

City and Borough of Juneau
Minutes - Assembly Finance Committee Meeting
Wednesday, May 9, 2018, 5:30 p.m.

I. Call to Order

The meeting was called to order at 5:30 PM by Jesse Kiehl, Chair.

II. Roll Call

Committee Members Present: Jesse Kiehl, Chair; Norton Gregory, Loren Jones, Mary Becker, Rob Edwardson, Jerry Nankervis, Beth Weldon and Mayor Ken Koelsch.

Committee Members Participating Telephonically: Rob Edwardson.

Committee Members Absent: None.

Staff Present: Rorie Watt, City Manager; Mila Cosgrove, Deputy City Manager; Bob Bartholomew, Finance Director; Dave Campbell, Deputy Police Chief; Robert Barr, Library Director; Scott Ciambor, Chief Housing Officer; Brenwynne Grigg, Administrative Officer, Community Development ; Sam Muse, Controller; and Elisabeth Jensen, Budget Analyst.

Others Present: Dr. Mark Miller, Superintendent, Juneau School District; Brian Holst, Executive Director, Juneau Economic Development Council; Dave Hannah, Board Member, Eaglecrest Board of Directors; and Liz Perry, Executive Director, Travel Juneau.

III. FY18 Supplemental Appropriation Ordinance

Bob Bartholomew described Ordinance 2017-06(AU), (page 2 of the meeting packet), an ordinance appropriating to the Manager the sum of \$8,180,300 as partial funding for various departments' FY18 operating budgets; funding provided by increased revenues and fund balance. The appropriation included appropriations of \$8.0 M to Bartlett Regional Hospital; \$140,300 to the Juneau International Airport; and \$40,000 for Affordable Housing's Mobile Home Loan Down payment program.

Scott Ciambor responded to questions from the Assembly members regarding the Mobile Home Loan Down payment program. The program was approved for \$100,000, but was only appropriated for \$60,000, and now the remaining \$40,000 is needed to reach the full approval level.

Norton Gregory, moved to refer Ordinance 2017-06 to the full Assembly for approval. Without OBJECTION.

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IV. Fund Balance Overview

Bob Bartholomew discussed the information provided on page 4 of the meeting packet, following up to the discussion at the AFC's meeting on May 3, 2018, when Mr. Bartholomew had discussed having \$14.0M in Fund Balance. The information in the packet provides more details on the commitments and moving pieces impacting FY19 & 20 Projected Available Fund Balance. Essentially, there is \$6.0M in FY19 of Available Fund Balance, after 1% Sales Tax reserve and wage negotiations. The CBJ FY19 proposed budget is at a higher level of spending than in prior years. Still in a healthy financial position the CBJ can still fund some one-time items, but he cautioned that if the CBJ commits to larger recurring expenditures we could be in a position by FY21 requiring a significant adjustment (increase revenue or reduce expenditures) to the operating budget.

V. Pending Items List / Final FY19/20 Proposed Budget Decisions

Bob Bartholomew provided a high level overview of the current AFC's Pending List on pages 5 - 7 of the meeting packet.

Beth Weldon, moved to add funding to support the Juneau School Districts' Pupil Transportation outside the cap in the amount of \$40,000 in the hopes of JSD finding \$40,000 within the cap to pay for the automotive shop rental at UAS for the student automotive shop program.

Motion WITHDRAWN , and subject referred to Legal Staff to determine legality.

Jerry Nankervis, moved to refer the Total School District Outside CAP Funding Request of \$1,376,500 to the full Assembly for approval.

Without OBJECTION.

Jesse Kiehl, moved to refer Ordinance 2018-12 as amended, An Ordinance Appropriating Funds from the Treasury for FY19 School District Operations to the full Assembly for approval.

Without OBJECTION.

Loren Jones, moved to provide the Juneau Economic Development Council (JEDC) with \$25,000 in recurring base support funding.

Without OBJECTION.

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Beth Weldon, moved to provide incremental funding to Juneau Economic Development Council (JEDC) in the amount of \$75,000 in FY19.

Ms. Gladziszewski OBJECTED.

Roll call votes:

Ayes: Jones, Weldon, Gregory, Becker and Mayor Koelsch.

Nays: Gladziszewski, Edwardson, Nankervis, and Kiehl.

Absent: None.

Motion PASSED 5-4.

