment passed without objection.

Amendment No. 2 - Port Enterprise Fund (520-100-112)(Page L5)

MOTION: Assemblymember Colberg moved a primary amendment to the Port Enterprise Fund (fund 520-100-112), by striking the newly proposed Port Administrative Secretary position, salary and benefits, line items 411-100/412s, for a combined decrease of \$56,187.

Assemblymember Simpson inquired if this position was the sole administrative support for the Port Department.

Mr. Duffy affirmed that this position is the sole administrative support for the Port Department.

Assemblymember Simpson spoke in opposition to the amendment.

Mr. Duffy:

- noted that the position is currently a project position that expires on June 30, 2005;
- stated that the position is currently being paid for by a grant; and
- noted that if the grant runs out and this became a permanent position, the Borough would have to pay for the position.

Assemblymember Vehrs inquired why the position is being changed to a permanent position before the grant funds have run out.

Mr. Duffy:

- replied that he felt that it was the appropriate time to stop calling the Port a project and change this position to a permanent position; and
- explained the difference between a project employee and a permanent employee.

MOTION: Assemblymember Colver moved to postpone Amendment No. 2 to the end of the series of amendments.

VOTE: The motion to postpone to a time certain failed with Assemblymembers Vehrs, Colver, and Woods in support.

MOTION: Assemblymember Simpson moved the previous question (stop debate).

VOTE: The motion to stop debate failed with Assemblymember Woods, Allen, and Colberg in support.

Assemblymember Colver stated that if the position is not placed in the budget as a permanent position, the employee will still remain as a project employee.

Ms. Williams:

- stated that a project employee is employed for the life of the project; and
- noted that since the project will expire on June 30, 2005, the project employee would also expire on that date.

Discussion ensued regarding project employees versus permanent employees.

VOTE: The primary amendment failed with Assemblymembers Vehrs and Colberg in support.

Amendment No. 3 - Port Enterprise Fund/Port Development Division (520-100-112) (Tab L, Page 8)

MOTION: Assemblymember Vehrs moved a primary amendment to the Port Enterprise Fund/Port Development Division budget to reduce line 434-000 from \$6,600 to \$1,960 for a decrease of \$4,640 to change the replacement of computer equipment from a three-year cycle to a five-year cycle.

VOTE: The primary amendment passed without objection.

Amendment No. 4 – Fire Service Areas – Meadow Lakes (257-000-000)(Tab G, page 60) and Capital Projects/Grants/Pass (Tab N, page 6)

MOTION: Assemblymember Vehrs moved a primary amendment to the Meadow Lakes Fire Service Area budget by reducing the funds proposed for transfer to capital projects (line 446-400) from \$427,908 to \$82,908, for a decrease of \$345,000 and a corresponding decrease in the capital projects/grants budget to strike the \$345,000 proposed for the fire apparatus replacement new engine.

Assemblymember Vehrs spoke in support of Amendment No. 4.

VOTE: The primary amendment passed without objection.

Amendment No. 5 – Emergency Services: Special Revenue Fund - Fire Service Areas – Wage Increase (Tab G)

- (250-000-000 – Wasilla-Lakes FSA, Tab G, page 9);**
- (251-000-000 – Butte FSA, Tab G, Page 23);**
- (253-000-000 – Sutton FSA, Tab G, Page 31);**
- (254-000-000 – Talkeetna FSA, Tab G, Page 39)**
- (256-000-000 – Big Lake FSA, Tab G, Page 47)**
- (257-000-000 – Meadow Lakes FSA, Tab G, Page 57)**
- (258-000-000 – Willow FSA, Tab G, Page 65)**

MOTION Assemblymember Vehrs moved a primary amendment to the Special Revenue Fund, Emergency Services, (all fire service areas referenced above) by inserting the following amounts to line items 411.100 as follows:

- \$38,425 to fund 250-000-000 -411 – Wasilla-Lakes FSA
- \$3,202 to fund 251-000-000-411 – Butte FSA
- \$750 to fund 253-000-000-411 – Sutton FSA
- \$20,490 to fund 254-000-000-411 – Talkeetna FSA
- \$6,287 to fund 256-000-000-411 – Big Lake FSA
- \$7,649 to fund 257-000-000-411 – Meadow Lakes FSA
- \$9,531 to fund 258-000-000-411 – Willow FSA

for a combined permanent wage increase to fire service areas of \$86,334

Assemblymember Vehrs:

- stated that at the budget public hearings, the Assembly heard testimony from many emergency medical service responders in support of the wage increase and health benefits;
- discussed the negative effects and costs associated with employee turn-over; and
- spoke in support of the wage increase.

MOTION: Assemblymember Colver moved a secondary amendment to include a statement that the increase would result provided it does not raise the individual mill levies.

(The regular meeting recessed at 6:57 p.m. and reconvened at 7:09 p.m.)

RULING: Mayor Anderson ruled Assemblymember Colver’s motion out of order as not being germane to the primary amendment.

Assemblymember Allen inquired regarding the controls placed on employees to ensure that employees receiving higher pay would not be working more than a shift requires.

Mr. Brodigan explained the controls in place for personnel responding to emergencies.

