City and Borough of Juneau
Minutes - Assembly Finance Committee Meeting
Wednesday, May 10, 2017, 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; Maria Gladziszewski, Norton Gregory, Mary Becker, Debbie White, Beth Weldon, Loren Jones, Jerry Nankervis, and Mayor Ken Koelsch.
Committee Members Participating Telephonically: None.
Committee Members Absent: None.

Staff Present: Rorie Watt, City Manager; Mila Cosgrove, Deputy City Manager; Bob Bartholomew, Finance Director; Robert Barr, Library Director; Laurie Sica, City Clerk; Roger Healy, Director, Engineering & Public Works; Michelle Elfers, RecycleWorks Manager; Jessie Paskowski, Administrative Office, Juneau Police Department; Lindsey Foster, Administrative Officer, Parks & Recreation; Julie Jackson, Aquatics Manager; Sam Muse, Controller; Jean Hodges, Assistant Controller; and Elisabeth Jensen, Budget Analyst.

Others Present: Liz Perry, Director, Travel Juneau; Jill Ramiel, President, Downtown Business Association Board; and Brian Holst, Executive Director, JEDC.

III. Approval of Minutes

The May 3, 2017 minutes were approved as amended for minor corrections.

IV. Citizens Pro Road

There was no one in attendance to represent the Citizens Pro Road.

Mayor Koelsch, moved to place $20,000 for Citizens Pro Road, on the pending list for further consideration.
Without OBJECTION.

V. RecycleWorks – Waste Diversion Program Financial Summary

Bob Bartholomew, Finance Director; introduced the topic, explaining that the RecycleWorks budget is contained in the Manager's FY18 Revised Budget, however it is being brought to the attention of the AFC as it draws $500k from it's fund balance, and is not sustainable as is.

Michelle Elfers, RecycleWorks Manager; requested that the AFC approve the FY18 Revised Budget to effectively offer more time for the Assembly to discuss the 5-year diversion plan which would require increased user rates or other revenue increases.

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VI. Public Safety Program Increment

Mila Cosgrove, Deputy City Manager; offered pages 10-16 of the AFC packet; as follow-up information to questions raised to Police Chief Bryce Johnson on May 1, 2017.

Loren Jones moved to place JPD Administrative Support for Evidence (full-time position), in the amount of $66,000 on the pending list.

Debbie White, moved to amend the main motion, by reducing the position to a part-time position, at 20 hours per week in the amount of $41,000.
Mr. Jones objected.

Roll call votes:
Ayes: White, Weldon, Gladziszewski, Becker, and Mayor Koelsch.
Nays: Jones, Gregory, Nankervis, and Kiehl.
Absent: None.
Motion to amend PASSED 5-4.

Without OBJECTION (on the main motion as amended by Mr. Jones.)

VII. Sales Tax Exemption Information

Bob Bartholomew discussed pages 17-19 of the AFC packet; in response to a request from Ms. Becker during the March 8, 2017 Finance Committee meeting.

Mary Becker, moved to direct staff to bring back an ordinance based on Ms. Becker's list and to account for $30,000 draw on fund balance in the FY18 budget.
Mr. Jones objected.

Roll call votes:
Ayes: Weldon, White, Gladziszewski, Gregory, Nankervis, Becker, Kiehl and Mayor Koelsch.
Nays: Jones.
Absent: None.
Motion PASSED 8-1.

VIII. General Government Budget Balancing Options

Bob Bartholomew provided guidance on the materials provided on pages 20-26 of the AFC packet.

The meeting recessed at 6:38 PM.
The meeting reconvened at 6:52 PM.

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IX. Pending Items & Final FY18 Revised Budget Decisions

Bob Bartholomew presented pages 27-28 of the AFC packet.

Loren Jones, moved to refer the Juneau School District FY18 Budget Ordinance 2017-07 to the full Assembly for approval.
Without OBJECTION.

Maria Gladziszewski, moved to modify the mill levy, to 1.30 mills for debt service and 9.36 mills for the operating total, with the total remaining at 10.66 mills.
Mr. Nankervis objected.

Roll call votes:
Ayes: Gladziszewski, Jones, Weldon, Gregory and Kiehl.
Nays: Becker, Nankervis, White and Mayor Koelsch.
Absent: None.
Motion PASSED 5-4.

Beth Weldon, moved to approve the Aquatics FY18 Budget in excess of the Manager's budget in the amount of $14,000 of increased net increment. (Included $44,000 for Aquatics increment and decrease $30,000 for P&R-Aquatics program scaling.)
Mr. Nankervis objected.