Mayor Koelsch, moved to reduce FY20 proposed funding of \$250,000 to the Teacher Excellence Fund by \$100,000 in FY20.

Mr. Kiehl OBJECTED.

Roll call votes:

Ayes: Jones, Gregory, Becker, Nankervis, Gladziszewski, Weldon and Mayor Koelsch.

Nays: Edwardson, and Kiehl.

Absent: None.

Motion PASSED 7-2.

Loren Jones, moved to provide the Juneau Commission on Aging (JCOA) with \$10,000 in one-time funding in FY19.

Without OBJECTION.

Loren Jones, moved to change the order of the discussion on the AFC's Pending List item #35 – Best Starts, until discussion on the last item on the list, #41 – Maintain Private Graveyards in Douglas.

Without OBJECTION.

Mayor Koelsch, moved to provide incremental funding to the Juneau School District's Kinder Ready Program in the amount of \$140,000.

Mr. Kiehl OBJECTED.

Roll call votes:

Ayes: Gregory, Edwardson, Weldon, Nankervis, Becker, Gladziszewski, Jones, and Mayor Koelsch.

Nays: Kiehl.

Absent: None.

Motion PASSED 8-1.

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Loren Jones, moved to provide the Downtown Business Association (DBA) with non-recurring funding of \$75,000 in FY19 and \$75,000 in FY20; funding provided from the Hotel Tax Fund's fund balance.

Ms. Gladyszewski OBJECTED.

Roll call votes:

Ayes: Jones, Nankervis, Weldon, Becker, Kiehl and Mayor Koelsch.

Nays: Gladyszewski, Edwardson, and Gregory.

Absent: None.

Motion PASSED 6-3.

Rorie Watt, City Manager asked the Assembly members to not fund item #18 – Downtown Coordinator as listed on the AFC's Pending List. The timing is not yet right.

Item #18 was removed from the AFC's Pending List.

The meeting recessed at 6:54 PM.

The meeting reconvened at 7:05 PM.

Mayor Koelsch, moved to provide incremental funding in the amount of \$75,000 to provide Contract Parking Enforcement.

Mr. Jones OBJECTED.

Roll call votes:

Ayes: Becker, Nankervis, Gregory, and Mayor Koelsch.

Nays: Gladyszewski, Jones, Edwardson, Weldon, and Kiehl.

Absent: None.

Motion FAILED 4-5.

Mayor Koelsch, moved to provide incremental funding in the amount of \$55,000 to provide Litter Enforcement/Abatement.

Mr. Jones OBJECTED.

Roll call votes:

Ayes: Nankervis, Becker, Gregory, and Mayor Koelsch.

Nays: Jones, Edwardson, Gladyszewski, Weldon, and Kiehl.

Absent: None.

Motion FAILED 4-5.

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Mayor Koelsch, moved to provide one-time FY19 funding in the amount of \$10,000 to provide Airport Curb Drop Off Education.

Ms. Gladziszewski OBJECTED.

Roll call votes:

Ayes: Weldon, Gregory, Becker, Edwardson, Kiehl, and Mayor Koelsch.

Nays: Jones, Nankervis, and Gladziszewski.

Absent: None.

Motion PASSED 6-3.

Jerry Nankervis, moved to incrementally fund two additional Police Officers in the amount of \$200,000 annually. (Note: The two unfunded FTEs were included in FY19/20 Proposed Budget).

Mr. Jones and Ms. Weldon OBJECTED.

Roll call votes:

Ayes: Edwardson, Nankervis, Gladziszewski, Gregory, Becker, and Mayor Koelsch.

Nays: Weldon, Jones, and Kiehl.

Absent: None.

Motion PASSED 6-3.

Jerry Nankervis, moved to provide the Juneau Police Department with \$35,000 in additional incremental funding for Police Recruitment.

Without OBJECTION.

Jerry Nankervis, moved to incrementally fund two (2) new Civilian Investigator positions with corresponding FTEs within the Juneau Police Department, in the amount of \$180,000 annually. (Note: The two FTEs were NOT included in FY19/20 Proposed Budget).

Without OBJECTION.

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Jerry Nankervis, moved to incrementally, yet partially fund a Community Service Officer (CSO) position within the Juneau Police Department, in the amount of \$48,000 annually.

(Note: The unfunded FTE was included in FY19/20 Proposed Budget).