Assemblymember Allen inquired if the fire service area boards have reviewed and approved the increase.

Mr. Brodigan affirmed that they have reviewed and approved the increase.

Assemblymember Colberg:

- discussed the increasing cost of health insurance;
- stated that this is a very expensive proposition in the long-term; and
- spoke in opposition to the amendment.

VOTE: The primary amendment passed with Assemblymember Colberg opposed.

(This motion was reconsidered by Assemblymember Vehrs later in the meeting. The motion to reconsider failed with Assemblymember Colberg in support. See pp. 26 of 26).

Amendment No. 6 – Special Revenue Funds: Fire Service Areas – Insurance Coverage (Tab G)

(250-000-000 – Wasilla/Lakes FSA, Tab G, page 9)

(251-000-000 – Butte FSA, Tab G, page 23)

(253-000-000 – Sutton FSA, Tab G, page 31)

(254-000-000 – Talkeetna FSA, Tab G, page 39)

(256-000-000 – Big Lake FSA, Tab G, page 47)

(257-000-000 – Meadow Lakes FSA, Tab G, page 57)

(258-000-000 – Willow FSA, Tab G, page 65)

MOTION Assemblymember Vehrs moved a primary amendment to the Special Revenue Fund, Fire Service Areas, (all fire service areas referenced above) by inserting the following amounts to line item 412s as follows:

- \$50,641 to fund 250-000-000 – Wasilla/Lakes FSA
 - \$11,832 to fund 251-000-000 – Butte FSA
 - \$6,626 to fund 253-000-000 – Sutton FSA
 - \$8,519 to fund 254-000-000 – Talkeetna FSA
 - \$6,153 to fund 246-000-000 – Big Lake FSA
 - \$7,572 to fund 257-000-000 – Meadow Lakes FSA
 - \$5,206 to fund 258-000-000 – Willow FSA
- for a combined insurance amount to fire service areas of \$96,549

Assemblymember Vehrs noted that the insurance will cost both the Borough and the employee approximately \$40 per month.

Mr. Brodigan:

- stated that this is a significant benefit for the emergency medical service responders; and
- explained the controls that will be put in place if the insurance is approved by the Assembly.

Assemblymember Allen requested an analysis of the benefits of the health care in terms of retention for the budget next year.

Discussion ensued regarding the proposed health insurance for emergency medical service responders.

VOTE: The primary amendment passed with Assemblymember Colberg in opposition.

MOTION: Assemblymember Vehrs moved to reconsider the primary amendment (No. 6).

VOTE: The motion to reconsider failed with Assemblymembers Woods and Colberg in support.

Amendment No. 7 - Fire Service Areas (Tab G) – Decrease Computers

MOTION: Assemblymember Vehrs moved a primary amendment to the following fire service areas:

- Wasilla Lakes Fire Service Area (200-000-000-434-000) from \$7,000 to \$3500;
 - Butte Fire Service Area (251-000-000-434-000) from \$600 to \$300;
 - Sutton Fire Service Area (253-000-000-434-000) from \$2,500 to \$950;
 - Talkeetna Fire Service Area (254-000-000-434-000) from \$1,800 to \$450;
 - Big Lake Fire Service Area (256-000-000-434-000) from \$2,500 to \$1,900;
 - Meadow Lakes Fire Service Area (257-000-000-434-000) from \$3,000 to \$450;
 - Willow Fire Service Area (258-000-000-434-000) from \$3,000 to \$950; and
- and change the computer replacement from a three-year cycle to a five-year cycle.

VOTE: The primary amendment passed without objection.

Amendment No. 8 - Road Service Area Administration (265-000-000) (Tab H, Page 10)

MOTION: Assemblymember Vehrs moved a primary amendment to the Road Service Area Administration budget to reduce line 434-000 from \$17,000 to \$5,700 for a decrease of \$11,300 to change the replacement of computer equipment from a three-year cycle to a five-year cycle.

VOTE: The primary amendment passed without objection.

Amendment No. 9 - Land Management Fund/Land Management Division (203-170-141) (Tab F, Page 13)

MOTION: Assemblymember Vehrs moved a primary amendment to the Land Management Fund, Land Management Division budget to reduce line 434-000 from \$8,000 to \$1,900 for a decrease of \$6,100 to change the replacement of computer equipment from a three-year cycle to a five-year cycle.

VOTE: The primary amendment passed without objection.

Amendment No. 10 - Non-areawide – Economic Development (200-100-114-411-100 and 412s) (Tab D, Page 15)

MOTION: Assemblymember Allen moved a primary amendment to the non-areawide services to insert an Economic Development Director. The cost of salaries and benefits are approximately \$92,384.

Assemblymember Allen:

- stated that since he has been a member of the Assembly, the residents of the Borough have been telling the Assembly to diversify revenue sources;
- stated that the tobacco tax and the real estate transfer fee were only stop-gap measures;
- opined that in order to diversify our revenue sources, the Borough needs to improve and expand its commercial base; and
- discussed the importance of establishing an office to get aggressive on economic development.

Assemblymember Colver:

- spoke in support of an economic development director; and
- discussed part of the wages for this position being paid for out of gravel sales.

