

Capital Budget Summary

As described in the Readers' Guide, developing the capital budget begins in July of the previous year, with updates to the six-year Capital Improvement Plan (CIP) and Major Maintenance Programs. Borough Departments and the School District are asked for their input regarding the capital improvement and major maintenance project data compiled the previous year. These submittals result in the deletion of projects completed, addition of new projects, changes in requested year, changes in project descriptions and project modifications. The Public Works Department assists the Capital Improvements Committee in prioritization, cost estimating, and project scoping. The Mayor presents an information copy of the Six-Year Program to the Assembly in late September. Hearings are held and the capital requests for State capital funding are finalized and a capital funding request is submitted in November to the Interior Delegation of the legislature.

Considering the availability of funding, the highest ranked capital improvement projects identified for local funding become part of the Capital Budget for the following fiscal year, in addition to high priority, large dollar value equipment requests.

GOAL

The goal of the Capital Budget is to provide funding for multi-year projects of \$10,000 or more which have a useful life of five or more years. Also, projects that may cross fiscal years are budgeted in this fund.

EXPENDITURE SUMMARY

The Capital Budget provides funding for projects within several funds from various funding sources. The purpose of this portion of the Capital Budget is to describe the projects, recognize the contribution from specific funds and provide for an appropriation to the appropriate funds.

<u>Source of Funds</u>	<u>Amount</u>
Contribution from General Fund	\$676,000
Contribution from Solid Waste Disposal Fund	440,000
Contribution from Vehicle Equipment Fleet Fund	39,000
Contribution from Land Enterprise Fund Contributed Capital	494,480
Contribution from Community Activity Center Reserve Fund	<u>158,000</u>
	<u>\$1,807,480</u>

The Capital Budget is presented by category type which shows the various types of expenditures across all the funds and functions, as follows:

<u>Category</u>	<u>Amount</u>
Capital Matching Grant Program (Local Match)	\$390,000
Other Capital Budget Projects	819,480
Community Activity Center Reserve	158,000
Solid Waste Disposal – Landfill Closure	<u>440,000</u>
	<u>\$1,807,480</u>

The project descriptions and Appropriations information are presented by category type. The Budget Worksheets provide further project details, such as; total funding sources, line-item detail project budgets, and information as to the impact of the projects on the FY 2003, or future operating budgets.

Capital Budget Detailed Project Descriptions

Capital Matching Grant Program Projects – Local Match

The Capital Matching Grant Program was established by the 1993 Legislature to: 1) provide a capital project funding system that is equitable to municipalities and unincorporated communities throughout the state; and 2) enhance the role of communities in initiating and prioritizing the construction of capital projects. The amount budgeted is the required 30% match for State funding, or \$390,000 (calculation of total local effort).

Capital Budget Project Descriptions

Emergency Operations Department – Replace Ambulance (Vehicle Equipment Fleet Fund local effort: \$39,000)

This project would replace a high mileage, type 1, 1987 ambulance unit because of serviceability and technology upgrades and would be prepared for bid and purchased during FY 2002. This project is ranked #1 on the Legislative Capital Improvement Projects (CIP) Matching Grant Program List. The project is expected to have no impact on current or future operating budgets except to allow for continued stabilized maintenance costs.

Public Works Department – Borough-Wide – Fire/Life/Safety (Areawide local effort: \$60,000)

This project would provide borough-wide block grant funds for fire/life/safety projects for the correction of any immediate fire/life/safety issues that arise during the course of the year. The project(s) would be designed during FY 2003 and construction will be completed during FY 2003 and FY 2004. This project is ranked #2 on the Legislative Capital Improvements Projects (CIP) Matching Grant Program List. The project(s) is expected to have no impact on current or future operating budgets.