Jesse Kiehl OBJECTED.

Roll call votes:

Ayes: Edwardson, Becker, Gregory, Nankervis, and Mayor Koelsch.

Nays: Gladziszewski, Weldon, Jones, and Kiehl.

Absent: None.

Motion PASSED 5-4.

Mayor Koelsch, moved to provide incremental funding in the amount of \$75,000 to provide an Emergency Cold Weather Shelter.

Without OBJECTION.

Norton Gregory, moved to provide one-time FY19 funding in the amount of \$45,000 for a Mental Health Study/ Substance Abuse Treatment Study.

Mr. Jones OBJECTED.

Mr. Jones requested the record state his prediction of the outcome of the study will include a statement that we need more treatment, more services and that the State will not pay for these services – without Federal funding the City will be asked to pay for these services in the amount of \$2-3M annually.

Roll call votes:

Ayes: Edwardson, Gregory, Becker, Gladziszewski, Kiehl and Mayor Koelsch.

Nays: Jones, Weldon and Nankervis.

Absent: None.

Motion PASSED 6-3.

The meeting recessed at 8:13 PM.

The meeting reconvened at 8:24 PM.

Mila Cosgrove, provided an updated cost estimate for item #27-Work Incentives, found on the AFC's Pending List. According to the Glory Hole, the funding level would more accurately be represented with \$9,000 per year than \$5,000 per year.

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Mayor Koelsch, moved to provide one-time FY19 funding in the amount of \$9,000 for Work Incentives.

Mr. Jones OBJECTED.

Roll call votes:

Ayes: Weldon, Gregory, Gladziszewski, Nankervis, Becker, and Mayor Koelsch.

Nays: Jones, Edwardson, and Kiehl.

Absent: None.

Motion PASSED 6-3.

Mayor Koelsch, moved to provide one-time FY19 funding in the amount of \$50,000 for a Video Camera Grant.

Mr. Jones, Ms. Weldon, Ms. Gladziszewski, and Mr. Gregory OBJECTED.

Roll call votes:

Ayes: Mayor Koelsch. Nays: Weldon, Edwardson, Nankervis,
Jones, Gladziszewski,
Becker, Gregory, and Kiehl.

Absent: None.

Motion FAILED 1-8.

Loren Jones, moved to provide the Eaglecrest with \$25,000 in recurring base support funding.

Without OBJECTION.

Mayor Koelsch, moved to provide one-time additional FY19 funding in the amount of \$500,000 for CLIA Litigation.

Mr. Jones OBJECTED.

Jessie Kiehl, moved to AMEND THE MOTION to identify the source of funding as Waterfront / MPF Land Acquisition Funding.

Ms. Weldon and Mr. Nankervis OBJECTED.

Roll call votes:

Ayes: Becker, Gladziszewski, Jones, and Kiehl.

Nays: Nankervis, Weldon, Edwardson, Gregory, and Mayor Koelsch.

Absent: None.

Motion to AMEND FAILED 4-5.

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Ayes: Becker, Gladziszewski, and Kiehl.
Nays: Nankervis, Jones, Weldon, Edwardson, Gregory, and Mayor Koelsch.
Absent: None.

Main Motion FAILED 3-6.

Loren Jones, moved to provide one-time additional FY19 funding in the amount of \$1,000,000 for CLIA Litigation; funded by the General Fund.

Mr. Nankervis, and Mayor Koelsch OBJECTED.

Roll call votes:

Ayes: Jones, Becker, and Kiehl.
Nays: Weldon, Gregory, Edwardson, Gladziszewski, Nankervis, and Mayor Koelsch.
Absent: None.

Motion FAILED 3-6.

Mayor Koelsch, moved to provide incremental funding in the amount of \$100,000 to provide additional Dog Licensing Enforcement.

Ms. Weldon, and Ms. Gladziszewski OBJECTED.

Roll call votes:

Ayes: Gregory, and Mayor Koelsch.
Nays: Gladziszewski, Nankervis, Edwardson, Jones, Weldon, Becker, and Kiehl.
Absent: None.

Motion FAILED 2-7.

Mayor Koelsch, moved to provide one-time funding in the amount of \$250,000 to offer additional Incentives for sprinkler installation in high density areas.

Mr. Jones, Mr. Nankervis, and Mr. Kiehl OBJECTED.