VOTE: The primary amendment passed with Assemblymembers Simpson and Colberg opposed.

**Amendment No. 11 - Non-area-wide – Economic Development (200-100-114-413s and 414s)
(Tab D, Page 15)**

MOTION: Assemblymember Allen moved a primary amendment to the non-area-wide services to insert mileage, expense reimbursement, and travel tickets in and outside of the Borough for the position of Economic Development Director. The amount for each category is as follows:

-	413-100	Mileage in borough	\$1,500
-	413-200	Exp in borough	\$500
-	414-100	Mileage out borough	\$1,000
-	414-200	Exp out borough	\$1,000
-	414-400	Travel tickets	\$2,000

Assemblymember Allen stated that the economic development director will need funds for traveling to promote economic development in the Borough.

VOTE: The primary amendment passed with Assemblymembers Colberg and Simpson opposed.

Amendment No. 12 - Special Revenue Funds – Non-area-wide – Emergency Services, Animal Care and Regulation Division (200-160-606) (Tab D, Page 34)

MOTION: Assemblymember Simpson moved a primary amendment to the non-area-wide, Emergency Services, Animal Care and Regulation Division budget, to reduce line item 414-400, travel tickets, from \$10,500 to \$7,500, for a decrease of \$3,000.

Assemblymember Simpson spoke in support of the amendment.

Assemblymember Vehrs inquired if the funds would be used for training and certification.

Mr. Brodigan:

- stated that the increase in this fund was to allow the deputy officers to complete the National Animal Control Association training;
- stated that the funds would also be used for travel and training for the Borough veterinarian to attend conferences to maintain her license; and
- noted that the funds would also be used for the Chief Animal Care and Regulation Officer to attend the annual Humane Society Conference.

Assemblymember Vehrs expressed the importance of supporting the positions with the funding needed to remain certified.

Assemblymember Colver spoke in opposition to the amendment.

VOTE: The primary amendment passed with Assemblymembers Colver, Vehrs, and Kvalheim opposed.

Ms. Clayton reported that the current non-areawide mill rate is .38 mills.

Amendment No. 13 – Special Revenue Funds – Non-areawide – Emergency Services, Animal Care and Regulation Division (200-160-606) (Tab D, Page 35)

MOTION: Assemblymember Simpson moved a primary amendment to the non-areawide, Emergency Services, Animal Care and Regulation Division budget, to reduce line item 426-900, other professional charges, from \$22,000 to \$12,000, for a decrease of \$10,000, for the purpose of removing funds allocated to “STOP,” Stop the Overpopulation of Animals program.

Assemblymember Simpson spoke in opposition to using Borough funds for non-profit organizations.

Assemblymember Vehrs discussed the importance of the STOP program now that the Borough no longer has a low cost spay and neuter clinic.

Assemblymember Colberg spoke in opposition to using Borough funds for non-profit organizations.

VOTE: The primary amendment failed with Assemblymembers Simpson, Woods, and Colberg in support.

Amendment No. 14 – Non-areawide Fund: Various divisions as shown below (Tab D, various pages)

MOTION: Assemblymember Vehrs moved a primary amendment to the non-areawide fund, line 434-000, computer equipment under \$5,000, by reducing the amounts shown below in the respective divisions for a total reduction of \$12,500 to change the replacement of computer equipment from a three-year cycle to a five-year cycle.

<u>Divisions</u>	<u>Budgeted</u>	<u>Reduction for</u>	<u>Amended</u>
Matanuska-Susitna Borough			
Special Assembly Meeting Minutes			

	for FY2006	5-year replacement cycle	Budget
200.150.415.434.000	1,200	(1,200)	0
200.160.606.434.000	8,600	(5,300)	3,300
200.170.503.434.000	1,900	(1,900)	0
200.170.507.434.000	1,900	(1,900)	0
200.170.508.434.000	4,100	(2,200)	1,900
Subtotal	17,700	(12,500)	5,200

VOTE: The primary amendment passed without objection.

Amendment No. 15 – Non-areawide – Community Development (200-000-000-446-120) (Tab D, Page 13) and Capital Projects/Grants/Pass – Community Development, Libraries (Tab N, Page 2)

MOTION: Assemblymember Colver moved a primary amendment to the Capital Projects/Grants/Pass budget, Community Development, Libraries, to strike \$10,000 proposed for lighting and outlets at the Big Lake Library, for a total decrease of \$10,000, with a corresponding decrease in the non-areawide fund, transfer to non-areawide (200-000-000-446-120).

Assemblymember Cover stated that this item could be covered under the proposed library bonds that will be on the October 4, 2005, regular election ballot.

Assemblymember Simpson spoke in opposition to the amendment.

VOTE: The primary amendment failed with Assemblymembers Vehrs, Kvalheim, and Colver in support.

(The regular meeting recessed at 8:07 p.m. and reconvened at 8:20 p.m.)

Amendment No. 16 – Areawide (100-000-000-446-220) (Tab B, Page 17) and Education Operating Budget (204-000-000-367-110) (Tab J, Page 3)

MOTION: Assemblymember Allen moved primary amendment to the Education Operating Budget (204-000-000-367-110) to increase the proposed amount of funding from \$36,080,405 to \$38,080,405, for a total increase of \$2,000,000, with a corresponding increase in the Areawide Fund, transfer to education operating (100-000-000-445-200).