Public Works Department – Tanana River Levee – Annual Levee Major Maintenance (Areawide local effort: \$14,400)

This project would provide needed levee maintenance work. By agreement with the Army Corps of Engineers, the Borough must perform an annual inspection and complete required maintenance including hydroaxing and placement of gravel and rip-rap at the levee's internal drainage channels and groins. The project would be designed during FY 2003 and constructed during FY 2004. This project is ranked #3 on the Legislative Capital Improvements Projects (CIP) Matching Grant Program List. The project is expected to have no impact on current or future operating budgets.

Public Works Department – Birch Hill Park – Road and Parking Improvements (supplemental funding) (Areawide Local \$107,000)

This project would reconfigure and improve the access road and parking areas. This will help circulation, decrease incidents of automobiles getting stuck, increase available parking, and improve access for bus drop-off for school programs use of the facility. This project would be designed during FY 2003 and constructed during FY 04. This project is ranked #4 on the Legislative Capital Improvements Projects (CIP) Matching Grant Program List. The project is expected to have no impact on current or future operating budgets.

Public Works Department – Ryan Middle School – Replace the main heat transfer line (Areawide local effort: \$90,000)

This project would replace the main heat transfer line from the heat exchanger at Lathrop High School that supplies Ryan Middle School. This line has been experiencing problems, is approaching failure, and needs to be replaced. This will reduce maintenance and improve reliability. The project would be prepared for bid and purchased during FY 2003. This project is ranked #5 on the Legislative Capital Improvements Projects (CIP) Matching Grant Program List. The project is expected to have no impact on current or future operating budgets.

Public Works Department – Mary Siah Recreation Center – Replace Interior Doors and Frames at Pool (Areawide local effort: \$7,500)

This project would replace the existing rusted out interior doors and frames at the pool deck. This will reduce maintenance and improve reliability. The project would be prepared for bid and purchased during FY 2003. This project is ranked #6 on the Legislative Capital Improvements Projects (CIP) Matching Grant Program List. The project is expected to have no impact on current or future operating budgets.

Capital Budget Detailed Project Descriptions

Public Works Department – Big Dipper Ice Arena – Replace Skate Tile in Main Entry Lobby (Areawide local effort: \$18,000)

This project would replace the existing badly worn skate tile floor in the main entry lobby. This will reduce maintenance and improve reliability. The project would be prepared for bid and purchased during FY 2003. This project is ranked #7 on the Legislative Capital Improvements Projects (CIP) Matching Grant Program List. The project is expected to have no impact on current or future operating budgets.

North Star Volunteer Fire Department – Exhaust System (Nonareawide local effort: \$54,000)

This project would provide a vehicle exhaust system to capture hazardous exhaust fumes and improve fire station operations. The project would be prepared for bid and purchased during FY 2003. This project is ranked #8 on the Legislative Capital Improvements Projects (CIP) Matching Grant Program List. The project is expected to have no impact on current or future operating budgets.

Other Capital Budget Projects

Public Works Department - Birch Hill Ski Building Additive Alternate #2 (Areawide local effort: \$200,000)

This project provides funding to allow award by contract change order of bid additive alternate #2 to the construction of this new facility. The work includes additional assembly area with unfinished warm space below for a total of 2,112 square feet of additional space, greatly enhancing the new facility by providing more space for larger groups of people. The project is designed and will be construction during FY 2003 as part of the new building project. The project will have impact on current and future operating budgets as it is a new facility requiring utilities and maintenance.

Public Works Department - South Davis Park (Land Enterprise local effort: \$200,000)

This project will continue work on the park infrastructure as outlined in the Masterplan. The project will be designed during FY 2003 and constructed during FY 2004. The project will have impact on current and future operating budgets as it is a new facility requiring utilities and maintenance.

Public Works Department - Carlson Activity Center Parking (Carlson Center local effort: \$158,000)

This project will provide improvements to the Center's roads and parking including paving the south parking lot, main drive, and loading areas. The project will be designed during FY 2003 and constructed during FY 2004. The project is expected to have no impact on current and future operating budgets.