Roll call votes:
Ayes: Jones, Gregory, White, Becker and Weldon.
Nays: Nankervis, Gladziszewski, Kiehl and Mayor Koelsch.
Absent: None.
Motion PASSED 5-4.

Loren Jones, moved to reduce the Juneau School District's Student Transportation (outside cap) request on the pending list from $213,000 to $0.
No OBJECTION.

Norton Gregory, moved to fund an incremental request of $190,000 to Travel Juneau from the Hotel Tax Fund's fund balance.
Ms. Gladziszewski objected.

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Loren Jones, moved to amend Mr. Gregory's motion, reducing the funding from $190,000 to $120,000 and only funding Travel Juneau's first four listed priorities.

Roll call votes:
Ayes: Gladziszewski, Jones, and Kiehl.
Nays: White, Weldon, Becker, Nankervis, Gregory and Mayor Koelsch.
Absent: None.
Motion to amend FAILED 3-6.

Roll call votes:
Ayes: Jones, Becker, Gregory, Nankervis, White, Weldon and Mayor Koelsch.
Nays: Gladziszewski and Kiehl.
Absent: None.
Main Motion PASSED 7-2.

Loren Jones, moved to provide the Downtown Business Association with $50,000 in incremental funding from the General Fund.
Mr. Nankervis objected.

Mayor Koelsch, moved to amend the motion by providing the funding from Hotel Tax Fund's fund balance as one-time funding.
Mr. Jones objected.

Roll call votes:
Ayes: Becker, Gregory, White, Gladziszewski and Mayor Koelsch.
Nays: Jones, Weldon, Nankervis and Kiehl.
Absent: None.
Motion to amend PASSED 5-4.

Roll call votes:
Ayes: Gregory, Gladziszewski, Becker, Jones, Kiehl and Mayor Koelsch.
Nays: Weldon, White, and Nankervis.
Absent: None.
Main Motion as amended PASSED 6-3.

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Loren Jones, moved to provide the Downtown Business Association with $25,000 in incremental one-time funding the Hotel Tax Fund's fund balance.
Mr. Gregory objected.

Roll call votes:
Ayes: Jones.
Nays: Gregory, Gladziszewski, Nankervis, Weldon, Becker, White, Kiehl and Mayor Koelsch.
Absent: None.
Motion FAILED 1-8.

Loren Jones, moved to provide the incremental funding to Juneau Economic Development Council (JEDC) in the amounts of $25,000 in FY18 for Item 2, Pursue Innovation in Ocean & Maritime Industry; and $17,500 in FY18 for item 3, Choose Juneau; with funding to be provided by the Tobacco Tax Funds' fund balance.
Beth Weldon announced that she may have a conflict.

The meeting recessed at 6:38 PM.
The meeting reconvened at 6:52 PM.

Chair Kiehl announced that according to the Law Department, Ms. Weldon did not have a conflict of interest on the matter at hand.

Mr. Nankervis objected.

Mr. Jones agreed to divide the motion:
Motion to provide the incremental funding to Juneau Economic Development Council (JEDC) in the amount of $17,500 in FY18 for item 3, Choose Juneau; with funding to be provided by the Tobacco Tax Funds' fund balance.

Roll call votes:
Ayes: Weldon, White, Gladziszewski, Gregory, Jones, and Becker.
Nays: Nankervis, Kiehl and Mayor Koelsch.
Absent: None.
Motion PASSED 6-3.

Motion to provide the incremental funding to Juneau Economic Development Council (JEDC) in the amount of $25,000 in FY18 for item 2, Pursue Innovation in Ocean & Maritime Industry; with funding to be provided by the Tobacco Tax Funds' fund balance.

Roll call votes:
Ayes: Becker, Jones, Gregory, and Kiehl.
Nays: Weldon, White, Gladziszewski, Nankervis and Mayor Koeslch.
Absent: None.
Motion FAILED 4-5.

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Loren Jones, moved to provide incremental funding to the Southeast Conference in the amount of $20,000 for the Future of AMHS.

Mr. Nankervis amended the motion to additionally provide incremental funding to the Citizens Pro Road in the amount of $20,000.
Mr. Jones objected to the amendment.

Roll call votes:
Ayes: Gregory, Nankervis, Becker, Weldon, White and Mayor Koelsch.
Nays: Jones, Gladziszewski, and Kiehl.
Absent: None.
Motion to amend PASSED 6-3.