Assemblymember Allen:

- stated that he has been assured by the School Board President that the School District budget process will be changing;
- stated that the School District has requested \$40 million and that the Manager has proposed \$36 million;
- commented that he felt \$38 million was a good compromise; and
- discussed the importance of good education.

Assemblymember Vehrs stated that she wished that the Borough could afford to give more funds to the School District.

Assemblymember Colberg:

- stated that the School District would be questioned if they did not ask for the maximum contribution; and
- noted that the entire School District budget has grown significantly above inflation and growth.

Assemblymember Colver spoke in support of the increase.

MOTION: Assemblymember Simpson moved to postpone the primary amendment to be addressed last in series of the amendments to be addressed.

VOTE: The motion to postpone failed with Assemblymember Simpson in support.

VOTE: The primary amendment passed with Assemblymember Colberg in opposition.

MOTION: Assemblymember Colver moved to reconsider the amendment (No. 16).

VOTE: The motion to reconsider failed with Assemblymember Colberg in support.

Amendment No. 17 – Areawide: Assembly (100-100-101-451-100)(Tab B, Page 21)

MOTION: Assemblymember Simpson moved a primary amendment to the Areawide General Fund, Assembly, (fund 100-100-101-451-100), by striking the funds proposed for equipment over \$5,000 (Assembly laptops) from \$24,800 to \$6,000, for a decrease of \$18,800.

Assemblymember Simpson stated that this is an unnecessary expense.

Assemblymember Vehrs:

- opined that the Assembly needs to get up to speed with technology; and
- stated that the members of the Assembly could have the option of having a laptop.

VOTE: The primary amendment failed with Assemblymembers Simpson, Woods, and Colberg in support.

Amendment No. 18 – Areawide: Assembly (100-100-102-429-900)(Tab B, Page 22)

MOTION: Assemblymember Simpson moved a primary amendment to the Areawide General Fund, Assembly Reserves, (fund 100-100-102-429-900), by reducing the funds proposed for Assembly Reserves from \$60,000 to \$40,000, for a decrease of \$20,000.

Assemblymember Simpson spoke in support of the amendment.

VOTE: The primary amendment passed without objection.

Amendment No. 19 – Areawide – Assembly, Clerks – Dues and Fees (100-100-103-426-300) (Tab B, Page 24)

MOTION: Assemblymember Vehrs moved a primary amendment to the Clerk’s operating budget to increase line item 100-100-103-426-300 from \$1,426 to \$2,251, for a total increase of \$825, for the purpose of funding dues and fees for NACO.

Mayor Anderson:

- discussed the benefits of NACO;
- stated that they do a lot of lobbying in Washington D.C. on behalf of boroughs and counties nationwide; and
- noted that the Matanuska-Susitna Borough is the only borough in the State that does not currently belong to NACO.

Assemblymember Colberg opined that there is no real purpose to be gained by joining NACO.

VOTE: The primary amendment passed with Assemblymembers Colberg and Simpson opposed.

Amendment No. 20 – Assembly: Records Management (100-100-106) (Page B 29)

MOTION: Assemblymember Colver moved a primary amendment to the Records Management operating budget (fund 100-100-106), by striking the newly proposed Records Technician position, salary and benefits, line items 411-100/412s, for a combined decrease of \$49,513.

Assemblymember Colver spoke in support of the amendment.

Assemblymember Simpson:

- spoke in opposition to the amendment;
- stated that this will bring the Records Management Division up to a total of three staff members;
- stated that the Borough is required by law to comply with the records program; and

- commented that without a good records management program the Borough is at risk.

VOTE: The primary amendment passed with Assemblymembers Simpson, Kvalheim, and Allen opposed.

MOTION: Assemblymember Colver moved to reconsider the primary amendment (No. 20).

VOTE: The motion to reconsider failed unanimously.

Amendment No. 21 – Assembly: Administration (100-100-110) (Page B32)

MOTION: Assemblymember Colberg moved a primary amendment to the Administration operating budget (fund 100-100-110), by striking the newly proposed Public Affairs Manager position, salary and benefits, line items 411-100/412s, for a combined decrease of \$78,235.

The members of the Assembly discussed the pros and cons of funding the Public Affairs Manager position.

VOTE: The primary amendment failed with Assemblymembers Simpson, Woods, and Colberg in support.

MOTION: Assemblymember Colver moved to reconsider the primary amendment (No. 21).

VOTE: The motion to reconsider failed with Assemblymember Colberg in support.

Amendment No. 22 – Areawide – Assembly, Administration (100-100-110-426-900) (Tab B, Page 33)

MOTION: Assemblymember Allen moved a primary amendment to the Administration budget (100-100-110-426-900) to decrease the proposed amount of funding from \$175,000 to 115,000, for a total decrease of \$60,000. The \$60,000 reduction specifically representing the funds allocated for the federal lobbyist contract.

Assemblymember Allen:

- spoke in opposition to hiring a federal lobbyist; and
- stated that the Legislative Delegation and Congressional Delegation preferred to talk with the constituents and those working for the Borough.