Public Works Department - Pioneer Park Electronic Sign (Land Enterprise local effort: \$294,480)

This project will provide a new marquee with an illuminated programmable message board at the corner of Peger Road and Airport Way. The project will be prepared for bid and installed during FY 2003. The project is expected to have minimal impact on current and future operating budgets but will require some utilities and maintenance.

Public Works Department – BAC Lobby Upgrade – (Areawide \$75,000)

This project would be designed during FY 2002 and constructed during FY 2003. The project is expected to have no impact on current or future operating budgets.

Financial Services Department – Purchasing of Enterprise Resource Planning software (Areawide \$50,000)

This project would purchase three Enterprise Resource Planning software licenses for accounting software upgrade due to future changes in financial reporting procedures.

Solid Waste Disposal – Landfill Improvements

Public Works Department – Solid Waste/Landfill Closure Fund (Solid Waste Disposal local effort: \$440,000)

This project provides the funding for phased closure of the existing and expansion Landfill. The closure of the existing South Cushman Landfill is being completed in phases. Cell 1 of the expansion area will be closed when full in approximately 2005. The side slope areas will be constructed in future phases. As portions of the Landfill reach final height, the top area will be closed in additional phases. The project is expected to have no impact on current or future operating budgets.

**FY 2002–2003 Budget
Fairbanks North Star Borough**

Capital Budget

Capital Matching Grant Program Projects - Local Match

Project Category	Project Description	Total Project Cost (rounded)	State Grant	Local Effort	Appropriations by Funding Source			
					General Fund	Non Areawide	Vehicle Equipment Fleet	Total Local Funding Sources
Rolling Equipment	Emergency Medical Services–Ambulance Replacement	\$130,000	\$91,000	\$39,000			\$39,000	\$39,000
Buildings and Structures	Borough-wide Fire/Life/Safety Projects	200,000	140,000	60,000	\$60,000			60,000
Other Contractual	Annual Levee Major Maintenance	48,000	33,600	14,400	14,400			14,400
Land and Land Improvements	Birch Hill Park - Road & Parking Improvements (supplemental Funding)	357,000	249,900	107,100	107,100			107,100
Buildings and Structures	Ryan Middle School - Replace Main Heat Transfer Line	300,000	210,000	90,000	90,000			90,000
Buildings and Structures	Mary Siah Rec Center - Replace Interior Doors & Frames at Pool	25,000	17,500	7,500	7,500			7,500
Buildings and Structures	Big Dipper Ice Arena - Replace Skate Tile in Main Entry Lobby	60,000	42,000	18,000	18,000			18,000
Buildings and Structures	* North Star VFD Station # 1 - Exhaust System	180,000	126,000	54,000	54,000			54,000
		\$1,300,000	\$910,000	\$390,000	\$351,000		\$39,000	\$390,000

Other Capital Budget Projects

Project Category	Project Description	Total Project Cost (rounded)	Local Effort	Appropriations by Funding Source				
				General Fund	Solid Waste Disposal and Landfill Closure Fund	Carlson Center Reserve	Land Enterprise Fund	Total Local Funding Sources
Buildings and Structures	Lobby Upgrade	\$75,000	\$75,000	\$75,000				\$75,000
Office Equipment	Enterprise Resource Planning Software	50,000	50,000	50,000				50,000
Buildings and Structures	Birch Hill Ski Building	200,000	200,000	200,000				200,000
Land and Land Improvements	Pioneer Park Electronic Sign	294,480	294,480				294,480	294,480
Land and Land Improvements	South Davis Park	200,000	200,000				200,000	200,000
Land and Land Improvements	Carlson Activity Center Parking Lot	158,000	158,000			158,000		158,000
Other Capital	Landfill Closure Reserve Fund	440,000	440,000		440,000			440,000
		\$1,417,480	\$1,417,480	\$325,000	\$440,000	\$158,000	\$494,480	\$1,417,480

