

Appendix K

Chugiak Fire Service Area

(Fund 104)

The Municipality's Charter requires that our local government operate under a service area concept, which means that residents of particular areas vote to levy taxes for service(s) from the Municipality.

Chugiak Fire Service Area was established for fire protection within the service area. The maximum mill rate for the service area shall not exceed 1.00 mills in any calendar year (AMC 27.30.060). The service area is included in Municipal Tax Districts 22 and 51.

The net cost total on the fund summary presented on the following page represents the tax cost for the Chugiak Fire Service Area, based on the 2012 Approved budget.

The actual 2012 taxes to be collected will be based on the 2012 Revised budget that will be presented to the Assembly for approval in April.

The 2012 mill rate will be calculated based on the taxes to be collected (approved 2012 Revised budget net cost), divided by the assessed valuation of the service area, then multiplied by 1,000.

$$\frac{\text{Taxes to be Collected in SA}}{\text{Service Area Assessed Value}} \times 1,000 = \text{Mill Rate}$$

The preliminary 2012 mill rate, based on the 2012 Approved budget and the service area assessed value at 08/26/2011, would be calculated as follows:

$$\frac{\$ 1,422,914}{\$1,088,556,746} \times 1,000 = 1.31$$

The preliminary mill rate exceeds the maximum mill rate allowed due to excessive IGCs from the Fire Department. During the 2012 Revised budget process, the Fire Department will correct the IGC methodologies to be more in line with prior years. The actual 2012 mill rate will be based on the revised budget and updated assessed values so that the final rate does not exceed the allowable 1.00 mill.

Fund 104 Summary
Chugiak Fire Service Area
 (Dept ID # 3540)

	2010 Actuals	2011 Revised	2012 Approved	12 v 11 % Chg
Direct Cost				
Chugiak Fire and Rescue (3540) - Department: Fire	817,607	1,016,250	1,016,250	-
Direct Cost Total	817,607	1,016,250	1,016,250	-
Intragovernmental Charges				
Charges by Other Departments	114,860	108,416	500,907	362.02%
Charges to Other Departments	(16,500)	(16,500)	(16,500)	-
Function Cost Total	915,967	1,108,166	1,500,657	35.42%
Program Generated Revenue	(116,707)	(63,270)	(77,743)	22.87%
Net Cost Total	799,260	1,044,896	1,422,914	36.18%

Direct Cost by Category

Personnel	-	-	-	-
Supplies	660	-	-	-
Travel	-	-	-	-
Contractual/Other Services	816,947	1,016,250	1,016,250	-
Debt Service/Depreciation	-	-	-	-
Equipment, Furnishings	-	-	-	-
Direct Cost Total	817,607	1,016,250	1,016,250	-

Position Summary as Budgeted

Full-Time	-	-	1	100.00%
Part-Time	1	2	-	-100.00%
Position Total	1	2	1	-50.00%

Chugiak Fire and Rescue
Department: Fire
Division: Emergency Operations
 (Dept ID # 3540)

	2010 Actuals	2011 Revised	2012 Approved	12 v 11 % Chg
Direct Cost				
Supplies	660	-	-	-
Travel	-	-	-	-
Contractual/Other Services	816,947	1,016,250	1,016,250	-
Manageable Direct Cost Total	817,607	1,016,250	1,016,250	-
Debt Service, Depreciation	-	-	-	-
Direct Cost Total	817,607	1,016,250	1,016,250	-
Intragovernmental Charges				
Charges by Other Departments	114,860	108,416	500,907	362.02%
Charges to Other Departments	(16,500)	(16,500)	(16,500)	-
Program Generated Revenue				
9672 - Prior Yr Expense Recovery	(116,707)	-	-	-
9724 - Proceeds-Refunding Bonds	-	-	-	-
Program Generated Revenue Total	(116,707)	-	-	-
Net Cost				
Manageable Direct Cost	817,607	1,016,250	1,016,250	-
Debt Service, Depreciation	-	-	-	-
Charges by Other Departments	114,860	108,416	500,907	362.02%
Charges to Other Departments	(16,500)	(16,500)	(16,500)	-
Program Generated Revenue Total	(116,707)	-	-	-
Net Cost Total	799,260	1,108,166	1,500,657	35.42%

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