Assemblymember Colver:

- stated that the federal lobbyist has been very successful this past year; and
- stated that if the Manager is in Washington D.C., he is not present at the Borough when things need to be done.

Assemblymember Simpson:

- stated that the Borough received a good return on their investment; and
- opined that the federal lobbyist gives neutrality and speaks for the Assembly as one voice.

Assemblymember Vehrs spoke in support of the federal lobbyist.

Assemblymember Allen:

- stated that the Fairbanks North Star Borough has never had a federal lobbyist and they rate high with regards to federal funding; and
- opined that the Borough did equal or better the year without the federal lobbyist.

Assemblymember Colberg:

- agreed that the Borough did fine without a federal lobbyist; and
- stated that the staff members for the representatives and senators are directed to find ways to assist constituents.

Discussion continued regarding the federal lobbyist contract.

VOTE: The primary amendment failed with Assemblymembers Allen and Colberg in support.

MOTION: Assemblymember Colver moved to reconsider the primary amendment (No. 22).

VOTE: The motion to reconsider failed with Assemblymember Colberg in support.

Amendment No. 23 - Areawide Fund – Assembly, Senior Citizen’s Advisory Board (100-100-613) (Tab B, Page 53)

MOTION: Assemblymember Simpson moved a primary amendment to the Areawide – Assembly, Senior Citizen’s Advisory Board’s budget, to reduce line item 426-200 from \$1,500 to \$0, for a decrease of \$1,500, for the purpose of removing funds allocated for legal fees.

VOTE: The primary amendment passed without objection.

~~Amendment No. 24 – Finance: Accounting (100-120-125) (Page B-66)~~

~~MOTION: Assemblymember Colberg moved to amend the Finance – Accounting, operating budget (fund 100-120-125), by striking the newly proposed Benefits – Accounting Assistant II position, salary and benefits, line items 411-100/412s, for a combined decrease of \$57,469.~~

(This amendment was not moved.)

Amendment No. 25 - Finance: Purchasing (100-120-128) (Page B69)

MOTION: Assemblymember Vehrs moved a primary amendment to the Finance - Purchasing, operating budget (fund 100-120-128), by striking the newly proposed Buyer position, salary and benefits, line items 411-100/412s, for a combined decrease of \$61,578.

Assemblymember Vehrs stated that there are other issues that need to be worked out in the Purchasing Division before she felt she could determine if another staff member was necessary.

Mr. Duffy stated that this position is needed in the Purchasing Division.

Assemblymember Colver:

- spoke in support of the amendment;
- stated that he would like to see the bids process streamlined in purchasing; and
- discussed other ways of increasing the efficiency of the Purchasing Division, such as online purchasing.

Discussion ensued regarding the purchasing procedures and the Buyer position.

VOTE: The primary amendment failed with Assemblymembers Vehrs, Colver, and Colberg in support.

Amendment No. 26 - Areawide – Planning and Land Use – Planning Division (100-130-130-429-300) (Tab B, Page 76)

MOTION: Assemblymember Vehrs moved a primary amendment to the Planning and Land Use Division budget (100-130-130-429-300) to decrease planning studies from \$295,000 to \$245,000 for a decrease of \$50,000.

VOTE: The primary amendment passed without objection.

Amendment No. 27 – Areawide – Finance Department, Common Contractual (100-120-113) (Tab B, Page 57)

MOTION: Assemblymember Colver moved a primary amendment to the Areawide Fund/Finance Department, Common Contractual Division Budget to reduce line item 422-000 from \$160,000 to \$157,000 for a decrease of \$3,000 and increase line item 422-100 from \$0 to \$3,000 for display ads for recreation services.

Assemblymember Colver stated that this amendment will set funds aside for recreation services to advertise their services with the goal of increasing participation and to raise additional revenues.

VOTE: The primary amendment passed without objection.

~~Amendment No. 28 – Planning and Land Use: Platting (100-130-131) (Page B78)~~

~~MOTION:—Assemblymember Colberg moved to amend the Planning and Land Use (Platting) operating budget (fund 100-130-131), by striking the newly proposed Office Assistant position, salary and benefits, line items 411-100/412s, for a combined decrease of \$49,513.~~

~~(This amendment was not moved.)~~

Amendment No. 29 – Areawide – Planning and Land Use – Platting Division (100-130-131) (Tab B, Page 79)

MOTION: Assemblymember Kvalheim moved a primary amendment to the Planning and Land Use Division (Platting Division) budget (100-130-131-429-900) to decrease other contractual from \$146,000 to \$100,000 for a decrease of \$46,000.

VOTE: The primary amendment passed without objection.

