

City and Borough of Juneau
Minutes - Assembly Finance Committee Meeting
Wednesday, May 11, 2016, 5:30 p.m.

I. Call to Order

The meeting was called to order at 6:11 PM (immediately following the adjournment of the Full Assembly sitting as the Human Resources Committee Meeting) by Jerry Nankervis, Chair.

II. Roll Call

Committee Members Present: Ken Koelsch, Jesse Kiehl, Debbie White, Jerry Nankervis, Maria Gladziszewski, Kate Troll Jamie Lynn Bursell, and Loren Jones,
Committee Members Participating Telephonically: Mary Becker.
Committee Members Absent: None.

Staff Present: Rorie Watt, City Manager; Mila Cosgrove, Deputy City Manager; Bob Bartholomew, Finance Director; Rob Steedle, CDD Director; Matt Lillard, Ski Manager, Eaglecrest; Robert Barr, Juneau Public Library Director; Jean Hodges, Assistant Controller; and Elisabeth Jensen, Budget Analyst.

III. Approval of Minutes

The May 4, 2016 minutes were approved as presented.

IV. Changes to the Order of the Day

Add Info Item D. to Information Items – Staff Report on PSEA Negotiations.

Without objection.

V. FY17/18 Proposed CBJ Budget as of April 6, 2016

Bob Bartholomew presented the current Proposed Budget and answered questions from the committee members. .

VI. Pending List – School District FY17 Proposed Budget & 2 Increments

Discussion ensued.

Kate Troll, moved to fund \$925,102 outside the cap for the Juneau School District.

Ms. Troll withdrew the motion.

Without objection.

Kate Troll, moved to approve \$839,500 outside the cap, for the Manager's recommended Juneau School District Funding.

Without objection.

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Mary Becker, moved to approve \$86,200 outside the cap, in additional funding for Middle School activities to the Juneau School District.

Mr. Jones and Ms. White objected.

Roll call votes:

Ayes: Troll, Jones, Bursell, Gladziszewski, Kiehl, Becker, Nankervis and Mayor Koelsch.

Nays: White.

Absent: None.

Motion PASSED 8-1.

Jesse Kiehl, moved to approve \$124,900 to provide relief to the Juneau School District for indirect costs.

Mr. Jones objected.

Roll call votes:

Ayes: Kiehl, Becker, Bursell and White.

Nays: Jones, Gladziszewski, Troll, Nankervis and Mayor Koelsch.

Absent: None.

Motion FAILED 4-5.

Loren Jones, moved to refer the Juneau School District budget as amended to the full Assembly for approval and asked for unanimous consent.

Without objection.

VII. Pending List – Juneau Arts & Humanities Council (JAHC) Proposed Budget & Increment

Discussion ensued.

Loren Jones, moved to increase the General Fund support to the Juneau Arts & Humanities Council (JAHC), by \$13,000; urging a no-vote.

Ms. Gladziszewski, Mr. Kiehl, Ms. Troll and Ms. Becker objected.

Roll call votes:

Ayes: None.

Nays: Becker, Bursell, Gladziszewski, Kiehl, Troll, White, Jones, Nankervis and Mayor Koelsch.

Absent: None.

Motion FAILED 0-9.

Debbie White, moved to refer the Manager's recommended Juneau Arts & Humanities Council (JAHC) to the full Assembly for approval and asked for unanimous consent.

Without objection.

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VIII. Pending List – Juneau Park Foundation Initial Seed Funding Request

Discussion ensued.

Kate Troll, moved to fund an increment of \$50,000 to the Juneau Park Foundation.

Ms. White objected.

Ms. Troll rescinded the motion.

Without objection.

Kate Troll, moved to fund an increment of \$50,000 to the Juneau Park Foundation in FY17, by reducing the CIP “Vehicle and Equipment Wash Bays Planning and Design” by \$50,000 (pg. 3 of CIP Resolution, found on pg. 23 of AFC 5/11/2016 Packet).

Mr. Jones objected.

Roll call votes:

Ayes: Kiehl, Gladziszewski, Bursell, Troll, White and Mayor Koelsch.

Nays: Becker, Jones and Nankervis.

Absent: None.

Motion PASSED 6-3.

Maria Gladziszewski, moved to refer the initial seed funding of \$50,000 to the Juneau Park Foundation in the FY17 Budget to the full Assembly for approval.

Without objection.

IX. Pending List – Juneau Economic Development Council (JEDC) – 2 Increments

Discussion ensued.

Loren Jones, moved to approve an increment of \$65,000 for the Juneau Economic Development Council (JEDC)’s work on the Juneau Economic Plan.

Ms. Gladziszewski objected.

Roll call votes:

Ayes: Troll, Jones, and Bursell.

Nays: Becker, White, Kiehl, Gladziszewski, Nankervis and Mayor Koelsch.