Roll call votes:
Ayes: Becker, Nankervis, Weldon, White, Gregory and Mayor Koelsch.
Nays: Gladziszewski, Jones, and Kiehl.
Absent: None.
Main Motion as amended PASSED 6-3.

Loren Jones, moved to fund the Juneau Police Department's request for a 0.5 FTE position in the amount of $41,000.
Mr. Nankervis objected.

Roll call votes:
Ayes: Jones, Gregory, Weldon, White, Kiehl, and Mayor Koelsch.
Nays: Becker, Gladziszewski and Nankervis.
Absent: None.
Motion PASSED 6-3.

Debbie White, moved to remove the Eagle Valley Center from the pending list.
Mr. Gregory objected.

Roll call votes:
Ayes: Becker, Weldon, Gladziszewski, White, Jones and Kiehl.
Nays: Gregory, Nankervis, and Mayor Koelsch.
Absent: None.
Motion PASSED 6-3.

Mary Becker, moved to remove the Arboretum from the elimination list.
Without OBJECTION.

Mayor Koelsch, moved to reduce P&R – Treadwell's FY18 budget by $19,100 through program scaling.
Without OBJECTION.

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Debbie White, moved to accept Management Identified Efficiencies and Program Scaling as follows (without removing FTEs):

CCFR – Air Pack Maintenance	**$3,500**
CCFR – Non-Emergency Services	**$15,000**
CDD – Planning Review	**$100,000**
Engineering – CIP Project Management	**CIP Funded**
Engineering – General Engineering	**$60,000**
JPD – Abandoned Vehicles	**$10,000**
JPD – Community Service Officer	**$104,000**
P&R – Areawide Recreation	**$82,000**

Chair Kiehl and Ms. Gladziszewski objected to the Community Service Officer portion of the motion.
Ms. White agreed to bifurcate the motion, with the Community Service Officer portion of the motion to be voted on separately.

Debbie White, moved to accept Management Identified Efficiencies and Program Scaling as follows (without removing FTEs):

CCFR – Air Pack Maintenance	**$3,500**
CCFR – Non-Emergency Services	**$15,000**
CDD – Planning Review	**$100,000**
Engineering – CIP Project Management	**CIP Funded**
Engineering – General Engineering	**$60,000**
JPD – Abandoned Vehicles	**$10,000**
P&R – Areawide Recreation	**$82,000**

Motion PASSED UNANIMOUSLY.

Debbie White, moved to accept Management Identified Efficiencies and Program Scaling as follows:
JPD – Community Service Officer $104.000 (does not remove FTE)
Chair Kiehl objected.

Roll call votes:

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

Motion PASSED 5-4.

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Mary Becker, moved to remove the Print Shop from the elimination list.
Mr. Nankervis objected.

Roll call votes:

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

Motion PASSED 8-1.

Norton Gregory, moved to remove the following positions from the list of possible reductions:

Manager - Public Information Officer	**$41,221**
Manager - Deputy City Manager	**$225,793**
Manager - Executive Assistant II	**$94,497**

Mayor Koelsch, and Mr. Nankervis objected.
Mr. Gregory agreed to bifurcate the motion, with the Public Information Officer portion of the motion to be voted on separately.

Norton Gregory, moved to remove the following positions from the list of possible reductions:

Manager - Deputy City Manager	**$225,793**
Manager - Executive Assistant II	**$94,497**

Mr. Nankervis objected.

Roll call votes:

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

Motion PASSED 6-3.

Norton Gregory, moved to remove the following position from the list of possible reductions:

Manager - Public Information Officer	**$41,221**

Mr. Nankervis objected.

Roll call votes:

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

Motion PASSED 5-4.

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Beth Weldon, moved to refer Ordinance 2017-05 as amended, An Ordinance Establishing the Rate of Levy for Property Taxes for Calendar Year 2017 Based Upon the Proposed Budget for Fiscal Year 2018; an Ordinance 2017-06 as amended, An Ordinance Appropriating Funds from the Treasury for FY18 City and Borough Operations.
Mayor Koelsch objected.

Roll call votes:

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

Motion PASSED 5-4.

X. Information Item – Process to Prepare for the 1% Sales Tax Renewal
Bob Bartholomew drew the body's attention to page 29 of the AFC packet.

XI. Information Item – AFC Meeting Schedule
Chair Kiehl noted that the AFC meeting on May 17, 2017, was cancelled, and the next AFC meeting would be held on June 14, 2017.

XII. Next Meeting Date
Wednesday, June 14, 2017

XIII. Adjournment
Meeting was adjourned at 10:39 PM.