~~Amendment No. 30 – Planning and Land Use: Code Compliance (100-130-134) (Page B87)~~

~~MOTION:—Assemblymember Colberg moved to amend the Planning and Land Use (Code Compliance) operating budget (fund 100-130-134), by striking the newly proposed Code Compliance Officer position, salary and benefits, line items 411-100/412s, for a combined decrease of \$71,055.~~

~~(This amendment was not moved.)~~

~~Amendment No. 31 – Planning and Land Use: Water and Air Quality (100-130-137) (Page B90)~~

~~MOTION:—Assemblymember Colberg moved to amend the Planning and Land Use (Water and Air Quality) operating budget (fund 100-130-137), by striking the partial funding at .33 percent for the Watershed Coordinator position, salary and benefits, line items 411-100/412s, for a combined decrease of \$22,682.~~

~~(This amendment was not moved.)~~

~~(The regular meeting recessed at 9:35 p.m. and reconvened at 9:45 p.m.)~~

MOTION: Assemblymember Colver moved to direct the Manager to go out for a request for proposals regarding the state lobbyist contract.

MOTION: Assemblymember Allen moved the previous question (to stop debate).

VOTE: The motion to stop debate passed without objection.

VOTE: The motion to direct the Manager to go out for a request for proposal regarding the state lobbyist contract passed with Assemblymembers Simpson and Colberg opposed.

Amendment No. 32 - Areawide Fund – Public Works, Engineering (100-150-156) (Tab B, Page 104) and Permit and Application Fee Revenue (Tab B, Page 12)

MOTION: Assemblymember Simpson moved a primary amendment to the Areawide Fund – Public Works, Engineering Division’s budget to insert \$57,469 for salary and benefits (line items 411 and 412s) for the purpose of hiring a Right-of-Way Permitting Aide for permitting and enforcement purposes which will increase revenues, permit and application fees (100-000-000-341-750) from \$43,800 to \$83,800, for a revenue increase of \$40,000.

Assemblymember Simpson:

- spoke in support of the Right-of-Way Permitting Aide; and
- discussed the amount of work that needs to be accomplished.

MOTION: Assemblymember Colver moved a secondary amendment (32a) to strike “Right-of-Way Permitting Aide” and insert “Civil Engineering Technician” and to strike “and enforcement purposes” and insert “plat review, and help prepare road construction projects and assist with permitting.”

Assemblymember Colver spoke in support of the secondary amendment.

Mr. Duffy opined that as a Civil Engineering Technician, the employee could still do the permitting and the enforcement since it is an “after the fact” permit.

Mr. Shiesl:

- stated that regardless of the title of the position, they would still be able to generate more revenue than they currently generate; and
- noted that he is unable to determine the amount of revenue that would be generated.

Discussion ensued regarding the secondary amendment.

VOTE: The secondary amendment passed with Assemblymembers Simpson, Woods, and Colberg opposed.

VOTE: The primary amendment, as amended, passed with Assemblymember Colberg opposed.

Amendment No. 33 – Areawide: Emergency Services, Ambulance Fund Divisions – Wage Increase (Tab B)

- (100-160-341 – District 1, Central, Tab B, page 120);**
- (100-160-342 – District 2, Big Lake/Meadow Lakes, Tab B, Page 124);**
- (100-160-343 – District 3, Palmer, Tab B, Page 128);**
- (100-160-344 – District 4, Talkeetna, Sunshine, and Trapper Creek, Tab B, Page 132)**
- (100-160-345 – District 5, Willow/Houston, Tab B, Page 136)**
- (100-160-346 – District 6, Sutton, Tab B, Page 140)**
- (100-160-347 – District 7, Butte, Tab B, Page 143)**

MOTION: Assemblymember Vehrs moved a primary amendment to the Areawide Fund, Emergency Services (all ambulance districts referenced above) by inserting the following amounts to line items 411.100 as follows:

- \$162,595 to fund 100-160-341-411 – Central
- \$6,143 to fund 100-160-342-411 – Big Lake/Meadow Lakes
- \$25,926 to fund 100-160-343-411 - Palmer
- \$12,168 to fund 100-160-344-411 – Talkeetna, Sunshine, and Trapper Creek
- \$2,491 to fund 100-160-345-411 – Willow/Houston
- \$1,000 to fund 100-160-346-411 - Sutton
- \$1,186 to fund 100-160-347-411 - Butte

for a combined permanent wage increase to ambulance districts of \$211,509

VOTE: The primary amendment passed with Assemblymembers Woods and Colberg opposed.

MOTION: Assemblymember Vehrs moved to reconsider the primary amendment (No. 33).

VOTE: The motion to reconsider failed with Assemblymember Colberg in support.

Amendment No. 34 - Areawide Fund: Emergency Services – Insurance Coverage; Rescue and Ambulance (Tab B)

- (100-160-330 – Rescue Units, Tab B, page 117)**
- (100-160-341 – Ambulance District 1 – Central, Tab B, Page 120)**
- (100-160-342 – Ambulance District 2 – Big Lake/Meadow Lakes, Tab B, Page 124)**
- (100-160-343 – Ambulance District 3 – Palmer, Tab B, Page 128)**
- (100-160-344 – Ambulance District 4 – Talkeetna, Sunshine, Trapper Creek, Tab B, Page 132)**
- (100-160-345 – Ambulance District 5 – Willow/Houston, Tab B, Page 136)**
- (100-160-346 – Ambulance District 6 – Sutton, Tab B, Page 140)**
- (100-160-347 – Ambulance District 7 – Butte, Tab B, Page 143)**
- (100-160-349 – Ambulance District 8 – Lake Louise, Tab B, Page 149)**

