

CITY AND BOROUGH OF SITKA

ORDINANCE NO. 2020-05

**AN ORDINANCE OF THE CITY AND BOROUGH OF SITKA AMENDING APPROPRIATIONS
FOR FISCAL YEAR 2020**

(Removing Subsidies for Harbor/School Bond Debt)

BE IT ENACTED by the Assembly of the City and Borough of Sitka, Alaska as follows:

1. **CLASSIFICATION.** This ordinance is not of a permanent nature and is not intended to be a part of the Sitka General Code of the City and Borough of Sitka, Alaska.

2. **SEVERABILITY.** If any provision of this ordinance or any application thereof to any person or circumstance is held invalid, the remainder of this ordinance and application thereof to any person and circumstances shall not be affected thereby.

3. **PURPOSE.** The purpose of this ordinance is to make supplemental operating appropriations for FY2020.

4. **ENACTMENT.** In accordance with Section 11.10(a) of the Charter of the City and Borough of Sitka, Alaska, the Assembly hereby makes the following supplemental appropriation for the budget period beginning July 1, 2019 and ending June 30, 2020.

<u>FISCAL YEAR 2020 EXPENDITURE BUDGETS</u>
GENERAL FUND
Transfers to Other Funds: Decrease appropriations in the amount of \$200,000 for the additional subsidy to the Debt Service School Bonds Fund and \$520,000 for the subsidy to the Harbor Fund.
SPECIAL REVENUE FUND
Fund 651 – Debt Service School Bonds – Revenue: Decrease revenue from the General Fund in the amount of \$200,000 for the additional subsidy from the General Fund. Increase Revenue from the state by \$900,000.

EXPLANATION

This supplemental appropriation is to make correction the FY2020 budget based on new information that was received after the budget was passed. In light of the original State budget, the CBS budget included subsidies to other funds that were deemed unnecessary after some revenue sources were restored in the State budget. In the Harbor Fund, the revenue for the raw fish tax was included in the Harbor Fund Budget and the subsidy revenue eliminated, however the subsidy that was originally budgeted out of the general fund was not removed. As reimbursement for school bond debt service was eliminated until late in the State budget process (where it was restored at 50%) the subsidy from the General Fund to the School Bond Debt Service Fund remained in the budget and both the transfer out of the General Fund and the transfer in to the School Bond Debt Service fund need to be eliminated and the revenue from the State in the School Bond Debt Service Fund should be increased

5. EFFECTIVE DATE. This ordinance shall become effective on the day after the date of its passage.

PASSED, APPROVED, AND ADOPTED by the Assembly of the City and Borough of Sitka, Alaska this 25th Day of February, 2020.

ATTEST:



Sara Peterson, MMC
Municipal Clerk



Gary L. Paxton, Mayor

1st reading 2/11/2020

2nd and final reading 2/25/2020

Sponsor: Interim Administrator