Absent: None.

Motion FAILED 3-6.

Loren Jones, moved to move \$65,000 to the Manager’s Office for work on the Economic Plan including contracts, etc.

Mr. Jones withdrew his motion.

Jesse Kiehl, moved to provide the Juneau Economic Development Council an increment of \$30,000 in FY17 towards the Juneau Economic Plan.

Mr. Jones objected.

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Roll call votes:

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

Motion PASSED 7-2.

Loren Jones, moved to provide the Juneau Economic Development Council (JEDC) an increment of \$60,000 in FY17 for Statewide STEM Education/FIRST Robotics Program. Ms. Gladziszewski objected.

Roll call votes:

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

Motion PASSED 7-2.

**Loren Jones, moved to refer the incremental funding to Juneau Economic Development Council (JEDC) in the amounts of \$30,000 in FY17 for the Juneau Economic Plan, and \$60,000 in FY17 for Statewide STEM Education/FIRST Robotics Program; to the full Assembly for approval.
Without objection.**

The meeting recessed at 8:20 PM.

The meeting reconvened at 8:28 PM.

The Assembly sang Happy Birthday to Mayor Koelsch.

X. Capital Improvement Projects Program Budget / Plan

Discussion ensued.

Jesse Kiehl, moved to add the Court Plaza Building Canopy contribution in the amount of \$120,000 to the FY17 Unscheduled Funding Requests in the CIP list (page 25 in the AFC Packet 5/11/2016).

Without objection.

Kate Troll, moved to provide \$15,500 from Better Capital Cities towards funding Gavel to Gavel.

Mayor Koelsch objected.

Roll call votes:

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

Motion FAILED 4-5.

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Loren Jones, moved to refer the CIP budget as amended (minus \$50,000 from "Vehicle and Equipment Wash Bays Planning and Design", and plus \$120,000 for the Court Plaza Building Canopy - unfunded project) to the full Assembly for approval and asked for unanimous consent.

Without objection.

XI. Property Tax Mill Rate FY17/18

The committee members discussed the topic.

Mary Becker, moved to maintain the mill rate at 10.76, as we have it now, with Operating at 9.36 and Debt Service at 1.4.

Mr. Kiehl objected.

Loren Jones, moved to amend the motion to lower the mill rate to 10.66.

Mr. Jones withdrew the motion to amend.

Roll call votes:

Ayes: Bursell, Troll, White, Becker, Nankervis and Mayor Koelsch.

Nays: Gladziszewski, Jones, and Kiehl.

Absent: None.

Motion PASSED 6-3.

Maria Gladziszewski, moved to allocate \$940,000 in additional revenue from Property Tax in FY17, with \$696,000 going to deferred maintenance and the balance of \$244,000 going to fund balance.

Mr. Kiehl objected.

Roll call votes:

Ayes: Bursell, Gladziszewski, White, Becker, Jones and Nankervis.

Nays: Kiehl, Troll and Mayor Koelsch.

Absent: None.

Motion PASSED 6-3.

Debbie White, moved to refer Ordinance 2016-08, An Ordinance Establishing the Rate of Levy for Property Taxes for Calendar Year 2016 Based Upon the Proposed Budget for Fiscal Year 2017, to the full Assembly for approval.

Without objection.

Jesse Kiehl, moved to refer Ordinance 2016-09 as amended, An Ordinance Appropriated Funds from the Treasury for the FY17 City and Borough Operations, to the full Assembly for approval.

Without objection.

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- XII. FY16 Supplemental Review – Ordinance 2015-20(AR) – An Ordinance Appropriating to the Manager the Sum of \$53,100 as Additional Funding for the Airport Rescue and Fire Fighting (ARFF) Cost Center; Funding Provided by the Juneau International Airport Operating Revenues.**

Loren Jones, moved to refer Ordinance 2015-20(AR) to the full Assembly for approval. Without objection.

- XIII. Info Item – PERS/TRS Unfunded Pension Liability**

Bob Bartholomew presented the PERS/TRS Unfunded Pension Liability. The total unfunded liability at 6/30/15 was \$270 million with CBJ recording \$104 million in our annual financial statements and the State of Alaska recording \$166 million on our be-half.

- XIV. Info Item - Renninger Subdivision Pacific Development Group Proposal**

Kate Troll mentioned that the Lands Committee would be discussing the topic at a meeting on Monday, May 16, 2016.

- XV. Info Item – AFC Meeting Schedule**

The next AFC meeting date is now scheduled for Wednesday, August 10, 2016.

- XVI. Info Item – Staff Report on PSEA Negotiations**

Mila Cosgrove stated that a tentative agreement has been reached.

- XVII. Next Meeting Date**

Wednesday, August 10, 2016

- XVIII. Adjournment**

Meeting was adjourned at 10:38 PM