Roll call votes:

Ayes: Gregory, and Mayor Koelsch.
Nays: Nankervis, Weldon, Gladziszewski, Becker, Jones, Edwardson, and Kiehl.
Absent: None.

Motion FAILED 2-7.

Mayor Koelsch, moved to provide one-time funding in the amount of \$250,000 to clean up abandoned vehicles on public and private land.

Motion WITHDRAWN.

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The Mayor requested for the issue of abandoned vehicle disposal to be discussed at a future COW meeting outside of the budget process.

Mayor Koelsch, moved to provide one-time funding in the amount of \$15,000 to Maintain facility grounds at the Juneau School District.

Mr. Jones OBJECTED.

Roll call votes:

Ayes: Gregory, Nankervis, Weldon, Becker, and Mayor Koelsch.

Nays: Gladziszewski, Jones, Edwardson, and Kiehl.

Absent: None.

Motion PASSES 5-4.

Mary Becker, moved to provide funding in the amount of \$10,000 to provide landscaping at private graveyards in Douglas.

Motion WITHDRAWN.

Mayor Koelsch, moved to refer the subject of landscaping private graveyards in Douglas to the Lands Committee, to determine was is private vs. public.

Without OBJECTION.

Loren Jones, moved to provide FY19 funding in the amount of \$798,600, and FY20 funding in the amount of \$1,340,000 for Best Starts; funded by the General Fund.

Ms. Weldon OBJECTED.

Roll call votes:

Ayes: Jones, Edwardson, and Kiehl.

Nays: Becker, Gladziszewski, Weldon, Gregory, Nankervis, and Mayor Koelsch.

Absent: None.

Motion FAILED 3-6.

The meeting recessed at 10:00 PM.

The meeting reconvened at 10:06 PM.

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Mayor Koelsch, moved to approve funding in the amount of \$250,000 for the Parking CIP in the FY19 CIP Plan.

Ms. Weldon, and Ms. Gladziszewski OBJECTED.

**Loren Jones, moved to amend the motion by moving the Parking CIP to the FY20 CIP Plan.
Mr. Kiehl OBJECTED.**

Motion to AMEND WITHDRAWN.

Main Motion WITHDRAWN.

Rorie Watt requested to rename item #32 – 2nd Crossing CIP on the AFC's Pending List to "North Douglas Crossing".

Mayor Koelsch, moved to approve funding in the amount of \$250,000 for a North Douglas Crossing CIP in the FY19 CIP Plan.

Without OBJECTION.

Loren Jones, moved to approve funding in the amount of \$150,000 for a Business Case/High Level Cost Estimate of New City Hall CIP in the FY19 CIP Plan.

Ms. Gladziszewski OBJECTED.

Roll call votes:

Ayes: Jones, Gregory, Edwardson, Becker, and Mayor Koelsch.

Nays: Weldon, Gladziszewski, Nankervis, and Kiehl.

Absent: None.

Motion PASSED 5-4.

Dave Hannah, Eaglecrest Board Member, responded to questions from the Assembly members regarding Eaglecrest Snow Making Equipment.

Norton Gregory, moved to approve funding in the amount of \$250,000 for an Eaglecrest Snow Making Equipment CIP in the FY19 CIP Plan.

Without OBJECTION.

Maria Gladziszewski, moved to refer Resolution 2819(c), A Resolution Adopting the City and Borough Capital Improvement Program for Fiscal Years 2019 through 2024, and Establishing the Capital Improvement Project Priorities for Fiscal Year 2019, to the full Assembly for approval.

Without OBJECTION.

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Maria Gladziszewski, moved to refer Ordinance 2018-11, as amended, An Ordinance Appropriating Funds from the Treasury for FY19 City and Borough Operations, to the full Assembly for approval.

Without OBJECTION.

Loren Jones, moved to refer Ordinance 2018-10, An Ordinance Establishing the Rate of Levy for Property Taxes for Calendar Year 2018 Upon the Proposed Budget for Fiscal Year 2019, to the full Assembly for approval.

Without OBJECTION.

- VI. Waste Management / Recycleworks Program Revenue – If Time Allows**
Time did not permit for this item that will be discussed at a future date.
- VII. Next Meeting Date**
Wednesday, June 13, 2018
- VIII. Adjournment**
Meeting was adjourned at 10:30 PM.