

Appendix M

Chugiak, Birchwood, Eagle River Rural Road Service Area

(Fund 119000)

The Municipality's Charter requires that 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, Birchwood, Eagle River Rural Road Service Area (CBERRRSA) was established for capital improvements for roads and drainage and the maintenance thereof within and over road rights-of-way in the service area including street light capital improvements and street light operation and maintenance at special sites outside the Eagle River Street Light Service Area which enhance public safety, but excluding capital improvements for and maintenance and operation of: 1) traffic engineering; 2) park and recreational services; 3) water, sewer, telephone, electric, gas and other utility improvements and services; 4) off-road mass transit facilities and signs; and 5) fire hydrants and parking meters within the service area. The service area also shall be authorized to operate and maintain street lights at special sites outside of the Eagle River Street Light Service Area for purposes of enhancing public safety.

The maximum attainable mill rate for services provided in the service area shall not exceed 2.10 mills in any calendar year. No more than 1.1 mills shall be for road and drainage maintenance and no more than 1.0 mill shall be for capital improvements (AMC 27.30.215). The service area is included in Municipal Tax Districts 10, 22, 30, 50 and 51.

The net cost total on the fund summary presented on the following page represents the tax cost for the CBERRRSA, based on the 2015 Approved budget. It includes \$292,750 of revenues associated with the fund that are not considered program revenues, such as P&I on Delinquent Taxes and Cash Pools Short-term Interest.

The actual 2015 taxes to be collected will be based on the 2015 Revised budget that will be presented to the Assembly for approval in April.

The mill rate is calculated based on the taxes to be collected, 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 2015 mill rate, based on the 2015 Approved budget and the preliminary service area assessed value at 08/22/2014, is calculated as follows:

$$\frac{\$ 6,552,845}{\$ 3,592,336,595} \times 1,000 = 1.82$$

Fund 119000 Summary
Chugiak, Birchwood, Eagle River Rural Road Service Area
(Fund Center # 744900, 747300, 189180 (9287))

	2013 Actuals	2014 Revised	2015 Approved	14 v 15 % Chg
Direct Cost				
Operations of CBERRRSA (744900) - Department: Public Works	3,387,533	3,420,719	3,442,666	0.64%
ER Contribution to CIP (747300) - Department: Public Works	3,316,948	4,185,948	3,316,948	-20.76%
Direct Cost Total	6,704,481	7,606,667	6,759,614	-11.14%
Intragovernmental Charges				
Charges from/to Other Departments	102,862	110,648	112,581	1.75%
Function Cost Total	6,807,344	7,717,315	6,872,195	-10.95%
Program Generated Revenue	(151,696)	(324,828)	(319,350)	-1.69%
Net Cost Total	6,655,647	7,392,487	6,552,845	-11.36%

Direct Cost by Category				
Personnel	507,900	500,652	524,158	4.70%
Supplies	224,457	169,940	169,940	-
Travel	23	-	-	-
Contractual/Other Services	5,970,421	6,930,075	6,059,516	-12.56%
Debt Service	-	-	-	-
Equipment, Furnishings	1,680	6,000	6,000	-
Direct Cost Total	6,704,481	7,606,667	6,759,614	-11.14%

Position Summary as Budgeted

Full-Time	3	4	4	-
Part-Time	1	-	-	-
Position Total	4	4	4	-

Operations of Chugiak, Birchwood, Eagle River RRSA
Department: Public Works
Division: Other Service Areas
(Fund Center # 744900)

	2013 Actuals	2014 Revised	2015 Approved	14 v 15 % Chg
Direct Cost				
Salaries and Benefits				
1101 - Straight Time Labor	256,184	260,360	278,076	6.80%
1201 - Overtime	25,982	43,000	43,000	-
1301 - Leave/Holiday Accruals	47,553	6,583	7,101	7.87%
1401 - Benefits	174,986	165,849	171,121	3.18%
1501 - Allow Differentials/Premiums	3,197	24,860	24,860	-
Salaries and Benefits	507,900	500,652	524,158	4.70%
Supplies	224,457	169,940	169,940	-
Travel	-	-	-	-
Contractual/Other Services	2,653,496	2,744,127	2,742,568	-0.06%
Equipment, Furnishings	1,680	6,000	6,000	-
Manageable Direct Cost Total	3,387,533	3,420,719	3,442,666	0.64%
Debt Service	-	-	-	-
Direct Cost Total	3,387,533	3,420,719	3,442,666	0.64%
Intragovernmental Charges				
Charges from/to Other Departments	102,862	110,648	112,581	1.75%
Program Generated Revenue				
9499 - Reimbursed Cost	(32,844)	-	-	-
406620 - Reimbursed Cost-ER	-	(25,000)	(25,000)	-
408580 - Miscellaneous Revenues	-	(1,600)	(1,600)	-
9672 - Prior Yr Expense Recovery	(118,852)	-	-	-
Program Generated Revenue Total	(151,696)	(26,600)	(26,600)	-
Net Cost				
Manageable Direct Cost	3,387,533	3,420,719	3,442,666	0.64%
Debt Service	-	-	-	-
Charges from/to Other Departments	102,862	110,648	112,581	1.75%
Program Generated Revenue Total	(151,696)	(26,600)	(26,600)	-
Net Cost Total	3,338,699	3,504,767	3,528,647	0.68%

Eagle River Contribution to CIP
Department: Public Works
Division: Other Service Areas
(Fund Center # 747300)

	2013 Actuals	2014 Revised	2015 Approved	14 v 15 % Chg
Direct Cost				
Travel	-	-	-	-
Contractual/Other Services	3,316,948	4,185,948	3,316,948	-20.76%
Manageable Direct Cost Total	3,316,948	4,185,948	3,316,948	-20.76%
 Debt Service	-	-	-	-
 Direct Cost Total	3,316,948	4,185,948	3,316,948	-20.76%
 Net Cost				
Manageable Direct Cost	3,316,948	4,185,948	3,316,948	-20.76%
Debt Service	-	-	-	-
Net Cost Total	3,316,948	4,185,948	3,316,948	-20.76%