MOTION: Assemblymember Vehrs moved a primary amendment to the Areawide Fund, Emergency Services (rescue and all ambulance districts referenced above) by inserting the following amounts to line item 412s as follows:

- \$ 8,036 to fund 100-160-330 - Rescue
- \$34,076 to fund 100-160-341 – Ambulance District 1
- \$11,359 to fund 100-160-342 – Ambulance District 2
- \$10,412 to fund 100-160-343 – Ambulance District 3
- \$18,931 to fund 100-160-344 – Ambulance District 4
- \$8,992 to fund 100-160-345 – Ambulance District 5
- \$8,992 to fund 100-160-346 – Ambulance District 6
- \$6,153 to fund 100-160-347 – Ambulance District 7
- \$5,679 to fund 100-160-349 – Ambulance District 8

for a combined insurance increase to rescue and ambulance districts of \$112,640

VOTE: The primary amendment passed with Assemblymember Colberg opposed.

MOTION: Assemblymember Vehrs moved to reconsider the primary amendment (No. 34).

VOTE: The motion to reconsider failed with Assemblymember Colberg in support.

Amendment No. 35 – Areawide: Emergency Services, District 1 - Central (100-160-341) (Page B120)

MOTION: Assemblymember Woods moved a primary amendment to the Emergency Services (Central - District 1) operating budget (fund 100-160-341), by striking the newly proposed Medic One position, salary and benefits, line items 411-100/412s, for a combined decrease of \$76,561.

Assemblymember Woods spoke in support of the amendment.

Assemblymember Vehrs discussed the salary difference between an EMT II and a Medic I and explained the difference in expertise.

Assemblymember Kvalheim spoke in support of the Medic I position.

VOTE: The primary amendment failed with Assemblymember Woods and Colberg in support.

MOTION: Assemblymember Vehrs moved to reconsider the primary amendment (No. 35).

VOTE: The motion to reconsider failed with Assemblymember Colberg in support.

**Amendment No. 36 - Community Development: Indoor/Outdoor Recreation (100-170-129)
(Page B162)**

MOTION: Assemblymember Colver moved a primary amendment to the Community Development (Indoor/Outdoor Recreation) operating budget (fund 100-170-129), by striking the newly proposed Administrative Secretary I position, salary and benefits, line items 411-100/412s, for a combined decrease of \$55,332.

Assemblymember Simpson inquired regarding the current administrative support in the Community Development Department.

Mr. Swanson replied that there is currently one Administrative Secretary I position and one Administrative Secretary II position.

VOTE: The primary amendment failed with Assemblymembers Vehrs, Colver, and Colberg in support.

**Amendment No. 37 – Areawide – Community Development, Community Pools (100-170-136)
(Tab B, Page 165)**

MOTION: Assemblymember Colver moved a primary amendment to the Community Development, Community Pools budget (100-170-136-411-200 and 412s) to decrease temp wages and related benefits \$17,899, and further to amend line item (100-170-136-411-100 and 412s) to increase permanent wages and related benefits by \$34,959, for the purpose of funding a permanent, 25 hr per week, pool safety instructor, also increase revenues by \$18,000, fund 100-000-000-347-100, increased from \$250,000 to \$268,000.

Assemblymember Colver noted that this amendment is revenue neutral.

VOTE: The primary amendment passed with Assemblymember Colberg opposed.

MOTION: Assemblymember Colver moved to reconsider the primary amendment (No. 37).

VOTE: The motion to reconsider failed with Assemblymember Colberg in support.

~~Amendment No. 38 – Community Development: Community Development – Admin (100-170-145) (Page B172)~~

~~MOTION: Assemblymember Colberg moved to amend the Community Development (Admin) operating budget (fund 100-170-145), by striking the newly proposed Right of Way Agent position, salary and benefits, line items 411-100/412s, for a combined decrease of \$71,055.~~

(This amendment was not moved.)

Amendment No. 39 - Areawide Fund: Various divisions as shown below (Tab B, various pages)

MOTION: Assemblymember Vehrs moved a primary amendment to the Areawide Fund, line 434-000, Computer Equipment Under \$5,000, by reducing the amounts shown below in the respective divisions for a total reduction of \$128,340 to change the replacement of computer equipment from a three-year cycle to a five-year cycle.

<u>Divisions</u>	<u>Budgeted for FY2006</u>	<u>Reduction for 5-year replacement cycle</u>	<u>Amended Budget</u>
100.100.103.434.000	8,000	(6,100)	1,900
100.100.106.434.000	2,000	(100)	1,900
100.100.110.434.000	4,000	(2,100)	1,900
100.100.111.434.000	3,800	(1,900)	1,900
100.100.115.434.000	4,000	(2,100)	1,900
100.100.116.434.000	4,500	(300)	4,200
100.100.121.434.000	25,900	(20,700)	5,200
100.120.119.434.000	5,700	(3,740)	1,960
100.120.125.434.000	11,500	(7,700)	3,800
100.120.128.434.000	5,800	(3,840)	1,960
100.120.140.434.000	27,850	(16,450)	11,400
100.130.130.434.000	5,100	(3,200)	1,900
100.130.131.434.000	7,600	(5,700)	1,900
100.130.134.434.000	12,800	(9,000)	3,800
100.150.150.434.000	2,000	(40)	1,960
100.150.154.434.000	4,250	(890)	3,360
100.150.155.434.000	3,800	(1,900)	1,900
100.150.156.434.000	8,050	(4,330)	3,720
100.160.300.434.000	42,320	(26,220)	16,100
100.160.330.434.000	3,500	(1,600)	1,900
100.160.342.434.000	2,500	(1,380)	1,120
100.160.343.434.000	2,000	(100)	1,900
100.160.344.434.000	3,100	(2,150)	950
100.160.345.434.000	3,000	(2,050)	950
100.160.347.434.000	1,900	(950)	950
100.170.124.434.000	3,800	(1,900)	1,900
100.170.136.434.000	1,900	(1,900)	0
Subtotal	210,670	(128,340)	82,330