Total General Fund, Carlson Center Reserve, Land Enterprise, Solid Waste Disposal and Landfill Closure Fund, and Vehicle & Equipment Fleet Fund:

Total All Funds: \$1,807,480

* **Footnote:** This last project's expected State grant share amount (\$126,000) is not anticipated to be fully funded this year as we expect the State's total funding level for the FNSB to be \$836,429. This is not a sufficient amount (\$910,000 would be required) to fully fund the last project on this prioritized list submitted to the State last October. We anticipate the project's balance will be in next year's budget. The amounts below show what we think will be made available for the project this year and our match, given the State's expected funding level.

Buildings and Structures	North Star VFD Station # 1 - Exhaust System	\$74,900	\$52,430	\$22,470				\$22,470
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**Capital Budget
Summary**

	1999/00 Actual	2000/01 Actual	2001/02 Approved	2001/02 Revised	2002/03 Recommended	2002/03 Approved
PERSONNEL SERVICES						
Permanent Salaries	-	-	-	-	-	-
Overtime Wages	-	-	-	-	-	-
Temporary Salaries	-	-	-	-	-	-
Benefits	-	-	-	-	-	-
Subtotal:	-	-	-	-	-	-
COMMODITIES						
Office Supplies	25,850	-	-	-	-	-
Computer Stuff	-	-	60,000	60,000	-	-
Operating Supplies	-	-	-	-	-	-
Books and Periodicals	-	-	-	-	-	-
Repair and Maint. Supplies	-	-	-	-	-	-
Clothing Supplies	-	-	-	-	-	-
Motor Fuels and Lubricants	-	-	-	-	-	-
Equipment Parts	-	-	-	-	-	-
Subtotal:	25,850	-	60,000	60,000	-	-
CONTRACTUAL SERVICES						
Professional Services	-	-	-	-	-	-
Communications	-	-	-	-	-	-
Travel	-	-	-	-	-	-
Professional Dues/Meetings	-	-	-	-	-	-
Training	-	-	-	-	-	-
Advertising, Printing & Binding	-	-	-	-	-	-
Insurance and Bonding	-	-	-	-	-	-
Repairs & Maint. -Bldg. & Grounds	-	-	-	-	-	-
Repairs & Maint. -Office Equipment	-	-	-	-	-	-
Repairs & Maint. -Other Equipment	-	-	-	-	-	-
Rent	-	-	-	-	-	-
Utilities	-	-	-	-	-	-
Equipment Leases	-	-	-	-	-	-
Other Contractual Services	126,139	66,070	64,400	264,400	14,400	14,400
Subtotal:	126,139	66,070	64,400	264,400	14,400	14,400
Grants Local Match & Indirect Costs	-	-	-	-	-	-
CAPITAL OUTLAY						
Buildings & Structures	587,500	206,404	2,087,500	2,292,246	1,804,500	2,498,980
Road Construction	-	-	-	-	-	-
Office Furniture	-	-	-	-	-	-
Office Equipment	55,200	8,250	51,510	51,510	50,000	50,000
Rolling Equipment	521,794	51,000	296,940	296,940	39,000	39,000
Machinery & Equipment	40,000	-	18,000	18,000	-	-
Land & Land Improvements	650,194	15,000	69,950	69,950	107,100	265,100
Library Materials	-	-	-	-	-	-
Leasehold Improvements	-	-	-	-	-	-
Other Capital Items	2,865,230	3,168,500	473,000	473,000	440,000	440,000
Subtotal:	4,719,918	3,449,154	2,996,900	3,201,646	2,440,600	3,293,080
GRAND TOTAL:	4,871,907	3,515,224	3,121,300	3,526,046	2,455,000	3,307,480 *

*Includes Facilities Major Maintenance Reserve Funding of \$1,500,000
(See Facilities Major Maintenance Tab for details)