



# Petersburg Borough

12 South Nordic Drive  
Petersburg AK, 99833

## Meeting Agenda Borough Assembly

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Monday, June 10, 2019

1:00 PM

Assembly Chambers

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1. **Call To Order/Roll Call**

2. **Voluntary Pledge of Allegiance**

3. **Approval of Minutes**

A. **May 20, 2019 Assembly Meeting Minutes**

Attachments: [May 20, 2019 Regular Meeting Minutes.PDF](#)

4. **Amendment and Approval of Meeting Agenda**

5. **Public Hearings**

6. **Bid Awards**

7. **Persons to be Heard Related to Agenda**

*Persons wishing to share their views on any item on today's agenda may do so at this time.*

8. **Persons to be Heard Unrelated to Agenda**

*Persons with views on subjects not on today's agenda may share those views at this time.*

9. **Board, Commission and Committee Reports**

10. **Consent Agenda**

11. **Report of Other Officers**

12. **Mayor's Report**

A. **June 10, 2019 Mayor's Report**

Attachments: [June 10, 2019 Mayor's Report.PDF](#)

[If I Were Mayor by Elias Ward.PDF](#)

**13. Manager's Report**

**A. June 10, 2019 Manager's Report**

Attachments: [Manager Report 06102019](#)

**14. Unfinished Business**

Ordinances for Third and Final Reading

**A.****Ordinance #2019-03: An Ordinance Adopting the Budget for the Fiscal Year July 1, 2019 Through June 30, 2020**

**Attachments:** [Ordinance #2019-03 for 3rd Reading.PDF](#)

[Amendments to FY 2020 Budget to Date.PDF](#)

[Proposed FY 2020 Motor Pool Budget showing highlighted changes.PDF](#)

[Proposed FY 2020 Debt Service Budget showing highlighted changes.PDF](#)

[Proposed FY 2020 General Fund Revenues Budget showing highlighted changes.PDF](#)

*Amendments to the proposed FY 2020 budget during the first and second readings are listed as an attachment to this agenda item. Finance Director Tow requests two specific amendments for the third reading as follows:*

*1. Historically the State of Alaska has reimbursed a portion of the Borough's school bond debt every year. This may not be the case this upcoming fiscal year, as the Governor has taken the stance that 100% of the school bond payments should be paid by the municipalities instead of a portion by the State. The Petersburg voters approved these general obligation bonds with the full faith and credit of the City of Petersburg (Service Area 1). Although the State made a promise to pay for a portion of these school bonds there was a provision in the agreement that it was subject to appropriation. The State of Alaska's budget remains undecided. Therefore, to ensure the Petersburg Borough has the funds available to pay the Borough's entire annual school bond payment, to avoid the Borough defaulting on the bond obligation and to ensure that the property tax invoices are calculated and mailed by July 1st (a requirement by Borough Code) the Borough will need to increase the tax levy in Service Area 1 to ensure the Petersburg Borough covers all of the annual school bond payments.*

*If the State of Alaska finally agrees to reimburse the Borough for their promised 60-70% reimbursement the mill rate will decrease in the following year and we will have necessary funds to protect the Borough from this threat in the future in case the State of Alaska (Governor) decides to do this again.*

*Recommended Motion: I move to adjust the Property Tax levy to account for the State of Alaska's portion of school bond debt reimbursement. A surplus of \$6,811 will remain in the FY 2020 General Fund Proposed budget balance.*

*2. Last year the Borough Assembly approved the purchase and replacement of a Public Works Wash Truck in the FY 2019 Motor Pool budget. Because of the extended lead time in getting the wash truck it will not arrive until the following fiscal year (FY 2020). Therefore, the expense needs to be transferred to the following fiscal year.*

*Recommended Motion: I move to transfer the \$115,000 expense for the Public Works Wash Truck from the current year's Motor Pool budget to the fiscal year 2020 Motor Pool budget.*

**B. Ordinance #2019-04: An Ordinance Amending Chapter 9.28, Titled Fireworks, of the Borough Code to Update Language and Declare its Application Within Service Area 1 Only**

**Attachments:** [Ordinance #2019-04 for 3rd Reading.PDF](#)

*Ordinance #2019-04 was amended in its second reading to add back in wording that will allow use of consumer fireworks within Service Area 1 on July 4 and December 31 each year. As worded for the third and final reading, use of consumer fireworks will be allowed within Service Area 1.*

**15. New Business**

**A. Resolution #2019-10: A Resolution Setting the Millage Rates for the Fiscal Year July 1, 2019 Through June 30, 2020**

**Attachments:** [Resolution #2019-10.PDF](#)

*If the suggested motion to adjust the Property Tax levy to account for the State's portion of school bond debt reimbursement was made and passed with a vote of 4 or more during agenda item 14A adopting the FY 2020 budget, this resolution must also be adopted. This resolution sets the millage rate for inside Service Area 1 at 13.14 mills and outside Service Area 1 at 4.33 mills.*

**B. SEAPA's Annual Operations Plan**

*Mayor Jensen requested this agenda item as an action item in case action needs to be taken. He would like to discuss SEAPA's Annual Operations Plan which will be on SEAPA's June 19, 2019 meeting agenda.*

**C. Joint Work Session with the Hospital Board**

*Assembly Member Meucci requests a work session with the Hospital Board to hear an update on the progress and planning process of building options.*

**16. Communications**

**17. Assembly Discussion Items**

**A. Petro/Borough Land Exchange**

*Mayor Jensen requested this discussion item.*

**B. Services Outside Service Area 1**

*Assembly Member Meucci requested this discussion item.*

**C. Summer Meetings**

*Clerk Thompson requested this agenda item to attempt to determine if there will be a quorum for the June 17, July 1, July 16, August 5 and August 19 regular Assembly meetings.*

**D. Recognitions**

**18. Executive Session**

*The Assembly will enter into Executive Session to discuss Borough Manager Giesbrecht's performance evaluation.*

**19. Approval of Borough Manager's Evaluation**

**20. Adjourn**