VOTE: The primary amendment passed without objection.

~~Amendment No. 40 - Areawide Fund/Finance Department, Common Contractual (100-120-113) (Tab B, Page 57)~~

~~MOTION: Assemblymember Colver moved to amend the Areawide Fund/Finance Department, Common Contractual Division Budget to reduce line 422-000 from \$160,000 to \$157,000 for a decrease of \$3,000 and increase line 422-100 from 0 to \$3,000 for display ads for recreation services.~~

(This amendment was duplicative of an amendment moved previously in the meeting.)

Amendment No. 41 - Areawide: Transfers – Youth Programs (100-000-000-449-210)(Tab B, Page 18) and Capital Projects/Grants/Pass (Tab N, page 1)

MOTION: Assemblymember Simpson moved a primary amendment to the Areawide Fund, Transfers to Youth Programs (fund 100-000-000-449-210), by striking \$5,000 for youth programs, for a decrease of \$5,000, and a corresponding decrease of \$5,000 in the capital projects/grants budget to strike the \$5,000 proposed for the Boys and Girls Club.

Assemblymember Simpson spoke in opposition to funding non-profit organizations.

VOTE: The primary amendment passed with Assemblymembers Vehrs, Kvalheim, and Colver opposed.

Amendment No. 42 - Areawide Fund (Tab B, Page 18) and Capital Projects/Grants/Pass – Youth Court (Tab N, Page 1)

MOTION: Assemblymember Vehrs moved a primary amendment to the Capital Projects/Grants/Pass budget to insert \$35,000 for Youth Court funding with a corresponding increase in the Areawide fund, transfer to youth programs (100-000-000-449-210).

Assemblymember Vehrs:

- stated that at the budget public hearings, one of the most impressive testimonies was the youth offender who became part of the youth group; and
- opined that this a worthwhile and proven project.

Assemblymember Allen spoke in support of the amendment.

Assemblymember Simpson spoke in opposition to the amendment.

Assemblymember Colver opined that Youth Court assists the juvenile justice system.

VOTE: The primary amendment passed with Assemblymembers Simpson and Colberg opposed.

MOTION: Assemblymember Vehrs moved to reconsider the primary amendment (No. 42).

VOTE: The motion to reconsider failed with Assemblymember Colberg in support.

Amendment No. 43 - Areawide Fund (100-000-000-446) (Tab B, Page 18) and Capital Projects/Grants/Pass – Community Development (Tab N, Page 1)

MOTION: Assemblymember Colver moved a primary amendment to the Capital Projects/Grants/Pass budget, Community Development, to insert \$250,000 for the purpose of establishing a match for the nordic trails grant for Hatcher Pass, with a corresponding increase of \$250,000 in the Areawide Fund, (100-000-000-446).

Assemblymember Colver spoke in support of the amendment.

VOTE: The primary amendment passed with Assemblymember Colberg in opposition.

MOTION: Assemblymember Colver moved to reconsider the primary amendment (No. 43).

VOTE: The motion to reconsider failed unanimously.

Ms. Clayton noted that the mill rate is currently 11.18 areawide and .38 non-areawide.

VI. AUDIENCE PARTICIPATION

(There were no persons present who wished to testify.)

VII. MAYOR, ASSEMBLY, AND STAFF COMMENTS

Mr. Duffy:

- reported that Mr. Brodigan met with the other partners and unanimously approved the E-911 System Financial Priorities;
- noted that the Environmental Protection Agency Advisory Committee meeting will be June 7 through June 10 in Washington D.C.;
- commented that he will be at this meeting; and
- stated that the Borough has received a letter from VECO stating that they will be building the truckable oil field modules at Alutiiq's Port MacKenzie site.

MOTION: Assemblymember Vehrs moved to reconsider Amendment No. 5

VOTE: The motion to reconsider failed with Assemblymember Colberg in support.

Assemblymember Colver inquired regarding projected revenue for tobacco tax.

Ms. Clayton stated that the projected revenue was based on the Municipality of Anchorage's actual revenues.

VIII. ADJOURNMENT

The special meeting adjourned at 10:51 p.m.

/s/

TIMOTHY L. ANDERSON, Borough Mayor

ATTEST:

/s/

MICHELLE M. MCGEHEE, CMC, Borough Clerk

Minutes approved: June 7, 2005